

# **CITY OF COLUMBUS**

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**O H I O**

## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**For the Fiscal Year Ended December 31, 2002**

**Issued by**

**CITY AUDITOR**

**HUGH J. DORRIAN**



**City of Columbus, Ohio**

**Comprehensive Annual Financial Report**

**For the Fiscal Year Ended December 31, 2002**

**Issued by:**  
**City Auditor's Office**

**Hugh J. Dorrian, CPA**  
**City Auditor**

# City of Columbus, Ohio

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# INTRODUCTORY SECTION



# City of Columbus, Ohio

## COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended December 31, 2002

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# CITY OF COLUMBUS OHIO

90 WEST BROAD STREET  
COLUMBUS, OHIO 43215

April 28, 2003

To the Citizens of the City of Columbus, Ohio

The Comprehensive Annual Financial Report (CAFR) of the City of Columbus, Ohio (the City) for the fiscal year ended December 31, 2002 is hereby presented to its citizens by their City Auditor, statutorily described as the City's chief accounting officer.

## INTRODUCTION

The City's Charter states, "The auditor shall be an elector of the City, and be elected for a term of four years . . ." The Charter also sets forth the auditor's powers and duties and states, in part:

The auditor shall be the city's chief accounting officer. He shall keep, in accurate, systematized detail a record of the receipts, disbursements, assets, and liabilities of the city, and the recorded facts shall be presented periodically to officials and to the public in such summaries and analytical schedules as shall be necessary to show the full effect of such transactions for each fiscal year upon the finances of the city and in relation to each department of the city government, including distinct summaries and schedules for each public utility owned or operated.

This report fulfills these duties and is distributed to approximately 500 recipients, which include civic associations, banks, brokers, rating agencies, schools, libraries, university students and city, state and federal officials. This report is also available on the City's website. The Internet address is <http://www.cityofcolumbus.org>.

The City's management, defined and described in the following paragraph, is responsible for the accuracy of the data contained in this report. The responsibility for completeness, fairness of presentation, and full disclosure of the data also rests with the City's management.

### **The management:**

The City's management consists of a Mayor, seven-member Council, City Auditor, and City Attorney. These officials are elected for four-year terms on an at-large basis. The Mayor and four Council members are elected in an odd numbered year. Three Council members, the City Auditor, and the City Attorney are elected in the following odd numbered year. The City's Charter also provides for appointments and elections of successors to these officials if they should, for any reason, vacate their office. All are chosen through a non-partisan election process.

In addition to the elected officials, certain others are major participants in the City's management. The Director of the Department of Recreation and Parks, the Health Commissioner, the Civil Service Executive Secretary, and the Secretary of the Sinking Fund are appointed by, and report to, independent Commissions. All of these Commission members are appointed by the Mayor and are subject to confirmation by the Council. The financial activities of these Commissions (budgets, expenditures, etc.) are subject to approval by the Council and are, therefore, included in this report. The City's Treasurer and Clerk to the Council are appointed by, and serve at, the pleasure of the Council.

The Mayor's cabinet, appointed by him and serving at his pleasure, is not subject to confirmation by the Council. In 2002 the cabinet consisted of the directors of the departments of Public Safety, Public Service, Finance, Public Utilities, Development, Technology, Equal Business Opportunity, Human Resources, and Community Relations.

The City Auditor believes that, to the best of his knowledge, the data contained in this report present fairly the financial position and results of operations of the various funds of the City. All necessary disclosures are included in this report to enable the citizens and other readers to understand the City's financial activities.

**The report:**

This transmittal letter is designed to provide historical information about the City, as well as compliment the required Management's Discussion and Analysis (discussed below). Unless noted otherwise, the financial data in this transmittal letter is presented on the modified accrual basis of accounting. 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). The City's MD&A, which focuses on the government-wide statements, can be found on page 47 of this report.

This Comprehensive Annual Financial Report (CAFR) is designed in a manner to assist and guide the reader in understanding its contents. The report consists of four sections:

- The Introductory Section, which includes this letter of transmittal, contains information pertinent to the City's management and organization. References in this section to Note A, Note B, etc., are to Notes to the Financial Statements contained in the Financial Section of this report.
- The Financial Section contains the Independent Auditor's Report, Management's Discussion and Analysis, Basic Financial Statements, Required Supplementary Information and various other Statements and Schedules pertaining to the City's funds and activities.
- The Statistical Section contains numerous tables of financial and demographic information. Much of this information is shown with comparative data for the ten-year period from 1993 through 2002. Also in this section are data necessary to meet the disclosure requirements of Rule 15c2-12(b)(5)(i)(C) and (D) of the Securities and Exchange Commission (SEC).
- The Single Audit Section, in accordance with the federal Single Audit Act of 1996, includes the following:
  - Independent Auditors' Report on Compliance and on Internal Control Over Financial Reporting Based on the Audit Performed in Accordance With *Government Auditing Standards*
  - Independent Auditors' Report on Compliance With Requirements Applicable to Each Major Program, Internal Control Over Compliance and Schedule of Receipts and Expenditures of Federal, State, and County Awards
  - Schedule of Receipts and Expenditures of Federal, State, and County Awards
  - Notes to Schedule of Receipts and Expenditures of Federal, State, and County Awards
  - Schedule of Findings and Questioned Costs

**The reporting entity:**

Columbus was first organized as a borough in 1816 and subsequently became a city on March 3, 1834. The City is a home-rule municipal corporation operating under the laws of Ohio. The City's Charter, its constitution, can only be amended by a majority of the City's voters. It has been amended many times since its original adoption in 1914, most recently on November 2, 1999. 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.

Columbus, Ohio's capital city, is located in the central part of the state, approximately 150 miles south of Cleveland and 110 miles northeast of Cincinnati. The City's elevation is approximately 777 feet above sea level. Inter and intra state highways I-70, I-71, I-270, and I-670 serve as some of the City's major transportation arteries. The Ohio State University, with 49,676 students on its Columbus campus, is located near the center of the City. Columbus was ranked as the nation's 16th largest city as a result of the 1990 census, and 15th as a result of the 2000 Census.

Some comparative data for Ohio's six largest cities follow. Population estimates for 1980, 1990 and 2000 are from the U.S. Bureau of Census. The Mid Ohio Regional Planning Commission estimates Columbus' population at 726,601 at December 31, 2002. The respective cities' management provided area data as of December 31, 2002.

City	Area	Population		
		2000	1990	1980
Columbus	221.2 sq. mi.	711,470	632,910	565,021
Cleveland	77.9 sq. mi.	478,403	505,616	573,822
Cincinnati	78.8 sq. mi.	331,285	364,040	385,410
Toledo	84.2 sq. mi.	313,619	332,943	354,635
Akron	62.0 sq. mi.	217,074	223,019	237,177
Dayton	56.3 sq. mi.	166,179	182,044	193,536

The accompanying financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, and Statement No. 39, *Determining Whether Certain Organizations are Component Units*, in that the financial statements include all the organizations, activities, functions and the component unit, the Columbus Municipal Airport Authority (CMAA), 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 a financial benefit to or impose a financial burden on the City. On this basis, the reporting entity of the City includes the following services to its citizens as authorized by its charter: public service (refuse collection, street engineering and construction, traffic engineering and parking, etc.), public safety (fire, police, etc.), development, health, recreation and parks, and public utilities. In addition, the City owns and operates four enterprise activities: a Water system, a Sanitary sewer system, a Storm sewer and drainage system, and an Electricity distribution system; financial activities for which are contained in this report. Water and sanitary sewer services are metropolitan in nature and reach far beyond the City's corporate boundaries. The City does not operate schools or hospitals, nor is it responsible for public assistance programs.

