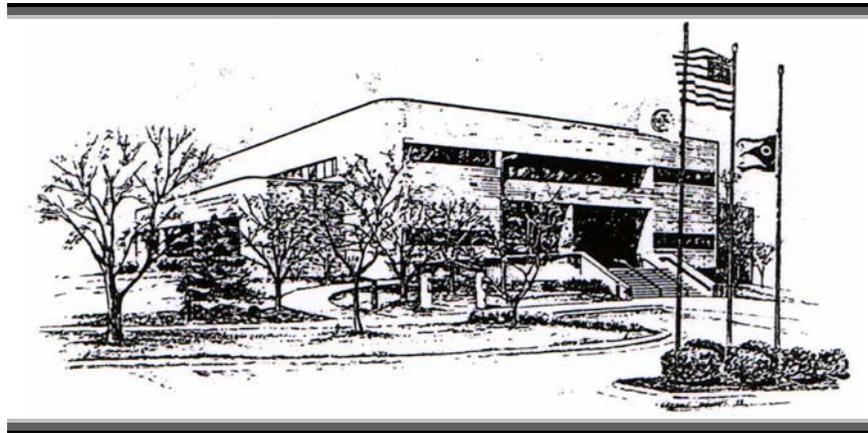


# ***CITY OF REYNOLDSBURG, OHIO***

*Franklin, Fairfield and Licking Counties, Ohio*



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED  
DECEMBER 31, 2003





**Auditor of State  
Betty Montgomery**

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

We have reviewed the Independent Auditor's Report of the City of Reynoldsburg, Franklin County, prepared by Wolfe, Wilson, & Phillips, Inc., for the audit period January 1, 2003 to December 31, 2003. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

*Betty Montgomery*

BETTY MONTGOMERY  
Auditor of State

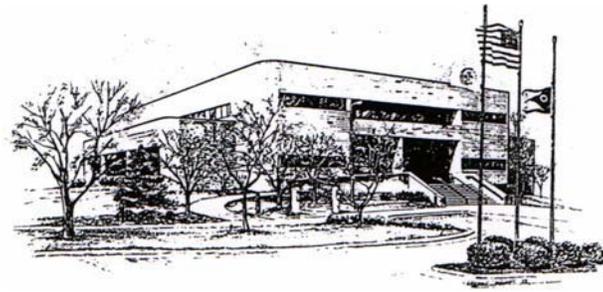
July 9, 2004



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED  
DECEMBER 31, 2003

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



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FRANKLIN, FAIRFIELD AND LICKING COUNTIES, OHIO**

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**CITY OF REYNOLDSBURG, OHIO**

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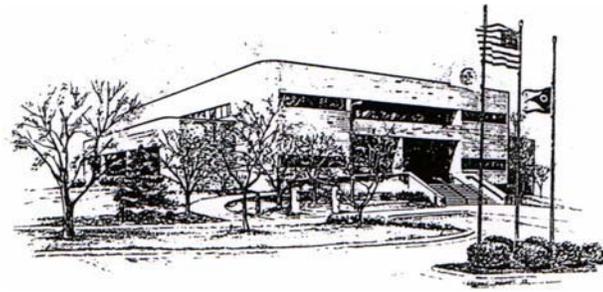
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## *INTRODUCTORY SECTION*

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# CITY OF REYNOLDSBURG

7232 East Main Street • Reynoldsburg, Ohio 43068  
Howard R. Whitney, City Auditor

phone (614) 322-6858

fax (614)-322-6857

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June 25, 2004

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

I am pleased to present the Comprehensive Annual Financial Report for the City of Reynoldsburg for the fiscal year ended December 31, 2003. This report has been prepared in conformity with generally accepted accounting principles (GAAP) and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

## INTRODUCTION

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

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

## **The Report**

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

1. The Introductory Section includes this letter of transmittal which presents the City's organization, operational structure and accomplishments; an organizational chart; a list of elected officials; and the GFOA Certificate of Achievement.
2. The Financial Section contains the Independent Auditors' Report, Management's Discussion and Analysis, basic financial statements and notes that provide an overview of the City's financial position and operating results, the combining statements for nonmajor funds and other schedules that provide detailed information relative to the basic financial statements.
3. The Statistical Section presents social, economic and historical data in a multi-year format useful in identifying financial trends and data relative to the fiscal capacity of the City.

***Letter of Transmittal  
For the Year Ended December 31, 2003***

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**The Reporting Entity**

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

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

**Historical Information**

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

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

**Location**

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

**Form of Government**

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

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

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### ***Letter of Transmittal***

***For the Year Ended December 31, 2003***

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

### **ECONOMIC OUTLOOK**

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

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

The City established the Department of Development in late 1997 to provide business and industry with a point of contact within local government. The department is responsible for business attraction, retention, zoning and planning. The department facilitated the following projects in 2003:

<u>Project</u>	<u>Jobs</u>	<u>Estimated Payroll</u>	<u>Construction Costs</u>
Retail Space (Taylor Sq)	125 new	\$1,625,000	\$5,000,000
Smokey Bones	90 new	1,260,000	1,300,000
Int'l Diamond & Gold	14 new	280,000	1,200,000
Pearle Vision	8 new	176,000	60,000
Dynasty	50 new	600,000	320,000

Construction on the Taylor Square development commenced in 1999. The Taylor Square development is a 208 acre multi-purpose development which has created approximately 1,200 new jobs in the City. The second phase of the Taylor Square retail space is 125,000 square feet. It became fully occupied by May, 2001. Sam's Club constructed a 130,000 square foot store at Taylor Square which became operational in March, 2002. The third phase of Taylor Square was scheduled for occupancy in the spring of 2003 and is estimated to provide 125 new job opportunities. In 2004, it is expected that three new businesses will open in Taylor Square, Babies "R" Us, Best Buy, and Drury Inn, with 140 expected new jobs.

The housing market continues to be strong with several major homebuilders in the area and several high-end condominium projects are in various stages of review and construction.

***Letter of Transmittal***

***For the Year Ended December 31, 2003***

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City Council recently adopted a set of design guidelines and standards for Main Street and Brice Road. We began Streetscape Phase 1 on Main Street in 2003. It is expected to be completed in mid-2004. The elements of the project are designed to stimulate and protect investment.

**Unemployment Rates**

The great diversity of job opportunities in the Central Ohio area has helped the unemployment rate remain consistently lower than state and national averages. It has been estimated that 80% of Reynoldsburg residents work in Columbus and the surrounding area. Therefore, the City's rate of unemployment is influenced to a great extent by that of the metropolitan area. At the end of 2003 when the state experienced an unemployment rate of 6.1% and the nation an unemployment rate of 6.0% Reynoldsburg experienced an unemployment rate estimated to average 3%.

**MAJOR INITIATIVES**

**Capital Improvements**

Given little growth in tax revenue throughout the year, the City maintained its conservative spending for capital projects. There was, however, a \$845,005 enterprise expenditure for water line up-grades. Other capital improvement projects were:

- 2003 Street Improvement Program  
This is a continuing program to repair defective pavement, curbs and gutters in Reynoldsburg. In 2003, \$642,000 was spent for street work.
- Main Street – Brice Road Streetscape – Phase 1  
2003 represented the beginning of a 6 phase program to revitalize two main corridors. Phase 1, to be completed in 2004, extends from the Main Street western boundary to Rose Hill Road. Phase 1 will cost approximately \$6,000,000.
- Main Street – Brice Road Streetscape, Phase 2  
\$598,000 was appropriated for design and engineering for Phase 2 of Streetscape which extends from Rose Hill Road to City Hall. Phase 2, scheduled for 2005, is expected to cost approximately \$6,000,000.
- Waggoner/Rodebaugh Intersection Improvement  
Construction was begun on the Waggoner/Rodebaugh Intersection. It is expected to cost approximately \$221,000 and is scheduled for completion early in 2004.

**CITY OF REYNOLDSBURG, OHIO**

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**Letter of Transmittal  
For the Year Ended December 31, 2003**

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**Employee Relations**

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

Elected Officials	3
Classified Employees	48
Non-Classified Employees	<u>16</u>
Total	67

The police department profile is as follows:

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

City Council consists of the following:

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

A collective bargaining agreement between the City of Reynoldsburg and the Fraternal Order of Police, Capital City Lodge #9, which represents 48 sworn officers, is effective January 1, 2001 through December 31, 2003. Negotiations have begun for the next contract period. The contract between the City and the Fraternal Order of Police, Ohio Labor Council, which represents the six dispatchers, is effective January 1, 2001 through December 31, 2003. All other employees are governed by legislative action of City Council.

**FINANCIAL INFORMATION**

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

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

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

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

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

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

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### ***Letter of Transmittal***

***For the Year Ended December 31, 2003***

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

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

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

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

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

### **Cash Management**

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

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

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

**CITY OF REYNOLDSBURG, OHIO**

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**Letter of Transmittal  
For the Year Ended December 31, 2003**

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

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

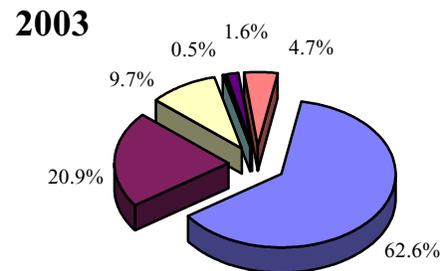
Once each quarter, the City Auditor/Treasurer submits a report to City Council and the Treasury Investment Board that provides a summary of investment transactions and performance results for the preceding quarter. Prior to February 1 of each year, the City Auditor/Treasurer submits a report to City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

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

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

The City's cash resources were invested at December 31, 2003 as follows:

<u>Cash Resources</u>		
Investments:		
Federal Agency Securities	\$15,604,420	62.6%
Negotiable Certificates of Deposits	5,213,864	20.9%
STAR Ohio	2,413,834	9.7%
Repurchase Agreement	114,685	0.5%
Timed Certificates of Deposit	396,900	1.6%
Cash	1,179,597	4.7%
Total Resources	<u>\$24,923,300</u>	<u>100%</u>



The City also maintained cash with fiscal agents in the amount of \$477,696

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

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### ***Letter of Transmittal For the Year Ended December 31, 2003***

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The City earned interest of \$299,148 on investments for fiscal year 2003. Interest earned was allocated to the governmental funds.

At December 31, 2003, the City had deposits of \$1,576,497, \$200,000 of the deposits were covered by the Federal Depository Insurance and the balance was collateralized by pooled collateral. The Ohio Revised Code provides for the establishment of collateral pools by financial institutions designed to safeguard public deposits. The face value of the pooled collateral must equal at least 105 percent of the public funds on deposit with the financial institution. The collateral is held by the financial institution. Since the collateral is held as a pool rather than in the name of the City, the deposits protected by the pool are classified as Category 3 (see Note 3 of the financial statements). All deposits are made under contracts with local banking institutions pursuant to statute.

### **Risk Management**

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

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

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

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

### **OTHER INFORMATION**

#### **Independent Audit**

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

*Letter of Transmittal  
For the Year Ended December 31, 2003*

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**Awards**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Reynoldsburg, Ohio for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2002. This was the twelfth consecutive year (1991-2002) that the City received this award.

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

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

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

**Acknowledgments**

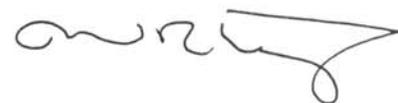
Sincere appreciation is extended to the individuals who have contributed their time and effort in gathering data for this report, particularly Mike Turner and Brenda Browning of the staff of the City Auditor and the offices of the Auditors of Franklin, Licking and Fairfield Counties.

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

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

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

Sincerely,



Howard R. Whitney  
City Auditor

***CITY OF REYNOLDSBURG, OHIO***

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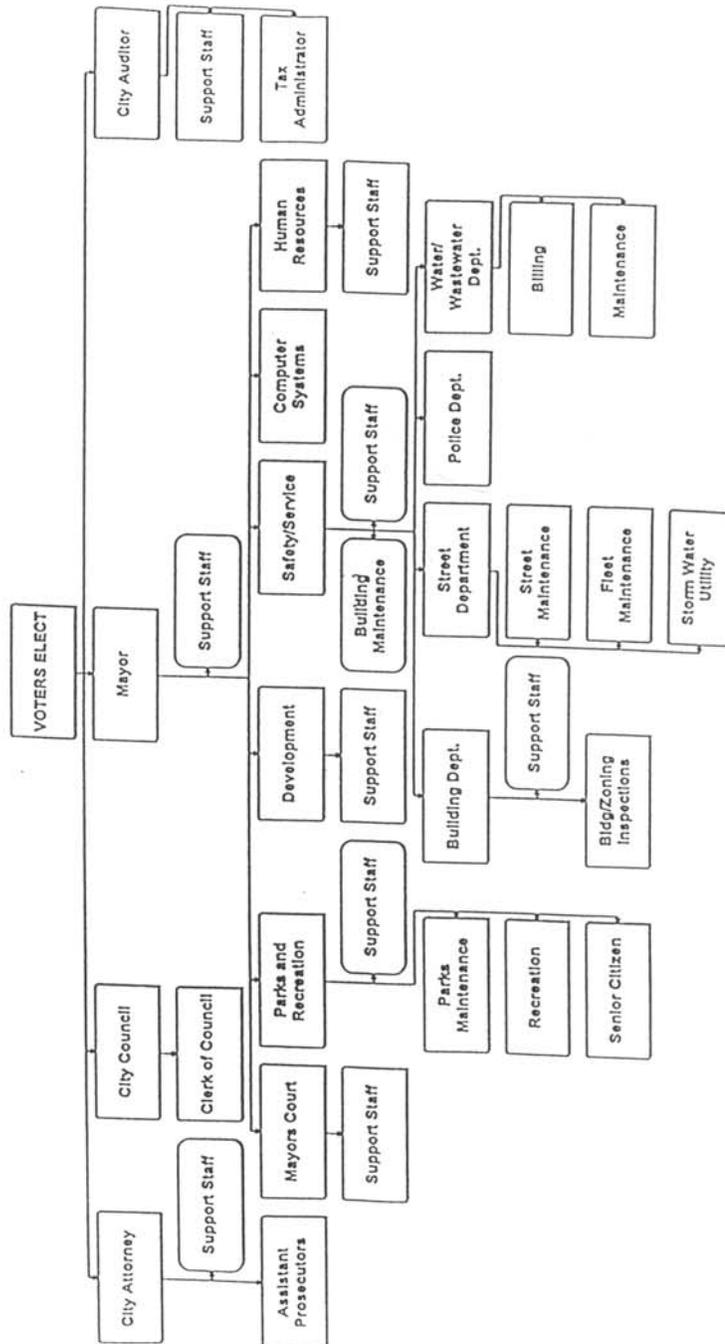
***List of Principal Officials  
For the Year Ended December 31, 2003***

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<u>Office</u>	<u>Name</u>	<u>Years in Office</u>	<u>Years with the City</u>	<u>Vocation</u>	<u>Term Expires</u>
Mayor	Robert L. McPherson	14	16		12/31/2003
Auditor	Howard R. Whitney	1	1		12/31/2005
City Attorney	William F. Underwood	22	22		12/31/2003
President of Council	Bradley L. McCloud	10	10	Attorney	12/31/2003
Members of Council	Lane Beougher	2	2	Architect	12/21/2005
	William Hills	8	8	Attorney	12/21/2005
	Ron Stake	1	1	Insurance	12/21/2005
	Sarah Cannella	6	10	Retired	12/31/2003
	Eric Gilbert	5	5	Banking	12/31/2003
	Mel Clemens	2	12	Retired	12/31/2003
	Jim Wade	2	2	Business Owner	12/31/2003

CITY OF REYNOLDSBURG, OHIO

City Organizational Chart  
For the Year Ended December 31, 2003



Certificate of  
Achievement  
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Reporting

Presented to

City of Reynoldsburg,  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2002

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President

Executive Director

## *FINANCIAL SECTION*

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**WOLFE, WILSON, & PHILLIPS, INC.**  
**CERTIFIED PUBLIC ACCOUNTANTS**  
37 S. SEVENTH STREET • ZANESVILLE, OHIO 43701  
(740) 453-9600 • FAX - (740) 453-9763

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**INDEPENDENT AUDITORS' REPORT**

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Reynoldsburg as of and for the year ended December 31, 2003. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Reynoldsburg as of December 31, 2003, and the respective changes in financial position and cash flows, where applicable, and the respective budgetary comparison for the General Fund and each other major fund, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated May 27, 2004, on our consideration of City of Reynoldsburg's internal control structure over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis on pages 3 through 12, is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Independent Auditors Report  
Page 2.

Our audit was made for the purpose of forming opinions on the financial statements that collectively comprise the City of Reynoldsburg's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical tables listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of the City. The combining and individual nonmajor fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly presented in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Wolfe, Wilson, + Phillips, Inc.*

Zanesville, Ohio  
May 27, 2004

The discussion and analysis of the City of Reynoldsburg's financial performance provides an overall review of the City's financial activities for the fiscal year ended December 31, 2003. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

## **FINANCIAL HIGHLIGHTS**

Key financial highlights for 2003 are as follows:

- In total, net assets increased \$1,613,465. Net assets of governmental activities increased \$876,865 which represents a 2.4% increase from 2002. Net assets of business-type activities increased \$736,600 or 0.8% from 2002.
- General revenues accounted for \$14,096,202 in revenue or 56.0% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$11,076,121, 44.0% of total revenues of \$25,172,323.
- The City had \$14,904,604 in expenses related to governmental activities; only \$1,324,955 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$14,096,202 were adequate to provide for these programs.
- Among major funds, the general fund had \$11,817,382 in revenues and other financing sources and \$11,222,954 in expenditures. The general fund's fund balance increased from \$3,677,340 to \$4,272,519.

## **OVERVIEW OF THE FINANCIAL STATEMENTS**

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

These statements are as follows:

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

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

### **Government-wide Statements**

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

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

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

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

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

### **Fund Financial Statements**

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

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

**CITY OF REYNOLDSBURG, OHIO**

**Management's Discussion and Analysis  
For the Year Ended December 31, 2003**

**Unaudited**

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

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

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

The following tables provides a summary of the City's net assets for 2003 compared to 2002:

	Governmental		Business-type		Total	
	Activities		Activities			
	2003	2002	2003	Restated 2002	2003	Restated 2002
Current and other assets	\$20,590,625	\$17,287,373	\$10,710,341	\$9,878,644	\$31,300,966	\$27,166,017
Capital assets, Net	42,728,790	40,701,710	85,737,831	86,040,345	128,466,621	126,742,055
Total assets	63,319,415	57,989,083	96,448,172	95,918,989	159,767,587	153,908,072
Long-term debt outstanding	24,847,775	20,591,412	5,521,472	5,728,620	30,369,247	26,320,032
Other liabilities	1,702,828	1,505,724	1,240,719	1,240,988	2,943,547	2,746,712
Total liabilities	26,550,603	22,097,136	6,762,191	6,969,608	33,312,794	29,066,744
Net assets						
Invested in capital assets, net of related debt	21,070,934	20,757,751	80,357,830	80,469,091	101,428,764	101,226,842
Restricted	10,308,215	8,263,443	0	0	10,308,215	8,263,443
Unrestricted	5,389,663	6,870,753	9,328,151	8,480,290	14,717,814	15,351,043
Total net assets	\$36,768,812	\$35,891,947	\$89,685,981	\$88,949,381	\$126,454,793	\$124,841,328

**CITY OF REYNOLDSBURG, OHIO**

**Management's Discussion and Analysis  
For the Year Ended December 31, 2003**

**Unaudited**

**Changes in Net Assets** – The following table shows the changes in net assets for the fiscal year 2003:

	Governmental		Business-type		Total	
	Activities		Activities			
	2003	2002	Restated 2003	Restated 2002	Restated 2003	Restated 2002
Revenues						
Program revenues:						
Charges for Services and Sales	\$1,179,365	\$968,070	\$7,276,960	\$7,486,538	\$8,456,325	\$8,454,608
Operating Grants and Contributions	145,590	175,151	0	0	145,590	175,151
Capital Grants and Contributions	0	155,845	2,474,206	5,134,475	2,474,206	5,290,320
General revenues:						
Property Taxes	1,306,987	1,322,058	0	0	1,306,987	1,322,058
Income Taxes	8,424,114	7,944,339	0	0	8,424,114	7,944,339
Other Local Taxes	237,076	253,545	0	0	237,076	253,545
Shared Revenues	3,441,381	3,227,178	0	0	3,441,381	3,227,178
Contributions not restricted to Specific Programs	238,394	874,997	0	0	238,394	874,997
Investment Earnings	296,558	474,065	0	0	296,558	474,065
Miscellaneous	151,692	67,672	0	0	151,692	67,672
Total revenues	15,421,157	15,462,920	9,751,166	12,621,013	25,172,323	28,083,933
Program Expenses						
Security of Persons and Property	6,039,205	5,923,598	0	0	6,039,205	5,923,598
Public Health and Welfare Services	153,435	149,813	0	0	153,435	149,813
Leisure Time Activities	923,353	951,958	0	0	923,353	951,958
Community Environment	1,268,719	1,412,272	0	0	1,268,719	1,412,272
Transportation	1,892,940	1,419,933	0	0	1,892,940	1,419,933
General Government	3,380,063	3,317,939	0	0	3,380,063	3,317,939
Debt Service:						
Interest and Fiscal Charges	1,246,889	966,683	0	0	1,246,889	966,683
Water	0	0	3,184,330	3,024,152	3,184,330	3,024,152
Sewer	0	0	3,406,153	4,127,247	3,406,153	4,127,247
Storm Water	0	0	911,425	758,878	911,425	758,878
Solid Waste	0	0	1,152,346	1,113,380	1,152,346	1,113,380
Total expenses	14,904,604	14,142,196	8,654,254	9,023,657	23,558,858	23,165,853
Change in Net Assets before transfers	516,553	1,320,724	1,096,912	3,597,356	1,613,465	4,918,080
Transfers	360,312	112,640	(360,312)	(112,640)	0	0
Total Change in Net Assets	876,865	1,433,364	736,600	3,484,716	1,613,465	4,918,080
Beginning Net Assets	35,891,947	34,458,583	88,949,381	85,464,665	124,841,328	119,923,248
Ending Net Assets	\$36,768,812	\$35,891,947	\$89,685,981	\$88,949,381	\$126,454,793	\$124,841,328

**Governmental Activities**

Net assets of the City's governmental activities increased by \$876,865. The slight increase in Net Assets is a result maintaining revenues and expenses at prior year levels.

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

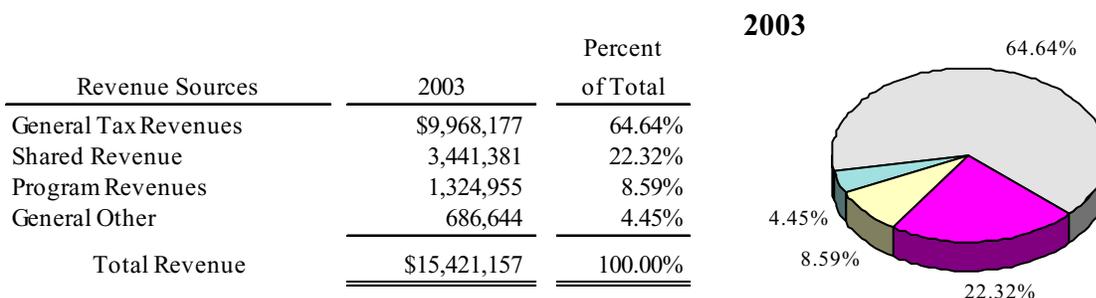
**CITY OF REYNOLDSBURG, OHIO**

**Management's Discussion and Analysis  
For the Year Ended December 31, 2003**

**Unaudited**

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. In general, the overall revenue generated by the levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00.

Income taxes and property taxes made up 54.6% and 8.5% respectively of revenues for governmental activities for the City in fiscal year 2003. The City's reliance upon tax revenues is demonstrated by the following graph indicating 64.64% of total revenues from general tax revenues:



**Business-Type Activities**

Net assets of the business type activities increased by \$736,600. This increase was primarily the result of capital donations of water, sewer, and storm water infrastructure by developers. This represents less than one percent of total assets and reflects the limited profitability of the enterprise funds.

