

**CITY OF FOREST PARK**

Independent Auditors' Report on  
Compliance and Internal Controls

December 31, 2002





**Auditor of State  
Betty Montgomery**

Members of Council  
City of Forest Park  
1201 West Kemper Road  
Forest Park, OH 45240

We have reviewed the Independent Auditor's Report of the City of Forest Park, Hamilton County, prepared by Clark, Schaefer, Hackett & Co., for the audit period January 1, 2002 through December 31, 2002. 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 Forest Park is responsible for compliance with these laws and regulations.

*Betty Montgomery*

BETTY MONTGOMERY  
Auditor of State

August 27, 2003

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Clark, Schaefer, Hackett & Co.  
CERTIFIED PUBLIC ACCOUNTANTS  
BUSINESS CONSULTANTS

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

To the Members of Council  
City of Forest Park, Ohio:

We have audited the general purpose financial statements of the City of Forest Park, Ohio, as of and for the year ended December 31, 2002, and have issued our report thereon dated July 3, 2003. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the City of Forest Park'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*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Forest Park'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 basic 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 operations that we consider to be material weaknesses.

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

*Clock, Schaefer, Hackett & Co.*

Cincinnati, Ohio  
July 3, 2003

# **CITY OF FOREST PARK, OHIO**

## **Comprehensive Annual Financial Report**



**FOR THE YEAR ENDED  
DECEMBER 31, 2002**





# **CITY OF FOREST PARK, OHIO**

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## **Comprehensive Annual Financial Report**

**For The Year Ended  
December 31, 2002**

Prepared by:  
Department of Finance

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# **INTRODUCTORY SECTION**

**CITY OF FOREST PARK  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 YEAR ENDED DECEMBER 31, 2002**

**TABLE OF CONTENTS**

	<b>PAGE</b>
Title Page	I

**INTRODUCTORY SECTION**

Table of Contents	II-IV
Letter of Transmittal	V-XVIII
List of Public Officials	XIX
Organizational Chart	XX
Certificate of Achievement for Excellence in Financial Reporting - 2001	XXI

**FINANCIAL SECTION**

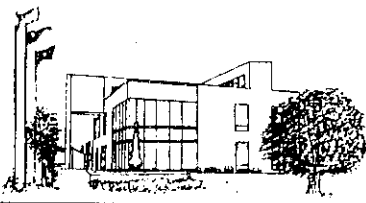
**EXHIBIT**

Independent Auditors' Report	1
General Purpose Financial Statements:	
1 Combined Balance Sheet - All Fund Types and Account Groups	2-3
2 Combined Statement of Revenues, Expenditures and Changes In Fund Balances - All Government Fund Types and Expendable Trust Funds	4-5
3 Combined Statement of Revenues, Expenditures and Changes In Fund Balances - Budget and Actual - All Governmental Fund Types - (Non-GAAP Budgetary Basis)	6-9
Notes to Financial Statements	10-33
 Supplemental Data	
Financial Statements of Individual Funds:	
<u>General Fund:</u>	34
A-1 Balance Sheet	35
A-2 Statement of Revenues, Expenditures and Changes in Fund Balance	36
A-3 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)	37
A-4 Detailed Schedule of Expenditures - Budget and Actual (Non-GAAP Budgetary Basis)	38

<b>EXHIBIT</b>	<b>PAGE</b>
<u>Special Revenue Funds:</u>	
	39
B-1 Balance Sheet	40-41
B-2 Statement of Revenues, Expenditures and Changes in Fund Balance	42-43
B-3 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)	44-54
 <u>Debt Service Fund:</u>	
	55
C-1 Balance Sheet	56
C-2 Statement of Revenues, Expenditures and Changes in Fund Balance	57
C-3 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)	58
 <u>Capital Project Funds:</u>	
	59
D-1 Balance Sheet	60-61
D-2 Statement of Revenues, Expenditures and Changes in Fund Balance	62-63
D-3 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)	64-71
 <u>Fiduciary Funds:</u>	
	72
E-1 Balance Sheet	73-74
E-2 Statement of Revenues, Expenditures and Changes in Fund Balance	75-76
E-3 Schedule of Changes in Assets and Liabilities - Agency Funds	77
 <u>General Fixed Asset Account Group:</u>	
	78
F-1 Schedule of General Fixed Assets by Source	79
F-2 Schedule of General Fixed Assets - By Function and Activity	80
F-3 Schedule of Changes in General Fixed Assets - By Function	81
 <u>General Long-Term Debt Account Group:</u>	
	82
G-1 Schedule of General Long-Term Debt	83
G-2 Schedule of Changes in General Long-Term Debt	84

## STATISTICAL SECTION

<b>TABLE</b>		<b>PAGE</b>
1	General Governmental Expenditures by Function - Last Ten Fiscal Years (1993-2002)	85-86
2	General Governmental Revenues by Source - Last Ten Fiscal Years (1993-2002)	87-88
3	Billing and Collection of Special Assessments - Last Ten Fiscal Years (1993-2002)	89
4	Billing and Collection of Property Taxes (Real and Public Utility Property Taxes Only) - Last Ten Fiscal Years (1993-2002)	90
5	Billing and Collection of Property Taxes (Tangible Personal Property Only) - Last Ten Fiscal Years (1993-2002)	91
6	Assessed and Estimated Actual Value of Taxable Property - Last Ten Fiscal Years (1993-2002)	92
7	Property Tax Rates - Direct and Overlapping Governments - Last Ten Fiscal Years (1993-2002)	93
8	Ratio of Net General Obligation Debt to Assessed Value and Net General Obligation Debt Per Capita - Last Ten Fiscal Years (1993-2002)	94
9	Computation of Direct and Overlapping Debt - December 31, 2002	95
10	Ratio of Annual Debt Service Expenditures for General Obligation Debt to Total General Governmental Expenditures - Last Ten Fiscal Years (1993-2002)	96
11	Computation of Legal Debt Margin - December 31, 2002	97
12	Property Values, Financial Institution Deposits and Building Permit Values - Last Ten Fiscal Years (1993-2002)	98
13	Ten Largest Taxpayers - December 31, 2002	99
14	Demographic Statistics - December 31, 2002	100
15	Miscellaneous Statistics	101



# City of Forest Park

FINANCE/INCOME TAX DEPARTMENT

July 7, 2003

Forest Park Citizens  
Forest Park Council Members  
Lenders and Other Interested Parties  
Forest Park, Ohio 45240

The Comprehensive Annual Financial Report (CAFR) of the City of Forest Park, Ohio (the City) for the fiscal year ended December 31, 2002, is hereby submitted for your review. The Department of Finance prepared the report. Responsibility for both the accuracy of the data presented and the completeness and the fairness of the presentation, including all disclosures, rests with the City, specifically with the Department of Finance. We believe that the enclosed data is accurate in all material respects and is presented in a manner designed to fairly set forth the financial position and results of operations of the various funds of the City. We further believe that all disclosures necessary to enable the reader to gain an understanding of the City's financial activity have been included. This report represents and reflects upon the City's financial operations and condition. It is directed to the City's residents, elected officials, management personnel, financial institutions, bondholders, bond-rating agencies, and all other parties interested in the financial affairs of the City. This CAFR was prepared in accordance with generally accepted accounting principles established by statements of the Governmental Accounting Standards Board and other authoritative pronouncements.

## **THE REPORTING ENTITY**

For financial reporting purposes, the City's financial statements include all funds, account groups, and component units for which the City is financially accountable based upon criteria set forth in GASB 14. Generally, component units are legally separate organizations for which the elected officials of the primary government (i.e., the City) are financially accountable. The City would consider an organization to be a component unit if: (1) The city appoints a voting majority of the organization's governing body; and is able to impose its will on that organization or there is a potential for the organization to provide specific financial burdens on the City; or (2) The organization is fiscally dependent upon the City; or (3) The nature of the relationship between the City and the organization is such that the exclusion from the financial reporting entity would render the financial statements misleading.

Based upon the foregoing criteria the Winton Woods School District, which provides educational services to the residents of the community, was excluded from the reporting entity. The City of Forest Park exercises no management, fiscal or legal control over the School District as it is an autonomous government entity under Ohio law. Residents who live within the boundaries of the district elect the members of the Board of Education of the School District.

## **THE COMPREHENSIVE ANNUAL FINANCIAL REPORT**

This report is arranged in three sections. The "Introductory Section" contains highlighted financial information, an organizational chart, and summary data concerning financial operations and the financial condition of the City. The "Financial Section" consists of the audited General Purpose Financial Statements and relevant supplemental data for the 2002 fiscal year. The "Statistical Section" provides pertinent financial and economic information, generally presented on a multi-year basis.

### **SIGNIFICANT EVENTS**

2002 had several significant events. Included were:

1. The Forest Fair Mall was purchased by the second largest retail real estate investment trust in the country, The Mills Corporation. They finalized purchase of the Mall in September. Mills has 1,350 employees nationwide and manages more than 18 million square feet of retail space in eleven states. The average occupancy rate in their facilities is close to 93%. Tenant sales at their shopping centers totaled \$3.9 billion in 2001. They plan \$140 million of investment to improve the appearance and tenant mix of the facility.
2. Mill Road from Waycross Road to Kemper Road will be improved. The \$1.4 million project is possible through a \$674,930 grant from the Ohio Public Works Commission plus \$115,500 from the Municipal Road Fund. Union Central Life Insurance Company also contributed to make this project possible. Improvements will include widening to provide two 11' lanes, 4' paved shoulder/bike lanes on each side, resurfacing, curb and gutter (on the residential or east side, south of Mandarin), turn lanes, traffic signals and trees planted on both sides of the road.
3. Babies R' Us relocated from Cobblewood Plaza to Forest Fair Mall with a \$2 million construction project.
4. Development plans were reviewed and approved to add two out-lots in front of Forest Fair Mall. These lots will be the sites of a future Red Lobster and Chipotle Mexican Grill.



5. In February, Jeff Wyler opened his Used Car Factory on Omniplex Drive after purchasing the AutoNation USA property. In addition he moved his Subaru dealership to the 27-acre site.

## **ECONOMIC PROSPECTS AND OTHER DEVELOPMENTS**

The challenges facing our national economy continued to have a negative impact on the economic development in the Greater Cincinnati region. We were not isolated from these economic forces and new construction struggled somewhat, however, we saw a number of successful redevelopment and expansion projects. Taco Bell/Pizza Hut demolished an older, outdated building and replaced it with an attractive new restaurant on Hamilton Avenue. Just down the street, Queen City Mechanical began construction of a new industrial building on Stenger Drive. Popeye's Chicken began construction of a new restaurant in Kemper Meadow East. Sigmateck, a high tech firm, moved its international headquarters from Seattle to Forest Park. This company develops software products that minimize scrap in various manufacturing processes, saving companies money and improving worker productivity. Advantech Automation, another high tech company, offers Windows-based computers for industrial applications such as facility monitoring and machine automation. During 2002, they completed a major expansion of their Kemper Meadow office bringing more than twenty new jobs to Forest Park in the process. PM Company, manufacturer of business paper products, consolidated its Midwest operations in Forest Park bringing 43 new jobs to the community. This will include the transfer of approximately \$1.6 million in machinery, equipment, and inventory. DBS Trading, a pharmaceutical distributor, has invested more than \$5 million to purchase and renovate a building in the Kemper Meadow Business Center and will ultimately create 47 jobs in the community.

The City's Building Department reported construction valuation in 2002 totaled approximately \$10.7 million (approximately \$8 million less than 2001). \$9 million was attributed to commercial construction and \$1.7 million to residential construction. 536 building permits were issued - 207 for single family projects and 329 for projects regulated by the Ohio Building Code. Of 1,680 inspections made during 2002, 531 were for residential projects and 1,149 for commercial projects.

The Community Development Department offers businesses and residents an array of services. The Department is the key office for reviewing new development and redevelopment in the City. The services provided include city planning, zoning permit processing, code enforcement, and animal control. Planning and zoning activity in 2002 was similar to 2001 in volume. Significant projects included the addition of two out-lots in front of Forest Fair Mall, which will be the sites of a future Red Lobster and a future Chipotle Mexican Grill. Development plans for both restaurants were also reviewed and approved. Other new business buildings that were reviewed and approved by the Planning Commission

included Popeye's Chicken on Kemper Meadow Drive and Queen City Mechanicals on Waycross Road. Expanded businesses were also on the Planning Commission's agenda in 2002 with businesses such as Cincinnati Mast Plumbers Association, Kingdom Family Dentistry and Taco Bell/Pizza Hut all reinvesting in their property.

The Home Improvement Program continued, using Community Development Block Grant (CDBG) funds. The Home Improvement Project grant makes available to residents a maximum of \$500 for exterior improvements. As the funding is through CDBG the applicants must meet the County's standards for low to moderate income. In 2002, nine residents took advantage of the program to undertake such repairs as shutter replacement, sidewalk repair, garage door replacement, and fence repairs. A total of \$4,076 was paid by the Community Development Block Grant allocation. The second program undertaken with the CDBG funding is a program that offers a zero interest loan for home repairs. The program is managed by People Working Cooperatively. It provides homeowners with the opportunity to make necessary repairs at the cost of the repairs themselves. The zero interest loan does not require repayment until the time that the home is sold. In 2002, five residents received loans to make much needed repairs. A total of approximately \$27,108 was loaned with CDBG dollars for the repairs. In addition, \$12,542 was paid back into the program through loan repayments on projects completed in prior years. In 2002, Hamilton County initiated a Home Improvement Loan program with four participating banks. The Home Improvement loans are provided at 3% below the prevailing interest rate, and are available to all homeowners regardless of income. The City joined this program to allow our residents to take advantage of the lower rates. During 2002, seven Forest Park homeowners used the low-interest loans to make \$71,000 in home improvements.

The Police Department responded to nearly 1,600 reported crimes, 12,000 calls for service, and made just over 1,400 arrests. This data, however, does not provide an accurate picture of the department's activities. These are statistics. They don't measure time, nor its accompanying effort, the numbers of employees involved, court, communication, processing crime scenes, transportation, supplies, equipment used, nor do statistics measure the resources applied. Just seven years ago (1996) complainants reported nearly 2,600 crimes and 2,583 individuals were arrested. The department looked for ways to stay active with the youth in the City. Involvement in programs like Monday Night Ministries at Dayspring Church, youth summer camp at Camp Joy, and the Bridges youth mentoring program were among the activities with youth in the City. The department continued to look for alternatives in its search for "Less than Lethal" and use of force weapons. Training included instruction in the "Pepper Ball" subject control spray delivery system. A specialized beanbag shotgun was purchased as an alternative option in some use of force situations. An outdated "Tazer" subject control system was replaced with an updated more effective unit designed as an alternative when dealing with potentially dangerous and violent persons.

The City's Fire Department provides three paramedic ambulances and fire protection with twenty-six full-time employees and thirty-three part-time employees. The minimum staffing

level covers two stations with nine firefighters on duty twenty-four hours per day, seven days per week. The year 2002 saw a 6.8% increase in the total number of emergency details to equal 3,218. Fire details decreased by 4.5% to 1,071. EMS details, however, increased to 2,147. The average response time on emergency details was 4.40 minutes.

During 2002, the Public Works Department continued its mission to use available resources in new ways to increase both efficiency and effectiveness. The Department maintains and provides service to 185 streets covering over 65 miles. Street maintenance activities include right-of-way mowing and trash pick up, repainting traffic control lines, filling pot holes, full and partial asphalt depth repairs and overlays, and combating slick and snow covered roads during the winter season. Street improvements are a top priority and success has come with our ability to obtain grants, cut expenses and leverage our limited local funds to the greatest extent possible. Most improvements are completed using outside contractors based on the best competitive bid available.

Public Works also has the responsibility to paint traffic control lines. More than 885 gallons of traffic paint and 6,000 pounds of glass beads were used during 2002. 484 hours were dedicated to this City-wide task.

3,240 hours were used for right-of-way mowing, trash pick-up in the right-of-ways, dead animal pick-up, tree trimming, street sweeping, traffic signal and street sign repairs.

In 2002, the sidewalk program replaced 8,615 sq. ft. of concrete sidewalks and 17,975 sq. ft. of driveway aprons. In order to gain the greatest cost-efficiency, the sidewalk repair program typically concentrates in the areas where street resurfacing programs are also scheduled. The areas involved included: Cascade, Halesworth, Waycross, Lewiston, Lassiter, Lincrest, Imprint, and Ramondi.

During 2002, the Equipment Maintenance staff used 4,987 hours to maintain and repair vehicles in the City's fleet. This small staff has the responsibility of maintaining more than sixty-five vehicles and forty-one pieces of mechanized equipment.

As part of the Stormwater Utility Program, Public Works crews annually clean all City-owned catch basins throughout the community. This operation usually begins in November and runs through early March. In addition, each catch basin is inspected and rated as part of the ongoing maintenance program. The City spends three weeks each year cleaning up the storm drainage systems. During 2002, thirty-three catch basins were rebuilt. A total of 654 hours was spent on storm sewer repair and ditch line maintenance.

The City continues to maintain its street tree maintenance program with personnel from the Public Works Department and supplemental contractual help. Trees in the public right-of-way are routinely pruned and cared for and in 2002, over three hundred trees benefited from this care. Additional care is provided to the street trees in the form of mulching to help

maintain proper ground moisture. Another important aspect of tree care is watering – to ensure that as many trees as possible receive this benefit, gator bags were again utilized to provide a greater level of care. Over 250 man-hours from the Public Works personnel were utilized for Street Tree Maintenance in 2002.

Mayor Stephanie Summerow Dumas proclaimed Friday, April 26, 2002, as Arbor Day in the City by issuing a proclamation urging all citizens to support all efforts to protect trees and woodlands including the City's urban forestry program. Arbor Day was celebrated throughout the month of April with eighteen trees receiving pruning and mulching care and seven trees planted during the month.

The City developed the Chipper Chipper Program in 1996. The purpose of the program is to encourage residents to remove dead tree limbs and branches from trees on their property. The dead tree limbs and branches were placed curbside by residents for the City's work crews to pick up. The City would then chip the dead limbs and branches with the chipper and make the chipped material available to residents to use as mulch. The Chipper Chipper Program is offered each month from April through October. Residents have taken advantage of the program every time that it has been offered and have indicated that they appreciate the City having this program. The Chipper Chipper Program was utilized several times on an emergency basis during the year 2002 as the result of severe storms that damaged trees.

Engineering worked on 13 new commercial projects during 2002 and approximately 23 City-initiated projects of various sizes. These projects included: (1) Traffic Engineering: Traffic Signal Operations, Study Proposal for Sharon Road extension, Winton/Smiley Avenue Road Improvements, traffic signal study for Mill Road between Mandarin and Sharon Roads, Mill Road sanitary sewer improvements in coordination with MDS, and O.D.O.T. bridge inspection requirements (Winton Road); (2) Street Improvements: Municipal Road Funds and State Capital Improvement Project Applications for Winton Road and Mill Road Phase II, 2003 street re-surfacing to be completed on specified portions of Holyoke, Kirsten, Halesworth, Hitchcock, and Havensport; (3) Stormwater Utility: Wright Farm Detention Basin – East, (Hanover Road) Stream No. 9 Improvements Study, and Carillon Business Park Detention Study; (4) City Facilities: Ramp L, I-275 (WB) landscaping improvements, Mill Road landscaping study, and handicap access citywide.

The Environmental Awareness Program continued its mission of providing residents with quality environmental information and programming. The program experienced its best year in the diversity of programs offered and the number of people who participated. Our efforts were rewarded by receiving the *Take Pride, Ohio! Buy Recycling Award* from the Ohio Department of Natural Resources for our "Recycling Working For You!" community campaign – a campaign that provided incentives for residents to begin recycling or increase their recycling efforts. Similar to previous years, all funding used in developing community/school programs and informational materials originated from collected recyclables, approved grants, and fund-raising activities.

On September 11, 2002, in memory of the September 11, 2001, tragedy suffered by our country, the City dedicated a tree grove in the Central Park shelter area. This was a moving ceremony that included members of our fire and police departments, American Legion Post, Parks and Recreation Commission, Councilmembers, and guests from the International Society of Arboriculture. The Memorial Tree Grove is comprised of two bald cypress trees, five ornamentals and one ash tree. The Hamilton County Park District and a local company, Back Tree & Landscaping, Inc., contributed the trees. City staff and Council are proud to have this beautiful grove that will provide residents not only a fitting memorial stone, but a beautiful scene along a walkway in the park displaying lovely flowering trees for all to enjoy.

### **FUND STRUCTURE**

The City's accounting system is organized and operated on the "fund basis" which is the basic fiscal and accounting entity in governmental accounting. The funds are classified as follows:

CATEGORY	FUND TYPE
Governmental Funds	General, Special Revenue, Debt Service, Capital Projects
Fiduciary Funds	Trust and Agency

Included in Note 1 of the Notes to Financial Statements, is the description of all the City's funds and a summary of the significant accounting policies.

### **INTERNAL ACCOUNTING AND BUDGETARY CONTROLS**

The City has established internal accounting controls that adequately safeguard assets and provide reasonable assurance of the proper recording of financial transactions. Internal controls are evaluated based upon cost benefit criteria. This criteria ensures that the cost of implementing the internal control does not exceed the benefit received. It is further our intention to review these controls in depth on an ongoing basis for continued refinements and improvements.

Budgetary control is maintained at the expenditure level by the use of encumbrances for purchase orders to vendors. Open encumbrances are reported as reservations of the fund balance at December 31, 2002.

## GENERAL AND SPECIAL REVENUE FUNDS

### General Fund-Revenues

On the GAAP Basis, Income Tax Revenues increased by \$75,901 for 2002 and produced 69.5% of the General Fund's total revenues compared to 67.3% last year. The slight increase in revenue was due to increased collection efforts of the tax staff along with a resumption of enforcement activities with the Mayor's Court.

The decrease in Other Taxes was due to fewer dollars distributed through the Local Government Fund from the state and state legislative changes in the Inheritance tax revenues. The increase in Special Assessments represents more activity in the sidewalk replacement program. Fees, Licenses, and Permits decreased due to less activity from Building Permits. Investment earnings decreased due to the lower interest rates available during the year.

<u>Revenues</u>	<u>2002</u>	<u>2001</u>	Increase or (Decrease) <u>Amount</u>	<u>Percent</u>
Municipal Income Taxes	\$5,898,127	\$5,822,226	\$75,901	1.3%
Property Taxes	859,691	851,727	7,964	0.9%
Other Taxes	752,009	905,803	(153,794)	-17.0%
Intergovernmental Revenue	246,948	225,639	21,309	9.4%
Special Assessments	25,668	4,551	21,117	464.0%
Charges for Services	17,284	14,690	2,594	17.7%
Fees, Licenses, and Permits	136,354	172,489	(36,135)	-20.9%
Investment Earnings	126,872	284,438	(157,566)	-55.4%
Fines and Forfeitures	109,729	102,260	7,469	7.3%
All Other Revenues	310,967	265,347	45,620	17.2%
<b>Total Revenues</b>	<b><u>\$8,483,649</u></b>	<b><u>\$8,649,170</u></b>	<b><u>(\$165,521)</u></b>	<b><u>-1.9%</u></b>

### General Fund-Expenditures

Security of Persons and Property represented the largest single functional expense in 2002. The increase was due to vacancies being filled during 2002.

