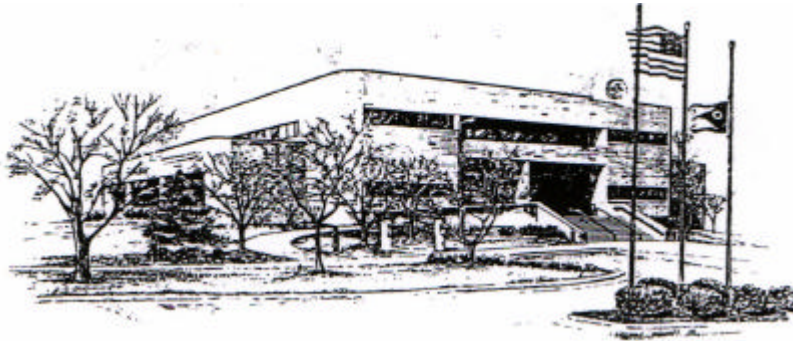


THE CITY OF REYNOLDSBURG, OHIO

FAIRFIELD, FRANKLIN AND LICKING COUNTIES



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2001



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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Columbus, Ohio 43215

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

We have reviewed the Independent Auditor's Report of the City of Reynoldsburg, Franklin County, prepared by Wolfe, Wilson, & Phillips, Inc., for the audit period January 1, 2001 through December 31, 2001. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

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

JIM PETRO
Auditor of State

June 27, 2002

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FAIRFIELD, FRANKLIN AND LICKING COUNTIES

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2001

Prepared by:
Howard R. Whitney, Ph.D.
City Auditor

TABLE OF CONTENTS

CITY OF REYNOLDSBURG, OHIO FAIRFIELD, FRANKLIN AND LICKING COUNTIES

I

INTRODUCTORY SECTION

A	Letter of Transmittal	v
B	Elected Officials	xx
C	City Organizational Chart	xxi
D	Certificate of Achievement for Excellence in Financial Reporting	xxii

II

FINANCIAL SECTION

A	INDEPENDENT AUDITORS' REPORT	1
B	GENERAL PURPOSE FINANCIAL STATEMENTS	
	Combined Financial Statements - Overview	
	Combined Balance Sheet All Fund Types and Account Groups	4
	Combined Statement of Revenues, Expenditures and Changes in Fund Balances All Governmental Fund Types and Expendable Trust Funds	7
	Combined Statement of Revenues, Expenditures and Changes in Fund Balances Budget and Actual (Non-GAAP Budgetary Basis) All Governmental Fund Types	8
	Combined Statement of Revenues, Expenses and Changes in Retained Earnings All Proprietary Fund Types	11
	Combined Statement of Cash Flows All Proprietary Fund Types	12
	Notes to the General Purpose Financial Statements	14

C	COMBINING FINANCIAL STATEMENTS AND SCHEDULES	
	General Fund	
	Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis)	42
	Special Revenue Funds	
	Combining Balance Sheet	48
	Combining Statement of Revenues, Expenditures and Changes in Fund Balance	52
	Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis)	
	Income Tax Fund	56
	Permissive Tax Fund	57
	Police Pension Fund	58
	Street Construction, Maintenance and Repair Fund	59
	State Highway Fund	60
	Community Oriented Policing Services (COPS) Fast Grant Fund	61
	Diversion Grant Fund	62
	Community Oriented Policing Services (COPS) In School Fund	63
	Community Oriented Policing Services (COPS) More 2000 Grant Fund	64
	Local Law Enforcement Block Grant Fund	65
	Law Enforcement Fund	66
	Drug Law Enforcement Fund	67
	Safety Belt Program Fund	68
	DUI Enforcement/Education Fund	69
	Federal Forfeiture Fund	70
	Debt Service Funds	
	Combining Balance Sheet	72
	Combining Statement of Revenues, Expenditures and Changes in Fund Balance	73
	Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis)	
	General Debt Retirement Fund	74
	Taylor Square Tax Debt Retirement Fund	75

Capital Projects Funds

Combining Balance Sheet	78
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	80
Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis)	
Capital Improvement Fund	82
Capital Equipment Fund	83
Sidewalk Construction Fund	85
Taylor Square Tax Increment Equivalent (TIE) Fund	86
Brice-Main Tax Increment Equivalent (TIE) Fund	87

Enterprise Funds

Combining Balance Sheet	90
Combining Statement of Revenues, Expenses and Changes in Retained Earnings	91
Combining Statement of Cash Flows	92

Fiduciary Funds

Combining Balance Sheet	96
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Expendable Trust Funds	98
Combining Statement of Changes in Assets and Liabilities - Agency Funds	99

General Fixed Asset Account Group

Schedule of General Fixed Assets by Source	102
Schedule of General Fixed Assets by Category	103
Schedule of Changes in General Fixed Assets by Function and Activity	104

III**Statistical Section**

General Governmental Expenditures by Function - Last Ten Years	105
General Governmental Revenues By Source - Last Ten Years	106
Property Tax Levies and Collections - Last Ten Years	107
Assessed Valuations and Estimated True Values of Taxable Property - Last Ten Years	
Franklin County	108
Licking County	109
Fairfield County	110
Totals - All Three Counties	111
Property Tax Rates - All Direct and Overlapping Governments - Last Ten Years	112
Special Assessment Billings and Collections - Last Ten Years	113
Computation of Legal Debt Margin	114
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt Per Capita - Last Ten Years	115
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Governmental Expenditures - Last Ten Years	116
Computation of All Direct and Overlapping Government Debt	117
Demographic Statistics - Last Ten Years	118
Property Value and Construction Permits - Last Ten Years	119
Principal Taxpayers (Personal Property Tax)	120
Principal Taxpayers (Real Property Tax)	121
Principal Taxpayers (Income Tax)	122
Miscellaneous Statistics	123

IV**OTHER INFORMATION**

Independent Auditors' Report on Compliance and on Internal Controls over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	124
Schedule of Findings and Questioned Costs	125

INTRODUCTORY SECTION



City of REYNOLDSBURG, Ohio

7232 East Main Street
Reynoldsburg, Ohio 43068

Phone (614) 866-9217

Fax (614) 866-9692

June 4, 2002

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

I am pleased to present the Comprehensive Annual Financial Report for the City of Reynoldsburg for the fiscal year ended December 31, 2001. This report has been prepared in conformity with generally accepted accounting principles (GAAP) and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

INTRODUCTION

While there is no legal requirement for the preparation of this report, it represents a commitment by the City of Reynoldsburg (the "City") to conform to nationally recognized standards of excellence in financial reporting. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of my knowledge and belief, the enclosed data, as presented, is accurate in all material respects, is presented in a manner designed to fairly set forth the financial position and results of operations of the City and includes all disclosures necessary to enable the reader to gain an understanding of the City's financial activity.

The Report

The Comprehensive Annual Financial Report (CAFR) is designed to assist and guide the reader in understanding its contents. The report is comprised of the following three major sections:

1. *The Introductory Section* includes this letter of transmittal which presents the City's organization, operational structure and accomplishments; an organizational chart; and a list of elected officials.
2. *The Financial Section* contains the City's general purpose financial statements and explanatory notes thereto; the combining and individual fund and account group financial statements and schedules; and the Independent Auditors' Report.
3. *The Statistical Section* presents social, economic and historical data in a multi-year format useful in identifying financial trends and data relative to the fiscal capacity of the City.

The Reporting Entity

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

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

Historical Information

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

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

Location

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

Form of Government

The City operates under the Charter first adopted by the voters in 1979 and amended by the voters in 1982, 1987, 1992, 1995 and 1997, which provides for a Mayor-Council form of government. The laws of the State of Ohio prevail when conflicts exist between the Charter and the State Constitution and in matters where the Charter is silent. Legislative authority is vested in a seven member Council of whom

three members are elected at-large and four are elected from wards. The presiding officer is the President of Council who is elected at-large. All members are elected to four year terms. The City's chief executive and administrative officer is the Mayor who is elected to that full-time office for a four year term. The Mayor appoints all employees except those of City Council, the City Auditor's office and the City Attorney's office. The City's chief fiscal officer is the City Auditor, who is elected to that full-time office for a four year term. The City's legal officer is the City Attorney, who is elected to that full-time office for a four year term.

Bases of Accounting

Except for that used for budgetary purposes, the bases of accounting used by the City are in conformity with generally accepted accounting principles (GAAP) as applicable to governmental units and are consistent with GASB Codified Section 1600, *Basis of Accounting*.

All governmental and expendable trust funds are accounted for by using a current financial resources (current assets and current liabilities) measurement focus. The modified accrual basis of accounting is utilized for the governmental, expendable trust and agency funds. Revenues are recognized when they are susceptible to accrual, both measurable and available. Expenditures are recognized when the related liability is incurred, except for interest on long-term debt which is recorded when due.

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

The City's basis of accounting for budgetary purposes differs from generally accepted accounting principles in that revenues are recognized when received, rather than when susceptible to accrual (measurable and available), and encumbrances are recorded as expenditures rather than as reservations of fund balances. A reconciliation of the results of these two methods appears in Note 1. During 2001, all accounting policies were applied consistently with those of 2000. Accounting policies are further explained in Note 1.

ECONOMIC OUTLOOK

Reynoldsburg is essentially a community of service related jobs primarily supporting local and nearby product and service demands. The business community consists of restaurants, food stores, personal services, banks, service stations, financial institutions, insurance, health services, auto repair, real estate, clothing stores, department stores and other miscellaneous retail establishments.

The largest employer in the City is Intimate Brands, Inc., consisting of office, shipping, and distribution facilities on a 360 acre site. The Intimate Brands Inc. specialty shops/facilities at the Reynoldsburg site are Victoria's Secret Stores, Inc. and the Bath and Bodyworks Division. The national retail clothing company has contributed an average of approximately \$2,000,000 dollars a year in income tax receipts since 1991. Other large employers located in the City include Reynoldsburg City School District, the State of Ohio Department of Administrative Services, Wal-Mart, Dynalab Inc., the Kroger Company, Sam's Club, and Home Depot.

The City established the Department of Development in late 1997 to provide business and industry with a point of contact within local government. The department is responsible for business attraction, retention, zoning and planning. The department has been responsible for the following projects in 2001:

<u>Project</u>	<u>Jobs</u>	<u>Estimated Payroll</u>	<u>Construction Costs</u>
Sam's Club	250 new	\$2,500,000	\$8,000,000
Gander Mountain	40 new	500,000	2,500,000
Walgreens	35 new	895,000	1,300,000
B P Oil	30 new	475,000	1,000,000
Logan's Roadhouse	110 new	1,300,000	800,000
Retail Space*	100 added	1,700,000	5,000,000

The 125,000 square foot second phase of retail space at Taylor Square is under construction. We expect phase 2 to be fully occupied by the end of 2002. Sam's Club constructed a 130,000 sq. ft. store at Taylor Square which became operational in November, 2001. The new space at Taylor Square is expected to provide estimated new employment opportunities for 450.

The housing market continues to be strong with several major homebuilders in the area and several high-end condominium projects being reviewed.

City Council recently adopted a set of design guidelines and standards for Main Street and Brice Road. We expect to begin a streetscape project on Main Street in 2002. The elements of the project are designed to stimulate and protect investment.

Unemployment Rates

The great diversity of job opportunities in the Central Ohio area has helped the unemployment rate remain consistently lower than state and national averages. It has been estimated that 80% of Reynoldsburg residents work in Columbus and the surrounding area. Therefore, the City's rate of unemployment is influenced to a great extent by that of the metropolitan area. At the end of 2001 when the state experienced an unemployment rate of 4.3% and the nation an unemployment rate of 4.8%. Reynoldsburg experienced an unemployment rate estimated to average fewer than 3%.

Municipal Services

Parks and Recreation Services

Reynoldsburg maintains a 285 acre park system with centrally located John F. Kennedy Park providing the focus of recreational activities. This facility has been named an "Outstanding Facility" by the Ohio Parks and Recreation Association. The Livingston House Museum and Park earned certification by the State of Ohio as a property of historical significance and is included in the "National Registry of Historic Places." In addition to City parks, Reynoldsburg is fortunate to encompass Blacklick Woods, the most developed metropolitan park in Central Ohio. This 632 acre facility includes an 18-hole championship golf course, an 18-hole executive golf course, five miles of marked nature trails and other areas, including playgrounds, picnic facilities and nature preserves. The Recreation Department sponsors activities for over 3,000 children, including baseball, basketball, soccer, softball, tennis and golf. Approximately 1,500 adults participate in programs which include both indoor and outdoor team sports. Over 2,200 senior citizens participate in activities developed around a modern, functional Senior Center.

Police Services

As of December 31, 2001, the authorized strength of the Reynoldsburg police force included 39 patrol officers and detectives, eight sergeants, two lieutenants and the chief. This force is supported by 16 civilian personnel for a total full-time force of 66. Eleven reserve personnel also assist the department. The police force has 14 patrol cars, twelve detective and undercover vehicles, an animal control vehicle, two vans and two motorcycles at its disposal. The force is responsible for protecting approximately 100 miles of roadway covering a 12 square mile area. Because of its full service status, the Police force is entirely self-sufficient providing 24-hour protection. However, in an unusually demanding situation, the department can call upon other local law enforcement agencies for assistance. This is assured through a mutual aid contract entered into by 20 mid-Ohio police departments. The police department was awarded accredited status from the Commission on Law Enforcement in November 1993. Reynoldsburg is one of less than 6% of the 15,973 agencies nationwide which have received accredited status.

Fire Services

The City of Reynoldsburg is served by 3 Fire Departments, Truro Township, Violet Township, and West Licking. These Departments operate under a Mutual Aid Contract with Columbus, Whitehall, and other Townships.

The three Fire Departments maintain a minimum of a Class 4 fire insurance rating.

Water and Wastewater Services

Water is treated by the City of Columbus and purchased by the City of Reynoldsburg for delivery through a distribution system owned and maintained by the City of Reynoldsburg. Wastewater collection is handled through the City's sanitary sewer system which the City owns and maintains. Wastewater treatment is provided by the City of Columbus on a contractual basis. Approximately one billion gallons of water were purchased during the year from the City of Columbus.

MAJOR INITIATIVES

Capital Improvements

There were five major capital improvement projects in progress or completed in 2001:

- 2001 Street Improvement Program
This is a continuing program to repair defective pavement, curbs and gutters in Reynoldsburg. In 2001 \$628,667 was spent for street work.
- Kennedy Park Additions
In 2001 tennis courts were constructed in Kennedy Park to replace the tennis courts removed for the Public Safety Building. A skateboard park was also constructed. The total cost of these ventures was \$412,266.

- **Huber Park and Civic Park Restrooms / Concession Stand**
In the year 2001, the City added restrooms at both parks and a concession stand and storage area at Civic Park. The total costs of the projects were \$304,991.
- **Public Safety Building**
The year 2001 marked the completion of construction for the new Reynoldsburg Public Safety Building. The new facility was designed with enough space to accommodate up to 100 police department employees. This will allow for continued future growth of the police department as the population of the City grows.
- **Taylor Square**
Construction continued in 2001 on the Taylor Square development. Taylor Square is a 208 acre multi-purpose development located in the southeastern portion of the City. The project will include residential, retail, hotels, and office development.

Employee Relations

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

Elected Officials	3
Classified Employees	44
Non-Classified Employees	<u>16</u>
Total	63

The police department profile is as follows:

Sworn Officers.	50
Dispatchers	7
Others	<u>9</u>
Total	66

City Council consists of the following:

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

A collective bargaining agreement between the City of Reynoldsburg and the Fraternal Order of Police, Capital City Lodge #9, which represents 47 sworn officers, is effective January 1, 2001 through December 31, 2003. The contract between the City and the Fraternal Order of Police, Ohio Labor Council, which represents the six dispatchers, is effective January 1, 2001 through December 31, 2003. All other employees are governed by legislative action of City Council.

FINANCIAL INFORMATION

Internal Control, Budgetary Control and the Accounting System

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

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

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

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

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

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

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

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

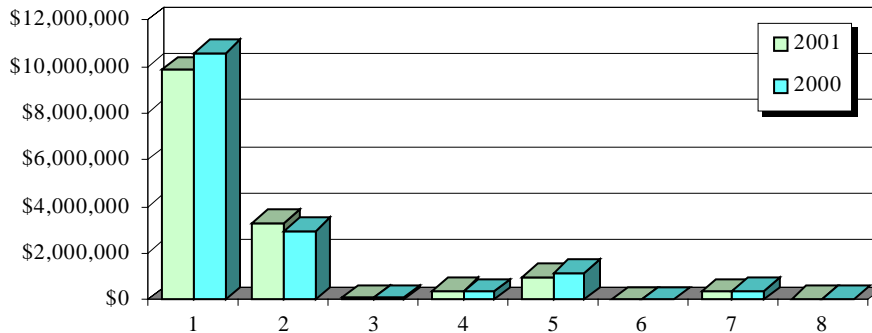
Lower levels within each object are accounted for and reported internally. Such lower levels are referred to as line items of expenditure. Estimated amounts must be encumbered prior to final approval of purchase orders or other contracts to vendors. Encumbrances in excess of the available object level

appropriations are not approved unless additional appropriations are authorized. Unencumbered appropriations return (lapse) to the unappropriated balances in the individual funds at the end of each fiscal year, which coincides with the calendar year.

General Governmental Functions

The following schedule presents a summary of general governmental (including general, special revenue, and debt service funds), revenues for the year ended December 31, 2001, and the amount and percentage of increases and decreases relative to the prior year's revenue.

Revenue Source	Total 2001 Revenues	Percent of Total	Total 2000 Revenues	Increase (Decrease) over 2000	Percent of Change
1 Taxes	\$9,856,871	65.45%	\$10,576,632	(\$719,761)	(6.81%)
2 Intergovernmental Revenues	3,296,546	21.89%	2,970,816	325,730	10.96%
3 Charges for Services	99,879	0.66%	110,058	(10,179)	(9.25%)
4 Licenses and Permits	388,302	2.58%	358,321	29,981	8.37%
5 Investment Earnings	988,084	6.56%	1,136,703	(148,619)	(13.07%)
6 Special Assessments	10,166	0.07%	11,921	(1,755)	(14.72%)
7 Fines and Forfeitures	356,790	2.37%	386,692	(29,902)	(7.73%)
8 All Other Revenues	63,587	0.42%	77,709	(14,122)	(18.17%)
Total	<u>\$15,060,225</u>	<u>100.00%</u>	<u>\$15,628,852</u>	<u>(\$568,627)</u>	

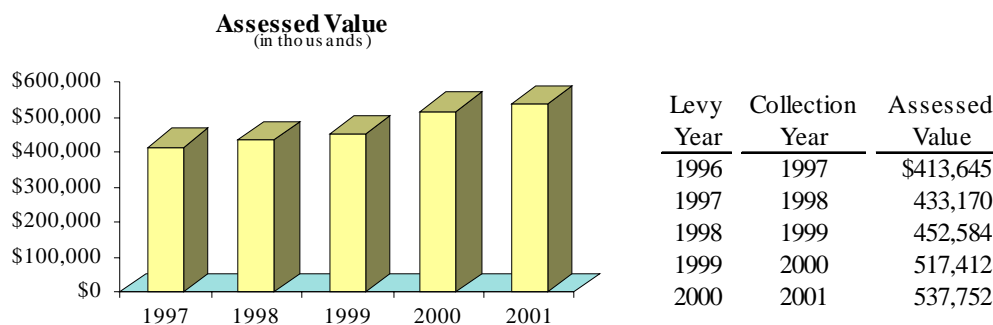


Revenue Narrative

The City's income tax continues to be its primary source of revenue. Income tax revenue in 2001 decreased by over 6 percent due to the economic recession. The tax applies to all wages, salaries, commissions and other compensation paid by employers and/or the net proceeds from the operation of a business, profession or other enterprise activity. The initial tax rate of 1.0% collected in 1969 was increased to its current 1.5% in 1982. Income tax rates of cities within the State of Ohio are limited to a maximum of 1% unless specifically approved by a majority of the resident voters of the city.

Property taxes are levied and collected at the county level. Reynoldsburg lies within Franklin, Licking and Fairfield Counties. After collection, the county distributes portions of the taxes collected to the various political subdivisions within its geographic boundaries. The property tax rate for the City is .76 mills, which represents \$.76 per \$1,000 of taxable valuation. The tax rate is applied to the assessed value of the property located within the City. Assessed value is approximately 35% of appraised value. Increases in the property tax rate can only occur with the approval of the City's voters. Revenues from property taxes are used for general fund operations, for partial funding of police pension costs, and for debt service associated with the construction of the police building.

Total assessed values in the City over the past five years are shown below:



The general governmental investment earnings of \$988,084 was a decrease of \$148,619 for the City in 2001. This decrease was due to lower interest rates coupled with a decrease of funds available for investment. The City's investment policies are discussed later in more detail under the topic of "Cash Management."

Intergovernmental revenues consist primarily of state income, sales, corporate franchise and public utility taxes collected by the State of Ohio and redistributed to other political subdivisions from the local government fund and local government revenue assistance fund. The state also provides a reimbursement for real and personal property tax reductions, gasoline tax, state-levied motor vehicle license tax, inheritance tax and permissive motor vehicle license tax. These revenues grew from 2000 to 2001 as a result of an increase in inheritance taxes of over \$170,000 and an increase in law enforcement grants of over \$130,000.

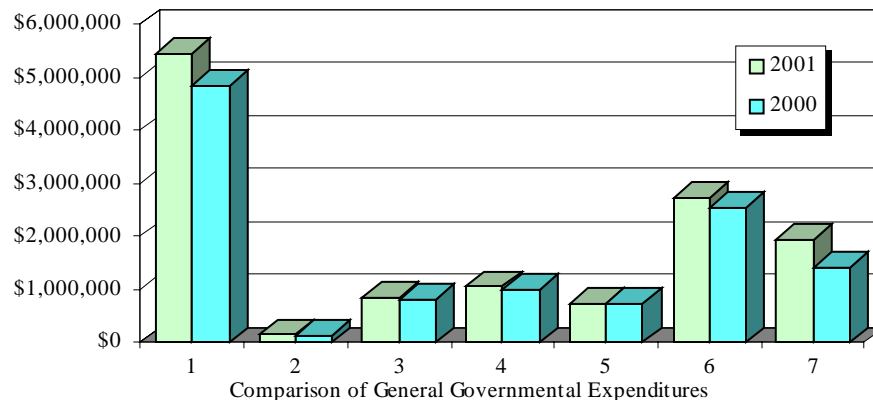
Revenues generated from licenses and permits have increased in 2001 due to the overall increase in residential and commercial construction.

