



**Auditor of State  
Betty Montgomery**



CITY OF WESTERVILLE  
FRANKLIN COUNTY

TABLE OF CONTENTS

TITLE	PAGE
Independent Accountants' Report On Compliance And On Internal Control Required By <i>Government Auditing Standards</i> .....	1

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## **Auditor of State Betty Montgomery**

### **INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE AND ON INTERNAL CONTROL REQUIRED BY *GOVERNMENT AUDITING STANDARDS***

City of Westerville  
Franklin County  
21 South State Street  
Westerville, Ohio 43081

To the Members of City Council:

We have audited the general-purpose financial statements of the City of Westerville, Franklin County, Ohio, (the City) as of and for the year ended December 31, 2002, and have issued our report thereon dated June 12, 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's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted a certain immaterial instance of noncompliance that we have reported to management of the City in a separate letter dated June 12, 2003.

#### **Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we considered to be material weaknesses. However, we noted a matter involving the internal control over financial reporting that does not require inclusion in this report that we have reported to management of the City in a separate letter dated June 12, 2003.

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City of Westerville  
Franklin County  
Independent Accountants' Report on Compliance and on  
Internal Control Required by *Government Auditing Standards*  
Page 2

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

A handwritten signature in black ink that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

**BETTY MONTGOMERY**  
Auditor of State

June 12, 2003

# *City of Westerville, Ohio*

## **Comprehensive**

## **Annual Financial Report**

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

**Issued By the Department of Finance**

**John P. Winkel  
Finance Director**

**Margaret M. Doone, CPA  
Assistant Finance Director**





# City of Westerville, Ohio

## Comprehensive Annual Financial Report For The Year Ended December 31, 2002

### Table of Contents

#### INTRODUCTORY SECTION

Title Page .....	i
Table of Contents .....	ii
Letter of Transmittal .....	v
City Elected and Appointed Officials .....	xv
Organizational Chart .....	xvi
GFOA Certificate of Achievement .....	xvii

#### FINANCIAL SECTION

Independent Accountants' Report .....	1
General Purpose Financial Statements (Combined Statements - Overview)	
Combined Balance Sheet - All Fund Types and Account Groups .....	2
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types .....	7
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual - All Governmental Fund Types .....	8
Combined Statement of Revenues, Expenses, and Changes in Fund Equity - All Proprietary Fund Types .....	13
Combined Statement of Revenues, Expenses, and Changes in Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual - All Proprietary Fund Types .....	14
Combined Statement of Cash Flows - All Proprietary Fund Types .....	16
Notes to the General Purpose Financial Statements .....	18
Combining, Individual Fund and Account Group Statements and Schedules .....	55
General Fund: .....	56
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual .....	57
Special Revenue Funds: .....	60
Combining Balance Sheet .....	62
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances .....	66
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual for the following Funds:	
Fire Operating Fund .....	70
Street Maintenance Fund .....	71
State Highway Fund .....	72
DARE Fund .....	73
Permissive Motor Vehicle License Fund .....	74
Hotel Tax Fund .....	75
Cable TV Franchise Fee Fund .....	76
OMVI Education Fund .....	77
Tax Incentive / Redistribution Fund .....	78
Parks and Recreation Fund .....	79
Parks and Recreation Income Tax Operating Fund .....	81
Parks and Recreation Income Tax Allocation Fund .....	82
Criminal Activity Forfeiture Fund .....	83
Drug Enforcement Fund .....	84
Mayor's Operating Fund .....	85
Mayor's Court Computer Fund .....	86
Total - Special Revenue Funds .....	87

**Table of Contents**  
(Continued)

Debt Service Funds: .....	90
Combining Balance Sheet .....	91
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances .....	92
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual for the following Funds:	
General Bond Retirement Fund .....	93
Special Assessment Fund .....	94
Total - Debt Service Funds .....	95
Capital Projects Funds: .....	96
Combining Balance Sheet .....	98
Combining Statement of Revenues, Expenditures and Changes in Fund Balances .....	102
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual for the following Funds:	
General Capital Improvement Fund .....	106
Street Replacement and Reserve Fund .....	107
Recreation Improvement Fund .....	108
Cleveland Avenue Extension Improvement Fund .....	109
Africa Road Improvement Fund .....	110
County Line Road Improvement Fund .....	111
Parks and Recreation Replacement and Reserve Fund .....	112
Parks and Recreation Capital Improvement Fund .....	113
Tree Replacement Fund .....	114
Maxtown Road Improvement Fund .....	115
Sunbury Road Improvement Fund .....	116
North State Street Improvement Fund .....	117
Recreation Capital Improvement Fund .....	118
Perimeter Road Improvement Fund .....	119
Total - Capital Projects Funds .....	120
Enterprise Funds: .....	121
Combining Balance Sheet .....	122
Combining Statement of Revenues, Expenses, and Changes in Fund Equity .....	126
Schedule of Revenues, Expenses, and Changes in Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual for the following funds:	
Water Fund .....	128
Water System Capital Improvement Fund .....	129
Sewer Fund .....	130
Refuse .....	131
Electric Fund .....	132
Swimming Pool Fund .....	133
Total - Enterprise Funds .....	134
Combining Statement of Cash Flows .....	136
Internal Service Funds: .....	140
Combining Balance Sheet .....	141
Combining Statement of Revenues, Expenses, and Changes in Fund Equity .....	142
Schedule of Revenues, Expenses, and Changes in Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual for the following funds:	
Garage Fund .....	143
Self-Insurance Fund .....	144
Total - Internal Service Funds .....	145
Combining Statement of Cash Flows .....	146

**Table of Contents**  
(Continued)

Agency Funds: .....	147
Combining Balance Sheet .....	148
Combining Statement of Changes in Assets and Liabilities .....	150
General Fixed Assets Account Group: .....	153
Schedule of General Fixed Assets by Program and Department .....	154
Schedule of Changes in General Fixed Assets by Program and Department .....	156
Schedule of General Fixed Assets by Source .....	157

**STATISTICAL SECTION**

General Fund Expenditures by Program - Last Ten Years .....	S-1
General Fund Revenues by Source - Last Ten Years .....	S-2
Property Tax Levies and Collections - Last Ten Years .....	S-3
Property Tax Rates - Direct and Overlapping Governments (Per \$1,000 of Assessed Valuation) - Last Ten Years .....	S-4
Assessed Valuation and Estimated True Values of Taxable Property - Last Ten Years .....	S-5
Special Assessment Collections - Last Ten Years .....	S-6
Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt Per Capita - Last Ten Years .....	S-7
Legal Debt Margin .....	S-8
Computation of Direct and Overlapping Debt .....	S-9
Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Fund Expenditures - Last Ten Years .....	S-10
Demographic Statistics - Last Ten Years .....	S-11
Construction Data and Financial Institution Deposits - Last Ten Years .....	S-12
Principal Taxpayers .....	S-13
Miscellaneous Statistics .....	S-14

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June 12, 2003

Members of Westerville City Council and  
Citizens of the City of Westerville, Ohio:

The Comprehensive Annual Financial Report (CAFR) of the City of Westerville for the year ended December 31, 2002, is hereby submitted. This report is prepared by the Finance Department and is intended to inform elected officials, employees, bondholders, investment bankers, rating agencies, and all interested persons of the financial affairs of the City. Responsibility for both the accuracy of the presented data and the thoroughness of the presentation rests with the City. We believe the data to be accurate in all material aspects and to be presented in a manner designed to set forth fairly the financial position and the results of operations of the City as measured by the financial activity of its various funds.

The Comprehensive Annual Financial Report is divided into three sections: the Introductory Section, the Financial Section, and the Statistical Section. The Introductory Section contains a letter of transmittal, a listing of the City's elected and appointed officials, an organizational chart, and a certificate of achievement. The Financial Section contains the general purpose financial statements and notes; combining, individual fund, and account group statements and schedules for the year ended December 31, 2002, and the independent accountants' report. The Statistical Section provides pertinent and select financial, economic and demographic information which displays trends for comparative fiscal periods.

This report consists of the primary government, component units, and other organizations that are included to ensure that the financial statements are fairly presented and complete. The primary government of the City includes the funds, departments, and activities that do not have legal standing separate from the City. Services provided by the primary government encompass police, fire, and emergency medical services, the maintenance of streets and other infrastructure, planning, zoning, recreation, and general administrative services. The City also operates a swimming pool and four utilities: water filtration and distribution, sewer collection, refuse collection, and electric distribution.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to the organization; or is obligated for the debt of the organization. Component units may also include organizations for which the City approves the budgets, the issuance of debt or the levying of taxes. Based on this criteria; the Westerville City School District and the Westerville Public Library have been excluded because the City is not financially accountable for them nor are the entities fiscally dependent on the City.

The City is associated with three other separate governmental organizations that do not have a separately elected governing body and do not meet the definition of a component unit. They are The Westerville Industry and Commerce Corporation (WICC), a not-for-profit corporation, formed to promote industrial, economic, commercial and civic development in and around the City; The Westerville, Minerva Park, and Blendon Township Joint Hospital District, a jointly governed organization consisting of three elected officials from each of the governmental entities comprising the Joint Hospital District; and CORMA, a risk sharing pool. Information regarding these entities may be found in Notes 17, 18 and 19 to the General Purpose Financial Statements.

## **The City and Form of Government**

The City is located in central Ohio, approximately 13 miles north of downtown Columbus, and includes portions of Franklin and Delaware Counties. Westerville is a home rule municipal corporation established under the laws of the State of Ohio, and operates under its own Charter. The current Charter, which provides for a Council-City Manager form of government, was adopted in 1964.

The legislative authority is vested in a seven-member City Council whose members are elected at-large for staggered four year terms. The presiding officer is the chairman, who is elected by the Council for a two year term. Council enacts ordinances, resolutions relating to tax levies, City services, and licensing; and appropriates and borrows money and accepts bids for materials and services and other municipal purposes. Also elected by the Council is the Mayor who is the ceremonial head of the City and exercises the judicial powers granted to the mayor of a municipality under state law in the function of the Mayor's Court. The City manager, appointed by the Council, is the chief executive officer of the City. The City Manager supervises the administration of all departments and appoints their directors and all other employees.

## **Economic Condition and Outlook**

Business development has been a primary focus in Westerville since the early 1980s, when business districts were planned (i.e., Brookside Plaza) and St. Ann's Hospital became the first planned suburban hospital in central Ohio. Prior to this time, Westerville was more than 90% residential.

City leaders realized that revenues could be expanded one of two ways: either by relying more on residents, or relying more on businesses. While much suburban development is occurring in the Westerville School District outside the City limits (i.e., Genoa Township, Columbus), most new development within Westerville's City limits is for business purposes. Today, Westerville's land use is closer to 70% residential, with many more local job opportunities and an expanded income tax base.

The City of Westerville has enjoyed continued economic growth in 2002, and prospects for continued growth appear bright. The community, just 15 minutes northeast of downtown Columbus and 10 minutes from Port Columbus International Airport, is now the largest suburb in central Ohio with 36,435 residents.

Thousands of new jobs have been created in Westerville over the past five years. Much of the continued job creation in Westerville is directly tied to the *Westar Center of Business* and the new offices constructed there. Some of the new construction within the City includes The Offices at Westar - a four story 144,000 square foot office building; phase two of the Daimler Group's construction projects which calls for eight to twelve smaller office buildings between 10,000 and 50,000 square feet; North Star Corporate Center - a 50,000 square foot office building; and Equity Company's 42,000 and 35,000 square foot medical office buildings.

Despite the recent economic slowdown, in 2002 Westerville facilitated 14 company relocations and the expansion of 16 others already located here resulting in approximately 700 new and 500 retained jobs. The new jobs will add about \$43 million in new annual payroll which will generate about \$537,000 in new income tax revenues to the City. The retained jobs account for \$20 million in retained annual payroll which generate about \$250,000 in annual income taxes. Some of the new corporate members of the community include ACS (250 employees), Delia's (161 employees) and ArcLight (100 employees).

In addition to the Community Reinvestment Area Abatements offered on new and rehabilitated structures, companies are attracted to Westerville for many other advantages. One advantage Westerville has is its fantastic access to I-71 and I-270, thanks to significant road construction over the last few years. The City also has its own electric and water utilities that provide commercial users with lower rates than elsewhere in central Ohio.

Employers are also attracted by the highly educated workforce, and other amenities such as our own local St. Ann's Hospital, Otterbein College, and numerous recreational and cultural activities.

As one can see, Westerville has gone through many changes. But much about Westerville has stayed the same. Our city theme, "Firmly Planted and Steadily Growing," reinforces that even as Westerville continues to grow, it is important not to lose the sense of community that is ingrained in Westerville's long history.

Additionally, Westerville's schools continue to be top-notch, Otterbein College remains one of the best liberal arts colleges in the Midwest, and resident support of the local library system has made it one of the best in the United States. As we move forward, we are constantly reminded to grow in a manner which improves the quality of life for the entire community.

### **Major Initiatives**

There were several significant infrastructure improvements that occurred during the year, in that the City:

- Continued the voluntary \$2 million cleanup of the old city landfill near Park Meadow Road;
- Continued expansion of the bikeway and leisure path system;
- Started the space study assessment associated with improvements to the City buildings located at 21, 28, and 29 South State Street, as well as 64 East Walnut Street;
- Passed the .24 mill capital improvement bond levy which will fund an expanded 9-1-1 Communications Dispatching Center, two replacement medic vehicles, one replacement fire engine and a new fire station to replace outdated Fire Station 112;
- Started Heritage Park Phase II development;
- Continued the installation of ADA compliant curb ramps throughout the City; and
- Started the South State Redevelopment Study.

Infrastructure and economic development projects were just the beginning. Now for a fast glimpse of other City programs:

### **Safety Services**

The City is extremely proud of its community-oriented safety services. Through cooperative efforts and funding with the Westerville Schools, School Resource Officers are assigned to each of the local high schools. Aside from these resource officers, our self-defense courses for women, Citizen's Police Academy, Neighborhood Block Watch, and Safety City have been well received throughout the community.

In addition to our police services, our fire and emergency medical services are the best in central Ohio. The Westerville Division of Fire's new, traveling Fire Safety House recently made its community debut. The 36-foot trailer is designed to teach hands-on fire safety and severe weather preparedness in the citizens' homes.

Family Home Fire Escape Training This 1-hour program is designed for adults and children to assist families in developing a personalized home family fire escape plan. It also allows the participants to experience various simulated fire scenarios using non-toxic theatrical smoke. Minimum age for children is 5 years old and maximum group size is 20 people.

Severe Weather Training The Family Safety Education Center creates an atmosphere of a severe storm by using strobe lights and surround sound thunder. This program is designed for all ages, to teach children and adults to recognize severe weather warnings, and what steps should be taken to stay safe when severe weather threatens. Special care is advised for the very young who may be frightened of storms. The maximum group size is 20 people and the program lasts approximately 45 minutes.

The Fire Safety House, which is ADA accessible, was purchased earlier this year with major funding provided by a grant from the United States Fire Administration. The Fire Division plans to use its new safety tool at *Safety City*, during station tours with different children's and civic groups, during the Uptown District's *Fourth Friday* celebrations, and at the annual *City Service Celebration* held every October. Group presentations can also be scheduled.

The Fire Division continues to operate the Citizen's Fire Academy, a ten-week course designed to educate citizens about the life of a firefighter. Residents have the opportunity to go through actual fire training sessions taught by firefighters and use the most technologically up-to-date fire fighting equipment available. For those who are interested in seeing what being a firefighter is all about, this program would be a real eye-opener.

### **For The Future**

The economic outlook for the City of Westerville appears strong in spite of the recent economic development slowdown in central Ohio and across the country. Construction was recently completed on the 144,000 square foot Daimler office in the *Westar Center of Business*, at Polaris Parkway and Cleveland Avenue. It is anticipated that the coming year will see this building fully leased, with as many as 500 employees. As this building fills with workers, it is expected that Daimler will start construction, within the year, of an identical building next door, providing further opportunities for growing companies.

The *Westar Center of Business*, along Cleveland Avenue and Polaris Parkway, also home to *Altair* and other major planned developments, will continue to be a focus for the new, larger offices and corporate relocations in the coming year. The City and the developer of Altair recently reached an agreement on how the area will be completed within Westar. Also, the recent completion of the St. Ann's Westar Urgent Care facility and the soon to be completed Children's Hospital outpatient center for Westar have brought high-quality medical services to the area. This is another attraction for the companies that may want to locate in Westar.

The *North Westerville Office Park* on North State Street will also be home to many new, smaller professional companies; and the City remains committed to facilitating reinvestment and growth in areas along South State Street, in the *Brooksedge Corporate Park* along Schrock Road, and in the office area around Eastwind Drive. Although the southern part of our community is well-established and occupied by retail stores, service businesses and offices, Westerville leaders are aware that keeping this area vital, aesthetically pleasing, and responsive to resident needs will require additional investment.

Due in part to the City's widely diverse corporate base and efforts in retaining and attracting other employers, Westerville has not realized as harsh an economic slowdown as some other communities. However, City employees continue to work diligently to add new or retain corporate neighbors and jobs.

### **Department Focus**

Westerville's municipally-owned electric services are priced significantly lower than similar services provided by privately-held companies in other central Ohio communities and as much as 25% lower than the national average. The Ohio Department of Development has designated the City of Westerville as one of the Governor's Energy Smart Communities. This is a designation shared by only a handful of other Ohio communities. The following is an illustration of just a few of the Energy Smart Initiatives currently taking place at the Electric Division.



### ***Fuel Cell Initiative***

The Westerville Electric Division continues to lead the way in electric distribution innovations. It was recently announced by the State of Ohio that the City of Westerville/AMP-Ohio Commercial Fuel Cell Demonstration project will be the recipient of an \$839,000 grant. The project involves the installation of a 250-kilowatt advanced fuel cell power plant demonstrating the viability and significant benefits associated with the deployment of a utility fuel cell at a local electric utility substation. The fuel cell power plant generates power by converting a hydrogen-rich fuel (natural gas) to electricity through an electrochemical process. Once this form of electric generation comes into its own, it could have the potential of significant savings to the customers of the Electric Division as the fuel cell can operate constantly unattended reducing operation and maintenance costs as well as requiring approximately 50% less fuel per kilowatt-hour than the average conventional power plant.

### ***Solar Initiatives***

The Electric Division is also involved with solar power as an alternative power source. A pair of school zone traffic flashers have been converted to solar power, with additional conversions scheduled. A solar powered electrical back-up system has been installed on traffic signals at one of Westerville's busiest intersections. And speaking of traffic signals, additional upgrades are currently planned with energy efficient LED signal lamps that use significantly less energy than traditional incandescent signal lamps.

The Electric Division has installed solar panels at two elementary schools in Westerville which are grid-connected and generate approximately 1,000 watts of electrical power from the sun. Although the amount of energy produced from the panels is a very small percentage of each school building's electrical consumption, the system enables educators to teach a multitude of science, mathematics, and computer technology subjects. This is accomplished via a computer monitor that captures several solar panel output variables such as power, voltage, current, frequency, ambient temperature, energy produced, and more. The Electric Division hopes to install solar panels at all Westerville school buildings to enhance science and mathematics curricula for the Westerville City Schools through energy education.

### ***Energy Education in Westerville City Schools***

The City of Westerville Electric Division has been actively involved in energy education initiatives through its financial and in-kind support of the Ohio Energy Project. The Ohio Energy Project educates students on all forms and types of energy.

Energy educational activities in Westerville City Schools have increased dramatically since the City's donation of the first Energy Bike in 1998. Since that time, four new Energy Bikes have been donated and "Kids Teaching Kids" energy education workshops have significantly increased in frequency throughout the district. In addition, Westerville school students from each of the four middle schools assemble scrapbooks annually describing the energy education efforts they have undertaken throughout the school year.

Each April, Westerville students are recognized in front of a large audience of dignitaries, students, and faculty from all over Ohio at the Ohio Energy Project Youth Awards Banquet for their outstanding energy education efforts.

### ***GIS Mapping and Inventory***

The GIS mapping of the electric distribution system is a monumental process which will pinpoint the system's plant-in-service inventory on the City's GIS system using global positioning system coordinates. This project has been underway since 2001 and will conclude by the end of 2003. From that point forward, all assets, also known as continuing property records, will be maintained digitally on computers.

The City of Westerville is proud of the work it has accomplished thus far in the energy arena.

## **Financial Information**

**Accounting Controls:** In developing the City's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable but not absolute assurance regarding (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of the financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

**Budgetary Control:** The annual tax budget for the City is prepared and filed with the Franklin County Auditor no later than July 20 of each year. After a public hearing, the County Budget Commission certifies to the City the revenues the City expects to receive during the upcoming calendar year. These amounts are combined with the available balances at year-end to become the total dollars available for appropriation by fund. In December, the Council holds public hearings and meets with the City Manager and Staff to determine the City's budget requirements for the upcoming year. These amounts are then appropriated by Council ordinance. Additional funding can be procured by a request to Council and the passage of a supplemental appropriation.

The City maintains budgetary control on a non-GAAP basis by fund, and within each fund by department, at major object levels which include personal services, supplies and materials, other services and charges, capital outlay, debt service, and transfers by fund. For management purposes, the major object level is further defined, with budgeted amounts not to exceed the aggregate appropriated by Council.

Budgetary control is maintained by an encumbrance of the purchase commitment amounts prior to the release of purchase orders to vendors. The purchase requisitions are submitted to the Finance Director for approval and the preparation of a purchase order, certification of the availability of funds, and encumbrance against the available appropriation. Encumbrances which would exceed the available appropriation are not approved or recorded until council authorizes additional appropriations. At the end of the year, outstanding encumbrances are carried forward to the new year if the purchased item has not been received or the project has not been completed.

**Basis of Accounting:** During the year, the accounting records are maintained on a cash basis for all fund types. To prepare this report, adjusting entries are prepared for the various funds to convert the cash basis records to modified accrual for all governmental funds and agency funds, and accrual for the proprietary fund types. The modified accrual basis of accounting requires revenue to be recognized when it becomes both measurable and available. Measurable means the amount of the transaction can be determined. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Grants and entitlements must also meet timing eligibility and contingency requirements. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable. Principal and interest on general long-term and special assessment debt are recognized as expenditures when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year. The accrual basis of accounting is used for reporting purposes by the proprietary funds. Revenues are recognized when they are earned and expenses are recorded at the time liabilities are incurred. Unbilled service charges are recognized as revenue at year-end.

*General Government Functions:* The General Fund encompasses the general government functions of the City and all other functions not accounted for in other funds. General Fund revenues, increases and decreases in relation to the prior year, and percentage of total on a GAAP basis are:

Revenues:	2001	2002	Increase (Decrease) From 2001	Percent of Total	Percent of Increase (Decrease)
Property Taxes	\$2,522,924	\$2,495,841	(\$27,083)	9.84%	-1.07%
Municipal Income Taxes	13,755,742	13,784,049	28,307	54.36%	0.21%
Intergovernmental	4,124,638	4,789,154	664,516	18.89%	16.11%
Charges for Services	255,108	387,924	132,816	1.53%	52.06%
Fees, Licenses, and Permits	585,088	731,440	146,352	2.88%	25.01%
Fines and Forfeitures	364,281	384,286	20,005	1.52%	5.49%
Interest	3,449,931	2,941,591	(508,340)	11.60%	-14.73%
Net Increase (Decrease) in Fair Value	1,994,998	(273,996)	(2,268,994)	-1.08%	-113.73%
Miscellaneous	102,747	117,808	15,061	0.46%	14.66%
Totals	\$27,155,457	\$25,358,097	(\$1,797,360)	100.00%	-6.62%

#### REVENUE VARIANCES

- The increase in Intergovernmental Revenues is due to the collection of the Kilowatt Hour Tax for a full year in 2002, as compared to collections of eight months in 2001.
- The increase in Charges for Services was due to the 2002 collection of charges for sidewalk improvements.
- Fees, Licences and Permits revenue increased from additional permits and fees as a result of the development of Westar.
- The primary investment objectives of the City are to preserve capital and to remain liquid in order to meet anticipated operating and cash flow requirements. At December 31, 2002, the City's investment portfolio had a decrease in the *unrealized* gain in market value compared to December 31, 2001.
- The increase in Miscellaneous revenue was primarily due to an increase in compensation for damages and false alarms.

The following schedule presents a summary of the General Fund expenditures, the increases and decreases, and percent of total in relation to the prior year on a GAAP basis.

Expenditures:	2001	2002	Increase (Decrease) From 2001	Percent of Total	Percent of Increase (Decrease)
Current Operations and Maintenance:					
Security of Persons and Property	\$7,343,159	\$8,374,154	\$1,030,995	48.17%	14.04%
Public Health	64,476	43,072	(21,404)	0.25%	-33.20%
Community Development	1,873,543	2,037,680	164,137	11.72%	8.76%
Basic Utility Services	189,730	308,077	118,347	1.77%	62.38%
General Government	6,710,260	6,618,746	(91,514)	38.08%	-1.36%
Debt Service	1,492	1,492	0	0.01%	0.00%
Totals	<u>\$16,182,660</u>	<u>\$17,383,221</u>	<u>\$1,200,561</u>	<u>100.00%</u>	<u>7.42%</u>

#### EXPENDITURE VARIANCES

- Security of Persons and Property expenditures increased in 2002 due to an increase in personnel.
- Expenditures for Public Health decreased during 2002 due to a reduction in contract mowing, and building improvements done in 2001, but not in 2002.
- The Basic Utility Services increase in 2002 was due to the cost of a storm water management study and increased personnel costs.

**Special Revenue Funds:** The Special Revenue Funds are used to account for certain revenue sources which are restricted by law or are used for expenditures for specific purposes. All Special Revenue Funds are subject to an annual budget. The Special Revenue Funds include Fire Operating, Street Maintenance, State Highway, DARE, Permissive Motor Vehicle License, Hotel Tax, Cable TV Franchise Fee, OMVI Education, Tax Incentive/Redistribution, Parks and Recreation, Parks and Recreation Income Tax Operating, Parks and Recreation Income Tax Allocation, Criminal Activity Forfeiture, Drug Enforcement, Mayor's Operating, Community Transportation, and Mayor's Court Computer Funds. The Hotel Tax Fund has a deficit fund balance of \$10,822 at December 31, 2002 because advances from other funds are classified as a liability on the balance sheet as opposed to being classified as revenue. As the advance is repaid, the deficit will be eliminated.

**Debt Service Funds:** The Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term and special assessment debt principal and interest.

**Capital Projects Funds:** The Capital Projects Funds account for all major capital improvement projects undertaken by the City, including the construction of water and sewer lines when part of a larger project and financed by grants. The primary sources for financing are operating transfers from the General Fund, general obligation debt proceeds, interest earned on the proceeds, and various development fees. The Cleveland Avenue Extension Improvement Fund has a deficit fund balance of \$791,497 at December 31, 2002 because advances from other funds are classified as a liability on the balance sheet as opposed to being classified as revenue. As the advance is repaid, the deficit will be eliminated.

**Enterprise Funds:** The City enterprise activities are comprised of four separate utilities; water filtration and distribution, sewage collection, refuse collection services, and electric distribution. In addition, the City operates a swimming pool facility. These activities are financed and operated in a manner similar to private business enterprises; the City's intent is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or that it has been decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The Swimming Pool Fund had a net loss of \$101,143, while the Water, Sewer, Refuse and Electric Funds had net incomes of \$1,872,106, \$19,239, \$3,797 and \$2,746,905, respectively, for the year ended December 31, 2002. User charges are reviewed annually and increases, if necessary, are approved by Council. The Water and Electric Funds had general obligation bonds outstanding as of December 31, 2002, in the amount of \$5,310,000 and \$3,159,995, respectively.

**Internal Service Funds:** The internal service funds are used to account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City internal service activities are the City garage, which provides maintenance and repairs to all City vehicles, and self-insurance.

**Agency Funds:** The Agency funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and other funds. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

**Debt Administration:** At December 31, 2002, the City's outstanding general obligation bonded debt was \$35,340,000, of which \$8,469,995 is payable from the enterprise funds. The City continues to maintain a double A rating from Moody's Investor Services on its debt. Under State statutes, the City's debt limitation is 10.5 percent of the total assessed property valuation. As of December 31, 2002, the City's net debt of \$26,783,570 was well below the legal limit of \$92,327,355, and net general obligation bonded debt per capita payable from property taxes equaled \$735.11.

The City's bonded indebtedness decreased from the December 31, 2001 balance of \$37,360,000 to \$35,340,000 at December 31, 2002, which consisted of payments of \$1,985,000 and \$35,000 on general obligation and special assessment bonds, respectively. General obligation bonds are retired with operating revenues of the Water and Electric Enterprise Funds and property tax revenues received in the General Bond Retirement Debt Service Fund. Special Assessment Bonds are retired with the assessments applied against specific benefitted property owners. All special assessment bonds were fully retired as of December 31, 2002. Interest rates on the bonds currently outstanding vary from 3.10 percent to 7.375 percent.

**Cash and Investments:** The City's investment policy is governed by the provisions of the Codified Ordinances of the City of Westerville and the Ohio Revised Code. These statutes permit the City to invest its monies in certificates of deposit, savings accounts, obligations of the United States Government and certain agencies thereof, obligations of the State of Ohio, and repurchase agreements backed by securities of the United States Government or certain agencies thereof.

Public depositories are required by Statute to give security for all public funds on deposit. These institutions may either specifically collateralize individual accounts for amounts in excess of the deposits insured by the Federal Deposit Insurance Corporation (FDIC) or may pledge a pool of securities valued at no less than 105 percent of the market value of public monies on deposit at the institution. Repurchase agreements are secured by the specific government security acquired by the repurchase agreement. At December 31, 2002, all monies of the City were secured in accordance with the above statutory provisions.

**Risk Management:** The City is exposed to various risks of loss related to torts; theft of, damage to or destruction of assets; errors and omissions; personal injuries; and natural disasters. The City managed law enforcement liability, and public officials liability coverage on a self-insured basis. On October 1, 1997, the City established membership in the Central Ohio Risk Management Agency (CORMA) Self-Insurance Pool, Inc. Membership in CORMA enables the City to take advantage of any economies to be realized from an insurance pool with other cities and also provides the City with more control over claims than what is normally available with traditional insurance coverage.

As part of participating in CORMA, coverage is provided for up to \$10,000,000 annual aggregate per member for liability claims and \$100,000,000 for property claims. Additional coverages include: boiler and machinery - \$50,000,000 and inland marine - \$100,000,000. City retentions are \$1,000 per occurrence as well as \$1,000 if loss fund is exhausted. Pool retentions are \$25,000 for property and \$50,000 for liability. The City also maintains commercial insurance coverage for property and liabilities arising from the operation of a motor vehicle. Workers' Compensation coverage is provided by the State of Ohio and is based on a rate per \$100 of salaries.

### **Other Information**

**Independent Audit:** Included in this report is an unqualified opinion rendered on the City's financial statements for the year ended December 31, 2002, by the City's independent auditors. This year's audit was conducted by the Auditor of State of Ohio. City management plans to continue to subject the financial statements to an annual independent audit as part of the preparation of the Comprehensive Annual Financial Report. An annual audit serves to maintain and strengthen the City's accounting and budgetary controls.

**Certificate of Achievement:** The Government Finance Officers Association (GFOA) awarded a Certification of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the fiscal year ended December 31, 2001. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. This is the seventeenth consecutive year that the City has received this award. In order to be awarded a Certificate of Achievement, the must City publish an easily readable and efficiently organized comprehensive annual financial report whose contents conform to program standards. This report is required to satisfy both generally accepted accounting principles and applicable legal requirements.

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

**Acknowledgments:** This comprehensive annual financial report was prepared by the Finance Department with the efficient and dedicated services of its entire staff.

Sincerely,

John P. Winkel  
Finance Director

Margaret M. Doone, CPA  
Assistant Finance Director

## *City of Westerville, Ohio*

Elected and Appointed Officials  
As of December 31, 2002

### *Elected Officials*

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Michael Heyeck	Chair of Council
Diane C. Fosselman	Council Member, Vice Chair
Stewart L. Flaherty	Council Member, Mayor
William E. Highfield	Council Member, Vice Mayor
Anne Gonzales	Council Member
Damon E. Wetteraurer, Jr.	Council Member
Terry Winebrenner	Council Member

### *Appointed Officials*

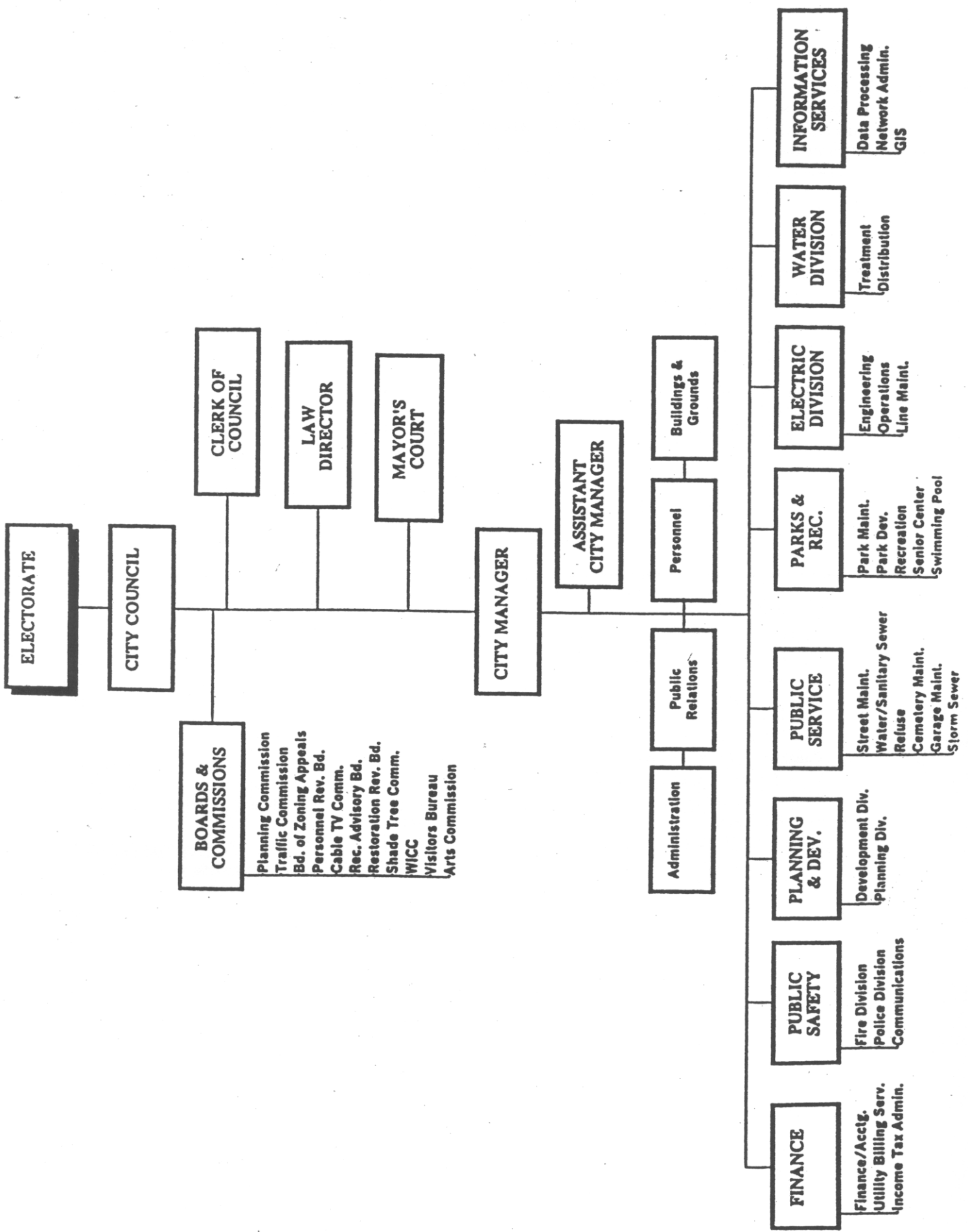
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G. David Lindimore	City Manager
Michael J. Wasyluk	Assistant City Manager
Bruce E. Bailey	Director of Law
John P. Winkel	Director of Finance
John F. Dean	Director of Public Service
Jody L. Stowers	Director of Parks and Recreation
Karl P. Craven	Director of Planning and Development
Vali Jean D. Advent (through 9/27/02)	Clerk of Council
Mary J. Johnston (began 1/13/03)	
Michael J. Clancey	Police Chief
Peter G. Wilms	Fire Chief
Andrew M. Boatright	Electric Utility Manager
Richard C. Lorenz	Water Plant Superintendent

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CITY OF WESTERVILLE - ORGANIZATIONAL CHART



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# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Westerville,  
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.