Leisure Activities increased due to additional weeks added to the summer recreation camp.

Also, pool expenditures were higher due to contractual costs with the YMCA. The Community Development Director was replaced in late 2001. This caused 2002 to appear to have an increase when in fact it was simply replacement of a vacant position. The General Government increase was due to the addition of Information Services staff long with higher contracts from our engineering firm due to increased activity in street improvements. The decrease in Capital Outlay was due to the timing of police vehicle delivery. We normally receive vehicles each year, however, delivery was delayed during this time period.

Expenditures	2002	2001	Increase Or (Decrease) Amount	Percent
Security of Persons & Property	\$3,136,524	\$2,884,112	\$252,412	8.8%
Public Health & Welfare Services	18,900	18,988	(88)	-0.5%
Leisure Activities	394,996	347,401	47,595	13.7%
Community Environment	1,331,915	1,300,006	31,909	2.5%
Basic Utility Services	79,654	86,467	(6,813)	-7.9%
General Government	2,354,938	2,077,895	277,043	13.3%
Capital Outlay	236,930	383,293	(146,363)	-38.2%
<b>Total Expenditures</b>	<b><u>\$7,553,857</u></b>	<b><u>\$7,098,162</u></b>	<b><u>\$455,695</u></b>	<b><u>6.4%</u></b>

### Special Revenue Funds

The revenues of the Special Revenue Funds are derived from specific sources and are designated for specific uses. Special Revenue Funds consist of the following:

- Street Fund
- State Highway Improvement Fund
- Fire Levy Fund
- Stormwater Management Utility Fund
- Litter Control Grant Fund
- Urban Renewal Fund
- Carillon Business Park TIF Fund
- Law Enforcement Trust Fund
- DARE Special Revenue Fund
- Law Enforcement Grant Fund

Special Revenue Funds had revenues, exclusive of Other Financing Sources and Uses, of \$5,563,482 and expenditures of \$5,344,466 in 2002.

## CITY INCOME TAX

The 1% locally levied tax applies to gross salaries, wages and other personal service compensation earned by residents, both in and out of the City and upon earnings of non-residents earned in the City. It also applies to net income of business organizations derived from business activities conducted in the City.

The income tax receipts help fund operating expenses in the General Fund as well as provide debt service for Police, Public Works Building General Obligation Bonds, and Municipal Building Improvements.

Receipts from this tax are directly related to employment levels and the general economic conditions in the Cincinnati area. Collections for the past three years are as follows:

	<u>Gross Revenues</u>
2002	\$ 5,898,127
2001	5,822,226
2000	5,660,056

## CAPITAL PROJECTS FUNDS

Capital Project Funds have been established to account for revenues and expenditures for acquisition or construction of capital facilities that are defined as major and permanent. Revenues in these funds, for the most part, represent the success of the City in leveraging local funds with matching funds from the state and county in order to complete major road projects. Capital Projects Funds consist of the following:

- Capital Improvement Project Fund
- Towne Center Capital Improvement Fund
- Public Works (Northland Boulevard) Capital Improvement Fund
- Public Works (Winton & Smiley) Capital Improvement Fund
- Public Works (Mill Road, Phase I) Capital Improvement Fund
- Public Works (Sharon & Junefield) Capital Improvement Fund
- Public Works (Mill Road, Phase II) Capital Improvement Fund

Capital Project Funds had revenues, exclusive of Other Financing Sources and Uses, of \$289,364 and expenditures of \$1,269,313 in 2002.



## **CASH MANAGEMENT**

The City's cash management program addresses the issues of safety, liquidity and yield while maximizing return on idle cash. The City utilizes the StarOhio program investment pool operated by the Treasurer of the State of Ohio for ready cash; however, City ordinances limit investment in this program to \$100,000. Certificates of deposit, treasury notes, government agency securities, and repurchase agreements are also utilized for investment purposes. Interest earned for all funds during 2002 totaled \$271,371.

During 2002, the City made investments pursuant to the investment policy that was enacted during 1996. It is City policy to conform to the regulations established in the Ohio Revised Code so as to ensure the safety of its deposits and investments. While the deposits of the City as of December 31, 2002, are defined by the standards of the Governmental Accounting Standards Board as uncollateralized, all deposits were made under agreements with local banking establishments whereby collateral in the amount of 105% of uninsured deposits has been pledged.

## **RISK MANAGEMENT**

The City is exposed to a variety of accidental losses and has established a risk management strategy that attempts to minimize losses and carrying costs of insurance.

Risk control techniques have been established to reasonably assure that the City's employees are aware of their responsibilities regarding loss exposures related to their duties. Similarly, risk control techniques have been established to reduce possible losses to property owned or under the control of the City. Furthermore, supervisory personnel are held responsible for monitoring risk control techniques on an operational basis.

The primary techniques used for risk financing are the purchase of insurance policies from commercial insurers that include a large deductible amount. The use of a large deductible clause reduces the cost of insurance. However, if losses occur, the portion of the uninsured losses is not expected to be significant with respect to the financial position of the City.

## **DEBT ADMINISTRATION**

The City has \$1,419,000 debt within the 5 1/2% unvoted limitation and \$1,419,000 within the 10 1/2% overall debt limitation. As of December 31, 2002 the City has outstanding \$7,370,000 in General Obligation Bonds and \$268,618 for Ohio Public Work Issue 2 loans. Bonds Outstanding as of the year-end with paying funds are as follows:

Issue Year	Project	12/31/02 Balance	Paying Fund
1982	Police Building	\$50,000	General
1983	Public Works Facility	20,000	General
2001	Carillon Business Park	3,555,000	Carillon TIF
2001	Hamilton/Crest Improvement Refunding	50,632	Urban Renewal
2001	Public Building Refunding	36,153	Fire
2001	Public Building Refunding	1,312,847	General
2001	Stormwater Refunding	586,000	Stormwater
2001	Street Improvement Refunding	170,328	Street
2001	Street Improvement Refunding	504,672	Towne Center
2001	West Kemper Improvement Refunding	19,158	Urban Renewal
2001	Wright Farm East	875,000	Urban Renewal
2001	Wright Farm West Refunding	190,210	Urban Renewal
Total Bonds Outstanding at 12/31/02		<u>\$7,370,000</u>	

The Ohio Public Works Commission Loans with paying funds were as follows:

Project	12/31/02 Balance	Paying Fund
Dewdrop Circle	\$67,318	Street
Northland Detention Basin	74,224	Stormwater
Reliance Road Culvert	45,963	Stormwater
West Kemper Improvement	81,113	Urban Renewal
Total OPWC Loans at 12/31/02	<u>\$268,618</u>	

The ratio of net debt to assessed valuation and the net debt per capita are considered useful indicators of the City of Forest Park's debt position for all interested parties. The data for the City of Forest Park as of December 31, 2002 was as follows:

Estimated Population	19,463
Assessed Valuation	\$336,831,630
Total Net General Obligation (G.O.) Debt	<u>\$1,419,000</u>
Ratio of Net G.O. Debt to Assessed Valuation	0.42 %
Debt per Capita	<u>\$72.91</u>

When the City's issued the 2001 Bond Series a rating upgrade was received from Moody's Investor Service from an "A2" to an "A1".

### **FIDUCIARY OPERATIONS**

The Fiduciary Funds are used to account for assets held by the City in trustee capacity or as an agent for individuals, private organizations, and other governmental units and funds. During 2002, the City had four expendable trust funds and two agency funds, namely:

#### Expendable Trust Funds:

- Crime Prevention Trust Fund
- Health Care Reserve Trust Fund
- Home Improvement Loan Fund
- Law Enforcement Block Grant Fund

#### Agency Funds:

- Community Programming Board Fund
- Mayor's Court Fund
- Refundable Fees Fund

A more detailed description of each of the above funds is in the Supplemental Data Portion of the Financial Section of the CAFR's Fiduciary Funds.

### **INDEPENDENT AUDIT**

Clark, Schaefer, Hackett & Company has completed an audit of the financial statements. Their opinion on the financial statements appears in this report.

### **CERTIFICATE OF ACHIEVEMENT FOR EXCELLENCE IN FINANCIAL REPORTING - 2001**

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 Forest Park for its comprehensive annual financial report for the fiscal year ended December 31, 2001. This was the twelfth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a governmental unit

must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

### **ACKNOWLEDGMENTS**

Preparation of this report could not have been accomplished without the professional, efficient, and dedicated services of the entire staff of the Finance and Tax Department. Further appreciation is extended to the Mayor, the City Council, and the City Manager for their encouragement and commitment to excellence evidenced by the continuing efforts to improve the City's financial management and reporting.

Respectfully submitted,

Elaine A. Stookey  
Director of Finance

**CITY OF FOREST PARK, OHIO  
PUBLIC OFFICIALS  
LEGISLATIVE**

**MAYOR**

Stephanie Summerow Dumas

**COUNCIL MEMBERS**

Charles Johnson  
Jim Lawler  
David Lives

Elaine Mooney  
Clara Pugh  
Tara Walton

**APPOINTED OFFICIALS**

City Manager  
Building Department Director  
Community Development Director  
Economic Development Director  
Finance Director  
Fire Chief  
Human Resources Director  
Police Chief  
Public Works/Stormwater Management Utility Director  
Litter Awareness Program Manager  
Clerk of Council  
Law Director  
Prosecutor

Ray H. Hodges  
Stanley Beeler  
Christopher Anderson  
Paul Brehm  
Elaine A. Stookey  
Patricia Brooks  
Tye Smith  
Ken Hughes  
David L. Buesking  
Wright H. Gwyn  
Kathryn Lives  
John Wykoff  
Ray Groneman

**DEPARTMENT OF FINANCE**

Elaine A. Stookey  
Joe Reigelsperger  
Joy H. Vetere  
Katherine English

Director  
Deputy Finance Director  
Assistant to the Finance Director  
Business Auditor/Tax Administrator

**DIVISION OF ACCOUNTING**

Eleanor Church

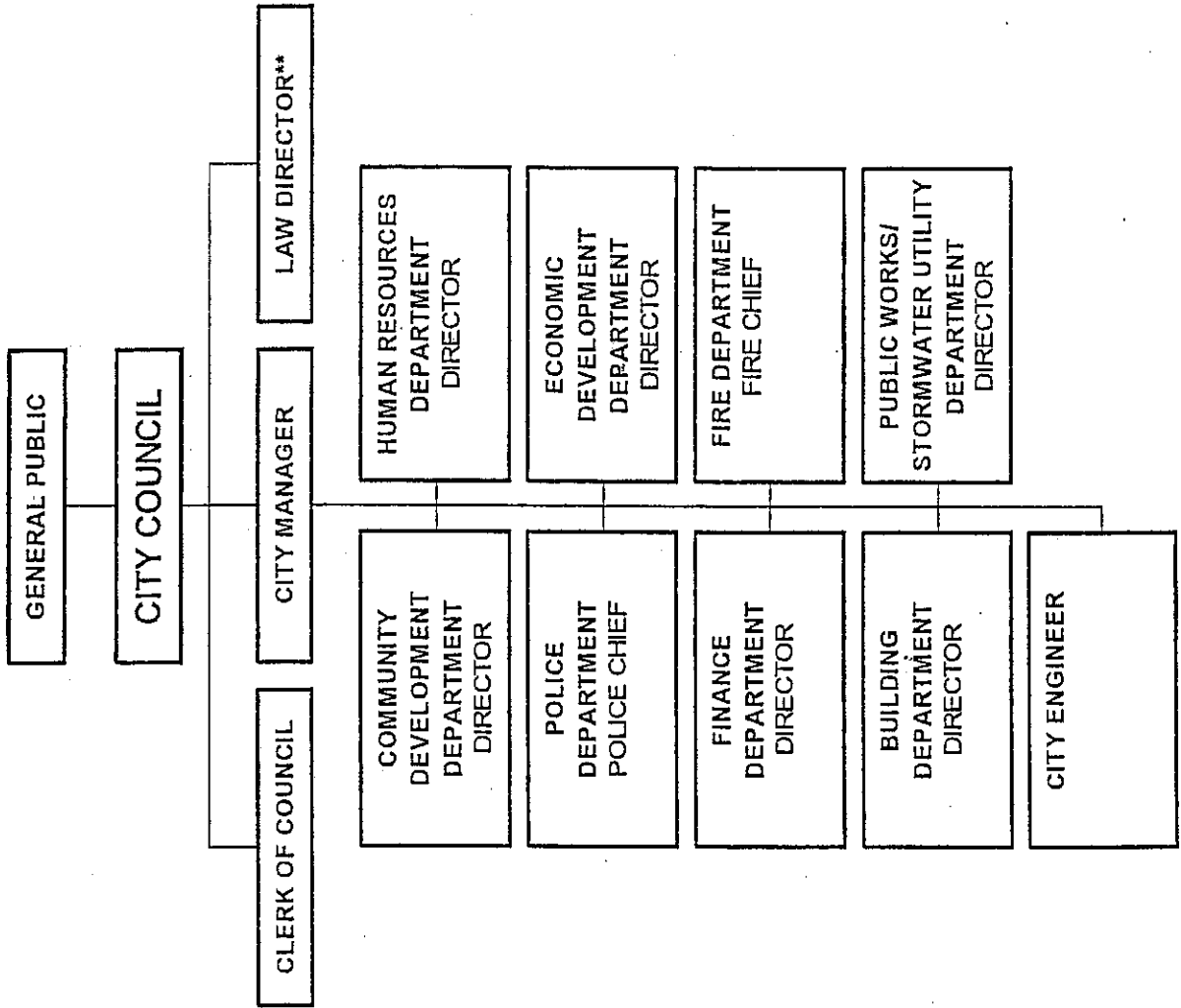
Mary Ellen Klenk

**DIVISION OF INCOME TAX**

Diane Mathews  
Leah Pittman

Maria Scott  
Rhonda Smith

CITY OF FOREST PARK, OHIO  
ORGANIZATIONAL CHART



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Forest Park,  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2001

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



President

Executive Director

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# **FINANCIAL SECTION**



Clark, Schaefer, Hackett & Co.  
CERTIFIED PUBLIC ACCOUNTANTS  
BUSINESS CONSULTANTS

**INDEPENDENT AUDITORS' REPORT**

To the Members of Council  
City of Forest Park, Ohio:

We have audited the accompanying general purpose financial statements of the City of Forest Park, Ohio as of and for the year ended December 31, 2002, as listed in the table of contents. 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 *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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose 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 the City of Forest Park as of December 31, 2002, and the results of its operations for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 3, 2003, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and 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 conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and 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. 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 on it.

*Clark, Schaefer, Hackett & Co.*

Cincinnati, Ohio  
July 3, 2003

**GENERAL PURPOSE  
FINANCIAL STATEMENTS**

EXHIBIT 1  
CITY OF FOREST PARK, OHIO  
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
DECEMBER 31, 2002  
(WITH COMPARATIVE TOTALS FOR 2001)

ASSETS	GOVERNMENTAL FUNDS		
	GENERAL	SPECIAL REVENUE	DEBT SERVICE
Equity in Pooled Cash and Investments (Note 2)	\$6,560,050	\$5,679,147	
Cash in Segregated Account (Note 2)			
Cash with Paying Agent			
Receivables:			
Municipal Income Taxes	1,562,877		
Property Taxes	864,560	2,647,408	
Other Taxes	53,687		
Charges for Service		31,993	
Fees, Licenses and Permits			
Interest	41,723	34,299	
Other Revenue	2,415		
Due From Other Funds (Note 1)	8,789		
Due From Other Governmental Units (Note 4)	422,714	493,413	
Prepaid Items	43,396	6,384	
Land, Building, Equipment, and Vehicles (Note 5)			
Amount To Be Provided to Retire Long-Term Debt			
Amount To Be Provided to Retire Other Obligations			
<b>TOTAL ASSETS</b>	<b><u>\$9,560,211</u></b>	<b><u>\$8,892,644</u></b>	
<b>LIABILITIES &amp; FUND EQUITY</b>			
Accounts Payable	\$108,203	\$104,308	
Accrued Payroll, Pension, Vacation and Sick Leave (Notes 12, 13, & 14)	333,858	173,326	
Due To Other Funds (Note 1)			
Due to Other Governmental Units			
Due to Other Entities			
Deposits Payable			
Deferred Revenues	1,821,942	3,035,674	
Bond Anticipation Note Payable (Note 7)			
General Obligation Bonds Payable (Notes 8 & 9)			
Public Works Loan Payable (Notes 8 & 9)			
<b>TOTAL LIABILITIES</b>	<b><u>\$2,264,003</u></b>	<b><u>\$3,313,308</u></b>	
Investment in General Fixed Assets			
Fund Balance			
Reserved for Encumbrances	\$401,298	\$906,102	
Reserved for Prepaid Items	43,396	6,384	
Reserved for Debt Refunding			
Unreserved - Undesignated	6,851,514	4,666,850	
<b>TOTAL EQUITY AND OTHER CREDITS</b>	<b><u>\$7,296,208</u></b>	<b><u>\$5,579,336</u></b>	
<b>TOTAL LIABILITIES, EQUITY, AND OTHER CREDITS</b>	<b><u>\$9,560,211</u></b>	<b><u>\$8,892,644</u></b>	

See accompanying notes to financial statements.

CAPITAL PROJECTS	FIDUCIARY FUND TYPE TRUST AND AGENCY	ACCOUNT GROUPS		TOTALS	
		GENERAL FIXED ASSETS	GENERAL LONG TERM DEBT	MEMORANDUM 2002	ONLY 2001
\$971,720	\$703,082 32,918			\$13,913,999 32,918	\$16,772,183 29,378 \$1,440,888
				1,562,877	1,638,250
				3,511,968	3,374,603
				53,687	175,872
				31,993	21,009
	169,519			169,519	183,544
3,545	756			80,323	104,614
				2,415	38,750
				8,789	74,142
				916,127	1,165,366
				49,780	61,341
		\$12,200,632		12,200,632	11,927,317
			\$7,638,618	7,638,618	10,196,251
			371,954	371,954	324,746
<u>\$975,265</u>	<u>\$906,275</u>	<u>\$12,200,632</u>	<u>\$8,010,572</u>	<u>\$40,545,599</u>	<u>\$47,528,254</u>
				\$212,511	\$716,473
	\$4,792		\$371,954	883,930	730,536
	8,789			8,789	74,142
	1,865			1,865	1,750
	601,213			601,213	484,338
	156,074			156,074	134,088
\$265	56			4,857,937	4,830,774
					3,700,000
			7,370,000	7,370,000	9,890,000
			268,618	268,618	306,251
<u>\$265</u>	<u>\$772,789</u>		<u>\$8,010,572</u>	<u>\$14,360,937</u>	<u>\$20,868,352</u>
		\$12,200,632		\$12,200,632	\$11,927,317
				1,307,400	1,662,899
				49,780	61,341
					1,403,900
<u>\$975,000</u>	<u>\$133,486</u>			<u>12,626,850</u>	<u>11,604,445</u>
<u>\$975,000</u>	<u>\$133,486</u>	<u>\$12,200,632</u>		<u>\$26,184,662</u>	<u>\$26,659,902</u>
<u>\$975,265</u>	<u>\$906,275</u>	<u>\$12,200,632</u>	<u>\$8,010,572</u>	<u>\$40,545,599</u>	<u>\$47,528,254</u>

EXHIBIT 2  
CITY OF FOREST PARK, 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, 2002  
(WITH COMPARATIVE TOTALS FOR 2001)

	GOVERNMENTAL FUNDS			
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS
Revenues:				
Municipal Income Taxes	\$5,898,127			
Property Taxes	859,691	\$2,708,085		
Other Taxes	752,009	615,008		
Intergovernmental Revenue	246,948	704,937		\$258,863
Special Assessments	25,668	364,753		
Charges for Services	17,284	938,472		
Fees, Licenses and Permits	136,354	38,960		
Investment Earnings	126,872	121,379		20,501
Fines and Forfeitures	109,729			
All Other Revenues	<u>310,967</u>	<u>71,888</u>		<u>10,000</u>
Total Revenues	<u>\$8,483,649</u>	<u>\$5,563,482</u>		<u>\$289,364</u>
Expenditures:				
Current				
Security of Persons & Property	\$3,136,524	\$2,607,389		
Public Health & Welfare Services	18,900	113,165		
Leisure Activities	394,996			
Community Environment	1,331,915			
Streets and Transportation		517,801		
Storm Drainage		174,863		
Basic Utility Services	79,654			
General Government	2,354,938	69,504		
Capital Outlay	236,930	616,033		\$428,165
Debt Service				
Principal Retirement		947,531	\$818,638	791,464
Interest and Fiscal Charges		<u>298,180</u>	<u>91,242</u>	<u>49,684</u>
Total Expenditures	<u>\$7,553,857</u>	<u>\$5,344,466</u>	<u>\$909,880</u>	<u>\$1,269,313</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$929,792</u>	<u>\$219,016</u>	<u>(\$909,880)</u>	<u>(\$979,949)</u>
Other Financing Sources (Uses):				
Sale of Fixed Assets	\$2,964			
Operating Transfers-In		\$15,111	\$378,463	\$229,350
Proceeds of Refunding Bonds				
Bond Proceeds				
Operating Transfers-Out	<u>(518,574)</u>	<u>(85,000)</u>		<u>(19,350)</u>
Total Other Financing Sources (Uses)	<u>(\$515,610)</u>	<u>(\$69,889)</u>	<u>\$378,463</u>	<u>\$210,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	\$414,182	\$149,127	(\$531,417)	(\$769,949)
Fund Balance, Beginning of Year	<u>6,882,026</u>	<u>5,430,209</u>	<u>531,417</u>	<u>1,744,949</u>
Fund Balance (Deficit), End of Year	<u>\$7,296,208</u>	<u>\$5,579,336</u>		<u>\$975,000</u>

See accompanying notes to financial statements.