Other entities included in this report and further explained in Notes A and Q are:

Component Unit:

- Columbus Municipal Airport Authority (CMAA)

Joint Ventures:

- The Franklin Park Conservatory Joint Recreation District
- Columbus/Franklin County Affordable Housing Trust Corporation

**The reporting standards:**

The City's accounts are organized as funds. Each fund is a separate accounting entity with its own self-balancing set of accounts, assets, liabilities, and fund equity. In 2002 the City had 87 governmental funds (3 major and 84 non major); 10 business type funds (4 enterprise and 6 internal service) and 18 agency funds. Following are the titles of these funds with a brief description.

Governmental funds:

*General Fund* - The General Fund is the general operating fund of the City. It is used to account for all financial resources traditionally associated with government which are not required to be accounted for in another fund.

*Special Revenue Funds* - Special Revenue Funds are used to account for revenues derived from specific taxes, grants, or other restricted revenue sources. City ordinances or Federal or State statutes specify the uses and limitations of each Special Revenue Fund. During 2002 the City had 40 Special Revenue Funds.

*Debt Service Funds* - Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. During 2002 the City had 11 Debt Service Funds.

*Capital Projects Funds* - Capital Projects Funds are used to account for financial resources used for the acquisition or construction of major capital facilities other than those financed by proprietary funds. During 2002 the City had 35 Capital Projects Funds.

*Permanent Funds* – Permanent funds are for the purpose of accounting for resources that are legally restricted to the extent that earnings, and not principal, may be used for purposes that support the reporting governments. The City does not have any permanent funds.

Proprietary funds:

*Enterprise Funds* - Enterprise 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 of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City has four separate enterprise funds for its Water, Sanitary Sewers, Storm Sewers and Electricity distribution services.

*Internal Service Funds* - Internal service funds are used to account for the financing of goods or services provided by one division or agency to other divisions or agencies of the government, generally on a cost reimbursement basis. The City has six internal service funds.

Fiduciary funds:

*Agency Funds* - Agency Funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds. The City had 18 Agency Funds during 2002. The City does not have any trust funds.

**Bases of accounting:**

Except for budgetary purposes, the bases of accounting used by the City conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units and are consistent with GASB Cod. Sec. 1600, *Basis of Accounting*. All governmental funds are accounted for using a current financial resources-current assets and current liabilities-measurement focus. The modified accrual basis of accounting is utilized for governmental and agency funds. Revenues are recognized when they are susceptible to accrual (both measurable and available). Expenditures are recognized when the related liability is incurred, except for interest on long-term debt which is recorded when due.

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

The City's basis of accounting for budgetary purposes differs from GAAP in that revenues are recognized when received, rather than when susceptible to accrual (measurable and available), and encumbrances are included as expenditures rather than as reservations of fund balances.

For the year ended December 31, 2001, the City changed its financial reporting to comply with GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. The government-wide financial statements, including governmental activities, in order to comply with GASB Statement No. 34, are presented on the full accrual basis of accounting. As part of the implementation of GASB Statement No. 34, the City opted for early implementation of infrastructure reporting. In doing so, the historical cost of infrastructure assets (retroactive to 1979) is included as part of the governmental capital assets reported in the government-wide statement. Thus, the depreciated value of construction costs for road, curbs and gutters and streets and sidewalks is reported. In conjunction with the implementation of GASB 34, the City opted for early implementation of GASB Statement No. 38, *Certain Financial Statement Note Disclosures*, which rescinds some and modifies other financial statement disclosure requirements. Accounting policies are further explained in Note A.

## ECONOMIC CONDITIONS AND EMPLOYMENT

The traditional stability of the City's economy continued to be severely tested in 2002. Average annual unemployment rates (4.4%) for 2002 continued to be well below the State of Ohio (5.7%) and the United States (5.8%) rates. The following data from the Ohio Department of Job and Family Services is a five-year history of unemployment rates for Franklin County (by month) and the Annual Average Rates for Franklin County, the State of Ohio and the United States.

	Unemployment Rates				
	(%, except for Average Columbus MSA employment base)				
Franklin County:	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
January	4.0	2.6	2.5	2.6	2.7
February	4.2	2.4	2.7	2.6	2.6
March	4.4	2.2	2.6	2.5	2.6
April	4.3	2.1	2.2	2.3	2.2
May	4.5	2.3	2.3	2.4	2.5
June	5.0	3.0	2.8	2.8	2.8
July	4.5	2.7	2.4	2.5	2.3
August	4.6	2.9	2.5	2.6	2.4
September	4.8	3.2	2.7	2.8	2.7
October	4.5	3.0	2.4	2.6	2.5
November	4.4	3.3	2.3	2.4	2.4
December	4.1	3.1	2.1	2.1	2.1
Annual Average Rates:					
Franklin County	4.4	2.8	2.4	2.5	2.5
State of Ohio	5.7	4.3	4.1	4.3	4.3
United States	5.8	4.8	4.0	4.2	4.5
Average Columbus MSA employment	843,900	850,900	847,100	808,000	805,400

The February 2003 Franklin County unemployment rate was 5.0%. This rate is the most recent data available.

The City's General Fund balance (budget basis) reached an all time historic high at calendar year 1999 of \$70.880 million. It declined in 2000 to \$65.838 million, rebounded in 2001 to \$67.216 million, but declined again in 2002 to \$50.368 million.

Income tax collections (budget basis of accounting where revenues are cash collected less refunds) decreased .29% in 2002 over the comparable amount in 2001. This decrease was the first such year to year decrease in income tax revenues since 1961. Income tax revenues on the modified accrual basis of accounting for 2002 increased .13% compared to 2001.

The City continues to maintain assets within the General Fund designated for future year's expenditures. The City increased these amounts in 2002. This portion of the General Fund consists of unencumbered cash and accrued interest receivable in two subfunds contained in the General Fund. These subfunds, available for General Fund purposes at the discretion of Council, are the Economic Stabilization Fund (the "rainy day" fund) and the Anticipated Expenditure Fund. Council determined in 1994 that the Economic Stabilization Fund is entitled to a proportionate share of interest earnings from the City's investment pool described in this letter under Cash Management and in Note C. The amounts in these subfunds over the last ten years follow:

Year Ended	Economic Stabilization Fund	Anticipated Expenditure Fund	Total
1993	\$ 7,500,000	\$ -	\$ 7,500,000
1994	8,593,936	300,000	8,893,936
1995	10,169,809	1,050,000	11,219,809
1996	11,886,543	1,800,000	13,686,543
1997	13,659,256	2,550,000	16,209,256
1998	22,891,219	8,919,754	31,810,973
1999	24,021,070	9,639,070	33,660,140
2000	25,718,910	9,802,237	35,521,147
2001	27,331,828	10,552,237	37,884,065
2002	28,270,869	11,302,237	39,573,106

No expenditures have ever been made from the Economic Stabilization Fund. A portion of the Economic Stabilization Fund will be used for General Fund operations in 2003. None of the Anticipated Expenditure Fund will be used.