Fines and forfeitures result from various forfeitures and fines imposed by the Mayor's Court. This revenue source decreased in 2001 due to a decrease in the Mayor's Court caseload.

Expenditure Narrative

Expenditures for general governmental purposes (as defined previously) totaled \$12,894,666, an increase of \$1,378,299 over 2000. Expenditures for the major functions of the City, increases/(decreases) over 2000 and percentages of the total are shown in the following table:

Expenditures	Total 2001 Expenditures	Percent of Total	Total 2000 Expenditures	Increase (Decrease) over 2000	Percent of Change
1 Security of Persons and Property	\$5,437,131	42.17%	\$4,833,788	\$603,343	12.48%
2 Public Health and Welfare	154,792	1.20%	141,032	13,760	9.76%
3 Leisure Time Activities	839,601	6.51%	811,806	27,795	3.42%
4 Community Environment	1,060,127	8.22%	1,005,299	54,828	5.45%
5 Transportation	730,591	5.67%	732,232	(1,641)	(0.22%)
6 General Government	2,737,704	21.23%	2,561,455	176,249	6.88%
7 Debt Service	1,934,720	15.00%	1,430,755	503,965	35.22%
Total	<u>\$12,894,666</u>	<u>100.00%</u>	<u>\$11,516,367</u>	<u>\$1,378,299</u>	



Security of persons and property expenditures increased due to group health insurance costs rising by over \$160,000, prisoner care costs of approximately \$117,000 being reclassified from this function and vehicle and equipment purchases increasing by \$60,000.

Higher assessments from Franklin County for Health Services resulted in the increase of public health and welfare expenditures by 9.8%.

The increase in expenditures in the general government function is primarily due to a significant increase in health insurance costs and to the inclusion of the City's vehicle maintenance department in this function.

The start of debt service payments in 2001 on the Police Facilities General Obligation Bonds and a capital equipment loan resulted in the increase of debt service expenditures.

Proprietary Operations

Enterprise Funds

The City's enterprise operations include the water distribution and sewer collections systems, the storm sewer collection system and solid waste disposal. The City of Columbus provides the water and wastewater treatment services. The City of Reynoldsburg bills its residents for these services and remits contractual charges to Columbus.

The enterprise funds are supported by revenues derived from user charges. The City Administration and City Council review and establish user charges on an annual basis. Construction and acquisition of capital assets utilized in the distribution and collection systems are financed by self-supporting general obligation debt.

Certain pertinent data relating to the enterprise operations of the City is indicated below:

	<u>Total</u> <u>Assets</u>	<u>Net</u> <u>Income (Loss)</u>	<u>Return</u> <u>on Assets</u>
Water	\$7,427,876	\$672,843	9.06%
Sewer	8,837,453	961,249	10.88%
Storm Water	534,960	92,507	17.29%
Solid Waste	591,806	64,382	10.88%

Fiduciary Operations

Trust and agency funds are established to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. The City maintains five expendable trust funds with assets totaling \$466,200. The largest trust fund is the Supervision and Inspection Fund with assets of \$412,429. This fund is used to account for fees collected from builders and developers which are used to cover the costs of inspections on major capital improvements. The funds are held in trust and dispersed as the project progresses. The City also maintains seven agency funds with assets and corresponding liabilities of \$145,122. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Debt Administration

The debt service funds accumulate resources for the payment of principal, interest and associated administrative costs on the City's general and special assessment long-term debt. Resources are derived from property taxes (real and personal), special assessments, income taxes and operating transfers. The City's general obligation bonds have an excellent rating. In 1999, Moody's Investors Service upgraded the City's bond credit rating to AA3. The total bonded debt of the City as of December 31, 2001 was \$23,642,435, consisting of the following:

Unvoted General Obligation Bonds	\$11,754,660
Special Assessment Bonds with Governmental Commitment	70,000
General Obligation Bonds which are Self-Supporting	3,897,775
General Obligation Bonds supported by Payment in Lieu of Taxes (Taylor Square TIEF Fund)	7,920,000

The ratio of property tax supported general bonded debt to assessed value and the amount of bonded debt per capita are considered to be good indicators to municipal managers, citizens and investors in general governmental debt of the City's debt position.

The City's debt position as of December 31, 2001 was as follows:

Overall Legal Debt Margin	\$49,310,333
Unvoted Legal Debt Margin	21,145,623
Net General Obligation Bonded Debt Payable from Property Taxes	9,835,558
Percentage of Assessed Value	1.75%
General Bonded Debt per Capita	306.70

A more thorough presentation of the calculation of these figures is located in the statistical section of this report.

Cash Management

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

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

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

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

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

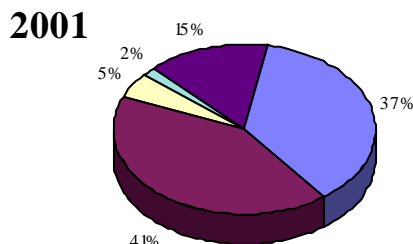
Once each quarter, the City Auditor/Treasurer submits a report to City Council and the Treasury Investment Board that provides a summary of investment transactions and performance results for the preceding quarter. Prior to February 1 of each year, the City Auditor/Treasurer submits a report to City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

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

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

The City's cash resources were invested at December 31, 2001 as follows:

<u>Cash Resources</u>		
1 Investments	\$7,860,671	37%
2 STAR Ohio	8,865,779	41%
3 Certificates of Deposit	1,064,603	5%
4 Repurchase Agreement	337,087	2%
5 Cash	3,216,761	15%
Total Resources	<u>\$21,344,901</u>	<u>100%</u>



The City also maintained cash with fiscal agents in the amount of \$517,828.

The City earned interest of \$1,099,036 on investments for fiscal year 2001. Interest earned was allocated to the governmental funds.

At December 31, 2001, the City had deposits of \$4,281,364, \$300,000 of the deposits were covered by the Federal Depository Insurance and the balance was collateralized by pooled collateral. The Ohio Revised Code provides for the establishment of collateral pools by financial institutions designed to safeguard public deposits. The face value of the pooled collateral must equal at least 105 percent of the public funds on deposit with the financial institution. The collateral is held by the financial institution. Since the collateral is held as a pool rather than in the name of the City, the deposits protected by the pool are classified as Category 3 (see Note 3 of the financial statements). All deposits are made under contracts with local banking institutions pursuant to statute.

Risk Management

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

The City reduces exposure to risk through several initiatives. They include insurance coverages for vehicles, general liability, building and contents and computer insurance with the St. Paul Fire and Marine Insurance Company and the Personal Services Insurance Company, public officials and law enforcement liability coverages with National Casualty Company and boiler and machinery coverage with CNA Insurance through Buckeye Union Insurance Company.

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

	<u>Occurrence Limits</u>	<u>Total Limit</u>	<u>Deductible</u>
General Liability	\$1,000,000	\$2,000,000	
Public Officials Wrongful Act Liability	1,000,000	2,000,000	\$10,000/occurrence
Law Enforcement Agency Officers	1,000,000	2,000,000	10,000/occurrence
Employee Benefits Liability	1,000,000	3,000,000	1,000
Automobile Liability	1,000,000		100 Comprehensive 250 Collision Varies per schedule
Commercial Umbrella/Excess	3,000,000	3,000,000	

OTHER INFORMATION

Independent Audit

The general purpose financial statements of the City of Reynoldsburg were audited by Wolfe, Wilson, and Phillips, Inc. The independent auditors' unqualified opinion has been included in this report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Reynoldsburg, Ohio for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2000. This was the tenth consecutive year (1991-2000) that the City received this award.

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

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

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

Acknowledgments

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

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

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

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

Sincerely,



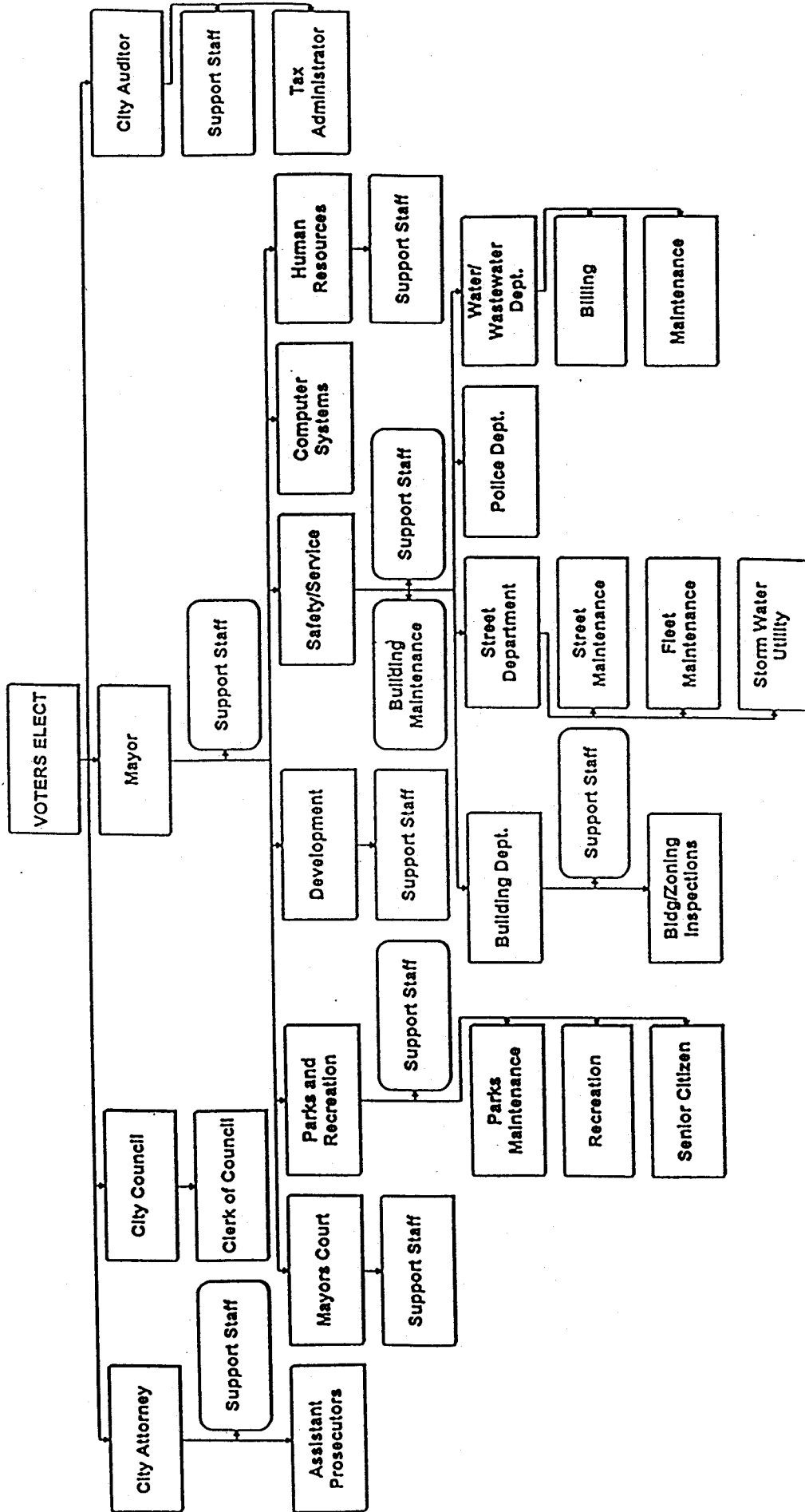
Howard R. Whitney
City Auditor

**THE CITY OF REYNOLDSBURG, OHIO
FAIRFIELD, FRANKLIN AND LICKING COUNTY**

**ELECTED OFFICIALS
AS OF DECEMBER 31, 2001**

<u>Office</u>	<u>Name</u>	<u>Years in Office</u>	<u>Years with the City</u>	<u>Vocation</u>	<u>Term Expires</u>
Mayor	Robert L. McPherson	13	15		12/31/2003
Auditor	Richard E. Harris	1	4		12/31/2001
City Attorney	William F. Underwood	21	21		12/31/2003
President of Council	Bradley L. McCloud	9	9	Attorney	12/31/2003
Members of Council	Lane Beougher	1	1	Architect	12/31/2001
	William Hills	7	7	Attorney	12/31/2001
	Ronald Lowis	7	7	Finance	12/31/2001
	Sarah Cannella	5	9	Retired	12/31/2003
	Eric Gilbert	4	4	Banking	12/31/2003
	Mel Clemens	1	11	Retired	12/31/2003
	Jim Wade	1	1	Business Owner	12/31/2003

CITY OF REYNOLDSBURG



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Reynoldsburg,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2000

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.



Imelda Arave
President

Jeffrey L. Esser
Executive Director

FINANCIAL SECTION

WOLFE, WILSON, & PHILLIPS. INC.
37 SOUTH SEVENTH STREET
ZANESVILLE, OHIO 43701

INDEPENDENT AUDITORS' REPORT

Honorable Mayor and Members of City Council
City of Reynoldsburg
Reynoldsburg, Ohio 43068

We have audited the accompanying general-purpose financial statements of City of Reynoldsburg as of and for the year ended December 31, 2001. These general-purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

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

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of City of Reynoldsburg as of December 31, 2001, and the results of its operations and the cash flows of its proprietary funds for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued a report dated May 28, 2002, on our consideration of City of Reynoldsburg's internal control structure over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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

We did not audit the introductory and statistical information as listed in the table of contents, and, therefore, express no opinion thereon.

Wolfe, Wilson, & Phillips, Inc.
Zanesville, Ohio
May 28, 2002



GENERAL PURPOSE FINANCIAL STATEMENTS

THE FOLLOWING GENERAL PURPOSE FINANCIAL STATEMENTS, ALONG WITH THE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS, PRESENT AN OVERVIEW OF THE CITY'S FINANCIAL POSITION AT DECEMBER 31, 2001 AND THE RESULTS OF OPERATIONS AND CASH FLOWS OF ITS PROPRIETARY FUNDS FOR THE YEAR THEN ENDED.

THE CITY OF REYNOLDSBURG, OHIO
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
DECEMBER 31, 2001

	<i>Governmental</i>			<i>Proprietary</i>	<i>Fiduciary</i>	<i>Account</i>		Totals (Memorandum Only)	
	<i>Fund Types</i>			<i>Fund Type</i>	<i>Fund Types</i>	<i>Groups</i>			
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Enterprise Funds	Trust and Agency Funds	General Fixed Assets	General Long-Term Obligations	
Assets and Other Debits:									
Assets:									
Cash and Cash Equivalents	\$531,745	\$1,869,218	\$498,294	\$1,546,536	\$7,312,949	\$606,390	\$0	\$0	\$12,365,132
Investments	4,282,524	956,655	1,760,203	1,925,892	0	0	0	0	8,925,274
Receivables (net of allowance for doubtful accounts):									
Taxes	292,126	2,110,558	2,113	0	0	2,050	0	0	2,406,847
Accounts	76,488	415	0	0	1,290,734	2,882	0	0	1,370,519
Interest	31,969	1,450	0	0	0	0	0	0	33,419
Special Assessments	0	0	64,730	232,267	148,143	0	0	0	445,140
Due from Other Funds	15,747	200	0	0	57,644	0	0	0	73,591
Intergovernmental Receivables	924,722	688,867	8,460	0	0	0	0	0	1,622,049
Inventory of Supplies at Cost	4,807	122,010	0	0	40,338	0	0	0	167,155
Prepaid Items	6,176	0	0	0	0	0	0	0	6,176
Deferred Charges	0	0	0	0	32,730	0	0	0	32,730
Restricted Assets:									
Cash and Cash Equivalents	0	0	0	0	54,495	0	0	0	54,495
Cash with Fiscal Agent	0	517,828	0	0	0	0	0	0	517,828
Fixed Assets (net of accumulated depreciation)	0	0	0	0	8,455,062	0	17,448,751	0	25,903,813
Other Debits:									
Amount Available in Debt Service Funds	0	0	0	0	0	0	0	2,200,976	2,200,976
Amount to be Provided for General Long-Term Obligations	0	0	0	0	0	0	0	19,346,816	19,346,816
Total Assets and Other Debits	\$6,166,304	\$6,267,201	\$2,333,800	\$3,704,695	\$17,392,095	\$611,322	\$17,448,751	\$21,547,792	\$75,471,960

(Continued)

	<i>Governmental Fund Types</i>			<i>Proprietary Fund Type</i>	<i>Fiduciary Fund Types</i>	<i>Account Groups</i>		Totals (Memorandum Only)	
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Enterprise Funds	Trust and Agency Funds	General Fixed Assets		General Long-Term Obligations
Liabilities, Equity and Other Credits:									
Liabilities:									
Accounts Payable	\$162,741	\$4,936	\$0	\$496,213	\$198,590	\$34,194	\$0	\$0	\$896,674
Accrued Wages and Benefits	394,972	26,969	0	0	33,974	0	0	0	455,915
Retainage Payable	0	0	0	130,994	0	0	0	0	130,994
Due to Other Funds	0	0	57,644	0	0	15,947	0	0	73,591
Intergovernmental Payable	87,358	0	0	0	912,187	86,125	0	0	1,085,670
Due to Others	0	0	0	0	54,495	43,050	0	0	97,545
Accrued Interest Payable	0	0	0	0	14,069	0	0	0	14,069
Deferred Revenue	778,864	2,007,658	75,180	232,267	129,280	0	0	0	3,223,249
Claimant Liability	0	0	0	0	0	9,948	0	0	9,948
Compensated Absences Payable	0	0	0	0	149,960	0	0	596,324	746,284
Installment Loan Payable	0	0	0	0	0	0	0	333,000	333,000
General Obligation Bonds Payable	0	0	0	0	3,897,775	0	0	19,674,660	23,572,435
Special Assessment Bonds Payable with Governmental Commitment	0	0	0	0	0	0	0	70,000	70,000
Ohio Public Works Commission Loans Payable	0	0	0	0	1,304,947	0	0	873,808	2,178,755
Total Liabilities	1,423,935	2,039,563	132,824	859,474	6,695,277	189,264	0	21,547,792	32,888,129
Equity and Other Credits:									
Investment in General Fixed Assets	0	0	0	0	0	0	17,448,751	0	17,448,751
Contributed Capital	0	0	0	0	8,538,261	0	0	0	8,538,261
Retained Earnings:									
Unreserved	0	0	0	0	2,158,557	0	0	0	2,158,557
Fund Balances:									
Reserved for Encumbrances	419,039	12,933	0	908,770	0	314,786	0	0	1,655,528
Reserved for Supplies Inventory	4,807	122,010	0	0	0	0	0	0	126,817
Reserved for Prepaid Items	6,176	0	0	0	0	0	0	0	6,176
Reserved for Debt Service	0	0	2,200,976	0	0	0	0	0	2,200,976
Unreserved:									
Undesignated	4,312,347	4,092,695	0	1,936,451	0	107,272	0	0	10,448,765
Total Equity and Other Credits	4,742,369	4,227,638	2,200,976	2,845,221	10,696,818	422,058	17,448,751	0	42,583,831
Total Liabilities, Equity and Other Credits	\$6,166,304	\$6,267,201	\$2,333,800	\$3,704,695	\$17,392,095	\$611,322	\$17,448,751	\$21,547,792	\$75,471,960

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



THE CITY OF REYNOLDSBURG, OHIO
COMBINED STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

	<i>Governmental</i>				<i>Fiduciary</i>	Totals (Memorandum Only)
	<i>Fund Types</i>				<i>Fund Type</i>	
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Expendable Trust Funds	
Revenues:						
Taxes	\$479,549	\$9,048,127	\$329,195	\$14,869	\$0	\$9,871,740
Intergovernmental Revenues	2,077,641	1,215,383	3,522	164,145	0	3,460,691
Charges for Services	99,879	0	0	0	255,408	355,287
Licenses and Permits	388,302	0	0	66,490	0	454,792
Investment Earnings	868,492	99,126	20,466	110,952	0	1,099,036
Special Assessments	0	0	10,166	38,593	0	48,759
Fines and Forfeitures	340,013	16,777	0	0	0	356,790
All Other Revenues	59,418	4,169	0	0	2,932	66,519
Total Revenues	<u>4,313,294</u>	<u>10,383,582</u>	<u>363,349</u>	<u>395,049</u>	<u>258,340</u>	<u>15,713,614</u>
Expenditures:						
Current:						
Security of Persons and Property	5,380,844	56,287	0	327,099	0	5,764,230
Public Health and Welfare Services	154,792	0	0	0	0	154,792
Leisure Time Activities	839,601	0	0	274,011	0	1,113,612
Community Environment	1,060,127	0	0	13,065	222,737	1,295,929
Transportation	0	730,591	0	111,754	0	842,345
General Government	2,562,033	175,671	0	27,332	2,989	2,768,025
Capital Outlay	0	0	0	6,483,717	0	6,483,717
Debt Service:						
Principal Retirements	0	14,700	888,629	0	0	903,329
Interest and Fiscal Charges	0	6,638	1,024,753	0	0	1,031,391
Total Expenditures	<u>9,997,397</u>	<u>983,887</u>	<u>1,913,382</u>	<u>7,236,978</u>	<u>225,726</u>	<u>20,357,370</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,684,103)	9,399,695	(1,550,033)	(6,841,929)	32,614	(4,643,756)
Other Financing Sources (Uses):						
Proceeds from Installment Loan	0	0	0	500,000	0	500,000
Proceeds from Refunding Bonds	0	0	467,460	0	0	467,460
Payment to Refunded Bond Escrow Agent	0	0	(459,000)	0	0	(459,000)
Operating Transfers In	5,830,119	52,360	3,074,417	3,114,027	0	12,070,923
Operating Transfers Out	(2,580,953)	(9,303,853)	0	(286,308)	0	(12,171,114)
Total Other Financing Sources (Uses)	<u>3,249,166</u>	<u>(9,251,493)</u>	<u>3,082,877</u>	<u>3,327,719</u>	<u>0</u>	<u>408,269</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(2,434,937)	148,202	1,532,844	(3,514,210)	32,614	(4,235,487)
Restated Fund Balance Beginning of Year	7,162,963	4,061,336	668,132	6,359,431	389,444	18,641,306
Increase in Inventory Reserve	3,024	18,100	0	0	0	21,124
Residual Equity Transfer In	11,319	0	0	0	0	11,319
Fund Balance End of Year	<u>\$4,742,369</u>	<u>\$4,227,638</u>	<u>\$2,200,976</u>	<u>\$2,845,221</u>	<u>\$422,058</u>	<u>\$14,438,262</u>