FIDUCIARY FUND TYPE EXPENDABLE TRUST	TOTALS	
	MEMORANDUM	ONLY
	2002	2001
	\$5,898,127	\$5,822,226
	3,567,776	2,173,553
	1,367,017	1,508,273
\$18,413	1,229,161	1,209,276
	390,421	375,452
	955,756	939,334
	175,314	222,152
2,619	271,371	565,145
	109,729	102,260
118	392,973	377,213
<u>\$21,150</u>	<u>\$14,357,645</u>	<u>\$13,294,884</u>
\$4,368	\$5,748,281	\$4,933,404
	132,065	125,253
	394,996	347,401
	1,331,915	1,300,006
	517,801	488,709
	174,863	214,126
	79,654	86,467
27,280	2,451,722	2,233,457
	1,281,128	2,907,426
	2,557,633	2,651,757
	439,106	443,496
<u>\$31,648</u>	<u>\$15,109,164</u>	<u>\$15,731,502</u>
<u>(\$10,498)</u>	<u>(\$751,519)</u>	<u>(\$2,436,618)</u>
	\$2,964	\$36,645
	622,924	2,375,962
		3,475,000
		4,800,000
	(622,924)	(2,375,962)
	<u>\$2,964</u>	<u>\$8,311,645</u>
(\$10,498)	(\$748,555)	\$5,875,027
<u>143,984</u>	<u>14,732,585</u>	<u>8,857,558</u>
<u>\$133,486</u>	<u>\$13,984,030</u>	<u>\$14,732,585</u>

EXHIBIT 3  
CITY OF FOREST PARK, OHIO  
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE  
ALL GOVERNMENTAL FUND TYPES (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002

GENERAL FUND

Revenues:	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Municipal Income Taxes	\$5,950,000	\$5,951,109	\$1,109
Property Taxes	859,650	859,691	41
Other Taxes	782,900	782,932	32
Intergovernmental Revenues	244,950	245,034	84
Special Assessments	17,600	17,614	14
Charges for Service	17,250	17,284	
Fees, Licenses and Permits	135,150	135,849	699
Investment Earnings	173,250	173,252	2
Fines and Forfeitures	107,700	107,711	11
All Other Revenues	<u>308,300</u>	<u>307,442</u>	<u>(858)</u>
 Total Revenues	 <u>\$8,596,750</u>	 <u>\$8,597,918</u>	 <u>\$1,168</u>
 Expenditures:			
Current			
Security of Persons & Property	\$3,270,496	\$3,224,385	\$46,111
Public Health & Welfare	18,910	18,900	10
Leisure Activities	460,941	410,056	50,885
Community Environment	1,539,813	1,391,874	147,939
Basic Utility Services	109,839	90,827	19,012
General Government	2,861,688	2,514,709	346,979
Capital Outlay	<u>542,836</u>	<u>471,693</u>	<u>71,143</u>
 Total Expenditures	 <u>\$8,804,523</u>	 <u>\$8,122,444</u>	 <u>\$682,079</u>
 Excess (Deficiency) of Revenues over Expenditures	 <u>(\$207,773)</u>	 <u>\$475,474</u>	 <u>\$683,247</u>
 Other Financing Sources (Uses):			
Operating Advance-In	\$67,500	\$67,500	
Sale of Fixed Assets	2,950	2,964	\$14
Operating Transfer-Out	<u>(518,625)</u>	<u>(518,574)</u>	<u>51</u>
 Total Other Financing Sources (Uses)	 <u>(\$448,175)</u>	 <u>(\$448,110)</u>	 <u>\$65</u>
 Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	 <u>(\$655,948)</u>	 <u>\$27,364</u>	 <u>\$683,312</u>
 Fund Balance, Beginning of Year	 5,213,912	 5,213,912	
 Prior Year Encumbrances	 <u>519,051</u>	 <u>519,051</u>	
 Fund Balance, End of Year	 <u>\$5,077,015</u>	 <u>\$5,760,327</u>	 <u>\$683,312</u>

See accompanying notes to financial statements



EXHIBIT 3  
CITY OF FOREST PARK, OHIO  
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE  
ALL GOVERNMENTAL FUND TYPES (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002

SPECIAL REVENUE FUNDS

Revenues:	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Property Taxes	\$2,730,750	\$2,730,791	\$41
Other Taxes	615,200	615,733	533
Intergovernmental Revenues	681,509	688,059	6,550
Special Assessments	364,700	364,753	53
Charges for Services	920,150	930,103	9,953
Fees, Licenses and Permits	37,650	38,960	1,310
Investment Earnings	155,750	155,980	230
All Other Revenues	<u>71,650</u>	<u>71,888</u>	<u>238</u>
 Total Revenues	 <u>\$5,577,359</u>	 <u>\$5,596,267</u>	 <u>\$18,908</u>
 Expenditures:			
Current			
Security of Persons and Property	\$2,791,193	\$2,674,384	\$116,809
Public Health & Welfare	129,657	114,298	15,359
Streets and Transportation	631,346	591,332	40,014
Storm Drainage	244,037	193,365	50,672
General Government	90,010	90,010	
Capital Outlay	1,756,217	1,519,023	237,194
Debt Service			
Principal Retirement	4,647,543	4,647,531	12
Interest and Fiscal Charges	<u>308,122</u>	<u>298,180</u>	<u>9,942</u>
 Total Expenditures	 <u>\$10,598,125</u>	 <u>\$10,128,123</u>	 <u>\$470,002</u>
 Excess (Deficiency) of Revenues over Expenditures	 <u>(\$5,020,766)</u>	 <u>(\$4,531,856)</u>	 <u>\$488,910</u>
 Other Financing Sources (Uses):			
Operating Transfers-In	\$15,111	\$15,111	
Operating Transfers-Out	(85,000)	(85,000)	
Operating Advance-Out	<u>(30,000)</u>	<u>(30,000)</u>	
 Total Other Financing Sources (Uses)	 <u>(\$99,889)</u>	 <u>(\$99,889)</u>	
 Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	 <u>(\$5,120,655)</u>	 <u>(\$4,631,745)</u>	 <u>\$488,910</u>
 Fund Balance, Beginning of Year	 4,104,635	 4,104,635	
 Prior Year Encumbrances	 <u>5,045,508</u>	 <u>5,045,508</u>	
 Fund Balance, End of Year	 <u>\$4,029,488</u>	 <u>\$4,518,398</u>	 <u>\$488,910</u>

See accompanying notes to financial statements

EXHIBIT 3  
CITY OF FOREST PARK, OHIO  
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE  
ALL GOVERNMENTAL FUND TYPES (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002

DEBT SERVICE FUND

Revenues:	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Interest Earnings	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Revenues	<u>                    </u>	<u>                    </u>	<u>                    </u>
 Expenditures:			
Debt Services			
Principal Payment	\$818,640	\$818,638	\$2
Interest & Fiscal Charges	<u>91,242</u>	<u>91,242</u>	<u>                    </u>
Total Expenditures	<u>\$909,882</u>	<u>\$909,880</u>	<u>\$2</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(\$909,882)</u>	<u>(\$909,880)</u>	<u>\$2</u>
 Other Financing Sources (Uses):			
Operating Transfers In	<u>\$378,465</u>	<u>\$378,463</u>	<u>(\$2)</u>
Total Other Financing Sources (Uses)	<u>\$378,465</u>	<u>\$378,463</u>	<u>(\$2)</u>
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	(\$531,417)	(\$531,417)	
 Fund Balance, Beginning of Year			
Prior Year Encumbrances	<u>531,417</u>	<u>531,417</u>	<u>                    </u>
Fund Balance, End of Year	<u>                    </u>	<u>                    </u>	<u>                    </u>

See accompanying notes to financial statements

EXHIBIT 3  
CITY OF FOREST PARK, OHIO  
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE  
ALL GOVERNMENTAL FUND TYPES (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002

CAPITAL PROJECTS FUND

Revenues:	BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Intergovernmental Revenues	\$545,398	\$518,679	(\$26,719)
Special Assessments	37,500	37,500	
Investment Earnings	28,900	28,941	41
All Other Revenues	<u>10,000</u>	<u>10,000</u>	
Total Revenues	<u>\$621,798</u>	<u>\$595,120</u>	<u>(\$26,678)</u>
 Expenditures:			
Capital Outlay	\$917,266	\$885,547	\$31,719
Debt Service			
Principal Retirement	791,468	791,464	4
Interest and Fiscal Charges	<u>49,706</u>	<u>49,684</u>	<u>22</u>
Total Expenditures	<u>\$1,758,440</u>	<u>\$1,726,695</u>	<u>\$31,745</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(\$1,136,642)</u>	<u>(\$1,131,575)</u>	<u>\$5,067</u>
 Other Financing Sources (Uses)			
Operating Transfers-In	\$228,143	\$229,350	\$1,207
Operating Transfers-Out	(19,350)	(19,350)	
Operating Advance-Out	<u>(37,500)</u>	<u>(37,500)</u>	
Total Other Financing Sources (Uses)	<u>\$171,293</u>	<u>\$172,500</u>	<u>\$1,207</u>
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	(\$965,349)	(\$959,075)	\$6,274
Fund Balance, Beginning of Year	1,311,644	1,311,644	
Prior Year Encumbrances	<u>619,214</u>	<u>619,214</u>	
Fund Balance, End of Year	<u>\$965,509</u>	<u>\$971,783</u>	<u>\$6,274</u>

See accompanying notes to financial statements

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

**DECEMBER 31, 2002**

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

The financial statements of the City of Forest Park, Ohio (the "City") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

**A. REPORTING ENTITY**

The City traces its roots to the mid-1950's when the Federal Government encouraged development of a second greenbelt community in the Cincinnati area. Greenhills was the first greenbelt community, a concept patterned after the famed garden cities of England. Forest Park progressed rapidly with the formation of a civic association in 1958, a volunteer fire department and incorporation as a village in 1961, and city status (population in excess of 5,000) in 1968.

The City operates as a Home Rule City in accordance with Article XVIII of the Ohio Constitution under a City Manager-Council form of government. The City provides the following services as authorized by its charter: public safety/Mayor's court, recreation, contracted health services, public improvements, planning and zoning, highway and streets, and general administrative services.

For financial reporting purposes, the City's financial statements include all funds, account groups, and component units for which the City is financially accountable based upon criteria set forth in GASB 14. Generally, component units are legally separate organizations for which the elected officials of the primary government (i.e., the City) are financially accountable. The City would consider an organization to be a component unit if: (1) The city appoints a voting majority of the organization's governing body; and is able to impose its will on that organization or there is a potential for the organization to provide specific financial burdens on the City; or (2) The organization is fiscally dependent upon the City; or (3) The nature of the relationship between the City and the organization is such that the exclusion from the financial reporting entity would render the financial statements of the City misleading. The City has no component units that meet the above criteria. However, the City is associated with a jointly governed organization. The Waycross Community Programming Board is discussed in Note 18 to the financial statements.

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

**B. MEASUREMENT FOCUS**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and expendable trust funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheets. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financial uses) in net current assets.

**C. BASIS OF PRESENTATION AND BASIS OF ACCOUNTING**

For the year ended December 31, 2002, the City has presented general purpose financial statements by fund type and account group in conformity with generally accepted accounting principles.

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made. All governmental fund types and agency funds are accounted for using the modified accrual basis of accounting.

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period for the City is sixty days after year-end.

Non-exchange transactions, in which the City receives value without directly giving value in return, include income taxes, property taxes grants, entitlements and donations. On an accrual basis revenue from property taxes is recognized in the year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the year in which all eligibility requirements have been satisfied. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

In applying the susceptible to the accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: interest earnings, state-levied locally shared taxes (including gasoline tax), fines and forfeitures, grants, and municipal income tax. The City considers property and income taxes as available if they are collected within 60 days after year-end.

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of December 31, 2002, but which were levied to finance 2003 operations, have been recorded as deferred revenue. Grants and entitlements received before eligibility requirements are met are also recorded as deferred revenue. On a modified accrual basis, receivables that will not be collected within the available period have also been reported as deferred revenue.

The focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Principal and interest on general long-term debt are recorded as fund liabilities when due. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

The City uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate fund types as follows:

**GOVERNMENTAL FUNDS**

**General Fund** - used to account for resources traditionally associated with government, which are not required legally or by sound financial management to be accounted for in another fund. The principal sources of revenue are property and income taxes.

**Special Revenue Funds** - used to account for the revenue from specific sources that are legally restricted to expenditure for particular purposes.

**Debt Service Fund** - used to account for the payment of principal and interest on general obligation bonds. Funds are transferred into the debt service fund from the general fund for the amount of principal and interest due.

**Capital Projects Funds** - used to account for the acquisition or construction of major capital projects, other than those financed by proprietary funds.

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

**PROPRIETARY FUNDS**

**Enterprise Fund** - used to account for operations that are financed and operated in a manner similar to private business enterprises where the intention of the City is to finance such operation primarily through user charges. The City does not utilize an enterprise fund at this time.

**Internal Service Fund** – used to charge the cost of goods or services provided by one department to another within the City. The City does not provide any significant goods or services between departments within the City or to other governmental agencies. Accordingly, internal service funds are not used.

**FIDUCIARY FUNDS**

**Expendable Trust Funds** - used to account for assets held by the City in a trustee capacity. The measurement focus of the expendable trust fund is the same as the governmental funds and is, therefore, maintained on the modified accrual basis of accounting.

**Agency Funds** - used to account for funds collected and held by the City as an agent for individuals, other governmental units and/or other funds. The Agency funds are purely custodial and do not involve the measurement of results of operations.

**ACCOUNT GROUPS**

**General Fixed Assets** - used to account for those capital assets of the City with a useful life of greater than one year (other than those accounted for in the proprietary funds).

**General Long-Term Debt** - used to account for all long-term debt and other long-term obligations of the City except those accounted for in proprietary funds.

**D. COMPARATIVE DATA**

Comparative totals for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, comparative data have not been presented in each of the statements since its inclusion would make the statements unduly complex and difficult to understand.

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

**E. TOTAL (MEMORANDUM ONLY) COLUMNS**

Total columns on the general purpose financial statements are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Information in these columns is not intended to and does not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Such information should not be considered comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**F. THE BUDGET PROCESS**

The City follows these procedures in establishing and legally adopting the budgetary information for all funds that are legally required to be budgeted and appropriated, however, only governmental funds are required to be reported.

(1) The Administration prepares the annual budget and submits it to the City Council for adoption. This budget is based upon estimated receipts and expenditures.

(2) Prior to holding a public hearing on the proposed budget, it is made available for review by the public at the offices of the Clerk of Council.

(3) City Council holds a public hearing on the proposed budget.

(4) City Council adopts the budget, by fund, for the following year by ordinance on or before July 15th of each year.

(5) After adoption, the budget and the ordinance that is approved are certified to the County Budget Commission by July 20th. The Commission conducts another public hearing and determines if the budget fairly represents the needs of the City.

(6) The City accepts by legislation the County Budget Commission's estimated necessary property tax rate. Their acceptance must be certified to the County Auditor on or before October 1st.

(7) The Finance Director files a certificate of estimated resources and expenditures for the ensuing year on or about January 1st.

(8) On or before January 1st, an appropriation measure, by fund, is passed by City Council for the ensuing year. The budgeted amounts by department or expenditure category reflected in the financial statements and supplemental data include this initial appropriation measure and all revisions thereto for the year, as described below.

(9) The Finance Director prepares ordinances to amend the original appropriations in order to reflect any changes of appropriation in expenditure categories within



**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

any fund and these changes must be approved by City Council. In accordance with the City's Administrative Policy, expenditures may not exceed appropriations at the expenditure legal level of control for each fund (activity within a program within a fund).

During 2002, two ordinances were passed to amend or to supplement the budgetary appropriation, resulting in additional appropriations from unappropriated revenue sources and internal fund transfers from one appropriated expenditure category to another.

(10) At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the fund from which it was appropriated, and is subject to future appropriation. The encumbrances outstanding at year-end represent the estimated amount of the expenditures ultimately to result if unperformed contracts in process at year-end are completed. The encumbrances appropriated balance is carried forward to the succeeding fiscal year and, according to statute need not be reappropriated.

**G. BUDGET BASIS OF ACCOUNTING**

The Combined Statement of Revenues, Expenditures, and Changes in Fund Balance - All Governmental Fund Types (Non-GAAP Budgetary Basis) is presented to provide a comparison of actual results with the budget. It is the City's policy to formally budget those funds that derive their primary revenues from levied taxes. The budgetary basis as provided by law is based upon accounting for certain transactions on the basis of cash receipts and disbursements. The major differences between the budget basis and the GAAP basis are:

- (1) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP);
- (2) Certain expenditures are recorded when paid in cash or encumbered (budget) as opposed to when the liability is incurred (i.e., vacation leave accrued in the current period, which is the GAAP basis);
- (3) Certain revenues and expenditures are recorded (budget) as opposed to being eliminated to conform to GAAP (interfund advance activity).

The adjustments necessary to convert the results of operations for the year ended December 31, 2002, on the GAAP Basis to the budget basis are as follows:

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Funds
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
GAAP Basis	\$414,182	\$149,127	(\$531,417)	(\$769,949)
Adjustments:				
Revenue accruals	114,269	32,785		305,756
Expenditure accruals	59,871	(3,718,841)		562,841
Encumbrances	(628,458)	(1,064,816)		(1,020,223)
Transfers	<u>67,500</u>	<u>(30,000)</u>		<u>(37,500)</u>
Budget Basis	<u>\$27,364</u>	<u>(\$4,631,745)</u>	<u>(\$531,417)</u>	<u>(\$959,075)</u>

**H. REVENUE RECOGNITION**

Hamilton County ("the County") is responsible for assessing, collecting and remitting to the City, taxes related to property located in the City (see Note 11). Property taxes levied for 2002 uncollected at December 31, 2002 are recorded as revenues if they are collected within 60 days after year-end. Property taxes levied for 2002, but not available within 60 days after December 31, 2002, are recorded as receivable and deferred revenue.

Investment earnings are recorded as earned since they are measurable and available. Interest revenue is allocated to the funds as authorized by the Director of Finance, based on month-end cash balances.

Income taxes are recorded as earned when collected within 60 days of the year-end for prior tax years.

Intergovernmental revenue is recorded as earned when recognized as a liability of the paying government.

Licenses, fees, and permits; charges for service; and miscellaneous revenues are recorded when received, as they generally are not measurable until such time.

**I. INCOME TAXES**

Income taxes are imposed at the rate of one percent (1%) per annum on salaries, wages, commissions, other compensation, and net profits. When a resident of the City is subject to a municipal income tax in another municipality, township, or county; the resident receives a credit not to exceed one-half of one percent (½%) against the tax imposed on the earnings taxed by such a municipality, township, or county.

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

Each taxpayer is required to file a return on or before April 30th of each year for the prior year. When the return is filed for a fiscal year or other period different from a calendar year, the return shall be filed within four months from the end of such fiscal year or period.

**J. CASH AND INVESTMENTS**

To improve cash management, cash received by the City is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the City's records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Investments" on the combined balance sheet.

During the 2002 calendar year, investments were limited to treasury notes, federal agency securities, mutual funds, and STAROhio.

Investments are reported at fair value that is based on quoted market prices.

The City has invested funds in the State Treasury Asset Reserve of Ohio (STAROhio) during fiscal year 2002. STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio 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 STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on December 31, 2002.

Provisions of the Ohio Constitution and the Ohio Revised Code restrict interest allocations. The City allocates interest among the various funds based upon applicable legal and administrative requirements. Interest revenue generated \$271,371 during calendar year 2002.

**K. INTERFUND RECEIVABLES/PAYABLES**

During the course of its operations, the City had transactions between funds to finance operations, provide services and service debt on a short-term basis. To the extent that certain transactions had not been paid or received as of December 31, 2002, balances of interfund amounts receivable or payable were:

**CITY OF FOREST PARK, OHIO  
NOTES TO THE FINANCIAL STATEMENTS**

Fund	Due from Other Funds	Due to Other Funds
General Fund	\$8,789	
<u>Agency Fund</u>		
Mayor's Court		\$8,789
Total	\$8,789	\$8,789

**L. GENERAL FIXED ASSETS**

The accounting and reporting treatments applied to fixed assets is determined by their ultimate use. General fixed assets, which consist of property and equipment acquired through expenditure of governmental funds and are capitalized at cost for all assets with a cost of \$500 or more (or estimated historical cost for assets not purchased in recent years), are reported in the General Fixed Asset Account Group. Contributed fixed assets are recorded at fair market value at the date received.

Improvements are capitalized. The cost of normal maintenance and repair that do not add to the value of the asset or materially extend an asset's life are not capitalized.

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.

The City has elected not to record depreciation or capitalized interest in the General Fixed Asset Account Group.

**M. ENCUMBRANCES**

Encumbrances for purchase orders, contracts and other commitments are recorded in the governmental funds to reserve that portion of the applicable appropriation. Encumbrances outstanding at year-end are reported as reserves of the fund balances since they do not constitute expenditures or liabilities.

**NOTE 2 - EQUITY IN POOLED CASH AND INVESTMENTS:**

The City follows the practice of pooling cash and investments with the exception of the cash of the Mayor's Court Agency Fund. Each fund's portion of total cash

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

and investments is summarized by each fund type in the combined balance sheet as equity in pooled cash and investments.

State statutes classify monies held by the City into three categories.

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

Inactive deposits are public deposits the City has identified as not required for use within the current two-year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

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

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

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bond and other obligations of the State of Ohio;

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAROhio).

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

A. DEPOSITS – At year-end, the carrying amount of the City's deposits was \$7,046,916 and the depository balance was \$7,230,164. Federal depository insurance covered \$200,000 of the depository balance and \$7,030,164 was covered by the 105% public depository pool which was collateralized with securities held by the pledging financial institution's trust department but not in the City's name.

B. INVESTMENTS – The City's investments are required to be categorized to give an indication of the level of risk assumed by the City at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the City's name. Investments in STAROhio and Fifth Third U. S. Treasury Money Market Fund are not categorized since they are not evidenced by securities that exist in physical or book entry form. The City's investments at December 31, 2002, are summarized below:

	Category 2	Carrying Amount
Categorized Investments		
Federal National Mortgage Assoc.	\$2,589,562	\$2,589,562
Federal Home Loan Mortgage Corp.	1,915,925	1,915,925
Federal Farm Credit Bank	896,884	896,884
Federal Home Loan Bank	856,867	856,867

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

U. S. Treasury Notes	456,875	456,875
Non-Categorized Investments		
Fifth Third U. S. Treasury Money		
Market Fund	N/A	84,532
Star Ohio	N/A	99,356
		\$6,900,001
Total Investments	\$6,716,113	\$6,900,001

**NOTE 3- RESTATEMENT OF FUND BALANCE:**

During fiscal year 2002, all Funds were reviewed for proper classification. During the review it was determined that the Community Programming Board Fund was not properly classified as a Special Revenue Fund (see Note 18 for a description of the organization). The City has reclassified this fund as an Agency Fund. The restatement had the following effect on the Special Revenue fund balance as previously reported by the City at December 31, 2001:

	Special Revenue Fund
Fund balance as previously reported	\$5,909,287
Community Programming Board Fund	(479,078)
Restated fund balances as of January 1, 2002	\$5,430,209

This restatement also affects the General Fixed Asset Account Group. Community Programming Board assets were shown as disposals from the General Fixed Asset Account Group.

**NOTE 4 – DUE FROM OTHER GOVERNMENTS:**

At December 31, 2002, Due From Other Governments consisted of amounts arising from grants, entitlements and shared revenues. All amounts summarized below are considered fully collectible.