Employment in the Greater Columbus Area continues to be service oriented. Nine of the top fourteen (14) largest employers in the Columbus area are government or government-oriented (the State of Ohio, The Ohio State University, Ohio State University Hospitals, United States Postal Service, Defense Supply Center – Columbus, Defense Finance and Accounting Service – Columbus, Columbus Public Schools, City of Columbus and Franklin County). The fifty largest employers in the Greater Columbus area are shown in the Statistical Section of this report. These major employers, representing government, insurance, public utilities, manufacturing, retail, banking, research, medical and services, provide a broad and diverse employment base.

### **Employee relations:**

The City's employee relations are established largely in association with the following labor organizations:

- American Federation of State, County, and Municipal Employees (AFSCME), Locals 1632 and 2191. ([www.afscme.org](http://www.afscme.org))  
  
AFSCME has approximately 2,481 members among the City's 5,424 civilian employees. AFSCME has, however, bargaining rights for approximately 2,851 of these employees. The current labor agreement between the City and AFSCME was effective April 1, 2002 and continues through March 31, 2005.
- Fraternal Order of Police (FOP) ([www.fop9.org](http://www.fop9.org))  
  
FOP has bargaining rights for all of the City's police officers except for the chief and his five deputy chiefs. Of the City's 1,827 police officers, 1,749 are members of the FOP. The contract between the City and FOP had an expiration date of December 8, 2002, but will continue in force while current negotiations continue.
- International Association of Firefighters (IAFF) ([www.iaff.org](http://www.iaff.org))  
  
IAFF has bargaining rights for all the City's firefighters except for the chief and one of his five assistant chiefs. Membership in the IAFF includes 1,478 of a total 1,534 firefighters. The current contract was effective June 1, 2001 and continues through May 31, 2004.
- Columbus Municipal Association of Government Employees; Communication Workers of America, Local 4502 (CMAGE/CWA)  
  
CMAGE/CWA has approximately 633 members and has bargaining rights for approximately 1,272 of the 5,424 civilian employees. The current contract was effective August 24, 2002 and continues through August 23, 2005.

Under Ohio's Collective Bargaining Act, if members of the police or fire division cannot reach agreement with the City they "shall submit the matter to a final offer settlement procedure." This requirement of Ohio law is referred to as a "no-strike" or "binding arbitration" provision. Other employees are permitted to strike under Ohio law after giving proper notification.

## **MAJOR INITIATIVES**

### **CURRENT PROJECTS AND SERVICE EFFORTS AND ACCOMPLISHMENTS:**

- **Retaining financial strength of the City**

The Mayor, keenly aware of national and local economic conditions, has devoted much attention and action to maintaining the City's financial strength. Following are extracted from his Economic Advisory Committee Report which has already resulted in certain legislation being enacted by the Council.

The Committee was comprised of:

- Anthony Chan, Ph.D., Senior Managing Director and Chief Economist for BankOne Investment Advisors
- Robert Greenbaum, Ph.D., Assistant Professor, School of Public Policy and Management, The Ohio State University
- Allen Proctor, Ph.D., Consultant in Public Sector Budgeting and Finance
- Hugh J. Dorrion, City Auditor, City of Columbus
- Joel Taylor, Finance Director, City of Columbus
- Mary Austin, Council Budget Officer, City of Columbus

The Committee issued its final report to Mayor Michael B. Coleman and City Council President Matthew D. Habash on October 15, 2001.

Recommended revenue enhancements were:

- Increase in parking ticket fines. This recommendation has been implemented via Council legislation and took effect April 1, 2002.
- Increase in Municipal Court costs and fines. The Court has implemented certain increases effective January 2002.
- Review license fees, permit fees and other possible charges. All fees regarding building permits, plans, inspections, etc. are now established on a basis to support all operating costs of providing such service. Other fees and permits are also being reviewed for increased rates.
- Short-term car rental tax. Columbus presently is one of very few large cities not having such a tax.
- Third party reimbursement for emergency medical transport.

All five of the recommendations were implemented by the City. The short-term car rental tax, after being placed on the ballot via a referendum petition, was repealed by a majority of the City's voters. The other four recommendations remain implemented.

- E-payment engine
  - o The City is embarking on the development and implementation of new technology to augment and enhance how the City accepts various payments. The City's Department of Technology is leading the City in the development and implementation of the "Electronic Payment Engine". It is intended that the "E-Payment Engine" will provide all City departments, agencies and offices with a single, standard method for accepting and processing credit card payments made by citizens over the Internet for various City services. Initially, the engine is scheduled to process credit card payments for parking violations, recreational fees and birth certificates. It is also intended that the engine will integrate the accounting of this revenue into the City's accounting system so as to ensure rapid, efficient and proper accountability. Enhanced City services accessibility benefits are associated with implementing the "E-Payment Engine"; citizens will be able to acquire City services on a 24 hour by 7 days a week basis.
  - Continued development occurs.
    - o The Arena District in downtown Columbus continues to develop. Site of the National Hockey League team, the Columbus Blue Jackets, additional office buildings, one nearing completion, are presently under construction.
    - o Easton, a major commercial and residential complex in the northeast quadrant of the City will soon begin an expansion.
  - Containing costs
    - o In 2002 revenues and expenditures of the City's Building Services division were accounted for in the Development Services Special Revenue Fund whereas this activity had previously been accounted for in the General Fund. Costs related to building permits, inspections, contractors licensing, etc. were not necessarily supported by related revenues. The goal, therefore, was to provide quality service with an identified revenue stream that supported the related costs of the service. On the City's budget basis of accounting, explained in the notes to the required supplementary information, the Development Services Special Revenue Fund had revenues of \$22.1 million and expenditures of \$20.3 million. Support from the General Fund is no longer required.
    - o Costs were contained by added controls over hiring personnel. The City, at December 31, 2002, had 210 fewer employees than at December 31, 2001. Modest increases of 16 firefighters and 17 police officers were then offset by a decrease of 210 civilian personnel throughout the City. The decrease was accomplished through attrition. This cost containment effort will continue, with the possibility of layoffs in 2003.

## **PROSPECTS FOR THE FUTURE**

While the recent economy has brought its challenges, the City's future continues to be bright.

- The economic strength of Columbus lies in the imagination and inventiveness of its people. The presence in Columbus of institutions of education such as The Ohio State University, Columbus State Community College, Ohio Dominican College, Capital University, Franklin University, Otterbein College, DeVry Institute, Columbus College of Art and Design and others, assure Columbus of a talented work force for continued economic development.
- Unemployment continues to be low when compared to state and national levels. Stability of the City's work force, due to its high government, education and other service-oriented employment, would indicate a continuance of this comparison.
- The City continues to enjoy major developments, both residential and commercial, in the downtown and throughout the City,

indicative of continued economic activity and a quality living experience.

- Population continues to grow. The U.S. Bureau of the Census indicated 711,470 inhabitants in Columbus in 2000 compared to 632,910 in 1990, an increase of 12.4% in the decade. The Mid Ohio Regional Planning Commission estimates the population of Columbus at December 31, 2002 to be 726,601.

## FINANCIAL INFORMATION

### Accounting system and budgetary control:

The City's Charter states that the Mayor and the Auditor, officials separately elected and independent of each other, shall supervise all departmental expenditures and shall keep such expenditures within appropriations. The Auditor performs a pre-audit of the City's expenditures. Post-audits are performed by independent certified public accountants, not only of the City's financial activities, but also of grant monies expended by private and quasi-public agencies acting as subgrantees of the City.