*William Patrick Bate*

President

*Jeffrey R. Emer*

Executive Director

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**Auditor of State  
Betty Montgomery**

**INDEPENDENT ACCOUNTANTS' REPORT**

City of Westerville  
21 South State Street  
Westerville, Ohio 43081

To the Members of City Council:

We have audited the accompanying general-purpose financial statements of the City of Westerville, Franklin County, Ohio, (the City) 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 financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Westerville, Franklin County, Ohio, as of December 31, 2002, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 12, 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.

The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for additional analysis and are not a required part of the general-purpose financial statements. We subjected this information to the auditing procedures applied in the audit of the general-purpose financial statements. In our opinion, it is fairly stated in all material respects, in relation to the general-purpose financial statements taken as a whole.

We did not audit the data included in the introductory and statistical sections of this report and therefore express no opinion thereon.

A handwritten signature in black ink that reads "Betty Montgomery".

**BETTY MONTGOMERY**  
Auditor of State of Ohio

June 12, 2003

35 N. Fourth St. / Second Floor / Columbus, OH 43215  
Telephone: (614) 466-3402 (800) 443-9275 Fax: (614) 728-7199  
[www.auditor.state.oh.us](http://www.auditor.state.oh.us)

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**City of Westerville, Ohio**  
 Combined Balance Sheet  
 All Fund Types and Account Groups  
 As of December 31, 2002

<u>Assets and Other Debits</u>	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$18,868,062	\$10,734,121	\$86,435	\$12,061,455
Cash with Fiscal and Escrow Agents	0	400,079	8,992	0
<u>Receivables:</u>				
Taxes	4,951,281	8,856,289	394,216	0
Accounts (net of allowance for uncollectable accounts)	52,099	81,324	0	0
Intergovernmental	1,665,000	717,239	0	0
Special Assessments	0	0	1,195	0
Accrued Interest	631,950	28,179	0	4,689
Interfund Receivable	31,164	2,740	0	0
Materials and Supplies Inventory	165,243	254,384	0	0
Prepaid Items	213,750	0	0	0
Inventory of Land for Resale	1,025,730	0	0	0
Advances to Other Funds	2,813,000	12,937	0	0
Water Rights (net of accumulated amortization)	0	0	0	0
Fixed Assets (net of accumulated depreciation)	0	0	0	0
<u>Other Debits:</u>				
Amount Available in Debt Service Fund for Retirement of General Obligation Bonds	0	0	0	0
Amount to be Provided from General Government Resources	0	0	0	0
<b>Total Assets and Other Debits</b>	<b>\$30,417,279</b>	<b>\$21,087,292</b>	<b>\$490,838</b>	<b>\$12,066,144</b>



Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Agency	General Fixed Assets	General Long-Term Obligations	
\$30,679,180	\$598,104	\$1,385,661	\$0	\$0	\$74,413,018
641	0	41,714	0	0	451,426
0	0	704	0	0	14,202,490
4,780,909	0	0	0	0	4,914,332
78,000	0	0	0	0	2,460,239
287,404	0	0	0	0	288,599
127,548	5,207	0	0	0	797,573
0	0	13,543	0	0	47,447
1,361,884	22,274	0	0	0	1,803,785
0	0	0	0	0	213,750
0	0	0	0	0	1,025,730
0	0	0	0	0	2,825,937
1,561,847	0	0	0	0	1,561,847
74,584,160	272,798	0	46,604,290	0	121,461,248
0	0	0	0	86,435	86,435
0	0	0	0	29,942,618	29,942,618
<u>\$113,461,573</u>	<u>\$898,383</u>	<u>\$1,441,622</u>	<u>\$46,604,290</u>	<u>\$30,029,053</u>	<u>\$256,496,474</u>

(Continued)

**City of Westerville, Ohio**  
 Combined Balance Sheet  
 All Fund Types and Account Groups  
 As of December 31, 2002  
 (Continued)

<b>Liabilities, Fund Equity and Other Credits</b>	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<b><u>Liabilities:</u></b>				
Accounts Payable	\$222,644	\$203,732	\$0	\$71,427
Contracts Payable	0	4,226	0	559,134
Interfund Payable	0	0	0	0
Accrued Wages	240,424	217,652	0	0
Compensated Absences Payable	164,599	104,914	0	0
Retainage Payable	0	25,867	0	442,497
Intergovernmental Payable	115,579	84,395	0	0
Deferred Revenue	5,453,969	9,162,332	395,411	0
Undistributed Monies	11,094	0	0	0
Deposits Held and Due to Others	0	0	0	0
Payroll Withholdings	0	0	0	0
Matured Bonds Payable	0	0	5,000	0
Matured Interest Payable	0	0	3,992	0
Accrued Interest Payable	0	0	0	0
Notes Payable	0	0	0	0
Advances from Other Funds	0	12,937	0	1,823,000
Police Pension Liability Payable	0	0	0	0
ODNR Debt Payable	0	0	0	0
General Obligation Bonds Payable (Net, Where Applicable, of Loss on Refunding)	0	0	0	0
<b>Total Liabilities</b>	<b>6,208,309</b>	<b>9,816,055</b>	<b>404,403</b>	<b>2,896,058</b>
<b><u>Fund Equity and Other Credits:</u></b>				
Investment in General Fixed Assets	0	0	0	0
Contributed Capital	0	0	0	0
Retained Earnings:				
Reserved for Plant Improvement and Replacement	0	0	0	0
Unreserved	0	0	0	0
Fund Balance:				
Reserved for Encumbrances	249,975	655,574	0	1,731,796
Reserved for Inventory	165,243	254,384	0	0
Reserved for Fixed Assets Held for Resale	1,025,730	0	0	0
Reserved for Advances	2,813,000	12,937	0	0
Reserved for Unclaimed Monies	28,020	0	0	0
Unreserved	19,927,002	10,348,342	86,435	7,438,290
<b>Total Fund Equity and Other Credits</b>	<b>24,208,970</b>	<b>11,271,237</b>	<b>86,435</b>	<b>9,170,086</b>
<b>Total Liabilities, Fund Equity and Other Credits</b>	<b>\$30,417,279</b>	<b>\$21,087,292</b>	<b>\$490,838</b>	<b>\$12,066,144</b>

See Accompanying Notes to the General Purpose Financial Statements

Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Agency	General Fixed Assets	General Long-Term Obligations	
\$1,557,116	\$123,296	\$704	\$0	\$0	\$2,178,919
215,993	0	0	0	0	779,353
12,883	660	33,904	0	0	47,447
95,072	4,871	0	0	0	558,019
735,420	53,019	0	0	2,678,241	3,736,193
115,907	0	0	0	0	584,271
807,018	2,181	351,199	0	62,069	1,422,441
380,726	0	0	0	0	15,392,438
0	0	0	0	0	11,094
30,647	0	128,922	0	0	159,569
0	0	926,893	0	0	926,893
0	0	0	0	0	5,000
641	0	0	0	0	4,633
155,015	0	0	0	0	155,015
0	0	0	0	394,687	394,687
990,000	0	0	0	0	2,825,937
0	0	0	0	24,051	24,051
1,944,810	0	0	0	0	1,944,810
8,283,716	0	0	0	26,870,005	35,153,721
15,324,964	184,027	1,441,622	0	30,029,053	66,304,491
0	0	0	46,604,290	0	46,604,290
27,273,352	31,140	0	0	0	27,304,492
176,417	0	0	0	0	176,417
70,686,840	683,216	0	0	0	71,370,056
0	0	0	0	0	2,637,345
0	0	0	0	0	419,627
0	0	0	0	0	1,025,730
0	0	0	0	0	2,825,937
0	0	0	0	0	28,020
0	0	0	0	0	37,800,069
98,136,609	714,356	0	46,604,290	0	190,191,983
\$113,461,573	\$898,383	\$1,441,622	\$46,604,290	\$30,029,053	\$256,496,474

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**City of Westerville, Ohio**

Combined Statement of Revenues, Expenditures and Changes in Fund Balances

All Governmental Fund Types

For the Year Ended December 31, 2002

	General	Special Revenue	Debt Service	Capital Projects	Totals (Memorandum Only)
<u>Revenues:</u>					
Property Taxes	\$2,495,841	\$5,148,136	\$362,628	\$0	\$8,006,605
Municipal Income Tax	13,784,049	3,260,351	0	0	17,044,400
Other Local Taxes	0	58,460	0	0	58,460
Intergovernmental	4,789,154	3,213,150	43,331	504,304	8,549,939
Charges for Services	387,924	2,362,242	0	0	2,750,166
Fees, Licenses and Permits	731,440	369,269	0	69,175	1,169,884
Fines and Forfeitures	384,286	119,493	0	0	503,779
Special Assessments	0	0	67,805	0	67,805
Interest	2,941,591	132,078	0	97,536	3,171,205
Net Decrease in Fair Value	(273,996)	(40,441)	0	(8,687)	(323,124)
Miscellaneous	117,808	83,929	1,178	61,365	264,280
<b>Total Revenues</b>	<b>25,358,097</b>	<b>14,706,667</b>	<b>474,942</b>	<b>723,693</b>	<b>41,263,399</b>
<u>Expenditures:</u>					
Current Operations and Maintenance					
Security of Persons and Property	8,374,154	7,866,513	0	0	16,240,667
Public Health	43,072	0	0	0	43,072
Leisure Time Activities	0	5,225,703	0	0	5,225,703
Community Development	2,037,680	0	0	0	2,037,680
Basic Utility Services	308,077	0	0	0	308,077
Transportation	0	1,645,043	0	0	1,645,043
General Government	6,618,746	648,412	0	0	7,267,158
Capital Outlay	0	0	0	6,723,329	6,723,329
Debt Service					
Police Pension Principal	455	0	0	0	455
Principal Retirement	0	0	1,436,715	98,672	1,535,387
Interest and Fiscal Charges	1,037	0	1,321,954	0	1,322,991
<b>Total Expenditures</b>	<b>17,383,221</b>	<b>15,385,671</b>	<b>2,758,669</b>	<b>6,822,001</b>	<b>42,349,562</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>7,974,876</b>	<b>(679,004)</b>	<b>(2,283,727)</b>	<b>(6,098,308)</b>	<b>(1,086,163)</b>
<u>Other Financing Sources (Uses):</u>					
Proceeds from Disposition of Fixed Assets	0	13,696	0	0	13,696
Operating Transfers - In	0	3,283,733	2,319,131	5,635,500	11,238,364
Operating Transfers - Out	(9,174,499)	(2,263,865)	0	0	(11,438,364)
<b>Total Other Financing Sources (Uses)</b>	<b>(9,174,499)</b>	<b>1,033,564</b>	<b>2,319,131</b>	<b>5,635,500</b>	<b>(186,304)</b>
<b>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</b>	<b>(1,199,623)</b>	<b>354,560</b>	<b>35,404</b>	<b>(462,808)</b>	<b>(1,272,467)</b>
<b>Fund Balances at Beginning of Year - Restated (Note 2)</b>	<b>25,438,926</b>	<b>10,931,647</b>	<b>51,031</b>	<b>9,632,894</b>	<b>46,054,498</b>
<b>Decrease in Reserve for Inventory</b>	<b>(30,333)</b>	<b>(14,970)</b>	<b>0</b>	<b>0</b>	<b>(45,303)</b>
<b>Fund Balances at End of Year</b>	<b>\$24,208,970</b>	<b>\$11,271,237</b>	<b>\$86,435</b>	<b>\$9,170,086</b>	<b>\$44,736,728</b>

See Accompanying Notes to the General Purpose Financial Statements

**City of Westerville, Ohio**  
 Combined Statement of Revenues, Expenditures, and Changes in  
 Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual  
 All Governmental Fund Types  
 For The Year Ended December 31, 2002

	General			Variance Favorable (Unfavorable)
	Original Budget	Final Budget	Actual	
<u>Revenues:</u>				
Property Taxes	\$2,461,342	\$2,494,171	\$2,495,841	\$1,670
Municipal Income Tax	12,321,152	13,617,000	13,772,419	155,419
Other Local Taxes	0	0	0	0
Intergovernmental	3,879,989	4,738,957	4,729,564	(9,393)
Charges for Services	567,423	360,655	363,180	2,525
Fees, Licenses and Permits	268,284	712,030	726,397	14,367
Fines and Forfeitures	339,314	380,464	380,464	0
Special Assessments	0	0	0	0
Interest	2,262,090	3,000,000	3,083,220	83,220
Miscellaneous	41,984	119,089	117,883	(1,206)
<b>Total Revenues</b>	<b>22,141,578</b>	<b>25,422,366</b>	<b>25,668,968</b>	<b>246,602</b>
<u>Expenditures:</u>				
Current Operations and Maintenance				
Security of Persons and Property	9,333,649	9,316,061	8,362,336	953,725
Public Health	58,812	56,627	46,249	10,378
Leisure Time Activities	0	0	0	0
Community Development	2,270,749	2,244,716	2,086,133	158,583
Basic Utility Services	360,488	350,411	310,183	40,228
Transportation	0	0	0	0
General Government	7,651,765	7,782,611	6,899,528	883,083
Capital Outlay	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
<b>Total Expenditures</b>	<b>19,675,463</b>	<b>19,750,426</b>	<b>17,704,429</b>	<b>2,045,997</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>2,466,115</b>	<b>5,671,940</b>	<b>7,964,539</b>	<b>2,292,599</b>
<u>Other Financing Sources (Uses):</u>				
Proceeds From Disposition of Fixed Assets	243,000	0	0	0
Advances - In	158,700	158,700	158,700	0
Advances - Out	0	0	0	0
Operating Transfers - In	0	0	0	0
Operating Transfers - Out	(9,162,999)	(9,174,499)	(9,174,499)	0
<b>Total Other Financing Sources (Uses)</b>	<b>(8,761,299)</b>	<b>(9,015,799)</b>	<b>(9,015,799)</b>	<b>0</b>
<b>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</b>	<b>(6,295,184)</b>	<b>(3,343,859)</b>	<b>(1,051,260)</b>	<b>2,292,599</b>
Fund Balances at Beginning of Year	17,435,854	17,435,854	17,435,854	0
Prior Year Encumbrances Carried Over	618,323	618,323	618,323	0
<b>Fund Balances at End of Year</b>	<b>\$11,758,993</b>	<b>\$14,710,318</b>	<b>\$17,002,917</b>	<b>\$2,292,599</b>

Special Revenue

Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
\$5,048,461	\$5,142,342	\$5,148,136	\$5,794
3,200,000	3,200,000	3,257,444	57,444
72,000	59,706	59,707	1
2,900,044	3,167,968	2,959,256	(208,712)
1,805,566	2,158,345	2,361,745	203,400
345,277	384,510	385,497	987
0	119,195	119,421	226
0	0	0	0
51,000	138,170	151,191	13,021
0	82,209	82,714	505
<u>13,422,348</u>	<u>14,452,445</u>	<u>14,525,111</u>	<u>72,666</u>
8,130,633	8,193,369	7,934,751	258,618
0	0	0	0
6,166,056	6,628,406	5,714,936	913,470
0	0	0	0
0	0	0	0
2,367,423	2,287,523	2,008,263	279,260
365,673	691,693	656,800	34,893
0	0	0	0
0	0	0	0
0	0	0	0
<u>17,029,785</u>	<u>17,800,991</u>	<u>16,314,750</u>	<u>1,486,241</u>
<u>(3,607,437)</u>	<u>(3,348,546)</u>	<u>(1,789,639)</u>	<u>1,558,907</u>
0	13,696	13,696	0
0	17,725	12,937	(4,788)
(53,700)	(75,425)	(66,637)	8,788
3,029,399	3,283,733	3,283,733	0
<u>(2,263,865)</u>	<u>(2,263,865)</u>	<u>(2,263,865)</u>	<u>0</u>
<u>711,834</u>	<u>975,864</u>	<u>979,864</u>	<u>4,000</u>
(2,895,603)	(2,372,682)	(809,775)	1,562,907
9,686,532	9,686,532	9,686,532	0
928,860	928,860	928,860	0
<u>\$7,719,789</u>	<u>\$8,242,710</u>	<u>\$9,805,617</u>	<u>\$1,562,907</u>

(Continued)

*City of Westerville, Ohio*  
 Combined Statement of Revenues, Expenditures, and Changes in  
 Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual  
 All Governmental Fund Types  
 For The Year Ended December 31, 2002  
 (Continued)

	Debt Service			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>				
Property Taxes	\$415,840	\$362,414	\$362,628	\$214
Municipal Income Tax	0	0	0	0
Other Local Taxes	0	0	0	0
Intergovernmental	43,331	43,331	43,331	0
Charges for Services	0	0	0	0
Fees, Licenses and Permits	0	0	0	0
Fines and Forfeitures	0	0	0	0
Special Assessments	39,288	67,804	67,805	1
Interest	0	0	0	0
Miscellaneous	0	1,178	1,178	0
<b>Total Revenues</b>	<b>498,459</b>	<b>474,727</b>	<b>474,942</b>	<b>215</b>
<u>Expenditures:</u>				
Current Operations and Maintenance				
Security of Persons and Property	0	0	0	0
Public Health	0	0	0	0
Leisure Time Activities	0	0	0	0
Community Development	0	0	0	0
Basic Utility Services	0	0	0	0
Transportation	0	0	0	0
General Government	0	0	0	0
Capital Outlay	0	0	0	0
Debt Service:				
Principal Retirement	1,436,715	1,436,715	1,436,715	0
Interest and Fiscal Charges	1,321,955	1,321,955	1,321,954	1
<b>Total Expenditures</b>	<b>2,758,670</b>	<b>2,758,670</b>	<b>2,758,669</b>	<b>1</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(2,260,211)</b>	<b>(2,283,943)</b>	<b>(2,283,727)</b>	<b>216</b>
<u>Other Financing Sources (Uses):</u>				
Proceeds From Disposition of Fixed Assets	0	0	0	0
Advances - In	0	0	0	0
Advances - Out	0	0	0	0
Operating Transfers - In	2,319,131	2,319,131	2,319,131	0
Operating Transfers - Out	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>2,319,131</b>	<b>2,319,131</b>	<b>2,319,131</b>	<b>0</b>
<b>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</b>	<b>58,920</b>	<b>35,188</b>	<b>35,404</b>	<b>216</b>
Fund Balances at Beginning of Year	51,031	51,031	51,031	0
Prior Year Encumbrances Carried Over	0	0	0	0
<b>Fund Balances at End of Year</b>	<b>\$109,951</b>	<b>\$86,219</b>	<b>\$86,435</b>	<b>\$216</b>

See Accompanying Notes to the General Purpose Financial Statements



Capital Projects

Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$0
0	0	0	0
0	0	0	0
0	504,303	504,304	1
0	0	0	0
0	65,575	69,175	3,600
0	0	0	0
0	0	0	0
0	68,000	101,719	33,719
0	61,365	61,365	0
0	699,243	736,563	37,320
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
6,388,422	13,551,038	11,183,774	2,367,264
0	98,672	98,672	0
0	0	0	0
6,388,422	13,649,710	11,282,446	2,367,264
(6,388,422)	(12,950,467)	(10,545,883)	2,404,584
0	0	0	0
0	0	0	0
0	0	0	0
1,515,000	5,635,500	5,635,500	0
0	0	0	0
1,515,000	5,635,500	5,635,500	0
(4,873,422)	(7,314,967)	(4,910,383)	2,404,584
7,814,371	7,814,371	7,814,371	0
6,388,422	6,388,422	6,388,422	0
\$9,329,371	\$6,887,826	\$9,292,410	\$2,404,584

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**City of Westerville, Ohio**  
 Combined Statement of Revenues, Expenses and Changes in Fund Equity  
 All Proprietary Fund Types  
 For the Year Ended December 31, 2002

	Enterprise	Internal Service	Totals (Memorandum Only)
<u>Operating Revenues:</u>			
Charges for Services	\$31,141,241	\$510,646	\$31,651,887
Tap-In Fees	18,525	0	18,525
Other Operating Revenues	90,228	4,761	94,989
Total Operating Revenues	<u>31,249,994</u>	<u>515,407</u>	<u>31,765,401</u>
<u>Operating Expenses:</u>			
Personal Services	4,843,866	251,159	5,095,025
Contractual Services	19,485,883	420,523	19,906,406
Materials and Supplies	694,937	223,561	918,498
Other	77,478	40,061	117,539
Depreciation and Amortization	3,024,626	21,397	3,046,023
Total Operating Expenses	<u>28,126,790</u>	<u>956,701</u>	<u>29,083,491</u>
Operating Income (Loss)	<u>3,123,204</u>	<u>(441,294)</u>	<u>2,681,910</u>
<u>Non-Operating Revenues (Expenses):</u>			
Donations From Developers	357,416	0	357,416
Grants	106,921	0	106,921
Loss on Disposal of Fixed Assets	(67,530)	0	(67,530)
Interest Income	320,853	22,614	343,467
Interest and Fiscal Charges	(542,593)	0	(542,593)
Net Increase (Decrease) in Fair Value	64,758	(4,186)	60,572
Underground Lines and Capacity Charges	1,227,875	0	1,227,875
Total Non-Operating Revenues (Expenses)	<u>1,467,700</u>	<u>18,428</u>	<u>1,486,128</u>
Income (Loss) Before Operating Transfers	4,590,904	(422,866)	4,168,038
Operating Transfers - In	0	250,000	250,000
Operating Transfers - Out	(50,000)	0	(50,000)
Net Income (Loss)	<u>4,540,904</u>	<u>(172,866)</u>	<u>4,368,038</u>
Retained Earnings at Beginning of Year - Restated (Note 2)	66,322,353	856,082	67,178,435
Retained Earnings at End of Year	70,863,257	683,216	71,546,473
Contributed Capital at Beginning and End of Year	27,273,352	31,140	27,304,492
Total Fund Equity at End of Year	<u>\$98,136,609</u>	<u>\$714,356</u>	<u>\$98,850,965</u>

See Accompanying Notes to the General Purpose Financial Statements

**City of Westerville, Ohio**  
 Combined Statement of Revenues, Expenses, and Changes in  
 Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual  
 All Proprietary Fund Types  
 For The Year Ended December 31, 2002

	Enterprise			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>				
Charges for Services	\$32,875,878	\$29,765,476	\$30,571,844	\$806,368
Tap-In Fees	20,000	18,225	18,525	300
Underground Line Charge	11,744	6,800	7,200	400
Capacity Charges	400,000	1,204,475	1,220,675	16,200
Assessments	3,500	2,100	1,743	(357)
Other Charges	13,808	24,477	24,952	475
Sale of Fixed Assets	0	1,788	1,789	1
Sale of Meters	40,000	37,350	38,330	980
Interest	0	1,716,617	1,723,186	6,569
Grants	96,820	106,921	106,921	0
Miscellaneous	38,624	77,445	79,627	2,182
<b>Total Revenues</b>	<b>33,500,374</b>	<b>32,961,674</b>	<b>33,794,792</b>	<b>833,118</b>
<u>Expenses:</u>				
Personal Services	5,214,563	5,214,563	4,784,814	429,749
Supplies and Materials	1,141,250	1,095,718	781,782	313,936
Other Services and Charges	22,985,629	22,420,118	21,869,478	550,640
Capital Outlay	10,829,817	10,357,468	8,539,233	1,818,235
Other	0	0	0	0
Debt Service:				
Principal Retirement	583,285	583,285	583,285	0
Interest and Other Charges	461,333	525,053	525,052	1
ODNR Debt	96,577	32,857	32,856	1
<b>Total Expenses</b>	<b>41,312,454</b>	<b>40,229,062</b>	<b>37,116,500</b>	<b>3,112,562</b>
Excess of Revenues Over (Under) Expenses	(7,812,080)	(7,267,388)	(3,321,708)	3,945,680
Advances - Out	(105,000)	(105,000)	(105,000)	0
Operating Transfers - In	386,662	326,662	326,662	0
Operating Transfers - Out	(326,662)	(376,662)	(376,662)	0
Excess of Revenues Over (Under) Expenses, Advances and Transfers	(7,857,080)	(7,422,388)	(3,476,708)	3,945,680
Fund Balances at Beginning of Year	22,031,296	22,031,296	22,031,296	0
Prior Year Encumbrances Carried Over	7,685,780	7,685,780	7,685,780	0
<b>Fund Balances at End of Year</b>	<b>\$21,859,996</b>	<b>\$22,294,688</b>	<b>\$26,240,368</b>	<b>\$3,945,680</b>

See Accompanying Notes to the General Purpose Financial Statements

Internal Service

Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
\$673,737	\$618,478	\$477,018	(\$141,460)
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
0	28,356	33,628	5,272
0	0	0	0
0	0	0	0
0	23,000	24,689	1,689
0	0	0	0
3,813	4,739	4,761	22
677,550	674,573	540,096	(134,477)
315,580	315,580	275,900	39,680
310,356	297,594	238,619	58,975
157,249	522,007	488,958	33,049
25,499	34,014	31,180	2,834
0	40,063	40,061	2
0	0	0	0
0	0	0	0
0	0	0	0
808,684	1,209,258	1,074,718	134,540
(131,134)	(534,685)	(534,622)	63
0	0	0	0
0	250,000	250,000	0
0	0	0	0
(131,134)	(284,685)	(284,622)	63
567,032	567,032	567,032	0
134,724	134,724	134,724	0
\$570,622	\$417,071	\$417,134	\$63

**City of Westerville, Ohio**  
 Combined Statement of Cash Flows  
 All Proprietary Fund Types  
 For The Year Ended December 31, 2002

	Enterprise	Internal Service	Totals (Memorandum Only)
<u>Increases (Decreases) in Cash and Cash Equivalents:</u>			
<u>Cash Flows From Operating Activities:</u>			
Cash Received from Customers	\$30,164,977	\$0	\$30,164,977
Cash Received from Quasi-External Operating Transactions with Other Funds	446,940	477,018	923,958
Cash Payments for Personal Services	(4,780,407)	(275,900)	(5,056,307)
Cash Payments for Materials and Supplies	(652,097)	(215,990)	(868,087)
Cash Payments for Other Services and Charges	(19,165,900)	(25,645)	(19,191,545)
Cash Payments for Quasi-External Operating Transactions with Other Funds	(263,271)	(3,229)	(266,500)
Cash Payments for Claims	0	(377,221)	(377,221)
Cash Received From Operating Portion of Tap-in Fees	18,525	0	18,525
Other Operating Revenues	80,186	38,389	118,575
Underground Lines and Capacity Charges	1,227,875	0	1,227,875
Deposits Received	24,393	0	24,393
Deposits Refunded/Applied	(22,685)	0	(22,685)
Net Cash Provided By (Used for) Operating Activities	7,078,536	(382,578)	6,695,958
<u>Cash Flows From Non-Capital Financing Activities:</u>			
Operating Grants	106,921	0	106,921
Advance from Other Funds	(105,000)	0	(105,000)
Transfers from Other Funds	0	250,000	250,000
Transfers to Other Funds	(50,000)	0	(50,000)
Net Cash Provided by (Used for) Non-Capital Financing Activities	(48,079)	250,000	201,921
<u>Cash Flows From Capital And Related Financing Activities:</u>			
Acquisition and Construction of Capital Assets	(6,716,529)	(7,045)	(6,723,574)
Proceeds From the Sale of Assets	1,789	0	1,789
Principal Paid on General Obligation Bonds	(583,285)	0	(583,285)
Interest Paid on General Obligation Bonds	(461,332)	0	(461,332)
Principal Paid on ODNR Debt	(32,856)	0	(32,856)
Interest Paid on ODNR Debt	(63,720)	0	(63,720)
Net Cash Used For Capital and Related Financing Activities	(7,855,933)	(7,045)	(7,862,978)
<u>Cash Flows From Investing Activities:</u>			
Increase in Fair Value	64,758	0	64,758
Proceeds From the Sale of Investments	3,063,785	0	3,063,785
Decrease in Fair Value of Cash Equivalents	0	(4,186)	(4,186)
Interest	311,659	24,689	336,348
Net Cash Provided By Investing Activities	3,440,202	20,503	3,460,705
Net Increase (Decrease) In Cash And Cash Equivalents	2,614,726	(119,120)	2,495,606
Cash And Cash Equivalents At Beginning of Year	28,065,095	717,224	28,782,319
Cash And Cash Equivalents At End of Year	\$30,679,821	\$598,104	\$31,277,925

(Continued)

**City of Westerville, Ohio**  
 Combined Statement of Cash Flows  
 All Proprietary Fund Types  
 For The Year Ended December 31, 2002  
 (Continued)

	Enterprise	Internal Service	Totals (Memorandum Only)
<u>Reconciliation Of Operating Income (Loss) To</u>			
<u>Net Cash Provided By (Used for) Operating Activities:</u>			
Operating Income (Loss)	\$3,123,204	(\$441,294)	\$2,681,910
<u>Adjustments To Reconcile Operating Income (Loss)</u>			
<u>To Net Cash Provided By (Used for) Operating Activities:</u>			
Depreciation and Amortization	3,024,626	21,397	3,046,023
Change in Provision for Uncollectable Accounts Receivable	11,762	0	11,762
Adjustment for Underground Lines and Capacity Charges	1,227,875	0	1,227,875
<u>Changes in Assets and Liabilities:</u>			
Increase in Accounts Receivable	(451,774)	0	(451,774)
Decrease in Material and Supplies Inventory	31,576	2,146	33,722
Increase in Accounts Payable	46,284	59,914	106,198
Decrease in Contracts Payable	(25,216)	0	(25,216)
Increase in Interfund Payables	2,473	52	2,525
Increase in Accrued Wages	18,252	381	18,633
Increase (Decrease) in Compensated Absences	14,339	(25,938)	(11,599)
Increase in Intergovernmental Payable	52,618	764	53,382
Decrease in Deferred Revenue	4,225	0	4,225
Decrease in Deposits Held and Due to Others	(1,708)	0	(1,708)
Net Cash Provided By (Used for) Operating Activities	<u>\$7,078,536</u>	<u>(\$382,578)</u>	<u>\$6,695,958</u>
<u>Noncash Investing, Capital, and Financing Activities:</u>			
Trade-In Allowance of Equipment and Vehicles	\$29,000	\$0	\$29,000
Service Lines Donated by Developers and Capitalized at Fair Market Value	357,416	0	357,416
Net Change in Fair Value	(1,411,527)	0	(1,411,527)
Total Noncash Investing, Capital, and Financing Activities	<u>(\$1,025,111)</u>	<u>\$0</u>	<u>(\$1,025,111)</u>

See Accompanying Notes to the General Purpose Financial Statements

***City of Westerville, Ohio***  
Notes To The General Purpose Financial Statements  
For The Year Ended December 31, 2002

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

The financial statements of the City of Westerville have been prepared in conformity with generally accepted accounting principles (GAAP) as applies to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The City also applies Financial Accounting Standards Board Statements and Interpretations issued before November 30, 1989, to its proprietary activities provided they do not conflict with or contradict GASB pronouncements. The more significant of the City's accounting policies are described below.

**A. CITY GOVERNMENT AND REPORTING ENTITY**

The City of Westerville is a home rule municipal corporation established under the laws of the State of Ohio and operates under its own Charter. The current Charter, which provides for a Council-City Manager form of government, was adopted in 1964.

The legislative authority is vested in a seven member council all of whom are elected at-large for staggered four year terms. The presiding officer is the chairman, who is elected by the Council for a two year term. Council enacts ordinances and resolutions relating to tax levies, city services, and licensing, appropriates and borrows money, and accepts bids for materials and services and other municipal purposes. The Council also elects one of its members to serve as Mayor who is the ceremonial head of the City and exercises the judicial powers granted to the mayor of a municipality under State law. The Council also appoints a City Manager.

The City Manager is the chief executive officer of the City. The City Manager supervises the administration of all departments and appoints their directors and all other employees in accordance with civil service requirements.

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are fairly presented and complete. The primary government of the City consists of all funds, departments, boards and commissions that are not legally separate from the City. The City departments include a public safety department, a public service department, (street maintenance, sanitation services, and storm sewer), a parks and recreation department, a planning and zoning department, utility departments including water, sewer, refuse, and electric, and a staff to provide support (i.e., payroll processing, accounts payable, and revenue collection) to the service providers.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can



Notes To The General Purpose Financial Statements  
(Continued)

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

otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations for which the City approves the budget, the issuance of debt or the levying of taxes. The City has no blended or discretely presented component units.

The Westerville Mayor's Court which provides judicial services is included as an agency fund in the City's financial statements. The Mayor is an elected City Official who has a fiduciary responsibility for the collection and distribution of the court fees and fines.

The City is associated with three organizations which are defined as a jointly governed organization, a related organization and a risk sharing pool. These organizations are the Westerville, Minerva Park, and Blendon Township Joint Hospital District, the Westerville Industry and Commerce Corporation (WICC), and the Central Ohio Risk Management Agency (CORMA) Self-Insurance Pool, Inc. These organizations are presented in Notes 17, 18 and 19 to the general purpose financial statements.

**B. BASIS OF PRESENTATION - FUND ACCOUNTING**

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 City 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. The following categories and fund types are used by the City:

Governmental Fund Types

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

Notes To The General Purpose Financial Statements  
(Continued)

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

The following are the City's governmental fund types:

General Fund: The general fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the Charter of the City of Westerville and/or the general laws of Ohio.

Special Revenue Funds: The special revenue funds are used to account for revenues derived from specific taxes, grants, or other sources (other than amounts relating to major capital projects) whose use is restricted. The uses and limitations of each special revenue fund are specified by City ordinances or federal and state statutes.

Debt Service Funds: The debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term and special assessment debt principal and interest.

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

Proprietary Fund Types

The proprietary funds are used to account for the City's ongoing organizations and activities which are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position, and cash flows. The following are the City's proprietary fund types:

Enterprise Funds: The enterprise funds are used to account for the City's water, sewer, refuse, electric and swimming pool operations. These activities are financed and operated in a manner similar to private sector business enterprises where the intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Internal Service Funds: The internal service funds are used to account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis.

Notes To The General Purpose Financial Statements  
(Continued)

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

Fiduciary Fund Type

The fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and other funds. The City has no trust funds.

Agency Funds: Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

Account Groups

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

General Fixed Assets Account Group: The general fixed assets account group is used to account for fixed assets other than those accounted for in the proprietary funds. These assets do not represent financial resources available for expenditure, but are items for which financial resources have been used and for which the City maintains accountability. They are not assets of any fund, but of the City as a whole.

General Long-Term Obligations Account Group: The general long-term obligations account group is used to account for all unmatured long-term obligations of the City that are not a specific liability of the proprietary funds.

**C. BASIS OF ACCOUNTING**

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

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

Notes To The General Purpose Financial Statements  
(Continued)

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

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.

The modified accrual basis of accounting is followed for the governmental and agency funds. The full accrual basis of accounting is followed for the proprietary funds.

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

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income tax is recognized in the year the income is earned; property taxes are recognized in the year for which the taxes are levied. (See Note 7.) Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: income taxes, interest on investments, intergovernmental revenues (including motor vehicle license fees, gasoline tax, and local government assistance), fines and forfeitures, and reimbursements due from federal and state funded projects for which corresponding expenditures are made.

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 fiscal year 2003 operations, have been recorded as deferred revenue. Grants and entitlements received before eligibility requirements are met, and payments received before services are provided, are also recorded as deferred revenue. On a modified accrual basis, receivables not collected within the available period have also been reported as deferred revenue. Deferred revenue reported in the Water and Sewer Enterprise Funds represents unpaid assessments for improvements against the benefitted property owners that will be recorded as non-operating revenue when payments are received.