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

The City's governmental funds reported a combined fund balance of \$16,767,698, which is an increase from last year's balance of \$13,812,396. The schedule below indicates the fund balance and the total change in fund balance by fund type as of December 31, 2003 and 2002:

	Fund Balance December 31, 2003	Fund Balance December 31, 2002	Increase (Decrease)
General	\$4,272,519	\$3,677,340	\$595,179
Income Tax	3,140,157	4,356,884	(1,216,727)
Permissive Tax	548,560	557,003	(8,443)
General Debt Retirement	1,443,091	1,459,244	(16,153)
Capital Improvement	1,599,499	654,221	945,278
Brice-Main TIF	2,824,749	0	2,824,749
Other Governmental	2,939,123	3,107,704	(168,581)
<b>Total</b>	<b>\$16,767,698</b>	<b>\$13,812,396</b>	<b>\$2,955,302</b>

**CITY OF REYNOLDSBURG, OHIO**

**Management's Discussion and Analysis  
For the Year Ended December 31, 2003**

**Unaudited**

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

	2003 Revenues	2002 Revenues	Increase (Decrease)
Property and Other Taxes	\$464,198	\$455,915	\$8,283
Intergovernmental Revenue	1,928,436	1,917,388	11,048
Charges for Services	124,618	93,002	31,616
Licenses and Permits	340,422	334,781	5,641
Investment Earnings	260,416	426,217	(165,801)
Fines and Forfeitures	307,923	311,096	(3,173)
All Other Revenue	152,984	64,694	88,290
<b>Total</b>	<b>\$3,578,997</b>	<b>\$3,603,093</b>	<b>(\$24,096)</b>

General Fund revenues in 2003 decreased approximately 0.01% compared to revenues in fiscal year 2002. The most significant factor contributing to this decrease was the decrease in interest rates earned on investments. Increases in other revenues generally offset the decrease in interest income.

	2003 Expenditures	2002 Expenditures	Increase (Decrease)
Security of Persons and Property	\$5,633,416	\$5,582,199	\$51,217
Public Health and Welfare Services	153,435	149,813	3,622
Leisure Time Activities	858,586	864,068	(5,482)
Community Environment	1,007,113	1,108,923	(101,810)
General Government	2,679,291	2,688,097	(8,806)
<b>Total</b>	<b>\$10,331,841</b>	<b>\$10,393,100</b>	<b>(\$61,259)</b>

General Fund expenditures decreased by \$61,259 or 0.01% compared to the prior year in spite of an increase of 4 percent in salary and wages, retirement contributions, and health insurance premiums for the City's employees.

	2003 Other Financing Sources (Uses)	2002 Other Financing Sources (Uses)	Increase (Decrease)
Operating Transfers In	\$8,238,385	\$5,722,287	\$2,516,098
Operating Transfers Out	(891,113)	0	(891,113)
Other	0	2,887	(2,887)
<b>Total</b>	<b>\$7,347,272</b>	<b>\$5,725,174</b>	<b>\$1,622,098</b>

***CITY OF REYNOLDSBURG, OHIO***

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***Management's Discussion and Analysis  
For the Year Ended December 31, 2003***

***Unaudited***

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General Fund other sources and uses increased by \$1,622,098. The Operating Transfers In are mostly from the Income Tax Fund which collected a large receivable from year end 2002 in 2003 and was therefore able to transfer more funds to the General Fund. The Transfer Out increased because in 2002 there was a conscious effort to conserve funds in the General Fund and no transfers were made.

*Income Tax Fund* – The City's Income Tax Fund decreased from \$4,356,884 to \$3,140,157. This fund maintains a contingency reserve that is steadily increasing. The fund balance shows a decrease due to a large receivable balance for 2002.

*Permissive Tax Fund* – The Permissive Tax Fund balance has remained stable because the City uses funds for street projects at a rate consistent with the receipt of funds.

*General Debt Retirement Fund* – The General Debt Retirement Fund balance decreased minimally from \$1,459,244 to \$1,443,091.

*Capital Improvement Fund* - The Capital Improvement Fund balance increased from \$654,221 to \$1,599,499 resulting primarily from a one-time receipt of back taxes (approximately \$1,000,000) which were transferred to the Capital Improvement Fund.

*Brice-Main TIF Fund* - This fund increased from zero to \$ 2,824,749. This was a result of a bond issue to fund the construction of Main Street-Streetscape Phase I.

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

During the course of fiscal year 2003 the City amended its General Fund budget several times, the only significant change being an \$828,590 transfer to the Capital Improvement Fund.

For the General Fund, final budget basis revenue of \$10,321,569 did not significantly change over the original budget estimates of \$10,296,347. However, the actual revenues of \$12,000,432 on a budgetary basis were higher than the final amended budget due to increased income tax receipts transferred in from the Income Tax Fund.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

At the end of fiscal 2003 the City had \$128,466,621 net of accumulated depreciation invested in land, buildings, equipment and vehicles. Of this total, \$42,728,790 was related to governmental activities and \$85,737,831 to the business-type activities. The following table shows fiscal year 2003 and 2002 balances:

	Governmental Activities		Increase (Decrease)
	2003	2002	
Land and Land Improvements	\$15,834,292	\$15,776,026	\$58,266
Buildings	11,648,371	11,530,695	117,676
Improvements Other than Buildings	1,502,021	1,068,816	433,205
Infrastructure	19,094,233	18,363,485	730,748
Machinery and Equipment	3,452,693	3,826,712	(374,019)
Construction In Progress	3,188,606	1,074,293	2,114,313
Less: Accumulated Depreciation	(11,991,426)	(10,938,317)	(1,053,109)
Totals	\$42,728,790	\$40,701,710	\$2,027,080

The primary increases occurred in infrastructure and construction in progress, which included a combination of streets donated by developers, street projects the City is constructing, and the Main Street-Streetscape Phase I construction in progress.

	Business-Type Activities		Increase (Decrease)
	2003	2002	
Land	\$3,000	\$3,000	\$0
Buildings and Improvements	150,041	150,041	0
Infrastructure	103,639,792	101,004,195	2,635,597
Machinery and Equipment	627,826	621,156	6,670
Construction in Progress	0	846,301	(846,301)
Less: Accumulated Depreciation	(18,682,828)	(16,584,348)	(2,098,480)
Totals	\$85,737,831	\$86,040,345	(\$302,514)

Business type capital assets decreased by \$ 302,514. The \$ 2,635,597 in additions to the infrastructure was offset by annual depreciation and a reduction in Construction in Progress. Additional information on the City's capital assets can be found in Note 8.

## **CITY OF REYNOLDSBURG, OHIO**

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### **Management's Discussion and Analysis For the Year Ended December 31, 2003**

**Unaudited**

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#### **Debt**

At December 31, 2003, the City had \$25,834,115 in general obligation bonds outstanding, \$1,590,000 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2003 and 2002:

	<u>2003</u>	<u>2002</u>
Governmental Activities:		
General Obligation Bonds	\$22,628,102	\$18,960,030
Special Assessment Bonds	50,000	60,000
Ohio Public Works Commission Loans	1,499,211	817,929
Installment Loan	0	166,000
Compensated Absences	670,462	587,453
Total Governmental Activities	<u>24,847,775</u>	<u>20,591,412</u>
Business-Type Activities:		
General Obligation Bonds	\$3,206,013	\$3,530,745
Ohio Public Works Commission Loans	2,173,988	2,040,509
Compensated Absences	141,471	157,366
Total Business-Type Activities	<u>5,521,472</u>	<u>5,728,620</u>
Totals	<u>\$30,369,247</u>	<u>\$26,320,032</u>

During 2003, the City entered the bond market twice. First, a \$4,300,000 issue to provide the primary source of funding for the Main Street-Streetscape Phase I. Secondly, a \$4,305,000 refinancing issue to take advantage of the historically low interest rates.

Under current state statutes, the City's general obligation bonded debt issues are subject to a legal limitation based on 10.5% of the total assessed value of real and personal property. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total assessed value of property. At December 31, 2003, the City's outstanding debt was below the legal limit. Additional information on the City's long-term debt can be found in Note 10.

#### **ECONOMIC FACTORS**

With its diversified service oriented economy, Reynoldsburg is somewhat insulated from relative volatile economic fluctuations experienced throughout the rest of the U. S. and state economies. While unemployment for the United States rose to 6.0 percent and that of the state to 5.9 percent, the unemployment rate for Central Ohio rose to only 4.7 percent. During the uncertain economic times of 2003, the City's Administration and Council worked diligently to maintain the City's financial integrity.

Of the 12 major employers in the City, seven are retail or retail related, four are government/education, and one is manufacturing. In 2003, Taylor Square continued to develop with five projects opening. With these openings came approximately 300 retained or added jobs.

With the onset of 2003 came the beginning of the Main Street-Streetscape Project, a revitalization of one of the major east/west and one of the major north-south corridors. This will be a project of approximately 12 years in duration. Phase I will be completed in 2004 and will include Main Street from the western boundary of the City to Rose Hill Road, a distance of approximately .6 miles. Since Reynoldsburg is primarily landlocked, economic development will have to focus on annexation (which is slowly happening), and redevelopment of existing parts of the city. Redevelopment is the focus of Streetscape.

Given no growth in revenue during 2003 and with the uncertainty as to when, if ever, rapid growth may commence, the Administration of the City developed a budget with no increase in operating expenses and a 4% increase in personnel expenses. Since the Capital Improvement Fund was receiving no additional resources, only a limited street program and other capital improvement projects are on the docket for 2004.

### **REQUESTS FOR INFORMATION**

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

**CITY OF REYNOLDSBURG, OHIO**

**Statement of Net Assets  
December 31, 2003**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Assets:</b>			
Cash and Cash Equivalents	\$ 3,222,088	\$ 300,228	\$ 3,522,316
Investments	12,416,701	8,798,483	21,215,184
Receivables:			
Taxes	2,156,202	0	2,156,202
Accounts	79,254	1,360,474	1,439,728
Intergovernmental	1,905,766	0	1,905,766
Interest	5,023	0	5,023
Special Assessments	204,147	133,443	337,590
Inventory of Supplies at Cost	136,311	32,902	169,213
Prepaid Items	17,437	1,623	19,060
Restricted Assets:			
Cash and Cash Equivalents	0	57,172	57,172
Cash and Cash Equivalents with Fiscal Agent	447,696	0	447,696
Capital Assets Not Being Depreciated	19,022,898	3,000	19,025,898
Capital Assets Being Depreciated, Net	23,705,892	85,734,831	109,440,723
Deferred Charge	0	26,016	26,016
<b>Total Assets</b>	<b>63,319,415</b>	<b>96,448,172</b>	<b>159,767,587</b>
<b>Liabilities:</b>			
Accounts Payable	449,518	115,176	564,694
Accrued Wages and Benefits	538,645	40,110	578,755
Intergovernmental Payable	80,343	887,045	967,388
Claims Payable	8,960	0	8,960
Retainage Payable	133,951	0	133,951
Due to Others	0	57,172	57,172
Deferred Revenue	409,671	131,694	541,365
Accrued Interest Payable	81,740	9,522	91,262
Long Term Liabilities:			
Due Within One Year	1,635,450	541,081	2,176,531
Due in More Than One Year	23,212,325	4,980,391	28,192,716
<b>Total Liabilities</b>	<b>26,550,603</b>	<b>6,762,191</b>	<b>33,312,794</b>
<b>Net Assets:</b>			
Invested in Capital Assets, Net of Related Debt	21,070,934	80,357,830	101,428,764
Restricted For:			
Capital Projects	5,097,245	0	5,097,245
Debt Service	2,674,357	0	2,674,357
Other Purposes	2,536,613	0	2,536,613
Unrestricted (Deficit)	5,389,663	9,328,151	14,717,814
<b>Total Net Assets</b>	<b>\$ 36,768,812</b>	<b>\$ 89,685,981</b>	<b>\$ 126,454,793</b>

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

**Statement of Activities  
For the Year Ended December 31, 2003**

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental Activities:</b>				
Security of Persons and Property	\$ 6,039,205	\$ 94,463	\$ 126,605	\$ 0
Public Health and Welfare Services	153,435	0	0	0
Leisure Time Activities	923,353	118,160	0	0
Community Environment	1,268,719	585,959	0	0
Transportation	1,892,940	50,563	18,985	0
General Government	3,380,063	330,220	0	0
Interest and Fiscal Charges	1,246,889	0	0	0
<b>Total Governmental Activities</b>	<b>14,904,604</b>	<b>1,179,365</b>	<b>145,590</b>	<b>0</b>
<b>Business-Type Activities:</b>				
Water	3,184,330	2,482,729	0	1,559,106
Sewer	3,406,153	3,154,335	0	544,975
Storm Water	911,425	341,649	0	370,125
Solid Waste	1,152,346	1,298,247	0	0
<b>Total Business-Type Activities</b>	<b>8,654,254</b>	<b>7,276,960</b>	<b>0</b>	<b>2,474,206</b>
<b>Totals</b>	<b>\$ 23,558,858</b>	<b>\$ 8,456,325</b>	<b>\$ 145,590</b>	<b>\$ 2,474,206</b>

**General Revenues**

Property Taxes Levied for:  
 General Purposes  
 Special Purposes  
 Debt Service  
 Income Taxes  
 Other Local Taxes  
 Shared Revenue  
 Contributions not restricted to specific programs  
 Investment Earnings  
 Miscellaneous  
 Transfers  
 Total General Revenues and Transfers  
 Change in Net Assets  
 Net Assets Beginning of Year  
 Net Assets End of Year

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

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Net (Expense) Revenue  
and Changes in Net Assets

Governmental Activities	Business-Type Activities	Total
\$ (5,818,137)	\$ 0	\$ (5,818,137)
(153,435)	0	(153,435)
(805,193)	0	(805,193)
(682,760)	0	(682,760)
(1,823,392)	0	(1,823,392)
(3,049,843)	0	(3,049,843)
(1,246,889)	0	(1,246,889)
<u>(13,579,649)</u>	<u>0</u>	<u>(13,579,649)</u>
0	857,505	857,505
0	293,157	293,157
0	(199,651)	(199,651)
0	145,901	145,901
<u>0</u>	<u>1,096,912</u>	<u>1,096,912</u>
<u>\$ (13,579,649)</u>	<u>\$ 1,096,912</u>	<u>\$ (12,482,737)</u>
237,613	0	237,613
152,191	0	152,191
917,183	0	917,183
8,424,114	0	8,424,114
237,076	0	237,076
3,441,381	0	3,441,381
238,394	0	238,394
296,558	0	296,558
151,692	0	151,692
360,312	(360,312)	0
<u>14,456,514</u>	<u>(360,312)</u>	<u>14,096,202</u>
876,865	736,600	1,613,465
<u>35,891,947</u>	<u>88,949,381</u>	<u>124,841,328</u>
<u>\$ 36,768,812</u>	<u>\$ 89,685,981</u>	<u>\$ 126,454,793</u>

**CITY OF REYNOLDSBURG, OHIO**

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**Balance Sheet  
Governmental Funds  
December 31, 2003**

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	General	Income Tax	Permissive Tax
<b>Assets:</b>			
Cash and Cash Equivalents	\$ 198,787	\$ 64,530	\$ 20,027
Investments	4,306,094	1,588,603	489,900
Receivables:			
Taxes	260,195	1,713,192	0
Accounts	73,121	0	0
Intergovernmental	949,702	0	117,216
Interest	4,817	0	117
Special Assessments	0	0	0
Inventory of Supplies, at Cost	5,362	0	0
Prepaid Items	17,260	0	0
Restricted Assets:			
Cash and Cash Equivalents with Fiscal Agent	0	0	447,696
<b>Total Assets</b>	<b>\$ 5,815,338</b>	<b>\$ 3,366,325</b>	<b>\$ 1,074,956</b>
<b>Liabilities:</b>			
Accounts Payable	141,299	0	594
Accrued Wages and Benefits Payable	506,176	3,146	0
Intergovernmental Payable	80,343	0	0
Claims Payable	0	0	0
Retainage Payable	0	0	0
Deferred Revenue	815,001	223,022	525,802
<b>Total Liabilities</b>	<b>1,542,819</b>	<b>226,168</b>	<b>526,396</b>
<b>Fund Balances:</b>			
Reserved for Encumbrances	207,506	46	2,169
Reserved for Prepaid Items	17,260	0	0
Reserved for Supplies Inventory	5,362	0	0
Reserved for Debt Service	0	0	0
Unreserved, Undesignated in:			
General Fund	4,042,391	0	0
Special Revenue Funds	0	3,140,111	546,391
Capital Projects Funds	0	0	0
<b>Total Fund Balances</b>	<b>4,272,519</b>	<b>3,140,157</b>	<b>548,560</b>
<b>Total Liabilities and Funds Balances</b>	<b>\$ 5,815,338</b>	<b>\$ 3,366,325</b>	<b>\$ 1,074,956</b>

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

General Debt Retirement	Capital Improvement	Brice Main TIF	Other Governmental Funds	Total Governmental Funds
\$ 56,331	\$ 67,718	\$ 2,093,866	\$ 720,829	\$ 3,222,088
1,386,760	1,667,084	993,085	1,985,175	12,416,701
0	0	0	182,815	2,156,202
0	0	0	6,133	79,254
0	0	0	838,848	1,905,766
0	0	0	89	5,023
0	0	0	204,147	204,147
0	0	0	130,949	136,311
0	0	0	177	17,437
0	0	0	0	447,696
<u>\$ 1,443,091</u>	<u>\$ 1,734,802</u>	<u>\$ 3,086,951</u>	<u>\$ 4,069,162</u>	<u>\$ 20,590,625</u>
0	1,352	262,202	44,071	449,518
0	0	0	29,323	538,645
0	0	0	0	80,343
0	0	0	8,960	8,960
0	133,951	0	0	133,951
0	0	0	1,047,685	2,611,510
0	135,303	262,202	1,130,039	3,822,927
0	403,443	2,724,190	162,837	3,500,191
0	0	0	177	17,437
0	0	0	130,949	136,311
1,443,091	0	0	1,222,596	2,665,687
0	0	0	0	4,042,391
0	0	0	917,702	4,604,204
0	1,196,056	100,559	504,862	1,801,477
<u>1,443,091</u>	<u>1,599,499</u>	<u>2,824,749</u>	<u>2,939,123</u>	<u>16,767,698</u>
<u>\$ 1,443,091</u>	<u>\$ 1,734,802</u>	<u>\$ 3,086,951</u>	<u>\$ 4,069,162</u>	<u>\$ 20,590,625</u>

**CITY OF REYNOLDSBURG, OHIO**

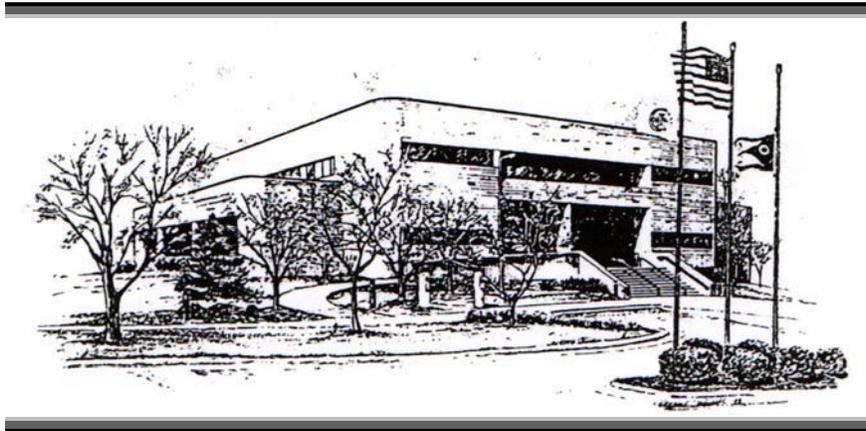
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***Reconciliation Of Total Governmental Fund Balances  
To Net Assets Of Governmental Activities  
December 31, 2003***

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<b>Total Governmental Fund Balances</b>	\$ 16,767,698
<b><i>Amounts reported for governmental activities in the statement of net assets are different because</i></b>	
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.	42,728,790
Other long-term assets are not available to pay for current- period expenditures and therefore are deferred in the funds.	2,201,839
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	
General Obligation Bonds Payable	(22,628,102)
Special Assessment Bonds Payable	(50,000)
Ohio Public Works Commission Loans Payable	(1,499,211)
Compensated Absences Payable	(670,462)
Accrued Interest Payable	(81,740)
	<u>(24,929,515)</u>
<b><i>Net Assets of Governmental Activities</i></b>	<u><u>\$ 36,768,812</u></u>

See accompanying notes to the basic financial statements



**CITY OF REYNOLDSBURG, OHIO**

**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2003**

	General	Income Tax	Permissive Tax
<b>Revenues:</b>			
Taxes	\$ 464,198	\$ 8,284,957	\$ 0
Intergovernmental Revenues	1,928,436	0	528,614
Charges for Services	124,618	0	0
Licenses and Permits	340,422	0	0
Investment Earnings	260,416	14,159	216
Special Assessments	0	0	0
Fines and Forfeitures	307,923	0	0
All Other Revenue	152,984	0	0
<b>Total Revenue</b>	<b>3,578,997</b>	<b>8,299,116</b>	<b>528,830</b>
<b>Expenditures:</b>			
Current:			
Security of Persons and Property	5,633,416	0	0
Public Health and Welfare Services	153,435	0	0
Leisure Time Activities	858,586	0	0
Community Environment	1,007,113	0	0
Transportation	0	0	3,944
General Government	2,679,291	393,408	0
Capital Outlay	0	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<b>Total Expenditures</b>	<b>10,331,841</b>	<b>393,408</b>	<b>3,944</b>
Excess (Deficiency) of Revenues Over Expenditures	(6,752,844)	7,905,708	524,886
<b>Other Financing Sources (Uses):</b>			
Ohio Public Works Commission Loan	0	0	0
General Obligation Bonds Issued	0	0	0
Refunding General Obligation Bonds Issued	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0
Transfers In	8,238,385	0	0
Transfers Out	(891,113)	(9,122,435)	(533,329)
<b>Total Other Financing Sources (Uses)</b>	<b>7,347,272</b>	<b>(9,122,435)</b>	<b>(533,329)</b>
Net Change in Fund Balances	594,428	(1,216,727)	(8,443)
<b>Fund Balances at Beginning of Year</b>	<b>3,677,340</b>	<b>4,356,884</b>	<b>557,003</b>
Increase (Decrease) in Inventory Reserve	751	0	0
<b>Fund Balances End of Year</b>	<b>\$ 4,272,519</b>	<b>\$ 3,140,157</b>	<b>\$ 548,560</b>

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

General Debt Retirement	Capital Improvement	Brice-Main TIF	Other Governmental Funds	Total Governmental Funds
\$ 0	\$ 0	\$ 0	\$ 1,076,782	\$ 9,825,937
0	0	0	1,067,444	3,524,494
0	0	0	244,675	369,293
0	0	0	53,607	394,029
0	991	22,197	1,169	299,148
0	0	0	43,898	43,898
0	0	0	21,832	329,755
54,922	0	23,850	9,268	241,024
<u>54,922</u>	<u>991</u>	<u>46,047</u>	<u>2,518,675</u>	<u>15,027,578</u>
0	0	0	65,411	5,698,827
0	0	0	0	153,435
0	0	0	0	858,586
0	0	0	251,805	1,258,918
0	0	0	787,361	791,305
0	0	0	154,885	3,227,584
0	840,102	2,509,438	8,292	3,357,832
880,569	0	0	70,900	951,469
774,939	0	69,096	398,515	1,242,550
<u>1,655,508</u>	<u>840,102</u>	<u>2,578,534</u>	<u>1,737,169</u>	<u>17,540,506</u>
(1,600,586)	(839,111)	(2,532,487)	781,506	(2,512,928)
0	0	737,161	0	737,161
0	0	4,300,000	0	4,300,000
3,215,714	0	0	97,548	3,313,262
(3,133,200)	0	0	(92,400)	(3,225,600)
1,671,630	1,887,951	885,825	75,123	12,758,914
(169,711)	(103,562)	(565,750)	(1,012,702)	(12,398,602)
<u>1,584,433</u>	<u>1,784,389</u>	<u>5,357,236</u>	<u>(932,431)</u>	<u>5,485,135</u>
(16,153)	945,278	2,824,749	(150,925)	2,972,207
1,459,244	654,221	0	3,107,704	13,812,396
0	0	0	(17,656)	(16,905)
<u>\$ 1,443,091</u>	<u>\$ 1,599,499</u>	<u>\$ 2,824,749</u>	<u>\$ 2,939,123</u>	<u>\$ 16,767,698</u>

**CITY OF REYNOLDSBURG, OHIO**

***Reconciliation Of The Statement Of Revenues, Expenditures  
And Changes In Fund Balances Of Governmental Funds  
To The Statement Of Activities  
For the Year Ended December 31, 2003***

**Net Change in Fund Balances - Total Governmental Funds** \$ 2,972,207

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

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

Capital Outlay	3,422,503	
Depreciation Expense	<u>(1,542,591)</u>	1,879,912

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

Donations of capital assets increase net assets in the statement of activities, but do not appear in the governmental funds because they are not financial resources.		238,394
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The statement of activities reports losses arising from the disposal of capital assets. Conversely, the governmental funds do not report any loss on the disposal of capital assets.	<u>(91,226)</u>	147,168
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		155,185
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The issuance of long-term debt (e.g. notes, leases) provides current financial resources to government funds, while the repayment of the principal of long-term debt consumes the current financial resources of government funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt and related items.