The Charter mandates other checks and balances. The most important of these, as it relates to the City's financial stability and credit worthiness, states that no contract, agreement, or other obligation involving the expenditure of money shall be entered into, nor shall any legislation be passed by the Council, unless the Auditor first certifies that money required for the obligation is in the Treasury to the credit of the fund from which the expenditure is to be paid, or is in the process of collection.

The City's fiscal accounting system also provides for checks and balances between the Auditor and the Treasurer. A reconciliation between the two offices' records as of December 31, 2002 is shown later in this letter under *Cash management*.

Budgetary control is maintained at Object Level One for each division within each fund via legislation approved by the Council. The various objects are:

01	Personal services	05	Other
02	Materials and supplies	06	Capital outlay
03	Contractual services	07	Interest on debt
04	Debt principal payments	10	Transfers

Lower object levels two and three are accounted for and reported internally. Estimated amounts must be encumbered prior to release of purchase orders or other contracts to vendors. Encumbrances in excess of the available object level one appropriation are not approved unless additional appropriations are authorized. Except for Capital Projects Funds and grants (initial appropriations continue until expended or modified by Council), unencumbered appropriations lapse at the end of each fiscal (calendar) year.

The City's management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met.

The Council authorizes appropriations, both original and supplemental. Supplemental appropriations are common. Appropriations are further explained in Note A.

### Internal controls:

Internal controls begin with separation of powers; separately elected officials such as Mayor, Council, City Attorney, and City Auditor. A structure of departments and divisions where duties are separated to the extent practicable also provides controls. An independent Civil Service Commission establishes hiring (and firing) policies. Disbursements by the Treasurer can only be pursuant to a warrant of the City Auditor. Warrants can only be issued pursuant to written authorization of a department director. These and other control features are prescribed by the City's Charter.

**General Fund:**

The growth in both population and land area that the City experiences continues to exert demands for its services. The General Fund balance at December 31, 2002 equates to 10.9% (GAAP) of expenditures and transfers out for 2002. A five-year comparison of its General Fund activity follows. Five-year comparisons, as compared to a shorter period, will assist the reader in more meaningful analyses. The revenues, expenditures and changes in fund balance shown in these comparisons are presented on the modified accrual basis of accounting as applicable to government.

General Fund  
Statement of Revenues, Expenditures and Changes in Fund Balance  
1998-2002  
(in thousands)

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
Revenues:					
Income taxes	\$ 326,612	326,259	315,610	308,223	286,034
Property taxes	41,520	40,881	39,049	34,403	33,495
Investment earnings	13,260	27,060	32,745	17,821	19,777
Licenses and permits	1,150	11,538	10,700	11,972	9,692
Shared revenues	56,679	61,932	61,982	56,661	57,317
Charges for services	27,794	26,758	27,099	24,420	24,764
Fines and forfeits	15,522	12,924	12,591	12,468	12,766
Miscellaneous	<u>8,575</u>	<u>5,651</u>	<u>11,234</u>	<u>4,339</u>	<u>16,636</u>
Total revenues	<u>491,112</u>	<u>513,003</u>	<u>511,010</u>	<u>470,307</u>	<u>460,481</u>
Expenditures:					
General government	67,059	65,781	58,116	53,327	58,933
Public service	51,411	54,860	49,003	46,971	43,114
Public safety	352,147	339,129	319,831	287,800	261,675
Development	20,486	29,800	27,165	25,567	20,809
Health	163	-	-	-	-
Recreation and parks	420	-	-	-	-
Capital outlay	<u>2,958</u>	<u>3,181</u>	<u>7,552</u>	<u>8,486</u>	<u>10,721</u>
Total expenditures	<u>494,644</u>	<u>492,751</u>	<u>461,667</u>	<u>422,151</u>	<u>395,252</u>
Excess of revenues over expenditures	<u>(3,532)</u>	<u>20,252</u>	<u>49,343</u>	<u>48,156</u>	<u>65,229</u>
Other financing sources (uses):					
Transfers in (out):					
Tipping fees	13,659	15,701	11,343	10,878	10,328
Helicopters	651	-	1,270	1,002	2,325
Other	112	-	-	-	-
Health	(17,420)	(19,499)	(20,560)	(19,027)	(17,230)
Recreation and parks	(27,167)	(29,760)	(29,586)	(27,739)	(27,151)
Other	<u>(2,810)</u>	<u>(3,242)</u>	<u>(4,109)</u>	<u>(4,967)</u>	<u>(4,788)</u>
Total other financing sources (uses)	<u>(32,975)</u>	<u>(36,800)</u>	<u>(41,642)</u>	<u>(39,853)</u>	<u>(36,516)</u>
Excess (deficit) of revenues and other financing sources over expenditures and other financing uses	(36,507)	(16,548)	7,701	8,303	28,713
Fund balance at beginning of year	<u>95,365</u>	<u>111,913</u>	<u>104,212</u>	<u>95,909</u>	<u>67,196</u>
Fund balance at end of year	<u>\$ 58,858</u>	<u>95,365</u>	<u>111,913</u>	<u>104,212</u>	<u>95,909</u>

**Revenue narrative:**

Brief descriptions of the City's major revenue components follow.

**Income taxes:**

The City's income tax continues to be its primary source of revenue. The tax applies to all wages, salaries, commissions, and other compensation paid by employers and/or the net proceeds from the operation of a business, profession, or other enterprise activity. The initial tax rate of .5%, collected in 1948, was increased to 1% in 1956, 1.5% in 1971, and to the current 2% in 1983. Income tax rates of cities and villages within the State of Ohio are limited to a maximum of 1%, unless specifically approved by a majority of the resident voters of the respective city or village. There are 562 cities and villages within the State of Ohio that now levy a local income tax. Rates range from .225% to 2.75%.

Local school districts in the State of Ohio are also permitted to levy an income tax, but only with the approval of a majority of voters within the district. Ohio has 611 school districts; 124 have an income tax. Rates range from 0.5% to 2.0%.

Approximately 84.8% of the City's income tax collected in 2002 were via employers withholding the tax from employees' earnings and remitting the tax to the City on a statutorily prescribed schedule. Approximately 10.4% of collections originated from business accounts and 4.8% from independently employed individual taxpayers. Depending on the amount withheld, employers must remit to the City on a semi-monthly, monthly, or quarterly frequency, with the largest amounts being remitted semi-monthly.

One quarter of the revenue from this tax is accounted for in a Debt Service Fund and is primarily used for servicing debt pertaining to non-enterprise type capital improvements. Tipping fees for disposal of garbage collected by the City are also paid from this fund on the City's budget basis of accounting. On the modified accrual basis of accounting, such tipping fee amounts are transferred to the General Fund and expended as public service expenditures. Three-quarters of income tax revenues are used for General Fund purposes. Income tax revenues on the budget basis represent 2002 collections of \$453.8 million less refunds of \$16.1 million for a net amount of \$437.7 million.