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Notes To The General Purpose Financial Statements  
(Continued)

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

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

The accrual basis of accounting is used for reporting purposes by the proprietary funds. Revenues are recognized when they are earned and expenses are recorded at the time liabilities are incurred. Unbilled service charges are recognized as revenue at year-end.

**D. BUDGETS AND BUDGETARY ACCOUNTING**

The City follows these procedures in establishing the budgetary data reported in the combined financial statements:

*Tax Budget:* A tax budget of estimated revenue and expenditures for all funds is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20th of each year, for the period January 1 to December 31 of the following year. All funds, except agency funds, are legally required to be budgeted. The City's Unclaimed Monies fund is an agency fund on a cash basis and is not budgeted, but is combined with the general fund on a GAAP basis. Because the City did not anticipate or experience any activity, budgets were not prepared for the following funds: the Community Transportation Special Revenue Fund and the Safety Building Improvement, Hiawatha Avenue Improvement, Dempsey Road Improvement, McCorkle Boulevard Improvement and Spring Road Improvement Capital Projects Funds. The expressed purpose of the tax budget is to reflect the need for existing (or increased) tax rates.

*Estimated Resources:* The County Budget Commission determines if the budget substantiates a need to levy the full amount of authorized property tax rates and reviews revenue estimates. The Commission certifies its actions to the City by September 1. As part of this certification, the City receives the official certificate of estimated resources, which states the projected revenue of each fund.

On or about January 1 the certificate of estimated resources is amended to include unencumbered fund balances at December 31. Further amendments may be made during the year if the finance director determines that revenue to be collected will be greater than or less than the prior estimates, and the budget commission finds the revised estimates to be reasonable. The amounts set forth in the financial statements represent estimates from the final amended certificate issued for 2002.

Notes To The General Purpose Financial Statements  
(Continued)

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

Annual Budget: The City Manager, with the assistance of the Finance Director, submits an annual budget to Council in December. The annual budget contains an estimate of the revenues and expenditures of each fund and department of the City for the next succeeding fiscal year. As part of the process, Council holds public meetings throughout its review. The annual budget serves as the basis for appropriations (the appropriated budget) in each fund.

Appropriations: An appropriation ordinance (the appropriated budget) to control the level of expenditures for all funds except agency funds must be legally enacted on or about January 1. Appropriations may not exceed estimated resources as established in the Official Amended Certificate of Estimated Resources. Supplemental appropriations may be adopted by Council action. Amounts shown in the financial statements represent the appropriated budgeted amounts and all supplemental appropriations. Numerous supplemental appropriation measures were adopted during 2002 by Council.

The Appropriated Budget: For all funds, except agency funds, council appropriations (the legal level) are made for personal services, supplies and materials, contractual and other services, and capital outlay within each department, and also debt principal/interest payments, and transfers-out. Administrative control is maintained through the establishment of detailed line-item budgets. Appropriated funds may not be expended for purposes other than those designated in the appropriation ordinance without authority from Council. Expenditures plus encumbrances may not legally exceed appropriations at the level of appropriation adopted by Council. The appropriations set by Council must remain fixed unless amended by Council ordinance. More detailed appropriation allocations may be made by the Finance Director as long as the allocations are within Council's appropriated amount.

Encumbrances: As part of formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are encumbered and recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and determine and maintain legal compliance. On a GAAP basis, encumbrances outstanding at year-end are reported as a reservation of fund balance for subsequent year expenditures for governmental funds, and as a note disclosure for proprietary funds.

Lapsing of Appropriations: At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried over for the subsequent year's expenditures and is not reappropriated.

Notes To The General Purpose Financial Statements  
(Continued)

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

**E. CASH AND CASH EQUIVALENTS**

Cash received by the City is deposited in a central bank account. Monies for all funds, except cash held by a trustee or fiscal agent, are maintained in the account or temporarily used to purchase investments. Individual fund integrity is maintained through City records. Each fund's interest in the pool of cash and investments is presented as "Equity in Pooled Cash and Cash Equivalents" on the combined balance sheet.

During the year, investments were limited to treasury notes, treasury strips, agency securities, repurchase agreements, and STAROhio. Except for nonparticipating investment contracts, such as repurchase agreements, investments are reported at fair value which is based on quoted market prices.

The City has invested funds in the State Treasury Asset Reserve of Ohio (STAROhio) during 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.

For purposes of the Combined Statement of Cash Flows and for presentation on the Combined Balance Sheet, investments with original maturities of three months or less and investments of the cash management pool are considered to be cash equivalents.

The Westerville Mayor's Court has its own checking account for the collection and distribution of court fines and forfeitures. The City utilizes financial institutions to service bonded debt as principal and interest payments come due. The City also has permissive motor vehicle license money which is held by the Franklin County Engineer as trustee and distributed to the City for approved street projects. The balances in these accounts are presented on the combined balance sheet as "Cash with Fiscal and Escrow Agents".

Interest allocation is determined by the Ohio Constitution, State statutes, and local ordinances adopted under City Charter. Under these provisions, City funds required to receive interest allocations are: 1) those which receive proceeds from the sale of notes and/or bonds; 2) special tax levy funds; 3) the Self-Insurance Internal Service Fund; 4) Recreation Capital Improvement Capital Projects Fund; 5) the DARE Special Revenue Fund; 6) the Criminal Activity Forfeiture Special Revenue Fund; 7) the Drug Enforcement Special Revenue Fund; and 8) the Water Enterprise Fund. All remaining interest is credited to the general fund. Interest revenue credited to the general fund during 2002 amounted to \$2,941,591, which includes \$2,617,373 assigned from other funds.

Notes To The General Purpose Financial Statements  
(Continued)

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

**F. INTERFUND RECEIVABLES AND PAYABLES**

Short-term interfund loans or the short-term portion of advances are classified as "Interfund Receivables" and "Interfund Payables."

**G. INVENTORY OF SUPPLIES AND LAND HELD FOR RESALE**

Inventories of governmental funds are stated at cost, while inventories of proprietary funds are stated at the lower cost or market. For all funds, cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased and an expense in the proprietary funds when used. Reported materials and supplies inventory and land held for resale are equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available expendable resources even though it is a component of net current assets.

**H. PREPAID ITEMS**

Payments made to vendors for services that will benefit periods beyond December 31, 2002 are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure or expense is reported in the year in which services are consumed.

**I. ADVANCES TO OTHER FUNDS**

Long-term interfund loans receivable are reported as advances and are offset equally by a fund balance reserve account which indicates that they do not constitute expendable available financial resources and therefore are not available for appropriation.

**J. INTANGIBLE ASSET - WATER RIGHTS**

In 1974, the City entered into a fifty year agreement with the State of Ohio, Department of Natural Resources (ODNR), whereby the City acquired the right to seven and one-half percent of the storage capacity of the Alum Creek Reservoir. The cost of these rights are amortized, on a straight line basis, over the term of the agreement.

**K. FIXED ASSETS**

Fixed asset values were initially determined at December 31, 1982, assigning original acquisition costs when such information was available. In cases where information supporting original costs



Notes To The General Purpose Financial Statements  
(Continued)

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

was not available, estimated historical costs were developed. For certain fixed assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition. Donated fixed assets are capitalized at fair market value on the date donated.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements which extend the useful life or increase the capacity or operating efficiency are capitalized at cost. Improvements are depreciated over the remaining useful life of the related asset.

General fixed assets (fixed assets used in governmental fund type operations) are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. Public domain (infrastructure) general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems are not capitalized or reported, as these assets are immovable and of value only to the City. Fixed assets associated with the City's enterprise and internal service fund type activities are accounted for in their respective funds.

Depreciation: Depreciation is an element of expense resulting from the use of long-lived assets. It is measured by allocating the expected net cost of using the asset over its estimated useful life in a systematic and rational manner. All fixed assets are depreciated on a straight line basis over their estimated useful lives. In proprietary funds, depreciation is recorded annually as an element in the determination of net income and is recorded annually as an expense. For governmental funds, depreciation does not represent a source or use of financial resources, and is therefore not recorded within these funds. However, the annual depreciation associated with general fixed assets is reported in the general fixed assets account group as an increase to accumulated depreciation and a decrease to the investment in general fixed assets accounts.

The estimated useful lives assigned to the various classes of assets are:

<u>Classification</u>	<u>Useful Lives (Years)</u>
Land Improvements	20 - 30
Buildings	40
Furniture and Equipment	10 - 20
Vehicles	3 - 8
Service Lines	30 - 50

Notes To The General Purpose Financial Statements  
(Continued)

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

*Capitalization of Interest:* Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The City's policy is to capitalize net interest on construction projects until substantial completion of the project. The amount of capitalized interest equals the difference between the interest cost associated with the tax-exempt borrowing used to finance the project from the date of borrowing until completion of the project and the interest earned from temporary investment of the debt proceeds over the same period. Capitalized interest is amortized on the straight-line basis over the estimated useful life of the asset. For 2002, the net interest expense incurred on proprietary fund construction projects was not material.

**L. COMPENSATED ABSENCES**

The City accrues a liability for compensated absences in accordance with the provisions of *GASB Statement No. 16, "Accounting for Compensated Absences."* Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits are accrued as a liability using the vesting method. The liability is based on the sick leave accumulated at December 31, by those employees who are currently eligible to receive termination payments and by those employees for whom it is probable they will become eligible to receive termination benefits in the future. The amount is based on accumulated sick leave and employees' wage rates at year-end, taking into consideration any limits specified in the City's termination policy.

For governmental funds, the City's liability for unpaid accumulated sick leave and vacation time is the amount to be paid using expendable available financial resources and is reported as an accrued liability in the fund from which the individuals who have accumulated the unpaid compensated absences are paid. The balance of the liability is reported in the general long-term obligations account group. In proprietary funds, the entire amount of unpaid compensated absences is reported as a fund liability.

**M. ACCRUED LIABILITIES AND LONG-TERM OBLIGATIONS**

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, compensated absences and contractually required pension contributions are reported as a liability in the General Long-Term Obligations Account Group to the extent that they will not be paid with current expendable available financial resources. Payments made more than thirty-one days after year-end are generally considered not to have been paid with current available financial resources. Bonds,

Notes To The General Purpose Financial Statements  
(Continued)

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

notes, and the police pension are recognized as a liability of the General Long-Term Obligations Account Group until due. Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate proprietary funds.

An advance refunding of bonds in a prior year caused an accounting loss (difference between the reacquisition price and the net carrying amount of the old debt) which is being amortized over the remaining life of the new debt. Further details of the advance refunding can be found in Note 11.

**N. CONTRIBUTED CAPITAL**

Prior to 2001, contributed capital represented resources from other funds, other governments, and private sources provided to enterprise funds that was not subject to repayment. Because the City had not prepared its financial statements in accordance with generally accepted accounting principles prior to 1983, the exact amount of contributed capital pertaining to prior years cannot be determined. Consequently, only those amounts that have been able to be identified specifically have been classified as contributed capital in the accompanying combined financial statements.

Capital contributions received after 2000 from other governments and private sources have been recorded as revenues and are reported as retained earnings. Contributions from other funds are still recorded as contributed capital.

**O. RESERVES OF FUND EQUITY**

Reserves of fund equity indicate that a portion of fund balance is not available for expenditure or is legally segregated for a specific future use. Governmental fund type fund balances are reserved for encumbrances, inventory (materials and supplies and land held for resale), advances to other funds, and unclaimed monies. Enterprise fund reservation of retained earnings indicates that portion of retained earnings which is legally segregated for a specific future use. Enterprise fund retained earnings are reserved for plant improvement and replacement.

**P. INTERFUND TRANSACTIONS**

During the course of normal operations, the City has numerous transactions between funds, most of which are in the form of transfers of resources to provide services, construct assets and service debt. The accompanying financial statements generally reflect such transactions as operating transfers. Operating subsidies are also recorded as operating transfers.

Notes To The General Purpose Financial Statements  
(Continued)

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

Nonrecurring and nonroutine transfers of equity between funds, capital contributions to the enterprise or internal service funds, the subsequent return of all or part of such contributions, and the transfer of residual balances of discontinued funds or projects to the general fund, or debt service funds (when financed with debt proceeds) are classified as residual equity transfers.

Transactions that constitute reimbursements for expenditures or expenses initially made from a fund that are properly allocable to another fund are recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditures and expenses in the fund that is reimbursed. Quasi-external transactions are accounted for as revenues and expenditures or expenses.

**Q. ESTIMATES**

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

**R. MEMORANDUM ONLY - TOTAL COLUMNS ON COMBINED FINANCIAL STATEMENTS**

Total columns on the Combined Statements Overview are captioned "Totals - Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**NOTE 2 - RESTATEMENT OF FUND BALANCES/RETAINED EARNINGS/ACCOUNT GROUP BALANCES**

During the year, there were several fixed assets that were identified as ones that should have been reported in prior years. A long-term note that was issued in 2001 was inadvertently omitted from the prior year's report. Also, an advance receivable was reclassified from the Self-Insurance Internal Service Fund to the General Fund. The effect of these changes, along with various other minor corrections caused the following changes to the prior year's ending Fund Balances/Retained Earnings/Account Group balances:

Notes To The General Purpose Financial Statements  
(Continued)

**NOTE 2 - RESTATEMENT OF FUND BALANCES/RETAINED EARNINGS/ACCOUNT GROUP BALANCES** (continued)

	Balance at 12/31/01	Restatement	Restated Balance at 1/1/02
General Fund	\$24,565,882	\$873,044	\$25,438,926
Special Revenue Funds	10,931,456	191	10,931,647
Capital Projects Funds	9,625,704	7,190	9,632,894
Enterprise Funds	66,807,111	(484,758)	66,322,353
Internal Service Funds	1,729,082	(873,000)	856,082
General Fixed Assets Account Group	41,453,131	1,500,579	42,953,710
General Long-Term Obligations Account Group	31,223,406	493,359	31,716,765

**NOTE 3 - ACCOUNTABILITY**

***Special Revenue Fund:*** The Hotel Tax Special Revenue Fund has a deficit fund balance of \$10,822 at December 31, 2002 because advances from other funds are classified as a liability on the balance sheet as opposed to being classified as revenue. As the advance is repaid, the deficit will be eliminated.

***Capital Projects Fund:*** The Cleveland Avenue Extension Improvement Capital Projects Fund has a deficit fund balance of \$791,497 at December 31, 2002 because advances from other funds are classified as a liability on the balance sheet as opposed to being classified as revenue. As the advance is repaid, the deficit will be eliminated.

**NOTE 4 - BUDGETARY BASIS OF ACCOUNTING**

While reporting financial position, results of operations, and changes in fund balance/retained earnings on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances.

Notes To The General Purpose Financial Statements  
(Continued)

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**NOTE 4 - BUDGETARY BASIS OF ACCOUNTING** (continued)

The Combined Statement of Revenue, Expenditures, and Changes in Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual - All Governmental Fund Types and the Combined Statement of Revenues, Expenses, and Changes in Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual - All Proprietary Fund Types are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

The major differences between the budget basis and the GAAP basis are that:

- (a) Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) Encumbrances are recorded as the equivalent of an expenditure (budget basis) in order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation as opposed to a reservation of fund balance for governmental funds, and note disclosure for proprietary funds (GAAP basis);
- (d) Advances-In and Advances-Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP);
- (e) For proprietary funds, the acquisition and construction of capital assets are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis); and,
- (f) The City's Unclaimed Monies fund is an agency fund on a cash basis and the activity is therefore not budgeted. However, the activities of the Unclaimed Monies Fund are included in the General Fund for GAAP reporting purposes.

The adjustments necessary to convert the results of operations for the year on the GAAP basis to the budget basis for the governmental funds and proprietary funds are as follows:

Notes To The General Purpose Financial Statements  
(Continued)

***NOTE 4 - BUDGETARY BASIS OF ACCOUNTING (continued)***

Excess of Revenues and Other Financing Sources  
Over (Under) Expenditures and Other Financing Uses  
All Governmental Funds Types

	General	Special Revenue	Debt Service	Capital Projects
GAAP Basis Excess	(\$1,199,623)	\$354,560	\$35,404	(\$462,808)
Revenue Accruals	36,875	(221,997)	0	4,183
Expenditure Accruals	155,106	(74,333)	0	(2,105,087)
Encumbrances (Budget Basis)				
Outstanding at Year-end	(476,294)	(854,746)	0	(2,355,358)
Net Change in Fair Value	273,996	40,441	0	8,687
Excess of Revenues Over Expenditures for Unbudgeted				
Funds	(20)	0	0	0
Advances	158,700	(53,700)	0	0
Budget Basis Excess	(\$1,051,260)	(\$809,775)	\$35,404	(\$4,910,383)

Net Income (Loss)/Excess Of Revenues  
Over (Under) Expenses, Advances and Transfers  
All Proprietary Fund Types

	Enterprise	Internal Service
Net Income (Loss)	\$4,540,904	(\$172,866)
Revenue Accruals	889,149	2,075
Expense Accruals	235,345	37,319
Depreciation and Amortization	3,024,626	21,397
Contributions from Developers	(357,416)	0
Acquisition of Fixed Assets	(6,716,529)	(7,045)
Loss on Disposal of Fixed Assets	67,530	0
Debt Principal Payments	(616,141)	0
Net Change in Fair Value	(64,758)	4,186
Advances	(105,000)	0
Encumbrances (Budget Basis)		
Outstanding at Year-end	(4,374,418)	(169,688)
Budget Basis Excess	(\$3,476,708)	(\$284,622)

Notes To The General Purpose Financial Statements  
(Continued)

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**NOTE 5 - DEPOSITS AND INVESTMENTS**

The City's Charter specifies that deposits and investments of the City will adhere to State statutes, except as modified by Council Ordinance. Under these provisions, the City Finance Director is responsible for selecting depositories and investing funds.

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 that Council has identified as not required for use within the current five 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 or deposit accounts including pass book 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 finance director by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

State statute permits interim monies to 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;



Notes To The General Purpose Financial Statements  
(Continued)

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**NOTE 5 - DEPOSITS AND INVESTMENTS** *(continued)*

3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio); and
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred eighty days from the date of purchase in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time.

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

1. Bonds of the State of Ohio;
2. Bonds of any municipal corporation, village, county, township, or other political subdivision of this State, as to which there is no default of principal, interest or coupons; and
3. Obligations of the City.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The City may hold such investments until maturity if they had been purchased prior to September 27, 1996. 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 finance director or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Notes To The General Purpose Financial Statements  
(Continued)

***NOTE 5 - DEPOSITS AND INVESTMENTS*** (continued)

At year-end, the carrying amount of the City's deposits was \$166,068, and the bank balance was \$1,025,739. Of the bank balance, \$100,000 was covered by federal depository insurance. The remaining amounts were uninsured and uncollateralized. Although the balance was collateralized by securities held by the financial institutions' trust departments in the City's name and all State statutory requirements for the deposit of money had been followed, non compliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

*GASB Statement No. 3 "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements"* requires that local governments disclose the carrying amounts and market value of investments, classified by risk. The City's investments are categorized as either (1) insured or registered or for which the securities are held by the City or its agent in the City's name, (2) uninsured and unregistered for which the securities are held by the counterparty's trust department or agent in the City's name or (3) uninsured and unregistered for which the securities are held by the counterparty, or by its trust department or agent but not in the City's name.

	<i>Category</i>			<i>Fair/Carrying</i>
	<i>1</i>	<i>2</i>	<i>3</i>	<i>Value</i>
U.S. Treasury Notes		\$8,061,900		\$8,061,900
U.S. Agency Securities		50,541,320		50,541,320
Repurchase Agreement			502,101	502,101
STAR Ohio				15,593,055
Total Investments	\$0	\$58,603,220	\$502,101	\$74,698,376

Investments in STAR Ohio are unclassified investments since they are not evidenced by securities that exist in physical or book entry form.

The classification of cash and cash equivalents, and investments on the financial statements is based on criteria set forth in *GASB Statement No. 9*. Cash equivalents are defined to include investments with original maturities of three months or less, and the City's cash management pool.

Notes To The General Purpose Financial Statements  
(Continued)

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**NOTE 5 - DEPOSITS AND INVESTMENTS** (continued)

A reconciliation between classifications of cash and investments on the financial statements and the classifications according to *GASB Statement No. 3* is as follows:

	<i>Cash and Cash</i>	
	<u><i>Equivalents/Deposits</i></u>	<u><i>Investments</i></u>
GASB Statement No. 9	\$74,864,444	\$0
Investments:		
U.S. Treasury Notes	(8,061,900)	8,061,900
U.S. Agency Securities	(50,541,320)	50,541,320
Repurchase Agreement	(502,101)	502,101
STAR Ohio	(15,593,055)	15,593,055
GASB Statement No. 3	<u>\$166,068</u>	<u>\$74,698,376</u>

**NOTE 6 - INCOME TAX**

The City levies a 1.0 percent income tax whose proceeds are placed into the General Fund. During 1999, the City started collecting an additional .25 percent income tax that is placed into the Parks and Recreation Income Tax Special Revenue Fund. The City levies and collects the 1.25 percent tax on all income earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of the lesser of actual taxes paid to another city or seventy-five percent of the 1.25 percent tax rate on taxable income. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City at least quarterly. Corporations and other individual taxpayers are also required to pay their estimated tax at least quarterly and file a final return annually.

**NOTE 7 - PROPERTY TAX**

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received during 2002 for real and public utility property taxes represents collections of 2001 taxes. Property tax payments received during 2002 for tangible personal property (other than public utility property) is for 2002 taxes.

Notes To The General Purpose Financial Statements  
(Continued)

***NOTE 7 - PROPERTY TAX (continued)***

2002 real property taxes are levied after October 1, 2002 on the assessed value as of January 1, 2002, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2002 real property taxes are collected in and intended to finance 2003.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2002 public utility property taxes became a lien December 31, 2001, are levied after October 1, 2002, and are collected in 2003 with real property taxes.

2002 tangible personal property taxes are levied after October 1, 2001, on the value as of December 31, 2001. Collections are made in 2002. Tangible personal property assessments are 25 percent of true value for capital assets and 24 percent of true value for inventory.

The full tax rate for all City operations for the year ended December 31, 2002, was \$14.50 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2002 property tax receipts were based are as follows:

Category	Franklin County	Delaware County	Total
Real Estate			
Residential and Agricultural	\$455,723,110	\$147,521,470	\$603,244,580
Commercial and Industrial	144,834,880	34,866,730	179,701,610
Tangible Personal Property	61,908,429	12,825,771	74,734,200
Public Utility Personal	17,822,070	3,805,680	21,627,750
Total	<u>\$680,288,489</u>	<u>\$199,019,651</u>	<u>\$879,308,140</u>

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable at September 20.

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City of Westerville. The County Auditor periodically remits to the City its portion of the taxes collected.

Notes To The General Purpose Financial Statements  
(Continued)

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***NOTE 7 - PROPERTY TAX (continued)***

Property taxes receivable represents real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2002, and for which there is an enforceable legal claim. Although total property tax collections for the next year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31, nor are they intended to finance 2002 operations. The receivable is offset by deferred revenue.

***NOTE 8 - RECEIVABLES***

Receivables at December 31, 2002 consisted of taxes, interest, interfund, special assessments, accounts (billings for user charged services including unbilled utility services), and intergovernmental receivables arising from grants, entitlements and shared revenues. All receivables are considered fully collectible except accounts receivable related to utility services.

A summary of accounts receivable related to utility services is as follows:

	Water	Sewer	Refuse	Electric	Swimming Pool	Total
Accounts Receivable- Gross	\$425,089	\$614,699	\$251,755	\$3,613,277	\$46	\$4,904,866
Less: Allowance for Uncollectibles	(11,781)	(15,386)	(8,901)	(87,889)	0	(123,957)
Net Accounts Receivable	<u>\$413,308</u>	<u>\$599,313</u>	<u>\$242,854</u>	<u>\$3,525,388</u>	<u>\$46</u>	<u>\$4,780,909</u>

Notes To The General Purpose Financial Statements  
(Continued)

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***NOTE 8 - RECEIVABLES*** (continued)

A summary of the principal items of intergovernmental receivables follows:

Fund/Description	Amount
<b>General Fund</b>	
Local Government - Franklin County	\$799,377
Local Government - Delaware County	133,898
Local Government - State	163,143
Local Government - Revenue Assistance	86,868
Estate Tax	167,689
DARE Grant	32,775
Cops in School Grant	281,250
Total General Fund	1,665,000
<b>Special Revenue Funds</b>	
Motor Vehicle License Fees	156,511
Gas Taxes - Cents per Gallon	266,668
Gas Taxes - Municipal Excise	133,418
Permissive Auto License Fees	25,860
County Line Acres Bikeway Grant	6,984
Fire Safety Trailer Grant	33,215
Blendon Township Fire Services	94,583
Total Special Revenue Funds	717,239
<b>Enterprise Fund</b>	
Project Impact Disaster Resistant Community Grant	78,000
Total - All Funds	\$2,460,239

Notes To The General Purpose Financial Statements  
(Continued)

**NOTE 9 - FIXED ASSETS**

**GENERAL FIXED ASSETS:** Changes in general fixed assets during 2002 were as follows:

<u>Classification</u>	<u>Balance 12/31/01</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 12/31/02</u>
Land	\$5,881,024	\$18,000	\$0	\$5,899,024
Land Improvements	6,564,174	3,815,777	0	10,379,951
Buildings	10,258,920	17,631,738	0	27,890,658
Furniture and Equipment	4,785,588	2,395,287	26,886	7,153,989
Vehicles	4,181,206	391,442	321,160	4,251,488
Construction In Progress	<u>21,695,931</u>	<u>3,279,603</u>	<u>21,695,931</u>	<u>3,279,603</u>
Total Gross Fixed Assets	53,366,843	27,531,847	22,043,977	58,854,713
Less Accumulated Depreciation	<u>(10,413,133)</u>	<u>(2,174,892)</u>	<u>(337,602)</u>	<u>(12,250,423)</u>
Net General Fixed Assets	<u>\$42,953,710</u>	<u>\$25,356,955</u>	<u>\$21,706,375</u>	<u>\$46,604,290</u>

**PROPRIETARY FUND FIXED ASSETS:** A summary of the Proprietary Fund Types fixed assets as of December 31, 2002, follows:

	<u>Enterprise</u>	<u>Internal Service</u>
Land	\$1,051,604	\$0
Land Improvements	1,627,177	0
Buildings	6,445,604	637,228
Furniture and Equipment	5,623,266	66,287
Vehicles	1,551,517	17,023
Service Lines	93,514,422	0
Construction in Progress	<u>5,803,501</u>	<u>0</u>
Total Gross Fixed Assets	115,617,091	720,538
Less Accumulated Depreciation	<u>(41,032,931)</u>	<u>(447,740)</u>
Net Fund Fixed Assets	<u>\$74,584,160</u>	<u>\$272,798</u>

Notes To The General Purpose Financial Statements  
(Continued)

**NOTE 10 - INTERFUND RECEIVABLES AND PAYABLES**

Fund	Receivables		Payables	
	Interfund	Advances	Interfund	Advances
<b>Governmental Fund Types</b>				
<u>General</u>	\$31,164	\$2,813,000	\$0	\$0
<u>Special Revenue Funds</u>				
Hotel Tax	0	0	0	12,937
Cable TV Franchise Fee	0	12,937	0	0
OMVI	180	0	0	0
Mayor's Court Computer	2,560	0	0	0
Total Special Revenue Funds	<u>2,740</u>	<u>12,937</u>	<u>0</u>	<u>12,937</u>
<u>Capital Projects Funds</u>				
Cleveland Avenue Extension	0	0	0	950,000
Parks and Recreation Capital Improvement	0	0	0	873,000
Total Capital Projects Funds	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,823,000</u>
<b>Proprietary Fund Types</b>				
<u>Enterprise Funds</u>				
Water	0	0	3,045	0
Sewer	0	0	1,196	0
Refuse	0	0	213	990,000
Electric	0	0	8,192	0
Swimming Pool	0	0	237	0
Total Enterprise Funds	<u>0</u>	<u>0</u>	<u>12,883</u>	<u>990,000</u>
<u>Internal Service Fund</u>				
Garage	0	0	660	0
<b>Fiduciary Fund Types</b>				
<u>Agency Funds</u>				
Mayor's Court	0	0	33,904	0
Payroll Revolving	13,543	0	0	0
Total Agency Funds	<u>13,543</u>	<u>0</u>	<u>33,904</u>	<u>0</u>
Total - All Funds	<u>\$47,447</u>	<u>\$2,825,937</u>	<u>\$47,447</u>	<u>\$2,825,937</u>



Notes To The General Purpose Financial Statements  
(Continued)

**NOTE 11 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS**

The City's long-term obligations activity for the year ended December 31, 2002 was as follows:

Classification	Interest Rates	Balance 12/31/01	Additions	Reductions	Balance 12/31/02
<b><u>Enterprise Funds</u></b>					
<b><u>General Obligation Bonds</u></b>					
1992 Water Works Refunding and Improvement Term Bonds	3.45 to 6.45%	\$2,560,000	\$0	\$420,000	\$2,140,000
1998 Water Works Refunding and Improvement Bonds	3.10 to 5.25%	3,210,000	0	40,000	3,170,000
1998 Transportation Improvement Bonds	3.10 to 5.25%	1,223,280	0	48,285	1,174,995
1999 Electric System Improvement Bonds	3.80 to 5.55%	2,060,000	0	75,000	1,985,000
Total General Obligation Bonds		<u>9,053,280</u>	<u>0</u>	<u>583,285</u>	<u>8,469,995</u>
<b><u>Other Long-Term Obligations</u></b>					
Compensated Absences		721,081	14,339	0	735,420
ODNR Debt		1,977,666	0	32,856	1,944,810
Total Other Long-Term Obligations		<u>2,698,747</u>	<u>14,339</u>	<u>32,856</u>	<u>2,680,230</u>
Total Enterprise Fund Obligations		<u>11,752,027</u>	<u>14,339</u>	<u>616,141</u>	<u>11,150,225</u>
<b><u>Internal Service Funds</u></b>					
<b><u>Other Long-Term Obligations</u></b>					
Compensated Absences		78,957	0	25,938	53,019
<b><u>General Long-Term Obligations</u></b>					
<b><u>General Obligation Bonds</u></b>					
1974 Drainage System Improvement Bonds	5.375%	150,000	0	50,000	100,000
1986 Municipal Facilities Series A Bonds	7.375%	1,025,000	0	205,000	820,000
1986 Municipal Facilities Series B Bonds	7.375%	225,000	0	45,000	180,000
1998 Transportation Improvement Bonds	3.10 to 5.25%	2,371,720	0	96,715	2,275,005
1998 Recreational Facilities Bonds	3.10 to 5.25%	24,500,000	0	1,005,000	23,495,000
Total General Obligation Bonds		<u>28,271,720</u>	<u>0</u>	<u>1,401,715</u>	<u>26,870,005</u>
<b><u>Special Assessment Bonds</u></b>					
1982 Street Improvement Bonds	12.25%	35,000	0	35,000	0
<b><u>Other Long-Term Obligations</u></b>					
2001 County Line Road Right-of-Way Note	0%	493,359	0	98,672	394,687
Pension Obligation		66,244	62,069	66,244	62,069
Compensated Absences		2,825,936	0	147,695	2,678,241
Police Pension Liability		24,506	0	455	24,051
Total Other Long-Term Obligations		<u>3,410,045</u>	<u>62,069</u>	<u>313,066</u>	<u>3,159,048</u>
Total General Long-Term Obligations		<u>31,716,765</u>	<u>62,069</u>	<u>1,749,781</u>	<u>30,029,053</u>
Total - All Long-Term Obligations		<u>\$43,547,749</u>	<u>\$76,408</u>	<u>\$2,391,860</u>	<u>\$41,232,297</u>

Notes To The General Purpose Financial Statements  
(Continued)

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**NOTE 11 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS** *(continued)*

**GENERAL OBLIGATION BONDS:** The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities and refinancing of bond anticipation notes. General obligation bonds are direct obligations and pledge the full faith and credit of the City for repayment. General obligation bonds are to be repaid from voted and unvoted general property taxes and from income tax monies. Property tax monies will be received in and the debt will be repaid from the General Obligation Bond Retirement Fund. Income tax monies are transferred from the General Fund and the Parks and Recreation Income Tax Special Revenue Fund into the General Obligation Bond Retirement Fund for payment. The general obligation bonds reported as enterprise fund obligations are payable from unvoted property tax revenues to the extent operating resources of the Water and Electric Enterprise Funds are not available to meet the annual debt service requirements.

**SPECIAL ASSESSMENT BONDS:** Special assessment bonds are payable from the proceeds of assessments levied against the specific property owners who primarily benefitted from the project. Special assessment monies will be received in and the debt will be retired through the Special Assessment Bond Retirement Debt Service Fund. In the event that property owners fail to make their special assessment payments, the City is responsible for providing the resources to meet the annual principal and interest payments. The special assessment bonds were fully retired in 2002.

**ODNR DEBT PAYABLE:** In 1974, the City entered into a fifty year agreement with the State of Ohio, Department of Natural Resources (ODNR), whereby the City acquired the right to seven and one-half percent of the storage capacity of the Alum Creek Reservoir. In exchange for the water rights, the City agreed to pay to ODNR seven and one-half percent of their annual payment due to the United States Army Corps of Engineers as reimbursement of the project investment costs. In addition, the City is required to pay seven and one-half percent of the annual operation and maintenance costs for as long as the contract is in effect.

**1992 WATER WORKS REFUNDING AND IMPROVEMENT BONDS/DEFEASED DEBT:** The 1992 Water Works Refunding and Improvement Bonds included serial and term bonds. In 1998, the City defeased the 1992 Water Works Refunding and Improvement Serial Bonds by placing the proceeds of the 1998 Water Works Refunding and Improvement Bonds into an irrevocable trust with an escrow agent who in turn purchased U. S. Government Securities which will be used to provide for all future debt service payments on the 1992 Series serial bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City's financial statements. The defeased bonds outstanding at December 31, 2002 were \$2,140,000.

The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$269,067. One-thirteenth of this amount will be charged annually to interest expense through the year 2011, with the difference reported in the accompanying financial statements as a deduction from bonds payable. The outstanding balance to be charged as of December 31, 2002 is \$186,279.

Notes To The General Purpose Financial Statements  
(Continued)

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**NOTE 11 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS** (continued)

The 1992 Water Works Refunding and Improvement term bonds maturing on December 1, 2011, are subject to mandatory sinking fund redemption in part by lot pursuant to the terms of the legislation. The mandatory redemption is to occur on December 1, in each of the years 2005 through 2010 with the balance to be paid at maturity on December 1, 2011 at a redemption price equal to 100% of the principal amount redeemed, plus interest accrued to the redemption date and according to the following schedule:

<u>Year</u>	<u>Amount</u>
2005	\$500,000
2006	530,000
2007	565,000
2008	600,000
2009	640,000
2010	680,000

**COUNTY LINE ROAD RIGHT-OF-WAY NOTE:** On July 6, 2001, the City received note proceeds in the amount of \$493,359 at 0% interest for the purpose of purchasing 5.96 acres of land as a right-of-way for County Line Road. The note is being retired from the County Line Road Capital Improvements Fund.

**POLICE PENSION LIABILITY:** The City pays installments on the accrued liability incurred when the State of Ohio established the statewide pension system for police personnel in 1967. The liability is payable semiannually from the General Fund.

**COMPENSATED ABSENCES / PENSION OBLIGATION:** Additions and deletions of accrued vacation and sick leave are shown net since it is impractical for the City to determine these amounts separately. Compensated absences and the pension obligation will be paid from the fund from which the employees' salaries are paid.

**INDUSTRIAL DEVELOPMENT REVENUE BONDS:** The City has outstanding issues of industrial development revenue bonds in the aggregate principal amount of \$1,605,000 at December 31, 2002 for facilities used by private corporations or other entities. The City is not obligated in any way to pay debt charges on the bonds from any of its funds, and therefore they have been excluded entirely from the City's debt presentation. There has not been and is not any condition of default under the bonds or the related financing documents.

The City's overall legal debt margin was \$65,543,785 at December 31, 2002.