**General Fund:**

Local government: Sales, income, and franchise tax	\$247,413
Local government: State revenue assistance	62,312
Local government: Revenue assistance	29,335
Local government: Financial institutions	247

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

Homestead/rollback	53,918	
Special assessments	8,054	
D. A. R. E. grant	13,650	
Ohio Governor's highway safety grant	952	
Electric Deregulation KH Hour Reimbursement	<u>6,833</u>	
Total General Fund		<u>\$422,714</u>
 <u>Special Revenue Funds:</u>		
<u>Street Construction, Maintenance and Repair Fund:</u>		
Gasoline Tax	\$168,113	
Motor Vehicle Registrations	81,842	
Permissive License Fees	<u>15,829</u>	
Total Street Maintenance Fund		\$265,784
 <u>State Highway Fund:</u>		
Gasoline Tax	\$13,631	
Motor Vehicle Registrations	6,636	
Permissive License Fees	<u>1,283</u>	
Total State Highway Fund		21,550
 <u>Fire Levy Fund:</u>		
Homestead/rollback	\$151,494	
Electric Deregulation KH Hour Reimbursement	11,353	
State EMS Grant	<u>10,604</u>	
Total Fire Levy Fund		173,451
 <u>Urban Renewal Fund:</u>		
Homestead/rollback	<u>\$21,521</u>	
Total Urban Renewal Fund		21,521
 <u>Carillon Business Park TIF Fund:</u>		
Homestead/rollback	<u>\$5,039</u>	
Total Carillon Business Park TIF Fund		5,039
 <u>Law Enforcement Grant Fund:</u>		
Cops In Schools Grant	<u>\$6,068</u>	
Total Law Enforcement Grant Fund		<u>6,068</u>
Total Special Revenue Funds		<u>\$493,413</u>
Total All Funds		<u><u>\$916,127</u></u>



**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 5- GENERAL FIXED ASSETS:**

The Community Programming Board had \$1,556,652 which were previously reported in the General Fixed Asset Account Group. These have been removed from the beginning balance as of January 1, 2002.

The changes in the General Fixed Asset Account Group during 2002 were as follows:

	<u>January 1, 2002</u>	<u>Additions</u>	<u>Disposals</u>	<u>December 31, 2002</u>
Land	\$1,341,743			\$1,341,743
Buildings	5,673,299	\$9,320		5,682,619
Equipment & Vehicles	<u>4,912,275</u>	<u>276,912</u>	<u>\$12,917</u>	<u>5,176,270</u>
Totals	<u>\$11,927,317</u>	<u>\$286,232</u>	<u>\$12,917</u>	<u>\$12,200,632</u>

**NOTE 6 - OPERATING LEASES:**

The City is committed under four leases for copy machines that for accounting purposes are considered to be operating leases. Lease expenditures for the year ended December 31, 2002, totaled \$12,254 for the four leases.

The future minimum lease payments are as follows:

<u>Year Ending</u>	<u>Amount</u>
2003	\$6,802
2004	6,312
2005	6,312
2006	<u>765</u>
Total	<u>\$20,191</u>

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

**NOTE 7 - TEMPORARY BORROWINGS:**

Under State law and by order of the City Council, the City is authorized to borrow funds on a temporary basis for the following purposes:

- (1) to fund current operating costs prior to the collection of tax revenues by issuance of revenue anticipation notes
- (2) to fund capital project costs incurred prior to selling permanent debt by issuance of bond anticipation notes, and
- (3) in anticipation of the issuance of special assessment bonds for periods not longer than five (5) years.

At December 31, 2001, the City had a Road Improvement Bond Anticipation Note Dated October 11, 2001, in the amount of \$3,700,000. The note was paid in full on February 11, 2002, with proceeds from the November, 2001, bond issue. The City has no temporary borrowing as of December 31, 2002.

**NOTE 8 - LONG TERM DEBT:**

As of December 31, 2002, the bonds payable recorded in the General Long-Term Debt Account Group consisted of:

<u>Issue</u>	<u>Interest Rate</u>	<u>Balance Outstanding</u>
General Obligation Police Building Construction Bonds Serial Maturities through 2003	10.75%	\$50,000
General Obligation Public Works Building Construction Bonds Serial Maturities through 2003	9.00%	20,000
General Obligation Various Purpose Bonds Serial Maturities through 2019	3.25%-4.60%	<u>7,300,000</u>
Total General Obligation Bonds in General Long-Term Debt Account Group		<u><u>\$7,370,000</u></u>

Debt service requirements for principal and interest of all General Obligation Bonds in the General Long-Term Debt Account Group (GLTDAG) in future years are as follows:

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

Years Ending December 31	Principal	Interest	Total
2003	\$1,090,000	\$273,343	\$1,363,343
2004	1,045,000	233,017	1,278,017
2005	945,000	199,055	1,144,055
2006	660,000	168,343	828,343
2007	345,000	147,882	492,882
2008-2012	1,530,000	549,525	2,079,525
2013-2017	1,200,000	290,260	1,490,260
2018-2019	555,000	38,370	593,370
Totals	<u>\$7,370,000</u>	<u>\$1,899,795</u>	<u>\$9,269,795</u>

As of December 31, 2002, the Public Works Issue 2 Loans Payable recorded in the General Long-Term Debt Account Group consisted of:

Project	Interest Rate	Balance Outstanding
Northland Detention Basin Project To be repaid through 2012	0.000%	\$74,224
Dewdrop Circle Project To be repaid through 2008	3.000%	67,318
Reliance Road Culvert Project To be repaid through 2008	3.000%	45,963
West Kemper Road Project To be repaid through 2009	3.000%	<u>81,113</u>
Total Public Works Issue 2 Loans in General Long-Term Debt Account Group		<u>\$268,618</u>

Debt service requirements for principal and interest of all Public Works Issue 2 Loans Payable in the General Long-Term Debt Account Group (GLTDAG) in future years are as follows:

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

Years Ending December 31	Principal	Interest	Total
2003	\$38,534	\$5,603	\$44,137
2004	39,463	4,674	44,137
2005	40,419	3,718	44,137
2006	41,405	2,732	44,137
2007	42,420	1,717	44,137
2008-2012	66,377	772	67,149
Totals	<u>\$268,618</u>	<u>\$19,216</u>	<u>\$287,834</u>

The City is subject to certain constitutional and statutory general obligation debt limitations. As of December 31, 2002, the City has not exceeded the debt limitations.

**NOTE 9 - CHANGES IN LONG-TERM DEBT:**

The following is a summary of general obligation bond transactions of the City for the year ended December 31, 2002.

	General Long-Term Debt Account Group Obligations
Bonds Payable at 01/01/02	<u>\$9,890,000</u>
Bonds Retired	<u>(2,520,000)</u>
Bonds Payable at 12/31/02	<u>\$7,370,000</u>

The following is a summary of Public Works Issue 2 Loan transactions of the City for the year ended December 31, 2002.

	General Long-Term Debt Account Group Obligations
Loans Payable at 01/01/02	<u>\$306,251</u>
Loan Payments	<u>(37,633)</u>
Loans Payable at 12/31/02	<u>\$268,618</u>

**CITY OF FOREST PARK, OHIO  
NOTES TO THE FINANCIAL STATEMENTS**

The following is a summary of changes in long-term liabilities for accrued sick leave for the year ended December 31, 2002:

	General Long-Term Debt Account Group Obligations
Compensated Absences at 01/01/02	\$324,746
Amount Accumulated (Net)	47,208
Compensated Absences at 12/31/02	\$371,954

**NOTE 10 - INDUSTRIAL AND ECONOMIC DEVELOPMENT REVENUE BONDS:**

The City issues industrial and economic development revenue bonds. These bonds are not a liability, nor are the proceeds of the issues assets of the City and, accordingly, they are not reflected on the City's financial records. The City does not guarantee this debt nor is it backed by the full faith and credit of the City. Debt service on these issues is payable solely from the revenues of the Company and/or individual for whom the debt was issued.

As of December 31, 2002, there were three series of Industrial Revenue Bonds outstanding. The aggregate principal amount payable for the three series issued prior to December 31, 1996, could not be determined; however, their original issue amounts totaled \$6,870,000.

**NOTE 11 - PROPERTY TAXES:**

Property taxes include amounts levied against all real and public utility property and tangible personal property which is used for business purposes and located in the City. Real property taxes (other than public utility) collected during 2002 were levied after October 1, 2001, on assessed values as of January 1, 2001, the lien date. The due date for the taxes collected in 2002 was January 20 for all or one-half of the taxes due. The second half due date was June 20.

Real property and public utility taxes are levied based on the assessed values listed at the beginning of the year. Assessed values are established by the County Auditor at 35% of the appraised market value. The laws of the State of Ohio presently require that all property be revalued no less than every six years, at any time the County

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

Auditor finds that the true or taxable value thereof has changed, and in the third calendar year following the year in which a sexennial reappraisal is completed if ordered by the State Commissioner of Tax Equalization.

Tangible personal property taxes on machinery and equipment and inventories are assessed on 25% of the statutory basis of these assets. Household goods and motor vehicles are excluded from this assessment.

The County Treasurer collects property taxes on behalf of all taxing districts in the County including the City. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes may be paid on either an annual or semi-annual basis.

The City charter limits City Council's authority to levy property taxes as provided by the Constitution and the laws of the State of Ohio.

**NOTE 12 - EMPLOYEE BENEFITS:**

**Ohio Public Employees Retirement System**

The City contributes to the Ohio Public Employees Retirement System (OPERS), a cost-sharing multiple-employer defined benefit pension plan. OPERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. The authority to establish and amend benefits is provided by state statute per Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report which may be obtained by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-6705 or 1-800-222-PERS(7377).

The Ohio Revised Code provides statutory authority for employee and employer contributions. The employee contribution rates are 8.5% for employees other than law enforcement and public safety. The law enforcement classification consists of sheriffs, deputy sheriffs, and township police with an employee contribution rate of 10.1%. Public safety division members contribute at 9%.

For 2002 the employer contribution rate for state employers was 13.31% of covered payroll. For local government employers the rate was 13.55% of covered payroll. The 2002 employer contribution rate for both law enforcement and public safety divisions was 16.70% of covered payroll. The City's required contributions to PERS for the years ended December 31, 2002, 2001, and 2000 were \$371,879, \$332,155, and \$244,589, respectively. The full amount has been contributed for 2001 and 2000. Approximately 75% has been contributed for 2002 with the remainder being reported as liabilities within the paying fund.

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

Ohio Police and Fire Pension Fund

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

Plan members are required to contribute 10% of their annual covered salary and the City is required to contribute 19.5% and 24% respectively for police officers and firefighters. The Ohio Revised Code provides statutory authority for employee and employer contributions. The City's required contributions to the Fund for the years ended December 31, 2002, 2001, and 2000 were \$636,046, \$562,542, and \$518,949, respectively. The full amount has been contributed for 2001 and 2000. Approximately 75% has been contributed for 2002 with the remainder being reported as a liability within the general long-term obligations account group.

NOTE 13 - POSTEMPLOYMENT BENEFITS

Ohio Public Employees Retirement System

The Ohio Public Employees Retirement System (OPERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit. Health care coverage for disability recipients and primary survivor recipients is available. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to OPERS is set aside for the funding of postretirement health care based on authority granted by State statute. The 2002 employer contribution rate for state employers was 13.31% of covered payroll of which 5.00% was the portion used to fund health care for the year. For local government employer units the rate was 13.55% of covered payroll and 5.00% was the portion used to fund health care for the year. For both the public safety and law enforcement divisions the 2002 employer rate was 16.70% and 5.00% was used to fund health care.

OPEB are advance-funded on an actuarially determined basis. 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

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

for 2001 was 8.00%. An annual increase of 4.00% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.00% base increase, were assumed to range from 0.50% to 6.3%. Health care costs were assumed to increase 4.00% annually. At December 31, 2001, the actuarial value of the Retirement System's net assets available for OPEB was \$11.6 billion. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$16.4 billion and \$4.8 billion, respectively. At December 31, 2001, the number of active contributing participants was 402,041. The City's actual contributions for 2002 used to fund OPEB were \$137,223.

In December 2001, the Board adopted the Health Care "Choices" Plan in its continuing effort to respond to the rise in the cost of Health Care. The Choices Plan will be offered to all persons newly hired under OPERS after January 1, 2003, with no prior service credit accumulated toward health care coverage. Choices, as the name suggests, will incorporate a cafeteria approach, offering a more broad range of health care options. The Plan uses a graded scale from ten to thirty years to calculate a monthly health care benefit. This is in contrast to the ten-year "cliff" eligibility standard for the present Plan. The benefit recipient will be free to select the option that best meets their needs. Recipients will fund health care costs in excess of their monthly health care benefit. The Plan will also offer a spending account feature, enabling the benefit recipient to apply their allowance toward specific medical expenses, much like a Medical Spending Account.

Ohio Police and Fire Pension Fund

The Ohio and Police Fire Pension Fund (OP&F) provides post-retirement health care coverage to any person who received or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school or under the age of 22 if attending school full-time or on a 2/3 basis. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides that health care cost paid from the funds of OP&F shall be included in the employer's contribution rate. The total police employer contribution rate is 19.5% of covered payroll and the total firefighter employer contribution rate is 24% of covered payroll.

The Ohio Revised Code provides the statutory authority allowing OP&F's Board of Trustees to provide health care coverage to all eligible individuals. Health care funding and accounting is on a pay-as-you-go basis. A percentage of covered payroll, as defined by the Board, is used to pay retiree health care expenses. The Board defined allocation was 7.50% and 7.75% of covered payroll in 2001 and 2002, respectively. 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.



**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

The number of participants eligible to receive health care benefits as of December 31, 2001, (the latest information available) was 13,174 for police and 10,239 for firefighters. The Fund's total health care expenses for the year ended December 31, 2001, the date of the last actuarial valuation available, was \$122,298,771, which was net of member contributions of \$6,874,699. The City's actual contributions for 2002 that were used to fund OPEB were \$231,200.

**NOTE 14 – COMPENSATED ABSENCES:**

In accordance with GASB Statement No. 16, "Accounting for Compensated Absences", vacation and compensatory time 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. 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 to be probable that the conditions for compensation will be met in the future.

Sick leave is accrued using the vesting method, whereby the liability is recorded on the basis of leave accumulated by employees who are eligible to receive termination payments as of the balance sheet date, and on leave balances accumulated by other employees who are expected to become eligible in the future to receive such payments.

For governmental funds, the portion of unpaid compensated absences that is 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 reflect in the account "Accrued Payroll, Pension, Vacation and Sick Leave." The long-term portion of the liability is reported in the General Long-Term Debt Account Group.

**NOTE 15 - RESERVED FUND BALANCES:**

The following is a list of all reserves used by the City and a description of each:

**Reserved for Encumbrances** - An account used to segregate a portion of fund balance for expenditure upon vendor performance.

**Reserved for Prepaid Items** - An account used to segregate a portion of the fund balance for expenditures paid in advance as of December 31, 2002.

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

**Reserved for Debt Refunding** - An account used to segregate a portion of the fund balance that is restricted for the refunding of general obligation bonds.

**NOTE 16 - CONTINGENCIES:**

There are pending against the City various claims and lawsuits arising in the normal course of operations. Although the amount of liability, if any, at December 31, 2002, with respect to all claims and lawsuits cannot be ascertained, management is of the opinion that any resulting liability will not have a material adverse effect upon the City's financial condition.

The City has received state and federal grants for specific purposes that are subject to review by the grantor agencies. Such reviews could lead to requests for reimbursements to the grantor agency for expenditures disallowed under the terms of the grant. City management believes such disallowances, if any, will be minor.

**NOTE 17 - 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; injuries to employees; and natural disasters. The City carries commercial general liability insurance against these risks and all other risks of loss, including workers' compensation and employee health and accident insurance.

There have been no significant reductions in insurance coverage from that of prior years and settlements have not exceeded insurance coverage for any of the past three fiscal years.

**NOTE 18 – JOINTLY GOVERNED ORGANIZATION:**

The Waycross Community Programming Board is a jointly governed organization among the City of Forest Park, Village of Greenhills and Springfield Township that was formed during 1982. The jointly governed organization was formed for the purpose of providing community programming and cable regulatory services for their citizens. The Board of Directors is comprised of a chairman and fifteen individuals drawn from local residents of the three communities. Each community has five members on the Board (the chairman is not a resident of any of the communities). The degree of control exercised by any participating city or township is limited to its representation by their citizens. Elected officials of the three communities appoint individuals to serve on the Community Programming Board of Directors. The Board of Directors responsibilities include establishment and review of programming policies, resolution of policy disputes and questions of equal treatment for access users, fiscal controls and the creation and promotion of the media center and

**CITY OF FOREST PARK, OHIO**  
**NOTES TO THE FINANCIAL STATEMENTS**

Community Access channels. In addition the Community Programming Board coordinates regulatory efforts for member communities and provides expertise on other matters regarding the local cable system(s) and other forms of electronic communications.

The Community Programming Board is not locked into services for these three entities alone. Communities may leave the joint effort or other communities could join.

The Communities involved have directed Time Warner Cable to pay the Community Programming Board for the use of the streets and other facilities in the operation of the Cable Television System during the life of the franchise a sum equal to five percent of the Gross Revenues for each and every quarter year of the franchise term. It should be noted that the franchise costs are paid directly by those who subscribe to the cable service. The fees are collected by Time Warner Cable and they have been directed by the participating communities to pay the franchise fees (which would otherwise go to the participating communities) to the Community Programming Board.

The City serves as the fiscal agent for the Community Programming Board. Their financial statements are presented within the City's Agency Funds.

**NOTE 19– SIGNIFICANT CONTRACTUAL COMMITMENTS:**

In October, 2000, the City entered into a contract for the construction of a road and related infrastructure improvements for the Carillon Business Park Tax Increment Financing Project. \$467,170 was the remaining unperformed commitment at December 31, 2002.

**NOTE 20– PRONOUNCEMENT ISSUED BUT NOT YET ADOPTED:**

GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*, established financial reporting standards for state and local governments, including states, cities, town, villages, and special-purpose governments such as school districts and public utilities. Some of the more significant aspects of the new standard include: reporting the overall state of the government's financial health, not just individual funds; providing the most complete information available about the cost of delivering services to the citizens; including, for the first time, information about the government's public infrastructure assets – such as bridges, roads, and storm sewers; and including an introductory section analyzing the government's performance. The City is required to adopt this Statement for the fiscal year ending December 31, 2003. The adoption of this Statement will have a material effect on the City's financial statements.

## **GENERAL OPERATING FUND**

### **FINANCIAL STATEMENTS**

The General Fund is the general operating fund of the City and is used to account for all revenues and expenditures not required to be accounted for in other funds. Revenues are primarily derived from income and property taxes. Functions financed from the General Fund include public safety, government administration, community environment and recreational activities.

EXHIBIT A-1  
CITY OF FOREST PARK, OHIO  
BALANCE SHEET  
GENERAL FUND  
DECEMBER 31, 2002  
(WITH COMPARATIVE TOTALS FOR 2001)

ASSETS	2002	2001
Equity in Pooled Cash and Investments	\$6,560,050	\$5,929,778
Receivables :		
Municipal Income Taxes	1,562,877	1,638,250
Property Taxes	864,560	807,479
Other Taxes	53,687	175,872
Interest	41,723	51,429
Other Revenue	2,415	1,250
Due From Other Funds	8,789	74,142
Due From Other Governments	422,714	399,330
Prepaid Items	<u>43,396</u>	<u>51,549</u>
 TOTAL ASSETS	 <u>\$9,560,211</u>	 <u>\$9,129,079</u>
 LIABILITIES & FUND EQUITY		
 Accounts Payable	 \$108,203	 \$94,983
Accrued Payroll, Pension, Vacation & Sick Leave	 333,858	 284,189
Deferred Revenues	<u>1,821,942</u>	<u>1,867,881</u>
 TOTAL LIABILITIES	 <u>\$2,264,003</u>	 <u>\$2,247,053</u>
 Fund Balance		
Reserved for Encumbrances	\$401,298	\$441,754
Reserved for Prepaid Items	43,396	51,549
Unreserved - Undesignated	<u>6,851,514</u>	<u>6,388,723</u>
 TOTAL EQUITY	 <u>\$7,296,208</u>	 <u>\$6,882,026</u>
 TOTAL LIABILITIES AND FUND EQUITY	 <u>\$9,560,211</u>	 <u>\$9,129,079</u>

EXHIBIT A-2  
CITY OF FOREST PARK, OHIO  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(WITH COMPARATIVE TOTALS FOR 2001)

	2002	2001
Revenues:		
Municipal Income Taxes	\$5,898,127	\$5,822,226
Property Taxes	859,691	851,727
Other Taxes	752,009	905,803
Intergovernmental Revenues	246,948	225,639
Special Assessments	25,668	4,551
Charges for Services	17,284	14,690
Fees, Licenses and Permits	136,354	172,489
Investment Earnings	126,872	284,438
Fines and Forfeitures	109,729	102,260
All Other Revenues	<u>310,967</u>	<u>265,347</u>
<b>Total Revenues</b>	<u><b>\$8,483,649</b></u>	<u><b>\$8,649,170</b></u>
Expenditures:		
Current		
Security of Persons & Property	\$3,136,524	\$2,884,112
Public Health & Welfare Services	18,900	18,988
Leisure Activities	394,996	347,401
Community Environment	1,331,915	1,300,006
Basic Utility Services	79,654	86,467
General Government	2,354,938	2,077,895
Capital Outlay	<u>236,930</u>	<u>383,293</u>
<b>Total Expenditures</b>	<u><b>\$7,553,857</b></u>	<u><b>\$7,098,162</b></u>
Excess of Revenues over Expenditures	<u><b>\$929,792</b></u>	<u><b>\$1,551,008</b></u>
Other Financing Sources (Uses):		
Sale of Fixed Assets	\$2,964	\$26,095
Proceeds of Refunding Bonds		1,531,072
Operating Transfers-Out	<u>(518,574)</u>	<u>(2,375,962)</u>
<b>Total Other Financing Sources (Uses)</b>	<u><b>(\$515,610)</b></u>	<u><b>(\$818,795)</b></u>
Excess of Revenues and Other Financing Sources (Uses) Over Expenditures	<b>\$414,182</b>	<b>\$732,213</b>
Fund Balance, Beginning of Year	<u>6,882,026</u>	<u>6,149,813</u>
Fund Balance, End of Year	<u><u><b>\$7,296,208</b></u></u>	<u><u><b>\$6,882,026</b></u></u>

EXHIBIT A-3  
CITY OF FOREST PARK, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
GENERAL FUND-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(With Comparative Actual Amounts for the Year Ended December 31, 2001)