Beginning in 2002 the City began designating certain collections (\$58,000) to defray collection agency fees on delinquent accounts. Income tax revenues on the modified accrual basis of accounting, net of refunds, were \$435.6 million and are reported in the following funds:

	(in thousands)				
	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
General	\$ 326,612	326,259	315,610	308,223	286,034
Special Revenue	58	-	-	-	-
Debt Service	<u>108,897</u>	<u>108,727</u>	<u>105,202</u>	<u>102,741</u>	<u>95,343</u>
Total	<u>\$ 435,567</u>	<u>434,986</u>	<u>420,812</u>	<u>410,964</u>	<u>381,377</u>
% increase (decrease) over prior year	.13	3.37	2.40	7.76	9.14

Debt service funds in 2002 represent General Bond Retirement (\$90.837 million) and Special Income Tax (\$18.060 million). Both are major governmental type funds. A ten-year history of the income tax revenue and cash collections, net of refunds, appears in the Statistical Section of this report.

The City acts as collection agent for 9 other cities and villages in the central Ohio area. Fees collected by the City for these services totaled \$579,542 in 2002, and are accounted for in the General Fund as charges for services.

**Property taxes:**

Property taxes in Ohio are levied and collected by its 88 counties. The City lies partially within three of these counties: Franklin, Fairfield, and Delaware. After collection, the counties distribute portions of these taxes to the political subdivisions (cities, villages, townships, etc.) located within their geographic borders. Property taxes for the City represent a tax rate of approximately 3.14 mills (\$3.14 per \$1,000 of taxable valuation) applied to the assessed value of property located in the City. Assessed values represent approximately 35% of appraised values. This rate, 3.14 mills, has remained unchanged since 1956.

Increases in this rate can only occur with approval of the City's voters. Revenues from property taxes are used for General Fund operations, including a partial provision, 0.60 mills, for current police and fire pension costs. Revenues produced by this millage for the General Fund were:

	(in thousands)				
	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
General Fund	\$ 41,520	40,881	39,049	34,403	33,496
% increase (decrease) from prior year	1.56	4.69	13.50	2.71	5.15 %

Assessed values of taxable property at December 31, 2002 within the City, in the counties in which the City is located, are as follows:

	(in thousands)
Franklin	\$ 14,239,292
Fairfield	123,590
Delaware	<u>188,198</u>
Total	<u>\$ 14,551,080</u>

Total assessed values in the City over the past ten years are shown below. Values of Franklin, Fairfield, and Delaware counties are included in years where applicable.

<u>Fiscal Year</u>	<u>For Tax Collection In Fiscal Year</u>	<u>Assessed Value (in thousands)</u>	<u>% Increase From Prior Year</u>
1993	1994	\$ 9,178,539	6.90
1994	1995	9,266,927	0.96
1995	1996	9,483,390	2.34
1996	1997	10,130,785	6.83
1997	1998	10,483,853	3.49
1998	1999	10,972,327	4.66
1999	2000	12,397,530	12.99
2000	2001	12,939,074	4.37
2001	2002	13,107,854	1.30
2002	2003	14,551,080	11.01

Property tax collections have steadily increased over the period 1993 to 2002, with larger increases evident every three years. These three-year increases result from comprehensive reappraisals of property that take place every six years, and less formal triennial updates that occur the third year in between the six year reappraisals. Six-year reappraisals took place in 1993 and 1999, with the resulting increases in property tax collections occurring in 1994 and 2000. In 1996 and 2002 triennial updates occurred. Property taxes levied in 2002 but not collectible until 2003 are accounted for in the General Fund as accounts receivable and deferred revenue at an estimated amount of \$44.9 million. Additional data on property values and taxes appear in the Statistical Section of this report.

**Investment earnings:**

The City's investment policies are discussed later in this letter under *Cash management* and in Note C. This source of revenue is not conducive to year-to-year comparisons. Investment earnings are only deposited to the General Fund after all statutorily directed earnings are deposited to the appropriate funds: enterprise funds, grant funds, etc. Earnings for the past five years have been:

Funds	(in thousands)				
	2002	2001	2000	1999	1998
General	\$ 13,260	27,060	32,745	17,821	19,776
General Bond Retirement	81	125	244	136	165
Special Income Tax	-	108	-	-	-
Other governmental	854	2,086	3,253	2,658	1,560
Total governmental funds	<u>14,195</u>	<u>29,379</u>	<u>36,242</u>	<u>20,615</u>	<u>21,501</u>
Fiduciary	-	-	-	-	15
Enterprise	6,393	8,024	7,544	7,700	9,993
Total	<u>\$ 20,588</u>	<u>37,403</u>	<u>43,786</u>	<u>28,315</u>	<u>31,509</u>

**Licenses and permits:**

Licenses and permits are issued by the City to regulate activities related to building, health, and other business enterprises. Increased collections in 1998 and 1999 are indicative of several major building projects in Columbus in addition to increases in the rate of fees in May 1998. Over the past five years, revenues in the General Fund resulting from licenses and permits amounted to:

Amount	(in thousands)				
	2002	2001	2000	1999	1998
\$	1,150	11,538	10,700	11,972	9,692
% increase (decrease) from prior year	(90.03)	7.83	(10.62)	23.52	24.18 %

In 2002 revenues and expenditures of the Building Services division of the Department of Development were accounted for in a non major governmental (special revenue) fund. Prior to 2002 this activity was accounted for in the General Fund. The activity is now intended to be self sustaining with no other support from the General Fund. In 2001 such activity accounted for in the General Fund was \$9.570 million of revenue and \$9.997 of expenditures. In 2002 such activity accounted for in the Development Services special revenue fund was \$22.001 million in revenue and \$20.422 million in expenditures.

**Shared revenues:**

Shared revenues in the General Fund include the taxes listed below which are levied and collected by the state or counties and partially redistributed to the City and other political subdivisions. Provided below is a five-year history of the City's share of these revenues as reported in the governmental fund financial statement on the modified accrual basis of accounting.

	(in thousands)				
	2002	2001	2000	1999	1998
State income, sales, corporate franchise, and public utility taxes:					
Local government fund	\$ 43,677	46,881	44,867	41,750	40,247
Local government revenue assistance fund	3,879	4,080	3,984	3,822	3,609
Estate tax	8,105	9,972	12,125	10,152	12,493
State liquor fees	982	964	968	901	931
Cigarette tax and other	36	35	38	36	37
Total	<u>\$ 56,679</u>	<u>61,932</u>	<u>61,982</u>	<u>56,661</u>	<u>57,317</u>
% increase (decrease) from prior year	(8.48)	(.08)	9.39	(1.14)	18.39 %

The decline in revenues of the Local government fund and the Local government revenue assistance fund is directly attributable to effects of the nationwide and Ohio wide economic recession, thereby reducing the level of support from the state of Ohio to its cities.

**Charges for services:**

The City performs certain services for its citizens and other municipalities for which it charges various amounts. These services include impounding, storing and selling abandoned autos; fire and police protection provided to certain suburbs; parking meter fees; and various other services. Additionally the City's General Fund allocates certain citywide costs initially borne by the General Fund to certain other funds. These costs are allocated by charging certain other funds a statutorily approved rate of 4 1/2%, as determined by the City's most recent cost allocation plan, of their gross revenue.

These revenues in the General Fund over the past five years have produced:

	(in thousands)				
	2002	2001	2000	1999	1998
Amount	\$ 27,794	26,758	27,099	24,420	24,764
% increase (decrease) from prior year	3.87	(1.26)	10.97	(1.39)	3.97

**Fines and forfeits:**

These revenues consist of fines and forfeits imposed by the Franklin County Municipal Court, and parking tickets issued by the City's parking violation's bureau. Increased "prices" for parking tickets and various fines in 2002 resulted in the significant increase in this revenue source during 2002.