Notes To The General Purpose Financial Statements  
(Continued)

***NOTE 11 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS (continued)***

**FUTURE DEBT SERVICE REQUIREMENTS:** The principal and interest requirements to retire the long-term debt obligations outstanding at December 31, 2002 are:

Year	General Long-Term Obligations			
	General	Police	Long-Term	Totals
	Obligation Bonds	Pension	Note	
2003	\$2,704,713	\$1,492	\$98,672	\$2,804,877
2004	2,683,859	1,492	98,672	2,784,023
2005	2,610,188	1,492	197,343	2,809,023
2006	2,591,918	1,492	0	2,593,410
2007	2,324,457	1,492	0	2,325,949
2008 to 2012	11,617,430	7,461	0	11,624,891
2013 to 2017	11,615,521	7,461	0	11,622,982
2018 to 2030	2,295,599	18,611	0	2,314,210
Totals	<u>\$38,443,685</u>	<u>\$40,993</u>	<u>\$394,687</u>	<u>\$38,879,365</u>

Year	Enterprise Fund Obligations			
	Refunding and Improvement Bonds	Electric System and Transportation		ODNR Debt
		Improvements	Improvements	
2003	\$760,970	\$286,589	\$96,576	\$1,144,135
2004	758,990	282,799	96,576	1,138,365
2005	710,550	283,772	96,576	1,090,898
2006	727,750	284,299	96,576	1,108,625
2007	747,586	286,073	96,576	1,130,235
2008 to 2012	3,165,910	1,410,326	482,881	5,059,117
2013 to 2017	0	1,418,373	482,881	1,901,254
2018 to 2035	0	486,471	1,738,373	2,224,844
Totals	<u>\$6,871,756</u>	<u>\$4,738,702</u>	<u>\$3,187,015</u>	<u>\$14,797,473</u>

Notes To The General Purpose Financial Statements  
(Continued)

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**NOTE 12 - DEFINED BENEFIT PENSION PLANS**

**A. OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM**

All full-time employees, other than non-administrative full-time police officers and firefighters, participate in the Ohio Public Employees Retirement System (OPERS), a cost-sharing multiple-employer public employee retirement system administered by the Public Employees Retirement Board. OPERS provides basic retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that includes financial statements and required supplementary information for PERS. That report may be obtained by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642.

Plan members are required to contribute 8.5 percent of their annual covered salary to fund pension obligations. The 2002 employer pension contribution rate for the City was 8.55 percent of covered payroll, a decrease from 9.25 percent in 2001. Contributions are authorized by State statute. The contribution rates are determined actuarially. The City's required contributions to OPERS for the years ended December 31, 2002, 2001, and 2000 were \$1,038,227, \$1,012,374, and \$632,460, respectively. The full amount has been contributed for 2001 and 2000. 98.52 percent has been contributed for 2002 with the remainder being reported as a fund liability and within the general long-term obligations account group.

**B. 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. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial information and required supplementary information. That report may be obtained by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

Police and firefighters are required to contribute 10 percent of their annual covered salary to fund pension obligations and the City is required to contribute 11.75 percent for police and 16.25 percent for firefighters. For 2001, the City contributions were 12.00 percent for Police and 16.50 percent for firefighters. Contributions are authorized by State statute. The City's contributions to the OP&F for police and firefighters were \$504,922 and \$731,034 for the year ended December 31, 2002, \$470,832 and \$648,074 for the year ended December 31, 2001, and \$423,590 and \$622,663 for the year ended December 31, 2000. The full amount has been contributed for 2001 and 2000. 96.76 percent for police and 96.91 percent for firefighters has been contributed for 2002 with the remainder being reported as a liability within the general long-term obligations account group.

Notes To The General Purpose Financial Statements  
(Continued)

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**NOTE 12 - DEFINED BENEFIT PENSION PLANS** *(continued)*

In addition to current contributions, the City pays installments on the accrued liability incurred when the State of Ohio established the statewide pension system for police and firefighters in 1967. As of December 31, 2002, the unfunded liability of the City was \$24,051, payable in semiannual installments through the year 2030. This is an accounting liability of the City which will not vary. The liability is reported in the general long-term obligations account group.

**NOTE 13 - POSTEMPLOYMENT BENEFITS**

**A. OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)**

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 was 13.55 percent of covered payroll; 5.00 percent was the portion that was used to fund health care for 2002. For 2001, the contribution rate was 13.55 percent of covered payroll; 4.30 percent was the portion that was used to fund health care.

Benefits are advance-funded using the entry age normal actuarial cost method. Significant actuarial assumptions, based on OPERS's latest actuarial review performed as of December 31, 2001, include a rate of return on investments of 8.00 percent, an annual increase in active employee total payroll of 4.00 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .50 percent and 6.30 percent based on additional annual pay increases. Health care premiums were assumed to increase 4.00 percent annually.

All investments are carried at market. For actuarial valuation purposes, a smoothed market approach is used. Assets are adjusted to reflect 25 percent of unrealized market appreciation or depreciation on investment assets.

The number of active contributing participants was 402,041. The City's actual contributions for 2002 which were used to fund postemployment benefits were \$607,151. The actual contribution and the actuarially required contribution amounts are the same. OPERS's net assets available for payment of benefits at December 31, 2001, (the latest information available) were \$11.6 billion. The actuarially accrued liability and the unfunded actuarial accrued liability were \$16.4 billion and \$4.8 billion, respectively.

Notes To The General Purpose Financial Statements  
(Continued)

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**NOTE 13 - POSTEMPLOYMENT BENEFITS** (continued)

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 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.

**B. OHIO POLICE AND FIRE PENSION FUND**

The Ohio Police and Fire Pension Fund (OP&F) provides postretirement health care coverage to any person who receives 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 he 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 the authority allowing the OP&F's Board of Trustees to provide health care coverage and states that health care costs paid from the OP&F shall be included in the employer's contribution rate. Health care funding and accounting is on a pay-as-you-go basis. The total police employer contribution is 19.5 percent of covered payroll and the total firefighter employer contribution rate is 24 percent of covered payroll, of which 7.75 percent of covered payroll was applied to the postemployment health care program during 2002. For 2001, the percentage used to fund health care was 7.50 percent. 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.

The City's actual contributions for 2002 that were used to fund postemployment benefits were \$333,034 for police and \$348,647 for fire. The OP&F's total health care expense for the year ended December 31, 2001, (the latest information available) was \$122,298,771, which was net of member contributions of \$6,874,699. The number of OP&F participants eligible to receive health care benefits as of December 31, 2001, was 13,174 for police and 10,239 for firefighters.

Notes To The General Purpose Financial Statements  
(Continued)

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**NOTE 14 - OTHER EMPLOYEE BENEFITS**

Deferred Compensation: Employees of the City may elect to participate in the International City Managers Association or Ohio Public Employees Deferred Compensation Program created in accordance with Internal Revenue Code Section 457. Under these programs, employees elect to defer a portion of their pay. The deferred pay and any income earned on it is not subject to federal and state income taxation until actually received by the employee. According to the plans, the deferred compensation is not available until termination, retirement, death or an unforeseeable emergency.

Compensated Absences: Vacation leave is earned at rates which vary depending upon length of service and standard work week. Current policy credits vacation leave on the employee's anniversary date and allows a maximum of two years accrual to be carried into the next calendar year. City employees are paid for earned, unused vacation leave at the time of termination of employment and those employees with six years of service may request pay in lieu of vacation for up to two weeks accumulated balance. Pay in lieu of vacation is subject to the availability of funds, and the employee must have taken or scheduled ten days of vacation in a calendar year.

Sick leave is earned at the rate of ten hours a month for employees hired prior to January 1, 1997. All others earn eight hours per month. Each employee with ten or more years of service with the City is paid for fifty percent of their accumulated unused sick leave up to a maximum of 1120 hours upon retirement or termination from the City, or the full balance may be transferred to another governmental agency. The maximum payment for sick leave is \$17,500 for all other employees. At December 31, 2002 the current amount of unpaid compensated absences in the governmental funds and the balance of the liability in the general long-term obligations account group were \$269,513 and \$2,678,241, respectively. The liability for compensated absences in the enterprise and internal services fund types was \$735,420 and \$53,019, respectively.

Health Care/Dental/Vision/Life Insurance Benefits: The City provides health care coverage for its employees through United Health Care, dental coverage through Delta Dental, vision coverage through Vision Plus, and life insurance through Jefferson Financial Insurance.



Notes To The General Purpose Financial Statements  
(Continued)

**NOTE 15 - SEGMENT INFORMATION - ENTERPRISE FUNDS**

Financial segment information as of and for the year ended December 31, 2002 for the Enterprise Funds is presented as follows:

<u>Description</u>	<u>Water</u>	<u>Sewer</u>	<u>Refuse</u>	<u>Electric</u>	<u>Swimming Pool</u>	<u>Totals</u>
Operating Revenues	\$3,047,113	\$4,157,868	\$1,515,258	\$22,088,050	\$441,705	\$31,249,994
Operating Grants	96,921	0	0	10,000	0	106,921
Depreciation and						
Amortization Expense	(709,913)	(409,800)	(1,991)	(1,853,493)	(49,429)	(3,024,626)
Operating Income (Loss)	317,647	(102,199)	1,513,267	20,244,557	392,276	22,365,548
Net Non-Operating						
Revenues (Expenses)	1,554,459	121,438	0	(208,197)	0	1,467,700
Net Operating Transfers	0	0	0	(50,000)	0	(50,000)
Net Income (Loss)	1,872,106	19,239	1,513,267	19,986,360	392,276	23,783,248
Fixed Asset Additions	1,226,890	687,049	13,439	4,772,555	16,596	6,716,529
Fixed Asset Deletions	43,520	0	9,567	440,154	0	493,241
Net Working Capital	9,020,864	3,322,154	689,335	19,481,811	350,816	32,864,980
Total Assets	32,867,622	16,533,443	1,941,689	61,389,215	966,249	113,698,218
Long-Term Obligations						
ODNR Debt	1,910,896	0	0	0	0	1,910,896
Bonds Payable	4,638,721	0	0	3,028,380	0	7,667,101
Total Equity	25,062,642	15,489,291	804,650	56,061,562	955,109	98,373,254
Encumbrances Outstanding (Budget						
Basis) at December 31, 2002	231,127	1,219,469	121,623	2,767,781	34,418	4,374,418

**NOTE 16 - RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to or destruction of assets; errors and omissions; personal injuries; and natural disasters. On October 1, 1997, the City established membership in the Central Ohio Risk Management Agency Self-Insurance Pool, Inc. (CORMA). CORMA was formed pursuant to Section 2744.081 of the Ohio Revised Code. Members of CORMA are the cities of Westerville, Dublin, Upper Arlington, and Pickerington. Each member has two representatives on the Board of Trustees. This Board establishes its own budget, hires and fires personnel and determines annual rates for its members. Membership in CORMA enables the City to take advantage of any economies to be realized from an insurance pool with other cities and also provides the City with more control over claims than what is normally available with traditional insurance coverage.

Notes To The General Purpose Financial Statements  
(Continued)

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**NOTE 16 - RISK MANAGEMENT** *(continued)*

As part of participating in CORMA, coverage is provided for up to \$10,000,000 annual aggregate per member for liability claims and \$100,000,000 for property claims and inland marine. Additional coverage includes \$50,000,000 for boiler and machinery. City retentions are \$1,000 per occurrence as well as \$1,000 if loss fund is exhausted. Pool retentions are \$25,000 for property and \$50,000 for liability.

The City has created a self-insurance internal service fund to account for deductible amounts and any other amounts not covered by CORMA. A third party administrator processes and pays the claims. Claims liabilities and expenses are estimated through a case by case review of all claims. The estimate was not affected by incremental claims adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

The changes in claims payable during the years December 31, 2001 and 2002 are:

	<u>Beginning of Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>End of Year Liability</u>
2001	\$0	\$1,513	\$1,513	\$0
2002	0	377,221	377,221	0

All employees of the City are covered by a blanket bond, while certain individuals in policy making roles are covered by a separate, higher limit bond coverage.

Workers' Compensation coverage is provided by the State of Ohio and is based on a rate per \$100 of salaries. The rate is calculated based on accident history and administrative costs. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years. There has been no significant change in coverage from last year.

**NOTE 17 - JOINTLY GOVERNED ORGANIZATION**

The Westerville, Minerva Park, and Blendon Township Joint Hospital District is a jointly governed organization managed by a nine member board consisting of three elected officials from each of the governmental entities comprising the Joint Hospital District. The Joint Hospital District possesses its own budgeting and taxing authority and does not receive contributions or payments from its members. The participating members do not retain an ongoing financial interest or an ongoing financial responsibility for the Joint Hospital District.

Notes To The General Purpose Financial Statements  
(Continued)

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**NOTE 18 - RELATED ORGANIZATION**

The Westerville Industry and Commerce Corporation (WICC) is a not-for-profit corporation formed to promote industrial, economic, commercial and civic development in and around the City. WICC is governed by a seven member self-perpetuating board of trustees of which four trustees are elected and/or appointed officials from the City. The board of trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the City for operating subsidies.

**NOTE 19 - RISK SHARING POOL**

On October 1, 1997, the City established membership in the Central Ohio Risk Management Agency (CORMA) Self-Insurance Pool, Inc., a not for profit risk sharing pool, for the purpose of obtaining reduced rates on traditional liability insurance coverage. CORMA was formed pursuant to Section 2744.081 of the Ohio Revised Code. Members of CORMA are the Cities of Westerville, Dublin, and Upper Arlington. Each member has two representatives on the Board of Trustees. This Board establishes its own budget, hires and fires personnel and determines annual rates for its members.

**NOTE 20 - CONSTRUCTION COMMITMENTS**

The City has entered into various contracts for the construction and acquisition of capital assets. At December 31, 2002, the significant outstanding construction commitments are:

<u>Project</u>	<u>Contract</u>	<u>Amount Paid</u>	<u>Balance</u>
2002 Street Rehabilitation Project	\$1,176,005	\$1,175,201	\$804
Spring Hollow Trunk Sewer Project	238,817	178,281	60,536
Wellfield Development Project	180,427	178,327	2,100
Westerville Community Center	16,010,191	15,854,918	155,273
Westerville Sports Complex	1,859,885	1,851,245	8,640
Totals	<u>\$19,465,325</u>	<u>\$19,237,972</u>	<u>\$227,353</u>

Notes To The General Purpose Financial Statements  
(Continued)

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**NOTE 21 - CONTINGENT LIABILITIES**

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

**FEDERAL AND STATE GRANTS:** For the period January 1, 2002 to December 31, 2002, the City received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designees. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the City believes such disallowance, if any, would be immaterial.

**NOTE 22 - SUBSEQUENT EVENTS**

On June 3, 2003, the City was awarded a \$3.3 million grant to be used towards the construction of the County Line Road West Extension Project. This grant was awarded by the Ohio Public Works Commission.

On June 3, 2003, the City awarded a contract for the 2003 Street Rehabilitation Program to Columbus Asphalt Paving in the amount of \$2,295,828.

Combining, Individual Fund, and  
Account Group  
Statements and Schedules

## ***General Fund***

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The General Fund accounts for those resources traditionally associated with the general governmental operations of the City that are not required to be accounted for in other specific funds.

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**General Fund**

For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<b>Revenues:</b>						
Property Taxes	\$2,461,342	\$2,494,171	\$2,495,841		\$2,495,841	\$1,670
Municipal Income Tax	12,321,152	13,617,000	13,772,419		13,772,419	155,419
Intergovernmental	3,879,989	4,738,957	4,729,564		4,729,564	(9,393)
Charges for Services	567,423	360,655	363,180		363,180	2,525
Fees, Licenses and Permits	268,284	712,030	726,397		726,397	14,367
Fines and Forfeitures	339,314	380,464	380,464		380,464	0
Interest	2,262,090	3,000,000	3,083,220		3,083,220	83,220
Miscellaneous	41,984	119,089	117,883		117,883	(1,206)
<b>Total Revenues</b>	<b>22,141,578</b>	<b>25,422,366</b>	<b>25,668,968</b>		<b>25,668,968</b>	<b>246,602</b>
<b>Expenditures:</b>						
Current Operations and Maintenance						
Security of Persons and Property						
Police Department						
Police Services						
Personal Services	6,956,693	6,943,193	6,373,402	0	6,373,402	569,791
Supplies and Materials	426,313	430,102	305,781	35,457	341,238	88,864
Other Services and Charges	506,277	499,727	341,915	28,297	370,212	129,515
Capital Outlay	199,736	199,736	159,340	16,059	175,399	24,337
Other Financing Uses	1,500	1,500	1,492	0	1,492	8
<b>Total Police Department</b>	<b>8,090,519</b>	<b>8,074,258</b>	<b>7,181,930</b>	<b>79,813</b>	<b>7,261,743</b>	<b>812,515</b>
Communications						
Personal Services	871,455	871,455	768,217	0	768,217	103,238
Supplies and Materials	26,874	24,410	21,396	1,557	22,953	1,457
Other Services and Charges	127,448	106,104	81,949	2,090	84,039	22,065
Capital Outlay	178,489	200,989	163,727	32,525	196,252	4,737
<b>Total Communications</b>	<b>1,204,266</b>	<b>1,202,958</b>	<b>1,035,289</b>	<b>36,172</b>	<b>1,071,461</b>	<b>131,497</b>
Fire Hydrant Maintenance						
Supplies and Materials	11,364	11,345	8,138	200	8,338	3,007
Capital Outlay	27,500	27,500	20,794	0	20,794	6,706
<b>Total Fire Hydrant Maintenance</b>	<b>38,864</b>	<b>38,845</b>	<b>28,932</b>	<b>200</b>	<b>29,132</b>	<b>9,713</b>
<b>Total Security of Persons and Property</b>	<b>9,333,649</b>	<b>9,316,061</b>	<b>8,246,151</b>	<b>116,185</b>	<b>8,362,336</b>	<b>953,725</b>
Public Health						
Cemetery Maintenance						
Supplies and Materials	5,075	3,525	1,299	0	1,299	2,226
Other Services and Charges	53,737	53,102	44,950	0	44,950	8,152
<b>Total Public Health</b>	<b>58,812</b>	<b>56,627</b>	<b>46,249</b>	<b>0</b>	<b>46,249</b>	<b>10,378</b>
Community Development						
Planning, Engineering, and Building Department						
Building, Planning and Zoning						
Personal Services	1,735,044	1,705,044	1,604,438	0	1,604,438	100,606
Supplies and Materials	56,116	54,316	34,380	6,990	41,370	12,946
Other Services and Charges	408,467	414,466	325,278	53,290	378,568	35,898
Capital Outlay	70,122	69,890	61,436	278	61,714	8,176
Other Financing Uses	1,000	1,000	43	0	43	957
<b>Total Community Development</b>	<b>\$2,270,749</b>	<b>\$2,244,716</b>	<b>\$2,025,575</b>	<b>\$60,558</b>	<b>\$2,086,133</b>	<b>\$158,583</b>

(Continued)

**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**General Fund**  
For the Year Ended December 31, 2002  
(Continued)

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
Basic Utility Services						
General Public Services						
Storm Sewer Maintenance and Improvements						
Personal Services	\$196,631	\$193,631	\$185,582	\$0	\$185,582	\$8,049
Supplies and Materials	43,907	41,544	23,933	2,949	26,882	14,662
Other Services and Charges	117,450	112,736	89,779	5,772	95,551	17,185
Capital Outlay	2,500	2,500	2,168	0	2,168	332
Total Basic Utility Services	360,488	350,411	301,462	8,721	310,183	40,228
General Government						
City Manager						
Administration						
Personal Services	786,396	807,896	782,318	0	782,318	25,578
Supplies and Materials	13,235	13,113	12,219	670	12,889	224
Other Services and Charges	1,050,951	1,106,651	943,370	58,056	1,001,426	105,225
Capital Outlay	5,800	10,300	5,392	1,355	6,747	3,553
Total Administration	1,856,382	1,937,960	1,743,299	60,081	1,803,380	134,580
Economic Development						
Supplies and Materials	8,000	8,000	0	0	0	8,000
Other Services and Charges	175,318	171,361	165,607	0	165,607	5,754
Other Financing Uses	0	110,000	0	0	0	110,000
Total Economic Development	183,318	289,361	165,607	0	165,607	123,754
Total City Manager	2,039,700	2,227,321	1,908,906	60,081	1,968,987	258,334
Legislative						
Personal Services	101,356	101,356	88,276	0	88,276	13,080
Supplies and Materials	11,596	11,474	5,962	465	6,427	5,047
Other Services and Charges	107,116	106,554	82,810	2,782	85,592	20,962
Total Legislative	220,068	219,384	177,048	3,247	180,295	39,089
Management Information Systems						
Personal Services	731,476	731,476	694,071	0	694,071	37,405
Supplies and Materials	28,527	26,810	12,007	2,371	14,378	12,432
Other Services and Charges	477,429	456,951	214,714	117,127	331,841	125,110
Capital Outlay	188,614	186,176	142,444	18,279	160,723	25,453
Total Management Information Systems	1,426,046	1,401,413	1,063,236	137,777	1,201,013	200,400
Finance Department						
Administration and Accounting						
Personal Services	591,425	591,425	532,170	0	532,170	59,255
Supplies and Materials	24,015	23,949	17,341	1,576	18,917	5,032
Other Services and Charges	324,455	323,183	300,668	22,510	323,178	5
Capital Outlay	9,490	9,240	8,074	0	8,074	1,166
Total Administration	949,385	947,797	858,253	24,086	882,339	65,458
Income Tax						
Personal Services	307,248	292,248	274,383	0	274,383	17,865
Supplies and Materials	57,131	54,210	29,140	20,172	49,312	4,898
Other Services and Charges	68,189	63,217	46,720	5,962	52,682	10,535
Capital Outlay	4,408	273	273	0	273	0
Other Financing Uses	530,000	575,000	555,410	0	555,410	19,590
Total Income Tax	\$966,976	\$984,948	\$905,926	\$26,134	\$932,060	\$52,888

(Continued)



**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**General Fund**

For the Year Ended December 31, 2002

(Continued)

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash		Total	
			Transactions	Encumbrances		
Utility Billing Services						
Personal Services	\$471,020	\$471,020	\$446,611	\$0	\$446,611	\$24,409
Supplies and Materials	25,238	25,120	16,232	103	16,335	8,785
Other Services and Charges	46,672	46,267	28,626	3,056	31,682	14,585
Capital Outlay	20,100	20,100	14,340	0	14,340	5,760
<b>Total Utility Billing Services</b>	<b>563,030</b>	<b>562,507</b>	<b>505,809</b>	<b>3,159</b>	<b>508,968</b>	<b>53,539</b>
Mayor's Court						
Personal Services	225,835	221,835	208,824	0	208,824	13,011
Supplies and Materials	12,726	12,680	7,667	0	7,667	5,013
Other Services and Charges	212,359	198,899	167,336	14,906	182,242	16,657
Capital Outlay	8,894	8,767	8,767	0	8,767	0
<b>Total Mayor's Court</b>	<b>459,814</b>	<b>442,181</b>	<b>392,594</b>	<b>14,906</b>	<b>407,500</b>	<b>34,681</b>
Law Administration						
Personal Services	85,326	85,326	83,272	0	83,272	2,054
Other Services and Charges	282,282	268,001	233,369	0	233,369	34,632
<b>Total Law Administration</b>	<b>367,608</b>	<b>353,327</b>	<b>316,641</b>	<b>0</b>	<b>316,641</b>	<b>36,686</b>
Buildings and Grounds						
Personal Services	301,369	295,869	285,529	0	285,529	10,340
Supplies and Materials	94,927	94,527	26,799	1,264	28,063	66,464
Other Services and Charges	241,149	233,336	161,821	19,380	181,201	52,135
Capital Outlay	21,693	20,001	6,136	796	6,932	13,069
<b>Total Buildings and Grounds</b>	<b>659,138</b>	<b>643,733</b>	<b>480,285</b>	<b>21,440</b>	<b>501,725</b>	<b>142,008</b>
<b>Total Finance Department</b>	<b>3,965,951</b>	<b>3,934,493</b>	<b>3,459,508</b>	<b>89,725</b>	<b>3,549,233</b>	<b>385,260</b>
<b>Total General Government</b>	<b>7,651,765</b>	<b>7,782,611</b>	<b>6,608,698</b>	<b>290,830</b>	<b>6,899,528</b>	<b>883,083</b>
<b>Total Expenditures</b>	<b>19,675,463</b>	<b>19,750,426</b>	<b>17,228,135</b>	<b>476,294</b>	<b>17,704,429</b>	<b>2,045,997</b>
Excess of Revenues Over Expenditures	2,466,115	5,671,940	8,440,833	(476,294)	7,964,539	2,292,599
<b>Other Financing Sources (Uses):</b>						
Proceeds from Disposition of Fixed Assets	243,000	0	0	0	0	0
Advances - In	158,700	158,700	158,700	0	158,700	0
Operating Transfers - Out	(9,162,999)	(9,174,499)	(9,174,499)	0	(9,174,499)	0
<b>Total Other Financing Sources (Uses)</b>	<b>(8,761,299)</b>	<b>(9,015,799)</b>	<b>(9,015,799)</b>	<b>0</b>	<b>(9,015,799)</b>	<b>0</b>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(6,295,184)	(3,343,859)	(574,966)	(476,294)	(1,051,260)	2,292,599
Fund Balance at Beginning of Year	17,435,854	17,435,854	18,054,177	(618,323)	17,435,854	0
Prior Year Encumbrances Carried Over	618,323	618,323	0	618,323	618,323	0
<b>Fund Balance at End of Year</b>	<b>\$11,758,993</b>	<b>\$14,710,318</b>	<b>\$17,479,211</b>	<b>(\$476,294)</b>	<b>\$17,002,917</b>	<b>\$2,292,599</b>

# *Special Revenue Funds*

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Special Revenue Funds are established to account for the proceeds of specific revenue resources (other than major capital projects) that are restricted by law and administrative action to expenditures for a specified purpose.

*Fire Operating Fund* - To account for the property tax revenues generated from continuing levies and used to finance the operations of the Fire Department.

*Street Maintenance Fund* - To account for the portion (92.5%) of the state gasoline tax and motor vehicle registration fees designated for maintenance and repair of streets within the City.

*State Highway Fund* - To account for the portion (7.5%) of the state gasoline tax and motor vehicle registration fees designated for maintenance of state highways within the City.

*Drug Abuse Resistance Education (DARE) Fund* - To account for all charitable contributions used to finance the City's DARE programs.

*Permissive Motor Vehicle License Fund* - To account for the permissive motor vehicle registration fees used for maintenance of streets within the City.

*Hotel Tax Fund* - To account for the receipt of seventy-five percent of the hotel tax revenues collected by the City and expended as required by local ordinance.

*Cable TV Franchise Fee Fund* - To account for cable franchise fees which are used primarily to supplement funding to the Otterbein University community access channel.

*OMVI Education Fund* - To account for contributions to the Mayor's Task Force on alcohol and drug abuse programs and court fines restricted for OMVI education.

*Tax Incentive / Redistribution Fund* - To account for monies received from payments in lieu of taxes to be redistributed to area school districts.

*Parks and Recreation Fund* - To account for monies received and expended for the Parks and Recreation Department programs and activities.

*Parks and Recreation Income Tax Operating Fund* - To account for the receipts from the operations of the parks and recreation facilities constructed using income tax monies.

Continued

# *Special Revenue Funds*

(Continued)

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*Parks and Recreation Income Tax Allocation Fund* - To account for the receipts generated by the additional .25% City income tax which are designated for the development of the parks and recreation projects.

*Criminal Activity Forfeiture Fund* - To account for assets seized and forfeited by individuals engaged in criminal activities which are used to further law enforcement activities.

*Drug Enforcement Fund* - To account for the proceeds from the sale of contraband and/or proceeds from property seized and forfeited as a result of a felony arrest, prosecution and conviction by the Westerville Police Department. Monies may be used for the following purposes: 1) To pay the costs of drug investigations or prosecutions, 2) To provide reasonable technical training or expertise, or 3) To provide matching funds to obtain federal grants to aid law enforcement activities.

*Mayor's Operating Fund* - To account for money received by the Mayor and used to promote the City and its governmental functions.

*Community Transportation Fund* - To account for money received from transfers from the General Fund to provide public transportation services through the Central Ohio Transit Authority (COTA) bus line. The City did not anticipate activity in this fund and no activity occurred. Therefore, a separate budgetary statement is not presented.

*Mayor's Court Computer Fund* - To account for court costs collected for the acquisition and maintenance of computer equipment used in the operations of the Court.

**City of Westerville, Ohio**

Combining Balance Sheet

**Special Revenue Funds**

As of December 31, 2002

	Fire Operating	Street Maintenance	State Highway	DARE
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$2,474,132	\$1,588,068	\$272,712	\$11,619
Cash with Fiscal and Escrow Agents	0	0	0	0
Receivables:				
Taxes	8,363,184	0	0	0
Accounts (net of allowance for uncollectable Accounts	0	2,369	0	0
Intergovernmental	127,798	514,852	41,745	0
Accrued Interest	26,947	0	0	35
Interfund Receivable	0	0	0	0
Materials and Supplies Inventory	0	146,803	0	0
Advances to Other Funds	0	0	0	0
Total Assets	<u>\$10,992,061</u>	<u>\$2,252,092</u>	<u>\$314,457</u>	<u>\$11,654</u>
<u>Liabilities:</u>				
Accounts Payable	\$42,943	\$33,946	\$0	\$0
Contracts Payable	0	0	0	0
Accrued Wages	139,126	16,213	0	0
Compensated Absences Payable	85,118	5,255	0	0
Retainage Payable	0	0	0	0
Intergovernmental Payable	50,847	5,996	0	0
Deferred Revenue	8,396,399	430,179	34,880	0
Advances from Other Funds	0	0	0	0
Total Liabilities	<u>8,714,433</u>	<u>491,589</u>	<u>34,880</u>	<u>0</u>
<u>Fund Equity:</u>				
Fund Balance:				
Reserved for Encumbrances	119,516	77,831	43,794	0
Reserved for Inventory	0	146,803	0	0
Reserved for Advances	0	0	0	0
Unreserved (Deficit)	2,158,112	1,535,869	235,783	11,654
Total Fund Equity (Deficit)	<u>2,277,628</u>	<u>1,760,503</u>	<u>279,577</u>	<u>11,654</u>
Total Liabilities and Fund Equity	<u>\$10,992,061</u>	<u>\$2,252,092</u>	<u>\$314,457</u>	<u>\$11,654</u>

Permissive Motor Vehicle License	Hotel Tax	Cable TV Franchise Fee	OMVI Education	Tax Incentive / Redistribution
\$761,643	\$0	\$498,562	\$8,085	\$72,775
400,079	0	0	0	0
0	2,115	0	0	0
0	0	78,299	0	0
25,860	0	0	0	0
0	0	0	0	0
0	0	0	180	0
0	0	0	0	0
0	0	12,937	0	0
<u>\$1,187,582</u>	<u>\$2,115</u>	<u>\$589,798</u>	<u>\$8,265</u>	<u>\$72,775</u>

\$0	\$0	\$3,936	\$0	\$0
3,019	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	8,964	0	0
0	12,937	0	0	0
<u>3,019</u>	<u>12,937</u>	<u>12,900</u>	<u>0</u>	<u>0</u>

40,773	0	4,520	0	0
0	0	0	0	0
0	0	12,937	0	0
<u>1,143,790</u>	<u>(10,822)</u>	<u>559,441</u>	<u>8,265</u>	<u>72,775</u>
<u>1,184,563</u>	<u>(10,822)</u>	<u>576,898</u>	<u>8,265</u>	<u>72,775</u>
<u>\$1,187,582</u>	<u>\$2,115</u>	<u>\$589,798</u>	<u>\$8,265</u>	<u>\$72,775</u>

(Continued)

**City of Westerville, Ohio**

Combining Balance Sheet

**Special Revenue Funds**

As of December 31, 2002

(Continued)

	Parks and Recreation	Parks and Recreation Income Tax Operating	Parks and Recreation Income Tax Allocation	Criminal Activity Forfeiture
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$1,052,889	\$1,848,280	\$1,914,280	\$106,706
Cash with Fiscal and Escrow Agents	0	0	0	0
Receivables:				
Taxes	0	0	490,990	0
Accounts (net of allowance for uncollectable Accounts	0	656	0	0
Intergovernmental	0	6,984	0	0
Accrued Interest	0	0	0	1,162
Interfund Receivable	0	0	0	0
Materials and Supplies Inventory	107,581	0	0	0
Advances to Other Funds	0	0	0	0
Total Assets	<u>\$1,160,470</u>	<u>\$1,855,920</u>	<u>\$2,405,270</u>	<u>\$107,868</u>
<u>Liabilities:</u>				
Accounts Payable	\$78,407	\$36,659	\$0	\$7,841
Contracts Payable	1,207	0	0	0
Accrued Wages	0	61,879	0	0
Compensated Absences Payable	0	14,541	0	0
Retainage Payable	0	25,867	0	0
Intergovernmental Payable	448	27,095	0	0
Deferred Revenue	0	6,984	284,926	0
Advances from Other Funds	0	0	0	0
Total Liabilities	<u>80,062</u>	<u>173,025</u>	<u>284,926</u>	<u>7,841</u>
<u>Fund Equity:</u>				
Fund Balance:				
Reserved for Encumbrances	341,833	22,068	0	5,239
Reserved for Inventory	107,581	0	0	0
Reserved for Advances	0	0	0	0
Unreserved (Deficit)	630,994	1,660,827	2,120,344	94,788
Total Fund Equity (Deficit)	<u>1,080,408</u>	<u>1,682,895</u>	<u>2,120,344</u>	<u>100,027</u>
Total Liabilities and Fund Equity	<u>\$1,160,470</u>	<u>\$1,855,920</u>	<u>\$2,405,270</u>	<u>\$107,868</u>

Drug Enforcement	Mayor's Operating	Community Transportation	Mayor's Court Computer	Totals
\$5,089	\$1,183	\$13,904	\$104,194	\$10,734,121
0	0	0	0	400,079
0	0	0	0	8,856,289
0	0	0	0	81,324
0	0	0	0	717,239
35	0	0	0	28,179
0	0	0	2,560	2,740
0	0	0	0	254,384
0	0	0	0	12,937
<u>\$5,124</u>	<u>\$1,183</u>	<u>\$13,904</u>	<u>\$106,754</u>	<u>\$21,087,292</u>
\$0	\$0	\$0	\$0	\$203,732
0	0	0	0	4,226
0	0	0	434	217,652
0	0	0	0	104,914
0	0	0	0	25,867
0	0	0	9	84,395
0	0	0	0	9,162,332
0	0	0	0	12,937
<u>0</u>	<u>0</u>	<u>0</u>	<u>443</u>	<u>9,816,055</u>
0	0	0	0	655,574
0	0	0	0	254,384
0	0	0	0	12,937
5,124	1,183	13,904	106,311	10,348,342
<u>5,124</u>	<u>1,183</u>	<u>13,904</u>	<u>106,311</u>	<u>11,271,237</u>
<u>\$5,124</u>	<u>\$1,183</u>	<u>\$13,904</u>	<u>\$106,754</u>	<u>\$21,087,292</u>

**City of Westerville, Ohio**

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

**Special Revenue Funds**

For the Year Ended December 31, 2002

	Fire Operating	Street Maintenance	State Highway
<u>Revenues:</u>			
Property Taxes	\$4,965,722	\$0	\$0
Municipal Income Tax	0	0	0
Other Local Taxes	0	0	0
Intergovernmental	1,589,195	1,068,725	86,653
Charges for Services	1,845	421	0
Fees, Licenses and Permits	0	0	0
Fines and Forfeitures	0	0	0
Interest	126,300	0	0
Net Increase (Decrease) in Fair Value	(38,874)	0	0
Miscellaneous	40,297	9,803	0
Total Revenues	6,684,485	1,078,949	86,653
<u>Expenditures:</u>			
Current Operations and Maintenance			
Security of Persons and Property	7,772,173	0	0
Leisure Time Activities	0	0	0
Transportation	0	1,357,659	40,280
General Government	0	0	0
Total Expenditures	7,772,173	1,357,659	40,280
Excess of Revenues Over (Under) Expenditures	(1,087,688)	(278,710)	46,373
<u>Other Financing Sources (Uses):</u>			
Proceeds from Disposition of Fixed Assets	13,696	0	0
Operating Transfers - In	0	550,000	0
Operating Transfers - Out	0	0	0
Total Other Financing Sources (Uses)	13,696	550,000	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,073,992)	271,290	46,373
Fund Balances at Beginning of Year	3,351,620	1,477,313	233,204
Increase (Decrease) in Reserve for Inventory	0	11,900	0
Fund Balances (Deficit) at End of Year	\$2,277,628	\$1,760,503	\$279,577