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
<b>Revenues:</b>				
Municipal Income Taxes	\$5,950,000	\$5,951,109	\$1,109	\$5,677,729
Property Taxes	859,650	859,691	41	851,727
Other Taxes	782,900	782,932	32	825,534
Intergovernmental Revenues	244,950	245,034	84	218,016
Special Assessments	17,600	17,614	14	4,551
Charges for Service	17,250	17,284	34	14,690
Fees, Licenses and Permits	135,150	135,849	699	172,908
Investment Earnings	173,250	173,252	2	312,811
Fines and Forfeitures	107,700	107,711	11	102,633
All Other Revenues	308,300	307,442	(858)	265,277
<b>Total Revenues</b>	<b>\$8,596,750</b>	<b>\$8,597,918</b>	<b>\$1,168</b>	<b>\$8,445,876</b>
<b>Expenditures:</b>				
<b>Current</b>				
Security of Persons & Property	\$3,270,496	\$3,224,385	\$46,111	\$3,034,681
Public Health & Welfare	18,910	18,900	10	18,988
Leisure Activities	460,941	410,056	50,885	361,277
Community Environment	1,539,813	1,391,874	147,939	1,418,690
Basic Utility Services	109,839	90,827	19,012	92,514
General Government	2,861,688	2,514,709	346,979	2,230,572
Capital Outlay	542,836	471,693	71,143	560,473
<b>Total Expenditures</b>	<b>\$8,804,523</b>	<b>\$8,122,444</b>	<b>\$682,079</b>	<b>\$7,717,195</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>(\$207,773)</b>	<b>\$475,474</b>	<b>\$683,247</b>	<b>\$728,681</b>
<b>Other Financing Sources (Uses):</b>				
Operating Advance-In	\$67,500	\$67,500		\$30,000
Sale of Fixed Assets	2,950	2,964	\$14	26,095
Proceeds of Refunding Bonds				1,531,072
Operating Transfer-Out	(518,625)	(518,574)	51	(2,375,962)
Operating Advance-Out				(37,500)
<b>Total Other Financing Sources (Uses)</b>	<b>(\$448,175)</b>	<b>(\$448,110)</b>	<b>\$65</b>	<b>(\$826,295)</b>
<b>Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures</b>	<b>(\$655,948)</b>	<b>\$27,364</b>	<b>\$683,312</b>	<b>(\$97,614)</b>
Fund Balance, Beginning of Year	5,213,912	5,213,912		4,741,027
Prior Year Encumbrances	519,051	519,051		570,499
<b>Fund Balance, End of Year</b>	<b>\$5,077,015</b>	<b>\$5,760,327</b>	<b>\$683,312</b>	<b>\$5,213,912</b>

EXHIBIT A-4  
CITY OF FOREST PARK, OHIO  
DETAILED SCHEDULE OF EXPENDITURES  
GENERAL FUND-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(With Comparative Actual Amounts for the Year Ended December 31, 2001)

EXPENDITURES	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
Security of Persons & Property				
Personal Services	\$2,857,454	\$2,818,138	\$39,316	\$2,594,093
Contractual Services	295,680	289,644	6,036	331,803
Supplies & Materials	117,362	116,603	759	108,785
Total	<u>\$3,270,496</u>	<u>\$3,224,385</u>	<u>\$46,111</u>	<u>\$3,034,681</u>
Public Health & Welfare				
Contractual Services	\$18,910	\$18,900	\$10	\$18,988
Total	<u>\$18,910</u>	<u>\$18,900</u>	<u>\$10</u>	<u>\$18,988</u>
Leisure Activities				
Personal Services	\$224,130	\$207,082	\$17,048	\$182,253
Contractual Services	205,960	176,288	29,672	152,830
Supplies & Materials	30,851	26,686	4,165	26,194
Total	<u>\$460,941</u>	<u>\$410,056</u>	<u>\$50,885</u>	<u>\$361,277</u>
Community Environment				
Personal Services	\$607,679	\$516,980	\$90,699	\$516,947
Contractual Services	875,190	826,962	48,228	857,921
Supplies & Materials	56,944	47,932	9,012	43,822
Total	<u>\$1,539,813</u>	<u>\$1,391,874</u>	<u>\$147,939</u>	<u>\$1,418,690</u>
Basic Utility Services				
Contractual Services	\$109,839	\$90,827	\$19,012	\$92,514
Total	<u>\$109,839</u>	<u>\$90,827</u>	<u>\$19,012</u>	<u>\$92,514</u>
General Government				
Personal Services	\$1,824,565	\$1,688,636	\$135,929	\$1,486,126
Contractual Services	855,147	751,718	103,429	670,727
Supplies & Materials	81,976	74,355	7,621	73,719
Other Charges	100,000		100,000	
Total	<u>\$2,861,688</u>	<u>\$2,514,709</u>	<u>\$346,979</u>	<u>\$2,230,572</u>
Capital Outlay	\$542,836	\$471,693	\$71,143	\$560,473
Operating Transfers-Out	518,625	518,574	51	2,375,962
Operating Advance-Out				37,500
TOTAL EXPENDITURES	<u>\$9,323,148</u>	<u>\$8,641,018</u>	<u>\$682,130</u>	<u>\$10,130,657</u>



## **SPECIAL REVENUE FUNDS**

### **COMBINING FINANCIAL STATEMENTS**

Special Revenue Funds are established to account for revenues from specific sources which are legally restricted to be expended for specific purposes.

A description of the City's Special Revenue Funds follows:

Street Construction - Maintenance and Repair Fund (Street Fund) - This fund is used to account for 92.5% of the City's share of state gasoline tax revenue and motor vehicle license fees. State law requires that such monies be spent on street construction and maintenance.

State Highway Improvement Fund - This fund is used to account for the remaining 7.5% of the City's share of state gasoline tax revenue and motor vehicle license fees. State law requires that such monies be spent on maintenance and improvement of state highways within the City.

Fire Levy Fund - This fund is used to account for revenues received from property taxes specifically earmarked for fire protection by a levy passed by the City's electorate.

Stormwater Management Utility Fund- This fund is used to account for the operations of the City's Stormwater Management Utility.

Litter Control Grant Fund - This fund is used to account for grant proceeds received from the State of Ohio for Litter Prevention activities.

Urban Renewal Fund - This fund is used to account for the proceeds of the bonds issued for the Tax Increment Financing District with related revenue and expenditures.

Carillon Business Park TIF Fund – This fund is used to account for the activity of the Tax Increment Financing District created for Carillon Business Park.

Law Enforcement Trust Fund - This fund contains monies derived from the sale of property/automobile seized by the police in relation to drug investigations.

DARE Special Revenue Fund – This fund contains monies donated and earned through the activities of DARE.

Law Enforcement Grant Fund - This fund is used to account for various grants that have been received for law enforcement purposes.

EXHIBIT B-1  
CITY OF FOREST PARK, OHIO  
COMBINING BALANCE SHEET  
SPECIAL REVENUE FUNDS  
DECEMBER 31, 2002  
(WITH COMPARATIVE TOTALS FOR 2001)

ASSETS	STREET FUND	STATE HIGHWAY IMPROVEMENT FUND	FIRE LEVY FUND	STORMWATER MANAGEMENT UTILITY FUND	LITTER CONTROL GRANT FUND
Equity in Pooled Cash and Investments	\$542,437	\$153,663	\$1,321,736	\$691,256	\$304,512
Cash with Paying Agent					
Receivables:					
Property Taxes			2,647,408		
Charges for Service			27,155	4,838	
Interest	3,291	879	9,052	2,222	1,807
Due from Other Governments	265,784	21,550	173,451		
Prepaid Items	833		5,551		
	<u>812,345</u>	<u>176,092</u>	<u>4,184,353</u>	<u>698,316</u>	<u>306,319</u>
<b>TOTAL ASSETS</b>					
<b>LIABILITIES &amp; FUND EQUITY</b>					
Accounts Payable	\$44,866	\$2,338	\$25,332	\$19,377	\$25
Accrued Payroll, Vacation and Sick Leave	13,943	32	143,114	6,271	7,150
Due to Other Funds					
Deferred Revenues	176,199	14,332	2,810,931	362	135
Bond Anticipation Note Payable					
	<u>235,008</u>	<u>16,702</u>	<u>2,979,377</u>	<u>26,010</u>	<u>7,310</u>
<b>TOTAL LIABILITIES</b>					
Fund Balance					
Reserved for Encumbrances	\$101,230	\$20,381	\$282,982	\$13,500	
Reserved for Prepaid Items	833		5,551		
Reserved for Debt Refunding					
Unreserved - Undesignated	475,274	139,009	916,443	658,806	\$299,009
	<u>577,337</u>	<u>159,390</u>	<u>1,204,976</u>	<u>672,306</u>	<u>299,009</u>
<b>TOTAL EQUITY</b>					
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u>812,345</u>	<u>176,092</u>	<u>4,184,353</u>	<u>698,316</u>	<u>306,319</u>

URBAN RENEWAL FUND	CARILLON BUS. PRK TIF FUND	LAW ENFORCEMENT TRUST FUND	DARE SPECIAL REVENUE FUND	LAW ENFORCEMENT GRANT FUND	TOTALS	
					2002	2001
\$1,915,303	\$713,899	\$12,484	\$14,258	\$9,599	\$5,679,147	\$7,814,510 \$1,440,888
					2,647,408	2,567,124
					31,993	21,009
13,839	3,209				34,299	45,096
21,521	5,039			6,068	493,413	473,408
					6,384	9,792
<u>\$1,950,663</u>	<u>\$722,147</u>	<u>\$12,484</u>	<u>\$14,258</u>	<u>\$15,667</u>	<u>\$8,892,644</u>	<u>\$12,371,827</u>
\$12,337			\$33		\$104,308	\$164,108
				\$2,816	173,326	118,163
22,556	\$5,091			6,068	3,035,674	30,000
						2,929,347
						3,700,000
<u>\$34,893</u>	<u>\$5,091</u>		<u>\$33</u>	<u>\$8,884</u>	<u>\$3,313,308</u>	<u>\$6,941,618</u>
\$20,506	\$467,170		\$333		\$906,102	\$938,661
					6,384	9,792
1,895,264	249,886	\$12,484	13,892	\$6,783	4,666,850	253,269
						4,228,487
<u>\$1,915,770</u>	<u>\$717,056</u>	<u>\$12,484</u>	<u>\$14,225</u>	<u>\$6,783</u>	<u>\$5,579,336</u>	<u>\$5,430,209</u>
<u>\$1,950,663</u>	<u>\$722,147</u>	<u>\$12,484</u>	<u>\$14,258</u>	<u>\$15,667</u>	<u>\$8,892,644</u>	<u>\$12,371,827</u>

EXHIBIT B-2  
CITY OF FOREST PARK, OHIO  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES  
SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(WITH COMPARATIVE TOTALS FOR 2001)

	STREET FUND	STATE HIGHWAY IMPROVEMENT FUND	FIRE LEVY FUND	STORMWATER MANAGEMENT UTILITY FUND	LITTER CONTROL GRANT FUND
<b>Revenues:</b>					
Property Taxes			\$2,708,085		
Other Taxes	\$568,882	\$46,126			
Intergovernmental Revenues	139,767	11,332	404,524		\$61,631
Special Assessments					
Charges for Services			381,922	\$556,550	
Fees, Licenses and Permits			5,261	33,399	300
Investment Earnings	20,289	2,968	21,975	10,577	6,500
All Other Revenues			3,185		52,621
<b>Total Revenues</b>	<u>\$728,938</u>	<u>\$60,426</u>	<u>\$3,524,952</u>	<u>\$600,526</u>	<u>\$121,052</u>
<b>Expenditures:</b>					
<b>Current</b>					
Security of Persons and Property			\$2,537,213		
Public Health & Welfare					\$113,165
Streets and Transportation	\$493,408	\$24,393			
Storm Drainage				\$174,863	
General Government					
Capital Outlay	68,947		90,872	130,972	3,091
Debt Service					
Principal Payments	257,670		52,187	80,901	
Interest Payments	18,432		3,423	25,110	
<b>Total Expenditures</b>	<u>\$838,457</u>	<u>\$24,393</u>	<u>\$2,683,695</u>	<u>\$411,846</u>	<u>\$116,256</u>
<b>Excess (Deficiency) of Revenue Over Expenditures</b>	<u>(\$109,519)</u>	<u>\$36,033</u>	<u>\$841,257</u>	<u>\$188,680</u>	<u>\$4,796</u>
<b>Other Financing Sources (Uses):</b>					
Operating Transfers-In					
Sale of Fixed Assets					
Proceeds of Refunding Bonds					
Bond Proceeds					
Operating Transfers-Out				(\$85,000)	
<b>Total Other Financing Sources (Uses)</b>				<u>(\$85,000)</u>	
<b>Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures</b>	<u>(\$109,519)</u>	<u>\$36,033</u>	<u>\$841,257</u>	<u>\$103,680</u>	<u>\$4,796</u>
Fund Balance, Beginning of Year - Restated	686,856	123,357	363,719	568,626	294,213
<b>Fund Balance, End of Year</b>	<u>\$577,337</u>	<u>\$159,390</u>	<u>\$1,204,976</u>	<u>\$672,306</u>	<u>\$299,009</u>

URBAN RENEWAL FUND	CARILLON BUS. PRK TIF FUND	LAW ENFORCEMENT TRUST FUND	DARE SPECIAL REVENUE FUND	LAW ENFORCEMENT GRANT FUND	TOTALS	
					2002	2001
					\$2,708,085	\$1,321,826
					615,008	602,470
\$44,015	\$2,001			\$41,667	704,937	465,203
352,781	11,972				364,753	295,901
					938,472	924,644
					38,960	49,663
42,705	16,365				121,379	241,867
		\$11,979	\$4,103		71,888	111,548
<u>\$439,501</u>	<u>\$30,338</u>	<u>\$11,979</u>	<u>\$4,103</u>	<u>\$41,667</u>	<u>\$5,563,482</u>	<u>\$4,013,122</u>
		\$4,722	\$8,631	\$56,823	\$2,607,389	\$2,040,793
					113,165	106,265
					517,801	488,709
\$69,504					174,863	214,126
44,184	\$273,507	3,860	600		69,504	119,471
					616,033	1,812,673
411,773	145,000				947,531	1,337,961
56,904	194,311				298,180	267,969
<u>\$582,365</u>	<u>\$612,818</u>	<u>\$8,582</u>	<u>\$9,231</u>	<u>\$56,823</u>	<u>\$5,344,466</u>	<u>\$6,387,967</u>
<u>(\$142,864)</u>	<u>(\$582,480)</u>	<u>\$3,397</u>	<u>(\$5,128)</u>	<u>(\$15,156)</u>	<u>\$219,016</u>	<u>(\$2,374,845)</u>
				\$15,111	\$15,111	\$13,960
						10,550
						1,313,588
						4,800,000
					(85,000)	
				\$15,111	(\$69,889)	\$6,138,098
(\$142,864)	(\$582,480)	\$3,397	(\$5,128)	(\$45)	\$149,127	\$3,763,253
2,058,634	1,299,536	9,087	19,353	6,828	5,430,209	1,666,956
<u>\$1,915,770</u>	<u>\$717,056</u>	<u>\$12,484</u>	<u>\$14,225</u>	<u>\$6,783</u>	<u>\$5,579,336</u>	<u>\$5,430,209</u>

EXHIBIT B-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
SPECIAL REVENUE FUNDS-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(With Comparative Actual Amounts for the Year Ended December 31, 2001)

STREET FUND

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
<b>Revenues:</b>				
Other Taxes	\$569,100	\$569,553	\$453	\$554,176
Intergovernmental Revenues	135,200	141,365	6,165	130,725
Investment Earnings	24,900	24,908	8	21,146
All Other Revenues				4,066
<b>Total Revenues</b>	<b>\$729,200</b>	<b>\$735,826</b>	<b>\$6,626</b>	<b>\$710,113</b>
<b>Expenditures:</b>				
<b>Current</b>				
Streets and Transportation				
Personal Services	\$247,498	\$246,156	\$1,342	\$233,952
Contractual Services	258,684	258,242	442	228,608
Supplies & Materials	59,465	41,913	17,552	61,606
<b>Total Current</b>	<b>\$565,647</b>	<b>\$546,311</b>	<b>\$19,336</b>	<b>\$524,166</b>
Capital Outlay	183,771	173,767	10,004	187,544
Debt Service				
Principal Retirement	257,672	257,670	2	241,662
Interest and Fiscal Charges	18,434	18,432	2	19,807
<b>Total Expenditures</b>	<b>\$1,025,524</b>	<b>\$996,180</b>	<b>\$29,344</b>	<b>\$973,179</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>(\$296,324)</b>	<b>(\$260,354)</b>	<b>\$35,970</b>	<b>(\$263,066)</b>
<b>Other Financing Sources (Uses):</b>				
Sale of Fixed Assets				\$9,975
Proceeds of Refunding Bonds				212,741
<b>Total Other Financing Sources (Uses)</b>				<b>\$222,716</b>
<b>Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures</b>	<b>(\$296,324)</b>	<b>(\$260,354)</b>	<b>\$35,970</b>	<b>(\$40,350)</b>
Fund Balance, Beginning of Year	289,334	289,334		211,280
Prior Year Encumbrances	354,467	354,467		118,404
<b>Fund Balance, End of Year</b>	<b>\$347,477</b>	<b>\$383,447</b>	<b>\$35,970</b>	<b>\$289,334</b>

EXHIBIT B-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
SPECIAL REVENUE FUNDS-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(With Comparative Actual Amounts for the Year Ended December 31, 2001)

STATE HIGHWAY IMPROVEMENT FUND

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Other Taxes	\$46,100	\$46,180	\$80	\$44,933
Intergovernmental Revenues	11,300	11,462	162	10,599
Investment Earnings	3,200	3,289	89	4,795
All Other Revenues				88
<b>Total Revenues</b>	<b>\$60,600</b>	<b>\$60,931</b>	<b>\$331</b>	<b>\$60,415</b>
Expenditures:				
Current				
Streets and Transportation				
Personal Services	\$6,050	\$6,050		\$64
Contractual Services	44,279	37,247	\$7,032	13,140
Supplies & Materials	15,370	1,724	13,646	16,960
<b>Total Current</b>	<b>\$65,699</b>	<b>\$45,021</b>	<b>\$20,678</b>	<b>\$30,164</b>
Capital Outlay	1,000		1,000	
<b>Total Expenditures</b>	<b>\$66,699</b>	<b>\$45,021</b>	<b>\$21,678</b>	<b>\$30,164</b>
Excess (Deficiency) of Revenues over Expenditures	(\$6,099)	\$15,910	\$22,009	\$30,251
Fund Balance, Beginning of Year	113,934	113,934		71,168
Prior Year Encumbrances	1,749	1,749		12,515
<b>Fund Balance, End of Year</b>	<b>\$109,584</b>	<b>\$131,593</b>	<b>\$22,009</b>	<b>\$113,934</b>

SCHEDULE B-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
SPECIAL REVENUE FUNDS-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(With Comparative Actual Amounts for the Year Ended December 31, 2001)

FIRE LEVY FUND

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Property Taxes	\$2,730,750	\$2,730,791	\$41	\$1,321,826
Intergovernmental Revenues	385,742	385,918	176	189,454
Charges for Services	370,150	373,526	3,376	383,636
Fees, Licenses & Permits	5,100	5,261	161	2,193
Investment Earnings	19,850	19,868	18	24,835
All Other Revenues	3,150	3,185	35	33,880
<b>Total Revenues</b>	<b><u>\$3,514,742</u></b>	<b><u>\$3,518,549</u></b>	<b><u>\$3,807</u></b>	<b><u>\$1,955,824</u></b>
Expenditures:				
Current				
Security of Persons & Property				
Personal Services	\$2,127,019	\$2,087,389	\$39,630	\$1,659,836
Contractual Services	345,315	299,455	45,860	242,277
Supplies & Materials	168,201	136,987	31,214	150,262
Other Charges	80,217	80,217		43,837
<b>Total Current</b>	<b><u>\$2,720,752</u></b>	<b><u>\$2,604,048</u></b>	<b><u>\$116,704</u></b>	<b><u>\$2,096,212</u></b>
Capital Outlay	348,000	347,853	147	16,215
Debt Service				
Principal Retirement	52,190	52,187	3	128,076
Interest and Fiscal Charges	3,429	3,423	6	8,838
<b>Total Expenditures</b>	<b><u>\$3,124,371</u></b>	<b><u>\$3,007,511</u></b>	<b><u>\$116,860</u></b>	<b><u>\$2,249,341</u></b>
Excess (Deficiency) of Revenues over Expenditures	<b><u>\$390,371</u></b>	<b><u>\$511,038</u></b>	<b><u>\$120,667</u></b>	<b><u>(\$293,517)</u></b>
Other Financing Sources (Uses):				
Sale of Fixed Assets				\$575
Proceeds of Refunding Bonds				45,080
Operating Advance-Out	(\$30,000)	(\$30,000)		(30,000)
<b>Total Other Financing Sources (Uses)</b>	<b><u>(\$30,000)</u></b>	<b><u>(\$30,000)</u></b>		<b><u>\$15,655</u></b>
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	<b><u>\$360,371</u></b>	<b><u>\$481,038</u></b>	<b><u>\$120,667</u></b>	<b><u>(\$277,862)</u></b>
Fund Balance, Beginning of Year	266,924	266,924		451,980
Prior Year Encumbrances	132,188	132,188		92,806
<b>Fund Balance, End of Year</b>	<b><u>\$759,483</u></b>	<b><u>\$880,150</u></b>	<b><u>\$120,667</u></b>	<b><u>\$266,924</u></b>



SCHEDULE B-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
SPECIAL REVENUE FUNDS-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(With Comparative Actual Amounts for the Year Ended December 31, 2001)

STORMWATER MANAGEMENT UTILITY FUND

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
<b>Revenues:</b>				
Charges for Services	\$550,000	\$556,577	\$6,577	\$547,285
Fees, Licenses & Permits	32,250	33,399	1,149	47,270
Investment Earnings	18,250	18,283	33	27,318
All Other Revenues				1,291
<b>Total Revenues</b>	<b>\$600,500</b>	<b>\$608,259</b>	<b>\$7,759</b>	<b>\$623,164</b>
<b>Expenditures:</b>				
<b>Current</b>				
Storm Drainage				
Personal Services	\$112,436	\$109,373	\$3,063	\$103,137
Contractual Services	124,551	81,526	43,025	144,099
Supplies & Materials	2,050	1,308	742	705
Other Charges	5,000	1,158	3,842	1,000
<b>Total Current</b>	<b>\$244,037</b>	<b>\$193,365</b>	<b>\$50,672</b>	<b>\$248,941</b>
Capital Outlay	318,000	134,372	183,628	137,680
Debt Service				
Principal Retirement	80,905	80,901	4	713,168
Interest and Fiscal Charges	34,625	25,110	9,515	44,974
<b>Total Expenditures</b>	<b>\$677,567</b>	<b>\$433,748</b>	<b>\$243,819</b>	<b>\$1,144,763</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>(\$77,067)</b>	<b>\$174,511</b>	<b>\$251,578</b>	<b>(\$521,599)</b>
<b>Other Financing Sources (Uses):</b>				
Proceeds of Refunding Bonds				\$660,071
Operating Advance-Out				(50,000)
Operating Transfer-Out	(\$85,000)	(\$85,000)		
<b>Total Other Financing Sources (Uses)</b>	<b>(\$85,000)</b>	<b>(\$85,000)</b>		<b>\$610,071</b>
<b>Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures</b>	<b>(\$162,067)</b>	<b>\$89,511</b>	<b>\$251,578</b>	<b>\$88,472</b>
Fund Balance, Beginning of Year	530,312	530,312		430,777
Prior Year Encumbrances	41,258	41,258		11,063
<b>Fund Balance, End of Year</b>	<b>\$409,503</b>	<b>\$661,081</b>	<b>\$251,578</b>	<b>\$530,312</b>