	(in thousands)				
	2002	2001	2000	1999	1998
Fines and forfeits	\$ 10,656	8,804	8,382	8,326	8,724
Parking ticket revenue	<u>4,866</u>	<u>4,120</u>	<u>4,209</u>	<u>4,142</u>	<u>4,042</u>
Total	<u>\$ 15,522</u>	<u>12,924</u>	<u>12,591</u>	<u>12,468</u>	<u>12,766</u>
% increase (decrease) from prior year	20.10	2.64	0.98	(2.33)	(3.97) %

**Miscellaneous:**

Miscellaneous revenues in the General Fund on the modified accrual basis of accounting consist of the following:

	(in thousands)				
	2002	2001	2000	1999	1998
Hotel/motel taxes	\$ 2,707	2,735	3,764	3,571	3,385
Refunds and reimbursements	5,755	2,266	7,146	636	12,905
Other	<u>113</u>	<u>650</u>	<u>324</u>	<u>132</u>	<u>346</u>
Total	<u>\$ 8,575</u>	<u>5,651</u>	<u>11,234</u>	<u>4,339</u>	<u>16,636</u>

Refunds and reimbursements in 2002, 2000 and 1998 include nonrecurring refunds from the Ohio Bureau of Workers' Compensation. Proportionate shares of the refund were returned to the respective funds from which the premium had been paid.

Expressed as percentages of total revenues, the major General Fund revenue components over the past five years are:

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	
Income taxes	66.5	63.6	61.8	65.5	62.1	%
Property taxes	8.5	8.0	7.6	7.3	7.3	
Investment earnings	2.7	5.3	6.4	3.8	4.3	
Licenses and permits	.2	2.2	2.1	2.6	2.1	
Shared revenues	11.5	12.1	12.1	12.0	12.4	
Charges for services	5.7	5.2	5.3	5.2	5.4	
Fines and forfeits	3.2	2.5	2.5	2.7	2.8	
Miscellaneous	<u>1.7</u>	<u>1.1</u>	<u>2.2</u>	<u>0.9</u>	<u>3.6</u>	
Total revenue	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	%

**Transfers in narrative:**

Transfers in represent amounts transferred from the Debt Service Fund to the General Fund for the purpose of paying tipping fees and the net cost of a new helicopter. On the City's budget basis of accounting, these costs were paid directly from the Debt Service Fund. Tipping fee costs appear as public service expenditures. The helicopter cost appears as capital outlay. Note P provides details of transfers.

**Expenditure narrative:**

The practice of transferring monies from the General Fund to the Health Department Fund and the Recreation and Parks Fund, both Special Revenue Funds, is a method used annually by the City to provide resources to these funds. It is appropriate, therefore, to consider transfers out in the following analysis of the General Fund. After combining transfers out with expenditures, the major General Fund components over the past five years are:

	(in thousands)				
	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
General government	\$ 67,059	65,781	58,116	53,327	58,933
Public service	51,411	54,860	49,003	46,971	43,114
Public safety	352,147	339,129	319,831	287,800	261,675
Development	20,486	29,800	27,165	25,567	20,809
Capital outlay	2,958	3,181	7,552	8,486	10,721
Health	17,583	19,499	20,560	19,027	17,230
Recreation	27,587	29,760	29,586	27,739	27,151
Other (transfers out)	<u>2,810</u>	<u>3,242</u>	<u>4,028</u>	<u>4,967</u>	<u>4,971</u>
Total	\$ <u>542,041</u>	<u>545,252</u>	<u>515,841</u>	<u>473,884</u>	<u>444,604</u>
% increase (decrease) from prior year	<u>(.59)</u>	<u>5.70</u>	<u>8.85</u>	<u>6.59</u>	<u>7.97%</u>

**Transfers out narrative:**

The City's General Fund provides financial support to its Health department (\$17.420 million) and to its Recreation and Parks operations (\$27.167 million). Financial activity of these two services is accounted for in Special Revenue Funds. Total expenditures reported in the fund financial statements for these services were \$38.678 million for the Health Department and \$71.696 million for the Recreation and Parks Department.

Other transfers out in the amount of \$2.810 million includes \$920,000 principal and \$1,086,388 interest transferred to the Debt Service Fund for payment of debt service due on the General Obligation Police and Fire Accrued Liability Pension Refunding bond.

Expressed as percentages, the General Fund expenditures and transfers out over the past five years are:

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
General government	12.4	12.0	11.3	11.3	13.2 %
Public service	9.5	10.0	9.5	9.9	9.7
Public safety	65.0	62.2	62.0	60.7	58.9
Development	3.8	5.5	5.3	5.4	4.7
Capital outlay	.5	.6	1.4	1.8	2.4
Health (transfers out)	3.2	3.6	4.0	4.0	3.9
Recreation and parks (transfers out)	5.1	5.5	5.7	5.9	6.1
Other (transfers out)	<u>.5</u>	<u>0.6</u>	<u>0.8</u>	<u>1.0</u>	<u>1.1</u>
Total	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0</u>	<u>100.0 %</u>

Public safety, primarily police and fire services, continues to be the dominant expenditure function of the General Fund.

While not necessarily represented in each of the City's funds, expenditures by function used in this report represent the following City divisions:

**General government:**

- Mayor
- City Council
- City Treasurer
- City Attorney
- Real Estate
- City Auditor
- Income Tax
- Municipal Court Judges
- Municipal Court Clerk
- Civil Service Commission
- Community Relations Commission
- Equal Business Opportunity Director
- Office of Education
- Finance Director
- Purchasing
- Human Resources
- Technology Director
- Information Services
- Telecommunications

**Public service:**

- Service Director
- Construction Inspection
- Engineering and Construction
- Facilities Management
- Fleet Management
- Refuse Collection
- Traffic Engineering and Parking

**Public safety:**

- Safety Director
- Communications
- Fire
- Police

**Development:**

- Building and Development Services
- Department Administration
- Economic Development and Planning Services
- Housing and Community Services

**Capital Outlay:**

- Expenditures for capital assets with estimated useful lives of five years or more.

**Health**

- General Fund monies of \$17,420,000 were transferred to the Health Department in 2002.

**Recreation and parks:**

- General Fund monies of \$27,167,000 were transferred to the Recreation and Parks Department in 2002.

**Public utilities:**

- Public Utilities Director
- Storm Sewers

**Other:**

- Includes \$920,000 principal and \$1,086,388 interest transferred to the Debt Service Fund.

**General Fund balances:**

The City is required to maintain accounting records on a budget basis, as explained earlier in this letter. The Budgetary Comparison Schedule – General Fund presented as Required Supplementary Information immediately following the notes to the financial statements show the actual results of the budgeted general fund for 2002. A contrast in the two accounting methods and their impact on General Fund balances is shown below. A reconciliation between the General fund changes in fund balance on the budget basis versus the modified accrual basis is also presented on the Budgetary Comparison Schedule for 2002.