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

THE CITY OF REYNOLDSBURG, OHIO
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2001

	<u>General Fund</u>			<u>Special Revenue Funds</u>		
	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:						
Taxes	\$330,775	\$473,810	\$143,035	\$9,382,232	\$9,401,599	\$19,367
Intergovernmental Revenues	1,648,398	2,068,569	420,171	1,150,699	1,235,590	84,891
Charges for Services	99,000	99,830	830	0	0	0
Licenses and Permits	312,625	388,302	75,677	0	0	0
Investment Earnings	630,000	816,820	186,820	140,000	90,009	(49,991)
Special Assessments	0	0	0	0	0	0
Fines and Forfeitures	318,000	347,800	29,800	0	17,631	17,631
All Other Revenues	32,822	49,349	16,527	0	4,017	4,017
Total Revenues	3,371,620	4,244,480	872,860	10,672,931	10,748,846	75,915
Expenditures:						
Current:						
Security of Persons and Property	5,842,027	5,409,546	432,481	124,848	66,119	58,729
Public Health and Welfare Services	170,100	154,792	15,308	0	0	0
Leisure Time Activities	934,941	840,956	93,985	0	0	0
Community Environment	1,256,235	1,123,384	132,851	0	0	0
Transportation	0	0	0	837,051	754,528	82,523
General Government	3,282,642	2,887,155	395,487	267,657	175,302	92,355
Capital Outlay	0	0	0	0	0	0
Debt Service:						
Principal Retirement	0	0	0	14,700	14,700	0
Interest and Fiscal Charges	0	0	0	6,638	6,638	0
Total Expenditures	11,485,945	10,415,833	1,070,112	1,250,894	1,017,287	233,607
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,114,325)	(6,171,353)	1,942,972	9,422,037	9,731,559	309,522
Other Financing Sources (Uses):						
Proceeds from Sale of Fixed Assets	1,500	0	(1,500)	0	0	0
Proceeds from Installment Loan	0	0	0	0	0	0
Proceeds from Refunding Bonds	0	0	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0	0	0
Operating Transfers In	6,553,828	5,650,119	(903,709)	0	52,360	52,360
Operating Transfers Out	(2,400,953)	(2,400,953)	0	(9,303,853)	(9,303,853)	0
Advances In	11,091	11,091	0	0	11,091	11,091
Advances Out	(11,091)	(11,091)	0	(11,091)	(11,091)	0
Total Other Financing Sources (Uses)	4,154,375	3,249,166	(905,209)	(9,314,944)	(9,251,493)	63,451
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(3,959,950)	(2,922,187)	1,037,763	107,093	480,066	372,973
Fund Balance at Beginning of Year	6,634,999	6,634,999	0	2,287,472	2,287,472	0
Prior Year Encumbrances	440,006	440,006	0	32,920	32,920	0
Fund Balance at End of Year	\$3,115,055	\$4,152,818	\$1,037,763	\$2,427,485	\$2,800,458	\$372,973

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

THE CITY OF REYNOLDSBURG, OHIO
COMBINED STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2001

<i>Debt Service Funds</i>			<i>Capital Projects Funds</i>			<i>Totals (Memorandum Only)</i>		
Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
\$328,988	\$329,227	\$239	\$0	\$14,869	\$14,869	\$10,041,995	\$10,219,505	\$177,510
3,115	3,522	407	0	164,145	164,145	2,802,212	3,471,826	669,614
0	0	0	0	0	0	99,000	99,830	830
0	0	0	66,130	66,490	360	378,755	454,792	76,037
0	21,194	21,194	0	110,952	110,952	770,000	1,038,975	268,975
10,166	10,166	0	38,593	38,593	0	48,759	48,759	0
0	0	0	0	0	0	318,000	365,431	47,431
0	0	0	0	0	0	32,822	53,366	20,544
342,269	364,109	21,840	104,723	395,049	290,326	14,491,543	15,752,484	1,260,941
0	0	0	358,522	341,080	17,442	6,325,397	5,816,745	508,652
0	0	0	0	0	0	170,100	154,792	15,308
0	0	0	321,718	299,286	22,432	1,256,659	1,140,242	116,417
0	0	0	15,000	13,065	1,935	1,271,235	1,136,449	134,786
0	0	0	117,465	111,754	5,711	954,516	866,282	88,234
0	0	0	242,594	238,676	3,918	3,792,893	3,301,133	491,760
0	0	0	8,400,984	7,528,588	872,396	8,400,984	7,528,588	872,396
888,629	888,629	0	0	0	0	903,329	903,329	0
1,026,815	1,024,753	2,062	0	0	0	1,033,453	1,031,391	2,062
1,915,444	1,913,382	2,062	9,456,283	8,532,449	923,834	24,108,566	21,878,951	2,229,615
(1,573,175)	(1,549,273)	23,902	(9,351,560)	(8,137,400)	1,214,160	(9,617,023)	(6,126,467)	3,490,556
0	0	0	0	0	0	1,500	0	(1,500)
0	0	0	500,000	500,000	0	500,000	500,000	0
0	467,460	467,460	0	0	0	0	467,460	467,460
(459,000)	(459,000)	0	0	0	0	(459,000)	(459,000)	0
3,592,773	3,074,417	(518,356)	3,646,249	3,114,027	(532,222)	13,792,850	11,890,923	(1,901,927)
0	0	0	(286,308)	(286,308)	0	(11,991,114)	(11,991,114)	0
0	0	0	0	0	0	11,091	22,182	11,091
0	0	0	0	0	0	(22,182)	(22,182)	0
3,133,773	3,082,877	(50,896)	3,859,941	3,327,719	(532,222)	1,833,145	408,269	(1,424,876)
1,560,598	1,533,604	(26,994)	(5,491,619)	(4,809,681)	681,938	(7,783,878)	(5,718,198)	2,065,680
724,893	724,893	0	2,220,056	2,220,056	0	11,867,420	11,867,420	0
0	0	0	4,661,418	4,661,418	0	5,134,344	5,134,344	0
\$2,285,491	\$2,258,497	(\$26,994)	\$1,389,855	\$2,071,793	\$681,938	\$9,217,886	\$11,283,566	\$2,065,680



THE CITY OF REYNOLDSBURG, OHIO
COMBINED STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
ALL PROPRIETARY FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2001

	<i>Enterprise Funds</i>	<i>Internal Service Fund</i>	<i>Totals (Memorandum Only)</i>
<u>Operating Revenues:</u>			
Charges for Services	\$6,920,491	\$0	\$6,920,491
Total Operating Revenues	6,920,491	0	6,920,491
<u>Operating Expenses:</u>			
Personal Services	666,925	0	666,925
Materials and Supplies	120,045	0	120,045
Contractual Services	5,614,217	0	5,614,217
Depreciation	234,515	0	234,515
Total Operating Expenses	6,635,702	0	6,635,702
Operating Income	284,789	0	284,789
<u>Nonoperating Revenues (Expenses):</u>			
Special Assessments	339,543	0	339,543
Interest and Fiscal Charges	(231,373)	0	(231,373)
Capital Contributions - Tap-in Fees	1,297,831	0	1,297,831
Total Nonoperating Revenues (Expenses)	1,406,001	0	1,406,001
Income Before Operating Transfers	1,690,790	0	1,690,790
<u>Operating Transfers:</u>			
Operating Transfers In	321,346	0	321,346
Operating Transfers Out	(221,155)	0	(221,155)
Total Operating Transfers	100,191	0	100,191
Net Income	1,790,981	0	1,790,981
Retained Earnings at Beginning of Year	367,576	38,589	406,165
Residual Equity Transfer Out	0	(38,589)	(38,589)
Retained Earnings at End of Year	\$2,158,557	\$0	\$2,158,557

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

THE CITY OF REYNOLDSBURG, OHIO
COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2001

	<i>Enterprise Funds</i>	<i>Internal Service Fund</i>	<i>Totals (Memorandum Only)</i>
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$6,910,975	\$0	\$6,910,975
Cash Payments for Goods and Services	(5,468,539)	(3,772)	(5,472,311)
Cash Payments to Employees	(624,843)	(1,464)	(626,307)
Net Cash Provided (Used) by Operating Activities	817,593	(5,236)	812,357
<u>Cash Flows from Noncapital Financing Activities:</u>			
Transfers In from Other Funds	321,346	0	321,346
Transfers Out to Other Funds	(221,155)	0	(221,155)
Residual Equity Transfer to General Fund	0	(11,319)	(11,319)
Net Cash Provided (Used) by Noncapital Financing Activities	100,191	(11,319)	88,872
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Cash Received from Tap-in Fees in Excess of Cost	1,297,831	0	1,297,831
Proceeds of General Obligation Bonds Payable	1,737,540	0	1,737,540
Proceeds of Ohio Public Works Commission Loans	402,172	0	402,172
Receipt of Special Assessments	191,400	0	191,400
Acquisition and Construction of Assets	(543,912)	0	(543,912)
Principal Paid on General Obligation Bonds	(1,999,550)	0	(1,999,550)
Principal Paid on Ohio Public Works Commission Loans	(17,689)	0	(17,689)
Interest Paid on All Debt	(326,348)	0	(326,348)
Net Cash Provided by Capital and Related Financing Activities	741,444	0	741,444
Net Increase (Decrease) in Cash and Cash Equivalents	1,659,228	(16,555)	1,642,673
Cash and Cash Equivalents at Beginning of Year	5,708,216	16,555	5,724,771
Cash and Cash Equivalents at End of Year	\$7,367,444	\$0	\$7,367,444
<u>Enterprise Funds</u>			
<u>Reconciliation of Cash and Cash Equivalents per the Balance Sheet:</u>			
Cash and Cash Equivalents	\$7,312,949		
Restricted Cash and Cash Equivalents	54,495		
Cash and Cash Equivalents at End of Year	\$7,367,444		

(continued)

THE CITY OF REYNOLDSBURG, OHIO
COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES
FOR THE YEAR ENDED DECEMBER 31, 2001

	<i>Enterprise Funds</i>	<i>Internal Service Fund</i>	<i>Totals (Memorandum Only)</i>
<u>Reconciliation of Operating Income to Net Cash</u>			
<u>Provided (Used) by Operating Activities:</u>			
Operating Income	\$284,789	\$0	\$284,789
Adjustments to Reconcile Operating Income to			
Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	234,515	0	234,515
Miscellaneous Nonoperating Revenue	1,496	0	1,496
Changes in Assets and Liabilities:			
Increase in Accounts Receivable	(27,739)	0	(27,739)
Increase in Inventory	(16,935)	0	(16,935)
Increase (Decrease) in Accounts Payable	102,001	(1,495)	100,506
Increase (Decrease) in Accrued Wages and Benefits	6,404	(3,741)	2,663
Increase in Intergovernmental Payable	180,473	0	180,473
Increase in Deferred Revenue	16,727	0	16,727
Increase in Compensated Absences	35,862	0	35,862
Total Adjustments	<u>532,804</u>	<u>(5,236)</u>	<u>527,568</u>
Net Cash Provided (Used) by Operating Activities	<u>\$817,593</u>	<u>(\$5,236)</u>	<u>\$812,357</u>

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2001 the Water Fund had outstanding liabilities of \$13,384 for the purchase of certain capital assets. The Internal Service Fund transferred the net book value of its assets and long-term liabilities of \$27,270 to the General Fixed Asset Account Group and General Long-Term Obligation Account Group.

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

THE CITY OF REYNOLDSBURG, OHIO
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
DECEMBER 31, 2001

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The accompanying general purpose financial statements of the City present the financial position of the various fund types and account groups, the results of operations of the various fund types, and the cash flows of the proprietary funds. The financial statements are presented as of December 31, 2001 and for the year then ended, and have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the "GASB") is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

A. Reporting Entity

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

Based on the foregoing, the City's financial reporting entity has no component units but includes all funds, account groups, agencies, boards and commissions that are part of the primary government, including the following services: police protection, parks and recreation, planning, zoning, street maintenance, and other governmental services. In addition, the City owns the water distribution system and the wastewater collection system, each of which is reported as an enterprise fund. Treatment services for both water and wastewater are provided by the City of Columbus on a contractual basis.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting

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

Governmental Funds

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

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

Special Revenue Funds - These funds are used to account for the proceeds of specific revenue sources (other than expendable trusts, or major capital projects) that are legally restricted to expenditure for specified purposes.

Debt Service Funds - These funds are used for the accumulation of resources for, and the payment of, general obligation and special assessment long-term debt principal and interest other than those accounted for in the proprietary funds.

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

Proprietary Funds

All proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Enterprise Funds - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City maintains separate enterprise funds for its water, sewer, storm water and solid waste collection and disposal services.

Internal Service Fund - The internal service fund is used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis.

Fiduciary Funds

Trust and Agency Funds - These funds are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. The City maintains expendable trust funds and agency funds. Expendable trust funds are accounted for and reported similarly to governmental funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Account Groups

To make a clear distinction between fixed assets related to specific funds and those of general government and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

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

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

C. Basis of Accounting

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting (Continued)

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. Revenue from income taxes is recognized in the period in which the income is earned and is available. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied and the revenue is available. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. Revenues considered susceptible to accrual at year end include income taxes withheld by employers, interest on investments, and state levied locally shared taxes, including motor vehicle license fees and local government assistance. Other revenues, including licenses, permits, certain charges for services, income taxes other than those withheld by employers and miscellaneous revenues are recorded when received in cash, because generally these revenues are not measurable until received.

Special assessment installments and related accrued interest, which are measurable but not available at December 31, are recorded as deferred revenues. Property taxes measurable as of December 31, 2001 but which are not intended to finance 2001 operations and delinquent property taxes, whose availability is indeterminate, are recorded as deferred revenues as further described in Note 4.

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

Pursuant to GASB Statement No. 20, "*Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting*," the City follows GASB guidance as applicable to proprietary funds and FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements.

D. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation ordinance are subject to amendment throughout the year.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgetary Process (Continued)

1. Tax Budget

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

By July 15, the Mayor submits an annual tax budget for the following fiscal year to City Council for consideration and passage. The adopted budget is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year for the period January 1 to December 31 of the following year.

2. Estimated Resources

The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes, and reviews estimated revenue. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 2001.

3. Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 through December 31. The appropriation ordinance establishes spending controls at the fund, department and object level and may be modified during the year by Ordinance of City Council. Total fund appropriations may not exceed the current estimated resources certified by the County Budget Commission. Expenditures may not legally exceed budgeted appropriations at the object level. During 2001, several supplemental appropriations were necessary to budget for major capital improvement projects that were not originally appropriated. Administrative control is maintained through the establishment of more detailed line-item budgets. Funds may be moved from one line-item

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgetary Process (Continued)

3. Appropriations (Continued)

account to another within the same object without approval of City Council. The City Auditor maintains an accounting of the line-item expenditures to insure that the total expenditures within a department by object do not exceed approved appropriations. The allocation of appropriations among departments and objects within a fund may be modified during the year by an ordinance of City Council. The budgetary figures which appear on the "Combined Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual--All Governmental Fund Types" are presented on a budgetary basis to provide a comparison of actual results to the final budget, including all amendments and modifications.

4. Encumbrances

As part of formal budgetary control, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures (budget basis) in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. However, on the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities and are reported as reservations of fund balances for governmental funds in the accompanying general purpose financial statements.

5. Lapsing of Appropriations

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

6. Budgetary Basis of Accounting

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgetary Process (Continued)

6. Budgetary Basis of Accounting (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the governmental funds:

	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses			
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Project Funds
GAAP Basis (as reported)	(\$2,434,937)	\$148,202	\$1,532,844	(\$3,514,210)
Increase (Decrease):				
Accrued Revenues at December 31, 2001 received during 2002	(562,188)	(1,311,660)	(123)	0
Accrued Revenues at December 31, 2000 received during 2001	520,965	1,685,041	155	0
Accrued Expenditures at December 31, 2001 paid during 2002	645,071	31,905	0	627,207
Accrued Expenditures at December 31, 2000 paid during 2001	(466,922)	(50,775)	0	(522,043)
2000 Prepays for 2001	9,953	0	0	0
2001 Prepays for 2002	(6,176)	0	0	0
Adjustment to Fair Value	(27,591)	(8,117)	728	0
Outstanding Encumbrances	(600,362)	(14,530)	0	(1,400,635)
Budget Basis	<u>(\$2,922,187)</u>	<u>\$480,066</u>	<u>\$1,533,604</u>	<u>(\$4,809,681)</u>

E. Cash and Cash Equivalents

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Investments

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

The City has invested funds in the STAR Ohio during 2001. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2001. See Note 3, "Cash, Cash Equivalents and Investments."

G. Inventory

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

H. Fixed Assets and Depreciation

The accounting and reporting treatment applied to fixed assets is determined by their ultimate use:

1. Property, Plant and Equipment - General Governmental Purposes

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

Fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, have not been capitalized. Such assets normally are immovable and of value only to the City. Therefore, the purpose of stewardship for capital expenditures can be satisfied without recording these assets.

General fixed asset values were initially determined by identifying historical costs when such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain fixed assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition. The City has elected not to record depreciation in the General Fixed Assets Account Group.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Fixed Assets and Depreciation (Continued)

2. Property, Plant and Equipment - Proprietary Funds

Property, plant and equipment acquired by the proprietary funds are stated at cost (or estimated historical cost), including interest capitalized during construction, and architectural and engineering fees where applicable. Contributed fixed assets are recorded at fair market value at the date received.

Depreciation has been provided using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Estimated Lives (Years)</u>
Buildings	15 - 40
Improvements other than Buildings	50
Machinery, Equipment, Furniture and Fixtures	5 - 10

I. Long-Term Obligations

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

<u>Obligation</u>	<u>Fund</u>
General Obligation Bonds	Street Construction, Maintenance and Repair Fund General Debt Retirement Fund Taylor Square Tax Debt Retirement Fund Water Fund Sewer Fund
Special Assessment Bond	General Debt Retirement Fund
Ohio Public Works Commission Loans	General Debt Retirement Fund Water Fund Sewer Fund
Compensated Absences	General Fund Income Tax Fund Street Construction, Maintenance and Repair Fund Water Fund Sewer Fund Storm Water Fund
Installment Loan Payable	General Debt Retirement Fund
Capital Leases	General Fund

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Compensated Absences

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

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

For governmental funds, that portion of unpaid compensated absences expected to be paid using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." The long-term portion of the liability is reported in the General Long-Term Obligations Account Group. Compensated absences are expensed in the Water, Sewer and Storm Water Funds (enterprise funds) when earned, and the related liability is reported within the fund.

K. Pensions

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

L. Interfund Transactions

During the course of normal operations, the City has numerous transactions between funds. Interfund transactions are generally classified as follows:

- Operating transfers are reported as "Other Financing Sources (Uses)" in the governmental funds, as "Operating Transfers In" by the recipient fund, and "Operating Transfers Out" by the disbursing fund.
- Residual Equity Transfers are nonroutine or nonrecurring transfers between funds and are reported as additions to or deductions from the fund equity balance.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Interfund Transactions (Continued)

Transactions that would be treated as revenues and expenditures/expenses involving organizations external to the City are similarly treated when involving other funds of the City. The City also advances cash from one fund to another as necessary to meet current obligations.

M. Reservations of Fund Balance

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

N. Total Columns on Combined Financial Statements - Overview

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

O. Restricted Assets

Customer deposits and cash with fiscal agent are classified as restricted assets on the balance sheet because these funds are being held for specified purposes.

NOTE 2 – CHANGES IN ACCOUNTING PRINCIPLE AND RESTATEMENT OF FUND BALANCES

For the year ended December 31, 2001, the City has implemented GASB Statement No. 33 “*Accounting and Financial Reporting for Nonexchange Transactions*” and GASB Statement No. 36 “*Recipient Reporting for Certain Shared Nonexchange Revenues*.”

The changes to the beginning fund balances as a result of implementing GASB No. 33 and 36 are as follows:

Description	General Fund	Special Revenue Funds
Balance at December 31, 2000 (as reported)	\$6,795,434	\$3,951,822
Implementation of GASB 33 and 36	367,529	109,514
Restated Balance at December 31, 2000	\$7,162,963	\$4,061,336

NOTE 3 - CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash resources of several individual funds are combined to form a pool of cash and investments. In addition, investments are separately held by a number of individual funds.

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

Category 2 consists of "inactive" funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing no later than the end of the current period of designation of depositories.

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

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).

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

Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the City places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Based upon criteria described in GASB Statement No. 3, "*Deposits With Financial Institutions, Investments (including Repurchase Agreements and Reverse Repurchase Agreements)*," collateral held in single financial collateral pools with securities being held by the pledging financial institutions' agents in the pool's name are classified as Category 3.

The GASB has established risk categories for deposits and investments, as follows:

Deposits:

- Category 1 Insured or collateralized with securities held by the City or by its agent in the City's name.
- Category 2 Collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.
- Category 3 Collateralized with securities held by the pledging financial institution's trust department or agent but not in the City's name.

Investments:

- Category 1 Insured or registered, or securities held by the City or its agent in the City's name.
- Category 2 Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the City's name.
- Category 3 Uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the City's name.

A. Deposits

At year end, the carrying amount of the City's deposits was \$4,281,364 and the bank balance \$4,377,513. Federal depository insurance covered \$300,000 of the bank balance. All remaining deposits were classified as Category 3.

Investment earnings of \$641,873 earned by other funds was credited to the General Fund as required by state statute.

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

B. Investments

The City's investments at December 31, 2001 are summarized below:

<u>Categorized Investments</u>	<u>Category 1</u>	<u>Category 2</u>	<u>Fair Value</u>
Federal National Mortgage Association	\$2,566,849	\$0	\$2,566,849
Federal Home Loan Bank Note	2,614,241	0	2,614,241
Federal Home Loan Mortgage	2,250,581	0	2,250,581
Federal Farm Credit	409,000	0	409,000
Livingston House Bond	20,000	0	20,000
Repurchase Agreement	0	337,087	337,087
Total Categorized Investments	<u>7,860,671</u>	<u>337,087</u>	<u>8,197,758</u>
<u>Non-Categorized Investments</u>			
STAR Ohio	N/A	N/A	8,865,779
Total Non-Categorized	N/A	N/A	8,865,779
Total Investments	<u>\$7,860,671</u>	<u>\$337,087</u>	<u>\$17,063,537</u>

C. Cash with Fiscal Agents

In addition to deposits and investments, the City has uninsured and uncollateralized cash in the amount of \$517,828 being held by the Franklin County Engineer. This cash is restricted in its use for various road improvement projects.