SCHEDULE B-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
SPECIAL REVENUE FUNDS-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(With Comparative Actual Amounts for the Year Ended December 31, 2001)

LITTER CONTROL GRANT FUND

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
<b>Revenues:</b>				
Intergovernmental Revenues	\$61,600	\$61,631	\$31	\$65,419
Fees, Licenses and Permits	300	300		200
Investment Earnings	7,900	7,941	41	15,247
All Other Revenues	52,550	52,621	71	60,806
<b>Total Revenues</b>	<b>\$122,350</b>	<b>\$122,493</b>	<b>\$143</b>	<b>\$141,672</b>
<b>Expenditures:</b>				
<b>Current</b>				
Public Health & Welfare				
Personal Services	\$91,615	\$88,034	\$3,581	\$83,403
Contractual Services	36,392	25,940	10,452	23,412
Supplies & Materials	1,650	324	1,326	1,448
<b>Total Current</b>	<b>\$129,657</b>	<b>\$114,298</b>	<b>\$15,359</b>	<b>\$108,263</b>
Capital Outlay	43,050	3,091	39,959	3,522
<b>Total Expenditures</b>	<b>\$172,707</b>	<b>\$117,389</b>	<b>\$55,318</b>	<b>\$111,785</b>
Excess (Deficiency) of Revenues over Expenditures	(\$50,357)	\$5,104	\$55,461	\$29,887
Fund Balance, Beginning of Year	291,529	291,529		260,296
Prior Year Encumbrances	2,661	2,661		1,346
<b>Fund Balance, End of Year</b>	<b>\$243,833</b>	<b>\$299,294</b>	<b>\$55,461</b>	<b>\$291,529</b>

SCHEDULE B-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
SPECIAL REVENUE FUNDS-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(With Comparative Actual Amounts for the Year Ended December 31, 2001)

URBAN RENEWAL FUND

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Intergovernmental Revenues	\$44,000	\$44,015	\$15	\$37,000
Special Assessments	352,750	352,781	31	295,900
Investment Earnings	54,350	54,386	36	41,941
<b>Total Revenues</b>	<b>\$451,100</b>	<b>\$451,182</b>	<b>\$82</b>	<b>\$374,841</b>
Expenditures:				
Current				
General Government				
Contractual Services	\$90,010	\$90,010		\$7,227
<b>Total Current</b>	<b>\$90,010</b>	<b>\$90,010</b>		<b>\$7,227</b>
Capital Outlay	43,540	43,394	\$146	
Debt Service				
Principal Retirement	411,776	411,773	3	\$505,817
Interest and Fiscal Charges	57,314	56,904	410	31,379
<b>Total Expenditures</b>	<b>\$602,640</b>	<b>\$602,081</b>	<b>\$559</b>	<b>\$544,423</b>
Excess (Deficiency) of Revenues over Expenditures	(\$151,540)	(\$150,899)	\$641	(\$169,582)
Other Financing Sources (Uses):				
Proceeds of Refunding Bonds				395,696
Bond Proceeds				1,100,000
<b>Total Other Financing Sources (Uses)</b>				<b>\$1,495,696</b>
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	(\$151,540)	(\$150,899)	\$641	\$1,326,114
Fund Balance, Beginning of Year	2,034,397	2,034,397		708,283
Prior Year Encumbrances				
<b>Fund Balance, End of Year</b>	<b>\$1,882,857</b>	<b>\$1,883,498</b>	<b>\$641</b>	<b>\$2,034,397</b>

SCHEDULE B-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
SPECIAL REVENUE FUNDS-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(With Comparative Actual Amounts for the Year Ended December 31, 2001)

CARILLON BUSINESS PARK TIF FUND

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Intergovernmental Revenues	\$2,000	\$2,001	\$1	
Special Assessments	11,950	11,972	22	
Investment Earnings	27,300	27,305	5	\$103,192
Total Revenues	<u>\$41,250</u>	<u>\$41,278</u>	<u>\$28</u>	<u>\$103,192</u>
Expenditures:				
Current				
General Government				
Contractual Services				\$112,244
Total Current				\$112,244
Capital Outlay	\$812,086	\$812,086		2,276,648
Debt Service				
Principal Retirement	3,845,000	3,845,000		7,400,000
Interest and Fiscal Charges	194,320	194,311	\$9	165,478
Total Expenditures	<u>\$4,851,406</u>	<u>\$4,851,397</u>	<u>\$9</u>	<u>\$9,954,370</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(\$4,810,156)</u>	<u>(\$4,810,119)</u>	<u>\$37</u>	<u>(\$9,851,178)</u>
Other Financing Sources (Uses)				
Bond Anticipation Note Proceeds				\$3,700,000
Bond Proceeds				3,700,000
Total Other Financing Sources (Uses)				<u>\$7,400,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	<u>(\$4,810,156)</u>	<u>(\$4,810,119)</u>	<u>\$37</u>	<u>(\$2,451,178)</u>
Fund Balance, Beginning of Year	544,003	544,003		992,388
Prior Year Encumbrances	<u>4,512,086</u>	<u>4,512,086</u>		<u>2,002,793</u>
Fund Balance, End of Year	<u>\$245,933</u>	<u>\$245,970</u>	<u>\$37</u>	<u>\$544,003</u>

SCHEDULE B-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
SPECIAL REVENUE FUNDS-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(With Comparative Actual Amounts for the Year Ended December 31, 2001)

LAW ENFORCEMENT TRUST FUND

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
Revenues:				
All Other Revenues	\$11,850	\$11,979	\$129	\$8,867
Total Revenues	<u>\$11,850</u>	<u>\$11,979</u>	<u>\$129</u>	<u>\$8,867</u>
Expenditures:				
Current				
Security of Persons & Property				
Contractual Services	\$3,100	\$3,099	\$1	\$7,664
Supplies & Materials	<u>1,625</u>	<u>1,623</u>	<u>2</u>	<u>551</u>
Total Current	\$4,725	\$4,722	\$3	\$8,215
Capital Outlay	<u>3,870</u>	<u>3,860</u>	<u>10</u>	<u>240</u>
Total Expenditures	<u>\$8,595</u>	<u>\$8,582</u>	<u>\$13</u>	<u>\$8,455</u>
Excess (Deficiency) of Revenues over Expenditures	\$3,255	\$3,397	\$142	\$412
Fund Balance, Beginning of Year	9,087	9,087		7,983
Prior Year Encumbrances				<u>692</u>
Fund Balance, End of Year	<u>\$12,342</u>	<u>\$12,484</u>	<u>\$142</u>	<u>\$9,087</u>

SCHEDULE B-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
SPECIAL REVENUE FUNDS-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(With Comparative Actual Amounts for the Year Ended December 31, 2001)

DARE SPECIAL REVENUE FUND

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
Revenues:				
All Other Revenues	\$4,100	\$4,103	\$3	\$2,550
Total Revenues	<u>\$4,100</u>	<u>\$4,103</u>	<u>\$3</u>	<u>\$2,550</u>
Expenditures:				
Current				
Security of Persons & Property				
Contractual Services	\$3,666	\$3,655	\$11	\$2,976
Supplies & Materials	5,433	5,342	91	5,080
Total Current	\$9,099	\$8,997	\$102	\$8,056
Capital Outlay	2,900	600		
Total Expenditures	<u>\$11,999</u>	<u>\$9,597</u>	<u>\$2,402</u>	<u>\$8,056</u>
Excess (Deficiency) of Revenues over Expenditures	(\$7,899)	(\$5,494)	\$2,405	(\$5,506)
Fund Balance, Beginning of Year	18,287	18,287		23,757
Prior Year Encumbrances	1,099	1,099		36
Fund Balance, End of Year	<u>\$11,487</u>	<u>\$13,892</u>	<u>\$2,405</u>	<u>\$18,287</u>

EXHIBIT B-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
SPECIAL REVENUE FUNDS-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(With Comparative Actual Amounts for the Year Ended December 31, 2001)

LAW ENFORCEMENT GRANT FUND

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Intergovernmental Revenues	\$41,667	\$41,667		\$38,194
Total Revenues	\$41,667	\$41,667		\$38,194
Expenditures:				
Current				
Security of Persons and Property				
Personal Services	\$56,617	\$56,617		\$49,563
Contractual Services				
Supplies & Material				
Total Current	\$56,617	\$56,617		\$49,563
Capital Outlay				
Total Expenditures	\$56,617	\$56,617		\$49,563
Excess (Deficiency) of Revenues over Expenditures	(\$14,950)	(\$14,950)		(\$11,369)
Other Financing Sources (Uses):				
Operating Transfers-In	\$15,111	\$15,111		\$13,960
Operating Advance-Out				
Total Other Financing Sources (Uses)	\$15,111	\$15,111		\$13,960
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	\$161	\$161		\$2,591
Fund Balance, Beginning of Year	6,828	6,828		4,237
Prior Year Encumbrances				
Fund Balance, End of Year	\$6,989	\$6,989		\$6,828

EXHIBIT B-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
SPECIAL REVENUE FUNDS-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(With Comparative Actual Amounts for the Year Ended December 31, 2001)

SPECIAL REVENUE FUND TOTALS

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
<b>Revenues:</b>				
Property Taxes	\$2,730,750	\$2,730,791	\$41	\$1,321,826
Other Taxes	615,200	615,733	533	599,109
Intergovernmental Revenues	681,509	688,059	6,550	471,391
Special Assessments	364,700	364,753	53	295,900
Charges for Services	920,150	930,103	9,953	930,921
Fees, Licenses and Permits	37,650	38,960	1,310	49,663
Investment Earnings	155,750	155,980	230	238,474
All Other Revenues	71,650	71,888	238	111,548
<b>Total Revenues</b>	<b>\$5,577,359</b>	<b>\$5,596,267</b>	<b>\$18,908</b>	<b>\$4,018,832</b>
<b>Expenditures:</b>				
<b>Current</b>				
Security of Persons and Property	\$2,791,193	\$2,674,384	\$116,809	\$2,162,046
Public Health & Welfare	129,657	114,298	15,359	108,263
Streets and Transportation	631,346	591,332	40,014	554,330
Storm Drainage	244,037	193,365	50,672	248,941
General Government	90,010	90,010		119,471
Capital Outlay	1,756,217	1,519,023	237,194	2,621,849
<b>Debt Service</b>				
Principal Retirement	4,647,543	4,647,531	12	8,988,723
Interest and Fiscal Charges	308,122	298,180	9,942	270,476
<b>Total Expenditures</b>	<b>\$10,598,125</b>	<b>\$10,128,123</b>	<b>\$470,002</b>	<b>\$15,074,099</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>(\$5,020,766)</b>	<b>(\$4,531,856)</b>	<b>\$488,910</b>	<b>(\$11,055,267)</b>
<b>Other Financing Sources (Uses):</b>				
Operating Transfers-In	\$15,111	\$15,111		\$13,960
Sale of Fixed Assets				10,550
Bond Anticipation Note Proceeds				3,700,000
Proceeds of Refunding Bonds				1,313,588
Bond Proceeds				4,800,000
Operating Transfers-Out	(85,000)	(85,000)		
Operating Advance-Out	(30,000)	(30,000)		(80,000)
<b>Total Other Financing Sources (Uses)</b>	<b>(\$99,889)</b>	<b>(\$99,889)</b>		<b>\$9,758,098</b>
<b>Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures</b>	<b>(\$5,120,655)</b>	<b>(\$4,631,745)</b>	<b>\$488,910</b>	<b>(\$1,297,169)</b>
Fund Balance, Beginning of Year - Restated	4,104,635	4,104,635		3,162,149
Prior Year Encumbrances	5,045,508	5,045,508		2,239,655
<b>Fund Balance, End of Year</b>	<b>\$4,029,488</b>	<b>\$4,518,398</b>	<b>\$488,910</b>	<b>\$4,104,635</b>



## **DEBT SERVICE FUND**

### **FINANCIAL STATEMENTS**

The Debt Service Fund is used to account for the accumulation of resources and payment of general obligation bonds and principal and interest on bond anticipation notes of the General Fund.

EXHIBIT C-1  
 CITY OF FOREST PARK, OHIO  
 BALANCE SHEET  
 DEBT SERVICE FUND  
 DECEMBER 31, 2002  
 (WITH COMPARATIVE TOTALS FOR 2001)

	2002	2001
<b>ASSETS</b>		
Equity in Pooled Cash and Investments	_____	_____ <u>\$531,417</u>
<b>TOTAL ASSETS</b>	<b>_____</b>	<b>_____ <u>\$531,417</u></b>
<b>LIABILITIES &amp; FUND EQUITY</b>		
Accounts Payable	_____	_____
<b>TOTAL LIABILITIES</b>	<b>_____</b>	<b>_____</b>
Fund Balance		
Reserved for Debt Refunding		_____ <u>\$531,417</u>
Unreserved-Undesignated	_____	_____
<b>TOTAL FUND BALANCE</b>	<b>_____</b>	<b>_____ <u>\$531,417</u></b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>_____</b>	<b>_____ <u>\$531,417</u></b>

EXHIBIT C-2  
CITY OF FOREST PARK, OHIO  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
DEBT SERVICE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(WITH COMPARATIVE TOTALS FOR 2001)

	2002	2001
Revenues:		
Interest Earnings	<u>                    </u>	<u>                    </u>
Total Revenues	<u>                    </u>	<u>                    </u>
Expenditures:		
Debt Service		
Principal Payment	\$818,638	\$1,185,266
Interest & Fiscal Charges	<u>91,242</u>	<u>125,414</u>
Total Expenditures	<u>\$909,880</u>	<u>\$1,310,680</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(\$909,880)</u>	<u>(\$1,310,680)</u>
Other Financing Sources:		
Operating Transfers In	<u>\$378,463</u>	<u>\$1,842,097</u>
Total Other Financing Sources	<u>\$378,463</u>	<u>\$1,842,097</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures	(\$531,417)	\$531,417
Fund Balance, Beginning of Year	<u>531,417</u>	<u>                    </u>
Fund Balance, End of Year	<u>                    </u>	<u>\$531,417</u>

EXHIBIT C-3  
CITY OF FOREST PARK, OHIO  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
DEBT SERVICE FUND-BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(With Comparative Actual Amounts for the Year Ended December 31, 2001)

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Interest Earnings				
Total Revenues				
Expenditures:				
Debt Services				
Principal Payment	\$818,640	\$818,638	\$2	\$1,711,421
Interest & Fiscal Charges	91,242	91,242		130,676
Total Expenditures	\$909,882	\$909,880	\$2	\$1,842,097
Excess (Deficiency) of Revenues over Expenditures	(\$909,882)	(\$909,880)	\$2	(\$1,842,097)
Other Financing Sources (Uses):				
Operating Transfers In	\$378,465	\$378,463	(\$2)	\$1,842,097
Total Other Financing Sources (Uses)	\$378,465	\$378,463	(\$2)	\$1,842,097
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	(\$531,417)	(\$531,417)		
Fund Balance, Beginning of Year				
Prior Year Encumbrances	531,417	531,417		
Fund Balance, End of Year				

## CAPITAL PROJECT FUNDS

### COMBINING FINANCIAL STATEMENTS

Capital Project Funds are established to account for revenues and expenditures related to the acquisition or construction of capital facilities that are not financed by proprietary funds. Capital facilities are defined as major and permanent in nature. The City's Capital Project Funds are described below:

Capital Improvement Project Fund - This fund was set up as required in Section 12.07 of the City Charter. It is to provide for public improvements and/or equipment needed for the use of the Municipality which will have a minimum useful life expectancy of three years.

Towne Center Capital Improvement Fund - This fund is used to account for the acquisition, construction and debt service for the Kemper Meadow Business Center.

Public Works (Northland Boulevard) Capital Improvement Fund - This fund is used to account for Northland Boulevard Road Improvements. The Project will be paid for by Public Works Issue 2 Funds and Municipal Road Funds. The City is required to account for this project in a Capital Improvement Fund.

Public Works (Winton & Smiley) Capital Improvement Fund - This fund is used to account for Winton & Smiley Intersection Improvements. The Project will be paid for by Public Works Issue 2 Funds, Municipal Road Funds, and Assessments of the property owners involved. The City is required to account for this project in a Capital Improvement Fund.

Public Works (Mill Road, Phase I) Capital Improvement Fund - This fund is used to account for Mill Road, Phase I Improvements. The Project will be paid for by Public Works Issue 2 Funds and Municipal Road Funds. The City is required to account for this project in a Capital Improvement Fund.

Public Works (Sharon & Junefield) Capital Improvement Fund - This fund is used to account for Sharon & Junefield Road Improvements. The Project will be paid for by Public Works Issue 2 Funds and Municipal Road Funds. The City is required to account for this project in a Capital Improvement Fund.

Public Works (Mill Road, Phase II) Capital Improvement Fund - This fund is used to account for Mill Road, Phase II Improvements. The Project will be paid for by Public Works Issue 2 Funds and Municipal Road Funds. The City is required to account for this project in a Capital Improvement Fund.

EXHIBIT D-1  
CITY OF FOREST PARK, OHIO  
COMBINING BALANCE SHEET  
CAPITAL PROJECTS FUNDS  
DECEMBER 31, 2002  
(WITH COMPARATIVE TOTALS FOR 2001)

ASSETS	CAPITAL IMPROVEMENT PROJECT FUND	TOWNE CTR CAPITAL IMPROVEMENT FUND	PUBLIC WORKS CAPITAL PROJECT FUND (NORTHLAND BOULEVARD)
Equity in Pooled Cash and Investments	\$243,680	\$381,540	
Receivables:			
Interest	1,273	2,272	
Other Revenue			
Due From Other Funds			
Due From Other Governments			
<b>TOTAL ASSETS</b>	<b>\$244,953</b>	<b>\$383,812</b>	
<b>LIABILITIES &amp; FUND EQUITY</b>			
Accounts Payable			
Due To Other Funds			
Deferred Revenue	\$95	\$170	
<b>TOTAL LIABILITIES</b>	<b>\$95</b>	<b>\$170</b>	
Fund Balance (Deficit)			
Reserved for Encumbrances			
Reserved for Debt Refunding			
Unreserved - Undesignated	\$244,858	\$383,642	
<b>TOTAL EQUITY</b>	<b>\$244,858</b>	<b>\$383,642</b>	
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$244,953</b>	<b>\$383,812</b>	

PUBLIC WORKS CAPITAL PROJECT FUND (WINTON & SMILEY)	PUBLIC WORKS CAPITAL PROJECT FUND (MILL ROAD PHASE I)	PUBLIC WORKS CAPITAL PROJECT FUND (SHARON & JUNEFIELD)	PUBLIC WORKS CAPITAL PROJECT FUND (MILL ROAD PHASE II)	TOTALS	
				2002	2001
			\$346,500	\$971,720	\$1,935,891
				3,545	7,279
					37,500
					292,628
			<u>\$346,500</u>	<u>\$975,265</u>	<u>\$2,273,298</u>
					\$457,382
					\$37,500
				\$265	33,467
				\$265	\$528,349
					\$282,484
			\$346,500	\$975,000	619,214
					843,251
			\$346,500	\$975,000	\$1,744,949
			<u>\$346,500</u>	<u>\$975,265</u>	<u>\$2,273,298</u>

EXHIBIT D-2  
CITY OF FOREST PARK, OHIO  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
CAPITAL PROJECTS FUNDS  
FOR YEAR ENDED DECEMBER 31, 2002  
(WITH COMPARATIVE TOTALS FOR 2001)

	CAPITAL IMPROVEMENT PROJECT FUND	TOWNE CTR CAPITAL IMPROVEMENT FUND	PUBLIC WORKS CAPITAL PROJECT FUND (NORTHLAND BOULEVARD)	PUBLIC WORKS CAPITAL PROJECT FUND (WINTON & SMILEY)
Revenues:				
Intergovernmental Revenues				\$9,097
Special Assessments				
Investment Earnings	\$5,292	\$15,209		
All Other Revenues				
Total Revenues	\$5,292	\$15,209		\$9,097
Expenditures:				
Current				
General Government				
Leisure Activities				
Capital Outlay				\$214,900
Debt Services				
Principal Payments		\$791,464		
Interest Payments		49,684		
Total Expenditures		\$841,148		\$214,900
Excess (Deficiency) of Revenues Over Expenditures	\$5,292	(\$825,939)		(\$205,803)
Other Financing Sources (Uses):				
Operating Transfers-In	\$25,000	\$119,350		
Proceeds of Refunding Bonds				
Operating Transfers-Out				(\$3,081)
Total Other Financing Sources (Uses)	\$25,000	\$119,350		(\$3,081)
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	\$30,292	(\$706,589)		(\$208,884)
Fund Balance, Beginning of Year	214,566	1,090,231		208,884
Fund Balance, End of Year	\$244,858	\$383,642		



PUBLIC WORKS CAPITAL PROJECT FUND (MILL ROAD PHASE I)	PUBLIC WORKS CAPITAL PROJECT FUND (SHARON & JUNEFIELD)	PUBLIC WORKS CAPITAL PROJECT FUND (MILL ROAD PHASE II)	TOTALS	
			2002	2001
\$16,346	\$117,920	\$115,500	\$258,863	\$488,177
				75,000
	10,000		20,501	32,931
			10,000	
<u>\$16,346</u>	<u>\$127,920</u>	<u>\$115,500</u>	<u>\$289,364</u>	<u>\$596,108</u>
				\$5,429
\$40,865	\$172,400		\$428,165	710,400
			791,464	128,530
			49,684	50,113
<u>\$40,865</u>	<u>\$172,400</u>		<u>\$1,269,313</u>	<u>\$894,472</u>
<u>(\$24,519)</u>	<u>(\$44,480)</u>	<u>\$115,500</u>	<u>(\$979,949)</u>	<u>(\$298,364)</u>
		\$85,000	\$229,350	\$519,175
<u>(\$16,269)</u>			<u>(19,350)</u>	<u>630,340</u>
<u>(\$16,269)</u>		<u>\$85,000</u>	<u>\$210,000</u>	<u>\$1,149,515</u>
(\$40,788)	(\$44,480)	\$200,500	(\$769,949)	\$851,151
<u>40,788</u>	<u>44,480</u>	<u>146,000</u>	<u>1,744,949</u>	<u>893,798</u>
		<u>\$346,500</u>	<u>\$975,000</u>	<u>\$1,744,949</u>

EXHIBIT D-3  
 CITY OF FOREST PARK, OHIO  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL  
 CAPITAL PROJECTS FUNDS (NON-GAAP BUDGETARY BASIS)  
 FOR THE YEAR ENDED DECEMBER 31, 2002  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2001)