General Fund balances at December 31,	2002	2001	2000	1999	1998
Budget Basis:					
Designated for future years expenditures	\$ 11,060	29,793	35,027	33,323	31,503
Undesignated	<u>39,308</u>	<u>37,423</u>	<u>30,811</u>	<u>37,557</u>	<u>37,949</u>
Total fund balance	<u>\$ 50,368</u>	<u>67,216</u>	<u>65,838</u>	<u>70,880</u>	<u>69,452</u>
Modified Accrual - GAAP Basis:					
Reserved for encumbrances	\$ 11,633	17,347	27,317	21,148	17,606
Unreserved					
Designated for future years' expenditures	39,573	37,884	35,521	33,660	31,811
Undesignated	<u>7,652</u>	<u>40,134</u>	<u>49,075</u>	<u>49,404</u>	<u>46,492</u>
Total unreserved	<u>47,225</u>	<u>78,018</u>	<u>84,596</u>	<u>83,064</u>	<u>78,303</u>
Total fund balance	<u>\$ 58,858</u>	<u>95,365</u>	<u>111,913</u>	<u>104,212</u>	<u>95,909</u>

The following is a synopsis of General Fund revenues, expenditures and changes in fund balance, in order to further demonstrate the differing results of both the modified accrual - GAAP basis of accounting and the City's budget basis. Both bases are explained earlier in this letter and in Note A-Budgetary data.

Year	(in thousands, except %)									
	Revenues (2) (5)				Expenditures (2) (5)				Fund Balance	
	GAAP	%	Budget	%	GAAP	%	Budget	%	GAAP	Budget
1979 (1)	\$ 115,930	-	\$ 117,021	-	\$ 118,419	-	\$ 118,371	-	\$ 4,595	3,053
1980	132,857	14.6	136,726	16.8	130,283	10.0	132,508	11.9	7,169	7,271
1981	138,209	4.0	143,646	5.1	143,557	10.2	147,505	11.3	1,821	3,412
1982	144,643	4.7	149,880	4.3	146,173	1.8	149,760	1.5	291	3,532
1983	160,615	11.0	164,481	9.7	156,673	7.2	164,861	10.1	4,233	3,152
1984	175,662	9.4	181,140	10.1	170,025	8.5	177,679	7.8	9,870	6,613
1985 (3)	201,253	10.1	195,213	7.8	193,299	13.7	193,989	9.2	17,824	7,837
1986	208,874	8.0	208,127	6.6	204,527	5.8	206,409	6.4	22,171	9,555
1987	226,704	8.5	231,140	11.1	217,881	6.5	222,790	7.9	30,994	17,905
1988	250,435	10.5	248,222	7.4	248,791	14.2	249,926	12.2	32,638	16,201
1989	261,017	4.2	261,238	5.2	263,445	5.9	264,799	6.0	30,210	12,640
1990	275,483	5.5	278,456	6.6	279,415	6.1	278,812	5.3	26,278	12,284
1991	286,867	4.1	288,615	3.6	287,923	3.0	287,026	2.9	25,222	13,873
1992	306,171	6.7	303,628	5.2	305,956	6.3	302,909	5.5	25,437	14,592
1993	336,320	9.8	319,006	5.1	329,245	7.6	316,937	4.6	32,512	16,661
1994	363,437	8.1	346,327	8.6	346,550	5.3	342,651	8.1	49,399	20,337
1995	378,620	4.2	371,842	7.4	366,322	5.7	355,862	3.9	61,697	36,317
1996 (4)	391,706	3.5	382,756	2.9	390,862	6.7	387,484	8.9	54,341	31,589
1997	424,654	8.4	407,210	6.4	411,799	5.4	396,734	2.4	67,196	42,065
1998	473,317	11.5	467,518	14.8	444,604	8.0	440,131	10.9	95,909	69,452
1999	482,187	1.9	467,761	0.1	473,884	6.6	466,333	6.0	104,212	70,880
2000	523,542	8.6	501,531	7.2	515,841	8.9	506,573	8.6	111,913	65,838
2001	528,704	1.0	532,823	6.2	545,252	5.7	531,444	4.9	95,365	67,216
2002 (6)	505,534	(2.6)	502,990	(3.9)	542,041	1.3	519,838	(.3)	58,858	50,368

- Notes: (1) Calendar year 1979 was the City's first Comprehensive Annual Financial Report containing financial statements audited by independent certified public accountants.
- (2) Revenues and expenditures include transfers in and transfers out, respectively, except for transfers within the General Fund [transfers to the Economic Stabilization Fund (none in 2002), the Anticipated Expenditure Fund (\$750,000 in 2002) and kilowatt hour tax transferred to the Electricity Enterprise Fund (\$3.133 million in 2002)]. Budget basis revenues also include lapsed encumbrances of prior years; an extraordinarily high amount of \$6.175 million in 2001 whereas amounts ranged from \$1.2 million to \$2.7 million annually over the previous five years (1996-2000).
- (3) GAAP revenues for 1985 include a residual equity transfer of \$7.9 million which is excluded in % growth calculation.
- (4) GAAP fund balance for 1996 reflects a reduction of \$8.2 million due to a restatement of prior year's fund balance.
- (5) % columns represent % increase from prior year.
- (6) In 2002 revenues and expenditures of the Building Services division were accounted for in the Development Services Special Revenue Fund. In 2001 a portion of these revenues (\$9.570 million) and expenditures (\$9.997 million) were accounted for in the General Fund Department of Development. These amounts have been removed from the percentage of growth calculations for 2002 vs. 2001.

**Grants and subsidies:**

Grants and subsidies received by the City are accounted for in the Special Revenue Funds, and Capital Projects Funds. The five-year history of the City's grants and subsidies reported on the modified accrual basis of accounting follow.

Funds	(in thousands)				
	2002	2001	2000	1999	1998
Special Revenue	\$ 76,130	69,923	52,134	49,246	52,778
Capital Projects	<u>5,262</u>	<u>7,157</u>	<u>4,233</u>	<u>4,340</u>	<u>11,001</u>
Total governmental funds	<u>81,392</u>	<u>77,080</u>	<u>56,367</u>	<u>53,586</u>	<u>63,779</u>
Proprietary—Contributed capital	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>27</u>
Total	\$ <u>81,392</u>	<u>77,080</u>	<u>56,367</u>	<u>53,586</u>	<u>63,806</u>
% increase (decrease) from prior year	5.6	36.7	5.19	(16.00)	8.48 %

Grants received by the City, the primary government, in excess of \$2 million in 2002 follow. All were accounted for in governmental type special revenue funds.

- Medical Assistance Program via the Ohio Department of Aging (CFDA 93.778) (in thousands) \$ 22,009
- Community Development Block Grant Program via U.S. Department of Housing and Urban Development (CFDA 14.218) 9,792
- Ohio Department of Natural Resources Scioto Peninsula 6,709
- Home Investment Partnership via U.S. Department of Housing and Urban Development (CFDA 14.239) 5,860
- Ohio Public Works Commission Greenlawn Ave. Improvements 3,758
- Empowerment Zone Programs via U.S. Department of Housing and Urban Development (CFDA 14.244) 3,473
- Special Programs for the Aging via The Ohio Department of Health (CFDA 93.045) 2,607

- Women, Infants and Children programs  
Via U.S. Department of Agriculture (CFDA 10.557) 2,545
- Franklin County  
Franklin County Seniors Options 2,200

**Capital assets:**

Capital assets are defined by the City as assets with an individual cost of more than \$5,000 and an estimated useful life in excess of five years. Capital assets, which include property, plant and equipment, and infrastructure (e.g. road, curbs, and gutters, streets and sidewalks, and drainage systems) are recorded at historical cost or estimated historical cost (for certain assets acquired prior to 1960). Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets (retroactive to January 1, 1979) are included as part of the governmental capital assets reported in the government-wide statements. Contributed capital assets are recorded at their market value at the time of contribution. Capital assets are further described in Note F.