D. Reconciliation of Cash, Cash Equivalents and Investments

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

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

	<u>Cash and Cash Equivalents *</u>	<u>Investments</u>
Per Combined Balance Sheet	\$12,419,627	\$8,925,274
Certificates of Deposit (with maturities of more than 3 months)	1,064,603	(1,064,603)
Investments:		
Repurchase Agreement	(337,087)	337,087
STAR Ohio	(8,865,779)	8,865,779
Per GASB Statement No. 3	<u>\$4,281,364</u>	<u>\$17,063,537</u>

* Does not include cash with fiscal agent.

NOTE 4 - TAXES

A. Property Taxes

Property taxes include amounts levied against all real estate and public utility property, and tangible personal property located in the City and used in business. Real property taxes (other than public utility) collected during 2001 were levied after October 1, 2000 on assessed values as of January 1, 2000, the lien date. Assessed values are established by the county auditor at 35 percent of appraised market value. All property is required to be reappraised every six years and equalization adjustments made in the third year following reappraisal. The last revaluations were completed in 1999 in Franklin County and Licking County, and in Fairfield County, the last revaluation was completed in 2001. Real property taxes are paid annually or semi-annually. The first payment is due January 20; the remainder payable by June 20.

Taxes collected from tangible personal property (other than public utility) in one calendar year are levied in the prior calendar year on assessed values during and at the close of the most recent fiscal year of the taxpayer ending on or before March 31 of that calendar year, and at the tax rates determined in the preceding year. Except for public utilities, tangible personal property used in business is currently assessed for ad valorem taxation purposes at 25 percent of its true value. Amounts paid by multi-county taxpayers are due September 20 of the year assessed. Single county taxpayers may pay annually or semiannually: the first payment is due April 30; the remainder payable by September 20.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Certain public utility tangible personal property is currently assessed at 88 percent of its true value. Public utility property taxes are payable on the same dates as the real property taxes described previously.

The County Treasurers collect property taxes on behalf of all taxing districts in the County including the City of Reynoldsburg. The County Auditors periodically remit to the City its portion of the taxes collected. The full tax rate for all City operations for the year ended December 31, 2001 was \$0.76 per \$1,000 of assessed value. The assessed value upon which the 2001 tax receipts were based was \$537,752,082. This amount constitutes \$495,328,280 in real property assessed value, \$17,246,160 in public utility assessed value and \$25,177,642 in tangible personal property assessed value.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is .076% (0.76 mills) of assessed value.

NOTE 4 - TAXES (Continued)

B. Income Tax

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

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

NOTE 5 - RECEIVABLES

Receivables at December 31, 2001 consisted of taxes, interest, accounts receivable, special assessments, interfund receivables and intergovernmental receivables arising from shared revenues.

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NOTE 6 - TRANSFERS**A. Operating Transfers**

Following is a summary of operating transfers in and out for all funds for 2001:

Fund	Transfer In	Transfer Out
General Fund	\$5,830,119	\$2,580,953
Special Revenue Funds:		
Income Tax Fund	0	9,027,225
Permissive Tax Fund	0	121,896
Police Pension Fund	0	125,000
Street Construction, Maintenance and Repair Fund	0	28,500
COPS In School Fund	51,128	0
Local Law Enforcement Block Grant Fund	1,232	0
Law Enforcement Fund	0	888
DUI Enforcement/Education Fund	0	344
Total Special Revenue Funds	<u>52,360</u>	<u>9,303,853</u>
Debt Service Funds:		
General Debt Retirement Fund	2,990,263	0
Taylor Square Tax Debt Retirement Fund	84,154	0
Total Debt Service Funds	<u>3,074,417</u>	<u>0</u>
Capital Projects Funds:		
Capital Improvement Fund	2,226,333	0
Capital Equipment Fund	887,694	183,703
Taylor Square TIE Fund	0	102,605
Total Capital Project Funds	<u>3,114,027</u>	<u>286,308</u>
Enterprise Funds:		
Water Fund	0	75,000
Sewer Fund	321,346	95,000
Storm Water Fund	0	25,577
Solid Waste Fund	0	25,578
Total Enterprise Funds	<u>321,346</u>	<u>221,155</u>
Totals	<u>\$12,392,269</u>	<u>\$12,392,269</u>

B. Residual Equity Transfers

For the year ended December 31, 2001, the General Fund reports a residual equity transfer in of \$11,319 for the cash balance of the Vehicle Maintenance Fund (internal service) which was closed. The Internal Service Fund reports a residual equity transfer out of \$38,589. The difference is due to fixed assets and long-term obligations being transferred to the General Fixed Asset Account Group and the General Long Term Obligations Account Group.

NOTE 7 - INTERFUND ACCOUNTS

Interfund balances at December 31, 2001 consist of the following individual fund receivables and payables:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund	\$15,747	\$0
Special Revenue Fund:		
DUI Enforcement/Education Fund	200	0
Debt Service Fund:		
General Debt Retirement Fund	0	57,644
Enterprise Fund:		
Sewer Fund	57,644	0
Agency Fund:		
Mayor's Court	<u>0</u>	<u>15,947</u>
Totals	<u>\$73,591</u>	<u>\$73,591</u>

NOTE 8 - FIXED ASSETS

A. General Fixed Assets

Summary by category of changes in general fixed assets:

<u>Category</u>	<u>December 31, 2000</u>	<u>Additions</u>	<u>Deletions</u>	<u>December 31, 2001</u>
Land	\$941,089	\$389,814	\$0	\$1,330,903
Buildings and Improvements	4,801,544	7,098,160	(666,987)	11,232,717
Land Improvements	1,068,816	0	0	1,068,816
Machinery and Equipment	2,825,918	786,171	(184,104)	3,427,985
Construction In Progress	<u>2,940,032</u>	<u>379,430</u>	<u>(2,931,132)</u>	<u>388,330</u>
Totals	<u>\$12,577,399</u>	<u>\$8,653,575</u>	<u>(\$3,782,223)</u>	<u>\$17,448,751</u>

Schedule of General Fixed Assets at December 31, 2001:

<u>General Fixed Assets</u>		<u>Investment in General Fixed Assets</u>	
Land	\$1,330,903	General Fund	\$2,357,748
Buildings and Improvements	11,232,717	Special Revenue Funds	849,209
Land Improvements	1,068,816	Capital Projects Funds	14,179,763
Machinery and Equipment	3,427,985	Expendable Trust Funds	6,282
Construction In Progress	388,330	Enterprise Funds	4,189
		Internal Service Fund	45,560
		Contributions	6,000
Total	<u>\$17,448,751</u>	Total	<u>\$17,448,751</u>

NOTE 8 - FIXED ASSETS (Continued)**B. Proprietary Fixed Assets**

Summary by Category at December 31, 2001:

<u>Category</u>	<u>Historic Cost</u>	<u>Accumulated Depreciation</u>	<u>Book Value</u>
Enterprise			
Land	\$3,000	\$0	\$3,000
Buildings and Improvements	11,037,100	(2,921,483)	8,115,617
Machinery and Equipment	591,103	(291,732)	299,371
Construction in Progress	37,074	0	37,074
Property, Plant and Equipment	<u>\$11,668,277</u>	<u>(\$3,213,215)</u>	<u>\$8,455,062</u>

NOTE 9 – DEFINED BENEFIT PENSION PLANS

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

A. Public Employees Retirement System (the "PERS of Ohio")

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

All employees of the City, except full-time uniformed police officers, participate in the PERS of Ohio, a cost-sharing multiple employer defined benefit pension plan. The PERS of Ohio provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Public Employees Retirement System of Ohio issues a stand-alone financial report that includes financial statements and required supplementary information for the PERS of Ohio. Interested parties may obtain a copy by making a written request to 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 466-2085 or 1-800-222-7377.

The Ohio Revised Code provides statutory authority for employee and employer contributions. The employee contribution rate is 8.5%. The 2001 employer contribution rate for local government employer units was 13.55%, of covered payroll, 9.25% to fund the pension and 4.3% to fund health care. The contribution requirements of plan members and the City are established and may be amended by the Public Employees Retirement Board. The City's contributions to the PERS of Ohio for the years ending December 31, 2001, 2000 and 1999 were \$470,113, \$348,966 and \$407,876, respectively, which were equal to the required contributions for each year.

NOTE 9 – DEFINED BENEFIT PENSION PLANS (Continued)

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

The PERS of Ohio provides postemployment health care benefits to age and service retirants with ten or more years of qualifying Ohio service credit and to primary survivor recipients of such retirants. Health care coverage for disability recipients is also available. The health care coverage provided by the PERS of Ohio is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to the PERS of Ohio is set aside for the funding of post retirement health care. The Ohio Revised Code provides statutory authority requiring public employers to fund postemployment health care through their contributions to the PERS of Ohio. The portion of the 2001 employer contribution rate (identified above) that was used to fund health care for the year 2001 was 4.3% of covered payroll which amounted to \$149,187.

The significant actuarial assumptions and calculations relating to postemployment health care benefits were based on the PERS of Ohio's latest actuarial review performed as of December 31, 2000. An entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability. All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets. The investment assumption rate for 2000 was 7.75%. An annual increase of 4.75% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.75% base increase, were assumed to range from 0.54% to 5.1%. Health care costs were assumed to increase 4.75% annually.

Benefits are advanced-funded on an actuarially determined basis. The number of active contributing participants was 411,076. The actuarial value of the PERS of Ohio net assets available for OPEB at December 31, 2000 is \$11,735.9 million. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$14,364.6 million and \$2,628.7 million, respectively.

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

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

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5%. The City's contributions to the OP&F Fund for the years ending December 31, 2001, 2000 and 1999 were \$501,224, \$480,736 and \$450,537, which were equal to the required contributions for each year.

NOTE 9 – DEFINED BENEFIT PENSION PLANS (Continued)

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

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

The portion of the 2001 covered payroll that was used to fund postemployment health care benefits was \$192,779 representing 7.5% of covered payroll. Health care funding and accounting was on a pay-as-you-go basis. In addition, since July 1, 1992 most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment. As of December 31, 2000, the date of the last actuarial evaluation available, the number of participants eligible to receive health care benefits was 12,853 for police. The OP&F Fund does not provide separate data on the funded status and funding progress of postemployment health care benefits. The Fund's total health care expenses for the year ended December 31, 2000 were \$106,160,054, which was net of member contributions of \$5,657,431.

NOTE 10 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS

Long-term debt and other long-term obligations of the City at December 31, 2001 were as follows:

			Balance December 31, 2000	Issued (Retired)	Balance December 31, 2001
Enterprise Funds:					
General Obligation Bonds:					
6.45 - 7.00%	Water System Improvement	1991	\$385,000	(\$385,000)	\$0
6.45 - 7.00%	Sewer System Improvement	1991	1,400,000	(1,400,000)	0
4.75 - 4.80%	Water System Improvement	1993	1,406,050	(149,450)	1,256,600
4.4 - 5.05%	Sewer System Improvement	1998	1,001,300	(65,100)	936,200
3.5 - 4.00%	Water System Improvement	2001	0	374,850	
	Unamortized Charge			(7,020)	367,830
3.5 - 4.00%	Sewer System Improvement	2001	0	1,362,690	
	Unamortized Charge			(25,545)	1,337,145
	Total General Obligation Bonds		4,192,350	(294,575)	3,897,775
Ohio Public Works Commission Loans (OPWC):					
	Cobblestone Run/Windsor Forest Sanitary Sewers		959,964	(17,689)	942,275
	Old Reynoldsburg North Water Line		0	362,672	362,672
	Total OPWC Loans		959,964	344,983	1,304,947
	Total Enterprise Long-Term Debt		\$5,152,314	\$50,408	\$5,202,722

NOTE 10 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

				Balance December 31, 2000	Issued (Retired)	Balance December 31, 2001	
General Long-Term Debt:							
General Obligation Bonds:							
6.125%	Police Facilities	1979	\$25,000	(\$25,000)	\$0		
7.375%	City Hall Construction	1986	630,000	(105,000)	525,000		
6.45 - 7.00%	Taylor Road Improvement	1991	480,000	(480,000)	0		
4.75 - 4.80%	Street Improvement	1993	3,200,000	(185,000)	3,015,000		
4.75 - 4.80%	Parks and Recreation Improvement	1993	898,950	(95,550)	803,400		
5.00%	Real Estate Purchase	1993	40,000	(20,000)	20,000		
4.4 - 5.05%	Street Improvement	1998	613,700	(39,900)	573,800		
3.3- 4.80%	Taylor Square TIE	1999	7,920,000	0	7,920,000		
3.3- 4.80%	Downtown Revitalization	1999	355,000	(40,000)	315,000		
4.45- 5.63%	Police Facilities	2000	6,165,000	(130,000)	6,035,000		
3.5 - 4.00%	Taylor Road Improvement	2001	0	467,460	467,460		
Total General Obligation Bonds				20,327,650	(652,990)	19,674,660	
Special Assessment Bond:							
with Governmental Commitment							
4.75 - 4.80%	Water Improvement	1991	80,000	(10,000)	70,000		
Ohio Public Works Commission Loan (OPWC):							
Lancaster Avenue Reconstruction Loan				1997	929,687	(55,879)	873,808
Installment Loan:							
5.00%	Capital Equipment	2001	0	500,000			
					(167,000)	333,000	
Total Installment Loan				0	333,000	333,000	
Total General Long-Term Debt				21,337,337	(385,869)	20,951,468	
Other Long-Term Obligations:							
Compensated Absences				597,373	(1,049)	596,324	
Capital Leases				1,369	(1,369)	0	
Total Other Long-Term Obligations				598,742	(2,418)	596,324	
Total General Long-Term Debt and Other Long-Term Obligations				\$21,936,079	(\$388,287)	\$21,547,792	

Special assessment general obligation bonds are used to finance street and water improvements. Debt service is financed by assessments to affected property owners. However, the City is ultimately responsible for the debt service if the assessments are not collected. Delinquent special assessments at year end were \$4,581.

NOTE 10 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

A. Principal and Interest Requirements

Principal and interest requirements to retire long-term obligations outstanding at December 31, 2001 are as follows:

Years	General Obligation Bonds		Special Assessment Bond		Ohio Public Works Commission Loans		Installment Loan Payable	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2002	\$1,085,000	\$1,121,671	\$10,000	\$3,360	\$105,556	\$38,879	\$167,000	\$14,523
2003	1,100,000	1,070,171	10,000	2,880	107,053	37,380	166,000	6,192
2004	1,345,000	1,018,874	10,000	2,400	108,598	35,837	0	0
2005	1,395,000	958,061	10,000	1,920	110,187	34,247	0	0
2006	1,440,000	894,966	10,000	1,440	111,825	32,608	0	0
2007-2011	6,290,000	3,563,846	20,000	1,440	585,484	136,688	0	0
2012-2016	4,250,000	2,317,330	0	0	634,516	87,654	0	0
2017-2021	3,975,000	1,343,912	0	0	415,536	30,765	0	0
2022-2025	2,725,000	311,244	0	0	0	0	0	0
Totals	<u>\$23,605,000</u>	<u>\$12,600,075</u>	<u>\$70,000</u>	<u>\$13,440</u>	<u>\$2,178,755</u>	<u>\$434,058</u>	<u>\$333,000</u>	<u>\$20,715</u>

The debt of the enterprise funds is recorded within the enterprise funds. All other debt is reflected in the General Long-Term Obligations Account Group.

B. Ohio Public Works Commission Loan

In 2000, the City entered into an agreement with the Ohio Public Works Commission (OPWC), for the City to receive \$569,645. The interest rate on this loan is 3.0% per annum. Uniquely, the loan can only be received by the City in increments as the project is completed. As of December 31, 2001, the City had received \$362,672 from OPWC. The City will begin repaying the loan in semiannual payments in 2002 based on a loan amount of \$374,465 to be paid through 2021. An estimate of future financing requirements has been made based on the current loan balance of \$362,672 at December 31, 2001.

C. Defeased Debt

In December 1993, the City defeased \$1,322,000 of General Obligation Bonds for Parks and Recreation Improvement and \$1,983,000 of General Obligation Bonds for Water System Improvement dated April 1, 1989 (the "1989 Bonds") through the issuance of \$1,483,950 of General Obligation Bonds for Parks and Recreation Improvement and \$2,321,050 of General Obligation Bonds for Water System Improvement (the "1993 Bonds"). The net proceeds of the 1993 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$1,975,000 at December 31, 2001, are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding.

NOTE 10 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

C. Defeased Debt (Continued)

In October 2001, the City defeased \$450,000 of General Obligation Bonds for Street Improvement, \$360,000 of General Obligation Bonds for Water System Improvement, and \$1,310,000 of General Obligation Bonds for Sewer Improvement dated March 1, 1991 (the "1991 Bonds") through the issuance of \$467,460 of General Obligation Bonds for Street Improvement, \$374,850 of General Obligation Bonds for Water System Improvement, and \$1,362,690 of General Obligation Bonds for Sewer Improvement (the "2001 Bonds"). The net proceeds of the 2001 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$2,120,000 at December 31, 2001, are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding. The refunding was undertaken to reduce total debt service payments over the next 10 years by \$312,452 of which \$53,194 is the Water Fund's share and \$192,943 is the Sewer Fund's share and resulted in an economic gain of \$263,978 of which \$44,876 is the Water Fund's share and \$163,139 is the Sewer Fund's share. The acquisition price exceeded the net carrying amount of the old debt by \$7,200 for the Water Fund and \$26,200 for the Sewer Fund. These amounts are being netted against the new debt and amortized over the new debt's life which is equal to the remaining life of the old debt.

NOTE 11 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

Included in the services provided by the City, financed primarily by user charges, are water treatment and distribution, wastewater collection and treatment, maintenance of storm water collection systems and collection of solid waste refuse. The key financial information for the year ended December 31, 2001 for these enterprise activities is as follows:

	Water	Sewer	Storm Water	Solid Waste	Total
Operating Revenues	\$2,417,867	\$3,199,972	\$325,557	\$977,095	\$6,920,491
Depreciation	110,340	112,488	11,687	0	234,515
Operating Income	26,350	50,395	118,084	89,960	284,789
Operating Transfers In	0	321,346	0	0	321,346
Operating Transfers Out	(75,000)	(95,000)	(25,577)	(25,578)	(221,155)
Net Income	672,843	961,249	92,507	64,382	1,790,981
Capital Contributions	815,385	482,446	0	0	1,297,831
Special Assessments	0	339,543	0	0	339,543
Property, Plant and Equipment:					
Additions	451,593	1,483	0	0	453,076
Assets	7,427,876	8,837,453	534,960	591,806	17,392,095
Net Working Capital	2,863,074	3,799,374	421,059	330,058	7,413,565
Bonds/Loans Payable	1,987,102	3,215,620	0	0	5,202,722
Total Equity	4,827,011	5,092,898	446,851	330,058	10,696,818

NOTE 12 - CONTRIBUTED CAPITAL

There were no changes in contributed capital as presented below:

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Storm Water Fund</u>	<u>Total</u>
Balance at December 31, 2001	<u>\$4,812,709</u>	<u>\$3,677,810</u>	<u>\$47,742</u>	<u>\$8,538,261</u>

NOTE 13 - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. During 2001 the City contracted with several different insurance providers for various insurance coverages, as follows:

<u>Insurance Provider</u>	<u>Coverage</u>	<u>Deductible</u>
Westfield Company	Automobile	\$100/500 Comprehensive; 250/500/1,000 Collision
St. Paul Mercury Insurance Company	General Liability	0
St. Paul Mercury Insurance Company	Property Casualty	1,000
St. Paul Mercury Insurance Company	Electronic Data Processing	1,000
St. Paul Mercury Insurance Company	Fine Arts	250
St. Paul Mercury Insurance Company	Difference in Conditions	25,000
St. Paul Mercury Insurance Company	Miscellaneous Equipment	250
CNA Insurance	Boiler and Machinery	500
St. Paul Mercury Insurance Company	Law Enforcement Liability	10,000
St. Paul Mercury Insurance Company	Public Officials Liability	10,000
St. Paul Mercury Insurance Company	Museum	250
St. Paul Mercury Insurance Company	Employee Benefits Liability	1,000
St. Paul Mercury Insurance Company	Umbrella Excess Liability	10,000
St. Paul Mercury Insurance Company	Employment Practices Liability	10,000

There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverages in any of the past three fiscal years.

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

NOTE 14 - CONTINGENCIES

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

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

THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE THE GENERAL FUND, SPECIAL REVENUE FUNDS, DEBT SERVICE FUNDS, CAPITAL PROJECTS FUNDS, ENTERPRISE FUNDS, FIDUCIARY FUNDS AND THE GENERAL FIXED ASSETS ACCOUNT GROUP.



GENERAL FUND

The General Fund is used to account for government resources not accounted for in any other fund. The General Fund balance is available to the City for any purpose provided it is expended or transferred according to the Charter and/or the general laws of Ohio.