General Obligation Bonds Issued	(4,300,000)	
Ohio Public Works Commission Loan	(737,161)	
Refunding of General Obligation Bond Payable	<u>(3,313,262)</u>	(8,350,423)

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

General Obligation Bond Principal Payment	719,590	
Special Assessment Bond Principal Payment	10,000	
Ohio Public Works Commission Loan Principal Payment	55,879	
Payment to Escrow Agent for Refunding	3,225,600	
Installment Loan Principal Payment	<u>166,000</u>	4,177,069

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		(4,339)
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

Compensated Absences	(83,009)	
Change in Inventory	<u>(16,905)</u>	(99,914)

<b><i>Change in Net Assets of Governmental Activities</i></b>		<b><u><u>\$ 876,865</u></u></b>
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See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

**Statement of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
General Fund  
For the Year Ended December 31, 2003**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 505,322	\$ 528,578	\$ 467,047	\$ (61,531)
Intergovernmental Revenue	1,588,628	1,590,594	1,988,854	398,260
Charges for Services	105,912	105,912	124,918	19,006
Licenses and Permits	411,947	411,947	340,422	(71,525)
Investment Earnings	866,564	866,564	289,094	(577,470)
Fines and Forfeitures	368,981	368,981	305,442	(63,539)
All Other Revenues	33,362	33,362	135,656	102,294
Total Revenues	<u>3,880,716</u>	<u>3,905,938</u>	<u>3,651,433</u>	<u>(254,505)</u>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	5,979,282	5,941,112	5,729,247	211,865
Public Health and Welfare Services	164,500	164,500	153,435	11,065
Leisure Time Activities	792,996	927,351	871,647	55,704
Community Environment	1,175,629	1,183,677	1,089,669	94,008
General Government	3,041,120	3,111,472	2,800,356	311,116
Total Expenditures	<u>11,153,527</u>	<u>11,328,112</u>	<u>10,644,354</u>	<u>683,758</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,272,811)	(7,422,174)	(6,992,921)	429,253
<b>Other Financing Sources (Uses):</b>				
Transfers In	6,415,631	6,415,631	8,348,999	1,933,368
Transfers Out	(110,614)	(1,001,727)	(1,001,727)	0
Total Other Financing Sources (Uses):	<u>6,305,017</u>	<u>5,413,904</u>	<u>7,347,272</u>	<u>1,933,368</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(967,794)	(2,008,270)	354,351	2,362,621
Fund Balance at Beginning of Year	3,397,267	3,397,267	3,397,267	0
Prior Year Encumbrances	342,687	342,687	342,687	0
Fund Balance at End of Year	<u>\$ 2,772,160</u>	<u>\$ 1,731,684</u>	<u>\$ 4,094,305</u>	<u>\$ 2,362,621</u>

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

**Statement of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Special Revenue Fund – Income Tax Fund  
For the Year Ended December 31, 2003**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 8,950,000	\$ 8,950,000	\$ 9,818,646	\$ 868,646
Investment Earnings	50,000	50,000	14,159	(35,841)
Total Revenues	<u>9,000,000</u>	<u>9,000,000</u>	<u>9,832,805</u>	<u>832,805</u>
<b>Expenditures:</b>				
Current:				
General Government	134,939	447,139	393,263	53,876
Total Expenditures	<u>134,939</u>	<u>447,139</u>	<u>393,263</u>	<u>53,876</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	8,865,061	8,552,861	9,439,542	886,681
<b>Other Financing Sources (Uses):</b>				
Transfers Out	0	(9,122,435)	(9,122,435)	0
Total Other Financing Sources (Uses):	<u>0</u>	<u>(9,122,435)</u>	<u>(9,122,435)</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	8,865,061	(569,574)	317,107	886,681
Fund Balance at Beginning of Year	1,335,837	1,335,837	1,335,837	0
Prior Year Encumbrances	143	143	143	0
Fund Balance at End of Year	<u>\$ 10,201,041</u>	<u>\$ 766,406</u>	<u>\$ 1,653,087</u>	<u>\$ 886,681</u>

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

**Statement of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Special Revenue Fund – Permissive License Tax Fund  
For the Year Ended December 31, 2003**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Intergovernmental Revenue	\$ 222,584	\$ 222,584	\$ 529,673	\$ 307,089
Investment Earnings	19,508	19,508	3,494	(16,014)
Total Revenues	<u>242,092</u>	<u>242,092</u>	<u>533,167</u>	<u>291,075</u>
<b>Expenditures:</b>				
Current:				
Transportation	10,000	10,000	7,001	2,999
Total Expenditures	<u>10,000</u>	<u>10,000</u>	<u>7,001</u>	<u>2,999</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	232,092	232,092	526,166	294,074
<b>Other Financing Sources (Uses):</b>				
Transfers Out	(120,816)	(533,329)	(533,329)	0
Total Other Financing Sources (Uses):	<u>(120,816)</u>	<u>(533,329)</u>	<u>(533,329)</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	111,276	(301,237)	(7,163)	294,074
Fund Balance at Beginning of Year	517,453	517,453	517,453	0
Fund Balance at End of Year	<u>\$ 628,729</u>	<u>\$ 216,216</u>	<u>\$ 510,290</u>	<u>\$ 294,074</u>

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

**Statement of Net Assets  
Proprietary Funds  
December 31, 2003**

	Business-Type Activities				Total
	Enterprise Funds				
	Water	Sewer	Storm Water Drainage	Solid Waste	
<b>Assets:</b>					
<i>Current Assets:</i>					
Cash and Cash Equivalents	\$ 84,559	\$ 168,403	\$ 16,469	\$ 30,797	\$ 300,228
Investments	3,489,144	4,145,757	405,424	758,158	8,798,483
<i>Receivables:</i>					
Accounts	580,886	779,588	0	0	1,360,474
Special Assessments	0	133,443	0	0	133,443
Inventory of Supplies at Cost	27,960	0	4,942	0	32,902
Prepaid Items	1,043	580	0	0	1,623
<i>Total Current Assets</i>	<u>4,183,592</u>	<u>5,227,771</u>	<u>426,835</u>	<u>788,955</u>	<u>10,627,153</u>
<i>Non Current Assets:</i>					
<i>Restricted Assets:</i>					
Cash and Cash Equivalents	57,172	0	0	0	57,172
Total Restricted Assets	<u>57,172</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>57,172</u>
Deferred Charges	5,613	20,403	0	0	26,016
Capital Assets Not Being Depreciated	1,500	1,500	0	0	3,000
Capital Assets Being Depreciated, Net	22,457,333	32,839,067	30,438,431	0	85,734,831
<i>Total Noncurrent Assets</i>	<u>22,521,618</u>	<u>32,860,970</u>	<u>30,438,431</u>	<u>0</u>	<u>85,821,019</u>
<b>Total Assets</b>	<u>26,705,210</u>	<u>38,088,741</u>	<u>30,865,266</u>	<u>788,955</u>	<u>96,448,172</u>
<b>Liabilities:</b>					
<i>Current Liabilities:</i>					
Accounts Payable	3,237	1,927	2,220	107,792	115,176
Accrued Wages and Benefits	20,805	11,958	7,347	0	40,110
Intergovernmental Payable	475,000	412,045	0	0	887,045
Due to Others	57,172	0	0	0	57,172
Accrued Interest Payable	2,866	6,656	0	0	9,522
Deferred Revenue	0	0	29,452	102,242	131,694
General Obligation Bonds - Current	223,972	185,600	0	0	409,572
Ohio Public Works Commission Loan Payable - Current	48,462	38,399	0	0	86,861
<i>Total Current Liabilities</i>	<u>831,514</u>	<u>656,585</u>	<u>39,019</u>	<u>210,034</u>	<u>1,737,152</u>
<i>Noncurrent Liabilities:</i>					
Compensated Absences Payable	67,268	19,216	54,987	0	141,471
General Obligation Bonds Payable	1,071,586	1,724,855	0	0	2,796,441
OPWC Loans Payable	1,256,702	830,425	0	0	2,087,127
<i>Total Noncurrent Liabilities</i>	<u>2,395,556</u>	<u>2,574,496</u>	<u>54,987</u>	<u>0</u>	<u>5,025,039</u>
<b>Total Liabilities</b>	<u>3,227,070</u>	<u>3,231,081</u>	<u>94,006</u>	<u>210,034</u>	<u>6,762,191</u>
<b>Net Assets:</b>					
Invested in Capital Assets, Net of Related Debt	19,858,111	30,061,288	30,438,431	0	80,357,830
Unrestricted	3,620,029	4,796,372	332,829	578,921	9,328,151
<b>Total Net Assets</b>	<u>\$ 23,478,140</u>	<u>\$ 34,857,660</u>	<u>\$ 30,771,260</u>	<u>\$ 578,921</u>	<u>\$ 89,685,981</u>

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

**Statement of Revenues, Expenses and Changes in Fund Net Assets  
Proprietary Funds  
For the Year Ended December 31, 2003**

	Business-Type Activities				Total
	Enterprise Funds				
	Water	Sewer	Storm Water Drainage	Solid Waste	
<b>Operating Revenues:</b>					
Charges for Services	\$ 2,482,729	\$ 3,154,335	\$ 341,649	\$ 1,298,247	\$ 7,276,960
<b>Total Operating Revenues</b>	<b>2,482,729</b>	<b>3,154,335</b>	<b>341,649</b>	<b>1,298,247</b>	<b>7,276,960</b>
<b>Operating Expenses:</b>					
Personal Services	402,410	250,234	143,468	0	796,112
Contractual Services	1,971,406	2,208,891	25,471	1,152,029	5,357,797
Materials and Supplies	141,089	11,010	8,744	317	161,160
Depreciation	549,937	817,502	733,742	0	2,101,181
<b>Total Operating Expenses</b>	<b>3,064,842</b>	<b>3,287,637</b>	<b>911,425</b>	<b>1,152,346</b>	<b>8,416,250</b>
Operating Income (Loss)	(582,113)	(133,302)	(569,776)	145,901	(1,139,290)
<b>Nonoperating Revenue (Expenses):</b>					
Interest Expense	(119,488)	(118,516)	0	0	(238,004)
<b>Total Nonoperating Revenues (Expenses)</b>	<b>(119,488)</b>	<b>(118,516)</b>	<b>0</b>	<b>0</b>	<b>(238,004)</b>
Income(Loss) Before Contributions and Transfers	(701,601)	(251,818)	(569,776)	145,901	(1,377,294)
Capital Contributions-Tap Fees	608,181	343,441	0	0	951,622
Capital Contributions	950,925	201,534	370,125	0	1,522,584
Transfers out	(156,595)	(60,000)	(143,717)	0	(360,312)
Change in Net Assets	700,910	233,157	(343,368)	145,901	736,600
Net Assets Beginning of Year	22,777,230	34,624,503	31,114,628	433,020	88,949,381
Net Assets End of Year	\$ 23,478,140	\$ 34,857,660	\$ 30,771,260	\$ 578,921	\$ 89,685,981

See accompanying notes to the basic financial statements

**CITY OF REYNOLDSBURG, OHIO**

**Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2003**

	Business-Type Activities Enterprise Funds				Totals
	Water	Sewer	Storm Water	Solid Waste	
<u>Cash Flows from Operating Activities:</u>					
Cash Received from Customers	\$2,492,482	\$3,177,668	\$340,547	\$1,294,560	\$7,305,257
Cash Payments for Goods and Services	(2,062,287)	(2,250,602)	(33,961)	(1,138,289)	(5,485,139)
Cash Payments to Employees	(405,686)	(269,316)	(135,787)	0	(810,789)
Net Cash Provided by Operating Activities	24,509	657,750	170,799	156,271	1,009,329
<u>Cash Flows from Noncapital Financing Activities:</u>					
Transfers Out to Other Funds	(156,595)	(60,000)	(143,717)	0	(360,312)
Net Cash Used by Noncapital Financing Activities	(156,595)	(60,000)	(143,717)	0	(360,312)
<u>Cash Flows from Capital and Related Financing Activities:</u>					
Cash Received from Tap-in Fees in Excess of Cost	608,181	343,441	0	0	951,622
Proceeds of Ohio Public Works Commission Loans	170,751	0	0	0	170,751
Proceeds of General Obligation Bonds Payable	991,738	0	0	0	991,738
Receipt of Special Assessments	0	7,300	0	0	7,300
Acquisition and Construction of Assets	(172,505)	0	(112,380)	0	(284,885)
Principal Paid on General Obligation Bonds	(1,134,200)	(185,610)	0	0	(1,319,810)
Principal Paid on Ohio Public Works Commission Loans	0	(37,272)	0	0	(37,272)
Interest Paid on All Debt	(120,641)	(113,853)	0	0	(234,494)
Net Cash Provided (Used) by Capital and Related Financing Activities	343,324	14,006	(112,380)	0	244,950
<u>Cash Flows from Investing Activities:</u>					
Purchase of Investments	(3,489,144)	(4,145,757)	(405,424)	(758,158)	(8,798,483)
Net Cash Provided by Investing Activities	(3,489,144)	(4,145,757)	(405,424)	(758,158)	(8,798,483)
Net Decrease in Cash and Cash Equivalents	(3,277,906)	(3,534,001)	(490,722)	(601,887)	(7,904,516)
Cash and Cash Equivalents at Beginning of Year	3,419,637	3,702,404	507,191	632,684	8,261,916
Cash and Cash Equivalents at End of Year	\$141,731	\$168,403	\$16,469	\$30,797	\$357,400
<u>Reconciliation of Cash and Cash Equivalents per the Balance Sheet:</u>					
Cash and Cash Equivalents	\$84,559	\$168,403	\$16,469	\$30,797	\$300,228
Restricted Cash and Cash Equivalents	57,172	0	0	0	57,172
Cash and Cash Equivalents at End of Year	\$141,731	\$168,403	\$16,469	\$30,797	\$357,400

(continued)

**CITY OF REYNOLDSBURG, OHIO**

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Reconciliation of Operating Income (Loss) to Net Cash  
Provided by Operating Activities:

Operating Income (Loss)	(\$582,113)	(\$133,302)	(\$569,776)	\$145,901	(\$1,139,290)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:					
Depreciation Expense	549,937	817,502	733,742	0	2,101,181
Miscellaneous Nonoperating Revenue	2,515	0	0	0	2,515
Changes in Assets and Liabilities:					
Decrease in Accounts Receivable	7,238	23,333	0	0	30,571
(Increase) Decrease in Inventory	23,012	0	(1,580)	0	21,432
(Increase) Decrease in Prepaid Items	(546)	156	0	0	(390)
Increase (Decrease) in Accounts Payable	634	(2,327)	1,726	14,057	14,090
Increase in Accrued Wages and Benefits	1,070	10	763	0	1,843
Increase (Decrease) in Intergovernmental Payable	26,803	(28,742)	0	0	(1,939)
Decrease in Deferred Revenue	0	0	(1,102)	(3,687)	(4,789)
Increase (Decrease) in Compensated Absences	(4,041)	(18,880)	7,026	0	(15,895)
Total Adjustments	<u>606,622</u>	<u>791,052</u>	<u>740,575</u>	<u>10,370</u>	<u>2,148,619</u>
Net Cash Provided by Operating Activities	<u>\$24,509</u>	<u>\$657,750</u>	<u>\$170,799</u>	<u>\$156,271</u>	<u>\$1,009,329</u>

Schedule of Noncash Investing, Capital and Financing Activities:

During 2003 the Water Fund, Sewer Fund and Storm Water Fund received capital contributions from developers of \$950,925, \$201,534 and \$370,125 respectively.

See accompanying notes to the basic financial statements.

**CITY OF REYNOLDSBURG, OHIO**

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***Statement of Net Assets  
Fiduciary Funds  
December 31, 2003***

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	<u>Agency</u>
<b>Assets:</b>	
Cash and Cash Equivalents	\$ 128,628
Receivables:	
Taxes	5,339
Accounts	2,222
Restricted Assets:	
<b>Total Assets</b>	<u>136,189</u>
<b>Liabilities:</b>	
Intergovernmental Payable	87,640
Due to Others	<u>48,549</u>
<b>Total Liabilities</b>	<u>136,189</u>
<b>Net Assets:</b>	
Unrestricted	<u>0</u>
<b>Total Net Assets</b>	<u><u>\$ 0</u></u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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

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

The financial statements are presented as of December 31, 2003 and for the year then ended, and have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the "GASB") is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

**A. Reporting Entity**

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

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

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

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

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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

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

***Governmental Funds***

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

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

Income Tax Fund - This fund is used to account for the collections of the municipal income tax as required by City Ordinance.

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

General Bond Retirement Fund - This fund is used for the accumulation of resources for, and the payment of, principal and interest on general obligation debt other than those accounted for in the proprietary funds.

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

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

***Proprietary Funds***

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

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

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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

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

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

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

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

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

***Fiduciary Funds***

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

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

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

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

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

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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

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

a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the City.

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

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

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

**D. Basis of Accounting**

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

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

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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

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

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

Special assessment installments and related accrued interest, which are measurable but not available at December 31, are recorded as deferred revenues. Property taxes measurable as of December 31, 2003 but which are not intended to finance 2003 operations and delinquent property taxes, whose availability is indeterminate, are recorded as deferred revenues.

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

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

**E. Budgetary Process**

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

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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

**E. Budgetary Process (Continued)**

1. Tax Budget

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

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

2. Estimated Resources

The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes, and reviews estimated revenue. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 2003.

3. Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 through December 31. The appropriation ordinance establishes spending controls at the fund, department and object level and may be modified during the year by Ordinance of City Council. Total fund appropriations may not exceed the current estimated resources certified by the County Budget Commission. Expenditures may not legally exceed budgeted appropriations at the object level. During 2003, several supplemental appropriations were necessary to budget for major capital improvement projects that were not originally appropriated. Administrative control is maintained through the establishment of more detailed line-item budgets. Funds may be moved from one line-item

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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

**E. Budgetary Process (Continued)**

**3. Appropriations (Continued)**

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

**4. Lapsing of Appropriations**

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

**5. Budgetary Basis of Accounting**

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

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003**

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

**E. Budgetary Process (Continued)**

5. Budgetary Basis of Accounting (Continued)

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

	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses		
	General Fund	Income Tax Fund	Permissive Tax Fund
GAAP Basis (as reported)	\$594,428	(\$1,216,727)	(\$8,443)
Increase (Decrease):			
Accrued Revenues at December 31, 2003 received during 2004	(495,590)	(1,490,170)	(39,227)
Accrued Revenues at December 31, 2002 received during 2003	540,553	3,023,859	40,438
Accrued Expenditures at December 31, 2003 paid during 2004	727,818	3,146	594
Accrued Expenditures at December 31, 2002 paid during 2003	(622,361)	(2,955)	(888)
2002 Prepays for 2003	14,583	0	0
2003 Prepays for 2004	(17,260)	0	0
Adjustment to Fair Value	27,473	0	3,126
Outstanding Encumbrances	(415,293)	(46)	(2,763)
Budget Basis	<u>\$354,351</u>	<u>\$317,107</u>	<u>(\$7,163)</u>

**F. Cash and Cash Equivalents**

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

The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintains its own cash and investment account. See Note 4, "Cash, Cash Equivalents and Investments."

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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

**G. Investments**

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

The City has invested funds in the STAR Ohio during 2003. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2003. See Note 4, "Cash, Cash Equivalents and Investments."

**H. Inventory**

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

**I. Prepaid Items**

Payments made to vendors for services that will benefit periods beyond December 31, 2003, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

**J. Capital Assets and Depreciation**

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

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

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

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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

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

2. Property, Plant and Equipment – Business Type Activities

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

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

3. Depreciation

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

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

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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

**K. Long-Term Obligations**

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

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

**L. Compensated Absences**

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

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

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

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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

**M. Net Assets**

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net Assets restricted for Other Purposes include programs for street and highway improvements, federal grants for security of persons and property and mandatory fines for various court programs.

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

**N. Pensions**

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

**O. Interfund Activity**

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

**P. Reservations of Fund Balance**

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

**Q. Restricted Assets**

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

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003**

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

**R. Operating Revenues and Expenses**

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

**NOTE 2 – RESTATEMENT OF NET ASSETS**

During the year ended December 31, 2003, the City discovered additional infrastructure capital assets, which resulted in the restatement of the net assets at December 31, 2002 for business type activities - enterprise funds as follows:

	<u>Business Type Activities - Enterprise Funds</u>				Total
	<u>Water</u>	<u>Sewer</u>	<u>Storm Water</u>	<u>Solid Waste</u>	<u>Business-Type Activities</u>
Net Assets, December 31, 2002, as Reported	\$22,777,230	\$34,624,503	\$24,651,868	\$433,020	\$82,486,621
Restate Capital Assets	-	-	6,462,760	0	6,462,760
Net Assets, December 31, 2002, as Restated	<u>\$22,777,230</u>	<u>\$34,624,503</u>	<u>\$31,114,628</u>	<u>\$433,020</u>	<u>\$88,949,381</u>

**NOTE 3 - COMPLIANCE AND ACCOUNTABILITY**

For the year ended December 31, 2003, expenditures exceeded appropriations at the object level (i.e., the legal level of budgetary control) as follows:

<u>Fund</u>	<u>Excess</u>
General Fund:	
General Government:	
General Administrative:	
Capital Outlay	\$725
Special Revenue Fund:	
Court Computerization Fund:	
General Government:	
Contractual Services	1,041
Capital Outlay	2,600

The excess expenditures were funded from available fund balance.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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**NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS**

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

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

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

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

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

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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**NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

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

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

*Deposits:*

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

*Investments:*

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

**A. Deposits**

At year end, the carrying amount of the City's deposits was \$1,576,497 and the bank balance \$1,605,158. Federal depository insurance covered \$200,000 of the bank balance. All remaining deposits were classified as Category 3.