DARE	Permissive Motor Vehicle License	Hotel Tax	Cable TV Franchise Fee	OMVI Education	Tax Incentive / Redistribution
\$0	\$0	\$0	\$0	\$0	\$182,414
0	0	0	0	0	0
0	0	58,460	0	0	0
1,610	466,967	0	0	0	0
0	0	0	0	0	0
0	0	0	324,224	0	0
7,818	0	0	0	1,964	0
234	0	0	0	0	0
(102)	0	0	0	0	0
2,951	0	0	120	0	0
12,511	466,967	58,460	324,344	1,964	182,414
8,295	0	0	0	100	0
0	0	0	0	0	0
0	247,104	0	0	0	0
0	0	76,148	286,391	0	267,902
8,295	247,104	76,148	286,391	100	267,902
4,216	219,863	(17,688)	37,953	1,864	(85,488)
0	0	0	0	0	0
0	0	0	0	0	152,503
0	0	0	0	0	0
0	0	0	0	0	152,503
4,216	219,863	(17,688)	37,953	1,864	67,015
7,438	964,700	6,866	538,945	6,401	5,760
0	0	0	0	0	0
\$11,654	\$1,184,563	(\$10,822)	\$576,898	\$8,265	\$72,775

(Continued)

**City of Westerville, Ohio**

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

**Special Revenue Funds**

For the Year Ended December 31, 2002

(Continued)

	Parks and Recreation	Parks and Recreation Income Tax Operating	Parks and Recreation Income Tax Allocation
<u>Revenues:</u>			
Property Taxes	\$0	\$0	\$0
Municipal Income Tax	0	0	3,260,351
Other Local Taxes	0	0	0
Intergovernmental	0	0	0
Charges for Services	793,786	1,566,190	0
Fees, Licenses and Permits	45,045	0	0
Fines and Forfeitures	0	0	0
Interest	0	0	0
Net Increase (Decrease) in Fair Value	0	0	0
Miscellaneous	26,768	3,040	0
<b>Total Revenues</b>	<b>865,599</b>	<b>1,569,230</b>	<b>3,260,351</b>
<u>Expenditures:</u>			
Current Operations and Maintenance			
Security of Persons and Property	0	0	0
Leisure Time Activities	3,521,052	1,704,651	0
Transportation	0	0	0
General Government	0	0	0
<b>Total Expenditures</b>	<b>3,521,052</b>	<b>1,704,651</b>	<b>0</b>
Excess of Revenues Over (Under) Expenditures	(2,655,453)	(135,421)	3,260,351
<u>Other Financing Sources (Uses):</u>			
Proceeds from Disposition of Fixed Assets	0	0	0
Operating Transfers - In	2,581,230	0	0
Operating Transfers - Out	0	0	(2,263,865)
<b>Total Other Financing Sources (Uses)</b>	<b>2,581,230</b>	<b>0</b>	<b>(2,263,865)</b>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(74,223)	(135,421)	996,486
Fund Balances at Beginning of Year	1,181,501	1,818,316	1,123,858
Increase (Decrease) in Reserve for Inventory	(26,870)	0	0
<b>Fund Balances (Deficit) at End of Year</b>	<b>\$1,080,408</b>	<b>\$1,682,895</b>	<b>\$2,120,344</b>

Criminal Activity Forfeiture	Drug Enforcement	Mayor's Operating	Community Transportation	Mayor's Court Computer	Totals
\$0	\$0	\$0	\$0	\$0	\$5,148,136
0	0	0	0	0	3,260,351
0	0	0	0	0	58,460
0	0	0	0	0	3,213,150
0	0	0	0	0	2,362,242
0	0	0	0	0	369,269
75,274	800	0	0	33,637	119,493
5,397	147	0	0	0	132,078
(1,541)	76	0	0	0	(40,441)
0	0	950	0	0	83,929
79,130	1,023	950	0	33,637	14,706,667
85,945	0	0	0	0	7,866,513
0	0	0	0	0	5,225,703
0	0	0	0	0	1,645,043
0	0	771	0	17,200	648,412
85,945	0	771	0	17,200	15,385,671
(6,815)	1,023	179	0	16,437	(679,004)
0	0	0	0	0	13,696
0	0	0	0	0	3,283,733
0	0	0	0	0	(2,263,865)
0	0	0	0	0	1,033,564
(6,815)	1,023	179	0	16,437	354,560
106,842	4,101	1,004	13,904	89,874	10,931,647
0	0	0	0	0	(14,970)
\$100,027	\$5,124	\$1,183	\$13,904	\$106,311	\$11,271,237

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**Fire Operating Special Revenue Fund**

For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<b>Revenues:</b>						
Property Taxes	\$5,048,461	\$4,959,928	\$4,965,722		\$4,965,722	\$5,794
Intergovernmental	1,308,267	1,494,612	1,494,612		1,494,612	0
Charges for Services	1,500	1,845	1,845		1,845	0
Interest	51,000	132,500	145,138		145,138	12,638
Miscellaneous	0	40,296	40,297		40,297	1
<b>Total Revenues</b>	<b>6,409,228</b>	<b>6,629,181</b>	<b>6,647,614</b>		<b>6,647,614</b>	<b>18,433</b>
<b>Expenditures:</b>						
Current Operations and Maintenance						
Security of Persons and Property						
Fire Department						
Operations						
Personal Services	6,795,644	6,795,644	6,732,703	0	6,732,703	62,941
Supplies and Materials	330,250	320,336	225,062	27,207	252,269	68,067
Other Services and Charges	625,092	600,879	440,317	61,829	502,146	98,733
Capital Outlay	373,015	369,615	267,205	73,544	340,749	28,866
<b>Total Expenditures</b>	<b>8,124,001</b>	<b>8,086,474</b>	<b>7,665,287</b>	<b>162,580</b>	<b>7,827,867</b>	<b>258,607</b>
Excess of Revenues Over (Under) Expenditures	(1,714,773)	(1,457,293)	(1,017,673)	(162,580)	(1,180,253)	277,040
<b>Other Financing Sources (Uses):</b>						
Proceeds from Disposition of Fixed Assets	0	13,696	13,696		13,696	0
Advances - Out	(53,700)	(53,700)	(53,700)		(53,700)	0
<b>Total Other Financing Sources (Uses)</b>	<b>(53,700)</b>	<b>(40,004)</b>	<b>(40,004)</b>		<b>(40,004)</b>	<b>0</b>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,768,473)	(1,497,297)	(1,057,677)	(162,580)	(1,220,257)	277,040
Fund Balance at Beginning of Year	3,243,870	3,243,870	3,473,414	(229,544)	3,243,870	0
Prior Year Encumbrances Carried Over	229,544	229,544	0	229,544	229,544	0
<b>Fund Balance at End of Year</b>	<b>\$1,704,941</b>	<b>\$1,976,117</b>	<b>\$2,415,737</b>	<b>(\$162,580)</b>	<b>\$2,253,157</b>	<b>\$277,040</b>

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**Street Maintenance Special Revenue Fund**

For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Intergovernmental	\$1,010,000	\$1,060,600	\$1,063,641		\$1,063,641	\$3,041
Miscellaneous	0	8,587	8,588		8,588	1
<b>Total Revenues</b>	<b>1,010,000</b>	<b>1,069,187</b>	<b>1,072,229</b>		<b>1,072,229</b>	<b>3,042</b>
<u>Expenditures:</u>						
Current Operations and Maintenance						
Transportation						
Right of Way Maintenance						
Personal Services	796,135	795,943	748,341	339	748,680	47,263
Supplies and Materials	411,747	382,927	208,881	81,783	290,664	92,263
Other Services and Charges	454,372	426,324	287,597	29,792	317,389	108,935
Capital Outlay	115,372	115,169	100,298	0	100,298	14,871
<b>Total Expenditures</b>	<b>1,777,626</b>	<b>1,720,363</b>	<b>1,345,117</b>	<b>111,914</b>	<b>1,457,031</b>	<b>263,332</b>
Excess of Revenues Over (Under) Expenditures	(767,626)	(651,176)	(272,888)	(111,914)	(384,802)	266,374
<u>Other Financing Sources:</u>						
Operating Transfers - In	550,000	550,000	550,000		550,000	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(217,626)	(101,176)	277,112	(111,914)	165,198	266,374
Fund Balance at Beginning of Year	1,217,564	1,217,564	1,310,955	(93,391)	1,217,564	0
Prior Year Encumbrances Carried Over	93,391	93,391	0	93,391	93,391	0
<b>Fund Balance at End of Year</b>	<b>\$1,093,329</b>	<b>\$1,209,779</b>	<b>\$1,588,067</b>	<b>(\$111,914)</b>	<b>\$1,476,153</b>	<b>\$266,374</b>

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**State Highway Special Revenue Fund**

For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Intergovernmental	\$81,891	\$85,994	\$86,241		\$86,241	\$247
<u>Expenditures:</u>						
Current Operations and Maintenance						
Security of Persons and Property						
Transportation						
Right of Way Maintenance						
Capital Outlay	108,020	100,001	40,280	43,794	84,074	15,927
Excess of Revenues Over (Under) Expenditures	(26,129)	(14,007)	45,961	(43,794)	2,167	16,174
Fund Balance at Beginning of Year	188,729	188,729	226,749	(38,020)	188,729	0
Prior Year Encumbrances Carried Over	38,020	38,020	0	38,020	38,020	0
Fund Balance at End of Year	\$200,620	\$212,742	\$272,710	(\$43,794)	\$228,916	\$16,174

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**DARE Special Revenue Fund**

For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Intergovernmental	\$0	\$1,610	\$1,610		\$1,610	\$0
Fines and Forfeitures	0	7,800	7,818		7,818	18
Interest	0	275	283		283	8
Miscellaneous	0	2,950	2,951		2,951	1
<b>Total Revenues</b>	<b>0</b>	<b>12,635</b>	<b>12,662</b>		<b>12,662</b>	<b>27</b>
<u>Expenditures:</u>						
Current Operations and Maintenance						
Security of Persons and Property						
Police Department						
Police Services						
Supplies and Materials	996	10,032	9,145	885	10,030	2
Excess of Revenues Over (Under) Expenditures	(996)	2,603	3,517	(885)	2,632	29
Fund Balance at Beginning of Year	7,029	7,029	8,025	(996)	7,029	0
Prior Year Encumbrances Carried Over	996	996	0	996	996	0
<b>Fund Balance at End of Year</b>	<b>\$7,029</b>	<b>\$10,628</b>	<b>\$11,542</b>	<b>(\$885)</b>	<b>\$10,657</b>	<b>\$29</b>

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Permissive Motor Vehicle License Special Revenue Fund**  
For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Intergovernmental	\$305,000	\$313,152	\$313,152		\$313,152	\$0
<u>Expenditures:</u>						
Current Operations and Maintenance						
Transportation						
Right of Way Maintenance						
Capital Outlay	481,777	467,159	426,385	40,773	467,158	1
Excess of Revenues Over (Under) Expenditures	(176,777)	(154,007)	(113,233)	(40,773)	(154,006)	1
Fund Balance at Beginning of Year	643,098	643,098	874,875	(231,777)	643,098	0
Prior Year Encumbrances Carried Over	231,777	231,777	0	231,777	231,777	0
Fund Balance at End of Year	\$698,098	\$720,868	\$761,642	(\$40,773)	\$720,869	\$1



**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Hotel Tax Special Revenue Fund**  
For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Other Local Taxes	\$72,000	\$59,706	\$59,707		\$59,707	\$1
<u>Expenditures:</u>						
Current Operations and Maintenance						
Leisure Time Activities						
Parks and Recreation						
Parks						
Capital Outlay	7,763	7,763	7,763	0	7,763	0
General Government						
Other Government						
Other Services and Charges	72,350	76,205	76,204	0	76,204	1
Total Expenditures	80,113	83,968	83,967	0	83,967	1
Excess of Revenues Over (Under) Expenditures	(8,113)	(24,262)	(24,260)	0	(24,260)	2
<u>Other Financing Sources:</u>						
Advances - In	0	17,725	12,937	0	12,937	(4,788)
Excess of Revenues and Other Financing Sources Under Expenditures	(8,113)	(6,537)	(11,323)	0	(11,323)	(4,786)
Fund Balance at Beginning of Year	3,210	3,210	11,323	(8,113)	3,210	0
Prior Year Encumbrances Carried Over	8,113	8,113	0	8,113	8,113	0
Fund Balance at End of Year	\$3,210	\$4,786	\$0	\$0	\$0	(\$4,786)

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**Cable TV Franchise Fee Special Revenue Fund**

For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Fees, Licenses and Permits	\$322,295	\$340,451	\$340,452		\$340,452	\$1
Miscellaneous	0	120	120		120	0
<b>Total Revenues</b>	<b>322,295</b>	<b>340,571</b>	<b>340,572</b>		<b>340,572</b>	<b>1</b>
<u>Expenditures:</u>						
Current Operations and Maintenance						
General Government						
Other Government						
Supplies and Materials	11,888	11,849	7,128	300	7,428	4,421
Other Services and Charges	155,012	175,771	139,806	7,133	146,939	28,832
Capital Outlay	125,693	141,000	140,392	0	140,392	608
<b>Total Expenditures</b>	<b>292,593</b>	<b>328,620</b>	<b>287,326</b>	<b>7,433</b>	<b>294,759</b>	<b>33,861</b>
Excess of Revenues Over Expenditures	29,702	11,951	53,246	(7,433)	45,813	33,862
<u>Other Financing Uses:</u>						
Advances - Out	0	(21,725)	(12,937)	0	(12,937)	8,788
Excess of Revenues Over (Under) Expenditures and Other Financing Uses	29,702	(9,774)	40,309	(7,433)	32,876	42,650
Fund Balance at Beginning of Year	443,086	443,086	458,254	(15,168)	443,086	0
Prior Year Encumbrances Carried Over	15,168	15,168	0	15,168	15,168	0
<b>Fund Balance at End of Year</b>	<b>\$487,956</b>	<b>\$448,480</b>	<b>\$498,563</b>	<b>(\$7,433)</b>	<b>\$491,130</b>	<b>\$42,650</b>

**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**OMVI Education Special Revenue Fund**  
For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Fines and Forfeitures	\$0	\$1,984	\$1,984		\$1,984	\$0
<u>Expenditures:</u>						
Current Operations and Maintenance						
Security of Persons and Property						
Police Department						
Police Services						
Other Services and Charges	0	100	100	0	100	0
Capital Outlay	5,445	5,445	5,445	0	5,445	0
Total Expenditures	5,445	5,545	5,545	0	5,545	0
Excess of Revenues Under Expenditures	(5,445)	(3,561)	(3,561)	0	(3,561)	0
Fund Balance at Beginning of Year	6,200	6,200	11,645	0	6,200	0
Prior Year Encumbrances Carried Over	5,445	5,445	0	0	5,445	0
Fund Balance at End of Year	\$6,200	\$8,084	\$8,084	\$0	\$8,084	\$0

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**Tax Incentive / Redistribution Special Revenue Fund**

For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Property Taxes	\$0	\$182,414	\$182,414		\$182,414	\$0
<u>Expenditures:</u>						
Current Operations and Maintenance						
General Government						
Other Government						
Other Services and Charges	0	267,904	267,902	0	267,902	2
Excess of Revenues Over (Under) Expenditures	0	(85,490)	(85,488)	0	(85,488)	2
<u>Other Financing Sources:</u>						
Operating Transfers - In	152,503	152,503	152,503	0	152,503	0
Excess of Revenues and Other Financing Sources Over Expenditures	152,503	67,013	67,015	0	67,015	2
Fund Balance at Beginning of Year	5,760	5,760	5,760	0	5,760	0
Fund Balance at End of Year	\$158,263	\$72,773	\$72,775	\$0	\$72,775	\$2

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**Parks and Recreation Special Revenue Fund**

For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash		Total	
			Transactions	Encumbrances		
<b>Revenues:</b>						
Intergovernmental	\$194,886	\$212,000	\$0		\$0	(\$212,000)
Charges for Services	572,616	760,900	794,366		794,366	33,466
Fees, Licenses and Permits	22,982	44,059	45,045		45,045	986
Miscellaneous	0	26,267	26,768		26,768	501
<b>Total Revenues</b>	<b>790,484</b>	<b>1,043,226</b>	<b>866,179</b>		<b>866,179</b>	<b>(177,047)</b>
<b>Expenditures:</b>						
Current Operations and Maintenance						
Leisure Time Activities						
Parks and Recreation						
Administration						
Personal Services	398,003	398,003	388,242	0	388,242	9,761
Supplies and Materials	29,392	27,597	16,008	3,884	19,892	7,705
Other Services and Charges	101,208	97,218	90,586	972	91,558	5,660
<b>Total Administration</b>	<b>528,603</b>	<b>522,818</b>	<b>494,836</b>	<b>4,856</b>	<b>499,692</b>	<b>23,126</b>
Recreation Services						
Personal Services	495,258	495,258	484,288	0	484,288	10,970
Supplies and Materials	20,162	19,942	12,686	1,450	14,136	5,806
Other Services and Charges	55,157	53,519	49,601	1,765	51,366	2,153
Capital Outlay	11,350	11,350	3,512	0	3,512	7,838
<b>Total Recreation Services</b>	<b>581,927</b>	<b>580,069</b>	<b>550,087</b>	<b>3,215</b>	<b>553,302</b>	<b>26,767</b>
Recreation Programs						
Personal Services	148,597	186,597	169,057	0	169,057	17,540
Supplies and Materials	116,062	114,175	105,019	5,709	110,728	3,447
Other Services and Charges	204,964	294,193	247,481	2,275	249,756	44,437
Other Financing Uses	5,000	5,000	4,521	0	4,521	479
<b>Total Recreation Programs</b>	<b>474,623</b>	<b>599,965</b>	<b>526,078</b>	<b>7,984</b>	<b>534,062</b>	<b>65,903</b>
Parks						
Personal Services	770,345	770,345	704,026	0	704,026	66,319
Supplies and Materials	179,590	182,971	134,284	41,320	175,604	7,367
Other Services and Charges	266,525	263,743	203,323	31,451	234,774	28,969
Capital Outlay	553,455	777,086	289,918	244,546	534,464	242,622
<b>Total Parks</b>	<b>1,769,915</b>	<b>1,994,145</b>	<b>1,331,551</b>	<b>317,317</b>	<b>1,648,868</b>	<b>345,277</b>
Senior Center						
Personal Services	376,807	376,807	358,973	0	358,973	17,834
Supplies and Materials	51,799	47,943	37,663	1,894	39,557	8,386
Other Services and Charges	84,739	83,300	57,867	9,309	67,176	16,124
Capital Outlay	132,747	132,747	16,140	30,174	46,314	86,433
<b>Total Senior Center</b>	<b>646,092</b>	<b>640,797</b>	<b>470,643</b>	<b>41,377</b>	<b>512,020</b>	<b>128,777</b>
Urban Forestry Services						
Personal Services	161,155	161,155	108,789	0	108,789	52,366
Supplies and Materials	37,425	37,425	32,513	4,606	37,119	306
Other Services and Charges	36,050	86,050	32,938	41,336	74,274	11,776
Capital Outlay	53,009	53,009	51,289	0	51,289	1,720
<b>Total Urban Forestry Services</b>	<b>287,639</b>	<b>337,639</b>	<b>225,529</b>	<b>45,942</b>	<b>271,471</b>	<b>66,168</b>
<b>Total Expenditures</b>	<b>\$4,288,799</b>	<b>\$4,675,433</b>	<b>\$3,598,724</b>	<b>\$420,691</b>	<b>\$4,019,415</b>	<b>\$656,018</b>

(Continued)

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**Parks and Recreation Special Revenue Fund**

For the Year Ended December 31, 2002  
(Continued)

	Budget		Actual			Variance Favorable (Unfavorable)
	Budget	Budget	Cash Transactions	Encumbrances	Total	
Excess of Revenues Over (Under) Expenditures	(\$3,498,315)	(\$3,632,207)	(\$2,732,545)	(\$420,691)	(\$3,153,236)	\$478,971
<u>Other Financing Sources:</u>						
Operating Transfers - In	2,326,896	2,581,230	2,581,230		2,581,230	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(1,171,419)	(1,050,977)	(151,315)	(420,691)	(572,006)	478,971
Fund Balance at Beginning of Year	996,047	996,047	1,204,203	(208,156)	996,047	0
Prior Year Encumbrances Carried Over	208,156	208,156	0	208,156	208,156	0
Fund Balance at End of Year	\$32,784	\$153,226	\$1,052,888	(\$420,691)	\$632,197	\$478,971

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**Parks and Recreation Income Tax Operating Special Revenue Fund**

For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<b>Revenues:</b>						
Charges for Services	\$1,231,450	\$1,395,600	\$1,565,534		\$1,565,534	\$169,934
Miscellaneous	0	3,039	3,040		3,040	1
<b>Total Revenues</b>	<b>1,231,450</b>	<b>1,398,639</b>	<b>1,568,574</b>		<b>1,568,574</b>	<b>169,935</b>
<b>Expenditures:</b>						
Current Operations and Maintenance						
Leisure Time Activities						
Parks and Recreation						
Recreation Programs						
Personal Services	1,097,159	1,093,159	946,679	0	946,679	146,480
Supplies and Materials	129,406	122,224	82,250	12,937	95,187	27,037
Other Services and Charges	433,588	516,974	407,179	30,915	438,094	78,880
Capital Outlay	500	500	0	0	0	500
Other Financing Uses	20,000	24,000	21,807	0	21,807	2,193
<b>Total Recreation Programs</b>	<b>1,680,653</b>	<b>1,756,857</b>	<b>1,457,915</b>	<b>43,852</b>	<b>1,501,767</b>	<b>255,090</b>
Parks						
Personal Services	84,606	84,606	84,606	0	84,606	0
Supplies and Materials	29,926	29,596	25,929	3,258	29,187	409
Other Services and Charges	20,678	20,520	12,105	6,524	18,629	1,891
Capital Outlay	53,631	53,631	53,569	0	53,569	62
<b>Total Parks</b>	<b>188,841</b>	<b>188,353</b>	<b>176,209</b>	<b>9,782</b>	<b>185,991</b>	<b>2,362</b>
<b>Total Expenditures</b>	<b>1,869,494</b>	<b>1,945,210</b>	<b>1,634,124</b>	<b>53,634</b>	<b>1,687,758</b>	<b>257,452</b>
Excess of Revenues Over (Under) Expenditures	(638,044)	(546,571)	(65,550)	(53,634)	(119,184)	427,387
Fund Balance at Beginning of Year	1,816,502	1,816,502	1,913,831	(97,329)	1,816,502	0
Prior Year Encumbrances Carried Over	97,329	97,329	0	97,329	97,329	0
<b>Fund Balance at End of Year</b>	<b>\$1,275,787</b>	<b>\$1,367,260</b>	<b>\$1,848,281</b>	<b>(\$53,634)</b>	<b>\$1,794,647</b>	<b>\$427,387</b>

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**Parks and Recreation Income Tax Allocation Special Revenue Fund**

For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Income Taxes	\$3,200,000	\$3,200,000	\$3,257,444		\$3,257,444	\$57,444
<u>Expenditures:</u>	0	0	0	0	0	0
Excess of Revenues Over Expenditures	3,200,000	3,200,000	3,257,444	0	3,257,444	57,444
<u>Other Financing Uses:</u>						
Operating Transfers - Out	(2,263,865)	(2,263,865)	(2,263,865)	0	(2,263,865)	0
Excess of Revenues Over Expenditures and Other Financing Uses	936,135	936,135	993,579	0	993,579	57,444
Fund Balance at Beginning of Year	920,701	920,701	920,701	0	920,701	0
Fund Balance at End of Year	\$1,856,836	\$1,856,836	\$1,914,280	\$0	\$1,914,280	\$57,444



**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**Criminal Activity Forfeiture Special Revenue Fund**

For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Fines and Forfeitures	\$0	\$75,116	\$75,274		\$75,274	\$158
Interest	0	5,218	5,574		5,574	356
<b>Total Revenues</b>	<b>0</b>	<b>80,334</b>	<b>80,848</b>		<b>80,848</b>	<b>514</b>
<u>Expenditures:</u>						
Current Operations and Maintenance						
Security of Persons and Property						
Police Department						
Police Services						
Supplies and Materials	0	43,367	36,166	7,200	43,366	1
Other Services and Charges	191	8,893	8,834	52	8,886	7
Capital Outlay	0	39,058	33,267	5,790	39,057	1
<b>Total Expenditures</b>	<b>191</b>	<b>91,318</b>	<b>78,267</b>	<b>13,042</b>	<b>91,309</b>	<b>9</b>
Excess of Revenues Over (Under) Expenditures	(191)	(10,984)	2,581	(13,042)	(10,461)	(523)
Fund Balance at Beginning of Year	102,632	102,632	102,823	(191)	102,632	0
Prior Year Encumbrances Carried Over	191	191	0	191	191	0
<b>Fund Balance at End of Year</b>	<b>\$102,632</b>	<b>\$91,839</b>	<b>\$105,404</b>	<b>(\$13,042)</b>	<b>92,362</b>	<b>(523)</b>

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**Drug Enforcement Special Revenue Fund**

For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Fines and Forfeitures	\$0	\$750	\$800		\$800	\$50
Interest	0	177	196		196	19
Total Revenues	0	927	996		996	69
<u>Expenditures:</u>	0	0	0	0	0	0
Excess of Revenues Over Expenditures	0	927	996	0	996	69
Fund Balance at Beginning of Year	4,017	4,017	4,017	0	4,017	0
Fund Balance at End of Year	\$4,017	\$4,944	\$5,013	\$0	\$5,013	\$69

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**Mayor's Operating Special Revenue Fund**

For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Miscellaneous	\$0	\$950	\$950		\$950	\$0
<u>Expenditures:</u>						
Current Operations and Maintenance						
General Government						
Other Government						
Other Services and Charges	483	1,092	1,092	0	1,092	0
Excess of Revenues Under Expenditures	(483)	(142)	(142)	0	(142)	0
Fund Balance at Beginning of Year	842	842	1,325	0	842	0
Prior Year Encumbrances Carried Over	483	483	0	0	483	0
Fund Balance at End of Year	\$842	\$1,183	\$1,183	\$0	\$1,183	\$0

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**Mayor's Court Computer Special Revenue Fund**

For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Fines and Forfeitures	\$0	\$33,545	\$33,545		\$33,545	\$0
<u>Expenditures:</u>						
Current Operations and Maintenance						
General Government						
Other Government						
Personal Services	0	15,408	15,407	0	15,407	1
Supplies and Materials	247	2,464	1,436	0	1,436	1,028
Total Expenditures	247	17,872	16,843	0	16,843	1,029
Excess of Revenues Over (Under) Expenditures	(247)	15,673	16,702	0	16,702	1,029
Fund Balance at Beginning of Year	87,245	87,245	87,492	(247)	87,245	0
Prior Year Encumbrances Carried Over	247	247	0	247	247	0
Fund Balance at End of Year	\$87,245	\$103,165	\$104,194	\$0	\$104,194	\$1,029

**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Total - Special Revenue Funds**  
For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<b>Revenues:</b>						
Property Taxes	\$5,048,461	\$5,142,342	\$5,148,136		\$5,148,136	\$5,794
Income Taxes	3,200,000	3,200,000	3,257,444		3,257,444	57,444
Other Local Taxes	72,000	59,706	59,707		59,707	1
Intergovernmental	2,900,044	3,167,968	2,959,256		2,959,256	(208,712)
Charges for Services	1,805,566	2,158,345	2,361,745		2,361,745	203,400
Fees, Licenses and Permits	345,277	384,510	385,497		385,497	987
Fines and Forfeitures	0	119,195	119,421		119,421	226
Interest	51,000	138,170	151,191		151,191	13,021
Miscellaneous	0	82,209	82,714		82,714	505
<b>Total Revenues</b>	<b>13,422,348</b>	<b>14,452,445</b>	<b>14,525,111</b>		<b>14,525,111</b>	<b>72,666</b>
<b>Expenditures:</b>						
Current Operations and Maintenance						
Security of Persons and Property						
Fire Department						
Operations						
Personal Services	6,795,644	6,795,644	6,732,703	0	6,732,703	62,941
Supplies and Materials	330,250	320,336	225,062	27,207	252,269	68,067
Other Services and Charges	625,092	600,879	440,317	61,829	502,146	98,733
Capital Outlay	373,015	369,615	267,205	73,544	340,749	28,866
<b>Total Fire Department</b>	<b>8,124,001</b>	<b>8,086,474</b>	<b>7,665,287</b>	<b>162,580</b>	<b>7,827,867</b>	<b>258,607</b>
Police Department						
Police Services						
Supplies and Materials	996	53,399	45,311	8,085	53,396	3
Other Services and Charges	191	8,993	8,934	52	8,986	7
Capital Outlay	5,445	44,503	38,712	5,790	44,502	1
<b>Total Police Department</b>	<b>6,632</b>	<b>106,895</b>	<b>92,957</b>	<b>13,927</b>	<b>106,884</b>	<b>11</b>
<b>Total Security of Persons and Property</b>	<b>8,130,633</b>	<b>8,193,369</b>	<b>7,758,244</b>	<b>176,507</b>	<b>7,934,751</b>	<b>258,618</b>
Leisure Time Activities						
Parks and Recreation						
Administration						
Personal Services	398,003	398,003	388,242	0	388,242	9,761
Supplies and Materials	29,392	27,597	16,008	3,884	19,892	7,705
Other Services and Charges	101,208	97,218	90,586	972	91,558	5,660
<b>Total Administration</b>	<b>528,603</b>	<b>522,818</b>	<b>494,836</b>	<b>4,856</b>	<b>499,692</b>	<b>23,126</b>
Recreation Services						
Personal Services	495,258	495,258	484,288	0	484,288	10,970
Supplies and Materials	20,162	19,942	12,686	1,450	14,136	5,806
Other Services and Charges	55,157	53,519	49,601	1,765	51,366	2,153
Capital Outlay	11,350	11,350	3,512	0	3,512	7,838
<b>Total Recreation Services</b>	<b>\$581,927</b>	<b>\$580,069</b>	<b>\$550,087</b>	<b>\$3,215</b>	<b>\$553,302</b>	<b>\$26,767</b>

(Continued)

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**Total - Special Revenue Funds**

For the Year Ended December 31, 2002

(Continued)

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
Recreation Programs						
Personal Services	\$1,245,756	\$1,279,756	\$1,115,736	\$0	\$1,115,736	\$164,020
Supplies and Materials	245,468	236,399	187,269	18,646	205,915	30,484
Other Services and Charges	638,552	811,167	654,660	33,190	687,850	123,317
Capital Outlay	500	500	0	0	0	500
Other Financing Uses	25,000	29,000	26,328	0	26,328	2,672
<b>Total Recreation Programs</b>	<b>2,155,276</b>	<b>2,356,822</b>	<b>1,983,993</b>	<b>51,836</b>	<b>2,035,829</b>	<b>320,993</b>
Parks						
Personal Services	854,951	854,951	788,632	0	788,632	66,319
Supplies and Materials	209,516	212,567	160,213	44,578	204,791	7,776
Other Services and Charges	287,203	284,263	215,428	37,975	253,403	30,860
Capital Outlay	614,849	838,480	351,250	244,546	595,796	242,684
<b>Total Parks</b>	<b>1,966,519</b>	<b>2,190,261</b>	<b>1,515,523</b>	<b>327,099</b>	<b>1,842,622</b>	<b>347,639</b>
Senior Center						
Personal Services	376,807	376,807	358,973	0	358,973	17,834
Supplies and Materials	51,799	47,943	37,663	1,894	39,557	8,386
Other Services and Charges	84,739	83,300	57,867	9,309	67,176	16,124
Capital Outlay	132,747	132,747	16,140	30,174	46,314	86,433
<b>Total Senior Center</b>	<b>646,092</b>	<b>640,797</b>	<b>470,643</b>	<b>41,377</b>	<b>512,020</b>	<b>128,777</b>
Urban Forestry Services						
Personal Services	161,155	161,155	108,789	0	108,789	52,366
Supplies and Materials	37,425	37,425	32,513	4,606	37,119	306
Other Services and Charges	36,050	86,050	32,938	41,336	74,274	11,776
Capital Outlay	53,009	53,009	51,289	0	51,289	1,720
<b>Total Urban Forestry Services</b>	<b>287,639</b>	<b>337,639</b>	<b>225,529</b>	<b>45,942</b>	<b>271,471</b>	<b>66,168</b>
<b>Total Leisure Time Activities</b>	<b>6,166,056</b>	<b>6,628,406</b>	<b>5,240,611</b>	<b>474,325</b>	<b>5,714,936</b>	<b>913,470</b>
Transportation						
Right of Way Maintenance						
Personal Services	796,135	795,943	748,341	339	748,680	47,263
Supplies and Materials	411,747	382,927	208,881	81,783	290,664	92,263
Other Services and Charges	454,372	426,324	287,597	29,792	317,389	108,935
Capital Outlay	705,169	682,329	566,963	84,567	651,530	30,799
<b>Total Transportation</b>	<b>\$2,367,423</b>	<b>\$2,287,523</b>	<b>\$1,811,782</b>	<b>\$196,481</b>	<b>\$2,008,263</b>	<b>\$279,260</b>

(Continued)

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**Total - Special Revenue Funds**

For the Year Ended December 31, 2002

(Continued)

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
General Government						
Other Government						
Personal Services	\$0	\$15,408	\$15,407	\$0	\$15,407	\$1
Supplies and Materials	\$12,135	\$14,313	\$8,564	\$300	\$8,864	\$5,449
Other Services and Charges	227,845	520,972	485,004	7,133	492,137	28,835
Capital Outlay	125,693	141,000	140,392	0	140,392	608
Total General Government	365,673	691,693	649,367	7,433	656,800	34,893
Total Expenditures	17,029,785	17,800,991	15,460,004	854,746	16,314,750	1,486,241
Excess of Revenues Over (Under) Expenditures	(3,607,437)	(3,348,546)	(934,893)	(854,746)	(1,789,639)	1,558,907
<u>Other Financing Sources (Uses):</u>						
Proceeds from Disposition of Fixed Assets	0	13,696	13,696		13,696	0
Advances - In	0	17,725	12,937		12,937	(4,788)
Advances - Out	(53,700)	(75,425)	(66,637)	0	(66,637)	8,788
Operating Transfers - In	3,029,399	3,283,733	3,283,733		3,283,733	0
Operating Transfers - Out	(2,263,865)	(2,263,865)	(2,263,865)	0	(2,263,865)	0
Total Other Financing Sources (Uses)	711,834	975,864	979,864	0	979,864	4,000
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(2,895,603)	(2,372,682)	44,971	(854,746)	(809,775)	1,562,907
Fund Balance at Beginning of Year	9,686,532	9,686,532	10,615,392	(928,860)	9,686,532	0
Prior Year Encumbrances Carried Over	928,860	928,860	0	928,860	928,860	0
Fund Balance at End of Year	\$7,719,789	\$8,242,710	\$10,660,363	(\$854,746)	\$9,805,617	\$1,562,907

## *Debt Service Funds*

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Debt Service Funds are established to account for the accumulation of resources for the payment of debt reported in the general long-term obligations account group.

*General Bond Retirement Fund* - To account for the accumulation of property tax revenues used for the payment of general obligation debt principal and interest.

*Special Assessment Fund* - To account for the retirement of debt issued to finance improvements deemed to benefit the properties against which special assessments are levied.