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL FUND			
	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Taxes:			
Property Taxes	\$187,975	\$190,589	\$2,614
Other Local Taxes	142,800	283,221	140,421
Total Taxes	<u>330,775</u>	<u>473,810</u>	<u>143,035</u>
Intergovernmental Revenues	1,648,398	2,068,569	420,171
Charges for Services	99,000	99,830	830
Licenses and Permits	312,625	388,302	75,677
Investment Earnings	630,000	816,820	186,820
Fines and Forfeitures	318,000	347,800	29,800
All Other Revenues	32,822	49,349	16,527
Total Revenues	<u>3,371,620</u>	<u>4,244,480</u>	<u>872,860</u>
<u>Expenditures:</u>			
Security of Persons and Property:			
Police Department:			
Personal Services	4,029,511	3,800,622	228,889
Materials and Supplies	198,266	191,503	6,763
Contractual Services	1,444,178	1,261,862	182,316
Capital Outlay	170,072	155,559	14,513
Total Security of Persons and Property	<u>5,842,027</u>	<u>5,409,546</u>	<u>432,481</u>
Public Health and Welfare Services:			
Miscellaneous:			
Contractual Services	170,100	154,792	15,308
Total Public Health and Welfare Services	<u>170,100</u>	<u>154,792</u>	<u>15,308</u>
Leisure Time Activities:			
Recreation Department:			
Personal Services	525,767	460,467	65,300
Materials and Supplies	86,121	83,803	2,318
Contractual Services	319,053	293,024	26,029
Capital Outlay	4,000	3,662	338
Total Leisure Time Activities	<u>934,941</u>	<u>840,956</u>	<u>93,985</u>

(Continued)

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL FUND			
	<u>Revised Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
Community Environment:			
Building Department:			
Personal Services	373,561	355,597	17,964
Materials and Supplies	16,597	13,566	3,031
Contractual Services	206,157	167,041	39,116
Capital Outlay	1,700	1,385	315
Total Building Department	<u>598,015</u>	<u>537,589</u>	<u>60,426</u>
Service Department:			
Personal Services	253,799	245,361	8,438
Materials and Supplies	69,769	48,819	20,950
Contractual Services	332,352	289,315	43,037
Capital Outlay	2,300	2,300	0
Total Service Department	<u>658,220</u>	<u>585,795</u>	<u>72,425</u>
Total Community Environment	<u>1,256,235</u>	<u>1,123,384</u>	<u>132,851</u>
General Government:			
Mayor:			
Personal Services	127,894	125,488	2,406
Materials and Supplies	7,274	3,619	3,655
Contractual Services	52,062	40,372	11,690
Capital Outlay	1,500	40	1,460
Total Mayor	<u>188,730</u>	<u>169,519</u>	<u>19,211</u>
City Council:			
Personal Services	167,409	149,336	18,073
Materials and Supplies	1,500	740	760
Contractual Services	122,433	116,893	5,540
Capital Outlay	5,950	5,650	300
Total City Council	<u>297,292</u>	<u>272,619</u>	<u>24,673</u>
Auditor:			
Personal Services	228,939	225,341	3,598
Materials and Supplies	4,800	4,570	230
Contractual Services	170,096	162,032	8,064
Capital Outlay	2,500	2,350	150
Total Auditor	<u>406,335</u>	<u>394,293</u>	<u>12,042</u>

(Continued)

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
City Attorney:			
Personal Services	261,841	239,351	22,490
Materials and Supplies	2,255	1,776	479
Contractual Services	283,413	239,882	43,531
Total City Attorney	547,509	481,009	66,500
Development Director:			
Personal Services	187,934	120,328	67,606
Materials and Supplies	4,466	3,159	1,307
Contractual Services	150,697	132,302	18,395
Capital Outlay	5,250	4,260	990
Total Development Director	348,347	260,049	88,298
Clerk of Court:			
Personal Services	138,886	133,164	5,722
Materials and Supplies	8,331	7,982	349
Contractual Services	169,168	119,899	49,269
Capital Outlay	8,500	7,354	1,146
Total Clerk of Court	324,885	268,399	56,486
Human Resources:			
Personal Services	100,884	99,648	1,236
Materials and Supplies	18,922	17,426	1,496
Contractual Services	121,406	107,783	13,623
Capital Outlay	3,700	3,139	561
Total Human Resources	244,912	227,996	16,916
Computer Systems:			
Personal Services	113,129	106,212	6,917
Materials and Supplies	7,000	6,938	62
Contractual Services	104,831	98,760	6,071
Capital Outlay	13,254	12,992	262
Total Computer Systems	238,214	224,902	13,312
Vehicle Maintenance:			
Personal Services	81,837	78,290	3,547
Materials and Supplies	65,300	55,083	10,217
Contractual Services	47,788	42,966	4,822
Total Vehicle Maintenance	194,925	176,339	18,586

(Continued)

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL FUND			
	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Commissions:			
Personal Services	3,208	3,172	36
Materials and Supplies	575	463	112
Contractual Services	31,967	27,865	4,102
Capital Outlay	300	0	300
Total Commissions	36,050	31,500	4,550
General Administrative:			
Personal Services	64,105	22,251	41,854
Materials and Supplies	18,500	8,329	10,171
Contractual Services	360,838	338,482	22,356
Capital Outlay	12,000	11,468	532
Total General Administrative	455,443	380,530	74,913
Total General Government	3,282,642	2,887,155	395,487
Total Expenditures	11,485,945	10,415,833	1,070,112
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,114,325)	(6,171,353)	1,942,972
<u>Other Financing Sources (Uses):</u>			
Proceeds from Sale of Fixed Assets	1,500	0	(1,500)
Operating Transfers In	6,553,828	5,650,119	(903,709)
Operating Transfers Out	(2,400,953)	(2,400,953)	0
Advances In	11,091	11,091	0
Advances Out	(11,091)	(11,091)	0
Total Other Financing Sources (Uses):	4,154,375	3,249,166	(905,209)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(3,959,950)	(2,922,187)	1,037,763
Fund Balance at Beginning of Year	6,634,999	6,634,999	0
Prior Year Encumbrances	440,006	440,006	0
Fund Balance at End of Year	\$3,115,055	\$4,152,818	\$1,037,763

SPECIAL REVENUE FUNDS

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

Income Tax Fund

To account for the collections of the municipal income tax as required by City Ordinance.

Permissive Tax Fund

To account for the permissive auto license taxes levied for street construction, maintenance and repair.

Police Pension Fund

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

Street Construction, Maintenance and Repair Fund

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

State Highway Fund

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

Community Oriented Policing Services (COPS) Fast Grant Fund

To account for federal grant monies designated for the cost of additional police officers.

Diversion Grant Fund

To account for state grant monies designated for the cost of counseling and police personnel services aimed at juvenile misdemeanor delinquency offenders.

Community Oriented Policing Services (COPS) In School Fund

To account for federal grant monies designated for the cost of placing police officers in local schools.

(Continued)

SPECIAL REVENUE FUNDS

Community Oriented Policing Services (COPS) More 2000 Grant Fund

To account for federal grant monies designated for the cost of additional police officers.

Local Law Enforcement Block Grant Fund

To account for grant monies for special overtime for Police Department.

Law Enforcement Fund

To account for the proceeds from the confiscation of contraband.

Drug Law Enforcement Fund

To account for mandatory fines collected for drug offenses.

Safety Belt Program Fund

To account for monies used for safety belt education programs.

DUI Enforcement / Education Fund

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

Federal Forfeiture Fund

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

THE CITY OF REYNOLDSBURG, OHIO
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
DECEMBER 31, 2001

	Income Tax	Permissive Tax	Police Pension
	<u> </u>	<u> </u>	<u> </u>
<u>Assets:</u>			
Cash and Cash Equivalents	\$1,264,035	\$66,957	\$58,809
Investments	20,000	550,977	0
Receivables (net of allowances for doubtful accounts)			
Taxes	1,955,091	0	155,467
Accounts	0	0	0
Interest	0	835	0
Due from Other Funds	0	0	0
Intergovernmental Receivables	0	107,350	8,748
Inventory of Supplies at Cost	0	0	0
Restricted Assets:			
Cash with Fiscal Agent	0	517,828	0
Total Assets	<u>\$3,239,126</u>	<u>\$1,243,947</u>	<u>\$223,024</u>
<u>Liabilities and Fund Equity:</u>			
Liabilities:			
Accounts Payable	\$0	\$754	\$0
Accrued Wages and Benefits	2,336	0	0
Deferred Revenue	817,006	589,328	163,604
Total Liabilities	<u>819,342</u>	<u>590,082</u>	<u>163,604</u>
Fund Equity:			
Reserved for Encumbrances	0	0	0
Reserved for Supplies Inventory	0	0	0
Unreserved	2,419,784	653,865	59,420
Total Fund Equity	<u>2,419,784</u>	<u>653,865</u>	<u>59,420</u>
Total Liabilities and Fund Equity	<u>\$3,239,126</u>	<u>\$1,243,947</u>	<u>\$223,024</u>

THE CITY OF REYNOLDSBURG, OHIO
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
DECEMBER 31, 2001

Street Construction, Maintenance and Repair	State Highway	COPS Fast Grant	Diversion Grant	COPS In School
\$34,412	\$12,457	\$116,257	\$75,766	\$161,539
283,169	102,509	0	0	0
0	0	0	0	0
415	0	0	0	0
448	167	0	0	0
0	0	0	0	0
373,454	30,091	123,743	0	42,411
122,010	0	0	0	0
0	0	0	0	0
<u>\$813,908</u>	<u>\$145,224</u>	<u>\$240,000</u>	<u>\$75,766</u>	<u>\$203,950</u>
\$2,538	\$1,100	\$0	\$0	\$0
20,770	0	0	0	3,863
249,000	20,000	123,743	0	42,411
<u>272,308</u>	<u>21,100</u>	<u>123,743</u>	<u>0</u>	<u>46,274</u>
2,110	0	0	0	0
122,010	0	0	0	0
417,480	124,124	116,257	75,766	157,676
<u>541,600</u>	<u>124,124</u>	<u>116,257</u>	<u>75,766</u>	<u>157,676</u>
<u>\$813,908</u>	<u>\$145,224</u>	<u>\$240,000</u>	<u>\$75,766</u>	<u>\$203,950</u>

(Continued)

THE CITY OF REYNOLDSBURG, OHIO
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
DECEMBER 31, 2001

	COPS More 2000 Grant	Local Law Enforcement Block Grant	Law Enforcement
	<u> </u>	<u> </u>	<u> </u>
<u>Assets:</u>			
Cash and Cash Equivalents	\$11,034	\$12,323	\$18,573
Investments	0	0	0
Receivables (net of allowances for doubtful accounts)			
Taxes	0	0	0
Accounts	0	0	0
Interest	0	0	0
Due from Other Funds	0	0	0
Intergovernmental Receivables	2,566	0	0
Inventory of Supplies at Cost	0	0	0
Restricted Assets:			
Cash with Fiscal Agent	0	0	0
	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$13,600</u>	<u>\$12,323</u>	<u>\$18,573</u>
<u>Liabilities and Fund Equity:</u>			
Liabilities:			
Accounts Payable	\$0	\$544	\$0
Accrued Wages and Benefits	0	0	0
Deferred Revenue	2,566	0	0
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>2,566</u>	<u>544</u>	<u>0</u>
Fund Equity:			
Reserved for Encumbrances	0	10,823	0
Reserved for Supplies Inventory	0	0	0
Unreserved	11,034	956	18,573
	<u> </u>	<u> </u>	<u> </u>
Total Fund Equity	<u>11,034</u>	<u>11,779</u>	<u>18,573</u>
Total Liabilities and Fund Equity	<u>\$13,600</u>	<u>\$12,323</u>	<u>\$18,573</u>

THE CITY OF REYNOLDSBURG, OHIO
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
DECEMBER 31, 2001

Drug Law Enforcement	Safety Belt Program	DUI Enforcement / Education	Federal Forfeiture	Totals
\$6,046	\$4,423	\$21,512	\$5,075	\$1,869,218
0	0	0	0	956,655
0	0	0	0	2,110,558
0	0	0	0	415
0	0	0	0	1,450
0	0	200	0	200
329	0	175	0	688,867
0	0	0	0	122,010
0	0	0	0	517,828
<u>\$6,375</u>	<u>\$4,423</u>	<u>\$21,887</u>	<u>\$5,075</u>	<u>\$6,267,201</u>
\$0	\$0	\$0	\$0	\$4,936
0	0	0	0	26,969
0	0	0	0	2,007,658
0	0	0	0	2,039,563
0	0	0	0	12,933
0	0	0	0	122,010
6,375	4,423	21,887	5,075	4,092,695
6,375	4,423	21,887	5,075	4,227,638
<u>\$6,375</u>	<u>\$4,423</u>	<u>\$21,887</u>	<u>\$5,075</u>	<u>\$6,267,201</u>

THE CITY OF REYNOLDSBURG, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

	Income Tax	Permissive Tax	Police Pension
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Taxes	\$8,910,355	\$0	\$137,772
Intergovernmental Revenues	0	215,632	16,840
Investment Earnings	58,244	24,084	0
Fines and Forfeitures	0	0	0
All Other Revenues	0	0	0
	<u>8,968,599</u>	<u>239,716</u>	<u>154,612</u>
Total Revenues			
Expenditures:			
Current:			
Security of Persons and Property	0	0	1,819
Transportation	0	8,099	0
General Government	175,671	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
	<u>175,671</u>	<u>8,099</u>	<u>1,819</u>
Total Expenditures			
Excess (Deficiency) of Revenues Over (Under) Expenditures	8,792,928	231,617	152,793
Other Financing Sources (Uses):			
Operating Transfers In	0	0	0
Operating Transfers Out	(9,027,225)	(121,896)	(125,000)
	<u>(9,027,225)</u>	<u>(121,896)</u>	<u>(125,000)</u>
Total Other Financing Sources (Uses)			
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(234,297)	109,721	27,793
Restated Fund Balance at Beginning of Year	2,654,081	544,144	31,627
Increase in Inventory Reserve	0	0	0
	<u>\$2,419,784</u>	<u>\$653,865</u>	<u>\$59,420</u>
Fund Balance at End of Year			

THE CITY OF REYNOLDSBURG, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

Street Construction, Maintenance and Repair	State Highway	COPS Fast Grant	Diversion Grant	COPS In School
\$0	\$0	\$0	\$0	\$0
773,203	62,692	80,669	0	47,622
12,091	4,707	0	0	0
0	0	0	0	0
4,169	0	0	0	0
<u>789,463</u>	<u>67,399</u>	<u>80,669</u>	<u>0</u>	<u>47,622</u>
0	0	0	0	48,978
677,561	44,931	0	0	0
0	0	0	0	0
14,700	0	0	0	0
6,638	0	0	0	0
<u>698,899</u>	<u>44,931</u>	<u>0</u>	<u>0</u>	<u>48,978</u>
90,564	22,468	80,669	0	(1,356)
0	0	0	0	51,128
<u>(28,500)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>(28,500)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>51,128</u>
62,064	22,468	80,669	0	49,772
461,436	101,656	35,588	75,766	107,904
18,100	0	0	0	0
<u>\$541,600</u>	<u>\$124,124</u>	<u>\$116,257</u>	<u>\$75,766</u>	<u>\$157,676</u>

(Continued)

THE CITY OF REYNOLDSBURG, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

	COPS More 2000 Grant	Local Law Enforcement Block Grant	Law Enforcement
<u>Revenues:</u>			
Taxes	\$0	\$0	\$0
Intergovernmental Revenues	7,634	11,091	0
Investment Earnings	0	0	0
Fines and Forfeitures	0	0	6,921
All Other Revenues	0	0	0
Total Revenues	7,634	11,091	6,921
<u>Other Financing Sources (Uses):</u>			
Current:			
Security of Persons and Property	0	544	1,335
Transportation	0	0	0
General Government	0	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
Total Expenditures	0	544	1,335
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,634	10,547	5,586
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	0	1,232	0
Operating Transfers Out	0	0	(888)
Total Other Financing Sources (Uses)	0	1,232	(888)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	7,634	11,779	4,698
Restated Fund Balance at Beginning of Year	3,400	0	13,875
Increase in Inventory Reserve	0	0	0
Fund Balance at End of Year	\$11,034	\$11,779	\$18,573

THE CITY OF REYNOLDSBURG, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

Drug Law Enforcement	Safety Belt Program	DUI Enforcement / Education	Federal Forfeiture	Totals
\$0	\$0	\$0	\$0	\$9,048,127
0	0	0	0	1,215,383
0	0	0	0	99,126
1,718	1,048	7,090	0	16,777
0	0	0	0	4,169
<u>1,718</u>	<u>1,048</u>	<u>7,090</u>	<u>0</u>	<u>10,383,582</u>
2,124	0	1,487	0	56,287
0	0	0	0	730,591
0	0	0	0	175,671
0	0	0	0	14,700
0	0	0	0	6,638
<u>2,124</u>	<u>0</u>	<u>1,487</u>	<u>0</u>	<u>983,887</u>
(406)	1,048	5,603	0	9,399,695
0	0	0	0	52,360
0	0	(344)	0	(9,303,853)
<u>0</u>	<u>0</u>	<u>(344)</u>	<u>0</u>	<u>(9,251,493)</u>
(406)	1,048	5,259	0	148,202
6,781	3,375	16,628	5,075	4,061,336
0	0	0	0	18,100
<u>\$6,375</u>	<u>\$4,423</u>	<u>\$21,887</u>	<u>\$5,075</u>	<u>\$4,227,638</u>

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

INCOME TAX FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$9,243,755	\$9,263,669	\$19,914
Investment Earnings	92,000	58,244	(33,756)
Total Revenues	9,335,755	9,321,913	(13,842)
<u>Expenditures:</u>			
General Government:			
Personal Services	45,356	44,577	779
Materials and Supplies	1,600	1,045	555
Contractual Services	220,141	129,343	90,798
Capital Outlay	560	337	223
Total Expenditures	267,657	175,302	92,355
Excess (Deficiency) of Revenues Over (Under) Expenditures	9,068,098	9,146,611	78,513
<u>Other Financing Sources (Uses):</u>			
Operating Transfers Out	(9,027,225)	(9,027,225)	0
Total Other Financing Sources (Uses)	(9,027,225)	(9,027,225)	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	40,873	119,386	78,513
Fund Balance at Beginning of Year	1,164,649	1,164,649	0
Fund Balance at End of Year	\$1,205,522	\$1,284,035	\$78,513

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

PERMISSIVE TAX FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$194,759	\$213,940	\$19,181
Investment Earnings	20,000	18,751	(1,249)
Total Revenues	214,759	232,691	17,932
<u>Expenditures:</u>			
Transportation:			
Contractual Services	8,787	8,787	0
Total Expenditures	8,787	8,787	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	205,972	223,904	17,932
<u>Other Financing Sources (Uses):</u>			
Operating Transfers Out	(121,896)	(121,896)	0
Total Other Financing Sources (Uses)	(121,896)	(121,896)	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	84,076	102,008	17,932
Fund Balance at Beginning of Year	509,523	509,523	0
Fund Balance at End of Year	\$593,599	\$611,531	\$17,932

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

POLICE PENSION FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$138,477	\$137,930	(\$547)
Intergovernmental Revenues	18,275	16,840	(1,435)
Total Revenues	<u>156,752</u>	<u>154,770</u>	<u>(1,982)</u>
<u>Expenditures:</u>			
Security of Persons and Property:			
Contractual Services	<u>1,819</u>	<u>1,819</u>	<u>0</u>
Total Expenditures	<u>1,819</u>	<u>1,819</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	154,933	152,951	(1,982)
<u>Other Financing Sources (Uses):</u>			
Operating Transfers Out	<u>(125,000)</u>	<u>(125,000)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(125,000)</u>	<u>(125,000)</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	29,933	27,951	(1,982)
Fund Balance at Beginning of Year	<u>30,858</u>	<u>30,858</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$60,791</u></u>	<u><u>\$58,809</u></u>	<u><u>(\$1,982)</u></u>

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$746,495	\$767,478	\$20,983
Investment Earnings	25,000	9,339	(15,661)
All Other Revenues	0	4,017	4,017
Total Revenues	<u>771,495</u>	<u>780,834</u>	<u>9,339</u>
<u>Expenditures:</u>			
Transportation:			
Personal Services	410,067	390,991	19,076
Materials and Supplies	172,905	148,411	24,494
Contractual Services	177,637	161,263	16,374
Capital Outlay	1,655	0	1,655
Debt Service:			
Principal Retirement	14,700	14,700	0
Interest and Fiscal Charges	6,638	6,638	0
Total Expenditures	<u>783,602</u>	<u>722,003</u>	<u>61,599</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,107)	58,831	70,938
<u>Other Financing Sources (Uses):</u>			
Operating Transfers Out	(28,500)	(28,500)	0
Total Other Financing Sources (Uses)	<u>(28,500)</u>	<u>(28,500)</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(40,607)	30,331	70,938
Fund Balance at Beginning of Year	248,986	248,986	0
Prior Year Encumbrances	31,810	31,810	0
Fund Balance at End of Year	<u>\$240,189</u>	<u>\$311,127</u>	<u>\$70,938</u>

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

STATE HIGHWAY FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$59,000	\$62,228	\$3,228
Investment Earnings	3,000	3,675	675
Total Revenues	62,000	65,903	3,903
<u>Expenditures:</u>			
Transportation:			
Materials and Supplies	38,000	17,390	20,610
Contractual Services	28,000	27,686	314
Total Expenditures	66,000	45,076	20,924
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,000)	20,827	24,827
Fund Balance at Beginning of Year	92,948	92,948	0
Fund Balance at End of Year	\$88,948	\$113,775	\$24,827

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

COPS FAST GRANT FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$108,756	\$108,757	\$1
Total Revenues	108,756	108,757	1
<u>Expenditures:</u>			
Security of Persons and Property:			
Personal Services	43,252	0	43,252
Contractual Services	4,544	0	4,544
Total Expenditures	47,796	0	47,796
Excess (Deficiency) of			
Revenues Over (Under) Expenditures	60,960	108,757	47,797
Fund Balance at Beginning of Year	7,500	7,500	0
Fund Balance at End of Year	\$68,460	\$116,257	\$47,797

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

DIVERSION GRANT FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Total Revenues	\$0	\$0	\$0
<u>Expenditures:</u>			
Total Expenditures	0	0	0
Excess (Deficiency) of			
Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	75,766	75,766	0
Fund Balance at End of Year	\$75,766	\$75,766	\$0

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

COPS IN SCHOOL FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$0	\$47,622	\$47,622
Total Revenues	0	47,622	47,622
<u>Expenditures:</u>			
Security of Persons and Property:			
Personal Services	56,902	47,987	8,915
Total Expenditures	56,902	47,987	8,915
Excess (Deficiency) of Revenues Over (Under) Expenditures	(56,902)	(365)	56,537
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	0	51,128	51,128
Total Other Financing Sources (Uses)	0	51,128	51,128
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(56,902)	50,763	107,665
Fund Balance at Beginning of Year	110,776	110,776	0
Fund Balance at End of Year	<u>\$53,874</u>	<u>\$161,539</u>	<u>\$107,665</u>

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

COPS MORE 2000 GRANT FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$0	\$7,634	\$7,634
Total Revenues	0	7,634	7,634
<u>Expenditures:</u>			
Total Expenditures	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	7,634	7,634
Fund Balance at Beginning of Year	3,400	3,400	0
Fund Balance at End of Year	\$3,400	\$11,034	\$7,634