Investment earnings of \$242,961 earned by other funds was credited to the General Fund as required by state statute.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003**

**NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

**B. Investments**

The City's investments at December 31, 2003 are summarized below:

<u>Categorized Investments</u>	<u>Category 1</u>	<u>Category 2</u>	<u>Fair Value</u>
Federal National Mortgage Association	\$2,817,299	\$0	\$2,817,299
Federal Home Loan Bank Note	8,294,138	0	8,294,138
Federal Home Loan Mortgage	3,490,410	0	3,490,410
Negotiable Certificates of Deposit	5,213,864	0	5,213,864
Mutual Fund	1,002,573	0	1,002,573
Repurchase Agreement	0	114,685	114,685
Total Categorized Investments	<u>20,818,284</u>	<u>114,685</u>	<u>20,932,969</u>
<u>Non-Categorized Investments</u>			
STAR Ohio	N/A	N/A	2,413,834
Total Non-Categorized	<u>N/A</u>	<u>N/A</u>	<u>2,413,834</u>
Total Investments	<u>\$20,818,284</u>	<u>\$114,685</u>	<u>\$23,346,803</u>

**C. Cash with Fiscal Agents**

In addition to deposits and investments, the City has uninsured and uncollateralized cash in the amount of \$447,696 being held by the Franklin and Fairfield County Engineers. This cash is restricted in its use for various road improvement projects.

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

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

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

	<u>Cash and Cash Equivalents *</u>	<u>Investments</u>
Per Combined Balance Sheet	\$3,708,116	\$21,215,184
Certificates of Deposit (with maturities of more than 3 months)	396,900	(396,900)
Investments:		
Repurchase Agreement	(114,685)	114,685
STAR Ohio	(2,413,834)	2,413,834
Per GASB Statement No. 3	<u>\$1,576,497</u>	<u>\$23,346,803</u>

\* Does not include cash with fiscal agent.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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**NOTE 5 - TAXES**

**A. Property Taxes**

Property taxes include amounts levied against all real estate and public utility property, and tangible personal property located in the City and used in business. Real property taxes (other than public utility) collected during 2003 were levied after October 1, 2002 on assessed values as of January 1, 2002, the lien date. Assessed values are established by the county auditor at 35 percent of appraised market value. All property is required to be reappraised every six years and equalization adjustments made in the third year following reappraisal. The last revaluations were completed in 1999 in Franklin County and Licking County, and in Fairfield County, the last revaluation was completed in 2001. Real property taxes are paid annually or semi-annually. The first payment is due January 20; the remainder payable by June 20.

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

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

The County Treasurers collect property taxes on behalf of all taxing districts in the County including the City of Reynoldsburg. The County Auditors periodically remit to the City its portion of the taxes collected. The full tax rate for all City operations for the year ended December 31, 2003 was \$0.7 per \$1,000 of assessed value. The assessed value upon which the 2003 tax receipts were based was \$644,711,884. This amount constitutes \$600,934,130 in real property assessed value, \$13,969,440 in public utility assessed value and \$29,808,314 in tangible personal property assessed value.

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

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003**

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**NOTE 5 - TAXES (Continued)**

**B. Income Tax**

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

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

**NOTE 6 - RECEIVABLES**

Receivables at December 31, 2003 consisted of taxes, interest, accounts receivable, special assessments, interfund receivables and intergovernmental receivables arising from shared revenues.

**NOTE 7 - TRANSFERS**

Following is a summary of operating transfers in and out for all funds for 2003:

Fund	Transfer In	Transfer Out
Governmental Funds:		
General Fund	\$8,238,385	\$891,113
Income Tax Fund	0	9,122,435
Permissive Tax Fund	0	533,329
General Debt Retirement Fund	1,671,630	169,711
Capital Improvement Fund	1,887,951	103,562
Brice-Main Tif Fund	885,825	565,750
Nonmajor Governmental Funds	75,123	1,012,702
Total Governmental Funds	12,758,914	12,398,602
Proprietary Funds:		
Water Fund	0	156,595
Sewer Fund	0	60,000
Storm Water Fund	0	143,717
Total Proprietary Funds	0	360,312
Totals	\$12,758,914	\$12,758,914

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the income tax fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to segregate money for anticipated capital projects; to provide additional resources for current operations or debt service; and to return money to the fund from which it was originally provided once a project is completed.

**CITY OF REYNOLDSBURG, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003**

**NOTE 8 - CAPITAL ASSETS**

**A. Governmental Activities Capital Assets**

Summary by category of changes in governmental activities capital assets at December 31, 2003:

**Historical Cost:**

Class	December 31, 2002	Additions	Deletions	December 31, 2003
<b>Capital assets not being depreciated:</b>				
Land	\$15,776,026	\$58,266	\$0	\$15,834,292
Construction in Progress	1,074,293	3,115,086	(1,000,773)	3,188,606
Subtotal	16,850,319	3,173,352	(1,000,773)	19,022,898
<b>Capital assets being depreciated:</b>				
Buildings	11,530,695	117,676	0	11,648,371
Improvements Other than Buildings	1,068,816	434,745	(1,540)	1,502,021
Infrastructure	18,363,485	730,748	0	19,094,233
Machinery and Equipment	3,826,712	205,149	(579,168)	3,452,693
Subtotal	34,789,708	1,488,318	(580,708)	35,697,318
Total Cost	\$51,640,027	\$4,661,670	(\$1,581,481)	\$54,720,216

**Accumulated Depreciation:**

Class	December 31, 2002	Additions	Deletions	December 31, 2003
Buildings	(\$1,753,505)	(\$297,435)	\$0	(\$2,050,940)
Improvements Other than Buildings	(371,828)	(51,386)	708	(422,506)
Infrastructure	(6,548,735)	(833,818)	0	(7,382,553)
Machinery and Equipment	(2,264,249)	(359,952)	488,774	(2,135,427)
Total Depreciation	(\$10,938,317)	(\$1,542,591)	\$489,482	(\$11,991,426)
<b>Net Value:</b>	\$40,701,710			\$42,728,790

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003**

**NOTE 8 – CAPITAL ASSETS (Continued)**

**A. Governmental Activities Capital Assets (Continued)**

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

Security of Persons and Property	\$313,024
Leisure Time Activities	123,891
Community Development	15,367
Transportation	928,695
General Government	161,614
Total Depreciation Expense	<u>\$1,542,591</u>

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

Summary by Category at December 31, 2003:

**Historical Cost:**

Class	Restated December 31, 2002	Additions	Deletions	December 31, 2003
<b>Capital assets not being depreciated:</b>				
Land	\$3,000	\$0	\$0	\$3,000
Construction in Progress	846,301	0	(846,301)	0
Subtotal	849,301	0	(846,301)	3,000
<b>Capital assets being depreciated:</b>				
Buildings and Improvements	150,041	0	0	150,041
Infrastructure	101,004,195	2,635,597	0	103,639,792
Machinery and Equipment	621,156	9,371	(2,701)	627,826
Subtotal	101,775,392	2,644,968	(2,701)	104,417,659
Total Cost	<u>\$102,624,693</u>	<u>\$2,644,968</u>	<u>(\$849,002)</u>	<u>\$104,420,659</u>

**Accumulated Depreciation:**

Class	Restated December 31, 2002	Additions	Deletions	December 31, 2003
Buildings and Improvements	(\$144,330)	(\$1,927)	\$0	(\$146,257)
Infrastructure	(16,097,462)	(2,046,439)	0	(18,143,901)
Machinery and Equipment	(342,556)	(52,815)	2,701	(392,670)
Total Depreciation	<u>(\$16,584,348)</u>	<u>(\$2,101,181)</u>	<u>\$2,701</u>	<u>(\$18,682,828)</u>
<b>Net Value:</b>	<u>\$86,040,345</u>	<u>\$543,787</u>	<u>(\$846,301)</u>	<u>\$85,737,831</u>

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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**NOTE 9 – DEFINED BENEFIT PENSION PLANS**

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

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

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

All employees of the City, except full-time uniformed police officers, participate in one of the three pension plans administered by the Ohio PERS: the Traditional Pension Plan (TP), the Member-Directed Plan (MD), and the Combined Plan (CO). The TP Plan is a cost-sharing multiple employer defined benefit pension plan. The MD Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the MD Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon. The CO Plan is a cost-sharing multiple-employer defined benefit pension plan. Under the CO Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the TP Plan. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the MD Plan.

The Ohio PERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the TP Plan and CO Plan. Members of the MD Plan do not qualify for ancillary benefits. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Ohio Public Employees Retirement System issues a stand-alone financial report that includes financial statements and required supplementary information for the Ohio PERS. Interested parties may obtain a copy by making a written request to 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-6705 or 1-800-222-7377.

The Ohio Revised Code provides statutory authority for employee and employer contributions. For 2003, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 8.5%. The 2003 employer contribution rate for local government employer units was 13.55%, of covered payroll, 8.55% to fund the pension and 5.0% to fund health care. The contribution requirements of plan members and the City are established and may be amended by the Public Employees Retirement Board. The City's contributions to the Ohio PERS for the years ending December 31, 2003, 2002 and 2001 were \$510,540, \$502,413 and \$470,113, respectively, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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**NOTE 9 – DEFINED BENEFIT PENSION PLANS (Continued)**

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

The Ohio PERS provides postemployment health care benefits to age and service retirees with ten or more years of qualifying Ohio service credit and to primary survivor recipients of such retirees. Health care coverage for disability recipients is also available. The health care coverage provided by the Ohio PERS is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to the Ohio PERS is set aside for the funding of post retirement health care. The Ohio Revised Code provides statutory authority requiring public employers to fund postemployment health care through their contributions to the Ohio PERS. The portion of the 2003 employer contribution rate (identified above) that was used to fund health care for the year 2003 was 5.0% of covered payroll which amounted to \$188,391.

The significant actuarial assumptions and calculations relating to postemployment health care benefits were based on the Ohio Public Employees Retirement System's latest actuarial review performed as of December 31, 2002. An entry age normal actuarial cost method of valuation is used in determining the present value of OPEB. The difference between assumed and actual experience (actuarial gains and losses) becomes part of unfunded actuarial accrued liability. All investments are carried at market value. For actuarial valuation purposes, a smoothed market approach is used. Under this approach assets are adjusted annually to reflect 25% of unrealized market appreciation or depreciation on investment assets. The investment assumption rate for 2002 was 8.0%. An annual increase of 4.0% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.0% base increase, were assumed to range from 0.5% to 6.3%. Health care costs were assumed to increase 4.0% annually.

Benefits are advanced-funded on an actuarially determined basis. The number of active contributing participants was 364,881. The actuarial value of the Ohio PERS net assets available for OPEB at December 31, 2002 is \$10.0 billion. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$18.7 billion and \$8.7 billion, respectively.

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

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

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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**NOTE 9 – DEFINED BENEFIT PENSION PLANS (Continued)**

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

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% for police officers. The City's contributions to the OP&F Fund for the years ending December 31, 2003, 2002 and 2001 were \$570,257, \$534,287 and \$501,224 for police which were equal to the required contributions for each year.

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

The portion of the 2003 covered payroll that was used to fund postemployment health care benefits was \$226,640 representing 7.75% of covered payroll for police. Health care funding and accounting was on a pay-as-you-go basis. In addition, since July 1, 1992 most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment. Beginning in 2001, all retirees and survivors have monthly health care contributions. As of December 31, 2002, the date of the last actuarial evaluation available, the number of participants eligible to receive health care benefits was 13,527 for police. The OP&F Fund does not provide separate data on the funded status and funding progress of postemployment health care benefits. The Fund's total health care expenses for the year ended December 31, 2002 were \$141,028,006, which was net of member contributions of \$12,623,875.

**CITY OF REYNOLDSBURG, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003**

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

Long-term debt and other long-term obligations of the City at December 31, 2003 were as follows:

			Balance December 31, 2002	Additions	(Reductions)	Balance December 31, 2003	Due Within One Year
<b>Business-Type Activities</b>							
General Obligation Bonds:							
4.75 - 4.80%	Water System Improvement	1993	\$1,101,050	\$0	(\$1,101,050)	\$0	\$0
2.0 - 3.75%	Water System Improvement	2003	0	991,738	0	991,738	189,972
4.4 - 5.05%	Sewer System Improvement	1998	871,100	0	(65,100)	806,000	62,000
3.5 - 4.00%	Water System Improvement	2001	342,550	0	(33,150)	309,400	34,000
	Unamortized Charge		(6,300)	0	720	(5,580)	0
3.5 - 4.00%	Sewer System Improvement	2001	1,245,270	0	(120,510)	1,124,760	123,600
	Unamortized Charge		(22,925)	0	2,620	(20,305)	0
	Total General Obligation Bonds		3,530,745	991,738	(1,316,470)	3,206,013	409,572
Ohio Public Works Commission Loans (OPWC):							
Cobblestone Run/							
	Windsor Forest Sanitary Sewers		906,096	0	(37,272)	868,824	38,399
	Old Reynoldsburg North Water Line		374,465	7,617	0	382,082	14,187
	Route 256 Waterline		759,948	163,134	0	923,082	34,275
	Total OPWC Loans		2,040,509	170,751	(37,272)	2,173,988	86,861
	Compensated Absences		157,366	56,870	(72,765)	141,471	44,648
	Total Business-Type Long-Term Debt		\$5,728,620	\$1,219,359	(\$1,426,507)	\$5,521,472	\$541,081

**CITY OF REYNOLDSBURG, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003**

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

		Balance December 31, 2002	Additions	(Reductions)	Balance December 31, 2003	Due Within One Year	
<b>Governmental Activities Long-Term Debt:</b>							
General Obligation Bonds:							
7.375%	City Hall Construction	1986	\$420,000	\$0	(\$105,000)	\$315,000	\$105,000
4.75 - 4.80%	Street Improvement	1993	2,825,000	0	(2,825,000)	0	0
4.75 - 4.80%	Parks and Recreation Improvement	1993	703,950	0	(703,950)	0	0
2.0 - 3.75%	Street Improvement	2003	0	2,679,200	0	2,679,200	233,571
2.0 - 3.75%	Street Improvement	2003	0	634,062	0	634,062	121,457
4.4 - 5.05%	Street Improvement	1998	533,900	0	(39,900)	494,000	38,000
3.3 - 4.80%	Taylor Square TIE	1999	7,875,000	0	(45,000)	7,830,000	255,000
3.3 - 4.80%	Downtown Revitalization	1999	275,000	0	(40,000)	235,000	45,000
4.45 - 5.63%	Police Facilities	2000	5,900,000	0	(145,000)	5,755,000	150,000
3.5 - 4.00%	Taylor Road Improvement	2001	427,180	0	(41,340)	385,840	42,400
2.0 - 4.125%	Brice-Main TIF	2003	0	4,300,000	0	4,300,000	190,000
Total General Obligation Bonds			18,960,030	7,613,262	(3,945,190)	22,628,102	1,180,428
Special Assessment Bond:							
with Governmental Commitment							
4.75 - 4.80%	Water Improvement	1991	60,000	0	(10,000)	50,000	10,000
Ohio Public Works Commission Loans (OPWC):							
0.00%	Lancaster Avenue Reconstruction Loan	1997	817,929	0	(55,879)	762,050	55,880
0.00%	Brice-Main Corridor	2003	0	737,161	0	737,161	0
Total OPWC Loans			817,929	737,161	(55,879)	1,499,211	55,880
Installment Loan:							
5.00%	Capital Equipment	2001	166,000	0	(166,000)	0	0
Compensated Absences			587,453	659,731	(576,722)	670,462	389,142
Total Governmental Activities			\$20,591,412	\$9,010,154	(\$4,753,791)	\$24,847,775	\$1,635,450

Special assessment general obligation bonds are used to finance street and water improvements. Debt service is financed by assessments to affected property owners. However, the City is ultimately responsible for the debt service if the assessments are not collected. Delinquent special assessments at year end were \$6,037.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003**

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

**A. Principal and Interest Requirements**

Principal and interest requirements to retire long-term obligations outstanding at December 31, 2003 are as follows:

Years	General Obligation Bonds		Special Assessment Bond		Ohio Public Works Commission Loans	
	Principal	Interest	Principal	Interest	Principal	Interest
2004	\$1,590,000	\$1,092,739	\$10,000	\$2,400	\$142,741	\$64,573
2005	1,560,000	1,035,804	10,000	1,920	194,510	61,947
2006	1,580,000	983,229	10,000	1,440	197,213	59,242
2007	1,570,000	928,835	10,000	960	200,001	56,457
2008	1,650,000	875,915	10,000	480	202,870	53,585
2009-2013	6,510,000	3,558,158	0	0	1,060,546	221,739
2014-2018	4,905,000	2,306,880	0	0	1,070,361	135,781
2019-2023	5,655,000	1,078,466	0	0	604,957	40,907
2024-2025	840,000	71,438	0	0	0	0
Totals	<u>\$25,860,000</u>	<u>\$11,931,464</u>	<u>\$50,000</u>	<u>\$7,200</u>	<u>\$3,673,199</u>	<u>\$694,231</u>

**B. Ohio Public Works Commission Loan**

In 2003, the City entered into loan agreements with the Ohio Public Works Commission (OPWC), for the City to receive \$1,750,000. The interest rate on this loans is 0.0% per annum. Uniquely, the loans can only be received by the City in increments as the project is completed. As of December 31, 2003, the City had received \$737,161 from OPWC. The City will begin repaying the loans in semiannual payments in 2005 based on the loan amount of \$1,750,000 to be paid through 2019. An estimate of future financing requirements has been made based on the current loan balance of \$737,161 at December 31, 2003.

**C. Defeased Debt**

In December 1993, the City defeased \$1,322,000 of General Obligation Bonds for Parks and Recreation Improvement and \$1,983,000 of General Obligation Bonds for Water System Improvement dated April 1, 1989 (the "1989 Bonds") through the issuance of \$1,483,950 of General Obligation Bonds for Parks and Recreation Improvement and \$2,321,050 of General Obligation Bonds for Water System Improvement (the "1993 Bonds"). The net proceeds of the 1993 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$1,750,000 at December 31, 2003, are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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

**C. Defeased Debt (Continued)**

In October 2001, the City defeased \$450,000 of General Obligation Bonds for Street Improvement, \$360,000 of General Obligation Bonds for Water System Improvement, and \$1,310,000 of General Obligation Bonds for Sewer Improvement dated March 1, 1991 (the "1991 Bonds") through the issuance of \$467,460 of General Obligation Bonds for Street Improvement, \$374,850 of General Obligation Bonds for Water System Improvement, and \$1,362,690 of General Obligation Bonds for Sewer Improvement (the "2001 Bonds"). The net proceeds of the 2001 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$1,965,000 at December 31, 2003, are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding.

In November 2003, the City defeased \$2,625,000 of General Obligation Bonds for Street Improvement, \$600,600 of General Obligation Bonds for Parks and Recreation Improvement and \$939,400 of General Obligation Bonds for Water System Improvement, dated December 1, 1993 (the "1993 Bonds") through the issuance of \$2,679,200 of General Obligation Bonds for Street Improvement, \$634,062 of General Obligation Bonds for Parks and Recreation Improvement and \$991,738 of General Obligation Bonds for Water System Improvement, (the "2003 Bonds"). The net proceeds of the 2003 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$4,165,000 at December 31, 2003, are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding. The refunding was undertaken to reduce total debt service payments over the next 10 years by \$214,003 in Governmental Activities and over the next 5 years by \$16,534 in the Water Fund and resulted in an economic gain of \$226,555 of which \$210,850 is the Governmental Activities' share and \$15,705 is the Water Fund's share. The acquisition price which exceeded the net carrying amount of the old debt is considered immaterial and was expensed in the current year.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003**

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**NOTE 11 - RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. During 2003 the City contracted with several different insurance providers for various insurance coverages, as follows:

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

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

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

**NOTE 12 - CONSTRUCTION COMMITMENTS**

As of December 31, 2003, the City had the following commitments with respect to capital improvements:

Capital Projects	Remaining Construction Commitment	Projected Date of Completion
Streetscape Phase I	\$2,500,000	October, 2004
Waggoner / Rodebaugh Intersection	215,475	June, 2004

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2003***

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**NOTE 13 - CONTINGENCIES**

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

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*COMBINING AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES*

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

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***Nonmajor Governmental Funds***

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***Special Revenue Funds***

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

**FEMA Grant Fund**

To account for Federal Emergency Management Agency funds received as reimbursement for winter clean up by the Street Department. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

**Court Computerization Fund**

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

**Police Pension Fund**

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

**Street Construction, Maintenance and Repair Fund**

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

**State Highway Fund**

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

**Community Oriented Policing Services (COPS) Fast Grant Fund**

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

**Diversion Grant Fund**

To account for state grant monies designated for the cost of counseling and police personnel services aimed at juvenile misdemeanor delinquency offenders. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

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

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

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

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

**Local Law Enforcement Block Grant Fund**

To account for grant monies for equipment purchases for Police Department.

**Local Law Enforcement Block Grant 2002 Fund**

To account for grant monies for equipment purchases for Police Department.

(Continued)

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

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

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

**Law Enforcement Fund**

To account for the proceeds from the confiscation of contraband.

**Drug Enforcement Fund**

To account for mandatory fines collected for drug offenses.

**Safety Belt Program Fund**

To account for monies used for safety belt education programs.