CAPITAL IMPROVEMENT PROJECT FUND

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2,001
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Investment Earnings	\$5,250	\$5,273	\$23	\$5,618
Total Revenues	<u>\$5,250</u>	<u>\$5,273</u>	<u>\$23</u>	<u>\$5,618</u>
Expenditures:				
Capital Outlay	\$5,000		\$5,000	
Total Expenditures	<u>\$5,000</u>		<u>\$5,000</u>	
Excess (Deficiency) of Revenues Over Expenditures	<u>\$250</u>	<u>\$5,273</u>	<u>\$5,023</u>	<u>\$5,618</u>
Other Financing Sources (Uses):				
Operating Transfers-In	<u>\$25,000</u>	<u>\$25,000</u>		<u>\$100,000</u>
Total Other Financing Sources (Uses)	<u>\$25,000</u>	<u>\$25,000</u>		<u>\$100,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	\$25,250	\$30,273	\$5,023	\$105,618
Fund Balance, Beginning of Year	213,429	213,429		107,811
Prior Year Encumbrances				
Fund Balance, End of Year	<u>\$238,679</u>	<u>\$243,702</u>	<u>\$5,023</u>	<u>213,429</u>

EXHIBIT D-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL  
CAPITAL PROJECTS FUNDS (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2001)

TOWNE CENTER CAPITAL IMPROVEMENT FUND

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Investment Earnings	\$23,650	\$23,668	\$18	\$25,486
Total Revenues	<u>\$23,650</u>	<u>\$23,668</u>	<u>\$18</u>	<u>\$25,486</u>
Expenditures:				
Current				
General Government				
Contractual Services				\$5,429
Total Current				\$5,429
Debt Service				
Principal Retirement	\$791,468	\$791,464	\$4	741,613
Interest and Fiscal Charges	49,706	49,684	22	56,243
Total Expenditures	<u>\$841,174</u>	<u>\$841,148</u>	<u>\$26</u>	<u>\$803,285</u>
Excess (Deficiency) of Revenues Over Expenditures	(\$817,524)	(\$817,480)	\$44	(\$777,799)
Other Financing Sources (Uses):				
Operating Advance-In				\$50,000
Operating Transfers-In	\$119,350	\$119,350		75,000
Proceeds of Refunding Bonds				630,340
Total Other Financing Sources (Uses)	<u>\$119,350</u>	<u>\$119,350</u>		<u>\$755,340</u>
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	(\$698,174)	(\$698,130)	\$44	(\$22,459)
Fund Balance, Beginning of Year	460,497	460,497		482,956
Prior Year Encumbrances	619,214	619,214		
Fund Balance, End of Year	<u>\$381,537</u>	<u>\$381,581</u>	<u>\$44</u>	<u>\$460,497</u>

EXHIBIT D-3  
 CITY OF FOREST PARK, OHIO  
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL  
 CAPITAL PROJECTS FUNDS (NON-GAAP BUDGETARY BASIS)  
 FOR THE YEAR ENDED DECEMBER 31, 2002  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2001)

PUBLIC WORKS CAPITAL PROJECT FUND  
 (NORTHLAND BOULEVARD)

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Intergovernmental Revenues				\$77,884
Total Revenues				\$77,884
Expenditures:				
Capital Outlay				\$77,884
Total Expenditures				\$77,884
Excess (Deficiency) of Revenues Over Expenditures				
Other Financing Sources (Uses):				
Operating Transfer-In				
Operating Transfer Out				
Total Other Financing Sources (Uses)				
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures				
Fund Balance, Beginning of Year				
Prior Year Encumbrances				
Fund Balance, End of Year				

EXHIBIT D-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL  
CAPITAL PROJECTS FUNDS (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2001)

PUBLIC WORKS CAPITAL PROJECT FUND  
(WINTON & SMILEY INTERSECTION)

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Intergovernmental Revenues	\$206,389	\$201,255	(\$5,134)	\$24,692
Special Assessments	37,500	37,500		37,500
Total Revenues	<u>\$243,889</u>	<u>\$238,755</u>	<u>(\$5,134)</u>	<u>\$62,192</u>
Expenditures:				
Capital Outlay	\$508,270	\$503,136	\$5,134	\$61,730
Total Expenditures	<u>\$508,270</u>	<u>\$503,136</u>	<u>\$5,134</u>	<u>\$61,730</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(\$264,381)</u>	<u>(\$264,381)</u>		<u>\$462</u>
Other Financing Sources (Uses):				
Operating Transfer-In				\$23,800
Operating Advance-In				\$37,500
Operating Transfer-Out	(\$3,081)	(\$3,081)		
Operating Advance-Out	<u>(37,500)</u>	<u>(37,500)</u>		
Total Other Financing Sources (Uses)	<u>(\$40,581)</u>	<u>(\$40,581)</u>		<u>\$61,300</u>
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	(\$304,962)	(\$304,962)		\$61,762
Fund Balance, Beginning of Year	304,962	304,962		243,200
Prior Year Encumbrances				
Fund Balance, End of Year				<u>\$304,962</u>

EXHIBIT D-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL  
CAPITAL PROJECTS FUNDS (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2001)

PUBLIC WORKS CAPITAL PROJECT FUND  
(MILL ROAD, PHASE I)

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Intergovernmental Revenues	\$105,589	\$84,004	(\$21,585)	\$91,305
Special Assessments				
Total Revenues	<u>\$105,589</u>	<u>\$84,004</u>	<u>(\$21,585)</u>	<u>\$91,305</u>
Expenditures:				
Capital Outlay	<u>\$231,596</u>	<u>\$210,011</u>	<u>\$21,585</u>	<u>\$113,404</u>
Total Expenditures	<u>\$231,596</u>	<u>\$210,011</u>	<u>\$21,585</u>	<u>\$113,404</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(\$126,007)</u>	<u>(\$126,007)</u>		<u>(\$22,099)</u>
Other Financing Sources (Uses):				
Operating Transfer-In				\$164,375
Operating Transfer-Out	<u>(\$16,269)</u>	<u>(\$16,269)</u>		
Total Other Financing Sources (Uses)	<u>(\$16,269)</u>	<u>(\$16,269)</u>		<u>\$164,375</u>
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	(\$142,276)	(\$142,276)		\$142,276
Fund Balance, Beginning of Year	142,276	142,276		
Prior Year Encumbrances				
Fund Balance, End of Year				<u>\$142,276</u>

EXHIBIT D-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL  
CAPITAL PROJECTS FUNDS (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2001)

PUBLIC WORKS CAPITAL PROJECT FUND  
(SHARON & JUNEFIELD)

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Intergovernmental Revenues	\$117,920	\$117,920		\$34,480
Other Revenue	10,000	10,000		
Total Revenues	<u>\$127,920</u>	<u>\$127,920</u>		<u>\$34,480</u>
Expenditures:				
Capital Outlay	<u>\$172,400</u>	<u>\$172,400</u>		
Total Expenditures	<u>\$172,400</u>	<u>\$172,400</u>		
Excess (Deficiency) of Revenues Over Expenditures	<u>(\$44,480)</u>	<u>(\$44,480)</u>		<u>\$34,480</u>
Other Financing Sources (Uses):				
Operating Transfer-In				<u>\$10,000</u>
Total Other Financing Sources (Uses)				<u>\$10,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	(\$44,480)	(\$44,480)		\$44,480
Fund Balance, Beginning of Year	44,480	44,480		
Prior Year Encumbrances				
Fund Balance, End of Year				<u><u>\$44,480</u></u>

EXHIBIT D-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL  
CAPITAL PROJECTS FUNDS (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2001)

PUBLIC WORKS CAPITAL PROJECT FUND  
(MILL ROAD, PHASE II)

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
Revenues:				
Intergovernmental Revenues	\$115,500	\$115,500		
Special Assessments				
Total Revenues	<u>\$115,500</u>	<u>\$115,500</u>		
Expenditures:				
Capital Outlay				
Total Expenditures				
Excess (Deficiency) of Revenues Over Expenditures				
Other Financing Sources (Uses):				
Operating Transfer-In	\$83,793	\$85,000	\$1,207	\$146,000
Total Other Financing Sources (Uses)	<u>\$83,793</u>	<u>\$85,000</u>	<u>\$1,207</u>	<u>\$146,000</u>
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	\$199,293	\$200,500	\$1,207	\$146,000
Fund Balance, Beginning of Year	146,000	146,000		
Prior Year Encumbrances				
Fund Balance, End of Year	<u>\$345,293</u>	<u>\$346,500</u>	<u>\$1,207</u>	<u>\$146,000</u>



EXHIBIT D-3  
CITY OF FOREST PARK, OHIO  
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-BUDGET AND ACTUAL  
CAPITAL PROJECTS FUNDS (NON-GAAP BUDGETARY BASIS)  
FOR THE YEAR ENDED DECEMBER 31, 2002  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED DECEMBER 31, 2001)

CAPITAL PROJECTS FUNDS TOTALS

	2002		VARIANCE FAVORABLE (UNFAVORABLE)	2001
	BUDGET	ACTUAL		ACTUAL
<b>Revenues:</b>				
Intergovernmental Revenues	\$545,398	\$518,679	(\$26,719)	\$228,361
Special Assessments	37,500	37,500		37,500
Investment Earnings	28,900	28,941	41	31,104
All Other Revenues	10,000	10,000		
<b>Total Revenues</b>	<b>\$621,798</b>	<b>\$595,120</b>	<b>(\$26,678)</b>	<b>\$296,965</b>
<b>Expenditures:</b>				
<b>Current</b>				
General Government				
Contractual Services				\$5,429
<b>Total Current</b>				<b>\$5,429</b>
Capital Outlay	917,266	885,547	31,719	253,018
<b>Debt Service</b>				
Principal Retirement	791,468	791,464	4	741,613
Interest and Fiscal Charges	49,706	49,684	22	56,243
<b>Total Expenditures</b>	<b>\$1,758,440</b>	<b>\$1,726,695</b>	<b>\$31,745</b>	<b>\$1,056,303</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(\$1,136,642)</b>	<b>(\$1,131,575)</b>	<b>\$5,067</b>	<b>(\$759,338)</b>
<b>Other Financing Sources (Uses)</b>				
Operating Transfers-In	\$228,143	\$229,350	\$1,207	\$519,175
Operating Advance-In				87,500
Proceeds of Refunding Bonds				630,340
Operating Transfers-Out	(19,350)	(19,350)		
Operating Advance-Out	(37,500)	(37,500)		
<b>Total Other Financing Sources (Uses)</b>	<b>\$171,293</b>	<b>\$172,500</b>	<b>\$1,207</b>	<b>\$1,237,015</b>
<b>Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures</b>	<b>(\$965,349)</b>	<b>(\$959,075)</b>	<b>\$6,274</b>	<b>\$477,677</b>
Fund Balance, Beginning of Year	1,311,644	1,311,644		833,967
Prior Year Encumbrances	619,214	619,214		
<b>Fund Balance, End of Year</b>	<b>\$965,509</b>	<b>\$971,783</b>	<b>\$6,274</b>	<b>\$1,311,644</b>

## FIDUCIARY FUNDS

### FINANCIAL STATEMENTS

The Fiduciary Funds are established to account for funds held by the City as trustee or agent for individuals, private organizations, other governmental units and/or other funds.

#### Expendable Trust Funds:

Health Care Reserve Trust Fund - This fund is established to accumulate resources for future employee commercial health insurance costs.

Home Improvement Loan Fund - This fund is established to help eligible Forest Park residents with the home improvement expenditures. The City will be reimbursed by the Hamilton County for advances to residents for such home improvements.

Law Enforcement Block Grant Fund - This fund is used to account for various grants that must be considered as trust funds for law enforcement purposes.

#### Agency Funds:

Community Programming Board - This fund is used to account for the activities of the Community Programming Board (CPB), a cable television operation funded by cable franchise fees. The City of Forest Park performs accounting services for the Community Programming Board.

Mayor's Court Fund - This fund is used to account for funds collected by the Mayor's Court until such time as the funds can be distributed to individuals, private organizations, other governmental units and/or other funds.

Refundable Fees - This fund contains deposits for special hearings, performance bonds, recreation deposits, and 7-year unreturnable fees.

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EXHIBIT E-1  
CITY OF FOREST PARK, OHIO  
COMBINING BALANCE SHEET  
ALL FIDUCIARY FUNDS  
DECEMBER 31, 2002  
(WITH COMPARATIVE TOTALS FOR 2001)

ASSETS	EXPENDABLE TRUST FUNDS		
	HEALTH CARE RESERVE TRUST	HOME IMPROVEMENT LOAN	LAW ENFORCEMENT BLOCK GRANT
Equity in Pooled Cash and Investments	\$115,059	\$14,856	\$7,663
Cash in Segregated Account			
Receivables:			
Fees, Licenses and Permits			
Accrued Interest	670	86	
<b>TOTAL ASSETS</b>	<b>\$115,729</b>	<b>\$14,942</b>	<b>\$7,663</b>
<b>LIABILITIES &amp; FUND EQUITY</b>			
Accounts Payable			
Accrued Payroll, Pension, Vacation & Sick Leave	\$4,792		
Due to Other Funds			
Due to Other Governmental Unit			
Due to Other Entities			
Deposits Payable			
Deferred Revenue	50	\$6	
<b>TOTAL LIABILITIES</b>	<b>\$4,842</b>	<b>\$6</b>	
Fund Balance			
Reserved for Encumbrances			
Reserved for Prepaid Items			
Unreserved - Undesignated	\$110,887	\$14,936	\$7,663
<b>TOTAL EQUITY</b>	<b>\$110,887</b>	<b>\$14,936</b>	<b>\$7,663</b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$115,729</b>	<b>\$14,942</b>	<b>\$7,663</b>

AGENCY FUNDS

COMMUNITY PROGRAMMING BOARD	MAYOR'S COURT	REFUNDABLE FEES	TOTALS	
			2002	2001
\$431,694		\$133,810	\$703,082	\$560,587
	\$32,918		32,918	29,378
169,519			169,519	183,544
			756	810
<u>\$601,213</u>	<u>\$32,918</u>	<u>\$133,810</u>	<u>\$906,275</u>	<u>\$774,319</u>
			\$4,792	\$3,438
	\$8,789		8,789	6,642
	1,865		1,865	1,750
\$601,213			601,213	484,338
	22,264	\$133,810	156,074	134,088
			56	79
<u>\$601,213</u>	<u>\$32,918</u>	<u>\$133,810</u>	<u>\$772,789</u>	<u>\$630,335</u>
			\$133,486	\$143,984
			\$133,486	\$143,984
<u>\$601,213</u>	<u>\$32,918</u>	<u>\$133,810</u>	<u>\$906,275</u>	<u>\$774,319</u>

EXHIBIT E-2  
 CITY OF FOREST PARK, OHIO  
 COMBINING STATEMENT OF REVENUES AND EXPENDITURES  
 EXPENDABLE TRUST FUNDS  
 FOR YEAR ENDED DECEMBER 31, 2002  
 (WITH COMPARATIVE TOTALS FOR 2001)

	<u>HEALTH CARE RESERVE TRUST</u>
Revenues:	
Intergovernmental Revenue	
Investment Earnings	\$2,290
All Other Revenues	
	<hr/>
Total Revenues:	<u>\$2,290</u>
Expenditures:	
Current	
Security of Persons & Property	
General Government	\$4,792
Capital Outlay	
	<hr/>
Total Expenditures	<u>\$4,792</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(\$2,502)</u>
Other Financing Sources (Uses):	
Operating Transfers-In	
	<hr/>
Total Other Financing Sources (Uses)	<hr/>
Excess (Deficiency of Revenues and Other Financing Sources (Uses) Over Expenditures	(\$2,502)
Fund Balance, Beginning of Year	<u>113,389</u>
Fund Balance, End of Year	<u><u>\$110,887</u></u>

HOME IMPROVEMENT LOAN	LAW ENFORCEMENT BLOCK GRANT	TOTALS	
		2002	2001
\$18,413		\$18,413	\$30,257
329		2,619	5,909
118		118	318
<u>\$18,860</u>		<u>\$21,150</u>	<u>\$36,484</u>
	\$4,368	\$4,368	\$8,499
\$22,488		27,280	30,662
			1,060
<u>\$22,488</u>	<u>\$4,368</u>	<u>\$31,648</u>	<u>\$40,221</u>
<u>(\$3,628)</u>	<u>(\$4,368)</u>	<u>(\$10,498)</u>	<u>(\$3,737)</u>
			\$730
			\$730
(\$3,628)	(\$4,368)	(\$10,498)	(\$3,007)
<u>18,564</u>	<u>12,031</u>	<u>143,984</u>	<u>146,991</u>
<u>\$14,936</u>	<u>\$7,663</u>	<u>\$133,486</u>	<u>\$143,984</u>

EXHIBIT E-3  
CITY OF FOREST PARK, OHIO  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES-  
AGENCY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2002

	<u>BALANCE</u> 01/01/02	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> 12/31/02
<u>COMMUNITY PROGRAMMING BOARD</u>				
ASSETS				
Cash	\$300,794	\$767,436	\$622,511	\$431,694
Franchise Fees Receivable	<u>183,544</u>	<u>723,539</u>	<u>737,564</u>	<u>169,519</u>
Total Assets	<u>\$484,338</u>	<u>\$1,490,975</u>	<u>\$1,360,075</u>	<u>\$601,213</u>
LIABILITIES				
Due to Other Entities	<u>\$484,338</u>	<u>\$1,490,975</u>	<u>\$1,360,075</u>	<u>\$601,213</u>
<u>MAYOR'S COURT FUND</u>				
ASSETS				
Cash	<u>\$29,378</u>	<u>\$155,176</u>	<u>\$151,636</u>	<u>\$32,918</u>
LIABILITIES				
Due to Other Funds	\$6,642	\$118,990	\$116,843	\$8,789
Due to Other Governmental Units	1,750	17,189	17,074	1,865
Deposits Payable	<u>20,986</u>	<u>18,997</u>	<u>17,719</u>	<u>22,264</u>
Total Liabilities	<u>\$29,378</u>	<u>\$155,176</u>	<u>\$151,636</u>	<u>\$32,918</u>
<u>REFUNDABLE FEES FUND</u>				
ASSETS				
Cash	<u>\$113,102</u>	<u>\$44,926</u>	<u>\$24,218</u>	<u>\$133,810</u>
LIABILITIES				
Deposits Payable	<u>\$113,102</u>	<u>\$44,926</u>	<u>\$24,218</u>	<u>\$133,810</u>
<u>TOTAL - ALL AGENCY FUNDS</u>				
ASSETS				
Cash	\$443,274	\$967,538	\$798,365	\$598,422
Franchise Fees Receivable	<u>183,544</u>	<u>723,539</u>	<u>737,564</u>	<u>169,519</u>
Total Assets	<u>\$626,818</u>	<u>\$1,691,077</u>	<u>\$1,535,929</u>	<u>\$767,941</u>
LIABILITIES				
Due to Other Funds	\$6,642	\$118,990	\$116,843	\$8,789
Due to Other Governmental Units	1,750	17,189	17,074	1,865
Due to Other Entities	484,338	1,490,975	1,360,075	601,213
Deposits Payable	<u>134,088</u>	<u>63,923</u>	<u>41,937</u>	<u>156,074</u>
Total Liabilities	<u>\$626,818</u>	<u>\$1,691,077</u>	<u>\$1,535,929</u>	<u>\$767,941</u>



## **GENERAL FIXED ASSETS ACCOUNT GROUP**

The General Fixed Assets Account Group is used to account for fixed assets.

EXHIBIT F-1  
 CITY OF FOREST PARK, OHIO  
 SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE  
 DECEMBER 31, 2002  
 (WITH COMPARATIVE TOTALS FOR 2001)

	2002	2001
GENERAL FIXED ASSETS		
Land	\$1,341,743	\$1,341,743
Buildings	5,682,619	5,673,299
Equipment & Vehicles	<u>5,176,270</u>	<u>4,912,275</u>
TOTAL GENERAL FIXED ASSETS	<u>\$12,200,632</u>	<u>\$11,927,317</u>
INVESTMENT IN GENERAL FIXED ASSETS FROM:		
General Fund Revenues	\$7,561,628	\$7,447,472
Special Revenue Fund Revenues	3,953,602	3,794,443
Expendable Trust Fund Revenues	23,707	23,707
Capital Projects Fund Revenues	<u>661,695</u>	<u>661,695</u>
INVESTMENT IN FIXED ASSETS	<u>\$12,200,632</u>	<u>\$11,927,317</u>

EXHIBIT F-2  
CITY OF FOREST PARK, OHIO  
SCHEDULE OF GENERAL FIXED ASSETS-BY FUNCTION AND ACTIVITY  
DECEMBER 31, 2002

<u>FUNCTION &amp; ACTIVITY</u>	<u>TOTAL</u>	<u>LAND</u>	<u>BUILDINGS</u>	<u>EQUIPMENT &amp; VEHICLES</u>
<b>Security of Persons &amp; Property</b>				
Police	\$2,622,840		\$1,718,745	\$904,095
Fire	2,271,098		314,520	1,956,578
<b>Community Environment</b>				
Community Development	52,914			52,914
Public Works	792,799		494,468	298,331
Storm Drainage	728,475	\$681,668		46,807
Litter Control	50,456			50,456
<b>Streets and Transportation</b>				
Street Maintenance	791,107			791,107
<b>Leisure Activities</b>				
Parks & Recreation	1,066,379		547,884	518,495
<b>General Government</b>				
Council	17,248			17,248
Mayor's Court	17,616			17,616
Economic Development	60,805			60,805
Engineering	42,237			42,237
City Manager	62,191			62,191
Finance	100,343			100,343
Municipal Building & Land	2,742,763		2,607,002	135,761
Equipment Maintenance	116,331			116,331
Economic Development Commission	3,335			3,335
Community Programming Board				
<b>Capital Projects</b>				
Kemper Meadow Project	661,695	660,075		1,620
<b>TOTAL</b>	<u>\$12,200,632</u>	<u>\$1,341,743</u>	<u>\$5,682,619</u>	<u>\$5,176,270</u>

EXHIBIT F-3  
CITY OF FOREST PARK, OHIO  
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS-BY FUNCTION  
YEAR ENDED DECEMBER 31, 2002

FUNCTION	GENERAL FIXED ASSETS 01/01/02	ADDITIONS	DISPOSALS	GENERAL FIXED ASSETS 12/31/02
Security of Persons & Property				
Police	\$2,580,085	\$42,755		\$2,622,840
Fire	2,184,909	99,106	\$12,917	2,271,098
Community Environment				
Community Development	52,914			52,914
Public Works	697,924	94,875		792,799
Storm Drainage	728,475			728,475
Litter Control	50,456			50,456
Streets and Transportation				
Street Maintenance	791,107			791,107
Leisure Activities				
Parks & Recreation	1,055,880	10,499		1,066,379
General Government				
Council	17,248			17,248
Mayor's Court	17,616			17,616
Economic Development	60,805			60,805
Engineering	42,237			42,237
City Manager	62,191			62,191
Finance	86,149	14,194		100,343
Municipal Building & Land	2,717,960	24,803		2,742,763
Equipment Maintenance	116,331			116,331
Economic Development Comm	3,335			3,335
Capital Projects				
Kemper Meadow Project	661,695			661,695
<b>TOTAL</b>	<b>\$11,927,317</b>	<b>\$286,232</b>	<b>\$12,917</b>	<b>\$12,200,632</b>

## **GENERAL LONG-TERM DEBT ACCOUNT GROUP**

The General Long-Term Debt Account Group is used to account for the unmatured principal of bonds or other forms of long-term general obligation indebtedness of the City.