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

LOCAL LAW ENFORCEMENT BLOCK GRANT FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$23,414	\$11,091	(\$12,323)
Total Revenues	23,414	11,091	(12,323)
<u>Expenditures:</u>			
Security of Persons and Property:			
Capital Outlay	12,323	11,367	956
Total Expenditures	12,323	11,367	956
Excess (Deficiency) of Revenues Over (Under) Expenditures	11,091	(276)	(11,367)
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	0	1,232	1,232
Advances In	0	11,091	11,091
Advances Out	(11,091)	(11,091)	0
Total Other Financing Sources (Uses)	(11,091)	1,232	12,323
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	0	956	956
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$956	\$956

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

LAW ENFORCEMENT FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	\$0	\$6,921	\$6,921
Total Revenues	0	6,921	6,921
<u>Expenditures:</u>			
Security of Persons and Property:			
Materials and Supplies	1,429	1,335	94
Total Expenditures	1,429	1,335	94
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,429)	5,586	7,015
<u>Other Financing Sources (Uses):</u>			
Operating Transfers Out	(888)	(888)	0
Total Other Financing Sources (Uses)	(888)	(888)	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(2,317)	4,698	7,015
Fund Balance at Beginning of Year	13,575	13,575	0
Prior Year Encumbrances	300	300	0
Fund Balance at End of Year	\$11,558	\$18,573	\$7,015

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

DRUG LAW ENFORCEMENT FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	\$0	\$2,359	\$2,359
Total Revenues	0	2,359	2,359
<u>Expenditures:</u>			
Security of Persons and Property:			
Materials and Supplies	2,934	2,124	810
Total Expenditures	2,934	2,124	810
Excess (Deficiency) of			
Revenues Over (Under) Expenditures	(2,934)	235	3,169
Fund Balance at Beginning of Year	5,001	5,001	0
Prior Year Encumbrances	810	810	0
Fund Balance at End of Year	<u>\$2,877</u>	<u>\$6,046</u>	<u>\$3,169</u>

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

SAFETY BELT PROGRAM FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	\$0	\$1,048	\$1,048
Total Revenues	0	1,048	1,048
<u>Expenditures:</u>			
Total Expenditures	0	0	0
Excess (Deficiency) of			
Revenues Over (Under) Expenditures	0	1,048	1,048
Fund Balance at Beginning of Year	3,375	3,375	0
Fund Balance at End of Year	\$3,375	\$4,423	\$1,048

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

DUI ENFORCEMENT / EDUCATION FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Fines and Forfeitures	\$0	\$7,303	\$7,303
Total Revenues	0	7,303	7,303
<u>Expenditures:</u>			
Security of Persons and Property:			
Materials and Supplies	1,645	1,487	158
Total Expenditures	1,645	1,487	158
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,645)	5,816	7,461
<u>Other Financing Sources (Uses):</u>			
Operating Transfers Out	(344)	(344)	0
Total Other Financing Sources (Uses)	(344)	(344)	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,989)	5,472	7,461
Fund Balance at Beginning of Year	16,040	16,040	0
Fund Balance at End of Year	\$14,051	\$21,512	\$7,461

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

FEDERAL FORFEITURE FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Total Revenues	\$0	\$0	\$0
<u>Expenditures:</u>			
Total Expenditures	0	0	0
Excess (Deficiency) of			
Revenues Over (Under) Expenditures	0	0	0
Fund Balance at Beginning of Year	5,075	5,075	0
Fund Balance at End of Year	\$5,075	\$5,075	\$0

DEBT SERVICE FUNDS

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

General Debt Retirement Fund

To account for resources that are used for payment of principal, interest and fiscal charges on general obligation debt.

Taylor Square Tax Debt Retirement Fund

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

THE CITY OF REYNOLDSBURG, OHIO
COMBINING BALANCE SHEET
DEBT SERVICE FUNDS
DECEMBER 31, 2001

	General Debt Retirement	Taylor Square Tax Debt Retirement	Totals
	<u> </u>	<u> </u>	<u> </u>
<u>Assets:</u>			
Cash and Cash Equivalents	\$216,420	\$281,874	\$498,294
Investments	1,760,203	0	1,760,203
Receivables (net of allowances for doubtful accounts)			
Taxes	2,113	0	2,113
Special Assessments	64,730	0	64,730
Intergovernmental Receivables	0	8,460	8,460
	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$2,043,466</u>	<u>\$290,334</u>	<u>\$2,333,800</u>
<u>Liabilities and Fund Equity:</u>			
Liabilities:			
Due to Other Funds	\$57,644	\$0	\$57,644
Deferred Revenue	66,720	8,460	75,180
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>124,364</u>	<u>8,460</u>	<u>132,824</u>
Fund Equity:			
Reserved for Debt Service	1,919,102	281,874	2,200,976
	<u> </u>	<u> </u>	<u> </u>
Total Fund Equity	<u>1,919,102</u>	<u>281,874</u>	<u>2,200,976</u>
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities and Fund Equity	<u>\$2,043,466</u>	<u>\$290,334</u>	<u>\$2,333,800</u>

THE CITY OF REYNOLDSBURG, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
DEBT SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

	General Debt Retirement	Taylor Square Tax Debt Retirement	Totals
<u>Revenues:</u>			
Taxes	\$28,614	\$300,581	\$329,195
Intergovernmental Revenues	3,522	0	3,522
Investment Earnings	2,286	18,180	20,466
Special Assessments	10,166	0	10,166
Total Revenues	44,588	318,761	363,349
<u>Expenditures:</u>			
Debt Service:			
Principal Retirement	888,629	0	888,629
Interest and Fiscal Charges	670,678	354,075	1,024,753
Total Expenditures	1,559,307	354,075	1,913,382
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,514,719)	(35,314)	(1,550,033)
<u>Other Financing Sources (Uses):</u>			
Proceeds from Refunding Bonds	467,460	0	467,460
Payment to Refunded Bond Escrow Agent	(459,000)	0	(459,000)
Operating Transfers In	2,990,263	84,154	3,074,417
Total Other Financing Sources (Uses)	2,998,723	84,154	3,082,877
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	1,484,004	48,840	1,532,844
Fund Balance at Beginning of Year	435,098	233,034	668,132
Fund Balance at End of Year	\$1,919,102	\$281,874	\$2,200,976

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DEBT SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

GENERAL DEBT RETIREMENT FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$28,407	\$28,646	\$239
Intergovernmental Revenues	3,115	3,522	407
Investment Earnings	0	2,286	2,286
Special Assessments	10,166	10,166	0
Total Revenues	41,688	44,620	2,932
<u>Expenditures:</u>			
Debt Service:			
Principal Retirement	888,629	888,629	0
Interest and Fiscal Charges	672,740	670,678	2,062
Total Expenditures	1,561,369	1,559,307	2,062
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,519,681)	(1,514,687)	4,994
<u>Other Financing Sources (Uses):</u>			
Proceeds from Refunding Bonds	0	467,460	467,460
Payment to Refunded Bond Escrow Agent	(459,000)	(459,000)	0
Operating Transfers In	3,460,649	2,990,263	(470,386)
Total Other Financing Sources (Uses)	3,001,649	2,998,723	(2,926)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	1,481,968	1,484,036	2,068
Fund Balance at Beginning of Year	492,587	492,587	0
Fund Balance at End of Year	\$1,974,555	\$1,976,623	\$2,068

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DEBT SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

TAYLOR SQUARE TAX DEBT RETIREMENT FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$300,581	\$300,581	\$0
Investment Earnings	0	18,908	18,908
Total Revenues	300,581	319,489	18,908
<u>Expenditures:</u>			
Debt Service:			
Interest and Fiscal Charges	354,075	354,075	0
Total Expenditures	354,075	354,075	0
Excess (Deficiency) of			
Revenues Over (Under) Expenditures	(53,494)	(34,586)	18,908
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	132,124	84,154	(47,970)
Total Other Financing Sources (Uses)	132,124	84,154	(47,970)
Excess (Deficiency) of Revenues			
and Other Financing Sources Over (Under)			
Expenditures and Other Financing Uses	78,630	49,568	(29,062)
Fund Balance at Beginning of Year	232,306	232,306	0
Fund Balance at End of Year	\$310,936	\$281,874	(\$29,062)



CAPITAL PROJECTS FUNDS

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

Capital Improvement Fund

To account for financial resources used for the major capital construction and/or improvement projects undertaken by the City.

Capital Equipment Fund

To account for financial resources used for the major capital equipment purchases of the City.

Sidewalk Construction Fund

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

Taylor Square Tax Increment Equivalent (TIE) Fund

To account for financial resources and expenditures related to the Taylor Square Municipal Public Improvement Project.

Brice-Main Tax Increment Equivalent (TIE) Fund

To account for financial resources and expenditures related to the Brice-Main Tax Increment Financing Agreement.

THE CITY OF REYNOLDSBURG, OHIO
COMBINING BALANCE SHEET
CAPITAL PROJECTS FUNDS
DECEMBER 31, 2001

	Capital Improvement	Capital Equipment	Sidewalk Construction
<u>Assets:</u>			
Cash and Cash Equivalents	\$236,792	\$462,902	\$555,053
Investments	1,925,892	0	0
Receivables (net of allowances for doubtful accounts)			
Special Assessments	0	0	232,267
Total Assets	\$2,162,684	\$462,902	\$787,320
<u>Liabilities and Fund Equity:</u>			
Liabilities:			
Accounts Payable	\$484,041	\$12,172	\$0
Retainage Payable	130,994	0	0
Deferred Revenue	0	0	232,267
Total Liabilities	615,035	12,172	232,267
Fund Equity:			
Reserved for Encumbrances	622,452	250,455	35,655
Unreserved	925,197	200,275	519,398
Total Fund Equity	1,547,649	450,730	555,053
Total Liabilities and Fund Equity	\$2,162,684	\$462,902	\$787,320

THE CITY OF REYNOLDSBURG, OHIO
COMBINING BALANCE SHEET
CAPITAL PROJECTS FUNDS
DECEMBER 31, 2001

Taylor Square TIE	Brice-Main TIE	Totals
\$276,920	\$14,869	\$1,546,536
0	0	1,925,892
0	0	232,267
<u>\$276,920</u>	<u>\$14,869</u>	<u>\$3,704,695</u>
\$0	\$0	\$496,213
0	0	130,994
0	0	232,267
<u>0</u>	<u>0</u>	<u>859,474</u>
208	0	908,770
276,712	14,869	1,936,451
<u>276,920</u>	<u>14,869</u>	<u>2,845,221</u>
<u>\$276,920</u>	<u>\$14,869</u>	<u>\$3,704,695</u>

THE CITY OF REYNOLDSBURG, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
CAPITAL PROJECT FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

	Capital Improvement	Capital Equipment	Sidewalk Construction
<u>Revenues:</u>			
Taxes	\$0	\$0	\$0
Intergovernmental Revenues	164,145	0	0
Licenses and Permits	0	0	66,490
Investment Earnings	92,234	0	0
Special Assessments	0	0	38,593
Total Revenues	256,379	0	105,083
<u>Expenditures:</u>			
Current:			
Security of Persons and Property	0	327,099	0
Leisure Time Activities	0	274,011	0
Community Environment	0	13,065	0
Transportation	0	111,754	0
General Government	0	27,332	0
Capital Outlay	6,207,383	0	104
Total Expenditures	6,207,383	753,261	104
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,951,004)	(753,261)	104,979
<u>Other Financing Sources (Uses):</u>			
Proceeds from Installment Loan	0	500,000	0
Operating Transfers In	2,226,333	887,694	0
Operating Transfers Out	0	(183,703)	0
Total Other Financing Sources (Uses)	2,226,333	1,203,991	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(3,724,671)	450,730	104,979
Fund Balance at Beginning of Year	5,272,320	0	450,074
Fund Balance at End of Year	\$1,547,649	\$450,730	\$555,053

THE CITY OF REYNOLDSBURG, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
CAPITAL PROJECT FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

Taylor Square TIE	Brice-Main TIE	Totals
\$0	\$14,869	\$14,869
0	0	164,145
0	0	66,490
18,718	0	110,952
0	0	38,593
18,718	14,869	395,049
0	0	327,099
0	0	274,011
0	0	13,065
0	0	111,754
0	0	27,332
276,230	0	6,483,717
276,230	0	7,236,978
(257,512)	14,869	(6,841,929)
0	0	500,000
0	0	3,114,027
(102,605)	0	(286,308)
(102,605)	0	3,327,719
(360,117)	14,869	(3,514,210)
637,037	0	6,359,431
\$276,920	\$14,869	\$2,845,221

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

CAPITAL IMPROVEMENT FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental Revenues	\$0	\$164,145	\$164,145
Investment Earnings	0	92,234	92,234
Total Revenues	0	256,379	256,379
<u>Expenditures:</u>			
Capital Outlay	8,081,030	7,216,391	864,639
Total Expenditures	8,081,030	7,216,391	864,639
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,081,030)	(6,960,012)	1,121,018
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	2,758,555	2,226,333	(532,222)
Total Other Financing Sources (Uses)	2,758,555	2,226,333	(532,222)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(5,322,475)	(4,733,679)	588,796
Fund Balance at Beginning of Year	1,180,501	1,180,501	0
Prior Year Encumbrances	4,613,862	4,613,862	0
Fund Balance at End of Year	\$471,888	\$1,060,684	\$588,796

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

CAPITAL EQUIPMENT FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Total Revenues	\$0	\$0	\$0
<u>Expenditures:</u>			
Security of Persons and Property:			
Police Department:			
Capital Outlay	358,522	341,080	17,442
Total Security of Persons and Property	358,522	341,080	17,442
Leisure Time Activities:			
Recreation Department:			
Capital Outlay	321,718	299,286	22,432
Total Leisure Time Activities	321,718	299,286	22,432
Community Environment:			
Building Department:			
Capital Outlay	15,000	13,065	1,935
Total Community Environment	15,000	13,065	1,935
Transportation:			
Street Department:			
Capital Outlay	117,465	111,754	5,711
Total Transportation	117,465	111,754	5,711
General Government:			
Auditor:			
Capital Outlay	14,965	12,692	2,273
City Attorney:			
Capital Outlay	7,000	6,424	576
Computer Systems:			
Capital Outlay	7,000	7,000	0
Vehicle Maintenance Department:			
Capital Outlay	8,629	7,560	1,069
General Administrative:			
Capital Outlay	205,000	205,000	0
Total General Government	242,594	238,676	3,918
Total Expenditures	1,055,299	1,003,861	51,438

(Continued)

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

CAPITAL EQUIPMENT FUND

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,055,299)	(1,003,861)	51,438
<u>Other Financing Sources (Uses):</u>			
Proceeds from Installment Loan	500,000	500,000	0
Operating Transfers In	887,694	887,694	0
Operating Transfers Out	<u>(183,703)</u>	<u>(183,703)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>1,203,991</u>	<u>1,203,991</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	148,692	200,130	51,438
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$148,692</u></u>	<u><u>\$200,130</u></u>	<u><u>\$51,438</u></u>

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

SIDEWALK CONSTRUCTION FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Licenses and Permits	\$66,130	\$66,490	\$360
Special Assessments	38,593	38,593	0
Total Revenues	<u>104,723</u>	<u>105,083</u>	<u>360</u>
<u>Expenditures:</u>			
Capital Outlay	<u>35,759</u>	<u>35,759</u>	<u>0</u>
Total Expenditures	<u>35,759</u>	<u>35,759</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	68,964	69,324	360
Fund Balance at Beginning of Year	414,419	414,419	0
Prior Year Encumbrances	<u>35,655</u>	<u>35,655</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$519,038</u></u>	<u><u>\$519,398</u></u>	<u><u>\$360</u></u>

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

TAYLOR SQUARE TIE FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Investment Earnings	\$0	\$18,718	\$18,718
Total Revenues	0	18,718	18,718
<u>Expenditures:</u>			
Capital Outlay	284,195	276,438	7,757
Total Expenditures	284,195	276,438	7,757
Excess (Deficiency) of Revenues Over (Under) Expenditures	(284,195)	(257,720)	26,475
<u>Other Financing Sources (Uses):</u>			
Operating Transfers Out	(102,605)	(102,605)	0
Total Other Financing Sources (Uses)	(102,605)	(102,605)	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(386,800)	(360,325)	26,475
Fund Balance at Beginning of Year	625,136	625,136	0
Prior Year Encumbrances	11,901	11,901	0
Fund Balance at End of Year	<u>\$250,237</u>	<u>\$276,712</u>	<u>\$26,475</u>

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

BRICE-MAIN TIE FUND

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$0	\$14,869	\$14,869
Total Revenues	0	14,869	14,869
<u>Expenditures:</u>			
Total Expenditures	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	14,869	14,869
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$14,869	\$14,869



ENTERPRISE FUNDS

The enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprise, whereby the intent of the City 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; or where the City has decided that periodic determination of net income is appropriate for accountability purposes.

Water Fund

To account for the operation of the City's water service.

Sewer Fund

To account for the operation of the City's sanitary sewer service.

Storm Water Fund

To account for the City's storm water drainage operations.

Solid Waste Fund

To account for the City's solid waste collection and disposal operations.

THE CITY OF REYNOLDSBURG, OHIO
COMBINING BALANCE SHEET
ENTERPRISE FUNDS
DECEMBER 31, 2001

	Water	Sewer	Storm Water	Solid Waste	Totals
Assets:					
Cash and Cash Equivalents	\$2,782,704	\$3,480,319	\$458,120	\$591,806	\$7,312,949
Receivables (net of allowances for doubtful accounts):					
Accounts	537,611	753,123	0	0	1,290,734
Special Assessments	0	148,143	0	0	148,143
Due from Other Funds	0	57,644	0	0	57,644
Inventory of Supplies at Cost	34,753	0	5,585	0	40,338
Deferred Charges	7,061	25,669	0	0	32,730
Restricted Assets:					
Cash and Cash Equivalents	54,495	0	0	0	54,495
Property, Plant and Equipment	5,414,129	6,145,229	108,919	0	11,668,277
Less Accumulated Depreciation	(1,402,877)	(1,772,674)	(37,664)	0	(3,213,215)
Net Fixed Assets	4,011,252	4,372,555	71,255	0	8,455,062
Total Assets	\$7,427,876	\$8,837,453	\$534,960	\$591,806	\$17,392,095
Liabilities and Fund Equity:					
Liabilities:					
Accounts Payable	\$16,989	\$12,129	\$5,534	\$163,938	\$198,590
Accrued Wages and Benefits	17,474	10,858	5,642	0	33,974
Intergovernmental Payable	451,338	460,849	0	0	912,187
Due to Others	54,495	0	0	0	54,495
Accrued Interest Payable	6,193	7,876	0	0	14,069
Deferred Revenue	0	0	31,470	97,810	129,280
Compensated Absences Payable	67,274	37,223	45,463	0	149,960
General Obligation Bonds Payable	1,624,430	2,273,345	0	0	3,897,775
Ohio Public Works Commission Loans Payable	362,672	942,275	0	0	1,304,947
Total Liabilities	2,600,865	3,744,555	88,109	261,748	6,695,277
Fund Equity:					
Contributed Capital	4,812,709	3,677,810	47,742	0	8,538,261
Retained Earnings:					
Unreserved	14,302	1,415,088	399,109	330,058	2,158,557
Total Fund Equity	4,827,011	5,092,898	446,851	330,058	10,696,818
Total Liabilities and Fund Equity	\$7,427,876	\$8,837,453	\$534,960	\$591,806	\$17,392,095

THE CITY OF REYNOLDSBURG, OHIO
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

	Water	Sewer	Storm Water	Solid Waste	Totals
<u>Operating Revenues:</u>					
Charges for Services	\$2,417,867	\$3,199,972	\$325,557	\$977,095	\$6,920,491
Total Operating Revenues	2,417,867	3,199,972	325,557	977,095	6,920,491
<u>Operating Expenses:</u>					
Personal Services	321,657	229,449	115,819	0	666,925
Materials and Supplies	90,526	16,205	12,729	585	120,045
Contractual Services	1,868,994	2,791,435	67,238	886,550	5,614,217
Depreciation	110,340	112,488	11,687	0	234,515
Total Operating Expenses	2,391,517	3,149,577	207,473	887,135	6,635,702
Operating Income	26,350	50,395	118,084	89,960	284,789
<u>Nonoperating Revenues (Expenses):</u>					
Special Assessments	0	339,543	0	0	339,543
Interest and Fiscal Charges	(93,892)	(137,481)	0	0	(231,373)
Capital Contributions - Tap-in Fees	815,385	482,446	0	0	1,297,831
Total Nonoperating Revenues (Expenses)	721,493	684,508	0	0	1,406,001
Income Before Operating Transfers	747,843	734,903	118,084	89,960	1,690,790
<u>Operating Transfers:</u>					
Operating Transfers In	0	321,346	0	0	321,346
Operating Transfers Out	(75,000)	(95,000)	(25,577)	(25,578)	(221,155)
Total Operating Transfers	(75,000)	226,346	(25,577)	(25,578)	100,191
Net Income	672,843	961,249	92,507	64,382	1,790,981
Retained Earnings (Accumulated Deficit)					
at Beginning of Year	(658,541)	453,839	306,602	265,676	367,576
Retained Earnings at End of Year	\$14,302	\$1,415,088	\$399,109	\$330,058	\$2,158,557

THE CITY OF REYNOLDSBURG, OHIO
COMBINING STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

	Water	Sewer	Storm Water	Solid Waste	Totals
<u>Cash Flows from Operating Activities:</u>					
Cash Received from Customers	\$2,353,738	\$3,237,858	\$327,433	\$991,946	\$6,910,975
Cash Payments for Goods and Services	(1,877,601)	(2,723,467)	(73,024)	(794,447)	(5,468,539)
Cash Payments to Employees	(303,703)	(217,606)	(103,534)	0	(624,843)
Net Cash Provided by Operating Activities	172,434	296,785	150,875	197,499	817,593
<u>Cash Flows from Noncapital Financing Activities:</u>					
Transfers In from Other Funds	0	321,346	0	0	321,346
Transfers Out to Other Funds	(75,000)	(95,000)	(25,577)	(25,578)	(221,155)
Net Cash Provided (Used) by Noncapital Financing Activities	(75,000)	226,346	(25,577)	(25,578)	100,191
<u>Cash Flows from Capital and Related Financing Activities:</u>					
Cash Received from Tap-in Fees in Excess of Cost	815,385	482,446	0	0	1,297,831
Proceeds of General Obligation Bonds Payable	374,850	1,362,690	0	0	1,737,540
Proceeds of Ohio Public Works Commission Loans	362,672	39,500	0	0	402,172
Receipt of Special Assessments	0	191,400	0	0	191,400
Acquisition and Construction of Assets	(446,937)	(96,975)	0	0	(543,912)
Principal Paid on General Obligation Bonds	(534,450)	(1,465,100)	0	0	(1,999,550)
Principal Paid on Ohio Public Works Commission Loans	0	(17,689)	0	0	(17,689)
Interest Paid on All Debt	(109,579)	(216,769)	0	0	(326,348)
Net Cash Provided by Capital and Related Financing Activities	461,941	279,503	0	0	741,444
Net Increase in Cash and Cash Equivalents	559,375	802,634	125,298	171,921	1,659,228
Cash and Cash Equivalents at Beginning of Year	2,277,824	2,677,685	332,822	419,885	5,708,216
Cash and Cash Equivalents at End of Year	<u>\$2,837,199</u>	<u>\$3,480,319</u>	<u>\$458,120</u>	<u>\$591,806</u>	<u>\$7,367,444</u>
<u>Reconciliation of Cash and Cash Equivalents per the Balance Sheet:</u>					
Cash and Cash Equivalents	\$2,782,704	\$3,480,319	\$458,120	\$591,806	\$7,312,949
Restricted Cash and Cash Equivalents	54,495	0	0	0	54,495
Cash and Cash Equivalents at End of Year	<u>\$2,837,199</u>	<u>\$3,480,319</u>	<u>\$458,120</u>	<u>\$591,806</u>	<u>\$7,367,444</u>

(continued)

THE CITY OF REYNOLDSBURG, OHIO
COMBINING STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

	<u>Water</u>	<u>Sewer</u>	<u>Storm Water</u>	<u>Solid Waste</u>	<u>Totals</u>
<u>Reconciliation of Operating Income to Net Cash</u>					
<u>Provided by Operating Activities:</u>					
Operating Income	\$26,350	\$50,395	\$118,084	\$89,960	\$284,789
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:					
Depreciation Expense	110,340	112,488	11,687	0	234,515
Miscellaneous Nonoperating Revenue	1,496	0	0	0	1,496
Changes in Assets and Liabilities:					
(Increase) Decrease in Accounts Receivable	(65,625)	37,886	0	0	(27,739)
(Increase) Decrease in Inventory	(18,517)	0	1,582	0	(16,935)
Increase in Accounts Payable	1,654	2,329	5,330	92,688	102,001
Increase in Accrued Wages and Benefits	4,010	1,355	1,039	0	6,404
Increase in Intergovernmental Payable	98,667	81,806	0	0	180,473
Increase in Deferred Revenue	0	0	1,876	14,851	16,727
Increase in Compensated Absences	14,059	10,526	11,277	0	35,862
Total Adjustments	<u>146,084</u>	<u>246,390</u>	<u>32,791</u>	<u>107,539</u>	<u>532,804</u>
Net Cash Provided by Operating Activities	<u>\$172,434</u>	<u>\$296,785</u>	<u>\$150,875</u>	<u>\$197,499</u>	<u>\$817,593</u>

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2001 the Water Fund had outstanding liabilities of \$13,384 for the purchase of certain capital assets.