**DUI Education/Enforcement Fund**

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

**Federal Forfeiture Fund**

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

**Community Environment Fund**

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

**Supervision and Inspection Fund**

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

**Plot, Grade and Utility Plans Fund**

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

**Unclaimed Funds Fund**

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

**Employees Fund**

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

**Engineering Fees/Plan Review Deposits Fund**

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

***Debt Service Fund***

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

**Special Assessment Debt Retirement Fund**

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

**Taylor Square Tax Debt Retirement Fund**

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

**Brice-Main Tax Increment Equivalent (TIE) Fund**

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

***Capital Projects Funds***

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

**Capital Equipment Fund**

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

**Sidewalk Construction Fund**

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

**CITY OF REYNOLDSBURG, OHIO**

**Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2003**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 613,339	\$ 87,284	\$ 20,206	\$ 720,829
Investments	352,390	1,135,312	497,473	1,985,175
Receivables (net of allowance for doubtful accounts):				
Taxes	182,815	0	0	182,815
Accounts	6,133	0	0	6,133
Intergovernmental	793,009	45,839	0	838,848
Interest	89	0	0	89
Special Assessments	0	44,571	159,576	204,147
Inventory of Supplies, at Cost	130,949	0	0	130,949
Prepaid Items	177	0	0	177
<b>Total Assets</b>	<b>\$ 2,078,901</b>	<b>\$ 1,313,006</b>	<b>\$ 677,255</b>	<b>\$ 4,069,162</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 39,813	\$ 0	\$ 4,258	\$ 44,071
Accrued Wages and Benefits Payable	29,323	0	0	29,323
Claims Payable	8,960	0	0	8,960
Deferred Revenue	797,699	90,410	159,576	1,047,685
<b>Total Liabilities</b>	<b>875,795</b>	<b>90,410</b>	<b>163,834</b>	<b>1,130,039</b>
<b>Fund Balances:</b>				
Reserved for Encumbrances	154,278	0	8,559	162,837
Reserved for Prepaid Items	177	0	0	177
Reserved for Supplies Inventory	130,949	0	0	130,949
Reserved for Debt Service	0	1,222,596	0	1,222,596
Unreserved, Undesignated in:				
Special Revenue Funds	917,702	0	0	917,702
Capital Projects Funds	0	0	504,862	504,862
<b>Total Fund Balances</b>	<b>1,203,106</b>	<b>1,222,596</b>	<b>513,421</b>	<b>2,939,123</b>
<b>Total Liabilities and Funds Balances</b>	<b>\$ 2,078,901</b>	<b>\$ 1,313,006</b>	<b>\$ 677,255</b>	<b>\$ 4,069,162</b>

**CITY OF REYNOLDSBURG, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2003**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues:</b>				
Taxes	\$ 159,599	\$ 917,183	\$ 0	\$ 1,076,782
Intergovernmental Revenues	1,067,444	0	0	1,067,444
Charges for Services	244,675	0	0	244,675
Licenses and Permits	0	0	53,607	53,607
Investment Earnings	1,169	0	0	1,169
Special Assessments	0	8,793	35,105	43,898
Fines and Forfeitures	21,832	0	0	21,832
All Other Revenue	9,268	0	0	9,268
<b>Total Revenue</b>	<b>1,503,987</b>	<b>925,976</b>	<b>88,712</b>	<b>2,518,675</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	65,411	0	0	65,411
Community Environment	251,805	0	0	251,805
Transportation	787,361	0	0	787,361
General Government	5,494	149,391	0	154,885
Capital Outlay	0	0	8,292	8,292
Debt Service:				
Principal Retirement	15,900	55,000	0	70,900
Interest & Fiscal Charges	9,443	389,072	0	398,515
<b>Total Expenditures</b>	<b>1,135,414</b>	<b>593,463</b>	<b>8,292</b>	<b>1,737,169</b>
Excess (Deficiency) of Revenues Over Expenditures	368,573	332,513	80,420	781,506
<b>Other Financing Sources (Uses):</b>				
Refunding General Obligation Bonds Issued	97,548	0	0	97,548
Payment to Refunded Bond Escrow Agent	(92,400)	0	0	(92,400)
Transfers In	75,123	0	0	75,123
Transfers Out	(687,847)	0	(324,855)	(1,012,702)
<b>Total Other Financing Sources (Uses)</b>	<b>(607,576)</b>	<b>0</b>	<b>(324,855)</b>	<b>(932,431)</b>
Net Change in Fund Balances	(239,003)	332,513	(244,435)	(150,925)
<b>Fund Balances at Beginning of Year</b>	<b>1,459,765</b>	<b>890,083</b>	<b>757,856</b>	<b>3,107,704</b>
Increase (Decrease) in Inventory Reserve	(17,656)	0	0	(17,656)
<b>Fund Balances End of Year</b>	<b>\$ 1,203,106</b>	<b>\$ 1,222,596</b>	<b>\$ 513,421</b>	<b>\$ 2,939,123</b>

**CITY OF REYNOLDSBURG, OHIO**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2003**

	Court Computerization Fund	Police Pension Fund	Street, Construction, Maintenance and Repair Fund	State Highway Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 14,759	\$ 142,502	\$ 9,863	\$ 4,543
Investments	0	0	241,268	111,122
Receivables (net of allowance for doubtful accounts):				
Taxes	0	182,815	0	0
Accounts	0	0	0	0
Intergovernmental	0	10,234	459,449	37,442
Interest	0	0	59	30
Inventory of Supplies, at Cost	0	0	130,949	0
Prepaid Items	127	0	50	0
<b>Total Assets</b>	<b>\$ 14,886</b>	<b>\$ 335,551</b>	<b>\$ 841,638</b>	<b>\$ 153,137</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 2,368	\$ 0	\$ 11,363	\$ 5,952
Accrued Wages and Benefits Payable	0	0	27,707	0
Claims Payable	0	0	0	0
Deferred Revenue	0	193,049	306,054	25,027
<b>Total Liabilities</b>	<b>2,368</b>	<b>193,049</b>	<b>345,124</b>	<b>30,979</b>
<b>Fund Balances:</b>				
Reserved for Encumbrances	232	0	4,941	0
Reserved for Prepaid Items	127	0	50	0
Reserved for Supplies Inventory	0	0	130,949	0
Unreserved, Undesignated in: Special Revenue Funds	12,159	142,502	360,574	122,158
<b>Total Fund Balances</b>	<b>12,518</b>	<b>142,502</b>	<b>496,514</b>	<b>122,158</b>
<b>Total Liabilities and Funds Balances</b>	<b>\$ 14,886</b>	<b>\$ 335,551</b>	<b>\$ 841,638</b>	<b>\$ 153,137</b>

**CITY OF REYNOLDSBURG, OHIO**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2003**

COPS Fast Grant Fund	COPS in School Fund	COPS More 2000 Grant Fund	Local Law Enforcement Block Grant Fund	Local Law Enforcement Block Grant 2002 Fund	G.R.E.A.T. Grant Fund	Law Enforcement Fund
\$ 5,282	\$ 54,499	\$ 18,603	\$ 956	\$ 80	\$ 12,369	\$ 15,566
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	99,465	186,038	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>5,282</u>	<u>153,964</u>	<u>204,641</u>	<u>956</u>	<u>80</u>	<u>12,369</u>	<u>15,566</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	1,616	0	0	0	0	0
0	0	0	0	0	0	0
0	87,531	186,038	0	0	0	0
0	89,147	186,038	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>5,282</u>	<u>64,817</u>	<u>18,603</u>	<u>956</u>	<u>80</u>	<u>12,369</u>	<u>15,566</u>
<u>5,282</u>	<u>64,817</u>	<u>18,603</u>	<u>956</u>	<u>80</u>	<u>12,369</u>	<u>15,566</u>
<u>\$ 5,282</u>	<u>\$ 153,964</u>	<u>\$ 204,641</u>	<u>\$ 956</u>	<u>\$ 80</u>	<u>\$ 12,369</u>	<u>\$ 15,566</u>

(Continued)

**CITY OF REYNOLDSBURG, OHIO**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2003**

	Drug Enforcement Fund	Safety Belt Program Fund	DUI Education/ Enforcement Fund	Federal Forfeiture Fund
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 7,815	\$ 6,523	\$ 18,468	\$ 5,075
Investments	0	0	0	0
Receivables (net of allowance for doubtful accounts):				
Taxes	0	0	0	0
Accounts	0	0	0	0
Intergovernmental	328	0	53	0
Interest	0	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	0	0	0	0
<b>Total Assets</b>	<b>\$ 8,143</b>	<b>\$ 6,523</b>	<b>\$ 18,521</b>	<b>\$ 5,075</b>
<b>Liabilities:</b>				
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits Payable	0	0	0	0
Claims Payable	0	0	0	0
Deferred Revenue	0	0	0	0
<b>Total Liabilities</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Balances:</b>				
Reserved for Encumbrances	0	0	0	0
Reserved for Prepaid Items	0	0	0	0
Reserved for Supplies Inventory	0	0	0	0
Unreserved, Undesignated in: Special Revenue Funds	8,143	6,523	18,521	5,075
<b>Total Fund Balances</b>	<b>8,143</b>	<b>6,523</b>	<b>18,521</b>	<b>5,075</b>
<b>Total Liabilities and Funds Balances</b>	<b>\$ 8,143</b>	<b>\$ 6,523</b>	<b>\$ 18,521</b>	<b>\$ 5,075</b>

**CITY OF REYNOLDSBURG, OHIO**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2003**

Community Environment Fund	Supervision and Inspection Fund	Plot, Grade and Utility Plans Fund	Unclaimed Funds Fund	Employees Fund	Engineering Fees/Plan Review Deposits Fund	Total Nonmajor Special Revenue Funds
\$ 20,710	\$ 232,634	\$ 22,290	\$ 8,960	\$ 844	\$ 10,998	\$ 613,339
0	0	0	0	0	0	352,390
0	0	0	0	0	0	182,815
0	0	0	0	205	5,928	6,133
0	0	0	0	0	0	793,009
0	0	0	0	0	0	89
0	0	0	0	0	0	130,949
0	0	0	0	0	0	177
<u>\$ 20,710</u>	<u>\$ 232,634</u>	<u>\$ 22,290</u>	<u>\$ 8,960</u>	<u>\$ 1,049</u>	<u>\$ 16,926</u>	<u>\$ 2,078,901</u>
\$ 0	\$ 18,911	\$ 1,219	\$ 0	\$ 0	\$ 0	\$ 39,813
0	0	0	0	0	0	29,323
0	0	0	8,960	0	0	8,960
0	0	0	0	0	0	797,699
0	18,911	1,219	8,960	0	0	875,795
0	141,636	7,469	0	0	0	154,278
0	0	0	0	0	0	177
0	0	0	0	0	0	130,949
20,710	72,087	13,602	0	1,049	16,926	917,702
20,710	213,723	21,071	0	1,049	16,926	1,203,106
<u>\$ 20,710</u>	<u>\$ 232,634</u>	<u>\$ 22,290</u>	<u>\$ 8,960</u>	<u>\$ 1,049</u>	<u>\$ 16,926</u>	<u>\$ 2,078,901</u>

**CITY OF REYNOLDSBURG, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2003**

	FEMA Grant Fund	Court Computerization Fund	Police Pension Fund	Street Construction, Maintenance and Repair Fund
<b>Revenues:</b>				
Taxes	\$ 0	\$ 0	\$ 159,599	\$ 0
Intergovernmental Revenues	16,363	0	20,015	894,069
Charges for Services	0	0	0	0
Investment Earnings	0	0	0	613
Fines and Forfeitures	0	15,776	0	0
All Other Revenue	0	0	0	5,538
<b>Total Revenue</b>	<b>16,363</b>	<b>15,776</b>	<b>179,614</b>	<b>900,220</b>
<b>Expenditures:</b>				
Current:				
Security of Persons and Property	0	0	2,112	0
Community Environment	0	0	0	0
Transportation	0	0	0	734,858
General Government	0	3,783	0	0
Debt Service:				
Principal Retirement	0	0	0	15,900
Interest and Fiscal Charges	0	0	0	9,443
<b>Total Expenditures</b>	<b>0</b>	<b>3,783</b>	<b>2,112</b>	<b>760,201</b>
Excess (Deficiency) of Revenues Over Expenditures	16,363	11,993	177,502	140,019
<b>Other Financing Sources (Uses):</b>				
Refunding General Obligation Bonds Issued	0	0	0	97,548
Payment to Refunded Bond Escrow Agent	0	0	0	(92,400)
Transfers In	0	0	0	12,600
Transfers Out	(16,363)	0	(130,000)	(159,900)
<b>Total Other Financing Sources (Uses)</b>	<b>(16,363)</b>	<b>0</b>	<b>(130,000)</b>	<b>(142,152)</b>
Net Change in Fund Balances	0	11,993	47,502	(2,133)
<b>Fund Balances at Beginning of Year</b>	<b>0</b>	<b>525</b>	<b>95,000</b>	<b>516,303</b>
Increase (Decrease) in Inventory Reserve	0	0	0	(17,656)
<b>Fund Balances End of Year</b>	<b>\$ 0</b>	<b>\$ 12,518</b>	<b>\$ 142,502</b>	<b>\$ 496,514</b>

**CITY OF REYNOLDSBURG, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2003**

State Highway Fund	COPS Fast Grant Fund	Diversion Grant Fund	COPS in School Fund	COPS More 2000 Grant Fund	Local Law Enforcement Block Grant Fund	Local Law Enforcement Block Grant 2002 Fund
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
72,279	5,282	0	37,469	4,651	0	10,650
0	0	0	0	0	0	0
556	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>72,835</u>	<u>5,282</u>	<u>0</u>	<u>37,469</u>	<u>4,651</u>	<u>0</u>	<u>10,650</u>
0	0	0	39,907	0	0	11,753
0	0	0	0	0	0	0
52,503	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>52,503</u>	<u>0</u>	<u>0</u>	<u>39,907</u>	<u>0</u>	<u>0</u>	<u>11,753</u>
20,332	5,282	0	(2,438)	4,651	0	(1,103)
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	45,181	0	0	0
<u>(50,000)</u>	<u>(242,218)</u>	<u>(75,766)</u>	<u>0</u>	<u>(13,600)</u>	<u>0</u>	<u>0</u>
<u>(50,000)</u>	<u>(242,218)</u>	<u>(75,766)</u>	<u>45,181</u>	<u>(13,600)</u>	<u>0</u>	<u>0</u>
(29,668)	(236,936)	(75,766)	42,743	(8,949)	0	(1,103)
151,826	242,218	75,766	22,074	27,552	956	1,183
0	0	0	0	0	0	0
<u>\$ 122,158</u>	<u>\$ 5,282</u>	<u>\$ 0</u>	<u>\$ 64,817</u>	<u>\$ 18,603</u>	<u>\$ 956</u>	<u>\$ 80</u>

(Continued)

**CITY OF REYNOLDSBURG, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2003**

	G.R.E.A.T. Grant Fund	Law Enforcement Fund	Drug Enforcement Fund	Safety Belt Program Fund	DUI Education/ Enforcement Fund
<b>Revenues:</b>					
Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	6,666	0	0	0	0
Charges for Services	0	0	0	0	0
Investment Earnings	0	0	0	0	0
Fines and Forfeitures	0	0	1,236	1,026	3,794
All Other Revenue	0	1,500	0	0	0
<b>Total Revenue</b>	<b>6,666</b>	<b>1,500</b>	<b>1,236</b>	<b>1,026</b>	<b>3,794</b>
<b>Expenditures:</b>					
Current:					
Security of Persons and Property	11,639	0	0	0	0
Community Environment	0	0	0	0	0
Transportation	0	0	0	0	0
General Government	0	0	0	0	0
Debt Service:					
Principal Retirement	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0
<b>Total Expenditures</b>	<b>11,639</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Excess (Deficiency) of Revenues Over Expenditures	(4,973)	1,500	1,236	1,026	3,794
<b>Other Financing Sources (Uses):</b>					
Refunding General Obligation Bonds Issued	0	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0	0
Transfers In	17,342	0	0	0	0
Transfers Out	0	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>17,342</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Net Change in Fund Balances	12,369	1,500	1,236	1,026	3,794
<b>Fund Balances at Beginning of Year</b>	<b>0</b>	<b>14,066</b>	<b>6,907</b>	<b>5,497</b>	<b>14,727</b>
Increase (Decrease) in Inventory Reserve	0	0	0	0	0
<b>Fund Balances End of Year</b>	<b>\$ 12,369</b>	<b>\$ 15,566</b>	<b>\$ 8,143</b>	<b>\$ 6,523</b>	<b>\$ 18,521</b>

**CITY OF REYNOLDSBURG, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2003**

Federal Forfeiture Fund	Community Environment Fund	Supervision and Inspection Fund	Plot, Grade and Utility Plans Fund	Employees Fund	Engineering Fees/Plan Review Deposits Fund	Total Nonmajor Special Revenue Funds
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 159,599
0	0	0	0	0	0	1,067,444
0	0	177,218	11,852	0	55,605	244,675
0	0	0	0	0	0	1,169
0	0	0	0	0	0	21,832
0	0	0	0	2,230	0	9,268
<u>0</u>	<u>0</u>	<u>177,218</u>	<u>11,852</u>	<u>2,230</u>	<u>55,605</u>	<u>1,503,987</u>
0	0	0	0	0	0	65,411
0	0	193,395	9,471	0	48,939	251,805
0	0	0	0	0	0	787,361
0	0	0	0	1,711	0	5,494
0	0	0	0	0	0	15,900
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>9,443</u>
<u>0</u>	<u>0</u>	<u>193,395</u>	<u>9,471</u>	<u>1,711</u>	<u>48,939</u>	<u>1,135,414</u>
0	0	(16,177)	2,381	519	6,666	368,573
0	0	0	0	0	0	97,548
0	0	0	0	0	0	(92,400)
0	0	0	0	0	0	75,123
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(687,847)</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(607,576)</u>
0	0	(16,177)	2,381	519	6,666	(239,003)
5,075	20,710	229,900	18,690	530	10,260	1,459,765
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(17,656)</u>
<u>\$ 5,075</u>	<u>\$ 20,710</u>	<u>\$ 213,723</u>	<u>\$ 21,071</u>	<u>\$ 1,049</u>	<u>\$ 16,926</u>	<u>\$ 1,203,106</u>

**CITY OF REYNOLDSBURG, OHIO**

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**Combining Balance Sheet  
Nonmajor Debt Service Funds  
December 31, 2003**

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	Special Assessment Debt Retirement Fund	Taylor Square TIEF Debt Retirement Fund	Brice Main Debt Retirement Fund	Total Nonmajor Debt Service Funds
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 41,167	\$ 25,297	\$ 20,820	\$ 87,284
Investments	0	622,768	512,544	1,135,312
Receivables (net of allowance for doubtful accounts):				
Intergovernmental	0	36,000	9,839	45,839
Special Assessments	44,571	0	0	44,571
<b>Total Assets</b>	<u>\$ 85,738</u>	<u>\$ 684,065</u>	<u>\$ 543,203</u>	<u>\$ 1,313,006</u>
<b>Liabilities:</b>				
Deferred Revenue	44,571	36,000	9,839	90,410
<b>Total Liabilities</b>	<u>44,571</u>	<u>36,000</u>	<u>9,839</u>	<u>90,410</u>
<b>Fund Balances:</b>				
Reserved for Debt Service	41,167	648,065	533,364	1,222,596
<b>Total Fund Balances</b>	<u>41,167</u>	<u>648,065</u>	<u>533,364</u>	<u>1,222,596</u>
<b>Total Liabilities and Funds Balances</b>	<u>\$ 85,738</u>	<u>\$ 684,065</u>	<u>\$ 543,203</u>	<u>\$ 1,313,006</u>

**CITY OF REYNOLDSBURG, OHIO**

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***Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2003***

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	Special Assessment Debt Retirement Fund	Taylor Square TIEF Debt Retirement Fund	Brice Main TIEF Debt Retirement Fund	Total Nonmajor Debt Service Funds
<b>Revenues:</b>				
Taxes	\$ 0	\$ 720,043	\$ 197,140	\$ 917,183
Special Assessments	8,793	0	0	8,793
<b>Total Revenue</b>	<u>8,793</u>	<u>720,043</u>	<u>197,140</u>	<u>925,976</u>
<b>Expenditures:</b>				
General Government	0	135,565	13,826	149,391
Debt Service:				
Principal Retirement	10,000	45,000	0	55,000
Interest and Fiscal Charges	2,880	352,433	33,759	389,072
<b>Total Expenditures</b>	<u>12,880</u>	<u>532,998</u>	<u>47,585</u>	<u>593,463</u>
Net Change in Fund Balances	(4,087)	187,045	149,555	332,513
<b>Fund Balances at Beginning of Year</b>	<u>45,254</u>	<u>461,020</u>	<u>383,809</u>	<u>890,083</u>
<b>Fund Balances End of Year</b>	<u>\$ 41,167</u>	<u>\$ 648,065</u>	<u>\$ 533,364</u>	<u>\$ 1,222,596</u>

**CITY OF REYNOLDSBURG, OHIO**

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**Combining Balance Sheet  
Nonmajor Capital Projects Funds  
December 31, 2003**

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	Capital Equipment Fund	Sidewalk Construction Fund	Total Nonmajor Capital Projects Funds
<b>Assets:</b>			
Cash and Cash Equivalents	\$ 4,611	\$ 15,595	\$ 20,206
Investments	113,551	383,922	497,473
Receivables (net of allowance for doubtful accounts):			
Special Assessments	<u>0</u>	<u>159,576</u>	<u>159,576</u>
<b>Total Assets</b>	<u><u>\$ 118,162</u></u>	<u><u>\$ 559,093</u></u>	<u><u>\$ 677,255</u></u>
<b>Liabilities:</b>			
Accounts Payable	\$ 0	\$ 4,258	\$ 4,258
Deferred Revenue	<u>0</u>	<u>159,576</u>	<u>159,576</u>
<b>Total Liabilities</b>	<u>0</u>	<u>163,834</u>	<u>163,834</u>
<b>Fund Balances:</b>			
Reserved for Encumbrances	0	8,559	8,559
Unreserved, Undesignated in: Capital Projects Funds	<u>118,162</u>	<u>386,700</u>	<u>504,862</u>
<b>Total Fund Balances</b>	<u>118,162</u>	<u>395,259</u>	<u>513,421</u>
<b>Total Liabilities and Funds Balances</b>	<u><u>\$ 118,162</u></u>	<u><u>\$ 559,093</u></u>	<u><u>\$ 677,255</u></u>

**CITY OF REYNOLDSBURG, OHIO**

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***Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2003***

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	Capital Equipment Fund	Sidewalk Construction Fund	Total Nonmajor Capital Project Funds
<b>Revenues:</b>			
Licenses and Permits	\$ 0	\$ 53,607	\$ 53,607
Special Assessments	0	35,105	35,105
<b>Total Revenue</b>	<u>0</u>	<u>88,712</u>	<u>88,712</u>
<b>Expenditures:</b>			
Capital Outlay	0	8,292	8,292
<b>Total Expenditures</b>	<u>0</u>	<u>8,292</u>	<u>8,292</u>
Excess (Deficiency) of Revenues Over Expenditures	0	80,420	80,420
<b>Other Financing Sources (Uses):</b>			
Transfers Out	(60,855)	(264,000)	(324,855)
<b>Total Other Financing Sources (Uses)</b>	<u>(60,855)</u>	<u>(264,000)</u>	<u>(324,855)</u>
Net Change in Fund Balances	(60,855)	(183,580)	(244,435)
<b>Fund Balances at Beginning of Year</b>	<u>179,017</u>	<u>578,839</u>	<u>757,856</u>
<b>Fund Balances End of Year</b>	<u>\$ 118,162</u>	<u>\$ 395,259</u>	<u>\$ 513,421</u>

**CITY OF REYNOLDSBURG, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2003**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes:				
Property Taxes	\$ 204,853	\$ 228,109	\$ 227,335	\$ (774)
Other Local Taxes	300,469	300,469	239,712	(60,757)
Total Taxes	<u>505,322</u>	<u>528,578</u>	<u>467,047</u>	<u>(61,531)</u>
Intergovernmental Revenues	1,588,628	1,590,594	1,988,854	398,260
Charges for Services	105,912	105,912	124,918	19,006
Licenses and Permits	411,947	411,947	340,422	(71,525)
Investment Earnings	866,564	866,564	289,094	(577,470)
Fines and Forfeitures	368,981	368,981	305,442	(63,539)
All Other Revenues	33,362	33,362	135,656	102,294
Total Revenues	<u>3,880,716</u>	<u>3,905,938</u>	<u>3,651,433</u>	<u>(254,505)</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Police Department:				
Personal Services	5,013,445	4,953,930	4,798,161	155,769
Materials and Supplies	207,521	226,366	209,337	17,029
Contractual Services	711,095	713,595	675,973	37,622
Capital Outlay	47,221	47,221	45,776	1,445
Total Security of Persons and Property	<u>5,979,282</u>	<u>5,941,112</u>	<u>5,729,247</u>	<u>211,865</u>
Public Health and Welfare Services:				
Miscellaneous:				
Contractual Services	164,500	164,500	153,435	11,065
Total Public Health and Welfare Services	<u>164,500</u>	<u>164,500</u>	<u>153,435</u>	<u>11,065</u>
Leisure Time Activities:				
Recreation Department:				
Personal Services	514,803	588,303	565,302	23,001
Materials and Supplies	79,744	79,744	75,673	4,071
Contractual Services	198,449	198,449	169,817	28,632
Capital Outlay	0	60,855	60,855	0
Total Leisure Time Activities	<u>792,996</u>	<u>927,351</u>	<u>871,647</u>	<u>55,704</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2003***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Community Environment:				
Building Department:				
Personal Services	377,231	379,717	365,761	13,956
Materials and Supplies	12,503	12,503	10,259	2,244
Contractual Services	99,582	99,582	80,463	19,119
Capital Outlay	500	500	181	319
Total Building Department	<u>489,816</u>	<u>492,302</u>	<u>456,664</u>	<u>35,638</u>
Service Department:				
Personal Services	397,559	397,559	384,705	12,854
Materials and Supplies	30,823	30,823	27,329	3,494
Contractual Services	255,731	261,293	219,491	41,802
Capital Outlay	1,700	1,700	1,480	220
Total Service Department	<u>685,813</u>	<u>691,375</u>	<u>633,005</u>	<u>58,370</u>
Total Community Environment	<u>1,175,629</u>	<u>1,183,677</u>	<u>1,089,669</u>	<u>94,008</u>
General Government:				
Mayor:				
Personal Services	157,655	157,655	156,163	1,492
Materials and Supplies	4,360	4,360	3,453	907
Contractual Services	44,593	54,593	48,823	5,770
Capital Outlay	750	750	148	602
Total Mayor	<u>207,358</u>	<u>217,358</u>	<u>208,587</u>	<u>8,771</u>
City Council:				
Personal Services	244,562	252,062	250,723	1,339
Materials and Supplies	1,686	1,686	1,088	598
Contractual Services	59,493	57,993	36,404	21,589
Total City Council	<u>305,741</u>	<u>311,741</u>	<u>288,215</u>	<u>23,526</u>
Auditor:				
Personal Services	294,051	294,640	294,000	640
Materials and Supplies	5,000	5,000	4,987	13
Contractual Services	116,649	116,649	87,039	29,610
Capital Outlay	1,700	1,700	1,648	52
Total Auditor	<u>417,400</u>	<u>417,989</u>	<u>387,674</u>	<u>30,315</u>