EXHIBIT G-1  
CITY OF FOREST PARK, OHIO  
SCHEDULE OF GENERAL LONG-TERM DEBT  
DECEMBER 31, 2002  
(WITH COMPARATIVE TOTALS FOR 2001)

	2002	2001
AMOUNTS AVAILABLE AND TO BE PROVIDED FOR THE RETIREMENT OF GENERAL LONG-TERM DEBT		
Amount to be Provided to Retire Long-Term Debt	\$7,638,618	\$10,196,251
Amount to be Provided to Retire Other Obligations	<u>371,954</u>	<u>324,746</u>
TOTAL AVAILABLE AND TO BE PROVIDED	<u>\$8,010,572</u>	<u>\$10,520,997</u>
 GENERAL LONG-TERM DEBT		
Public Works Issue 2 Loans Payable	\$268,618	\$306,251
Compensated Absences	371,954	324,746
General Obligation Bonds Payable	<u>7,370,000</u>	<u>9,890,000</u>
TOTAL LONG-TERM DEBT	<u>\$8,010,572</u>	<u>\$10,520,997</u>

SCHEDULE G-2  
CITY OF FOREST PARK, OHIO  
COMBINING STATEMENT OF CHANGES IN GENERAL LONG-TERM DEBT  
YEAR ENDED DECEMBER 31, 2002

<u>AMOUNT AVAILABLE AND TO BE PROVIDED FOR RETIREMENT OF GENERAL LONG-TERM DEBT</u>	<u>01/01/02</u>	<u>ADDITIONS</u>	<u>RETIREMENTS</u>	<u>12/31/02</u>
Amount to be Provided for Retirement of Bond Principal	\$9,890,000		(\$2,520,000)	\$7,370,000
Amount to be Provided for Retirement of Public Works Issue 2 Loans	306,251		(37,633)	268,618
Amount to be Provided for Retirement of Other Long-Term Obligations	<u>324,746</u>	<u>\$53,531</u>	<u>(6,323)</u>	<u>371,954</u>
Total Available and to be Provided	<u>\$10,520,997</u>	<u>\$53,531</u>	<u>(\$2,563,956)</u>	<u>\$8,010,572</u>
 <u>GENERAL LONG-TERM DEBT PAYABLE</u>				
General Obligation Bonds:				
1982 Police Facility Construction	\$100,000		(\$50,000)	\$50,000
1983 Public Works Facility Construction	35,000		(15,000)	20,000
1991 Public Buildings Improvement	570,000		(570,000)	
1991 Street Improvement	820,000		(820,000)	
1992 Real Estate Acquisition	90,000		(90,000)	
2001 Various Purpose Bonds	8,275,000		(975,000)	7,300,000
Public Works Project Loan:				
1991 Northland Detention Basin Project	82,037		(7,813)	74,224
1992 Dewdrop Circle Project	78,417		(11,099)	67,318
1992 Reliance Road Culvert Project	53,541		(7,578)	45,963
1993 West Kemper Road Improvements	92,256		(11,143)	81,113
Compensated Absences	<u>324,746</u>	<u>\$53,531</u>	<u>(6,323)</u>	<u>371,954</u>
Total General Long-Term Debt	<u>\$10,520,997</u>	<u>\$53,531</u>	<u>(\$2,563,956)</u>	<u>\$8,010,572</u>

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# **STATISTICAL SECTION**

Table 1

CITY OF FOREST PARK, OHIO  
 GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION  
 LAST TEN FISCAL YEARS (1993-2002)

<u>Year</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Utility Services</u>	<u>Streets and Transportation</u>	<u>Storm Drainage</u>	<u>Health and Welfare</u>
1993	\$1,567,736	\$3,182,082	\$67,654	\$498,646	\$289,617	\$88,270
1994	1,896,936	3,076,041	73,650	448,588	193,461	70,108
1995	2,143,388	3,423,540	68,667	443,535	207,735	82,709
1996	2,002,164	3,749,296	72,153	688,450	252,204	87,741
1997	1,756,355	3,873,448	69,620	815,017	258,956	95,270
1998	1,757,640	3,969,681	81,856	595,003	210,110	101,337
1999	1,748,990	4,319,177	94,153	648,878	173,833	113,651
2000	2,021,704	4,741,973	103,039	640,898	161,951	117,145
2001	2,202,795	4,924,905	86,467	488,709	214,126	125,253
2002	2,424,442	5,743,913	79,654	517,801	174,863	132,065

SOURCE: City of Forest Park Finance Department

NOTE: Includes General, Special Revenue , Debt Service and Capital Project Funds

<u>Community Environment</u>	<u>Leisure Activities</u>	<u>Capital Outlay</u>	<u>Debt Service</u>	<u>Total</u>
\$625,833	\$303,692	\$2,643,679	\$841,447	\$10,108,656
745,052	246,602	1,455,666	786,884	8,992,988
657,040	266,251	1,011,295	915,517	9,219,677
1,542,636	280,849	1,545,809	941,367	11,162,669
1,400,926	272,456	1,279,238	957,630	10,778,916
1,347,262	285,911	891,992	965,667	10,206,459
1,266,272	419,100	1,188,006	1,030,572	11,002,632
1,357,089	345,063	1,739,692	944,383	12,172,937
1,300,006	347,401	2,906,366	3,095,253	15,691,281
1,331,915	394,996	1,281,128	2,996,739	15,077,516

Table 2

CITY OF FOREST PARK, OHIO  
GENERAL GOVERNMENTAL REVENUES BY SOURCE  
LAST TEN FISCAL YEARS (1993-2002)

Year	Income Taxes	Property & Other Taxes	Fees, Licenses and Permits	Intergovernmental Revenues	Charges for Services
1993	\$3,718,665	\$2,407,586	\$280,262	\$1,792,319	\$680,773
1994	4,005,402	2,709,637	305,818	1,195,268	712,620
1995	4,419,282	2,749,151	282,694	676,674	771,231
1996	4,720,872	2,717,184	283,591	1,134,927	861,262
1997	4,835,740	2,904,074	273,653	800,491	851,118
1998	5,150,144	3,598,207	222,366	798,759	898,974
1999	5,668,142	3,459,631	261,853	925,065	925,696
2000	5,660,056	3,436,221	176,089	894,962	928,100
2001	5,822,226	3,681,826	222,152	1,179,019	939,334
2002	5,898,127	4,934,793	175,314	1,210,748	955,756

SOURCE: City of Forest Park Finance Department

NOTE: Includes General, Special Revenue, Debt Service and Capital Project Funds

<u>Fines and Forfeitures</u>	<u>Investment Earnings</u>	<u>Special Assessments &amp; Miscellaneous</u>	<u>Total</u>
\$183,942	\$89,776	\$203,652	\$9,356,975
161,644	124,824	315,096	9,530,309
181,751	258,446	279,858	9,619,087
158,350	281,370	424,865	10,582,421
151,952	283,205	499,954	10,600,187
159,113	304,384	813,780	11,945,727
147,910	358,997	587,344	12,334,638
132,027	598,704	629,707	12,455,866
102,260	559,236	752,347	13,258,400
109,729	268,752	783,276	14,336,495

Table 3

CITY OF FOREST PARK, OHIO  
BILLING AND COLLECTION OF SPECIAL ASSESSMENTS  
LAST TEN FISCAL YEARS (1993-2002)

<u>Year of Collection</u>	<u>Assessments Billed</u>	<u>Assessments Collected</u>	<u>Uncollected Amount</u>	<u>Percentage Collected</u>
1993	\$22,546	\$18,566	\$3,980	82.35%
1994	20,863	18,705	2,158	89.66%
1995	17,934	15,995	1,939	89.19%
1996	20,018	16,672	3,346	83.28%
1997	18,948	14,471	4,477	76.37%
1998	33,196	27,266	5,930	82.14%
1999	30,958	21,867	9,091	70.63%
2000	30,580	22,525	8,055	73.66%
2001	29,125	23,461	5,664	80.55%
2002	65,584	36,785	28,799	56.09%

SOURCE: County Auditor's Office, Hamilton County.

Table 4

CITY OF FOREST PARK, OHIO  
 BILLING AND COLLECTION OF PROPERTY TAXES  
 REAL AND PUBLIC UTILITY PROPERTY TAXES ONLY  
 LAST TEN FISCAL YEARS (1993-2002)

<u>Year of Collection</u>	<u>Current Taxes Due</u>	<u>Current Taxes Collected</u>	<u>Percentage of Collections To Amt Due</u>	<u>Delinquent Taxes Collected</u>	<u>Total Taxes Collected</u>	<u>Percentage Collected</u>
1993	\$1,476,724	\$1,441,991	97.6%	\$39,852	\$1,481,843	100.3%
1994	1,573,456	1,536,829	97.7%	38,284	1,575,113	100.1%
1995	1,584,933	1,542,443	97.3%	39,848	1,582,291	99.8%
1996	1,604,627	1,498,120	93.4%	35,478	1,533,598	95.6%
1997	1,648,707	1,581,352	95.9%	40,870	1,622,222	98.4%
1998	1,998,202	1,911,945	95.7%	71,187	1,983,132	99.2%
1999	2,009,258	1,947,215	96.9%	65,283	2,012,498	100.2%
2000	2,151,771	2,057,476	95.6%	71,245	2,128,721	98.9%
2001	2,176,698	2,073,094	95.2%	91,623	2,164,717	99.4%
2002	3,636,467	3,430,409	94.3%	168,722	3,599,131	99.0%

SOURCE: County Auditor's Office, Hamilton County.

Table 5

CITY OF FOREST PARK, OHIO  
 BILLING AND COLLECTION OF PROPERTY TAXES  
 TANGIBLE PERSONAL PROPERTY ONLY  
 LAST TEN FISCAL YEARS (1993-2002)

<u>Year of Collection</u>	<u>Current Taxes Due</u>	<u>Current Taxes Collected</u>	<u>Percentage of Collections To Amt Due</u>	<u>Delinquent Taxes Collected</u>	<u>Total Taxes Collected</u>	<u>Percentage Collected</u>
1993	\$206,979	\$195,115	94.3%	\$5,522	\$200,637	96.9%
1994	194,544	186,846	96.0%	32,853	219,699	112.9%
1995	214,680	208,438	97.1%	17,947	226,385	105.5%
1996	226,776	214,836	94.7%	12,798	227,634	100.4%
1997	254,523	232,333	91.3%	29,390	261,723	102.8%
1998	261,529	256,116	97.9%	32,899	289,015	110.5%
1999	270,185	258,944	95.8%	33,100	292,044	108.1%
2000	210,818	202,541	96.1%	24,142	226,683	107.5%
2001	268,960	257,718	95.8%	33,130	290,848	108.1%
2002	403,202	385,045	95.5%	14,906	399,951	99.2%

SOURCE: County Auditor's Office, Hamilton County.



Table 6

CITY OF FOREST PARK, OHIO  
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN FISCAL YEARS (1993-2002)

Year of Collection	Real Property		Public Utility		Personal Property		Total	
	Assessed	Estimated Actual	Assessed	Estimated Actual	Assessed	Estimated Actual	Assessed	Estimated Actual
1993	\$191,535,140	\$547,243,257	\$16,689,590	\$47,684,543	\$26,044,750	\$104,179,000	\$234,269,480	\$699,106,800
1994	225,619,310	644,626,600	16,990,210	48,543,457	27,434,960	109,739,840	270,044,480	802,909,897
1995	229,304,720	655,156,342	17,329,150	49,511,857	28,221,660	112,886,640	274,855,530	817,554,839
1996	232,188,610	663,396,029	15,743,300	44,980,857	29,583,200	118,332,800	277,515,110	826,709,686
1997	236,823,950	676,639,857	16,934,550	48,384,429	33,297,410	133,189,640	287,055,910	858,213,926
1998	239,803,920	685,154,057	15,948,050	45,565,857	34,438,240	137,752,960	290,190,210	868,472,874
1999	241,316,780	689,476,514	15,950,020	45,571,486	35,756,110	143,024,440	293,022,910	878,072,440
2000	286,005,520	817,158,629	15,888,470	45,395,629	27,597,910	110,391,640	329,491,900	972,945,897
2001	286,827,510	819,507,171	14,599,450	41,712,714	32,150,790	128,603,160	333,577,750	989,823,046
2002	292,037,950	834,394,143	12,119,770	34,627,914	32,673,910	130,695,640	336,831,630	999,717,697

SOURCE: County Auditor's Office, Hamilton County.

NOTES: Real property taxes collected in a calendar year are levied in the preceding calendar year on assessed values as of January 1 of that preceding year.

Public utility property taxes collected in a 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.

Tangible personal property collected in a calendar year are levied in the same 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 said calendar year) at tax rates determined in the preceding year.

Table 7

CITY OF FOREST PARK, OHIO  
 PROPERTY TAX RATES-DIRECT AND OVERLAPPING GOVERNMENTS  
 LAST TEN FISCAL YEARS (1993-2002)

<u>Year of Collection</u>	<u>County Levy</u>	<u>School Levy</u>	<u>Vocational School Levy</u>	<u>City Levy</u>	<u>Total</u>
	Tax Rates Per \$1,000 of Assessed Valuation				
1993	18.56	54.62	2.70	8.00	83.88
1994	18.33	62.12	2.70	8.01	91.16
1995	18.30	62.12	2.70	8.01	91.13
1996	18.30	62.12	2.70	8.01	91.13
1997	19.44	62.12	2.70	8.01	92.27
1998	19.01	62.13	2.70	8.01	91.85
1999	19.54	70.08	2.70	8.01	100.33
2000	20.83	70.08	2.70	8.01	101.62
2001	19.92	70.08	2.70	8.01	100.71
2002	21.47	70.08	2.70	12.76	107.01

SOURCE: County Auditor's Office, Hamilton County.

Table 8

CITY OF FOREST PARK, OHIO  
 RATIO OF NET GENERAL OBLIGATION DEBT  
 TO ASSESSED VALUE AND NET GENERAL OBLIGATION DEBT PER CAPITA  
 LAST TEN FISCAL YEARS (1993-2002)

<u>Year of Debt</u>	<u>Population (c)</u>	<u>Assessed Value (b)</u>	<u>Net G.O. Debt (a)</u>	<u>Ratio of G.O. Debt to Assessed Value</u>	<u>G.O. Debt Per Capita</u>
1993	18,609	\$234,269,480	\$3,700,127	1.58%	\$198.84
1994	18,609	270,044,480	3,587,718	1.33%	192.79
1995	18,609	274,855,530	3,355,690	1.22%	180.33
1996	18,609	277,515,110	3,113,662	1.12%	167.32
1997	18,609	287,055,910	2,860,018	1.00%	153.69
1998	18,609	290,190,210	2,586,755	0.89%	139.01
1999	18,609	293,022,910	2,303,493	0.79%	123.78
2000	19,463	329,491,900	2,003,613	0.61%	102.94
2001	19,463	333,577,750	1,719,825	0.52%	88.36
2002	19,463	336,831,630	1,419,000	0.42%	72.91

NOTE: (a) General Obligation Debt, Bonds and Notes which are being repaid through general property taxes.

(b) Assessed Value from County Auditor's Office, Hamilton County.

(c) Population figures obtained from the U. S. Census

Table 9

CITY OF FOREST PARK, OHIO  
COMPUTATION OF DIRECT AND OVERLAPPING DEBT  
DECEMBER 31, 2002

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>Percentage Applicable to City of Forest Park</u>	<u>Amount Applicable to City of Forest Park</u>
City of Forest Park	\$1,419,000 (a,c)	100.00%	\$1,419,000
Hamilton County	166,666,834	1.91% (b)	<u>3,183,337</u>
		TOTAL	<u><u>\$4,602,337</u></u>

SOURCE: County Auditor's Office, Hamilton County.

NOTES: (a) The Winton Woods School District is not included as it has no debt applicable to the City of Forest Park.

(b) The percentage of indebtedness of the City's overlapping political subdivisions was determined by dividing the City's assessed valuation by the total assessed valuation of the overlapping subdivision.

(c) Only general obligation debts which are being repaid through general property taxes are included.

Table 10

CITY OF FOREST PARK, OHIO  
 RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL  
 OBLIGATION DEBT TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES  
 LAST TEN FISCAL YEARS (1993-2002)

Fiscal Year Ended	General Obligation Debt (a)			Total Expenditures	Ratio of Debt Service to Total General Expenditures
	Principal	Interest	Total		
1993	\$157,102	\$243,243	\$400,345	\$10,108,656	4%
1994	157,102	197,287	354,389	8,992,988	4%
1995	174,334	220,319	394,653	9,219,677	4%
1996	174,334	228,976	403,310	11,162,669	4%
1997	253,645	211,832	465,477	10,778,916	4%
1998	273,262	193,616	466,878	10,206,459	5%
1999	283,262	173,969	457,231	11,002,632	4%
2000	299,880	153,457	453,337	12,172,937	4%
2001	1,269,497	133,814	1,403,311	15,691,281	9%
2002	870,825	94,665	965,490	15,077,516	6%

SOURCE: City of Forest Park Finance Department

NOTES: (a) For General Obligation Debt, Unvoted Bonds and Notes payable from general property taxes.

Table 11

CITY OF FOREST PARK, OHIO  
 COMPUTATION OF LEGAL DEBT MARGIN  
 DECEMBER 31, 2002

Total of all City Debt Outstanding	<u><u>\$7,638,618</u></u>
Assessed Valuation of the City-December 31, 2002 (b)	<u><u>\$336,831,630</u></u>
10.5% of Assessed Valuation (Maximum Voted Debt Allowed)	\$35,367,321
Total Debt Outstanding subject to 10.5% Debt Limitation	<u>1,419,000</u>
Legal 10.5% Margin	<u><u>\$33,948,321</u></u>
5.5% of Assessed Valuation (Maximum Unvoted Debt Allowed)	\$18,525,740
Total Debt Outstanding Subject to 5.5% Debt Limitation	<u>1,419,000</u>
Legal 5.5% Margin	<u><u>\$17,106,740</u></u>

NOTE: (a) Direct Debt Limitation Based on Section 133, the Uniform Bond Act of the Ohio Revised Code.

(b) Assessed Value from the County Auditor's Office, Hamilton County.

Table 12

CITY OF FOREST PARK, OHIO  
 PROPERTY VALUES, FINANCIAL INSTITUTION DEPOSITS  
 AND BUILDING PERMIT VALUES  
 LAST TEN FISCAL YEARS (1993-2002)

Fiscal Year End	IN MILLIONS		
	Property Values (a)	Financial Institution Deposits(b)	Building Permit Value(c)
1993	\$234.3	\$10,113	\$30.00
1994	270.0	14,242	21.20
1995	274.9	15,351	17.00
1996	277.5	15,777	13.30
1997	287.1	16,732	18.40
1998	290.2	17,485	17.20
1999	293.0	18,350	18.40
2000	329.5	21,393	19.80
2001	333.6	28,358	18.90
2002	336.8	27,212	10.70

SOURCE: (a) County Auditor's Office, Hamilton County

(b) Total deposits of all banks headquartered in Hamilton County, Ohio. Data was not available for the City only.

(c) City of Forest Park Building Inspection Division.

Table 13

CITY OF FOREST PARK, OHIO  
 TEN LARGEST TAXPAYERS  
 DECEMBER 31, 2002

	<u>Taxpayer</u>	<u>Type of Property</u>	<u>Assessed Valuation</u>	<u>%</u>
1.	Union Central Life	Insurance	\$7,083,965	2.10%
2.	CINERGY	Electric & Gas Utility	6,704,060	1.99%
3.	Gator Forest Partners	Regional Mall	6,560,705	1.95%
4.	Cobblewood Plaza	Retail Center	6,181,630	1.84%
5.	Home Depot USA Incorporated	Hardware Store	5,757,930	1.71%
6.	West Kemper Properties	Apartments	4,357,920	1.29%
7.	Forest Park Apartment Associates	Apartments	4,297,590	1.28%
8.	Cincinnati Bell Telephone	Telephone Utility	4,235,060	1.26%
9.	Aerc Remington Place Incorporated	Apartments	3,955,000	1.17%
10.	Troy CMBS Property LLC	Retail Store	<u>3,226,090</u>	<u>0.96%</u>
	Total		<u>\$52,359,950</u>	<u>15.54%</u>
	Total Assessed Value		<u>\$336,831,630</u>	<u>100.00%</u>
	Ten Largest Taxpayers as a % of Total Assessed Value		<u>15.54%</u>	

SOURCE: County Auditor's Office, Hamilton County



Table 14

CITY OF FOREST PARK, OHIO  
DEMOGRAPHIC STATISTICS  
DECEMBER 31, 2002

Year	Forest Park Population	% Change During the Period	Hamilton County Population	% Change During the Period
1993	18,609 (a)	N/A	866,228 (a)	N/A
1994	18,609 (a)	N/A	866,228 (a)	N/A
1995	18,609 (a)	N/A	866,228 (a)	N/A
1996	18,609 (a)	N/A	866,228 (a)	N/A
1997	18,609 (a)	N/A	866,228 (a)	N/A
1998	18,609 (a)	N/A	866,228 (a)	N/A
1999	18,609 (a)	N/A	866,228 (a)	N/A
2000	19,463 (b)	4.6%	845,303 (b)	-2.4%
2001	19,463 (b)	N/A	845,303 (b)	N/A
2002	19,463 (b)	N/A	845,303 (b)	N/A

SOURCE: (a) 1990 population figure taken from the Federal Census Data.

(b) 2000 population figure is taken from the 2000 Federal Census Data.

Table 15

CITY OF FOREST PARK, OHIO  
MISCELLANEOUS STATISTICS

Date of Incorporation	-----	1961
Form of Government	-----	Council/City Manager
Area	-----	6 square miles
Lane Miles of Streets	-----	151.25 lane miles
Number of Street Lights	-----	740
Number of Traffic Lights	-----	21
Fire Protection:		
Number of Stations	-----	2
Number of Firemen and Officers	-----	26
Number of Part-Time Firemen	-----	33
Police Protection:		
Number of Stations	-----	2
Number of Police Officers	-----	30
Education:		
Attendance Centers	-----	7
Number of Classrooms	-----	227
Number of Employees	-----	575
Number of Teachers	-----	325
Number of Students	-----	4,112
Recreation and Cultural:		
Number of Parks	-----	11
Number of Libraries	-----	1
Number of Volumes	-----	59,500
Employees:		
Classified Service	-----	92
Non-Classified Service	-----	68



**Auditor of State  
Betty Montgomery**

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**CITY OF FOREST PARK**

**HAMILTON COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
SEPTEMBER 25, 2003**