FIDUCIARY FUND TYPES

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

EXPENDABLE TRUST FUNDS

Community Environment Fund

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

Supervision and Inspection Fund

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

Plot, Grade and Utility Plans Fund

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

Unclaimed Funds Fund

To account for funds which rightfully belong to the payor and are refunded when the payor provides proof of claim for the funds within the period specified by law.

(The Statement of Revenues, Expenditures and Changes in Fund Balances is not presented because there was no activity during the year.)

Employees Fund

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

AGENCY FUNDS

Mayor's Court Fund

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

School Activities Fund

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

(Continued)

Columbus Sewer Capacity Fund

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

Board of Building Standards Fund

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

Reynoldsburg Visitors and Activities Bureau Fund

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

Engineering Review Fund

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

Demolition Expense Fund

To account for insurance funds used to demolish buildings which are a public nuisance due to fire or other damage.
(The Balance Sheet is not presented because there are no assets or liabilities at year end.)

THE CITY OF REYNOLDSBURG, OHIO
COMBINING BALANCE SHEET
FIDUCIARY FUNDS
DECEMBER 31, 2001

	Expendable Trust Funds				
	Community Environment	Supervision and Inspection	Plot, Grade and Utility Plans	Unclaimed Funds	Employees
Assets:					
Cash and Cash Equivalents	\$20,587	\$412,429	\$22,212	\$9,948	\$1,024
Receivables (net of allowance for doubtful accounts):					
Taxes	0	0	0	0	0
Accounts	0	0	0	0	0
	<u>\$20,587</u>	<u>\$412,429</u>	<u>\$22,212</u>	<u>\$9,948</u>	<u>\$1,024</u>
Liabilities and Fund Equity:					
Liabilities:					
Accounts Payable	\$0	\$32,900	\$1,294	\$0	\$0
Due to Other Funds	0	0	0	0	0
Intergovernmental Payable	0	0	0	0	0
Due to Others	0	0	0	0	0
Claimant Liability	0	0	0	9,948	0
	<u>0</u>	<u>32,900</u>	<u>1,294</u>	<u>9,948</u>	<u>0</u>
Fund Equity:					
Reserved for Encumbrances	0	304,527	10,189	0	170
Unreserved	20,587	75,002	10,729	0	854
	<u>20,587</u>	<u>379,529</u>	<u>20,918</u>	<u>0</u>	<u>1,024</u>
Total Liabilities and Fund Equity	<u>\$20,587</u>	<u>\$412,429</u>	<u>\$22,212</u>	<u>\$9,948</u>	<u>\$1,024</u>

THE CITY OF REYNOLDSBURG, OHIO
COMBINING BALANCE SHEET
FIDUCIARY FUNDS
DECEMBER 31, 2001

Agency Funds						
Mayor's Court	School Activities	Columbus Sewer Capacity	Board of Building Standards	Reynoldsburg Visitors and Activities Bureau	Engineering Review	Totals
\$25,995	\$12,230	\$71,643	\$8,942	\$0	\$21,380	\$606,390
0	0	0	0	2,050	0	2,050
0	437	0	0	0	2,445	2,882
<u>\$25,995</u>	<u>\$12,667</u>	<u>\$71,643</u>	<u>\$8,942</u>	<u>\$2,050</u>	<u>\$23,825</u>	<u>\$611,322</u>
\$0	\$0	\$0	\$0	\$0	\$0	\$34,194
15,947	0	0	0	0	0	15,947
3,490	0	71,643	8,942	2,050	0	86,125
6,558	12,667	0	0	0	23,825	43,050
0	0	0	0	0	0	9,948
<u>25,995</u>	<u>12,667</u>	<u>71,643</u>	<u>8,942</u>	<u>2,050</u>	<u>23,825</u>	<u>189,264</u>
0	0	0	0	0	0	314,886
0	0	0	0	0	0	107,172
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>422,058</u>
<u>\$25,995</u>	<u>\$12,667</u>	<u>\$71,643</u>	<u>\$8,942</u>	<u>\$2,050</u>	<u>\$23,825</u>	<u>\$611,322</u>

THE CITY OF REYNOLDSBURG, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
EXPENDABLE TRUST FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

	Community Environment	Supervision and Inspection	Plot, Grade and Utility Plans	Employees	Totals
Revenues:					
Charges for Services	\$0	\$241,108	\$14,300	\$0	\$255,408
All Other Revenues	0	0	0	2,932	2,932
Total Revenues	0	241,108	14,300	2,932	258,340
Expenditures:					
Community Environment	439	210,293	12,005	0	222,737
General Government	0	0	0	2,989	2,989
Total Expenditures	439	210,293	12,005	2,989	225,726
Excess (Deficiency) of Revenues Over (Under) Expenditures	(439)	30,815	2,295	(57)	32,614
Fund Balance at Beginning of Year	21,026	348,714	18,623	1,081	389,444
Fund Balance at End of Year	\$20,587	\$379,529	\$20,918	\$1,024	\$422,058

THE CITY OF REYNOLDSBURG, OHIO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

	Balance December 31, 2000	Additions	Deductions	Balance December 31, 2001
<u>Mayor's Court:</u>				
Assets:				
Cash and Cash Equivalents	\$36,514	\$439,303	(\$449,822)	\$25,995
Total Assets	<u>\$36,514</u>	<u>\$439,303</u>	<u>(\$449,822)</u>	<u>\$25,995</u>
Liabilities:				
Due to Other Funds	\$22,980	\$272,368	(\$279,401)	\$15,947
Intergovernmental Payable	4,641	57,109	(58,260)	3,490
Due to Others	8,893	109,826	(112,161)	6,558
Total Liabilities	<u>\$36,514</u>	<u>\$439,303</u>	<u>(\$449,822)</u>	<u>\$25,995</u>
<u>School Activities:</u>				
Assets:				
Cash and Cash Equivalents	\$12,698	\$32,977	(\$33,445)	\$12,230
Accounts Receivable	397	437	(397)	437
Total Assets	<u>\$13,095</u>	<u>\$33,414</u>	<u>(\$33,842)</u>	<u>\$12,667</u>
Liabilities:				
Due to Others	\$13,095	\$33,414	(\$33,842)	\$12,667
Total Liabilities	<u>\$13,095</u>	<u>\$33,414</u>	<u>(\$33,842)</u>	<u>\$12,667</u>
<u>Columbus Sewer Capacity:</u>				
Assets:				
Cash and Cash Equivalents	\$71,243	\$221,968	(\$221,568)	\$71,643
Accounts Receivable	838	0	(838)	0
Total Assets	<u>\$72,081</u>	<u>\$221,968</u>	<u>(\$222,406)</u>	<u>\$71,643</u>
Liabilities:				
Intergovernmental Payable	\$72,081	\$221,968	(\$222,406)	\$71,643
Total Liabilities	<u>\$72,081</u>	<u>\$221,968</u>	<u>(\$222,406)</u>	<u>\$71,643</u>
<u>Board of Building Standards:</u>				
Assets:				
Cash and Cash Equivalents	\$8,972	\$3,975	(\$4,005)	\$8,942
Total Assets	<u>\$8,972</u>	<u>\$3,975</u>	<u>(\$4,005)</u>	<u>\$8,942</u>
Liabilities:				
Intergovernmental Payable	\$8,972	\$3,975	(\$4,005)	\$8,942
Total Liabilities	<u>\$8,972</u>	<u>\$3,975</u>	<u>(\$4,005)</u>	<u>\$8,942</u>

(Continued)

THE CITY OF REYNOLDSBURG, OHIO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2001

	Balance December 31, 2000	Additions	Deductions	Balance December 31, 2001
<u>Reynoldsburg Visitors and Activities Bureau:</u>				
Assets:				
Cash and Cash Equivalents	\$7,057	\$46,412	(\$53,469)	\$0
Taxes Receivable	2,176	2,050	(2,176)	2,050
Total Assets	<u>\$9,233</u>	<u>\$48,462</u>	<u>(\$55,645)</u>	<u>\$2,050</u>
Liabilities:				
Intergovernmental Payable	\$9,233	\$48,462	(\$55,645)	\$2,050
Total Liabilities	<u>\$9,233</u>	<u>\$48,462</u>	<u>(\$55,645)</u>	<u>\$2,050</u>
<u>Engineering Review:</u>				
Assets:				
Cash and Cash Equivalents	\$38,309	\$49,836	(\$66,765)	\$21,380
Accounts Receivable	5,383	2,445	(5,383)	2,445
Total Assets	<u>\$43,692</u>	<u>\$52,281</u>	<u>(\$72,148)</u>	<u>\$23,825</u>
Liabilities:				
Due to Others	\$43,692	\$52,281	(\$72,148)	\$23,825
Total Liabilities	<u>\$43,692</u>	<u>\$52,281</u>	<u>(\$72,148)</u>	<u>\$23,825</u>
<u>Demolition Expense</u>				
Assets:				
Cash and Cash Equivalents	\$0	\$1,200	(\$1,200)	\$0
Total Assets	<u>\$0</u>	<u>\$1,200</u>	<u>(\$1,200)</u>	<u>\$0</u>
Liabilities:				
Due to Others	\$0	\$1,200	(\$1,200)	\$0
Total Liabilities	<u>\$0</u>	<u>\$1,200</u>	<u>(\$1,200)</u>	<u>\$0</u>
<u>Totals - All Agency Funds:</u>				
Assets:				
Cash and Cash Equivalents	\$174,793	\$795,671	(\$830,274)	\$140,190
Taxes Receivable	2,176	2,050	(2,176)	2,050
Accounts Receivable	6,618	2,882	(6,618)	2,882
Total Assets	<u>\$183,587</u>	<u>\$800,603</u>	<u>(\$839,068)</u>	<u>\$145,122</u>
Liabilities:				
Due to Other Funds	\$22,980	\$272,368	(\$279,401)	\$15,947
Intergovernmental Payable	94,927	331,514	(340,316)	86,125
Due to Others	65,680	196,721	(219,351)	43,050
Total Liabilities	<u>\$183,587</u>	<u>\$800,603</u>	<u>(\$839,068)</u>	<u>\$145,122</u>

GENERAL FIXED ASSETS ACCOUNT GROUP

General Fixed Assets Account Group is used to account for fixed assets other than those accounted for in the Proprietary Funds.

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF GENERAL FIXED ASSETS
BY SOURCE
DECEMBER 31, 2001

General Fixed Assets:

Land	\$1,330,903
Buildings and Improvements	11,232,717
Land Improvements	1,068,816
Machinery and Equipment	3,427,985
Construction in Progress	388,330
	<hr/>
Total General Fixed Assets	\$17,448,751
	<hr/>

Investment in General Fixed Assets:

General Fund	\$2,357,748
Special Revenue Funds	849,209
Capital Project Funds	14,179,763
Expendable Trust Funds	6,282
Enterprise Funds	4,189
Internal Service Fund	45,560
Contributions	6,000
	<hr/>
Total Investment in General Fixed Assets	\$17,448,751
	<hr/>

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF GENERAL FIXED ASSETS
BY CATEGORY
DECEMBER 31, 2001

Function and Activity	Land	Buildings and Improvements	Land Improvements	Machinery and Equipment	Construction in Progress	Total
<u>General Government:</u>						
General	\$861,345	\$3,597,753	\$443,023	\$92,074	\$0	\$4,994,195
Income Tax	0	0	0	3,851	0	3,851
Public Land and Buildings	0	0	0	81,579	0	81,579
Mayor	0	0	0	55,272	0	55,272
Auditor	0	0	0	46,301	0	46,301
Attorney	0	0	0	17,217	0	17,217
City Council	0	0	0	32,716	0	32,716
Human Resources	0	0	0	12,809	0	12,809
Computer Systems	0	0	0	52,013	0	52,013
Clerk of Court	0	0	0	26,881	0	26,881
Mechanic	0	0	0	51,842	0	51,842
Total General Government	861,345	3,597,753	443,023	472,555	0	5,374,676
<u>Security of Persons and Property:</u>						
Police	0	6,715,168	0	1,392,879	0	8,108,047
<u>Transportation:</u>						
Street	1,200	386,804	0	912,755	0	1,300,759
<u>Leisure Time Activities:</u>						
Recreation/Seniors	468,358	532,992	625,793	531,032	388,330	2,546,505
<u>Community Environment:</u>						
Development Director	0	0	0	5,269	0	5,269
Economic Development	0	0	0	3,313	0	3,313
Service Director	0	0	0	110,182	0	110,182
Total Community Environment	0	0	0	118,764	0	118,764
Total General Fixed Assets	<u>\$1,330,903</u>	<u>\$11,232,717</u>	<u>\$1,068,816</u>	<u>\$3,427,985</u>	<u>\$388,330</u>	<u>\$17,448,751</u>

THE CITY OF REYNOLDSBURG, OHIO
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED DECEMBER 31, 2001

Function and Activity	December 31, 2000	Transfers	Additions	Deletions	December 31, 2001
<u>General Government:</u>					
General	\$5,629,774	\$0	\$0	(\$635,579)	\$4,994,195
Income Tax	2,592	1,259	0	0	3,851
Public Land and Buildings	78,773	0	12,296	(9,490)	81,579
Mayor	57,352	(2,080)	0	0	55,272
Auditor	45,868	(1,259)	2,692	(1,000)	46,301
Attorney	13,074	(271)	4,414	0	17,217
City Council	27,066	0	5,650	0	32,716
Human Resources	11,270	0	1,539	0	12,809
Computer Systems	43,389	(1,530)	10,154	0	52,013
Clerk of Court	19,527	0	7,354	0	26,881
Mechanic	0	0	51,842	0	51,842
Total General Government	5,928,685	(3,881)	95,941	(646,069)	5,374,676
<u>Security of Persons and Property:</u>					
Police	3,687,460	3,431	7,016,587	(2,599,431)	8,108,047
<u>Transportation:</u>					
Street	1,250,220	1,530	110,764	(61,755)	1,300,759
<u>Leisure Time Activities:</u>					
Recreation/Seniors	1,594,814	(1,595)	1,428,254	(474,968)	2,546,505
<u>Community Development:</u>					
Development Director	3,240	0	2,029	0	5,269
Economic Development	3,313	0	0	0	3,313
Service Director	109,667	515	0	0	110,182
Total Community Development	116,220	515	2,029	0	118,764
Total General Fixed Assets	\$12,577,399	\$0	\$8,653,575	(\$3,782,223)	\$17,448,751

STATISTICAL SECTION

***T**HE FOLLOWING UNAUDITED STATISTICAL TABLES REFLECT SOCIAL AND ECONOMIC DATA, FINANCIAL TRENDS AND FISCAL CAPACITY OF THE CITY.*

THE CITY OF REYNOLDSBURG , OHIO
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)
LAST TEN YEARS

Year	Security of Persons and Property	Public Health and Welfare	Leisure Time Activities	Community Environment	Trans- portation	General Government	Capital Outlay	Debt Service	Other	Total
1992	\$2,850,431	\$106,047	\$424,684	\$590,900	\$589,912	\$948,615	\$138,090	\$548,594	\$45,913	\$6,243,186
1993	3,180,775	88,480	473,437	625,979	500,000	892,405	284,171	641,968	9,784	6,696,999
1994 a	3,303,867	94,360	494,830	658,099	978,653	1,331,969	0	879,069	0	7,740,847
1995 a	3,417,961	96,977	544,743	673,289	916,080	1,283,085	0	868,027	0	7,800,162
1996 a	3,745,512	102,678	651,651	606,577	1,397,705	1,505,775	0	860,391	0	8,870,289
1997 a	3,908,378	113,188	747,768	669,914	1,001,407	1,640,206	0	828,833	0	8,909,694
1998 a	4,323,208	113,408	778,545	793,798	763,613	1,864,728	0	894,237	0	9,531,537
1999 a	4,693,960	126,324	789,794	918,188	782,729	2,232,396	0	1,246,033	0	10,789,424
2000 a	4,833,788	141,032	811,806	1,005,299	732,232	2,561,455	0	1,430,755	0	11,516,367
2001 a	5,437,131	154,792	839,601	1,060,127	730,591	2,737,704	0	1,934,720	0	12,894,666

a - Capital Outlay is reported as part of each individual function.

(1) Includes General Fund, Special Revenue Funds and Debt Service Funds.

THE CITY OF REYNOLDSBURG, OHIO
GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
LAST TEN YEARS

<u>Year</u>	<u>Taxes</u>	<u>Inter-Governmental Revenues</u>	<u>Charges for Services</u>	<u>Licenses and Permits</u>	<u>Investment Earnings</u>	<u>Fines and Forfeitures</u>	<u>All Other (2)</u>	<u>Total</u>
1992	\$4,875,761	\$2,147,189	\$200,754	\$220,435	\$329,147	\$245,706	\$99,790	\$8,118,782
1993	4,545,388	1,734,027	52,849	209,763	317,768	257,114	290,016	7,406,925
1994	4,938,210	2,594,584	52,800	201,334	378,407	251,437	94,141	8,510,913
1995	5,572,319	2,935,030	67,207	300,078	576,990	287,914	92,329	9,831,867
1996	5,555,775	2,370,457	74,998	408,710	673,685	256,831	67,406	9,407,862
1997	6,557,795	2,373,303	83,880	275,956	723,049	326,981	62,207	10,403,171
1998	7,618,128	2,706,337	96,194	302,310	737,648	330,724	124,296	11,915,637
1999	8,723,571	2,927,364	91,961	403,190	693,899	354,411	102,288	13,296,684
2000	10,576,632	2,970,816	110,058	358,321	1,136,703	386,692	89,630	15,628,852
2001	9,856,871	3,296,546	99,879	388,302	988,084	356,790	73,753	15,060,225

(1) Includes General Fund, Special Revenue Funds and Debt Service Funds.

(2) Includes Special Assessment Revenue which accounts for less than .5% of total revenues.