(Continued)

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2003***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
City Attorney:				
Personal Services	300,710	300,710	294,845	5,865
Materials and Supplies	2,100	2,100	584	1,516
Contractual Services	108,872	98,872	69,041	29,831
Total City Attorney	<u>411,682</u>	<u>401,682</u>	<u>364,470</u>	<u>37,212</u>
Development Director:				
Personal Services	215,763	215,763	203,774	11,989
Materials and Supplies	2,860	2,860	2,341	519
Contractual Services	99,305	99,305	62,631	36,674
Capital Outlay	3,600	3,600	1,554	2,046
Total Development Director	<u>321,528</u>	<u>321,528</u>	<u>270,300</u>	<u>51,228</u>
Clerk of Court:				
Personal Services	183,448	163,448	151,263	12,185
Materials and Supplies	7,280	7,280	6,123	1,157
Contractual Services	93,058	93,058	82,444	10,614
Total Clerk of Court	<u>283,786</u>	<u>263,786</u>	<u>239,830</u>	<u>23,956</u>
Human Resources:				
Personal Services	124,877	124,877	124,642	235
Materials and Supplies	17,201	17,201	9,704	7,497
Contractual Services	40,670	40,670	25,523	15,147
Capital Outlay	2,700	2,700	1,540	1,160
Total Human Resources	<u>185,448</u>	<u>185,448</u>	<u>161,409</u>	<u>24,039</u>
Computer Systems:				
Personal Services	145,402	147,727	146,654	1,073
Materials and Supplies	6,500	6,500	6,373	127
Contractual Services	26,985	26,985	19,475	7,510
Capital Outlay	7,250	7,250	7,140	110
Total Computer Systems	<u>186,137</u>	<u>188,462</u>	<u>179,642</u>	<u>8,820</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Year Ended December 31, 2003***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Vehicle Maintenance:</b>				
Personal Services	108,022	108,022	106,193	1,829
Materials and Supplies	51,070	62,833	60,265	2,568
Contractual Services	<u>20,040</u>	<u>26,040</u>	<u>21,745</u>	<u>4,295</u>
Total Vehicle Maintenance	<u>179,132</u>	<u>196,895</u>	<u>188,203</u>	<u>8,692</u>
<b>Commissions:</b>				
Personal Services	21,553	22,553	21,765	788
Materials and Supplies	400	400	0	400
Contractual Services	17,955	17,955	13,341	4,614
Capital Outlay	<u>500</u>	<u>500</u>	<u>0</u>	<u>500</u>
Total Commissions	<u>40,408</u>	<u>41,408</u>	<u>35,106</u>	<u>6,302</u>
<b>General Administrative:</b>				
Personal Services	32,500	52,540	41,613	10,927
Materials and Supplies	14,472	14,472	10,262	4,210
Contractual Services	442,417	436,917	363,374	73,543
Capital Outlay	<u>12,811</u>	<u>60,946</u>	<u>61,671</u>	<u>(725)</u>
Total General Administrative	<u>502,200</u>	<u>564,875</u>	<u>476,920</u>	<u>87,955</u>
Total General Government	<u>3,040,820</u>	<u>3,111,172</u>	<u>2,800,356</u>	<u>310,816</u>
Total Expenditures	<u>11,153,227</u>	<u>11,327,812</u>	<u>10,644,354</u>	<u>683,458</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,272,511)	(7,421,874)	(6,992,921)	428,953
<b>Other Financing Sources (Uses):</b>				
Transfers In	6,415,631	6,415,631	8,348,999	1,933,368
Transfers Out	<u>(110,614)</u>	<u>(1,001,727)</u>	<u>(1,001,727)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>6,305,017</u>	<u>5,413,904</u>	<u>7,347,272</u>	<u>1,933,368</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(967,494)	(2,007,970)	354,351	2,362,321
Fund Balance at Beginning of Year	3,397,267	3,397,267	3,397,267	0
Prior Year Encumbrances	<u>342,687</u>	<u>342,687</u>	<u>342,687</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2,772,460</u>	<u>\$ 1,731,984</u>	<u>\$ 4,094,305</u>	<u>\$ 2,362,321</u>

**CITY OF REYNOLDSBURG, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Special Revenue Fund  
For the Year Ended December 31, 2003**

	INCOME TAX FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>				
Taxes	\$ 8,950,000	\$ 8,950,000	\$ 9,818,646	\$ 868,646
Investment Earnings	50,000	50,000	14,159	(35,841)
Total Revenues	<u>9,000,000</u>	<u>9,000,000</u>	<u>9,832,805</u>	<u>832,805</u>
<b>Expenditures:</b>				
General Government:				
Personal Services	53,886	53,886	53,270	616
Materials and Supplies	1,231	1,231	1,050	181
Contractual Services	79,262	390,592	337,530	53,062
Capital Outlay	560	1,430	1,413	17
Total Expenditures	<u>134,939</u>	<u>447,139</u>	<u>393,263</u>	<u>53,876</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	8,865,061	8,552,861	9,439,542	886,681
<b>Other Financing Sources (Uses):</b>				
Transfers Out	0	(9,122,435)	(9,122,435)	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>(9,122,435)</u>	<u>(9,122,435)</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	8,865,061	(569,574)	317,107	886,681
Fund Balance at Beginning of Year	1,335,837	1,335,837	1,335,837	0
Prior Year Encumbrances	143	143	143	0
Fund Balance at End of Year	<u>\$ 10,201,041</u>	<u>\$ 766,406</u>	<u>\$ 1,653,087</u>	<u>\$ 886,681</u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Special Revenue Fund  
For the Year Ended December 31, 2003***

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	PERMISSIVE TAX FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 222,584	\$ 222,584	\$ 529,673	\$ 307,089
Investment Earnings	<u>19,508</u>	<u>19,508</u>	<u>3,494</u>	<u>(16,014)</u>
Total Revenues	<u>242,092</u>	<u>242,092</u>	<u>533,167</u>	<u>291,075</u>
<b>Expenditures:</b>				
Transportation:				
Contractual Services	<u>10,000</u>	<u>10,000</u>	<u>7,001</u>	<u>2,999</u>
Total Expenditures	<u>10,000</u>	<u>10,000</u>	<u>7,001</u>	<u>2,999</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	232,092	232,092	526,166	294,074
<b>Other Financing Sources (Uses):</b>				
Transfers Out	<u>(120,816)</u>	<u>(533,329)</u>	<u>(533,329)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(120,816)</u>	<u>(533,329)</u>	<u>(533,329)</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	111,276	(301,237)	(7,163)	294,074
Fund Balance at Beginning of Year	<u>517,453</u>	<u>517,453</u>	<u>517,453</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 628,729</u>	<u>\$ 216,216</u>	<u>\$ 510,290</u>	<u>\$ 294,074</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Debt Service Fund  
For the Year Ended December 31, 2003***

GENERAL DEBT RETIREMENT FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Investment Earnings	\$ 0	\$ 0	\$ 49,052	\$ 49,052
Total Revenues	<u>0</u>	<u>0</u>	<u>49,052</u>	<u>49,052</u>
<b>Expenditures:</b>				
Debt Service:				
Principal Retirement	880,569	4,013,769	4,013,769	0
Interest and Fiscal Charges	566,234	778,970	774,939	4,031
Total Expenditures	<u>1,446,803</u>	<u>4,792,739</u>	<u>4,788,708</u>	<u>4,031</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,446,803)	(4,792,739)	(4,739,656)	53,083
<b>Other Financing Sources (Uses):</b>				
Proceeds from the Sale of Bonds	0	3,651,447	3,221,584	(429,863)
Transfers In	1,290,819	1,290,819	1,671,630	380,811
Transfers Out	0	(169,711)	(169,711)	0
Total Other Financing Sources (Uses)	<u>1,290,819</u>	<u>4,772,555</u>	<u>4,723,503</u>	<u>(49,052)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(155,984)	(20,184)	(16,153)	4,031
Fund Balance at Beginning of Year	<u>1,459,244</u>	<u>1,459,244</u>	<u>1,459,244</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,303,260</u>	<u>\$ 1,439,060</u>	<u>\$ 1,443,091</u>	<u>\$ 4,031</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Capital Projects Fund  
For the Year Ended December 31, 2003***

<b>CAPITAL IMPROVEMENT FUND</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 0	\$ 0	\$ 11,087	\$ 11,087
Investment Earnings	0	0	991	991
Total Revenues	<u>0</u>	<u>0</u>	<u>12,078</u>	<u>12,078</u>
<b>Expenditures:</b>				
Capital Outlay	566,990	1,521,258	1,383,504	137,754
Total Expenditures	<u>566,990</u>	<u>1,521,258</u>	<u>1,383,504</u>	<u>137,754</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(566,990)	(1,521,258)	(1,371,426)	149,832
<b>Other Financing Sources (Uses):</b>				
Transfers In	1,226,000	1,226,000	1,887,951	661,951
Transfers Out	0	(103,562)	(103,562)	0
Total Other Financing Sources (Uses)	<u>1,226,000</u>	<u>1,122,438</u>	<u>1,784,389</u>	<u>661,951</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	659,010	(398,820)	412,963	811,783
Fund Balance at Beginning of Year	518,944	518,944	518,944	0
Prior Year Encumbrances	398,100	398,100	398,100	0
Fund Balance at End of Year	<u>\$ 1,576,054</u>	<u>\$ 518,224</u>	<u>\$ 1,330,007</u>	<u>\$ 811,783</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Capital Projects Fund  
For the Year Ended December 31, 2003***

<b>BRICE-MAIN TIF FUND</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Investment Earnings	\$ 0	\$ 0	\$ 22,197	\$ 22,197
All Other Revenues	0	3,795	23,850	20,055
Total Revenues	<u>0</u>	<u>3,795</u>	<u>46,047</u>	<u>42,252</u>
<b>Expenditures:</b>				
Capital Outlay	0	5,934,786	5,233,628	701,158
<b>Debt Service:</b>				
Interest and Fiscal Charges	0	10,906	69,096	(58,190)
Total Expenditures	<u>0</u>	<u>5,945,692</u>	<u>5,302,724</u>	<u>642,968</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(5,941,897)	(5,256,677)	685,220
<b>Other Financing Sources (Uses):</b>				
Proceeds from General Obligation Bonds	0	4,300,000	4,300,000	0
Proceeds from OPWC Loans	0	775,000	737,161	(37,839)
Transfers In	0	885,825	885,825	0
Transfers Out	0	0	(565,750)	(565,750)
Total Other Financing Sources (Uses)	<u>0</u>	<u>5,960,825</u>	<u>5,357,236</u>	<u>(603,589)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	0	18,928	100,559	81,631
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 18,928</u>	<u>\$ 100,559</u>	<u>\$ 81,631</u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

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	FEMA GRANT FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 0	\$ 16,363	\$ 16,363	\$ 0
Total Revenues	<u>0</u>	<u>16,363</u>	<u>16,363</u>	<u>0</u>
<b>Expenditures:</b>				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	16,363	16,363	0
<b>Other Financing Sources (Uses):</b>				
Transfers Out	0	(16,363)	(16,363)	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>(16,363)</u>	<u>(16,363)</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	0	0	0	0
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

<b>COURT COMPUTERIZATION FUND</b>				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
<b>Revenues:</b>				
Fines and Forfeitures	\$ 0	\$ 15,075	\$ 15,075	\$ 0
Total Revenues	<u>0</u>	<u>15,075</u>	<u>15,075</u>	<u>0</u>
<b>Expenditures:</b>				
General Government:				
Materials and Supplies	0	15,075	501	14,574
Contractual Services	0	0	1,041	(1,041)
Capital Outlay	<u>0</u>	<u>0</u>	<u>2,600</u>	<u>(2,600)</u>
Total Expenditures	<u>0</u>	<u>15,075</u>	<u>4,142</u>	<u>10,933</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	10,933	10,933
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 10,933</u>	<u>\$ 10,933</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

	<b>POLICE PENSION FUND</b>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>				
Taxes	\$ 151,216	\$ 168,392	\$ 160,215	\$ (8,177)
Intergovernmental Revenues	13,230	14,678	20,015	5,337
Total Revenues	<u>164,446</u>	<u>183,070</u>	<u>180,230</u>	<u>(2,840)</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Contractual Services	<u>0</u>	<u>2,112</u>	<u>2,112</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>2,112</u>	<u>2,112</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	164,446	180,958	178,118	(2,840)
<b>Other Financing Sources (Uses):</b>				
Transfers Out	<u>(130,000)</u>	<u>(130,000)</u>	<u>(130,000)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(130,000)</u>	<u>(130,000)</u>	<u>(130,000)</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	34,446	50,958	48,118	(2,840)
Fund Balance at Beginning of Year	<u>94,384</u>	<u>94,384</u>	<u>94,384</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 128,830</u>	<u>\$ 145,342</u>	<u>\$ 142,502</u>	<u>\$ (2,840)</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

**STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 834,449	\$ 834,449	\$ 870,484	\$ 36,035
Investment Earnings	10,101	10,101	2,232	(7,869)
All Other Revenues	<u>0</u>	<u>0</u>	<u>5,538</u>	<u>5,538</u>
Total Revenues	<u>844,550</u>	<u>844,550</u>	<u>878,254</u>	<u>33,704</u>
<b>Expenditures:</b>				
Transportation:				
Personal Services	507,989	534,148	532,356	1,792
Materials and Supplies	113,779	117,842	114,566	3,276
Contractual Services	94,577	99,577	95,826	3,751
Debt Service:				
Principal Retirement	15,900	108,300	108,300	0
Interest and Fiscal Charges	<u>5,199</u>	<u>9,443</u>	<u>9,443</u>	<u>0</u>
Total Expenditures	<u>737,444</u>	<u>869,310</u>	<u>860,491</u>	<u>8,819</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	107,106	(24,760)	17,763	42,523
<b>Other Financing Sources (Uses):</b>				
Proceeds from the Sale of Bonds	0	0	97,548	97,548
Transfers In	0	0	12,600	12,600
Transfers Out	<u>0</u>	<u>(159,900)</u>	<u>(159,900)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>(159,900)</u>	<u>(49,752)</u>	<u>110,148</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	107,106	(184,660)	(31,989)	152,671
Fund Balance at Beginning of Year	261,367	261,367	261,367	0
Prior Year Encumbrances	<u>7,689</u>	<u>7,689</u>	<u>7,689</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 376,162</u>	<u>\$ 84,396</u>	<u>\$ 237,067</u>	<u>\$ 152,671</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

STATE HIGHWAY FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 66,017	\$ 66,017	\$ 70,367	\$ 4,350
Investment Earnings	3,899	3,899	1,300	(2,599)
Total Revenues	<u>69,916</u>	<u>69,916</u>	<u>71,667</u>	<u>1,751</u>
<b>Expenditures:</b>				
Transportation:				
Materials and Supplies	31,602	31,602	31,602	0
Contractual Services	29,153	29,153	29,152	1
Total Expenditures	<u>60,755</u>	<u>60,755</u>	<u>60,754</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	9,161	9,161	10,913	1,752
<b>Other Financing Sources (Uses):</b>				
Transfers Out	0	(50,000)	(50,000)	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	9,161	(40,839)	(39,087)	1,752
Fund Balance at Beginning of Year	141,333	141,333	141,333	0
Prior Year Encumbrances	7,955	7,955	7,955	0
Fund Balance at End of Year	<u>\$ 158,449</u>	<u>\$ 108,449</u>	<u>\$ 110,201</u>	<u>\$ 1,752</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

<b>COPS FAST GRANT FUND</b>				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 0	\$ 0	\$ 5,282	\$ 5,282
Total Revenues	<u>0</u>	<u>0</u>	<u>5,282</u>	<u>5,282</u>
<b>Expenditures:</b>				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	5,282	5,282
<b>Other Financing Sources (Uses):</b>				
Transfers Out	<u>0</u>	<u>(242,218)</u>	<u>(242,218)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>(242,218)</u>	<u>(242,218)</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	0	(242,218)	(236,936)	5,282
Fund Balance at Beginning of Year	<u>242,218</u>	<u>242,218</u>	<u>242,218</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 242,218</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 5,282</u></u>	<u><u>\$ 5,282</u></u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

<b>DIVERSION GRANT FUND</b>				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
<b>Revenues:</b>				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>				
Total Expenditures	0	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
<b>Other Financing Sources (Uses):</b>				
Transfers Out	0	(75,766)	(75,766)	0
Total Other Financing Sources (Uses)	0	(75,766)	(75,766)	0
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	0	(75,766)	(75,766)	0
Fund Balance at Beginning of Year	75,766	75,766	75,766	0
Fund Balance at End of Year	<u>\$ 75,766</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

<b>COPS IN SCHOOL FUND</b>				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 0	\$ 52,477	\$ 18,059	\$ (34,418)
Total Revenues	<u>0</u>	<u>52,477</u>	<u>18,059</u>	<u>(34,418)</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Personal Services	<u>0</u>	<u>45,181</u>	<u>38,291</u>	<u>6,890</u>
Total Expenditures	<u>0</u>	<u>45,181</u>	<u>38,291</u>	<u>6,890</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	7,296	(20,232)	(27,528)
<b>Other Financing Sources (Uses):</b>				
Transfers In	<u>0</u>	<u>0</u>	<u>45,181</u>	<u>45,181</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>45,181</u>	<u>45,181</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	0	7,296	24,949	17,653
Fund Balance at Beginning of Year	<u>29,550</u>	<u>29,550</u>	<u>29,550</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 29,550</u>	<u>\$ 36,846</u>	<u>\$ 54,499</u>	<u>\$ 17,653</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

<b>COPS MORE 2000 GRANT FUND</b>				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 0	\$ 0	\$ 18,603	\$ 18,603
Total Revenues	<u>0</u>	<u>0</u>	<u>18,603</u>	<u>18,603</u>
<b>Expenditures:</b>				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	18,603	18,603
<b>Other Financing Sources (Uses):</b>				
Transfers Out	<u>0</u>	<u>(13,600)</u>	<u>(13,600)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>(13,600)</u>	<u>(13,600)</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	0	(13,600)	5,003	18,603
Fund Balance at Beginning of Year	<u>13,600</u>	<u>13,600</u>	<u>13,600</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 13,600</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 18,603</u></u>	<u><u>\$ 18,603</u></u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

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<b>LOCAL LAW ENFORCEMENT BLOCK GRANT FUND</b>				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
<b>Revenues:</b>				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>				
Security of Persons and Property:				
Total Expenditures	0	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	956	956	956	0
Fund Balance at End of Year	<u>\$ 956</u>	<u>\$ 956</u>	<u>\$ 956</u>	<u>\$ 0</u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

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<b>LOCAL LAW ENFORCEMENT BLOCK GRANT 2002 FUND</b>				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 0	\$ 10,650	\$ 10,650	\$ 0
Total Revenues	<u>0</u>	<u>10,650</u>	<u>10,650</u>	<u>0</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Personal Services	0	8,372	8,372	0
Capital Outlay	0	3,461	3,381	80
Total Expenditures	<u>0</u>	<u>11,833</u>	<u>11,753</u>	<u>80</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(1,183)	(1,103)	80
Fund Balance at Beginning of Year	<u>1,183</u>	<u>1,183</u>	<u>1,183</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,183</u>	<u>\$ 0</u>	<u>\$ 80</u>	<u>\$ 80</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

<b>G.R.E.A.T. GRANT FUND</b>				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
<b>Revenues:</b>				
Intergovernmental Revenues	\$ 0	\$ 17,941	\$ 6,666	\$ (11,275)
Total Revenues	<u>0</u>	<u>17,941</u>	<u>6,666</u>	<u>(11,275)</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Materials and Supplies	<u>0</u>	<u>17,342</u>	<u>11,639</u>	<u>5,703</u>
Total Expenditures	<u>0</u>	<u>17,342</u>	<u>11,639</u>	<u>5,703</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	599	(4,973)	(5,572)
<b>Other Financing Sources (Uses):</b>				
Transfers In	<u>0</u>	<u>0</u>	<u>17,342</u>	<u>17,342</u>
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>17,342</u>	<u>17,342</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	0	599	12,369	11,770
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 599</u>	<u>\$ 12,369</u>	<u>\$ 11,770</u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

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	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Fines and Forfeitures	\$ 6,000	\$ 6,000	\$ 0	\$ (6,000)
All Other Revenues	<u>0</u>	<u>0</u>	<u>1,700</u>	<u>1,700</u>
Total Revenues	<u>6,000</u>	<u>6,000</u>	<u>1,700</u>	<u>(4,300)</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Materials and Supplies	<u>13,866</u>	<u>15,566</u>	<u>0</u>	<u>15,566</u>
Total Expenditures	<u>13,866</u>	<u>15,566</u>	<u>0</u>	<u>15,566</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,866)	(9,566)	1,700	11,266
Fund Balance at Beginning of Year	<u>13,866</u>	<u>13,866</u>	<u>13,866</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 6,000</u>	<u>\$ 4,300</u>	<u>\$ 15,566</u>	<u>\$ 11,266</u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

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<b>DRUG ENFORCEMENT FUND</b>				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>				
Fines and Forfeitures	\$ 1,000	\$ 4,738	\$ 4,738	\$ 0
Total Revenues	<u>1,000</u>	<u>4,738</u>	<u>4,738</u>	<u>0</u>
<b>Expenditures:</b>				
Security of Persons and Property:				
Materials and Supplies	<u>3,077</u>	<u>7,815</u>	<u>0</u>	<u>7,815</u>
Total Expenditures	<u>3,077</u>	<u>7,815</u>	<u>0</u>	<u>7,815</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,077)	(3,077)	4,738	7,815
Fund Balance at Beginning of Year	<u>3,077</u>	<u>3,077</u>	<u>3,077</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 1,000</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 7,815</u></u>	<u><u>\$ 7,815</u></u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

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	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Fines and Forfeitures	<u>\$ 1,000</u>	<u>\$ 1,026</u>	<u>\$ 1,026</u>	<u>\$ 0</u>
Total Revenues	<u>1,000</u>	<u>1,026</u>	<u>1,026</u>	<u>0</u>
<b>Expenditures:</b>				
Materials and Supplies	<u>5,497</u>	<u>6,523</u>	<u>0</u>	<u>6,523</u>
Total Expenditures	<u>5,497</u>	<u>6,523</u>	<u>0</u>	<u>6,523</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,497)	(5,497)	1,026	6,523
Fund Balance at Beginning of Year	<u>5,497</u>	<u>5,497</u>	<u>5,497</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,000</u>	<u>\$ 0</u>	<u>\$ 6,523</u>	<u>\$ 6,523</u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

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<b>DUI EDUCATION/ENFORCEMENT FUND</b>				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
<b>Revenues:</b>				
Fines and Forfeitures	\$ 4,000	\$ 4,000	\$ 3,684	\$ (316)
Total Revenues	<u>4,000</u>	<u>4,000</u>	<u>3,684</u>	<u>(316)</u>
<b>Expenditures:</b>				
Security of Persons and Property				
Materials and Supplies	<u>14,583</u>	<u>18,267</u>	<u>0</u>	<u>18,267</u>
Total Expenditures	<u>14,583</u>	<u>18,267</u>	<u>0</u>	<u>18,267</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,583)	(14,267)	3,684	17,951
Fund Balance at Beginning of Year	<u>14,584</u>	<u>14,584</u>	<u>14,584</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 4,001</u></u>	<u><u>\$ 317</u></u>	<u><u>\$ 18,268</u></u>	<u><u>\$ 17,951</u></u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

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<b>FEDERAL FORFEITURE FUND</b>				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
<b>Revenues:</b>				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>				
Security of Persons and Property:				
Materials and Supplies	5,075	5,075	0	5,075
Total Expenditures	<u>5,075</u>	<u>5,075</u>	<u>0</u>	<u>5,075</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,075)	(5,075)	0	5,075
Fund Balance at Beginning of Year	<u>5,075</u>	<u>5,075</u>	<u>5,075</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 5,075</u></u>	<u><u>\$ 5,075</u></u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