**City of Westerville, Ohio**

Combining Balance Sheet

**Debt Service Funds**

As of December 31, 2002

	General Bond Retirement	Special Assessment	Totals
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$41,159	\$45,276	\$86,435
Cash with Fiscal and Escrow Agents	6,209	2,783	8,992
Receivables:			
Taxes	394,216	0	394,216
Special Assessments	0	1,195	1,195
Total Assets	<u>\$441,584</u>	<u>\$49,254</u>	<u>\$490,838</u>
<u>Liabilities:</u>			
Deferred Revenue	\$394,216	\$1,195	\$395,411
Matured Bonds Payable	5,000	0	5,000
Matured Interest Payable	1,209	2,783	3,992
Total Liabilities	<u>400,425</u>	<u>3,978</u>	<u>404,403</u>
<u>Fund Equity:</u>			
Fund Balance:			
Unreserved	41,159	45,276	86,435
Total Liabilities and Fund Equity	<u>\$441,584</u>	<u>\$49,254</u>	<u>\$490,838</u>

**City of Westerville, Ohio**

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

**Debt Service Funds**

For the Year Ended December 31, 2002

	General Bond Retirement	Special Assessment	Totals
<u>Revenues:</u>			
Property Taxes	\$362,628	\$0	\$362,628
Intergovernmental	43,331	0	43,331
Special Assessments	0	67,805	67,805
Miscellaneous	1,178	0	1,178
Total Revenues	<u>407,137</u>	<u>67,805</u>	<u>474,942</u>
<u>Expenditures:</u>			
Debt Service:			
Principal Retirement	1,401,715	35,000	1,436,715
Interest and Fiscal Charges	1,317,666	4,288	1,321,954
Total Expenditures	<u>2,719,381</u>	<u>39,288</u>	<u>2,758,669</u>
Excess of Revenues Over (Under) Expenditures	(2,312,244)	28,517	(2,283,727)
<u>Other Financing Sources:</u>			
Operating Transfers - In	<u>2,319,131</u>	<u>0</u>	<u>2,319,131</u>
Excess of Revenues and Other Financing Sources Over Expenditures	6,887	28,517	35,404
Fund Balances (Deficit) at Beginning of Year	<u>34,272</u>	<u>16,759</u>	<u>51,031</u>
Fund Balances at End of Year	<u>\$41,159</u>	<u>\$45,276</u>	<u>\$86,435</u>

**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**General Bond Retirement Debt Service Fund**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Property Taxes	\$415,840	\$362,414	\$362,628		\$362,628	\$214
Intergovernmental	43,331	43,331	43,331		43,331	0
Miscellaneous	0	1,178	1,178		1,178	0
Total Revenues	459,171	406,923	407,137		407,137	214
<u>Expenditures:</u>						
Debt Service						
Principal Retirement	1,401,715	1,401,715	1,401,715	0	1,401,715	0
Interest and Fiscal Charges	1,317,667	1,317,667	1,317,666	0	1,317,666	1
Total Expenditures	2,719,382	2,719,382	2,719,381	0	2,719,381	1
Excess of Revenues Over (Under) Expenditures	(2,260,211)	(2,312,459)	(2,312,244)	0	(2,312,244)	215
<u>Other Financing Sources:</u>						
Operating Transfers - In	2,319,131	2,319,131	2,319,131	0	2,319,131	0
Excess of Revenues and Other Financing Sources Over Expenditures	58,920	6,672	6,887	0	6,887	215
Fund Balance at Beginning of Year	34,271	34,271	34,271	0	34,271	0
Fund Balance at End of Year	\$93,191	\$40,943	\$41,158	\$0	\$41,158	\$215

**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Special Assessment Debt Service Fund**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<b>Revenues:</b>						
Special Assessments	\$39,288	\$67,804	\$67,805		\$67,805	\$1
<b>Expenditures:</b>						
Debt Service						
Principal Retirement	35,000	35,000	35,000	0	35,000	0
Interest and Fiscal Charges	4,288	4,288	4,288	0	4,288	0
Total Expenditures	39,288	39,288	39,288	0	39,288	0
Excess of Revenues Over Expenditures	0	28,516	28,517	0	28,517	1
Fund Balance at Beginning of Year	16,760	16,760	16,760	0	16,760	0
Fund Balance at End of Year	\$16,760	\$45,276	\$45,277	\$0	\$45,277	\$1

**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Total - Debt Service Funds**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<b>Revenues:</b>						
Property Taxes	\$415,840	\$362,414	\$362,628		\$362,628	\$214
Intergovernmental	43,331	43,331	43,331		43,331	0
Special Assessments	39,288	67,804	67,805		67,805	1
Miscellaneous	0	1,178	1,178		1,178	0
<b>Total Revenues</b>	<b>498,459</b>	<b>474,727</b>	<b>474,942</b>		<b>474,942</b>	<b>215</b>
<b>Expenditures:</b>						
Debt Service						
Principal Retirement	1,436,715	1,436,715	1,436,715	0	1,436,715	0
Interest and Fiscal Charges	1,321,955	1,321,955	1,321,954	0	1,321,954	1
<b>Total Expenditures</b>	<b>2,758,670</b>	<b>2,758,670</b>	<b>2,758,669</b>	<b>0</b>	<b>2,758,669</b>	<b>1</b>
Excess of Revenues Over (Under) Expenditures	(2,260,211)	(2,283,943)	(2,283,727)	0	(2,283,727)	216
<b>Other Financing Sources:</b>						
Operating Transfers - In	2,319,131	2,319,131	2,319,131	0	2,319,131	0
Excess of Revenues and Other Financing Sources Over Expenditures	58,920	35,188	35,404	0	35,404	216
Fund Balance at Beginning of Year	51,031	51,031	51,031	0	51,031	0
<b>Fund Balance at End of Year</b>	<b>\$109,951</b>	<b>\$86,219</b>	<b>\$86,435</b>	<b>\$0</b>	<b>\$86,435</b>	<b>\$216</b>

# Capital Projects Funds

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

General Capital Improvement Fund - To account for general capital improvements financed by transfers from the general fund.

Safety Building Improvement Fund - To account for the cost of constructing municipal facilities. The City did not anticipate activity in this fund and no activity occurred. Therefore, a separate budgetary statement is not presented.

Street Replacement and Reserve Fund - To account for annual transfers from the general fund to make advance preparation for the long-term funding of major street rehabilitation and reconstruction projects.

Recreation Improvement Fund - To account for public use fees restricted for recreation capital improvements.

Cleveland Avenue Extension Improvement Fund - To account for street improvements financed by transfers from the general fund.

Hiawatha Avenue Improvement Fund - To account for street improvements financed by OPWC grants and transfers from the general fund. The City did not anticipate activity in this fund and no activity occurred. Therefore, a separate budgetary statement is not presented.

Africa Road Improvement Fund - To account for street improvements financed by transfers from the general fund.

County Line Road Improvement Fund - To account for street improvements financed by OPWC grants and transfers from the general fund.

Dempsey Road Improvement Fund - To account for street improvements financed by transfers from the general fund. The City did not anticipate activity in this fund and no activity occurred. Therefore, a separate budgetary statement is not presented.

Parks and Recreation Replacement and Reserve Fund -To account for monies received by transfer from the Parks and Recreation Tax Allocation Fund to be earmarked for future capital repairs and replacements.

Parks and Recreation Capital Improvement Fund - To account for monies originally received from the proceeds of general obligation bonds issued by the City for the purpose of funding park and recreation improvements.

Continued

# *Capital Projects Funds*

(Continued)

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McCorkle Boulevard Improvement Fund - To account for road construction financed by transfers from the general fund. The City did not anticipate activity in this fund and no activity occurred. Therefore, a separate budgetary statement is not presented.

Tree Replacement Fund - To account for fees paid by developers for the replacement of trees removed or destroyed during construction projects.

Spring Road Improvement Fund - To account for street improvements financed by OPWC grants and transfers from the general fund. The City did not anticipate activity in this fund and no activity occurred. Therefore, a separate budgetary statement is not presented.

Maxtown Road Improvement Fund - To account for street improvements financed by transfers from the general fund.

Sunbury Road Improvement Fund - To account for street improvements jointly constructed by the City of Westerville and Franklin County. City financing comes from transfers from the general fund and OPWC grants.

North State Street Improvement Fund - To account for street improvements financed by transfers from the general fund.

Recreation Capital Improvement Fund - To account for interest, grants and the proceeds from the sale of certain real estate which is restricted to recreation capital improvements.

Perimeter Road Improvement Fund - To account for fees charged to developers for deferred planned improvements to each perimeter street providing access to developments. The activity of each perimeter road (Spring Road, Hempstead Road, County Line Road, and Maxtown Road) is maintained through the use of separate account codes.

**City of Westerville, Ohio**

Combining Balance Sheet

**Capital Projects Funds**

As of December 31, 2002

	General Capital Improvement	Safety Building Improvement	Street Replacement and Reserve	Recreation Improvement
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$3,616,286	\$49,884	\$200,000	\$20,874
Receivables:				
Accrued Interest	0	0	0	0
Total Assets	<u>\$3,616,286</u>	<u>\$49,884</u>	<u>\$200,000</u>	<u>\$20,874</u>
<u>Liabilities:</u>				
Accounts Payable	\$23,020	\$0	\$0	\$0
Contracts Payable	186,287	0	0	0
Retainage Payable	130,324	0	0	0
Advances from Other Funds	0	0	0	0
Total Liabilities	<u>339,631</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>Fund Equity:</u>				
Fund Balance:				
Reserved for Encumbrances	422,068	0	0	0
Unreserved:				
Unreserved (Deficit)	2,854,587	49,884	200,000	20,874
Total Fund Equity (Deficit)	<u>3,276,655</u>	<u>49,884</u>	<u>200,000</u>	<u>20,874</u>
Total Liabilities and Fund Equity	<u>\$3,616,286</u>	<u>\$49,884</u>	<u>\$200,000</u>	<u>\$20,874</u>



Cleveland Avenue Extension Improvement	Hiawatha Avenue Improvement	Africa Road Improvement	County Line Road Improvement	Dempsey Road Improvement	Parks and Recreation Replacement and Reserve
\$282,067	\$798	\$443,645	\$457,861	\$126,000	\$300,000
0	0	0	0	0	0
<u>\$282,067</u>	<u>\$798</u>	<u>\$443,645</u>	<u>\$457,861</u>	<u>\$126,000</u>	<u>\$300,000</u>
\$2,988	\$0	\$0	\$2,421	\$0	\$0
70,303	0	0	0	0	0
50,273	0	41,000	0	0	0
950,000	0	0	0	0	0
<u>1,073,564</u>	<u>0</u>	<u>41,000</u>	<u>2,421</u>	<u>0</u>	<u>0</u>
67,479	0	76,080	10,810	0	0
(858,976)	798	326,565	444,630	126,000	300,000
<u>(791,497)</u>	<u>798</u>	<u>402,645</u>	<u>455,440</u>	<u>126,000</u>	<u>300,000</u>
<u>\$282,067</u>	<u>\$798</u>	<u>\$443,645</u>	<u>\$457,861</u>	<u>\$126,000</u>	<u>\$300,000</u>

(Continued)

**City of Westerville, Ohio**

Combining Balance Sheet

**Capital Projects Funds**

As of December 31, 2002

(Continued)

	Parks and Recreation Capital Improvement	McCorkle Boulevard Improvement	Tree Replacement	Spring Road Improvement
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$4,187,038	\$4,591	\$4,321	\$233,659
<u>Receivables:</u>				
Accrued Interest	0	0	0	0
Total Assets	<u>\$4,187,038</u>	<u>\$4,591</u>	<u>\$4,321</u>	<u>\$233,659</u>
<u>Liabilities:</u>				
Accounts Payable	\$41,045	\$0	\$0	\$0
Contracts Payable	212,130	0	0	0
Retainage Payable	218,945	0	0	0
Advances from Other Funds	873,000	0	0	0
Total Liabilities	<u>1,345,120</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>Fund Equity:</u>				
<u>Fund Balance:</u>				
Reserved for Encumbrances	814,755	0	0	0
<u>Unreserved:</u>				
Unreserved (Deficit)	2,027,163	4,591	4,321	233,659
Total Fund Equity (Deficit)	<u>2,841,918</u>	<u>4,591</u>	<u>4,321</u>	<u>233,659</u>
Total Liabilities and Fund Equity	<u>\$4,187,038</u>	<u>\$4,591</u>	<u>\$4,321</u>	<u>\$233,659</u>

Maxtown Road Improvement	Sunbury Road Improvement	North State Street Improvement	Recreation Capital Improvement	Perimeter Road Improvement	Totals
\$613,191	\$6,112	\$835,724	\$418,774	\$260,630	\$12,061,455
0	0	0	4,689	0	4,689
\$613,191	\$6,112	\$835,724	\$423,463	\$260,630	\$12,066,144
\$0	\$0	\$0	\$1,953	\$0	\$71,427
0	0	0	90,414	0	559,134
1,955	0	0	0	0	442,497
0	0	0	0	0	1,823,000
1,955	0	0	92,367	0	2,896,058
82,713	0	0	257,891	0	1,731,796
528,523	6,112	835,724	73,205	260,630	7,438,290
611,236	6,112	835,724	331,096	260,630	9,170,086
\$613,191	\$6,112	\$835,724	\$423,463	\$260,630	\$12,066,144

**City of Westerville, Ohio**  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
**Capital Projects Funds**  
For the Year Ended December 31, 2002

	General Capital Improvement	Safety Building Improvement	Street Replacement and Reserve	Recreation Improvement
<u>Revenues:</u>				
Intergovernmental	\$0	\$0	\$0	\$0
Fees, Licenses and Permits	0	0	0	0
Interest	0	0	0	0
Net Increase in Fair Value	0	0	0	0
Miscellaneous	0	0	0	6,365
<b>Total Revenues</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,365</b>
<u>Expenditures:</u>				
Capital Outlay	3,344,865	0	0	0
Debt Service:				
Debt Retirement	0	0	0	0
<b>Total Expenditures</b>	<b>3,344,865</b>	<b>0</b>	<b>0</b>	<b>0</b>
Excess of Revenues Over (Under) Expenditures	(3,344,865)	0	0	6,365
<u>Other Financing Sources:</u>				
Operating Transfers - In	4,624,000	0	200,000	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	1,279,135	0	200,000	6,365
Fund Balances (Deficit) at Beginning of Year	1,997,520	49,884	0	14,509
<b>Fund Balances (Deficit) at End of Year</b>	<b>\$3,276,655</b>	<b>\$49,884</b>	<b>\$200,000</b>	<b>\$20,874</b>

Cleveland Avenue Extension Improvement	Hiawatha Avenue Improvement	Africa Road Improvement	County Line Road Improvement	Dempsey Road Improvement	Parks and Recreation Replacement and Reserve
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
322,691	0	584,765	164,188	0	0
0	0	0	98,672	0	0
322,691	0	584,765	262,860	0	0
(322,691)	0	(584,765)	(262,860)	0	0
0	0	0	650,000	0	150,000
(322,691)	0	(584,765)	387,140	0	150,000
(468,806)	798	987,410	68,300	126,000	150,000
(\$791,497)	\$798	\$402,645	\$455,440	\$126,000	\$300,000

(Continued)

**City of Westerville, Ohio**

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

**Capital Projects Funds**

For the Year Ended December 31, 2002

(Continued)

	Parks and Recreation Capital Improvement	McCorkle Boulevard Improvement	Tree Replacement	Spring Road Improvement
<u>Revenues:</u>				
Intergovernmental	\$178,750	\$0	\$0	\$0
Fees, Licenses and Permits	0	0	375	0
Interest	72,229	0	0	0
Net Increase in Fair Value	0	0	0	0
Miscellaneous	55,000	0	0	0
<b>Total Revenues</b>	<b>305,979</b>	<b>0</b>	<b>375</b>	<b>0</b>
<u>Expenditures:</u>				
Capital Outlay	1,846,370	0	7,554	0
Debt Service:				
Debt Retirement	0	0	0	0
<b>Total Expenditures</b>	<b>1,846,370</b>	<b>0</b>	<b>7,554</b>	<b>0</b>
Excess of Revenues Over (Under) Expenditures	(1,540,391)	0	(7,179)	0
<u>Other Financing Sources:</u>				
Operating Transfers - In	0	0	11,500	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(1,540,391)	0	4,321	0
Fund Balances (Deficit) at Beginning of Year	4,382,309	4,591	0	233,659
<b>Fund Balances (Deficit) at End of Year</b>	<b>\$2,841,918</b>	<b>\$4,591</b>	<b>\$4,321</b>	<b>\$233,659</b>

Maxtown Road Improvement	Sunbury Road Improvement	North State Street Improvement	Recreation Capital Improvement	Perimeter Road Improvement	Totals
\$0	\$0	\$325,554	\$0	\$0	\$504,304
0	0	0	0	68,800	69,175
0	0	0	25,307	0	97,536
0	0	0	(8,687)	0	(8,687)
0	0	0	0	0	61,365
0	0	325,554	16,620	68,800	723,693
42,155	0	0	410,741	0	6,723,329
0	0	0	0	0	98,672
42,155	0	0	410,741	0	6,822,001
(42,155)	0	325,554	(394,121)	68,800	(6,098,308)
0	0	0	0	0	5,635,500
(42,155)	0	325,554	(394,121)	68,800	(462,808)
653,391	6,112	510,170	725,217	191,830	9,632,894
\$611,236	\$6,112	\$835,724	\$331,096	\$260,630	\$9,170,086

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**General Capital Improvement Capital Projects Fund**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>	\$0	\$0	\$0		\$0	\$0
<u>Expenditures:</u>						
Capital Outlay	1,524,268	5,905,830	3,453,135	626,260	4,079,395	1,826,435
Excess of Revenues Over (Under) Expenditures	(1,524,268)	(5,905,830)	(3,453,135)	(626,260)	(4,079,395)	1,826,435
<u>Other Financing Sources:</u>						
Operating Transfers - In	865,000	4,624,000	4,624,000		4,624,000	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(659,268)	(1,281,830)	1,170,865	(626,260)	544,605	1,826,435
Fund Balance at Beginning of Year	921,153	921,153	2,445,421	(1,524,268)	921,153	0
Prior Year Encumbrances Carried Over	1,524,268	1,524,268	0	1,524,268	1,524,268	0
Fund Balance at End of Year	<u>\$1,786,153</u>	<u>\$1,163,591</u>	<u>\$3,616,286</u>	<u>(\$626,260)</u>	<u>\$2,990,026</u>	<u>\$1,826,435</u>



**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Street Replacement and Reserve Capital Projects Fund**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>	\$0	\$0	\$0		\$0	\$0
<u>Expenditures:</u>	0	0	0	0	0	0
Excess of Revenues Over Expenditures	0	0	0	0	0	0
<u>Other Financing Sources:</u>						
Operating Transfers - In	0	200,000	200,000		200,000	0
Excess of Revenues and Other Financing Sources Over Expenditures	0	200,000	200,000	0	200,000	0
Fund Balance at Beginning of Year	0	0	0	0	0	0
Fund Balance at End of Year	\$0	\$200,000	\$200,000	\$0	\$200,000	\$0

**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Recreation Improvement Capital Projects Fund**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Miscellaneous	\$0	\$6,365	\$6,365		\$6,365	\$0
<u>Expenditures:</u>	0	0	0	0	0	0
Excess of Revenues Over Expenditures	0	6,365	6,365	0	6,365	0
Fund Balance at Beginning of Year	14,510	14,510	14,510	0	14,510	0
Fund Balance at End of Year	\$14,510	\$20,875	\$20,875	\$0	\$20,875	\$0

**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Cleveland Avenue Extension Improvement Capital Projects Fund**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>	\$0	\$0	\$0		\$0	\$0
<u>Expenditures:</u>						
Capital Outlay	1,083,326	1,050,679	909,909	140,770	1,050,679	0
Excess of Revenues Under Expenditures	(1,083,326)	(1,050,679)	(909,909)	(140,770)	(1,050,679)	0
Fund Balance at Beginning of Year	108,651	108,651	1,191,977	(1,083,326)	108,651	0
Prior Year Encumbrances Carried Over	1,083,326	1,083,326	0	1,083,326	1,083,326	0
Fund Balance at End of Year	\$108,651	\$141,298	\$282,068	(\$140,770)	\$141,298	\$0

**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Africa Road Improvement Capital Projects Fund**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>	\$0	\$0	\$0		\$0	\$0
<u>Expenditures:</u>						
Capital Outlay	1,435,405	1,312,269	1,236,181	76,080	1,312,261	8
Excess of Revenues Under Expenditures	(1,435,405)	(1,312,269)	(1,236,181)	(76,080)	(1,312,261)	8
Fund Balance at Beginning of Year	244,421	244,421	1,679,826	(1,435,405)	244,421	0
Prior Year Encumbrances Carried Over	1,435,405	1,435,405	0	1,435,405	1,435,405	0
Fund Balance at End of Year	\$244,421	\$367,557	\$443,645	(\$76,080)	\$367,565	\$8

**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**County Line Road Improvement Capital Projects Fund**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>	\$0	\$0	\$0	\$0	\$0	\$0
<u>Expenditures:</u>						
Capital Outlay	116,551	631,767	222,474	13,231	235,705	396,062
Debt Service:						
Debt Retirement	0	98,672	98,672	0	98,672	0
Total Expenditures	116,551	730,439	321,146	13,231	334,377	396,062
Excess of Revenues Over (Under) Expenditures	(116,551)	(730,439)	(321,146)	(13,231)	(334,377)	396,062
<u>Other Financing Sources:</u>						
Operating Transfers - In	650,000	650,000	650,000		650,000	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	533,449	(80,439)	328,854	(13,231)	315,623	396,062
Fund Balance at Beginning of Year	23,855	23,855	140,406	(116,551)	23,855	0
Prior Year Encumbrances Carried Over	116,551	116,551	0	116,551	116,551	0
Fund Balance at End of Year	<u>\$673,855</u>	<u>\$59,967</u>	<u>\$469,260</u>	<u>(\$13,231)</u>	<u>\$456,029</u>	<u>\$396,062</u>

**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Parks and Recreation Replacement and Reserve Capital Projects Fund**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>	\$0	\$0	\$0	\$0	\$0	\$0
<u>Expenditures:</u>	0	0	0	0	0	0
Excess of Revenues Over Expenditures	0	0	0	0	0	0
<u>Other Financing Sources:</u>						
Operating Transfers - In	0	150,000	150,000	0	150,000	0
Excess of Revenues and Other Financing Sources Over Expenditures	0	150,000	150,000	0	150,000	0
Fund Balance at Beginning of Year	150,000	150,000	150,000	0	150,000	0
Fund Balance at End of Year	\$150,000	\$300,000	\$300,000	\$0	\$300,000	\$0

**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Parks and Recreation Capital Improvement Capital Projects Fund**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Intergovernmental	\$0	\$178,750	\$178,750		\$178,750	\$0
Interest	0	40,000	72,229		72,229	32,229
Miscellaneous	0	55,000	55,000		55,000	0
Total Revenues	0	273,750	305,979	0	305,979	32,229
<u>Expenditures:</u>						
Capital Outlay	1,808,915	3,820,050	2,613,193	1,066,046	3,679,239	140,811
Excess of Revenues Under Expenditures	(1,808,915)	(3,546,300)	(2,307,214)	(1,066,046)	(3,373,260)	173,040
Fund Balance at Beginning of Year	4,685,338	4,685,338	6,494,253	(1,808,915)	4,685,338	0
Prior Year Encumbrances Carried Over	1,808,915	1,808,915	0	1,808,915	1,808,915	0
Fund Balance at End of Year	\$4,685,338	\$2,947,953	\$4,187,039	(\$1,066,046)	\$3,120,993	\$173,040

**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Tree Replacement Capital Projects Fund**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Fees, Licenses and Permits	\$0	\$375	\$375		\$375	\$0
<u>Expenditures:</u>						
Capital Outlay						
Supplies and Materials	0	11,500	7,554	0	7,554	3,946
Excess of Revenues Under Expenditures	0	(11,125)	(7,179)	0	(7,179)	3,946
<u>Other Financing Sources:</u>						
Operating Transfers - In	0	11,500	11,500		11,500	0
Excess of Revenues and Other Financing Sources Over Expenditures	0	375	4,321	0	4,321	3,946
Fund Balance at Beginning of Year	0	0	0	0	0	0
Fund Balance at End of Year	\$0	\$375	\$4,321	\$0	\$4,321	\$3,946



**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Maxtown Road Improvement Capital Projects Fund**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>	\$0	\$0	\$0		\$0	\$0
<u>Expenditures:</u>						
Capital Outlay	194,470	132,058	49,345	82,713	132,058	0
Excess of Revenues Under Expenditures	(194,470)	(132,058)	(49,345)	(82,713)	(132,058)	0
Fund Balance at Beginning of Year	468,067	468,067	662,537	(194,470)	468,067	0
Prior Year Encumbrances Carried Over	194,470	194,470	0	194,470	194,470	0
Fund Balance at End of Year	<u>\$468,067</u>	<u>\$530,479</u>	<u>\$613,192</u>	<u>(\$82,713)</u>	<u>\$530,479</u>	<u>\$0</u>

**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Sunbury Road Improvement Capital Projects Fund**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>	\$0	\$0	\$0		\$0	\$0
<u>Expenditures:</u>						
Capital Outlay	3,646	0	0	0	0	0
Excess of Revenues Under Expenditures	(3,646)	0	0	0	0	0
Fund Balance at Beginning of Year	2,467	2,467	6,113	(3,646)	2,467	0
Prior Year Encumbrances Carried Over	3,646	3,646	0	3,646	3,646	0
Fund Balance at End of Year	\$2,467	\$6,113	\$6,113	\$0	\$6,113	\$0

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**North State Street Improvement Capital Projects Fund**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Intergovernmental	\$0	\$325,553	\$325,554		\$325,554	\$1
<u>Expenditures:</u>	0	0	0	0	0	0
Excess of Revenues Over Expenditures	0	325,553	325,554	0	325,554	1
Fund Balance at Beginning of Year	510,171	510,171	510,171	0	510,171	0
Fund Balance at End of Year	\$510,171	\$835,724	\$835,725	\$0	\$835,725	\$1

**City of Westerville, Ohio**

Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Recreation Capital Improvement Capital Projects Fund**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Interest	\$0	\$28,000	\$29,490		\$29,490	\$1,490
<u>Expenditures:</u>						
Capital Outlay	221,841	686,885	336,625	350,258	686,883	2
Excess of Revenues						
Under Expenditures	(221,841)	(658,885)	(307,135)	(350,258)	(657,393)	1,492
Fund Balance at Beginning of Year	493,906	493,906	715,747	(221,841)	493,906	0
Prior Year Encumbrances Carried Over	221,841	221,841	0	221,841	221,841	0
Fund Balance at End of Year	\$493,906	\$56,862	\$408,612	(\$350,258)	\$58,354	\$1,492

**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Perimeter Road Improvement Capital Projects Fund**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Fees, Licenses and Permits	\$0	\$65,200	\$68,800		\$68,800	\$3,600
<u>Expenditures:</u>	0	0	0	0	0	0
Excess of Revenues Over Expenditures	0	65,200	68,800	0	68,800	3,600
Fund Balance at Beginning of Year	191,832	191,832	191,832	0	191,832	0
Fund Balance at End of Year	<u>\$191,832</u>	<u>\$257,032</u>	<u>\$260,632</u>	<u>\$0</u>	<u>\$260,632</u>	<u>\$3,600</u>

**City of Westerville, Ohio**  
Schedule of Revenues, Expenditures, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Total - Capital Projects Funds**  
For the Year Ended December 31, 2002

	Budget		Actuals			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<b>Revenues:</b>						
Intergovernmental	\$0	\$504,303	\$504,304		\$504,304	\$1
Fees, Licenses and Permits	0	65,575	69,175		69,175	3,600
Interest	0	68,000	101,719		101,719	33,719
Miscellaneous	0	61,365	61,365		61,365	0
<b>Total Revenues</b>	<b>0</b>	<b>699,243</b>	<b>736,563</b>		<b>736,563</b>	<b>37,320</b>
<b>Expenditures:</b>						
Current Operations and Maintenance:						
Supplies and Materials	0	11,500	7,554	0	7,554	3,946
Capital Outlay	6,388,422	13,539,538	8,820,862	2,355,358	11,176,220	2,363,318
Total Capital Outlay	6,388,422	13,551,038	8,828,416	2,355,358	11,183,774	2,367,264
Debt Service:						
Debt Retirement	0	98,672	98,672	0	98,672	0
<b>Total Expenditures</b>	<b>6,388,422</b>	<b>13,649,710</b>	<b>8,927,088</b>	<b>2,355,358</b>	<b>11,282,446</b>	<b>2,367,264</b>
Excess of Revenues Over (Under) Expenditures	(6,388,422)	(12,950,467)	(8,190,525)	(2,355,358)	(10,545,883)	2,404,584
<b>Other Financing Sources:</b>						
Operating Transfers - In	1,515,000	5,635,500	5,635,500		5,635,500	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(4,873,422)	(7,314,967)	(2,555,025)	(2,355,358)	(4,910,383)	2,404,584
Fund Balance at Beginning of Year	7,814,371	7,814,371	14,202,793	(6,388,422)	7,814,371	0
Prior Year Encumbrances Carried Over	6,388,422	6,388,422	0	6,388,422	6,388,422	0
<b>Fund Balance at End of Year</b>	<b>\$9,329,371</b>	<b>\$6,887,826</b>	<b>\$11,647,768</b>	<b>(\$2,355,358)</b>	<b>\$9,292,410</b>	<b>\$2,404,584</b>

# *Enterprise Funds*

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Enterprise Funds are used to account for the City's water, sewer, refuse, electric and swimming pool operations. These activities are financed and operated in a manner similar to private sector business enterprises where the intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Water Fund - To account for the revenues and expenses of the City owned water filtration and distribution system. In accordance with generally accepted accounting principles, the Water and Water System Capital Improvement Funds are aggregated; however, to demonstrate compliance with Ohio budgetary law there are separate schedules for budget versus actual data.

Sewer Fund - To account for the revenues and expenses of the City owned sewer collection system.

Refuse Fund - To account for the revenues and expenses of the City's solid waste collection and disposal services.

Electric Fund - To account for the revenues and expenses of the City owned electric transmission and distribution system.

Swimming Pool Fund - To account for the revenues and expenses of the Highlands Park Swimming Pool complex.

**City of Westerville, Ohio**  
**Combining Balance Sheet**  
**Enterprise Funds**  
As of December 31, 2002

	Water	Sewer
<u>Current Assets:</u>		
Equity in Pooled Cash and Cash Equivalents	\$9,493,754	\$3,683,619
Cash and Cash Equivalents in Segregated		
Cash with Fiscal and Escrow Agents	641	0
Receivables:		
Accounts (net of allowance for uncollectable accounts)	413,308	599,313
Intergovernmental	0	0
Accrued Interest	23,144	0
Materials and Supplies Inventory	120,403	10,420
	10,051,250	4,293,352
<u>Long-Term Assets:</u>		
Accrued Interest Receivable	58,497	45,907
Special Assessments Receivable	161,033	126,371
Water Rights (net of accumulated amortization)	1,561,847	0
Fixed Assets (net of accumulated depreciation)	20,798,350	12,067,813
Total Long-Term Assets	22,579,727	12,240,091
Total Assets	\$32,630,977	\$16,533,443



Refuse	Electric	Swimming Pool	Totals
\$570,064	\$16,569,833	\$361,910	\$30,679,180
0	0	0	641
242,854	3,525,388	46	4,780,909
0	78,000	0	78,000
0	0	0	23,144
0	1,231,061	0	1,361,884
812,918	21,404,282	361,956	36,923,758
0	0	0	104,404
0	0	0	287,404
0	0	0	1,561,847
1,128,771	39,984,933	604,293	74,584,160
1,128,771	39,984,933	604,293	76,537,815
\$1,941,689	\$61,389,215	\$966,249	\$113,461,573

(Continued)

**City of Westerville, Ohio**  
**Combining Balance Sheet**  
**Enterprise Funds**  
As of December 31, 2002  
(Continued)

	Water	Sewer
<u>Current Liabilities:</u>		
Accounts Payable	\$34,682	\$13,543
Contracts Payable	122,772	32,756
Interfund Payable	3,045	1,196
Accrued Wages	22,470	8,827
Compensated Absences Payable	7,086	2,016
Retainage Payable	8,916	17,828
Intergovernmental Payable	8,726	768,661
Deferred Revenue	161,033	126,371
Deposits Held and Due to Others	0	0
Matured Interest Payable	641	0
Accrued Interest Payable	142,101	0
Current Portion of ODNR Loans Payable	33,914	0
Current Portion of General Obligation Bonds Payable	485,000	0
Total Current Liabilities	1,030,386	971,198
<u>Long-Term Liabilities</u>		
Advances from Other Funds	0	0
Compensated Absences Payable	224,977	72,954
ODNR Debt Payable (Net of Current Portion)	1,910,896	0
General Obligation Bonds Payable (Net of Current Portion and Loss on Refunding)	4,638,721	0
Total Long-Term Liabilities	6,774,594	72,954
Total Liabilities	7,804,980	1,044,152
<u>Fund Equity:</u>		
Contributed Capital:		
Contributed from Governmental Funds	281,653	66,153
Contributed from Proprietary Funds	4,000,000	65,561
Contributed from Other Governments	143,155	0
Contributed from Developers	8,100,344	7,844,378
Contributed from Capacity Charges	4,201,179	1,931,517
Total Contributed Capital	16,726,331	9,907,609
Retained Earnings:		
Reserved:		
Reserved for Plant Improvement and Replacement	176,417	0
Unreserved	7,923,249	5,581,682
Total Retained Earnings	8,099,666	5,581,682
Total Fund Equity	24,825,997	15,489,291
Total Liabilities and Fund Equity	\$32,630,977	\$16,533,443

Refuse	Electric	Swimming Pool	Totals
\$119,284	\$1,381,696	\$7,911	\$1,557,116
0	60,465	0	215,993
213	8,192	237	12,883
1,569	60,457	1,749	95,072
132	27,997	0	37,231
0	89,163	0	115,907
2,385	26,003	1,243	807,018
0	93,322	0	380,726
0	30,647	0	30,647
0	0	0	641
0	12,914	0	155,015
0	0	0	33,914
0	131,615	0	616,615
<u>123,583</u>	<u>1,922,471</u>	<u>11,140</u>	<u>4,058,778</u>
990,000	0	0	990,000
23,456	376,802	0	698,189
0	0	0	1,910,896
0	3,028,380	0	7,667,101
<u>1,013,456</u>	<u>3,405,182</u>	<u>0</u>	<u>11,266,186</u>
<u>1,137,039</u>	<u>5,327,653</u>	<u>11,140</u>	<u>15,324,964</u>
0	16,733	212,982	577,521
0	0	0	4,065,561
0	0	0	143,155
0	0	0	15,944,722
0	409,697	0	6,542,393
<u>0</u>	<u>426,430</u>	<u>212,982</u>	<u>27,273,352</u>
0	0	0	176,417
<u>804,650</u>	<u>55,635,132</u>	<u>742,127</u>	<u>70,686,840</u>
<u>804,650</u>	<u>55,635,132</u>	<u>742,127</u>	<u>70,863,257</u>
<u>804,650</u>	<u>56,061,562</u>	<u>955,109</u>	<u>98,136,609</u>
<u>\$1,941,689</u>	<u>\$61,389,215</u>	<u>\$966,249</u>	<u>\$113,461,573</u>