**THE CITY OF REYNOLDSBURG, OHIO
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS**

<u>Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Percent of Total Tax Collections To Tax Levy</u>	<u>Accumulated Outstanding Delinquent Taxes</u>	<u>Percentage of Accumulated Delinquent Taxes To Total Tax Levy</u>
1992	\$628,214	\$576,030	\$17,331	\$593,361	94.45%	\$41,988	6.68%
1993	588,226	565,494	29,220	594,714	101.10%	34,794	5.92%
1994	672,696	662,186	45,985	708,171	105.27%	20,692	3.08%
1995	664,835	654,749	14,738	669,487	100.70%	17,025	2.56%
1996	596,594	580,332	9,212	589,544	98.82%	22,368	3.75%
1997	324,766	318,895	6,955	325,850	100.33%	9,840	3.03%
1998	332,231	327,587	6,196	333,783	100.47%	9,150	2.75%
1999	345,352	339,242	6,241	345,483	100.04%	10,944	3.17%
2000	399,724	376,623	7,399	384,022	96.07%	19,060	4.77%
2001	408,476	402,335	9,081	411,416	100.72%	25,135	6.15%

Source: Franklin, Licking and Fairfield County Auditors

THE CITY OF REYNOLDSBURG, OHIO
ASSESSED VALUATIONS AND ESTIMATED TRUE VALUES
OF TAXABLE PROPERTY
LAST TEN YEARS
FRANKLIN COUNTY

Tax Year	Real Property		Public Utility Personal		Tangible Personal Property		Total		Assessed Value as a Percent of Actual Value
	Assessed	Actual	Assessed	Actual	Assessed	Actual	Assessed	Actual	
1992	\$252,627,790	\$721,793,884	\$15,607,030	\$60,027,039	\$18,678,701	\$52,791,441	\$286,913,521	\$834,612,364	34.38%
1993	298,212,840	852,036,686	16,064,130	45,897,514	9,425,618	37,702,472	323,702,588	935,636,672	34.60%
1994	315,847,770	902,422,200	17,516,890	70,067,560	20,880,022	59,657,206	354,244,682	1,032,146,966	34.32%
1995	331,555,740	947,302,114	17,278,710	49,367,743	19,129,245	58,346,540	367,963,695	1,055,016,397	34.88%
1996	313,781,210	941,668,114	15,346,730	47,976,749	15,377,302	61,509,208	344,505,242	1,051,154,071	32.77%
1997	320,573,450	915,924,146	17,958,660	55,089,446	16,836,701	50,159,924	355,368,811	1,021,173,516	34.80%
1998	328,675,430	939,072,660	15,392,540	48,464,280	15,536,762	44,889,008	359,604,732	1,032,425,948	34.83%
1999	377,107,210	1,077,449,168	15,374,590	48,024,889	16,357,464	47,704,296	408,839,264	1,173,178,353	34.85%
2000	381,051,290	1,088,717,976	14,917,960	42,622,743	21,853,289	87,413,156	417,822,539	1,218,753,875	34.28%
2001	386,332,280	1,103,806,516	15,367,980	43,908,515	23,573,095	94,292,380	425,273,355	1,242,007,411	34.24%

Source: Franklin County Auditor

THE CITY OF REYNOLDSBURG, OHIO
ASSESSED VALUATIONS AND ESTIMATED TRUE VALUES
OF TAXABLE PROPERTY
LAST TEN YEARS
LICKING COUNTY

Tax Year	Real Property		Public Utility Personal		Tangible Personal Property		Total		Assessed Value as a Percent of Actual Value
	Assessed	Actual	Assessed	Actual	Assessed	Actual	Assessed	Actual	
1992	\$15,127,170	\$43,220,486	\$230,370	\$886,038	\$341,180	\$974,800	\$15,698,720	\$45,081,324	34.82%
1993	26,554,140	75,877,540	602,550	1,721,571	1,133,980	3,239,940	28,290,670	80,839,051	35.00%
1994	35,330,730	100,944,950	1,050,960	3,002,740	6,332,250	18,092,140	42,713,940	122,039,830	35.00%
1995	43,389,680	123,970,514	1,359,070	3,883,057	3,281,890	13,127,560	48,030,640	140,981,131	34.07%
1996	59,192,310	123,970,514	1,607,670	1,607,670	3,583,420	14,333,680	64,383,400	139,911,864	46.02%
1997	69,026,630	197,218,940	1,899,230	1,899,230	3,220,090	12,880,360	74,145,950	211,998,530	34.97%
1998	80,325,610	229,501,740	2,280,210	2,280,210	3,229,650	12,918,600	85,835,470	244,700,550	35.08%
1999	95,806,230	273,732,090	2,082,700	2,082,700	3,432,660	13,730,640	101,321,590	289,545,430	34.99%
2000	105,777,880	302,222,510	2,227,350	6,363,857	2,585,040	10,340,160	110,590,270	318,926,527	34.68%
2001	117,499,260	335,712,170	1,804,190	5,154,829	1,961,380	7,845,520	121,264,830	348,712,519	34.78%

Source: Licking County Auditor

THE CITY OF REYNOLDSBURG, OHIO
ASSESSED VALUATIONS AND ESTIMATED TRUE VALUES
OF TAXABLE PROPERTY
LAST TEN YEARS
FAIRFIELD COUNTY

Tax Year	Real Property		Public Utility Personal		Tangible Personal Property		Total		Assessed Value as a Percent of Actual Value
	Assessed	Actual	Assessed	Actual	Assessed	Actual	Assessed	Actual	
1992	\$1,778,360	\$5,080,830	\$21,950	\$84,423	\$582,680	\$2,241,076	\$2,382,990	\$7,406,329	32.18%
1993	1,990,320	5,686,630	184,830	528,830	679,965	2,719,860	2,855,115	8,935,320	31.95%
1994	2,007,430	5,735,514	190,500	381,000	1,203,993	4,598,308	3,401,923	10,714,822	31.75%
1995	2,462,350	7,035,286	494,490	1,291,086	1,218,110	5,042,880	4,174,950	13,369,252	31.23%
1996	2,834,520	8,098,629	615,610	615,610	1,306,190	5,224,760	4,756,320	13,938,999	34.12%
1997	2,443,040	6,980,114	135,610	135,610	1,076,630	4,306,520	3,655,280	11,422,244	32.00%
1998	5,923,900	16,925,429	135,110	135,110	1,084,860	4,339,440	7,143,870	21,399,979	33.38%
1999	6,129,050	17,511,571	123,640	123,640	998,730	3,994,920	7,251,420	21,630,131	33.52%
2000	8,499,110	24,283,171	100,850	288,143	739,313	2,957,252	9,339,273	27,528,566	33.93%
2001	15,603,320	44,580,914	110,650	316,143	1,042,044	4,168,176	16,756,014	49,065,233	34.15%

Source: Fairfield County Auditor

THE CITY OF REYNOLDSBURG, OHIO
ASSESSED VALUATIONS AND ESTIMATED TRUE VALUES
OF TAXABLE PROPERTY
LAST TEN YEARS
TOTALS - ALL THREE COUNTIES

Tax Year	Real Property		Public Utility Personal		Tangible Personal Property		Total		Assessed Value as a Percent of Actual Value
	Assessed	Actual	Assessed	Actual	Assessed	Actual	Assessed	Actual	
1992	\$269,533,320	\$770,095,200	\$15,859,350	\$60,997,500	\$19,602,561	\$56,007,317	\$304,995,231	\$887,100,017	34.38%
1993	326,757,300	933,600,856	16,851,510	48,147,915	11,239,563	43,662,272	354,848,373	1,025,411,043	34.61%
1994	353,185,930	1,009,102,664	18,758,350	73,451,300	28,416,265	82,347,654	400,360,545	1,164,901,618	34.37%
1995	377,407,770	1,078,307,914	19,132,270	54,541,886	23,629,245	76,516,980	420,169,285	1,209,366,780	34.74%
1996	375,808,040	1,073,737,257	17,570,010	50,200,029	20,266,912	81,067,648	413,644,962	1,205,004,934	34.33%
1997	392,043,120	1,120,123,200	19,993,500	57,124,286	21,133,421	67,346,804	433,170,041	1,244,594,290	34.80%
1998	414,924,940	1,185,499,829	17,807,860	50,879,600	19,851,272	62,147,048	452,584,072	1,298,526,477	34.85%
1999	479,042,490	1,368,692,829	17,580,930	50,231,229	20,788,854	65,429,856	517,412,274	1,484,353,914	34.86%
2000	495,328,280	1,415,223,657	17,246,160	49,274,743	25,177,642	100,710,568	537,752,082	1,565,208,968	34.36%
2001	519,434,860	1,484,099,600	17,282,820	49,379,487	26,576,519	106,306,076	563,294,199	1,639,785,163	34.35%

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

THE CITY OF REYNOLDSBURG, OHIO
PROPERTY TAX RATES - ALL DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUATIONS)
LAST TEN COLLECTION YEARS

Collection Year	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001
General Fund	2.50	2.50	2.50	2.50	2.50	0.40	0.40	0.40	0.40	0.40
Police Pension	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
Debt Retirement Fund	0.14	0.14	0.11	0.10	0.10	0.09	0.08	0.07	0.06	0.06
Total City	2.94	2.94	2.91	2.90	2.90	0.79	0.78	0.77	0.76	0.76
Counties:										
Franklin	12.42	14.57	14.57	14.57	14.82	15.12	15.22	15.22	17.64	17.64
Fairfield	8.55	8.55	8.55	7.05	7.05	7.05	7.05	7.05	7.05	7.05
Licking	7.20	7.20	8.63	6.70	6.70	7.20	7.20	7.20	7.20	7.20
School Districts:										
Reynoldsburg City	50.36	51.56	51.31	50.24	51.13	54.20	54.02	54.02	55.49	55.39
Eastland Joint Vocational	1.24	1.24	1.23	1.20	1.20	1.20	1.20	2.00	2.00	2.00
Licking Heights City	n/a	n/a	n/a	n/a	40.70	40.70	40.70	40.10	39.60	48.50
Pickerington Local	n/a	n/a	n/a	n/a	65.00	65.00	68.96	66.36	66.36	70.30
Townships:										
Truro, Franklin County	10.40	10.40	10.40	12.65	12.65	12.65	12.65	12.65	12.65	12.65
Violet, Fairfield County	6.35	5.70	7.20	7.20	8.30	8.55	8.55	8.55	8.30	8.30
Etna, Licking County	1.00	5.30	1.50	2.30	1.00	1.00	1.00	1.00	1.00	1.00
Other:										
Franklin County Library	2.20	2.20	2.20	2.20	2.20	2.20	2.20	2.20	2.20	2.20
West Licking Joint Fire District	n/a	n/a	n/a	n/a	8.50	8.50	8.50	10.50	10.50	10.50

Source: Franklin, Fairfield and Licking Counties, Ohio: County Auditors

THE CITY OF REYNOLDSBURG, OHIO
SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS
LAST TEN YEARS

<u>Collection Year</u>	<u>Amount Billed</u>	<u>Amount Collected</u>	<u>Percent Collected</u>
1992	\$47,031	\$43,876	93.29%
1993	40,703	36,171	88.87%
1994	40,875	44,988	110.06%
1995	35,826	44,744	124.89%
1996	34,705	34,602	99.70%
1997	34,752	38,195	109.91%
1998	31,760	38,499	121.22%
1999	85,078	60,444	71.05%
2000	82,439	50,139	60.82%
2001	74,622	43,340	58.08%

Source: Franklin and Licking County Auditors

**THE CITY OF REYNOLDSBURG, OHIO
COMPUTATION OF LEGAL DEBT MARGIN
DECEMBER 31, 2001**

	Total Debt	Unvoted Debt
Net Assessed Valuation	\$563,294,199	\$563,294,199
Legal Debt Limitation (%) (1)	10.50%	5.50%
Legal Debt Limitation (\$) (1)	59,145,891	30,981,181
City Debt Outstanding (2)	11,754,660	11,754,660
Less Applicable Debt Service Fund Amounts	(1,919,102)	(1,919,102)
Net Indebtedness Subject to Limitation	9,835,558	9,835,558
Legal Debt Margin	\$49,310,333	\$21,145,623

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

(2) City Debt Outstanding includes Non Self-Supporting General Obligation Bonds and Notes only.
Enterprise Debt is not considered in the computation of the Legal Debt Margin.

THE CITY OF REYNOLDSBURG, OHIO
RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE
AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA
LAST TEN YEARS

Year	Population (1)	Assessed Value (2) (In Thousands)	Gross Bonded Debt (3)	Debt Service Funds Available	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Valuation	Net Bonded Debt Per Capita
1992	26,037	\$304,995,231	\$3,720,000	\$393,349	\$3,326,651	1.09%	\$127.77
1993	26,732	354,848,373	8,188,950	583,486	7,605,464	2.14%	284.51
1994	27,631	400,360,545	7,803,485	718,172	7,085,313	1.77%	256.43
1995	28,627	420,169,285	7,407,950	716,632	6,691,318	1.59%	233.74
1996	30,687	413,644,962	7,003,000	406,792	6,596,208	1.59%	214.95
1997	31,200	433,170,041	6,584,150	420,453	6,163,697	1.42%	197.55
1998	33,400	452,584,072	6,851,850	444,799	6,407,051	1.42%	191.83
1999	35,000	517,412,274	6,764,200	632,700	6,131,500	1.19%	175.19
2000	32,069	537,752,082	12,407,650	435,098	11,972,552	2.23%	373.34
2001	32,069	563,294,199	11,754,660	1,919,102	9,835,558	1.75%	306.70

(1) Source: Mid Ohio Regional Planning Commission and U.S. Bureau of Census Population-Federal 2000 Census.

(2) Source: Franklin, Licking, and Fairfield County Auditors

(3) Includes all general obligation bonded debt supported by property taxes.

Does not include the Taylor Square Tax Increment Equivalent Bond which is supported by payments in lieu of taxes.

THE CITY OF REYNOLDSBURG, OHIO
RATIO OF ANNUAL DEBT SERVICE FOR GENERAL OBLIGATION
BONDED DEBT TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
LAST TEN YEARS

<u>Year</u>	<u>Debt Principal</u>	<u>Debt Interest</u>	<u>Total Bonded Debt Service</u>	<u>Total General Governmental Expenditures(1)</u>	<u>Debt Service to Total General Governmental Expenditures</u>
1992	\$191,000	\$280,585	\$471,585	\$6,243,186	7.55%
1993	210,000	273,590	483,590	6,696,999	7.22%
1994	385,465	442,657	828,122	7,740,847	10.70%
1995	395,535	411,139	806,674	7,800,162	10.34%
1996	404,950	402,521	807,471	8,870,289	9.10%
1997	418,850	376,483	795,333	8,909,694	8.93%
1998	425,800	366,218	792,018	9,531,537	8.31%
1999	477,650	653,837	1,131,487	10,789,424	10.49%
2000	521,550	703,251	1,224,801	11,516,367	10.64%
2001	670,450	1,012,506	1,682,956	12,894,666	13.05%

(1) Includes General Fund, Special Revenue Funds, and Debt Service Fund.

THE CITY OF REYNOLDSBURG, OHIO
COMPUTATION OF ALL DIRECT AND OVERLAPPING GOVERNMENT DEBT
DECEMBER 31, 2001

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>Percentage Applicable to the City of Reynoldsburg</u>	<u>Amount Applicable to the City of Reynoldsburg</u>
Direct			
City of Reynoldsburg	\$9,835,558	100.00%	\$9,835,558
Overlapping Subdivisions			
Reynoldsburg City School District	17,946,520	69.27%	12,431,554
Jefferson Township	1,934,208	13.62%	263,439
Franklin County	159,537,300	2.55%	4,068,201
Licking County	14,071,776	4.50%	633,230
Fairfield County	2,320,000	0.45%	10,440
Licking Heights Local School District	24,773,988	6.95%	1,721,792
Licking County Joint Vocational School District	931,209	64.00%	595,974
Pickerington Local School District	125,464,335	1.20%	1,505,572
		Subtotal	<u>21,230,202</u>
		Total	<u><u>\$31,065,760</u></u>

The percentage of gross indebtedness of the City's overlapping political subdivisions was determined by dividing each overlapping subdivision's assessed value within the City by its total assessed value.

Source: Franklin, Licking and Fairfield County Auditors.

**THE CITY OF REYNOLDSBURG, OHIO
DEMOGRAPHIC STATISTICS
LAST TEN YEARS**

<u>Year</u>		<u>Population (1)</u>	<u>School Enrollment (2)</u>	<u>Unemployment Rate(3)</u>
1992	(a)	26,037	4,788	5.0%
1993	(a)	26,732	4,829	4.4%
1994	(a)	27,631	4,905	2.9%
1995	(a)	28,627	5,198	2.9%
1996	(a)	30,687	5,545	2.9%
1997	(a)	31,200	5,782	2.8%
1998	(a)	33,400	5,663	2.7%
1999	(a)	35,000	5,808	2.7%
2000	(b)	32,069	5,892	2.5%
2001	(b)	32,069	6,160	2.8%

U.S. Bureau of Census of Population	2001 State of Ohio	4.3%
	2001 United States	4.8%

- (1) Source: (a) Mid Ohio Regional Planning Commission
(b) U.S. Bureau of Census of Population - Federal 2000 Census
- (2) Source: Reynoldsburg School District Board of Education.
- (3) Source: U.S. Department of Labor

THE CITY OF REYNOLDSBURG, OHIO
PROPERTY VALUE AND CONSTRUCTION PERMITS
LAST TEN YEARS

Year	Residential (1)		Commercial (1)	
	Number of Permits	Property Value	Number of Permits	Property Value
1992	231	\$26,621,377	1	\$37,000
1993	282	32,419,194	25	4,366,916
1994	284	34,041,583	3	417,000
1995	212	24,328,551	25	5,454,000
1996	258	29,827,668	88	41,656,275
1997	209	23,075,677	54	5,708,023
1998	241	28,262,164	5	6,361,000
1999	281	35,591,408	34	17,150,704
2000	253	36,434,516	90	8,064,078
2001	287	35,703,995	176	10,482,225

(1) Source: City of Reynoldsburg Building Department.

THE CITY OF REYNOLDSBURG, OHIO
PRINCIPAL TAXPAYERS (PERSONAL PROPERTY TAX)
DECEMBER 31, 2001

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2001 Assessed Valuation (Tax Duplicate)</u>	<u>Percentage of Total Assessed Valuation</u>
1. Bath & Body Works, Inc. (Division of The Limited)	Retail	\$5,635,610	21.21%
2. Victoria's Secret Stores, Inc. (Division of The Limited)	Retail	2,179,850	8.20%
3. Home Depot USA, Inc.	Retail	1,780,820	6.70%
4. Insight Communications of Central Ohio	Cable Television	1,173,300	4.41%
5. Ameritech New Media Inc	Cable Television	981,300	3.69%
6. Dynalab Inc.	Manufacturing	972,140	3.66%
7. K Mart Corporation	Retail	787,740	2.97%
8. Value City Department Stores, Inc.	Retail	778,860	2.93%
9. Abercrombie & Fitch Management Company	Retail	675,970	2.54%
10. Penn Traffic Company	Warehousing	518,240	1.95%
Sub-Total		15,483,830	58.26%
All Others		11,092,689	41.74%
Total		\$26,576,519	100.00%

Source: Franklin County, Ohio: County Auditor

THE CITY OF REYNOLDSBURG, OHIO
PRINCIPAL TAXPAYERS (REAL PROPERTY TAX)
DECEMBER 31, 2001

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2001 Assessed Valuation (Tax Duplicate)</u>	<u>Percentage of Total Assessed Valuation</u>
1. Distribution Land Corporation	Real Estate	\$4,590,960	0.89%
2. New Plan of Eastgreen Inc.	Real Estate	3,290,000	0.63%
3. Indiancreek Columbus Limited Partnership	Real Estate	2,830,840	0.54%
4. Millstream LTD	Real Estate	2,653,500	0.51%
5. Wind River Apartments Limited Partnership	Real Estate	2,521,280	0.49%
6. Donley Enterprises	Real Estate	2,485,000	0.48%
7. Century City Apartments	Real Estate	2,485,000	0.48%
8. Reyno Holding Company	Real Estate	2,448,480	0.47%
9. Brown-Benchmark Properties Limited Partnership	Real Estate	2,345,010	0.45%
10. Woodview Plaza Associates	Real Estate	2,205,020	0.42%
Sub-Total		27,855,090	5.36%
All Others		491,579,770	94.64%
Total		\$519,434,860	100.00%

Sources: Franklin County, Licking County, Fairfield County, Ohio: County Auditor

**THE CITY OF REYNOLDSBURG, OHIO
PRINCIPAL TAXPAYERS (INCOME TAX)
DECEMBER 31, 2001**

<u>Taxpayer</u>	<u>Type of Business</u>
1. Bath & Body Works Inc. (Division of The Limited)	Retail
2. Victoria's Secret Stores, Inc. (Division of The Limited)	Retail
3. Lane Bryant, Inc. (Division of The Limited)	Retail
4. Reynoldsburg City Schools	Education
5. State of Ohio Department of Administrative Services	Government
6. Abercrombie & Fitch, Inc.	Retail
7. Limited Logistics Services	Warehousing
8. Wal-Mart	Retail
9. Abercrombie & Fitch, Mdse	Retail
10. City of Reynoldsburg	Government

Source: Reynoldsburg City Auditor

**CITY OF REYNOLDSBURG, OHIO
MISCELLANEOUS STATISTICS
DECEMBER 31, 2001**

Year of Incorporation	1839	Area - square miles	12
Form of Government	Mayor - Council	Miles of Streets	102
		Elevation (feet above sea level)	833
Police Services:			
Number of Stations	1	Sewers:	
Number of Police Personnel and Officers	66	Miles of Sanitary Sewers	136.20
Number of Patrol Units	14	Miles of Storm Sewers	101.66
		Number of Service Connections	9,928
Recreation and Culture:			
Number of Parks	6	Water:	
Park Acreage	285	Miles of Water Mains	129.80
		Number of Service Connections	10,077
Fire Protection:		Number of Fire Hydrants	1,482
Provided by Truro Township		Daily average consumption in gallons	2,955,000
		Transportation:	
(Columbus Metropolitan Area)		Highways:	
Number of Hospitals	8	Interstate Routes	2
Media		U.S. Routes	1
Newspapers:		State Routes	2
Daily	1	Airports:	
Weekly	3	Port Columbus International Airport	1
Television Stations	8		
Radio Stations	27		

Source: Reynoldsburg City Auditor

**WOLFE, WILSON, & PHILLIPS, INC.
37 SOUTH SEVENTH STREET
ZANESVILLE, OHIO 43701**

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON
INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT
OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Honorable Mayor and Members of City Council
City of Reynoldsburg
Reynoldsburg, Ohio 43068

We have audited the general-purpose financial statements of City of Reynoldsburg as of and for the year ended December 31, 2001, and have issued our report thereon dated May 28, 2002. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether City of Reynoldsburg's general-purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance, which we have reported to the management of The City of Reynoldsburg in a separate letter dated May 28, 2002.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered City of Reynoldsburg's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general-purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting, which we have reported to the management of The City of Reynoldsburg in a separate letter dated May 28, 2002.

This report is intended for the information of the Mayor, City Council, the Auditor of State, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Wolfe, Wilson, & Phillips, Inc.
Zanesville, Ohio
May 28, 2002

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A – 133 SECTION .505**

**FINANCIAL CONDITION
CITY OF REYNOLDSBURG
DECEMBER 31, 2001**

1. AUDITOR'S RESULTS

<i>(d)(1)(I)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	NO
<i>(d)(1)(II)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	NO
<i>(d)(1)(iii)</i>	Was there any reported non-compliance at the financial statement level (GAGAS)?	NO

2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS

NONE



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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800-282-0370
Facsimile 614-466-4490

CITY OF REYNOLDSBURG

FRANKLIN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JULY 18, 2002**