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	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
All Other Revenues	\$ 500	\$ 500	\$ 0	\$ (500)
Total Revenues	<u>500</u>	<u>500</u>	<u>0</u>	<u>(500)</u>
<b>Expenditures:</b>				
Community Environment:				
Materials and Supplies	<u>6,820</u>	<u>6,820</u>	<u>0</u>	<u>6,820</u>
Total Expenditures	<u>6,820</u>	<u>6,820</u>	<u>0</u>	<u>6,820</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,320)	(6,320)	0	6,320
Fund Balance at Beginning of Year	<u>20,710</u>	<u>20,710</u>	<u>20,710</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 14,390</u>	<u>\$ 14,390</u>	<u>\$ 20,710</u>	<u>\$ 6,320</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

SUPERVISION AND INSPECTION FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Charges for Services	\$ 0	\$ 0	\$ 177,218	\$ 177,218
Total Revenues	<u>0</u>	<u>0</u>	<u>177,218</u>	<u>177,218</u>
<b>Expenditures:</b>				
Community Environment:				
Contractual Services	207,807	384,357	327,842	56,515
Total Expenditures	<u>207,807</u>	<u>384,357</u>	<u>327,842</u>	<u>56,515</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(207,807)	(384,357)	(150,624)	233,733
<b>Other Financing Sources (Uses):</b>				
Transfers In	200,000	200,000	0	(200,000)
Total Other Financing Sources (Uses)	<u>200,000</u>	<u>200,000</u>	<u>0</u>	<u>(200,000)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(7,807)	(184,357)	(150,624)	33,733
Fund Balance at Beginning of Year	96,529	96,529	96,529	0
Prior Year Encumbrances	145,094	145,094	145,094	0
Fund Balance at End of Year	<u>\$ 233,816</u>	<u>\$ 57,266</u>	<u>\$ 90,999</u>	<u>\$ 33,733</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

<b>PLOT, GRADE AND UTILITY PLANS FUND</b>				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues:</b>				
Charges for Services	\$ 0	\$ 0	\$ 13,000	\$ 13,000
Total Revenues	<u>0</u>	<u>0</u>	<u>13,000</u>	<u>13,000</u>
<b>Expenditures:</b>				
Community Environment:				
Contractual Services	11,859	22,357	16,009	6,348
Total Expenditures	<u>11,859</u>	<u>22,357</u>	<u>16,009</u>	<u>6,348</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,859)	(22,357)	(3,009)	19,348
<b>Other Financing Sources (Uses):</b>				
Transfers In	15,000	15,000	0	(15,000)
Total Other Financing Sources (Uses)	<u>15,000</u>	<u>15,000</u>	<u>0</u>	<u>(15,000)</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	3,141	(7,357)	(3,009)	4,348
Fund Balance at Beginning of Year	11,692	11,692	11,692	0
Prior Year Encumbrances	6,139	6,139	6,139	0
Fund Balance at End of Year	<u>\$ 20,972</u>	<u>\$ 10,474</u>	<u>\$ 14,822</u>	<u>\$ 4,348</u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

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	UNCLAIMED FUNDS FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
<b>Revenues:</b>				
All Other Revenues	\$ 2,500	\$ 2,500	\$ 186	\$ (2,314)
Total Revenues	<u>2,500</u>	<u>2,500</u>	<u>186</u>	<u>(2,314)</u>
<b>Expenditures:</b>				
General Government:				
Other Operating Expenditures	<u>6,827</u>	<u>6,827</u>	<u>173</u>	<u>6,654</u>
Total Expenditures	<u>6,827</u>	<u>6,827</u>	<u>173</u>	<u>6,654</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,327)	(4,327)	13	4,340
Fund Balance at Beginning of Year	<u>8,947</u>	<u>8,947</u>	<u>8,947</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4,620</u>	<u>\$ 4,620</u>	<u>\$ 8,960</u>	<u>\$ 4,340</u>

**CITY OF REYNOLDSBURG, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

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	<b>EMPLOYEES FUND</b>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>				
All Other Revenues	<u>\$ 3,000</u>	<u>\$ 3,000</u>	<u>\$ 2,047</u>	<u>\$ (953)</u>
Total Revenues	<u>3,000</u>	<u>3,000</u>	<u>2,047</u>	<u>(953)</u>
<b>Expenditures:</b>				
Materials and Supplies	<u>497</u>	<u>2,544</u>	<u>1,711</u>	<u>833</u>
Total Expenditures	<u>497</u>	<u>2,544</u>	<u>1,711</u>	<u>833</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,503	456	336	(120)
Fund Balance at Beginning of Year	<u>508</u>	<u>508</u>	<u>508</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 3,011</u>	<u>\$ 964</u>	<u>\$ 844</u>	<u>\$ (120)</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Fund  
For the Year Ended December 31, 2003***

<b>ENGINEERING FEES/PLAN REVIEW DEPOSITS FUND</b>				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>				
Charges for Services	\$ 40,000	\$ 52,527	\$ 53,722	\$ 1,195
Total Revenues	<u>40,000</u>	<u>52,527</u>	<u>53,722</u>	<u>1,195</u>
<b>Expenditures:</b>				
Community Environment:				
Contractual Services	13,515	66,003	56,239	9,764
Total Expenditures	<u>13,515</u>	<u>66,003</u>	<u>56,239</u>	<u>9,764</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	26,485	(13,476)	(2,517)	10,959
Fund Balance at Beginning of Year	8,772	8,772	8,772	0
Prior Year Encumbrances	4,743	4,743	4,743	0
Fund Balance at End of Year	<u>\$ 40,000</u>	<u>\$ 39</u>	<u>\$ 10,998</u>	<u>\$ 10,959</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2003***

**SPECIAL ASSESSMENT DEBT RETIREMENT FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Special Assessments	\$ 12,000	\$ 12,000	\$ 8,793	\$ (3,207)
Total Revenues	<u>12,000</u>	<u>12,000</u>	<u>8,793</u>	<u>(3,207)</u>
<b>Expenditures:</b>				
Debt Service:				
Principal Retirement	10,000	10,000	10,000	0
Interest and Fiscal Charges	<u>2,882</u>	<u>2,882</u>	<u>2,880</u>	<u>2</u>
Total Expenditures	<u>12,882</u>	<u>12,882</u>	<u>12,880</u>	<u>2</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(882)	(882)	(4,087)	(3,205)
Fund Balance at Beginning of Year	<u>45,254</u>	<u>45,254</u>	<u>45,254</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 44,372</u>	<u>\$ 44,372</u>	<u>\$ 41,167</u>	<u>\$ (3,205)</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2003***

**TAYLOR SQUARE TIEF DEBT RETIREMENT FUND**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Revenues:</b>				
Taxes	\$ 500,000	\$ 500,000	\$ 720,043	\$ 220,043
Total Revenues	<u>500,000</u>	<u>500,000</u>	<u>720,043</u>	<u>220,043</u>
<b>Expenditures:</b>				
General Government:				
Contractual Services	0	32,365	32,365	0
Other Operating Expenditures	10,321	140,321	115,490	24,831
Debt Service:				
Principal Retirement	45,000	45,000	45,000	0
Interest and Fiscal Charges	352,435	352,435	352,433	2
Total Expenditures	<u>407,756</u>	<u>570,121</u>	<u>545,288</u>	<u>24,833</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	92,244	(70,121)	174,755	244,876
<b>Other Financing Sources (Uses):</b>				
Transfers In	397,433	397,433	397,435	2
Transfers Out	0	(397,435)	(397,435)	0
Total Other Financing Sources (Uses)	<u>397,433</u>	<u>(2)</u>	<u>0</u>	<u>2</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	489,677	(70,123)	174,755	244,878
Fund Balance at Beginning of Year	473,310	473,310	473,310	0
Fund Balance at End of Year	<u>\$ 962,987</u>	<u>\$ 403,187</u>	<u>\$ 648,065</u>	<u>\$ 244,878</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2003***

<b>BRICE-MAIN TIF FUND</b>				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>				
Taxes	\$ 250,000	\$ 250,000	\$ 197,140	\$ (52,860)
Total Revenues	<u>250,000</u>	<u>250,000</u>	<u>197,140</u>	<u>(52,860)</u>
<b>Expenditures:</b>				
General Government:				
Contractual Services	0	1,997	1,997	0
Other Operating Expenditures	89,650	121,650	101,479	20,171
Debt Service:				
Interest and Fiscal Charges	0	33,760	33,759	1
Total Expenditures	<u>89,650</u>	<u>157,407</u>	<u>137,235</u>	<u>20,172</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	160,350	92,593	59,905	(32,688)
Fund Balance at Beginning of Year	383,809	383,809	383,809	0
Prior Year Encumbrances	89,650	89,650	89,650	0
Fund Balance at End of Year	<u>\$ 633,809</u>	<u>\$ 566,052</u>	<u>\$ 533,364</u>	<u>\$ (32,688)</u>

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2003***

CAPITAL EQUIPMENT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
<b>Expenditures:</b>				
Total Expenditures	0	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
<b>Other Financing Sources (Uses):</b>				
Transfers In	225,000	225,000	0	(225,000)
Transfers Out	0	(60,855)	(60,855)	0
Total Other Financing Sources (Uses)	225,000	164,145	(60,855)	(225,000)
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	225,000	164,145	(60,855)	(225,000)
Fund Balance at Beginning of Year	179,017	179,017	179,017	0
Fund Balance at End of Year	\$ 404,017	\$ 343,162	\$ 118,162	\$ (225,000)

**CITY OF REYNOLDSBURG, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2003***

<b>SIDEWALK CONSTRUCTION FUND</b>				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>Revenues:</b>				
Licenses and Permits	\$ 192,500	\$ 192,500	\$ 53,607	\$ (138,893)
Special Assessments	0	0	35,105	35,105
Total Revenues	<u>192,500</u>	<u>192,500</u>	<u>88,712</u>	<u>(103,788)</u>
<b>Expenditures:</b>				
Capital Outlay	32,892	43,886	19,453	24,433
Total Expenditures	<u>32,892</u>	<u>43,886</u>	<u>19,453</u>	<u>24,433</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	159,608	148,614	69,259	(79,355)
<b>Other Financing Sources (Uses):</b>				
Transfers Out	0	(264,000)	(264,000)	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>(264,000)</u>	<u>(264,000)</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	159,608	(115,386)	(194,741)	(79,355)
Fund Balance at Beginning of Year	548,549	548,549	548,549	0
Prior Year Encumbrances	32,892	32,892	32,892	0
Fund Balance at End of Year	<u>\$ 741,049</u>	<u>\$ 466,055</u>	<u>\$ 386,700</u>	<u>\$ (79,355)</u>

***Fiduciary Funds***

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

***Agency Fund***

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**Mayor's Court Fund**

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

**School Activities Fund**

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

**Miscellaneous Agency Fund**

To account primarily for insurance copayments.

**Board of Building Standards Fund**

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

**Reynoldsburg Visitors and Activities Bureau Fund**

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

**Columbus Sewer Capacity Fund**

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

**CITY OF REYNOLDSBURG, OHIO**

***Combining Statement Of Changes In Assets And Liabilities  
Agency Fund  
For the Year Ended December 31, 2003***

	Balance December 31, 2002	Additions	Deductions	Balance December 31, 2003
<u>Mayor's Court:</u>				
Assets:				
Cash and Cash Equivalents	\$5,400	\$405,496	(\$403,599)	\$7,297
Total Assets	<u>\$5,400</u>	<u>\$405,496</u>	<u>(\$403,599)</u>	<u>\$7,297</u>
Liabilities:				
Due to Other Funds	\$0	\$308,231	(\$308,231)	\$0
Intergovernmental Payable	4,300	49,493	(48,404)	5,389
Due to Others	1,100	47,772	(46,964)	1,908
Total Liabilities	<u>\$5,400</u>	<u>\$405,496</u>	<u>(\$403,599)</u>	<u>\$7,297</u>
<u>School Activities:</u>				
Assets:				
Cash and Cash Equivalents	\$17,562	\$29,082	(\$18,475)	\$28,169
Accounts Receivable	55	161	(55)	161
Total Assets	<u>\$17,617</u>	<u>\$29,243</u>	<u>(\$18,530)</u>	<u>\$28,330</u>
Liabilities:				
Due to Others	\$17,617	\$29,243	(\$18,530)	\$28,330
Total Liabilities	<u>\$17,617</u>	<u>\$29,243</u>	<u>(\$18,530)</u>	<u>\$28,330</u>
<u>Miscellaneous:</u>				
Assets:				
Cash and Cash Equivalents	\$15,812	\$59,715	(\$59,277)	\$16,250
Accounts Receivable	301	2,061	(301)	2,061
Total Assets	<u>\$16,113</u>	<u>\$61,776</u>	<u>(\$59,578)</u>	<u>\$18,311</u>
Liabilities:				
Due to Others	\$16,113	\$61,776	(\$59,578)	\$18,311
Total Liabilities	<u>\$16,113</u>	<u>\$61,776</u>	<u>(\$59,578)</u>	<u>\$18,311</u>
<u>Board of Building Standards:</u>				
Assets:				
Cash and Cash Equivalents	\$8,942	\$3,279	(\$3,279)	\$8,942
Total Assets	<u>\$8,942</u>	<u>\$3,279</u>	<u>(\$3,279)</u>	<u>\$8,942</u>
Liabilities:				
Intergovernmental Payable	\$8,942	\$3,279	(\$3,279)	\$8,942
Total Liabilities	<u>\$8,942</u>	<u>\$3,279</u>	<u>(\$3,279)</u>	<u>\$8,942</u>

(Continued)

**CITY OF REYNOLDSBURG, OHIO**

***Combining Statement Of Changes In Assets And Liabilities  
Agency Fund  
For the Year Ended December 31, 2003***

	Balance December 31, 2002	Additions	Deductions	Balance December 31, 2003
<u>Reynoldsburg Visitors and Activities Bureau:</u>				
Assets:				
Cash and Cash Equivalents	\$4,992	\$70,603	(\$70,469)	\$5,126
Taxes Receivable	4,305	5,339	(4,305)	5,339
Total Assets	<u>\$9,297</u>	<u>\$75,942</u>	<u>(\$74,774)</u>	<u>\$10,465</u>
Liabilities:				
Intergovernmental Payable	\$9,297	\$75,942	(\$74,774)	\$10,465
Total Liabilities	<u>\$9,297</u>	<u>\$75,942</u>	<u>(\$74,774)</u>	<u>\$10,465</u>
<u>Columbus Sewer Capacity:</u>				
Assets:				
Cash and Cash Equivalents	\$45,277	\$155,550	(\$137,983)	\$62,844
Total Assets	<u>\$45,277</u>	<u>\$155,550</u>	<u>(\$137,983)</u>	<u>\$62,844</u>
Liabilities:				
Intergovernmental Payable	\$45,277	\$155,550	(\$137,983)	\$62,844
Total Liabilities	<u>\$45,277</u>	<u>\$155,550</u>	<u>(\$137,983)</u>	<u>\$62,844</u>
<u>Totals - All Agency Funds:</u>				
Assets:				
Cash and Cash Equivalents	\$97,985	\$723,725	(\$693,082)	\$128,628
Taxes Receivable	4,305	5,339	(4,305)	5,339
Accounts Receivable	356	2,222	(356)	2,222
Total Assets	<u>\$102,646</u>	<u>\$731,286</u>	<u>(\$697,743)</u>	<u>\$136,189</u>
Liabilities:				
Intergovernmental Payable	\$67,816	\$284,264	(\$264,440)	\$87,640
Due to Others	34,830	138,791	(125,072)	48,549
Due to Other Funds	0	308,231	(308,231)	0
Total Liabilities	<u>\$102,646</u>	<u>\$731,286</u>	<u>(\$697,743)</u>	<u>\$136,189</u>

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*CAPITAL ASSETS USED IN THE  
OPERATION OF GOVERNMENTAL FUNDS*

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**CITY OF REYNOLDSBURG, OHIO**

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***Capital Assets Used in the Operation of Governmental Funds  
Schedule by Source  
December 31, 2003***

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<u>Capital Assets:</u>	
Land	\$15,834,292
Construction in Progress	<u>3,188,606</u>
Subtotal Nondepreciable Assets	19,022,898
Buildings	11,648,371
Improvements	1,502,021
Infrastructure	19,094,233
Machinery and Equipment	<u>3,452,693</u>
Subtotal Depreciable Assets	<u>35,697,318</u>
Total Capital Assets	<u><u>\$54,720,216</u></u>
<u>Investment in Capital Assets:</u>	
General Fund	\$2,446,068
Special Revenue Funds	900,894
Capital Project Funds	20,083,530
Expendable Trust Funds	6,282
Enterprise Funds	5,295
Internal Service Fund	42,660
Contributions	<u>31,235,487</u>
Total Investment in Capital Assets	<u><u>\$54,720,216</u></u>

**CITY OF REYNOLDSBURG, OHIO**

**Capital Assets Used in the Operation of Governmental Funds  
Schedule by Function and Activity  
December 31, 2003**

<u>Function and Activity</u>	<u>Land</u>	<u>Construction in Progress</u>	<u>Buildings</u>	<u>Improvements</u>
<u>General Government:</u>				
General	\$876,996	\$0	\$3,597,753	\$443,023
Income Tax	0	0	0	0
Public Land and Buildings	0	0	0	0
Mayor	0	0	0	0
Auditor	0	0	0	0
Attorney	0	0	0	0
City Council	0	0	0	0
Human Resources	0	0	0	0
Computer Systems	0	0	0	0
Clerk of Court	0	0	0	0
Mechanic	0	0	0	0
Total General Government	<u>876,996</u>	<u>0</u>	<u>3,597,753</u>	<u>443,023</u>
<u>Security of Persons and Property:</u>				
Police	<u>0</u>	<u>0</u>	<u>7,013,146</u>	<u>0</u>
<u>Transportation:</u>				
Street	<u>14,488,938</u>	<u>3,115,086</u>	<u>386,804</u>	<u>0</u>
<u>Leisure Time Activities:</u>				
Recreation/Seniors	<u>468,358</u>	<u>73,520</u>	<u>650,668</u>	<u>1,058,998</u>
<u>Community Environment:</u>				
Development Director	0	0	0	0
Economic Development	0	0	0	0
Service Director	0	0	0	0
Total Community Environment	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Capital Assets	<u>\$15,834,292</u>	<u>\$3,188,606</u>	<u>\$11,648,371</u>	<u>\$1,502,021</u>

**CITY OF REYNOLDSBURG, OHIO**

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<u>Infrastructure</u>	<u>Machinery and Equipment</u>	<u>Total</u>
\$0	\$291,900	\$5,209,672
0	1,294	1,294
0	76,917	76,917
0	27,984	27,984
0	94,849	94,849
0	17,217	17,217
0	30,563	30,563
0	4,809	4,809
0	52,778	52,778
0	24,708	24,708
0	48,942	48,942
<u>0</u>	<u>671,961</u>	<u>5,589,733</u>
<u>0</u>	<u>1,225,067</u>	<u>8,238,213</u>
<u>19,094,233</u>	<u>891,009</u>	<u>37,976,070</u>
<u>0</u>	<u>542,227</u>	<u>2,793,771</u>
0	2,029	2,029
0	0	0
0	120,400	120,400
<u>0</u>	<u>122,429</u>	<u>122,429</u>
<u>\$19,094,233</u>	<u>\$3,452,693</u>	<u>\$54,720,216</u>

**CITY OF REYNOLDSBURG, OHIO**

**Capital Assets Used in the Operation of Governmental Funds  
Schedule Changes by Function and Activity  
For Year Ended December 31, 2003**

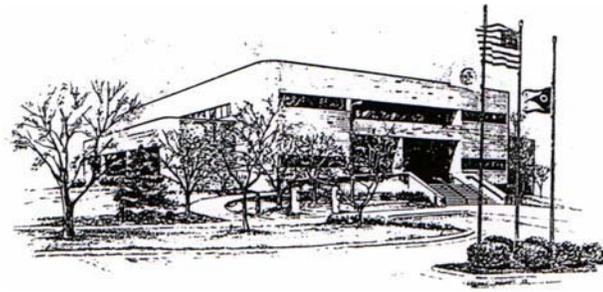
Function and Activity	December 31, 2002	Transfers	Additions	Deletions	December 31, 2003
<u>General Government:</u>					
General	\$5,209,672	\$0	\$0	\$0	\$5,209,672
Income Tax	1,259	0	1,294	(1,259)	1,294
Public Land and Buildings	80,411	2,892	54,901	(61,287)	76,917
Mayor	39,678	(11,694)	0	0	27,984
Auditor	97,079	0	0	(2,230)	94,849
Attorney	17,217	0	0	0	17,217
City Council	30,563	0	0	0	30,563
Human Resources	12,809	0	1,331	(9,331)	4,809
Computer Systems	52,013	(4,482)	5,247	0	52,778
Clerk of Court	28,012	(1,618)	0	(1,686)	24,708
Mechanic	51,842	0	0	(2,900)	48,942
Total General Government	<u>5,620,555</u>	<u>(14,902)</u>	<u>62,773</u>	<u>(78,693)</u>	<u>5,589,733</u>
<u>Security of Persons and Property:</u>					
Police	<u>8,456,395</u>	<u>0</u>	<u>35,102</u>	<u>(253,284)</u>	<u>8,238,213</u>
<u>Transportation:</u>					
Street	<u>34,679,081</u>	<u>(1,364)</u>	<u>3,904,100</u>	<u>(605,747)</u>	<u>37,976,070</u>
<u>Leisure Time Activities:</u>					
Recreation/Seniors	<u>2,764,314</u>	<u>6,261</u>	<u>659,695</u>	<u>(636,499)</u>	<u>2,793,771</u>
<u>Community Development:</u>					
Development Director	7,298	(3,769)	0	(1,500)	2,029
Economic Development	1,513	(1,513)	0	0	0
Service Director	<u>110,871</u>	<u>15,287</u>	<u>0</u>	<u>(5,758)</u>	<u>120,400</u>
Total Community Development	<u>119,682</u>	<u>10,005</u>	<u>0</u>	<u>(7,258)</u>	<u>122,429</u>
Total Capital Assets	<u><u>\$51,640,027</u></u>	<u><u>\$0</u></u>	<u><u>\$4,661,670</u></u>	<u><u>(\$1,581,481)</u></u>	<u><u>\$54,720,216</u></u>

## *STATISTICAL SECTION*

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



***STATISTICAL TABLES***

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

**CITY OF REYNOLDSBURG, OHIO**

**GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)  
LAST TEN YEARS**

<b>Year</b>	<b>Security of Persons and Property</b>	<b>Public Health and Welfare</b>	<b>Leisure Time Activities</b>	<b>Community Environment</b>	<b>Trans- portation</b>	<b>General Government</b>	<b>Debt Service</b>	<b>Total</b>
1994	\$3,303,867	\$94,360	\$494,830	\$658,099	\$978,653	\$1,331,969	\$879,069	\$7,740,847
1995	3,417,961	96,977	544,743	673,289	916,080	1,283,085	868,027	7,800,162
1996	3,745,512	102,678	651,651	606,577	1,397,705	1,505,775	860,391	8,870,289
1997	3,908,378	113,188	747,768	669,914	1,001,407	1,640,206	828,833	8,909,694
1998	4,323,208	113,408	778,545	793,798	763,613	1,864,728	894,237	9,531,537
1999	4,693,960	126,324	789,794	918,188	782,729	2,232,396	1,246,033	10,789,424
2000	4,833,788	141,032	811,806	1,005,299	732,232	2,561,455	1,430,755	11,516,367
2001	5,437,131	154,792	839,601	1,060,127	730,591	2,737,704	1,934,720	12,894,666
2002	5,671,698	149,813	864,068	1,408,261	754,124	3,171,550	1,917,854	13,937,368
2003	5,698,827	153,435	858,586	1,258,918	791,305	3,227,584	2,124,923	14,113,578