**City of Westerville, Ohio**

Combining Statement of Revenues, Expenses and Changes in Fund Equity

**Enterprise Funds**

For the Year Ended December 31, 2002

	Water	Sewer
<u>Operating Revenues:</u>		
Charges for Services	\$3,017,526	\$4,136,884
Tap-In Fees	0	18,525
Other Operating Revenues	29,587	2,459
Total Operating Revenues	<u>3,047,113</u>	<u>4,157,868</u>
<u>Operating Expenses:</u>		
Personal Services	1,107,547	468,476
Contractual Services	670,966	3,361,904
Materials and Supplies	235,489	12,598
Other	5,551	7,289
Depreciation and Amortization	709,913	409,800
Total Operating Expenses	<u>2,729,466</u>	<u>4,260,067</u>
Operating Income (Loss)	<u>317,647</u>	<u>(102,199)</u>
<u>Non-Operating Revenues (Expenses):</u>		
Donations from Developers	240,161	117,255
Grants	96,921	0
Loss On Disposal of Fixed Assets	0	0
Interest Income	315,086	4,183
Interest and Fiscal Charges	(383,142)	0
Net Increase in Fair Value	64,758	0
Underground Lines and Capacity Charges	1,220,675	0
Total Non-Operating Revenues (Expenses)	<u>1,554,459</u>	<u>121,438</u>
Income (Loss) Before Operating Transfers	1,872,106	19,239
Operating Transfers - Out	0	0
Net Income (Loss)	<u>1,872,106</u>	<u>19,239</u>
Retained Earnings at Beginning of Year	6,227,560	5,562,443
Retained Earnings at End of Year	8,099,666	5,581,682
Contributed Capital at Beginning and End of Year	16,726,331	9,907,609
Total Fund Equity at End of Year	<u><u>\$24,825,997</u></u>	<u><u>\$15,489,291</u></u>

Refuse	Electric	Swimming Pool	Totals
\$1,514,764	\$22,031,933	\$440,134	\$31,141,241
0	0	0	18,525
494	56,117	1,571	90,228
1,515,258	22,088,050	441,705	31,249,994
81,621	2,863,715	322,507	4,843,866
1,419,324	13,922,861	110,828	19,485,883
3,155	383,611	60,084	694,937
5,370	59,268	0	77,478
1,991	1,853,493	49,429	3,024,626
1,511,461	19,082,948	542,848	28,126,790
3,797	3,005,102	(101,143)	3,123,204
0	0	0	357,416
0	10,000	0	106,921
0	(67,530)	0	(67,530)
0	1,584	0	320,853
0	(159,451)	0	(542,593)
0	0	0	64,758
0	7,200	0	1,227,875
0	(208,197)	0	1,467,700
3,797	2,796,905	(101,143)	4,590,904
0	(50,000)	0	(50,000)
3,797	2,746,905	(101,143)	4,540,904
800,853	52,888,227	843,270	66,322,353
804,650	55,635,132	742,127	70,863,257
0	426,430	212,982	27,273,352
\$804,650	\$56,061,562	\$955,109	\$98,136,609

**City of Westerville, Ohio**

Schedule of Revenues, Expenses, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual

**Water Enterprise Fund**

For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<b>Revenues:</b>						
Charges for Services	\$2,850,000	\$2,900,000	\$2,945,973		\$2,945,973	\$45,973
Capacity Charges	400,000	1,204,475	1,220,675		1,220,675	16,200
Assessments	2,000	1,200	976		976	(224)
Other Charges	5,000	12,616	13,352		13,352	736
Sale of Meters	40,000	37,350	38,330		38,330	980
Interest	0	2,475	2,734		2,734	259
Grants	96,820	96,921	96,921		96,921	0
Miscellaneous	19,908	27,996	29,587		29,587	1,591
<b>Total Revenues</b>	<b>3,413,728</b>	<b>4,283,033</b>	<b>4,348,548</b>		<b>4,348,548</b>	<b>65,515</b>
<b>Expenses:</b>						
<b>Personal Services</b>						
Water Treatment	771,588	771,588	662,728	0	662,728	108,860
System Improvements	488,618	488,618	427,152	0	427,152	61,466
<b>Total Personal Services</b>	<b>1,260,206</b>	<b>1,260,206</b>	<b>1,089,880</b>	<b>0</b>	<b>1,089,880</b>	<b>170,326</b>
<b>Supplies and Materials</b>						
Water Treatment	335,991	318,255	183,170	45,650	228,820	89,435
System Improvements	60,536	54,542	35,813	2,294	38,107	16,435
<b>Total Supplies and Materials</b>	<b>396,527</b>	<b>372,797</b>	<b>218,983</b>	<b>47,944</b>	<b>266,927</b>	<b>105,870</b>
<b>Other Services and Charges</b>						
Water Treatment	507,084	504,629	395,062	11,512	406,574	98,055
System Improvements	125,025	119,449	68,149	8,348	76,497	42,952
<b>Total Other Services and Charges</b>	<b>632,109</b>	<b>624,078</b>	<b>463,211</b>	<b>19,860</b>	<b>483,071</b>	<b>141,007</b>
<b>Capital Outlay</b>						
Water Treatment	898,176	738,254	525,623	154,223	679,846	58,408
System Improvements	1,141,085	1,125,434	915,645	9,100	924,745	200,689
<b>Total Capital Outlay</b>	<b>2,039,261</b>	<b>1,863,688</b>	<b>1,441,268</b>	<b>163,323</b>	<b>1,604,591</b>	<b>259,097</b>
<b>Debt Service:</b>						
Debt Retirement	460,000	460,000	460,000	0	460,000	0
Interest and Other Charges	301,370	365,090	365,090	0	365,090	0
ODNR Debt	96,577	32,857	32,856	0	32,856	1
<b>Total Debt Service</b>	<b>857,947</b>	<b>857,947</b>	<b>857,946</b>	<b>0</b>	<b>857,946</b>	<b>1</b>
<b>Total Expenses</b>	<b>5,186,050</b>	<b>4,978,716</b>	<b>4,071,288</b>	<b>231,127</b>	<b>4,302,415</b>	<b>676,301</b>
Excess of Revenues Over (Under) Expenses	(1,772,322)	(695,683)	277,260	(231,127)	46,133	741,816
Operating Transfers - In	386,662	326,662	326,662		326,662	0
Excess of Revenues Over (Under) Expenses and Transfers	(1,385,660)	(369,021)	603,922	(231,127)	372,795	741,816
Fund Balance at Beginning of Year	4,754,099	4,754,099	5,780,446	(1,026,347)	4,754,099	0
Prior Year Encumbrances Carried Over	1,026,347	1,026,347	0	1,026,347	1,026,347	0
<b>Fund Balance at End of Year</b>	<b>\$4,394,786</b>	<b>\$5,411,425</b>	<b>\$6,384,368</b>	<b>(\$231,127)</b>	<b>\$6,153,241</b>	<b>\$741,816</b>

**City of Westerville, Ohio**  
Schedule of Revenues, Expenses and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Water System Capital Improvement Enterprise Fund**  
For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Interest	\$0	\$1,712,742	\$1,718,868		\$1,718,868	\$6,126
<u>Expenses:</u>	0	0	0	0	0	0
Excess of Revenues Over Expenses	0	1,712,742	1,718,868	0	1,718,868	6,126
Operating Transfers - Out	(326,662)	(326,662)	(326,662)	0	(326,662)	0
Excess of Revenues Over (Under) Expenses and Transfers	(326,662)	1,386,080	1,392,206	0	1,392,206	6,126
Fund Balance at Beginning of Year	1,652,421	1,652,421	1,652,421	0	1,652,421	0
Fund Balance at End of Year	\$1,325,759	\$3,038,501	\$3,044,627	\$0	\$3,044,627	\$6,126

**City of Westerville, Ohio**  
Schedule of Revenues, Expenses, and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Sewer Enterprise Fund**  
For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<u>Revenues:</u>						
Charges for Services	\$4,058,000	\$4,058,000	\$4,102,754		\$4,102,754	\$44,754
Tap-In Fees	20,000	18,225	18,525		18,525	300
Assessments	1,500	900	767		767	(133)
Miscellaneous	1,000	2,458	2,459		2,459	1
<b>Total Revenues</b>	<b>4,080,500</b>	<b>4,079,583</b>	<b>4,124,505</b>		<b>4,124,505</b>	<b>44,922</b>
<u>Expenses:</u>						
Personal Services						
System Improvements	492,119	492,119	466,827	0	466,827	25,292
Supplies and Materials						
System Improvements	29,883	26,552	13,148	915	14,063	12,489
Other Services and Charges						
Sewer Treatment	4,855,728	4,317,671	3,317,729	925,000	4,242,729	74,942
System Improvements	149,121	146,602	70,605	23,338	93,943	52,659
<b>Total Other Services and Charges</b>	<b>5,004,849</b>	<b>4,464,273</b>	<b>3,388,334</b>	<b>948,338</b>	<b>4,336,672</b>	<b>127,601</b>
Capital Outlay						
System Improvements	936,123	925,085	630,493	270,216	900,709	24,376
<b>Total Expenses</b>	<b>6,462,974</b>	<b>5,908,029</b>	<b>4,498,802</b>	<b>1,219,469</b>	<b>5,718,271</b>	<b>189,758</b>
Excess of Revenues Over (Under) Expenses	(2,382,474)	(1,828,446)	(374,297)	(1,219,469)	(1,593,766)	234,680
Fund Balance at Beginning of Year	2,179,777	2,179,777	4,057,922	(1,878,145)	2,179,777	0
Prior Year Encumbrances Carried Over	1,878,145	1,878,145	0	1,878,145	1,878,145	0
<b>Fund Balance at End of Year</b>	<b>\$1,675,448</b>	<b>\$2,229,476</b>	<b>\$3,683,625</b>	<b>(\$1,219,469)</b>	<b>\$2,464,156</b>	<b>\$234,680</b>



**City of Westerville, Ohio**  
Schedule of Revenues, Expenses and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Refuse Enterprise Fund**  
For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<b>Revenues:</b>						
Charges for Services	\$1,504,746	\$1,461,075	\$1,473,022		\$1,473,022	\$11,947
Miscellaneous	100	494	494		494	0
<b>Total Revenues</b>	<b>1,504,846</b>	<b>1,461,569</b>	<b>1,473,516</b>		<b>1,473,516</b>	<b>11,947</b>
<b>Expenses:</b>						
Personal Services						
Refuse Operations	83,403	83,403	80,731	0	80,731	2,672
Supplies and Materials						
Refuse Operations	3,689	3,689	3,155	325	3,480	209
Other Services and Charges						
Refuse Disposal	1,519,624	1,519,542	1,399,038	117,976	1,517,014	2,528
Refuse Operations	41,310	38,880	14,503	3,322	17,825	21,055
<b>Total Other Services and Charges</b>	<b>1,560,934</b>	<b>1,558,422</b>	<b>1,413,541</b>	<b>121,298</b>	<b>1,534,839</b>	<b>23,583</b>
Capital Outlay						
Refuse Operations	20,000	20,000	11,439	0	11,439	8,561
<b>Total Expenses</b>	<b>1,668,026</b>	<b>1,665,514</b>	<b>1,508,866</b>	<b>121,623</b>	<b>1,630,489</b>	<b>35,025</b>
Excess of Revenues Over (Under) Expenses	(163,180)	(203,945)	(35,350)	(121,623)	(156,973)	46,972
Advances - Out	(105,000)	(105,000)	(105,000)	0	(105,000)	0
Excess of Revenues Over (Under) Expenses and Advances	(268,180)	(308,945)	(140,350)	(121,623)	(261,973)	46,972
Fund Balance at Beginning of Year	594,582	594,582	710,414	(115,832)	594,582	0
Prior Year Encumbrances Carried Over	115,832	115,832	0	115,832	115,832	0
<b>Fund Balance at End of Year</b>	<b>\$442,234</b>	<b>\$401,469</b>	<b>\$570,064</b>	<b>(\$121,623)</b>	<b>\$448,441</b>	<b>\$46,972</b>

**City of Westerville, Ohio**  
Schedule of Revenues, Expenses and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Electric Enterprise Fund**  
For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<b>Revenues:</b>						
Charges for Services	\$23,969,332	\$20,906,300	\$21,609,989		\$21,609,989	\$703,689
Underground Line Charge	11,744	6,800	7,200		7,200	400
Other Charges	8,808	11,861	11,600		11,600	(261)
Sale of Fixed Assets	0	1,788	1,789		1,789	1
Interest	0	1,400	1,584		1,584	184
Grants	0	10,000	10,000		10,000	0
Miscellaneous	17,616	44,927	45,516		45,516	589
<b>Total Revenues</b>	<b>24,007,500</b>	<b>20,983,076</b>	<b>21,687,678</b>		<b>21,687,678</b>	<b>704,602</b>
<b>Expenses:</b>						
Personal Services						
Electric System Maintenance	3,040,019	3,040,019	2,821,239	4,407	2,825,646	214,373
Supplies and Materials						
Electric System Maintenance	625,147	607,380	357,137	77,061	434,198	173,182
Other Services and Charges						
Purchased Power	14,438,174	14,519,161	13,138,683	1,379,382	14,518,065	1,096
Electric System Maintenance	1,250,786	1,156,818	838,657	86,933	925,590	231,228
<b>Total Other Services and Charges</b>	<b>15,688,960</b>	<b>15,675,979</b>	<b>13,977,340</b>	<b>1,466,315</b>	<b>15,443,655</b>	<b>232,324</b>
Capital Outlay						
Electric System Maintenance	7,724,264	7,439,434	4,719,570	1,219,998	5,939,568	1,499,866
Debt Service:						
Debt Retirement	123,285	123,285	123,285	0	123,285	0
Interest and Other Charges	159,963	159,963	159,962	0	159,962	1
<b>Total Debt Service</b>	<b>283,248</b>	<b>283,248</b>	<b>283,247</b>	<b>0</b>	<b>283,247</b>	<b>1</b>
<b>Total Expenses</b>	<b>27,361,638</b>	<b>27,046,060</b>	<b>22,158,533</b>	<b>2,767,781</b>	<b>24,926,314</b>	<b>2,119,746</b>
Excess of Revenues Over (Under) Expenses	(3,354,138)	(6,062,984)	(470,855)	(2,767,781)	(3,238,636)	2,824,348
Operating Transfers - Out	0	(50,000)	(50,000)	0	(50,000)	0
Excess of Revenues Over (Under) Expenses and Transfers	(3,354,138)	(6,112,984)	(520,855)	(2,767,781)	(3,288,636)	2,824,348
Fund Balance at Beginning of Year	12,439,422	12,439,422	17,091,043	(4,651,621)	12,439,422	0
Prior Year Encumbrances Carried Over	4,651,621	4,651,621	0	4,651,621	4,651,621	0
<b>Fund Balance at End of Year</b>	<b>\$13,736,905</b>	<b>\$10,978,059</b>	<b>\$16,570,188</b>	<b>(\$2,767,781)</b>	<b>\$13,802,407</b>	<b>\$2,824,348</b>

**City of Westerville, Ohio**  
Schedule of Revenues, Expenses and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Swimming Pool Enterprise Fund**  
For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<b>Revenues:</b>						
Charges for Services	\$493,800	\$440,101	\$440,106		\$440,106	\$5
Miscellaneous	0	1,570	1,571		1,571	1
<b>Total Revenues</b>	<b>493,800</b>	<b>441,671</b>	<b>441,677</b>		<b>441,677</b>	<b>6</b>
<b>Expenses:</b>						
Personal Services						
Swimming Pool	338,816	338,816	321,730	0	321,730	17,086
Supplies and Materials						
Swimming Pool	86,004	85,300	59,674	3,440	63,114	22,186
Other Services and Charges						
Swimming Pool	98,777	97,366	62,604	8,637	71,241	26,125
Capital Outlay						
Swimming Pool	110,169	109,261	60,585	22,341	82,926	26,335
<b>Total Expenses</b>	<b>633,766</b>	<b>630,743</b>	<b>504,593</b>	<b>34,418</b>	<b>539,011</b>	<b>91,732</b>
Excess of Revenues Over (Under) Expenses	(139,966)	(189,072)	(62,916)	(34,418)	(97,334)	91,738
Fund Balance at Beginning of Year	410,995	410,995	424,830	(13,835)	410,995	0
Prior Year Encumbrances Carried Over	13,835	13,835	0	13,835	13,835	0
<b>Fund Balance at End of Year</b>	<b>\$284,864</b>	<b>\$235,758</b>	<b>\$361,914</b>	<b>(\$34,418)</b>	<b>\$327,496</b>	<b>\$91,738</b>

**City of Westerville, Ohio**

Schedule of Revenues, Expenses and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Total - Enterprise Funds**  
For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<b>Revenues:</b>						
Charges for Services	\$32,875,878	\$29,765,476	\$30,571,844		\$30,571,844	\$806,368
Tap-In Fees	20,000	18,225	18,525		18,525	300
Underground Line Charge	11,744	6,800	7,200		7,200	400
Capacity Charges	400,000	1,204,475	1,220,675		1,220,675	16,200
Assessments	3,500	2,100	1,743		1,743	(357)
Other Charges	13,808	24,477	24,952		24,952	475
Sale of Fixed Assets	0	1,788	1,789		1,789	1
Sale of Meters	40,000	37,350	38,330		38,330	980
Interest	0	1,716,617	1,723,186		1,723,186	6,569
Grants	96,820	106,921	106,921		106,921	0
Miscellaneous	38,624	77,445	79,627		79,627	2,182
<b>Total Revenues</b>	<b>33,500,374</b>	<b>32,961,674</b>	<b>33,794,792</b>		<b>33,794,792</b>	<b>833,118</b>
<b>Expenses:</b>						
<b>Personal Services</b>						
Water Treatment	771,588	771,588	662,728	0	662,728	108,860
System Improvements	980,737	980,737	893,979	0	893,979	86,758
Refuse Operations	83,403	83,403	80,731	0	80,731	2,672
Swimming Pool	338,816	338,816	321,730	0	321,730	17,086
Electric System Maintenance	3,040,019	3,040,019	2,821,239	4,407	2,825,646	214,373
<b>Total Personal Services</b>	<b>5,214,563</b>	<b>5,214,563</b>	<b>4,780,407</b>	<b>4,407</b>	<b>4,784,814</b>	<b>429,749</b>
<b>Supplies and Materials</b>						
Water Treatment	335,991	318,255	183,170	45,650	228,820	89,435
System Improvements	90,419	81,094	48,961	3,209	52,170	28,924
Refuse Operations	3,689	3,689	3,155	325	3,480	209
Swimming Pool	86,004	85,300	59,674	3,440	63,114	22,186
Electric System Maintenance	625,147	607,380	357,137	77,061	434,198	173,182
<b>Total Supplies and Materials</b>	<b>1,141,250</b>	<b>1,095,718</b>	<b>652,097</b>	<b>129,685</b>	<b>781,782</b>	<b>313,936</b>
<b>Other Services and Charges</b>						
Sewer Treatment	4,855,728	4,317,671	3,317,729	925,000	4,242,729	74,942
Refuse Disposal	1,519,624	1,519,542	1,399,038	117,976	1,517,014	2,528
Purchased Power	14,438,174	14,519,161	13,138,683	1,379,382	14,518,065	1,096
Water Treatment	507,084	504,629	395,062	11,512	406,574	98,055
System Improvements	274,146	266,051	138,754	31,686	170,440	95,611
Refuse Operations	41,310	38,880	14,503	3,322	17,825	21,055
Swimming Pool	98,777	97,366	62,604	8,637	71,241	26,125
Electric System Maintenance	1,250,786	1,156,818	838,657	86,933	925,590	231,228
<b>Total Other Services and Charges</b>	<b>22,985,629</b>	<b>22,420,118</b>	<b>19,305,030</b>	<b>2,564,448</b>	<b>21,869,478</b>	<b>550,640</b>
<b>Capital Outlay</b>						
Water Treatment	898,176	738,254	525,623	154,223	679,846	58,408
System Improvements	2,077,208	2,050,519	1,546,138	279,316	1,825,454	225,065
Refuse Operations	20,000	20,000	11,439	0	11,439	8,561
Swimming Pool	110,169	109,261	60,585	22,341	82,926	26,335
Electric System Maintenance	7,724,264	7,439,434	4,719,570	1,219,998	5,939,568	1,499,866
<b>Total Capital Outlay</b>	<b>10,829,817</b>	<b>10,357,468</b>	<b>6,863,355</b>	<b>1,675,878</b>	<b>8,539,233</b>	<b>1,818,235</b>
<b>Debt Service:</b>						
Debt Retirement	583,285	583,285	583,285	0	583,285	0
Interest and Other Charges	461,333	525,053	525,052	0	525,052	1
ODNR Debt	96,577	32,857	32,856	0	32,856	1
<b>Total Debt Service</b>	<b>1,141,195</b>	<b>1,141,195</b>	<b>1,141,193</b>	<b>0</b>	<b>1,141,193</b>	<b>2</b>
<b>Total Expenses</b>	<b>\$41,312,454</b>	<b>\$40,229,062</b>	<b>\$32,742,082</b>	<b>\$4,374,418</b>	<b>\$37,116,500</b>	<b>\$3,112,562</b>

(Continued)

**City of Westerville, Ohio**  
Schedule of Revenues, Expenses and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Total - Enterprise Funds**  
For the Year Ended December 31, 2002  
(Continued)

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
Excess of Revenues Over (Under) Expenses	(\$7,812,080)	(\$7,267,388)	\$1,052,710	(\$4,374,418)	(\$3,321,708)	\$3,945,680
Advances - Out	(105,000)	(105,000)	(105,000)	0	(105,000)	0
Operating Transfers - In	386,662	326,662	326,662		326,662	0
Operating Transfers - Out	(326,662)	(376,662)	(376,662)	0	(376,662)	0
Excess of Revenues Over (Under) Expenses, Advances and Transfers	(7,857,080)	(7,422,388)	897,710	(4,374,418)	(3,476,708)	3,945,680
Fund Balance at Beginning of Year	22,031,296	22,031,296	29,717,076	(7,685,780)	22,031,296	0
Prior Year Encumbrances Carried Over	7,685,780	7,685,780	0	7,685,780	7,685,780	0
Fund Balance at End of Year	\$21,859,996	\$22,294,688	\$30,614,786	(\$4,374,418)	\$26,240,368	\$3,945,680

**City of Westerville, Ohio**  
Combining Statement of Cash Flows  
**Enterprise Funds**  
For The Year Ended December 31, 2002

	Water	Sewer
<u>Increases (Decreases) in Cash and Cash Equivalents:</u>		
<u>Cash Flows From Operating Activities:</u>		
Cash Received from Customers	\$2,985,279	\$4,103,521
Cash Received from Quasi-External Operating Transactions with Other Funds	0	0
Cash Payments for Personal Services	(1,089,880)	(466,827)
Cash Payments for Materials and Supplies	(218,983)	(13,148)
Cash Payments for Other Services and Charges	(531,896)	(3,302,267)
Cash Payments for Quasi-External Operating Transactions with Other Funds	(145,693)	(29,511)
Cash Received From Operating Portion of Tap-in Fees	0	18,525
Other Operating Revenues	42,939	2,459
Underground Lines and Capacity Charges	1,220,675	0
Deposits Received	0	0
	0	0
Net Cash Provided By (Used for) Operating Activities	2,262,441	312,752
<u>Cash Flows from Non-Capital Financing Activities:</u>		
Operating Grants Received	96,921	0
Advances to Other Funds	0	0
Transfers to Other Funds	0	0
Net Cash Provided by (Used for) Non-Capital Financing Activities	96,921	0
<u>Cash Flows From Capital And Related Financing Activities:</u>		
Acquisition and Construction of Capital Assets	(1,226,890)	(687,049)
Proceeds from the Sale of Assets	0	0
Principal Paid on General Obligation Bonds	(460,000)	0
Interest Paid on General Obligation Bonds	(301,370)	0
Principal Paid on ODNR Debt	(32,856)	0
Interest Paid on ODNR Debt	(63,720)	0
Net Cash Used For Capital and Related Financing Activities	(2,084,836)	(687,049)
<u>Cash Flows From Investing Activities:</u>		
Increase in Fair Value	64,758	0
Proceeds From the Sale of Investments	3,063,785	0
Interest	310,075	0
Net Cash Provided By Investing Activities	3,438,618	0
Net Increase (Decrease) In Cash And Cash Equivalents	3,713,144	(374,297)
Cash And Cash Equivalents At Beginning Of Year	5,781,251	4,057,916
Cash And Cash Equivalents At End Of Year	\$9,494,395	\$3,683,619

Refuse	Electric	Swimming Pool	Totals
\$1,473,022	\$21,163,049	\$440,106	\$30,164,977
0	446,940	0	446,940
(80,731)	(2,821,239)	(321,730)	(4,780,407)
(3,155)	(357,137)	(59,674)	(652,097)
(1,408,132)	(13,829,480)	(94,125)	(19,165,900)
(3,409)	(72,190)	(12,468)	(263,271)
0	0	0	18,525
494	32,723	1,571	80,186
0	7,200	0	1,227,875
0	24,393	0	24,393
0	(22,685)	0	(22,685)
(21,911)	4,571,574	(46,320)	7,078,536
0	10,000	0	106,921
(105,000)	0	0	(105,000)
0	(50,000)	0	(50,000)
(105,000)	(40,000)	0	(48,079)
(13,439)	(4,772,555)	(16,596)	(6,716,529)
0	1,789	0	1,789
0	(123,285)	0	(583,285)
0	(159,962)	0	(461,332)
0	0	0	(32,856)
0	0	0	(63,720)
(13,439)	(5,054,013)	(16,596)	(7,855,933)
0	0	0	64,758
0	0	0	3,063,785
0	1,584	0	311,659
0	1,584	0	3,440,202
(140,350)	(520,855)	(62,916)	2,614,726
710,414	17,090,688	424,826	28,065,095
\$570,064	\$16,569,833	\$361,910	\$30,679,821

(Continued)

**City of Westerville, Ohio**  
Combining Statement of Cash Flows  
**Enterprise Funds**  
For The Year Ended December 31, 2002  
(Continued)

	Water	Sewer
Reconciliation Of Operating Income (Loss) To <u>Net Cash Provided By (Used For) Operating Activities:</u>		
Operating Income (Loss)	\$317,647	(\$102,199)
Adjustments To Reconcile Operating Income (Loss) <u>To Net Cash Provided By (Used For) Operating Activities:</u>		
Depreciation and Amortization	709,913	409,800
Change in Provision for Uncollectable Accounts Receivable	468	686
	1,220,675	0
<u>Changes in Assets and Liabilities:</u>		
Increase in Accounts Receivable	(13,812)	(26,760)
(Increase) Decrease in Material and Supplies Inventory	2,901	(104)
Increase in Accounts Payable	25,722	7,182
Decrease in Contracts Payable	(18,753)	0
Increase in Interfund Payables	423	133
Increase in Accrued Wages	3,117	981
Increase (Decrease) in Compensated Absences	11,590	(340)
Increase (Decrease) in Intergovernmental Payable	2,550	23,373
Increase in Deferred Revenue	0	0
Decrease in Deposits Held and Due to Others	0	0
Net Cash Provided By (Used for) Operating Activities	\$2,262,441	\$312,752
<u>Noncash Investing, Capital, and Financing Activities:</u>		
Trade-In Allowance of Equipment and Vehicles	\$21,500	\$0
Service Lines Donated by Developers and Capitalized at Fair Market Value	240,161	117,255
Net Change in Fair Value	(1,411,527)	0
Total Noncash Investing, Capital, and Financing Activities	(\$1,149,866)	\$117,255



Refuse	Electric	Swimming Pool	Totals
\$3,797	\$3,005,102	(\$101,143)	\$3,123,204
1,991	1,853,493	49,429	3,024,626
957	9,651	0	11,762
0	7,200	0	1,227,875
(37,329)	(373,845)	(28)	(451,774)
0	28,779	0	31,576
6,026	2,709	4,645	46,284
0	(6,463)	0	(25,216)
40	1,743	134	2,473
294	12,867	993	18,252
367	2,722	0	14,339
1,946	25,099	(350)	52,618
0	4,225	0	4,225
0	(1,708)	0	(1,708)
<u>(\$21,911)</u>	<u>\$4,571,574</u>	<u>(\$46,320)</u>	<u>\$7,078,536</u>
\$2,000	\$5,500	\$0	\$29,000
0	0	0	357,416
0	0	0	(1,411,527)
<u>\$2,000</u>	<u>\$5,500</u>	<u>\$0</u>	<u>(\$1,025,111)</u>

## *Internal Service Funds*

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Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City and to other governmental units, on a cost reimbursement basis.

Garage Fund - To account for the operations of the City Garage which provides maintenance and repair services on all City vehicles and equipment.

Self-Insurance Fund - To account for general liability claims, actions, and judgments against the City, its officers and employees.

**City of Westerville, Ohio**

Combining Balance Sheet

**Internal Service Funds**

As of December 31, 2002

	Garage	Self- Insurance	Totals
<u>Current Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$93,115	\$504,989	\$598,104
Receivables:			
Accrued Interest	0	5,207	5,207
Materials and Supplies Inventory	22,274	0	22,274
Total Current Assets	<u>115,389</u>	<u>510,196</u>	<u>625,585</u>
<u>Long-Term Assets:</u>			
Fixed Assets (net of accumulated depreciation)	272,798	0	272,798
Total Assets	<u>\$388,187</u>	<u>\$510,196</u>	<u>\$898,383</u>
<u>Current Liabilities:</u>			
Accounts Payable	\$11,912	\$111,384	\$123,296
Interfund Payable	660	0	660
Accrued Wages	4,871	0	4,871
Intergovernmental Payable	2,181	0	2,181
Total Current Liabilities	<u>19,624</u>	<u>111,384</u>	<u>131,008</u>
<u>Long-Term Liabilities:</u>			
Compensated Absences Payable	53,019	0	53,019
Total Liabilities	<u>72,643</u>	<u>111,384</u>	<u>184,027</u>
Contributed Capital at Beginning and End of Year	31,140	0	31,140
Retained Earnings - Unreserved	284,404	398,812	683,216
Total Fund Equity	<u>315,544</u>	<u>398,812</u>	<u>714,356</u>
Total Liabilities and Fund Equity	<u>\$388,187</u>	<u>\$510,196</u>	<u>\$898,383</u>

**City of Westerville, Ohio**

Combining Statement of Revenues, Expenses and Changes in Fund Equity

**Internal Service Funds**

For the Year Ended December 31, 2002

	Garage	Self- Insurance	Totals
<u>Operating Revenues:</u>			
Charges for Services	\$477,018	\$33,628	\$510,646
Other Operating Revenues	4,740	21	4,761
Total Operating Revenues	<u>481,758</u>	<u>33,649</u>	<u>515,407</u>
<u>Operating Expenses:</u>			
Personal Services	251,159	0	251,159
Contractual Services	28,150	392,373	420,523
Materials and Supplies	223,561	0	223,561
Other	0	40,061	40,061
Depreciation	21,397	0	21,397
Total Operating Expenses	<u>524,267</u>	<u>432,434</u>	<u>956,701</u>
Operating Loss	<u>(42,509)</u>	<u>(398,785)</u>	<u>(441,294)</u>
<u>Non-Operating Revenues:</u>			
Interest Income	0	22,614	22,614
Net Decrease in Fair Value	0	(4,186)	(4,186)
Total Non-Operating Revenues	<u>0</u>	<u>18,428</u>	<u>18,428</u>
Loss Before Operating Transfers	(42,509)	(380,357)	(422,866)
Operating Transfers - In	0	250,000	250,000
Net Loss	<u>(42,509)</u>	<u>(130,357)</u>	<u>(172,866)</u>
Retained Earnings at Beginning of Year	326,913	529,169	856,082
Retained Earnings at End of Year	284,404	398,812	683,216
Contributed Capital at Beginning and End of Year	31,140	0	31,140
Total Fund Equity at End of Year	<u>\$315,544</u>	<u>\$398,812</u>	<u>\$714,356</u>

**City of Westerville, Ohio**  
Schedule of Revenues, Expenses and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Garage Internal Service Fund**  
For the Year Ended December 31, 2002

	Budget		Actual		Total	Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances		
<b>Revenues:</b>						
Charges for Services	\$673,737	\$618,478	\$477,018		\$477,018	(\$141,460)
Miscellaneous	3,813	4,739	4,740		4,740	1
<b>Total Revenues</b>	<b>677,550</b>	<b>623,217</b>	<b>481,758</b>		<b>481,758</b>	<b>(141,459)</b>
<b>Expenses:</b>						
Personal Services						
Garage Operations	315,580	315,580	275,900	0	275,900	39,680
Supplies and Materials						
Garage Operations	310,356	297,594	215,990	22,629	238,619	58,975
Other Services and Charges						
Garage Operations	68,000	64,352	27,953	6,531	34,484	29,868
Capital Outlay						
Garage Operations	10,800	10,800	7,966	0	7,966	2,834
<b>Total Expenses</b>	<b>704,736</b>	<b>688,326</b>	<b>527,809</b>	<b>29,160</b>	<b>556,969</b>	<b>131,357</b>
Excess of Revenues Under Expenses	(27,186)	(65,109)	(46,051)	(29,160)	(75,211)	(10,102)
Fund Balance at Beginning of Year	108,392	108,392	139,168	(30,776)	108,392	0
Prior Year Encumbrances Carried Over	30,776	30,776	0	30,776	30,776	0
<b>Fund Balance at End of Year</b>	<b>\$111,982</b>	<b>\$74,059</b>	<b>\$93,117</b>	<b>(\$29,160)</b>	<b>\$63,957</b>	<b>(\$10,102)</b>

**City of Westerville, Ohio**  
Schedule of Revenues, Expenses and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Self-Insurance Internal Service Fund**  
For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<b>Revenues:</b>						
Other Charges	\$0	\$28,356	\$33,628		\$33,628	\$5,272
Interest	0	23,000	24,689		24,689	1,689
Miscellaneous	0	0	21		21	21
<b>Total Revenues</b>	<b>0</b>	<b>51,356</b>	<b>58,338</b>		<b>58,338</b>	<b>6,982</b>
<b>Expenses:</b>						
Other Services and Charges						
Self Insurance	89,249	457,655	323,946	130,528	454,474	3,181
Capital Outlay						
Self Insurance	14,699	23,214	13,214	10,000	23,214	0
Other						
Self Insurance	0	40,063	40,061	0	40,061	2
<b>Total Expenses</b>	<b>103,948</b>	<b>520,932</b>	<b>377,221</b>	<b>140,528</b>	<b>517,749</b>	<b>3,183</b>
Excess of Revenues Under Expenses	(103,948)	(469,576)	(318,883)	(140,528)	(459,411)	10,165
Operating Transfers - In	0	250,000	250,000		250,000	0
Excess of Revenues Under Expenses and Transfers	(103,948)	(219,576)	(68,883)	(140,528)	(209,411)	10,165
Fund Balance at Beginning of Year	458,640	458,640	562,588	(103,948)	458,640	0
Prior Year Encumbrances Carried Over	103,948	103,948	0	103,948	103,948	0
<b>Fund Balance at End of Year</b>	<b>\$458,640</b>	<b>\$343,012</b>	<b>\$493,705</b>	<b>(\$140,528)</b>	<b>\$353,177</b>	<b>\$10,165</b>

**City of Westerville, Ohio**

Schedule of Revenues, Expenses and Changes in Fund  
Balance - Budget (Non-GAAP Budgetary Basis) and Actual  
**Total - Internal Service Funds**  
For the Year Ended December 31, 2002

	Budget		Actual			Variance Favorable (Unfavorable)
	Original	Final	Cash Transactions	Encumbrances	Total	
<b>Revenues:</b>						
Charges for Services	\$673,737	\$618,478	\$477,018		\$477,018	(\$141,460)
Other Charges	0	28,356	33,628		33,628	5,272
Interest	0	23,000	24,689		24,689	1,689
Miscellaneous	3,813	4,739	4,761		4,761	22
<b>Total Revenues</b>	<b>677,550</b>	<b>674,573</b>	<b>540,096</b>		<b>540,096</b>	<b>(134,477)</b>
<b>Expenses:</b>						
Personal Services						
Garage Operations	315,580	315,580	275,900	0	275,900	39,680
Supplies and Materials						
Garage Operations	310,356	297,594	215,990	22,629	238,619	58,975
Other Services and Charges						
Garage Operations	68,000	64,352	27,953	6,531	34,484	29,868
Self Insurance	89,249	457,655	323,946	130,528	454,474	3,181
<b>Total Other Services and Charges</b>	<b>157,249</b>	<b>522,007</b>	<b>351,899</b>	<b>137,059</b>	<b>488,958</b>	<b>33,049</b>
Capital Outlay						
Garage Operations	10,800	10,800	7,966	0	7,966	2,834
Self Insurance	14,699	23,214	13,214	10,000	23,214	0
<b>Total Capital Outlay</b>	<b>25,499</b>	<b>34,014</b>	<b>21,180</b>	<b>10,000</b>	<b>31,180</b>	<b>2,834</b>
Other						
Self Insurance	0	40,063	40,061	0	40,061	2
<b>Total Expenses</b>	<b>808,684</b>	<b>1,209,258</b>	<b>905,030</b>	<b>169,688</b>	<b>1,074,718</b>	<b>134,540</b>
Excess of Revenues Under Expenses	(131,134)	(534,685)	(364,934)	(169,688)	(534,622)	63
Operating Transfers - In	0	250,000	250,000		250,000	0
Excess of Revenues Under Expenses and Transfers	(131,134)	(284,685)	(114,934)	(169,688)	(284,622)	63
Fund Balance at Beginning of Year	567,032	567,032	701,756	(134,724)	567,032	0
Prior Year Encumbrances Carried Over	134,724	134,724	0	134,724	134,724	0
<b>Fund Balance at End of Year</b>	<b>\$570,622</b>	<b>\$417,071</b>	<b>\$586,822</b>	<b>(\$169,688)</b>	<b>\$417,134</b>	<b>\$63</b>

**City of Westerville, Ohio**  
Combining Statement of Cash Flows  
**Internal Service Funds**  
For The Year Ended December 31, 2002

	Garage	Self- Insurance	Totals
<u>Increases (Decreases) in Cash and Cash Equivalents:</u>			
<u>Cash Flows From Operating Activities:</u>			
Cash Received from Quasi-External Operating Transactions with Other Funds	\$477,018	\$0	\$477,018
Cash Payments for Personal Services	(275,900)	0	(275,900)
Cash Payments for Materials and Supplies	(215,990)	0	(215,990)
Cash Payments for Other Services and Charges	(25,645)	0	(25,645)
Cash Payments for Quasi-External Operating Transactions with Other Funds	(3,229)	0	(3,229)
Cash Payments for Claims	0	(377,221)	(377,221)
Other Operating Revenues	4,740	33,649	38,389
Net Cash Used for Operating Activities	<u>(39,006)</u>	<u>(343,572)</u>	<u>(382,578)</u>
<u>Cash Flows from Non-Capital Financing Activities:</u>			
Operating Transfers - In	0	250,000	250,000
<u>Cash Flows From Capital And Related Financing Activities:</u>			
Acquisition and Construction of Capital Assets	(7,045)	0	(7,045)
<u>Cash Flows From Investing Activities:</u>			
Decrease in Fair Value of Cash Equivalents	0	(4,186)	(4,186)
Interest	0	24,689	24,689
Net Cash Provided By Investing Activities	<u>0</u>	<u>20,503</u>	<u>20,503</u>
Net Decrease In Cash And Cash Equivalents	(46,051)	(73,069)	(119,120)
Cash And Cash Equivalents At Beginning Of Year	139,166	578,058	717,224
Cash And Cash Equivalents At End Of Year	<u>\$93,115</u>	<u>\$504,989</u>	<u>\$598,104</u>
<u>Reconciliation Of Operating Loss To Net Cash Used for Operating Activities:</u>			
Operating Loss	(\$42,509)	(\$398,785)	(\$441,294)
<u>Adjustments To Reconcile Operating Loss To Net Cash Used for Operating Activities:</u>			
Depreciation	21,397	0	21,397
<u>Changes in Assets and Liabilities:</u>			
Decrease in Material and Supplies Inventory	2,146	0	2,146
Increase in Accounts Payable	4,701	55,213	59,914
Increase in Interfund Payables	52	0	52
Increase in Accrued Wages	381	0	381
Decrease in Compensated Absences	(25,938)	0	(25,938)
Increase in Intergovernmental Payable	764	0	764
Net Cash Used for Operating Activities	<u>(\$39,006)</u>	<u>(\$343,572)</u>	<u>(\$382,578)</u>



# Agency Funds

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Agency Funds are used to account for assets held by the City while acting in the capacity of an agent for individuals, private organizations, other governments, and/or other funds.

Hotel Tax Fund - To account for a portion of the tax imposed on establishments that provide sleeping accommodations for transient guests that, by statute, must be allocated to the Visitor's Bureau.

Payroll Revolving Fund - To account for all payroll related liabilities including the City's portion of payments made to various state pension systems.

Columbus Sewer Capacity Fund - To account for the sewer capacity fees collected and distributed to the City of Columbus.

State Building Standards Fund - To account for a three percent assessment by the State of Ohio collected on all building and related permits.

Performance Bond Fund - To account for deposits from contractors, developers, or individuals and held to insure compliance with City Ordinances pertaining to development.

Mayor's Court Fund - To account for the collection of court fines and costs and the subsequent remittance to the City, other local governments, and the State of Ohio.

Sewer Line Reimbursement - To account for monies received and related developer reimbursements for a private sewer line extension.

Public Use Fees Fund - To account for the portion of recreation fees which is allocated to other subdivisions for use in maintaining their park systems.

**City of Westerville, Ohio**

Combining Balance Sheet

Agency Funds

As of December 31, 2002

	Hotel Tax	Payroll Revolving	Columbus Sewer Capacity	State Building Standards
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$0	\$926,893	\$308,234	\$802
Cash with Fiscal and Escrow Agents	0	0	0	0
Receivables:				
Taxes	704	0	0	0
Interfund Receivable	0	13,543	0	0
Total Assets	<u>\$704</u>	<u>\$940,436</u>	<u>\$308,234</u>	<u>\$802</u>
<u>Liabilities</u>				
Accounts Payable	\$704	\$0	\$0	\$0
Interfund Payable	0	0	0	0
Intergovernmental Payable	0	13,543	308,234	802
Deposits Held and Due to Others	0	0	0	0
Payroll Withholdings	0	926,893	0	0
Total Liabilities	<u>\$704</u>	<u>\$940,436</u>	<u>\$308,234</u>	<u>\$802</u>

Performance Bond	Mayor's Court	Public Use Fees	Totals
\$126,232	\$0	\$23,500	\$1,385,661
0	41,714	0	41,714
0	0	0	704
0	0	0	13,543
<u>\$126,232</u>	<u>\$41,714</u>	<u>\$23,500</u>	<u>\$1,441,622</u>
\$0	\$0	\$0	\$704
0	33,904	0	33,904
0	5,120	23,500	351,199
126,232	2,690	0	128,922
0	0	0	926,893
<u>\$126,232</u>	<u>\$41,714</u>	<u>\$23,500</u>	<u>\$1,441,622</u>

**City of Westerville, Ohio**  
Combining Statements of Changes in Assets and Liabilities  
Agency Funds  
For The Year Ended December 31, 2002

	Balance 12/31/01	Additions	Deductions	Balance 12/31/02
<b>Hotel Tax</b>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$0	\$19,902	\$19,902	\$0
Receivables:				
Taxes	1,121	704	1,121	704
Total Assets	\$1,121	\$20,606	\$21,023	\$704
<u>Liabilities</u>				
Accounts Payable	\$1,121	\$704	\$1,121	\$704
<b>Payroll Revolving Fund</b>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$842,485	\$15,606,250	\$15,521,842	\$926,893
Interfund Receivable	11,018	13,543	11,018	13,543
Total Assets	\$853,503	\$15,619,793	\$15,532,860	\$940,436
<u>Liabilities</u>				
Intergovernmental Payable	\$11,018	\$13,543	\$11,018	\$13,543
Payroll Withholdings	842,485	15,606,250	15,521,842	926,893
Total Liabilities	\$853,503	\$15,619,793	\$15,532,860	\$940,436
<b>Columbus Sewer Capacity</b>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$197,849	\$460,849	\$350,464	\$308,234
<u>Liabilities</u>				
Intergovernmental Payable	\$197,849	\$460,849	\$350,464	\$308,234
<b>State Building Standards</b>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$406	\$11,898	\$11,502	\$802
<u>Liabilities</u>				
Intergovernmental Payable	\$406	\$11,898	\$11,502	\$802
<b>Performance Bond</b>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$122,582	\$323,632	\$319,982	\$126,232
<u>Liabilities</u>				
Deposits Held and Due to Others	\$122,582	\$323,632	\$319,982	\$126,232

(Continued)

**City of Westerville, Ohio**  
Combining Statements of Changes in Assets and Liabilities  
Agency Funds  
For The Year Ended December 31, 2002  
(Continued)

	Balance 12/31/01	Additions	Deductions	Balance 12/31/02
<b>Mayor's Court</b>				
<u>Assets</u>				
Cash with Fiscal and Escrow Agents	\$36,300	\$41,714	\$36,300	\$41,714
<u>Liabilities</u>				
Interfund Payable	\$30,010	\$33,904	\$30,010	\$33,904
Intergovernmental Payable	4,800	5,120	4,800	5,120
Deposits Held and Due to Others	1,490	2,690	1,490	2,690
Total Liabilities	\$36,300	\$41,714	\$36,300	\$41,714
<b>Sewer Line Reimbursement</b>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$1,577	\$0	\$1,577	\$0
<u>Liabilities</u>				
Deposits Held and Due to Others	\$1,577	\$0	\$1,577	\$0
<b>Public Use Fees</b>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$23,500	\$0	\$0	\$23,500
<u>Liabilities</u>				
Intergovernmental Payable	\$23,500	\$0	\$0	\$23,500
<b>Totals</b>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$1,188,399	\$16,422,531	\$16,225,269	\$1,385,661
Cash with Fiscal and Escrow Agents	36,300	41,714	36,300	41,714
Receivables:				
Taxes	1,121	704	1,121	704
Interfund Receivable	11,018	13,543	11,018	13,543
Total Assets	\$1,236,838	\$16,478,492	\$16,273,708	\$1,441,622
<u>Liabilities</u>				
Accounts Payable	\$1,121	\$704	\$1,121	\$704
Interfund Payable	30,010	33,904	30,010	33,904
Intergovernmental Payable	237,573	491,410	377,784	351,199
Deposits Held and Due to Others	125,649	326,322	323,049	128,922
Payroll Withholdings	842,485	15,606,250	15,521,842	926,893
Total Liabilities	\$1,236,838	\$16,458,590	\$16,253,806	\$1,441,622

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## *General Fixed Assets Account Group*

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The General Fixed Assets Account Group accounts for long-lived assets not used in the operation of the proprietary funds.

**City of Westerville, Ohio**  
Schedule of General Fixed Assets  
By Program and Department  
As of December 31, 2002

Program / Department	Land	Land Improvements	Buildings
Security of Persons and Property			
Police	\$0	\$0	\$3,621,228
Fire	110,512	0	3,023,053
Communications	0	0	0
Total Security of Persons and Property	<u>110,512</u>	<u>0</u>	<u>6,644,281</u>
Public Health			
Cemetery Maintenance	0	45,488	21,695
Leisure Time Activities			
Parks and Recreation	3,970,335	10,312,487	18,495,811
Community Development			
Planning, Engineering and Building	0	0	5,355
Total Community Development	<u>0</u>	<u>0</u>	<u>5,355</u>
Basic Utility Services			
Storm Sewer	522,794	5,666	0
Transportation			
Street Maintenance	0	0	64,500
Traffic Signal Maintenance and Repair	0	0	0
Total Transportation	<u>0</u>	<u>0</u>	<u>64,500</u>
General Government			
City Manager	0	0	0
Legislative	0	0	0
Cable TV Commission	0	0	0
Finance	0	0	0
Management Information Systems	0	0	39,600
Income Tax	0	0	0
Mayor's Court	0	0	0
Lands and Buildings	1,295,383	16,310	2,619,416
Total General Government	<u>1,295,383</u>	<u>16,310</u>	<u>2,659,016</u>
Total General Fixed Assets	5,899,024	10,379,951	27,890,658
Less Accumulated Depreciation	0	(1,547,297)	(4,105,845)
General Fixed Assets - Net of Accumulated Depreciation	<u>\$5,899,024</u>	<u>\$8,832,654</u>	<u>\$23,784,813</u>
Construction In Progress			
Total General Fixed Assets			



Furniture and Equipment	Vehicles	Totals
\$949,752	\$633,622	\$5,204,602
521,919	1,968,775	5,624,259
478,350	0	478,350
<u>1,950,021</u>	<u>2,602,397</u>	<u>11,307,211</u>
<u>0</u>	<u>0</u>	<u>67,183</u>
<u>836,890</u>	<u>663,321</u>	<u>34,278,844</u>
<u>65,013</u>	<u>171,937</u>	<u>242,305</u>
<u>65,013</u>	<u>171,937</u>	<u>242,305</u>
<u>1,957,644</u>	<u>23,896</u>	<u>2,510,000</u>
439,332	641,570	1,145,402
67,515	42,579	110,094
<u>506,847</u>	<u>684,149</u>	<u>1,255,496</u>
37,343	0	37,343
29,363	0	29,363
683,611	69,721	753,332
22,948	36,067	59,015
840,313	0	879,913
18,960	0	18,960
5,147	0	5,147
199,889	0	4,130,998
<u>1,837,574</u>	<u>105,788</u>	<u>5,914,071</u>
7,153,989	4,251,488	55,575,110
<u>(3,669,149)</u>	<u>(2,928,132)</u>	<u>(12,250,423)</u>
<u>\$3,484,840</u>	<u>\$1,323,356</u>	<u>\$43,324,687</u>
		<u>3,279,603</u>
		<u>\$46,604,290</u>

**City of Westerville, Ohio**  
Schedule of Changes in General Fixed Assets  
By Program and Department  
For the Year Ended December 31, 2002

Program / Department	Balance 01/01/02	Additions	Deletions	Balance 12/31/02
Security of Persons and Property				
Police	\$5,150,774	\$132,620	\$78,792	\$5,204,602
Fire	5,566,357	223,798	165,896	5,624,259
Communications	446,950	31,400	0	478,350
Total Security of Persons and Property	<u>11,164,081</u>	<u>387,818</u>	<u>244,688</u>	<u>11,307,211</u>
Public Health				
Cemetery Maintenance	67,183	0	0	67,183
Leisure Time Activities				
Parks and Recreation	12,692,147	21,616,435	29,738	34,278,844
Community Development				
Planning, Engineering and Building	224,537	47,868	30,100	242,305
Basic Utility Services				
Storm Sewer	576,945	1,933,055	0	2,510,000
Transportation				
Street Maintenance	1,082,424	106,498	43,520	1,145,402
Traffic Signal Maintenance and Repair	110,094	0	0	110,094
Total Transportation	<u>1,192,518</u>	<u>106,498</u>	<u>43,520</u>	<u>1,255,496</u>
General Government				
City Manager	37,343	0	0	37,343
Legislative	29,363	0	0	29,363
Cable TV Commission	634,738	118,594	0	753,332
Finance	59,015	0	0	59,015
Management Information Systems	855,937	23,976	0	879,913
Income Tax	18,960	0	0	18,960
Mayor's Court	5,147	0	0	5,147
Lands and Buildings	4,112,998	18,000	0	4,130,998
Total General Government	<u>5,753,501</u>	<u>160,570</u>	<u>0</u>	<u>5,914,071</u>
Total General Fixed Assets	31,670,912	24,252,244	348,046	55,575,110
Less Accumulated Depreciation	<u>(10,413,133)</u>	<u>(2,174,892)</u>	<u>(337,602)</u>	<u>(12,250,423)</u>
Total General Fixed Assets (Net of Accumulated Depreciation) Allocated To Programs	21,257,779	22,077,352	10,444	43,324,687
Construction In Progress	21,695,931	3,279,603	21,695,931	3,279,603
Total General Fixed Assets	<u>\$42,953,710</u>	<u>\$25,356,955</u>	<u>\$21,706,375</u>	<u>\$46,604,290</u>

**City of Westerville, Ohio**  
 Schedule of General Fixed Assets By Source  
 As of December 31, 2002

	Amount
<u>General Fixed Assets:</u>	
Land	\$5,899,024
Land Improvements	10,379,951
Buildings	27,890,658
Furniture and Equipment	7,153,989
Vehicles	4,251,488
Construction in Progress	3,279,603
Total General Fixed Assets	58,854,713
Less Accumulated Depreciation	(12,250,423)
Net General Fixed Assets	\$46,604,290
 <u>Investment in General Fixed Assets:</u>	
General Fund Revenues	\$7,870,162
Special Revenue Fund Revenues:	
Property Tax Revenues	472,685
Intergovernmental Revenues	897,149
Operating Transfers	13,068,907
Capital Projects Fund Revenues:	
Operating Transfers	9,497,959
General Obligation Bonds	26,994,134
Donations	12,500
Development Fees	41,217
Total Investment in General Fixed Assets	58,854,713
Less Accumulated Depreciation	(12,250,423)
Net Investment in General Fixed Assets	\$46,604,290

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**CITY OF WESTERVILLE, OHIO**

GENERAL FUND EXPENDITURES - BY PROGRAM  
LAST TEN YEARS

Year	Security of Persons and Property	Public Health	Community Development	Basic Utility Services	Transportation	General Government	Capital Outlay	Debt Service	Total
1993	\$4,294,196	\$58,487	\$900,235	\$228,097	\$548,140	\$2,953,909	\$0	\$14,961	\$8,998,025
1994	4,955,886	114,046	1,030,825	188,065	251,562	3,449,896	3,805,999	7,103	13,803,382
1995	4,942,434	23,730	959,645	742,695	236,404	3,690,378	0	1,491	10,596,777
1996	4,971,992	18,301	1,059,743	266,707	190,961	4,065,017	0	1,492	10,574,213
1997	5,229,392	25,371	1,380,460	491,403	790	6,737,386	0	1,492	13,866,294
1998	6,070,427	28,278	1,459,063	268,518	4,732	5,114,518	0	1,492	12,947,028
1999	5,955,513	66,685	1,945,609	175,710	0	5,064,590	0	1,492	13,209,599
2000	6,735,623	41,875	1,820,948	172,554	0	5,689,132	0	1,492	14,461,624
2001	7,343,159	64,476	1,873,543	189,730	0	6,710,260	0	1,492	16,182,660
2002	8,374,154	43,072	2,037,680	308,077	0	6,618,746	0	1,492	17,383,221

Sources: City of Westerville, Department of Finance

**CITY OF WESTERVILLE, OHIO**

GENERAL FUND REVENUES - BY SOURCE  
LAST TEN YEARS

Year	Taxes (1)	Municipal Income Tax	Inter- Governmental	Charges For Services	Fees, Licenses and Permits	Fines and Forfeitures	Interest	Net Increase/ (Decrease) in Fair Value of Investments (2)	Miscellaneous	Total
1993	\$1,539,391	\$7,743,921	\$1,625,938	\$647,813	\$467,947	\$236,249	\$2,962,912	\$0	\$64,727	\$15,288,898
1994	1,712,802	8,483,784	1,746,525	816,445	476,129	321,887	2,714,497	0	48,435	16,320,504
1995	1,780,121	9,253,013	2,227,080	924,158	303,148	320,631	3,560,986	0	28,086	18,397,223
1996	1,874,574	10,336,759	2,033,633	922,895	254,342	337,401	4,313,332	0	41,289	20,114,225
1997	2,115,086	10,842,532	2,432,084	936,471	238,731	303,388	3,983,264	0	129,494	20,981,050
1998	2,086,507	11,768,223	2,763,793	961,428	235,438	300,999	3,934,379	733,458	390,892	23,175,117
1999	2,083,756	12,407,839	3,236,064	1,266,644	368,300	317,744	3,661,602	(1,479,462)	45,054	21,907,541
2000	2,356,560	13,194,892	3,071,945	1,036,999	465,149	297,873	3,460,825	274,233	283,780	24,442,256
2001	2,522,924	13,755,742	4,124,638	255,108	585,088	364,281	3,449,931	1,994,998	102,747	27,155,457
2002	2,495,841	13,784,049	4,789,154	387,924	731,440	384,286	2,941,591	(273,996)	117,808	25,358,097

Source: City of Westerville, Department of Finance

(1) Includes real estate and personal property taxes.

(2) Net change in fair value of investments was not reported before the implementation of GASB 31 in 1998

**CITY OF WESTERVILLE, OHIO**

PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN YEARS

Collection Year	Total Current Tax Levy (1)	Current Tax Collections (1)	Percent of Levy Collected (1)	Delinquent Tax Collections (1)	Tax Collected Delaware County (2)	Total Tax Collections	Percentage of Total Tax Collections to Tax Levy (3)	Outstanding Delinquent Taxes (4)	Percentage of Delinquent Taxes to Tax Levy (3)
1993	\$4,936,022	\$4,826,710	97.79%	\$121,565	\$454,079	\$5,402,354	100.25%	\$158,532	3.21%
1994	5,030,922	4,918,212	97.96%	122,328	638,090	5,678,630	100.19%	157,750	3.14%
1995	5,348,691	5,252,242	98.20%	118,089	730,965	6,101,296	100.40%	156,312	2.92%
1996	6,277,593	6,120,217	97.49%	200,837	1,037,980	7,359,034	100.69%	305,025	4.86%
1997	6,650,380	6,520,066	98.04%	203,705	1,232,121	7,955,892	101.10%	257,347	3.87%
1998	6,421,364	6,295,786	98.04%	119,029	1,385,451	7,800,266	99.90%	259,456	4.04%
1999	6,502,629	6,299,611	96.88%	139,307	1,448,097	7,887,015	99.02%	285,849	4.40%
2000	6,449,184	6,306,357	97.79%	139,304	1,556,103	8,001,764	99.95%	293,721	4.55%
2001	6,846,544	6,575,146	96.04%	167,683	1,677,472	8,420,301	98.49%	271,398	3.96%
2002	6,750,991	6,408,731	94.93%	141,351	1,726,314	8,276,396	97.02%	342,260	5.07%

(1) Source: Franklin County Auditor's Office.

Total Current Tax Levy includes rollback and homestead exemptions.

(2) Source: Settlement Sheet - Delaware County Auditor's Office

(3) Comparison of Franklin County only.

(4) Includes current and prior years' delinquencies - Franklin County only.

**CITY OF WESTERVILLE, OHIO**

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS  
(PER \$1,000 OF ASSESSED VALUATION)  
LAST TEN YEARS

Collection Year	City Inside Ten Mill Limitation		Outside Ten Mill Limitation			Total City	Franklin County	City Schools	Total
	General Fund	Debt Retirement	General Charter	Debt Retirement	Fire Operating				
1993	\$2.50	\$0.15	\$0.60	\$1.03	\$8.40	\$12.68	\$14.87	\$61.15	\$88.70
1994	2.50	0.15	0.60	0.80	8.40	12.45	14.57	61.15	88.17
1995	2.50	0.15	0.60	0.73	8.40	12.38	14.57	60.82	87.77
1996	2.50	0.15	0.60	0.69	10.50	14.44	14.82	61.03	90.29
1997	2.50	0.15	0.60	0.62	10.85	14.72	15.12	61.31	91.15
1998	2.50	0.15	0.60	0.59	10.85	14.69	15.22	61.32	91.23
1999	2.55	0.10	0.60	0.55	10.85	14.65	17.54	61.15	93.34
2000	2.55	0.10	0.60	0.47	10.85	14.57	17.64	63.50	95.71
2001	2.57	0.08	0.60	0.44	10.85	14.54	17.64	63.50	95.68
2002	2.57	0.08	0.60	0.40	10.85	14.50	17.64	63.40	95.54

Source: Franklin County Auditor's Office.



Table 5

**CITY OF WESTERVILLE, OHIO**

ASSESSED VALUATION AND ESTIMATED TRUE VALUES  
OF TAXABLE PROPERTY  
LAST TEN YEARS

Collection Year	Real Property	Public Utility		Tangible Personal Property	Total	Estimated True Values (1)
		Real and Personal	Real and Personal			
1993	\$452,998,820	\$14,158,550	\$41,317,851	\$508,475,221	\$1,469,286,416	
1994	467,749,300	18,411,050	50,137,178	536,297,528	1,557,896,931	
1995	543,767,890	20,634,990	69,172,503	633,575,383	1,853,761,407	
1996	566,273,200	25,826,110	68,273,643	660,372,953	1,920,365,853	
1997	613,734,270	25,250,700	69,974,828	708,959,798	2,062,119,775	
1998	630,808,440	25,924,830	62,219,839	718,953,109	2,080,649,219	
1999	645,665,490	22,504,370	66,114,875	734,284,735	2,134,791,191	
2000	730,938,230	23,198,260	77,437,297	831,573,787	2,424,505,790	
2001	759,777,270	25,005,670	78,058,573	862,841,513	2,511,442,026	
2002	782,946,190	21,627,750	74,734,200	879,308,140	2,560,502,903	

Source: Franklin County Auditor's Office and Delaware County Auditor's Office.

(1) For 1993 and thereafter, real property assessments are 35% of true value, public utility personal property is 88% of true value and general personal property is 25% of true value for capital assets and 24% of true value for inventory.

Table 6

**CITY OF WESTERVILLE, OHIO**SPECIAL ASSESSMENT COLLECTIONS  
LAST TEN YEARS

Collection Year	Amount Billed	Amount Collected	Percent Collected	Total Outstanding Delinquent
1993	\$82,797	\$84,891	102.53%	\$16,973
1994	80,798	96,861	119.88%	910
1995	76,744	76,813	100.09%	841
1996	76,744	76,744	100.00%	841
1997	76,744	77,348	100.79%	237
1998	76,961	77,597	100.83%	207
1999	77,368	76,395	98.74%	973
2000	76,935	76,935	100.00%	0
2001	67,942	67,942	100.00%	0
2002	69,000	67,805	98.27%	1,195

Source: Franklin County Auditor's Office.

**CITY OF WESTERVILLE, OHIO**

RATIO OF NET GENERAL BONDED DEBT  
TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA  
LAST TEN YEARS

Year	Population	Assessed Value	Gross Bonded Debt (1)	Debt Service Monies Available	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Valuation	Net Bonded Debt Per Capita
1993	32,997	\$508,475,221	\$3,780,000	\$133,574	\$3,646,426	0.72%	\$110.51
1994	33,823	536,297,528	3,485,000	158,110	3,326,890	0.62%	98.36
1995	34,074	633,575,383	3,190,000	181,331	3,008,669	0.47%	88.30
1996	34,412	659,797,543	2,895,000	107,521	2,787,479	0.42%	81.00
1997	34,883	708,959,798	2,600,000	54,563	2,545,437	0.36%	72.97
1998	34,948	718,953,109	32,190,000	173,256	32,016,744	4.45%	916.13
1999	35,926	734,284,735	26,784,529	959	26,783,570	3.65%	745.52
2000	35,318	831,573,787	29,635,100	17,229	29,617,871	3.56%	838.61
2001	35,908	862,841,513	28,271,720	34,272	28,237,448	3.27%	786.38
2002	36,435	879,308,140	26,870,005	86,435	26,783,570	3.05%	735.11

Sources: City of Westerville, Department of Finance.  
Franklin County Auditor's Office.

(1) Includes only General Obligation Bonded Debt payable from property taxes.

**CITY OF WESTERVILLE, OHIO**

LEGAL DEBT MARGIN  
December 31, 2002

Total Assessed Valuation	\$879,308,140
Overall debt Limitation - 10 1/2% of Assessed Valuation	92,327,355
Gross Indebtedness	\$35,340,000
Less Principal Amount of Exempt Securities:	
A. Bond Issued in Anticipation of the Levy or Collection of Special Assessments	\$0
B. General Obligation Bonds that are Payable from Sources Other Than Tax Revenues	8,469,995
C. Monies Available in General Bond Retirement Debt Service Fund	<u>86,435</u>
Total Amount of Exempt Securities and Money in Debt Service Fund	<u>8,556,430</u>
Total Amount of Voted and Unvoted Debt Subject to 10 1/2% Limitation	<u>26,783,570</u>
Legal Debt Margin Within 10 1/2% Limitation	<u>\$65,543,785</u>
<hr/>	
Unvoted Debt Limitation - 5.5% of Assessed Valuation	\$48,361,948
Gross Indebtedness	\$35,340,000
Less Principal Amount of Exempt Securities:	
A. Bond Issued in Anticipation of the Levy or Collection of Special Assessments	\$0
B. General Obligation Bonds that are Payable from Sources Other Than Tax Revenues	8,469,995
C. Monies Available in General Bond Retirement Debt Service Fund	<u>86,435</u>
Total Amount of Exempt Securities and Money in Debt Service Fund	<u>8,556,430</u>
Total Amount of Unvoted Debt Within 5 1/2% Limitation	
Legal Debt Margin Within 5 1/2% Limitation	<u>26,783,570</u> <u>\$21,578,378</u>

**CITY OF WESTERVILLE, OHIO**COMPUTATION OF DIRECT AND OVERLAPPING DEBT  
December 31, 2002

Taxing District	General Tax Supported Debt (1)	Overlapping	Amount Applicable to the City of Westerville
Direct:			
City of Westerville	\$26,783,570	100.00%	\$26,783,570
Overlapping:			
Westerville City Schools	132,184,944	45.94%	60,725,763
Franklin County	151,355,625	3.96%	5,993,683
Total Overlapping	283,540,569		66,719,446
Total Direct and Overlapping	\$310,324,139		\$93,503,016

Sources: Franklin County Auditor's Office  
Ohio Municipal Advisory Council

- (1) Net debt outstanding for the City of Westerville equals the amount of general obligation bonds outstanding minus:  
(a) general obligation bonds issued for water utility purposes which are payable from Water Fund revenues, and  
(b) debt service fund balance available to pay non-special assessment general obligation debt.

**CITY OF WESTERVILLE, OHIO**

**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED  
DEBT TO TOTAL GENERAL FUND EXPENDITURES  
LAST TEN YEARS**

<u>Year</u>	<u>Principal (1)</u>	<u>Interest and Fiscal Charges</u>	<u>Debt Service on General Obligation Bonded Debt</u>	<u>Total General Fund Expenditures</u>	<u>Ratio of Debt Service to Total General Fund Expenditures</u>
1993	\$295,000	\$288,531	\$583,531	\$8,998,025	6.49%
1994	295,000	267,775	562,775	13,803,382	4.08%
1995	295,000	247,019	542,019	10,596,777	5.11%
1996	295,000	226,263	521,263	10,574,213	4.93%
1997	295,000	205,506	500,506	13,866,294	3.61%
1998	300,000	184,750	484,750	12,947,028	3.74%
1999	1,222,500	1,375,657	2,598,157	13,209,599	19.67%
2000	1,332,400	1,432,125	2,764,525	14,461,624	19.12%
2001	1,363,380	1,377,073	2,740,453	16,182,660	16.93%
2002	1,401,715	1,317,666	2,719,381	17,383,221	15.64%

Source: City of Westerville, Department of Finance

(1) Includes only General Obligation bonded debt being paid from property taxes.

Table 11

**CITY OF WESTERVILLE, OHIO**DEMOGRAPHIC STATISTICS  
LAST TEN YEARS

Year	Population (1)	Unemployment Rates (2)		
		Franklin County	Ohio	United States
1993	32,997	4.6%	6.5%	6.8%
1994	33,823	3.9%	5.5%	6.1%
1995	34,074	3.3%	4.8%	5.6%
1996	34,412	3.1%	4.9%	5.4%
1997	34,883	2.7%	4.6%	4.9%
1998	34,948	2.5%	4.3%	4.5%
1999	35,926	2.2%	4.2%	4.1%
2000	35,318	2.1%	4.0%	4.0%
2001	35,908	3.2%	4.8%	5.8%
2002	36,435	4.4%	5.7%	5.8%

(1) Mid-Ohio Regional Planning Commission and Westerville Planning Department.

(2) Ohio Bureau of Employment Services, Division of Labor Force Research and Statistics.

**CITY OF WESTERVILLE, OHIO**  
 CONSTRUCTION DATA AND  
 FINANCIAL INSTITUTION DEPOSITS  
 LAST TEN YEARS

Year	Total Permits Issued	Single Family Homes	Total Valuation Single Family Homes (1), (2)	2, 3 and Multi-Family Permits	Total Valuation 2, 3 and Multi-Family Units (1)	Total Valuation Industrial and Commercial Including Additions and Alterations	Total Valuation All Types (1)	Bank Deposits (in thousands)
1993	342	277	\$37,787,953	65	\$3,577,342	\$11,736,738	\$53,102,033	\$18,074,036
1994	255	216	32,287,115	37	6,319,116	6,831,506	45,537,737	19,048,525
1995	179	179	23,027,392	0	0	31,194,982	54,222,374	20,232,242
1996	178	162	21,220,059	16	1,000,000	22,814,814	45,034,873	20,786,114
1997	114	111	15,649,154	3	750,000	14,353,179	30,752,333	40,835,093
1998	97	86	12,583,134	11	1,928,000	47,754,907	62,266,041	39,976,199
1999	178	140	20,039,804	38	13,430,000	44,791,935	78,261,739	40,785,421
2000	162	156	20,719,272	6	1,220,000	92,045,986	113,985,258	36,305,554
2001	159	142	15,626,259	17	5,996,000	56,983,986	78,606,245	38,669,548
2002	108	80	10,818,294	28	8,856,000	78,184,686	97,858,980	35,950,798

Sources: State of Ohio, Department of Commerce (Banking Division).  
 City of Westerville, Department of Finance.

(1) Constitutes the construction cost only (no lot price or profit included).

(2) Does not include alterations or additions.



**CITY OF WESTERVILLE, OHIO**

PRINCIPAL TAXPAYERS  
December 31, 2002

Taxpayer	2002 Assessed Valuation	Percentage of Total Assessed Valuation
<b>Public Utilities:</b>		
1. Nextel West Corporation	\$10,143,870	1.15%
2. Ohio Bell Telephone Co.	5,904,070	0.67%
<b>Real Estate:</b>		
1. Banc One Management Corporation	18,469,610	2.10%
2. Partners at Brookside	11,376,130	1.29%
3. St. Ann's Hospital	7,565,320	0.86%
4. Brookside LLC	3,972,520	0.45%
5. Spectrum Equities LLC	3,325,010	0.38%
6. Westerville Plaza LP	2,699,960	0.31%
7. Westerville Square, Inc.	2,622,520	0.30%
8. John W. Messmore TR	2,275,010	0.26%
9. Health Care & Retirement Corp. of America	2,253,030	0.26%
10. Kimco Westerville 178 Inc.	2,141,270	0.24%
<b>Tangible Personal Property:</b>		
1. Banc One Corporation	20,496,660	2.33%
2. Comdisco, Inc.	5,362,780	0.61%
3. IBM Credit Corporation	2,846,400	0.32%
4. Exel Logistics, Inc.	2,182,110	0.25%
5. Roush Equipment Company, Inc.	2,022,370	0.23%
6. Time Warner Entertainment Co. LP	1,758,750	0.20%
7. West-Camp Press, Inc.	1,573,660	0.18%
8. Ameritech New Media Corporation	1,346,360	0.15%
9. Hitachi Data Systems Corporation	1,234,980	0.14%
10. Robin Enterprises Company	1,116,900	0.13%
All Others	766,618,850	87.18%
Total Assessed Valuation	<u>\$879,308,140</u>	<u>100.00%</u>

**CITY OF WESTERVILLE**MISCELLANEOUS STATISTICS  
December 31, 2002

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Date of Incorporation	1858
Form of Government	Council - City Manager
Date of Charter Adoption	May 5, 1964
Area	12.572 Square Miles
Miles of Streets	174
<b>Fire Protection:</b>	
Number of Stations	3
Number of Firefighters and Officers (Exclusive of Part-time Firefighters)	71
<b>Police Protection:</b>	
Number of Stations	1
Number of Uniformed Police and Officers	72
<b>Municipal Water Department:</b>	
Number of Accounts	12,331
Average Daily Billing Collection	3,497,345 gallons
Miles of Water Mains	170 miles
<b>Municipal Electric Department:</b>	
Number of Accounts	14,868
Average Daily Billing Collection	1,207,884 KWHRs
<b>Sewers:</b>	
Sanitary Sewers	142 miles
Storm Sewers	134 miles
<b>Recreation and Culture:</b>	
Number of Parks	38 with 450 acres
Swimming Pools	1 complex with 7 pools, and 1 complex with 2 pools
Full Time Employees	392



**Auditor of State  
Betty Montgomery**

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**CITY OF WESTERVILLE**

**FRANKLIN COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
JULY 29, 2003**