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

**CITY OF REYNOLDSBURG, OHIO**

**GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)  
LAST TEN YEARS**

<b>Year</b>	<b>Taxes</b>	<b>Inter-Governmental Revenues</b>	<b>Charges for Services</b>	<b>Licenses and Permits</b>	<b>Investment Earnings</b>	<b>Fines and Forfeitures</b>	<b>All Other (2)</b>	<b>Total</b>
1994	\$4,938,210	\$2,594,584	\$52,800	\$201,334	\$378,407	\$251,437	\$94,141	\$8,510,913
1995	5,572,319	2,935,030	67,207	300,078	576,990	287,914	92,329	9,831,867
1996	5,555,775	2,370,457	74,998	408,710	673,685	256,831	67,406	9,407,862
1997	6,557,795	2,373,303	83,880	275,956	723,049	326,981	62,207	10,403,171
1998	7,618,128	2,706,337	96,194	302,310	737,648	330,724	124,296	11,915,637
1999	8,723,571	2,927,364	91,961	403,190	693,899	354,411	102,288	13,296,684
2000	10,576,632	2,970,816	110,058	358,321	1,136,703	386,692	89,630	15,628,852
2001	10,713,662	3,296,546	99,879	388,302	988,084	356,790	73,753	15,917,016
2002	10,260,998	3,207,605	233,325	334,781	465,533	326,573	81,938	14,910,753
2003	9,825,937	3,524,494	369,293	340,422	275,960	329,755	225,967	14,891,828

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

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

**CITY OF REYNOLDSBURG, OHIO**

**PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN YEARS**

<b>Year</b>	<b>Total Tax Levy</b>	<b>Current Tax Collections</b>	<b>Delinquent Tax Collections</b>	<b>Total Tax Collections</b>	<b>Percent of Total Tax Collections To Tax Levy</b>	<b>Accumulated Outstanding Delinquent Taxes</b>	<b>Percentage of Accumulated Delinquent Taxes To Total Tax Levy</b>
1994	\$672,696	\$662,186	\$45,985	\$708,171	105.27%	\$20,692	3.08%
1995	664,835	654,749	14,738	669,487	100.70%	17,025	2.56%
1996	596,594	580,332	9,212	589,544	98.82%	22,368	3.75%
1997	324,766	318,895	6,955	325,850	100.33%	9,840	3.03%
1998	332,231	327,587	6,196	333,783	100.47%	9,150	2.75%
1999	345,352	339,242	6,241	345,483	100.04%	10,944	3.17%
2000	399,724	376,623	7,399	384,022	96.07%	19,060	4.77%
2001	408,476	402,335	9,081	411,416	100.72%	25,135	6.15%
2002	400,820	393,384	11,419	404,803	100.99%	17,291	4.31%
2003	319,969	507,436	8,120	515,556	161.13%	13,982	4.37%

Source: Franklin, Licking and Fairfield County Auditors

**CITY OF REYNOLDSBURG, OHIO**

**ASSESSED VALUATIONS AND ESTIMATED TRUE VALUES  
OF TAXABLE PROPERTY  
LAST TEN YEARS  
FRANKLIN COUNTY**

Tax Year	Real Property		Public Utility Personal		Tangible Personal Property		Total		Assessed Value as a Percent of Actual Value
	Assessed	Actual	Assessed	Actual	Assessed	Actual	Assessed	Actual	
1994	\$315,847,770	\$902,422,200	\$17,516,890	\$70,067,560	\$20,880,022	\$59,657,206	\$354,244,682	\$1,032,146,966	34.32%
1995	331,555,740	947,302,114	17,278,710	49,367,743	19,129,245	58,346,540	367,963,695	1,055,016,397	34.88%
1996	313,781,210	941,668,114	15,346,730	47,976,749	15,377,302	61,509,208	344,505,242	1,051,154,071	32.77%
1997	320,573,450	915,924,146	17,958,660	55,089,446	16,836,701	50,159,924	355,368,811	1,021,173,516	34.80%
1998	328,675,430	939,072,660	15,392,540	48,464,280	15,536,762	44,889,008	359,604,732	1,032,425,948	34.83%
1999	377,107,210	1,077,449,168	15,374,590	48,024,889	16,357,464	47,704,296	408,839,264	1,173,178,353	34.85%
2000	381,051,290	1,088,717,976	14,917,960	42,622,743	21,853,289	87,413,156	417,822,539	1,218,753,875	34.28%
2001	386,332,280	1,103,806,516	15,367,980	43,908,515	23,573,095	94,292,380	425,273,355	1,242,007,411	34.24%
2002	429,327,190	1,226,649,115	10,934,590	31,241,686	22,142,515	88,570,060	462,404,295	1,346,460,861	34.34%
2003	434,171,870	1,240,491,057	8,846,180	25,274,800	22,377,014	89,508,056	465,395,064	1,355,273,913	34.34%

Source: Franklin County Auditor

**CITY OF REYNOLDSBURG, OHIO**

**ASSESSED VALUATIONS AND ESTIMATED TRUE VALUES  
OF TAXABLE PROPERTY  
LAST TEN YEARS  
LICKING COUNTY**

Tax Year	Real Property		Public Utility Personal		Tangible Personal Property		Total		Assessed Value as a Percent of Actual Value
	Assessed	Actual	Assessed	Actual	Assessed	Actual	Assessed	Actual	
1994	\$35,330,730	\$100,944,950	\$1,050,960	\$3,002,740	\$6,332,250	\$18,092,140	\$42,713,940	\$122,039,830	35.00%
1995	43,389,680	123,970,514	1,359,070	3,883,057	3,281,890	13,127,560	48,030,640	140,981,131	34.07%
1996	59,192,310	123,970,514	1,607,670	1,607,670	3,583,420	14,333,680	64,383,400	139,911,864	46.02%
1997	69,026,630	197,218,940	1,899,230	1,899,230	3,220,090	12,880,360	74,145,950	211,998,530	34.97%
1998	80,325,610	229,501,740	2,280,210	2,280,210	3,229,650	12,918,600	85,835,470	244,700,550	35.08%
1999	95,806,230	273,732,090	2,082,700	2,082,700	3,432,660	13,730,640	101,321,590	289,545,430	34.99%
2000	105,777,880	302,222,510	2,227,350	6,363,857	2,585,040	10,340,160	110,590,270	318,926,527	34.68%
2001	117,499,260	335,712,170	1,804,190	5,154,829	1,961,380	7,845,520	121,264,830	348,712,519	34.78%
2002	141,295,810	403,702,314	4,692,780	13,407,943	1,531,630	6,126,520	147,520,220	423,236,777	34.86%
2003	151,138,670	431,824,771	4,458,150	12,737,571	3,626,330	14,505,320	159,223,150	459,067,662	34.68%

Source: Licking County Auditor

**CITY OF REYNOLDSBURG, OHIO**

**ASSESSED VALUATIONS AND ESTIMATED TRUE VALUES  
OF TAXABLE PROPERTY  
LAST TEN YEARS  
FAIRFIELD COUNTY**

Tax Year	Real Property		Public Utility Personal		Tangible Personal Property		Total		Assessed Value as a Percent of Actual Value
	Assessed	Actual	Assessed	Actual	Assessed	Actual	Assessed	Actual	
1994	\$2,007,430	\$5,735,514	\$190,500	\$381,000	\$1,203,993	\$4,598,308	\$3,401,923	\$10,714,822	31.75%
1995	2,462,350	7,035,286	494,490	1,291,086	1,218,110	5,042,880	4,174,950	13,369,252	31.23%
1996	2,834,520	8,098,629	615,610	615,610	1,306,190	5,224,760	4,756,320	13,938,999	34.12%
1997	2,443,040	6,980,114	135,610	135,610	1,076,630	4,306,520	3,655,280	11,422,244	32.00%
1998	5,923,900	16,925,429	135,110	135,110	1,084,860	4,339,440	7,143,870	21,399,979	33.38%
1999	6,129,050	17,511,571	123,640	123,640	998,730	3,994,920	7,251,420	21,630,131	33.52%
2000	8,499,110	24,283,171	100,850	288,143	739,313	2,957,252	9,339,273	27,528,566	33.93%
2001	15,603,320	44,580,914	110,650	316,143	1,042,044	4,168,176	16,756,014	49,065,233	34.15%
2002	16,546,150	47,274,714	621,330	1,775,229	3,503,310	14,013,240	20,670,790	63,063,183	32.78%
2003	15,623,590	44,638,829	665,110	1,900,314	3,804,970	15,219,880	20,093,670	61,759,023	32.54%

Source: Fairfield County Auditor

# CITY OF REYNOLDSBURG, OHIO

## ASSESSED VALUATIONS AND ESTIMATED TRUE VALUES OF TAXABLE PROPERTY LAST TEN YEARS

### TOTALS - ALL THREE COUNTIES

Tax Year	Real Property		Public Utility Personal		Tangible Personal Property		Total		Assessed Value as a Percent of Actual Value
	Assessed	Actual	Assessed	Actual	Assessed	Actual	Assessed	Actual	
1994	\$353,185,930	\$1,009,102,664	\$18,758,350	\$73,451,300	\$28,416,265	\$82,347,654	\$400,360,545	\$1,164,901,618	34.37%
1995	377,407,770	1,078,307,914	19,132,270	54,541,886	23,629,245	76,516,980	420,169,285	1,209,366,780	34.74%
1996	375,808,040	1,073,737,257	17,570,010	50,200,029	20,266,912	81,067,648	413,644,962	1,205,004,934	34.33%
1997	392,043,120	1,120,123,200	19,993,500	57,124,286	21,133,421	67,346,804	433,170,041	1,244,594,290	34.80%
1998	414,924,940	1,185,499,829	17,807,860	50,879,600	19,851,272	62,147,048	452,584,072	1,298,526,477	34.85%
1999	479,042,490	1,368,692,829	17,580,930	50,231,229	20,788,854	65,429,856	517,412,274	1,484,353,914	34.86%
2000	495,328,280	1,415,223,657	17,246,160	49,274,743	25,177,642	100,710,568	537,752,082	1,565,208,968	34.36%
2001	519,434,860	1,484,099,600	17,282,820	49,379,487	26,576,519	106,306,076	563,294,199	1,639,785,163	34.35%
2002	587,169,150	1,677,626,143	16,248,700	46,424,858	27,177,455	108,709,820	630,595,305	1,832,760,821	34.41%
2003	600,934,130	1,716,954,657	13,969,440	39,912,685	29,808,314	119,233,256	644,711,884	1,876,100,598	34.36%

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

# CITY OF REYNOLDSBURG, OHIO

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

	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003
<b>Collection Year</b>										
<b>General Fund</b>	2.50	2.50	2.50	0.40	0.40	0.40	0.40	0.40	0.40	0.40
<b>Police Pension</b>	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
<b>Debt Retirement Fund</b>	0.11	0.10	0.10	0.09	0.08	0.07	0.06	0.06	0.00	0.00
<b>Total City</b>	2.91	2.90	2.90	0.79	0.78	0.77	0.76	0.76	0.70	0.70
<b>Counties:</b>										
Franklin	14.57	14.57	14.82	15.12	15.22	15.22	17.64	17.64	17.64	17.64
Fairfield	8.55	7.05	7.05	7.05	7.05	7.05	7.05	7.05	7.05	7.05
Licking	8.63	6.70	6.70	7.20	7.20	7.20	7.20	7.20	7.20	7.20
<b>School Districts:</b>										
Reynoldsburg City	51.57	51.34	51.13	50.45	55.30	55.12	55.49	55.39	55.28	58.20
Eastland Joint Vocational	1.23	1.20	1.20	1.20	1.20	2.00	2.00	2.00	2.00	2.00
Licking Heights City	n/a	n/a	40.70	40.70	40.70	40.10	39.60	48.50	48.10	47.53
Licking County Joint Vocational	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	3.00
Pickerington Local	n/a	n/a	65.00	65.00	68.96	66.36	66.36	70.30	70.10	70.10
<b>Townships:</b>										
Truro, Franklin County	10.40	12.65	12.65	12.65	12.65	12.65	12.65	12.65	12.65	16.65
Jefferson, Franklin County	n/a	10.28	10.25	10.12						
Violet, Fairfield County	7.20	7.20	8.30	8.55	8.55	8.55	8.30	8.30	8.30	12.15
Etna, Licking County	1.50	2.30	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
<b>Other:</b>										
Franklin County Library	2.20	2.20	2.20	2.20	2.20	2.20	2.20	2.20	2.20	2.20
West Licking Joint Fire District	n/a	n/a	8.50	8.50	8.50	10.50	10.50	10.50	10.50	10.50

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

**CITY OF REYNOLDSBURG, OHIO**

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**SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS  
LAST TEN YEARS**

<b>Collection Year</b>	<b>Amount Billed</b>	<b>Amount Collected</b>	<b>Percent Collected</b>
1994	\$40,875	\$44,988	110.06%
1995	35,826	44,744	124.89%
1996	34,705	34,602	99.70%
1997	34,752	38,195	109.91%
1998	31,760	38,499	121.22%
1999	85,078	60,444	71.05%
2000	82,439	50,139	60.82%
2001	74,622	43,340	58.08%
2002	60,673	54,725	90.20%
2003	57,932	51,895	89.58%

Source: Franklin and Licking County Auditors

**COMPUTATION OF LEGAL DEBT MARGIN  
DECEMBER 31, 2003**

	<u>Total Debt</u>	<u>Unvoted Debt</u>
Net Assessed Valuation	\$644,711,884	\$644,711,884
Legal Debt Limitation (%) (1)	10.50%	5.50%
Legal Debt Limitation (\$) (1)	67,694,748	35,459,154
City Debt Outstanding (2)	10,498,102	10,498,102
Less Applicable Debt Service Fund Amounts	(1,443,091)	(1,443,091)
Net Indebtedness Subject to Limitation	<u>9,055,011</u>	<u>9,055,011</u>
Legal Debt Margin	<u>\$58,639,737</u>	<u>\$26,404,143</u>

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

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

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

# CITY OF REYNOLDSBURG, OHIO

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

Year	Population (1)	Assessed Value (2) (In Thousands)	Gross Bonded Debt (3)	Debt Service Funds Available	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Valuation	Net Bonded Debt Per Capita
1994	27,631	\$400,360,545	\$7,803,485	\$718,172	\$7,085,313	1.77%	\$256.43
1995	28,627	420,169,285	7,407,950	716,632	6,691,318	1.59%	233.74
1996	30,687	413,644,962	7,003,000	406,792	6,596,208	1.59%	214.95
1997	31,200	433,170,041	6,584,150	420,453	6,163,697	1.42%	197.55
1998	33,400	452,584,072	6,851,850	444,799	6,407,051	1.42%	191.83
1999	35,000	517,412,274	6,764,200	632,700	6,131,500	1.19%	175.19
2000	32,069	537,752,082	12,407,650	435,098	11,972,552	2.23%	373.34
2001	32,069	563,294,199	11,754,660	1,919,102	9,835,558	1.75%	306.70
2002	32,796	630,595,305	11,085,030	1,459,244	9,625,786	1.53%	293.50
2003	32,796	644,711,884	10,498,102	1,443,091	9,055,011	1.40%	276.10

(1) Source: Mid Ohio Regional Planning Commission and Population Division, .U.S. Census Bureau

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

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

Does not include the Taylor Square and Brice-Main Tax Increment Equivalent Bonds which are supported by payments in lieu of taxes.

**CITY OF REYNOLDSBURG, OHIO**

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

<u>Year</u>	<u>Debt Principal</u>	<u>Debt Interest</u>	<u>Total Bonded Debt Service</u>	<u>Total General Governmental Expenditures(1)</u>	<u>Debt Service to Total General Governmental Expenditures</u>
1994	\$385,465	\$442,657	\$828,122	\$7,740,847	10.70%
1995	395,535	411,139	806,674	7,800,162	10.34%
1996	404,950	402,521	807,471	8,870,289	9.10%
1997	418,850	376,483	795,333	8,909,694	8.93%
1998	425,800	366,218	792,018	9,531,537	8.31%
1999	477,650	653,837	1,131,487	10,789,424	10.49%
2000	521,550	703,251	1,224,801	11,516,367	10.64%
2001	670,450	1,012,506	1,682,956	12,894,666	13.05%
2002	714,630	952,851	1,667,481	13,937,368	11.96%
2003	719,590	1,017,669	1,737,259	14,113,578	12.31%

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

**CITY OF REYNOLDSBURG, OHIO**

**COMPUTATION OF ALL DIRECT AND OVERLAPPING GOVERNMENT DEBT  
DECEMBER 31, 2003**

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>Percentage Applicable to the City of Reynoldsburg</u>	<u>Amount Applicable to the City of Reynoldsburg</u>
<b>Direct</b>			
City of Reynoldsburg	\$9,055,011	100.00%	\$9,055,011
<b>Overlapping Subdivisions</b>			
Reynoldsburg City School District	45,628,617	67.17%	30,648,742
Jefferson Township	1,799,090	11.98%	215,531
Violet Township	160,000	3.09%	4,944
Franklin County	86,435,000	2.60%	2,247,310
Licking County	13,989,742	8.07%	1,128,972
Fairfield County	11,350,000	0.83%	94,205
Licking Heights Local School District	23,778,024	5.57%	1,324,436
Licking County Joint Vocational School District	732,775	0.58%	4,250
Pickerington Local School District	118,589,802	1.90%	2,253,206
West Licking Joint Fire District	572,259	21.20%	121,319
		Subtotal	38,042,915
		Total	<u>\$47,097,926</u>

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

Source: Franklin, Licking and Fairfield County Auditors.

**CITY OF REYNOLDSBURG, OHIO**

**DEMOGRAPHIC STATISTICS  
LAST TEN YEARS**

<u>Year</u>	<u>Population (1)</u>	<u>School Enrollment (2)</u>	<u>Unemployment Rate(3)</u>
1994 (a)	27,631	4,964	2.2%
1995 (a)	28,627	5,227	1.8%
1996 (a)	30,687	5,300	1.8%
1997 (a)	31,200	5,541	1.7%
1998 (a)	33,400	5,685	1.6%
1999 (a)	35,000	5,699	1.5%
2000 (b)	32,069	5,935	1.5%
2001 (b)	32,069	5,924	1.7%
2002 (b)	32,796	6,224	2.7%
2003 (b)	32,796	6,450	3.0%
U.S. Bureau of Census of Population			2003 State of Ohio
			2003 United States

- (1) Source: (a) Mid Ohio Regional Planning Commission  
(b) Population Division, U.S. Census Bureau
- (2) Source: Ohio Department of Education
- (3) Source: U.S. Department of Labor

**CITY OF REYNOLDSBURG, OHIO**

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

Year	Residential (1)		Commercial (1)	
	Number of Permits	Property Value	Number of Permits	Property Value
1994	284	\$34,041,583	3	\$417,000
1995	212	24,328,551	25	5,454,000
1996	258	29,827,668	88	41,656,275
1997	209	23,075,677	54	5,708,023
1998	241	28,262,164	5	6,361,000
1999	281	35,591,408	34	17,150,704
2000	253	36,434,516	90	8,064,078
2001	287	35,703,995	176	10,482,225
2002	230	30,246,904	165	6,118,477
2003	211	28,927,609	287	17,220,884

(1) Source: City of Reynoldsburg Building Department.

**CITY OF REYNOLDSBURG, OHIO**

**PRINCIPAL TAXPAYERS (PERSONAL PROPERTY TAX)  
DECEMBER 31, 2003**

<b>Taxpayer</b>	<b>Type of Business</b>	<b>2003 Assessed Valuation (Tax Duplicate)</b>	<b>Percentage of Total Assessed Valuation</b>
1. Limited Logistics Services Inc.	Retail	\$4,201,340	14.10%
2. Lane Bryant, Inc.	Retail	3,533,430	11.85%
3. Bath & Body Works, Inc. (Division of The Limited)	Retail	1,924,780	6.46%
4. Walmart	Retail	1,840,210	6.17%
5. Victoria's Secret Stores, Inc. (Division of The Limited)	Retail	1,789,400	6.00%
6. Insight Communications of Central Ohio	Cable Television	1,464,900	4.91%
7. Home Depot USA, Inc.	Retail	1,452,110	4.87%
8. Heller Financial Leasing Inc.	Retail	945,330	3.17%
9. Penn Traffic Company	Warehousing	751,170	2.52%
10. Dynalab Inc.	Manufacturing	702,400	2.36%
Sub-Total		18,605,070	62.41%
All Others		11,203,244	37.59%
Total		\$29,808,314	100.00%

Source: Franklin County, Ohio: County Auditor  
Licking County, Ohio: County Auditor

**CITY OF REYNOLDSBURG, OHIO**

**PRINCIPAL TAXPAYERS (REAL PROPERTY TAX)  
DECEMBER 31, 2003**

<b>Taxpayer</b>	<b>Type of Business</b>	<b>2003 Assessed Valuation (Tax Duplicate)</b>	<b>Percentage of Total Assessed Valuation</b>
1. NOCA Apartments One Limited	Real Estate	\$5,436,030	0.90%
2. Distribution Land Corporation	Real Estate	4,590,980	0.76%
3. C-K Eastgreen	Real Estate	3,619,020	0.60%
4. Indiancreek Columbus Limited Partnership	Real Estate	3,113,920	0.52%
5. Global Crossing Telecommunications	Telecommunications	2,995,230	0.50%
6. Wind River Apartments Limited Partnership	Real Estate	2,773,410	0.46%
7. Century City Apartments	Real Estate	2,733,500	0.46%
8. Donley Enterprises	Real Estate	2,733,500	0.46%
9. Millstream LTD	Real Estate	2,708,730	0.45%
10. NOCA Retail Development LTD	Real Estate	2,680,280	0.45%
Sub-Total		33,384,600	5.56%
All Others		567,549,530	94.44%
Total		\$600,934,130	100.00%

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

**CITY OF REYNOLDSBURG, OHIO**

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**PRINCIPAL TAXPAYERS (INCOME TAX)  
DECEMBER 31, 2003**

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

Source: Reynoldsburg City Auditor

**CITY OF REYNOLDSBURG, OHIO**

**MISCELLANEOUS STATISTICS  
DECEMBER 31, 2003**

Year of Incorporation	1839	Area - square miles	12
Form of Government	Mayor - Council	Miles of Streets	111
		Elevation (feet above sea level)	833
Police Services:		Sewers:	
Number of Stations	1	Miles of Sanitary Sewers	135.10
Number of Police Personnel and Officers	66	Miles of Storm Sewers	110.50
Number of Patrol Units	14	Number of Service Connections	10,374
Recreation and Culture:		Water:	
Number of Parks	6	Miles of Water Mains	135.30
Park Acreage	285	Number of Service Connections	10,511
Fire Protection:		Number of Fire Hydrants	1,567
Provided by Truro Township, Jefferson Township, Violet Township, and West Licking Joint Fire District		Daily average consumption in gallons	3,016,500
(Columbus Metropolitan Area)		Transportation:	
Number of Hospitals	8	Highways:	
Media		Interstate Routes	0
Newspapers:		U.S. Routes	1
Daily	1	State Routes	1
Weekly	3	Airports:	
Television Stations	8	Port Columbus International Airport	1
Radio Stations	27		

Source: Reynoldsburg City Auditor

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

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

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

We have audited the financial statements of City of Reynoldsburg as of and for the year ended December 31, 2003, and have issued our report thereon dated May 27, 2004. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Compliance**

As part of obtaining reasonable assurance about whether City of Reynoldsburg's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance, which we have reported to the management of The City of Reynoldsburg in a separate letter dated May 27, 2004.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered City of Reynoldsburg's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting which we have reported to management in a separate letter dated May 27, 2004.

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

***Wolfe, Wilson, & Phillips, Inc.***  
Zanesville, Ohio  
May 27, 2004

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**FINANCIAL CONDITION  
CITY OF REYNOLDSBURG  
DECEMBER 31, 2003**

1. AUDITOR'S RESULTS

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

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

NONE



**Auditor of State  
Betty Montgomery**

88 East Broad Street  
P.O. Box 1140  
Columbus, Ohio 43216-1140

Telephone 614-466-4514  
800-282-0370

Facsimile 614-466-4490

**CITY OF REYNOLDSBURG**

**FRANKLIN COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
JULY 22, 2004**