**Enterprise funds:**

The City operates four enterprise activities: a Water system, a Sanitary Sewer system, a Storm Sewer system and an Electricity distribution system, which are accounted for in separate enterprise funds. As stated earlier in this letter, airport services are discretely presented in this report as a component unit of the City. Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises—where the City intends that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City accounts for its enterprise funds on the full accrual basis of accounting.

Following are the annual charges and rate increases (decreases) for the average Columbus resident/user of water and sewers over the last ten years. An average Columbus resident/user is defined as a customer using 12,000 cubic feet of water annually. Water and sanitary sewer charges are designed to provide resources for both capital and operating costs. Storm sewer charges are designed to provide resources for storm sewer operating costs (maintenance) and certain, but not all, capital costs.

Year	Water		Sanitary Sewers		Storm Sewers		Total		
	Annual charge	% increase (decrease)	Annual charge	% increase (decrease)	Annual charge	% increase (decrease)	Annual charge	% increase	Moving ten year % increase
1993	\$ 139.92	9.0	\$ 192.62	10.8	\$ 37.92	0.0	\$ 370.46	8.9	77.9
1994	153.72	9.9	207.44	7.7	37.92	0.0	399.08	7.7	89.8
1995	162.12	5.5	217.81	5.0	29.27	(22.8)	409.20	2.5	92.0
1996	168.12	3.7	224.35	3.0	19.68	(32.8)	412.15	0.7	83.6
1997	173.16	3.0	231.10	3.0	19.68	0.0	423.94	2.9	84.2
1998	179.64	3.7	228.70	(1.0)	19.68	0.0	428.02	1.0	85.9
1999	183.36	2.1	228.60	0.0	19.68	0.0	431.64	0.8	79.4
2000	183.36	0.0	228.60	0.0	26.52	34.8	438.48	1.6	68.9
2001	183.36	0.0	228.60	0.0	29.88	12.7	441.84	0.8	46.3
2002	183.36	0.0	228.60	0.0	32.70	9.5	444.66	0.6	30.8

The City's enterprises are not subject to rate review or determination by the Public Utilities Commission of Ohio or any similar regulatory body. The City's Council has the necessary authority to establish appropriate user rates when needed. The rates are reviewed and established by the Council annually. The frequency and amounts of rate setting authority lies solely with the City's Council. User rates for the Water, Sanitary Sewer and Storm Sewer enterprises have been increased 5% in each of these enterprises for calendar year 2003.

**Water:**

The City's Water enterprise serves the residents of the City and the majority of suburban communities in the Columbus vicinity. The population of the service area is estimated in excess of one million persons. The Water enterprise serves 257,697 customer accounts, owns and maintains 2,479 miles of water mains primarily within the City and maintains an additional 843 miles of mains beyond the City's borders.

The City obtains its raw water supply from rivers, reservoirs and wells. The enterprise conducted a regional water resource project titled *Water Beyond 2000* which is used as a guide to develop additional water supply, treatment facilities, and distribution components as dictated by increasing demand. Future supply requirements will be addressed through a combination of demand management efforts, expansion of the existing South Wellfield and construction of upground reservoirs along the Scioto River north of the City. All necessary land for the South Wellfield Expansion and the upground reservoirs has been purchased.

The Water enterprise operates three treatment plants. A summary of the historical pumpage over the last five years follows:

	(in millions of gallons)				
	2002	2001	2000	1999	1998
Minimum day	111	109	119	110	109
Maximum day	216	203	184	209	193
Average day	146	143	139	145	136
Total year's pumpage	53,298	52,038	51,037	53,009	49,656

The enterprise operates one of the most sophisticated water laboratories in the nation. The lab has maintained its EPA certification continually since the certification process began in 1976 pursuant to the Safe Drinking Water Act of 1974. On a semiannual basis, the lab must conduct various water study sample tests. The certification covers both equipment and personnel and represents a measure of quality performance. The staff is fully supported with state of the art equipment. Their primary responsibility is to assure that the Water enterprise is, and will remain, in compliance with all federal, state and local requirements.

A five-year comparison of certain Water enterprise data is shown below:

	(in thousands, except for number of employees)				
	2002	2001	2000	1999	1998
Assets	\$ 471,463	447,038	433,298	447,912	454,536
Net assets	165,087	156,901	147,990	139,156	126,146
Operating revenues	97,650	96,488	93,803	97,295	97,110
Operating expenses	(80,109)	(78,679)	(72,781)	(73,420)	(69,821)
Operating income	17,541	17,809	21,022	23,875	27,289
Nonoperating					
Investment income	2,323	4,018	2,106	2,818	3,073
Interest expense	(11,742)	(12,451)	(14,363)	(15,987)	(15,846)
Other, net	64	(465)	69	2,304	(75)
Change in net assets/net income	8,186	8,911	8,834	13,010	14,441
Number of employees	539	544	547	576	593

All bonds of the Water enterprise are paid from Water enterprise revenues.

**Sanitary Sewers:**

The City's Sanitary Sewer enterprise also serves the metropolitan area with approximately 253,490 customer accounts, both residential and commercial. Included in the total sewer system are 2,326 miles of sanitary sewers, 1,728 miles of storm sewers, and 204 miles of combined sanitary/storm sewers. The costs and related financial activities of sanitary and combined sewers are accounted for in the Sewer Enterprise Fund.

The Sanitary Sewer enterprise operates two treatment plants. During 2002 treatment data was as follows.

	(millions of gallons per day)		
	Southerly <u>Plant</u>	Jackson <u>Pike Plant</u>	<u>Total</u>
Minimum day	52.2	27.2	79.4
Maximum day	177.8	101.0	278.8
Average day	90.5	71.2	161.7
Maximum capacity	200.0	110.0	310.0

When the Jackson Pike plant reaches capacity the excess automatically flows through connectors to the Southerly plant.

A five-year comparison of certain Sanitary Sewer enterprise data is shown below:

	(in thousands, except for number of employees)				
	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
Assets	\$ 1,056,581	999,402	931,126	925,368	926,938
Net assets	462,967	444,199	431,509	412,821	397,490
Operating revenues	121,904	115,652	116,570	117,041	123,268
Operating expenses	(87,874)	(85,328)	(79,224)	(80,590)	(76,780)
Operating income	34,030	30,324	37,346	36,451	46,488
Nonoperating					
Investment income	3,409	3,585	4,488	4,069	5,832
Interest expense	(19,598)	(20,757)	(23,145)	(25,110)	(25,501)
Other, net	482	(462)	-	(79)	(16)
Transfers in	445	-	-	-	-
Change in net assets	18,768	12,690	18,689	15,331	26,803
Number of employees (years prior to 2002 (include storm sewer employees)	497	544	571	589	588

All bonds and notes of the Sewer enterprise are paid from Sewer enterprise revenues.

**Storm sewers:**

Prior to 2002 the City's Storm sewer financial activity was accounted for in a governmental type special revenue fund. Beginning with 2002, Storm sewer assets, liabilities, revenues and expenses are now accounted for in a business type activity enterprise fund. The City intends that all costs of the Storm sewer enterprise be supported by user charges except for debt service, principal and interest, on bonds authorized by the voters in 1991 and prior. This amount in 2002 is \$3.102 million and appears in the enterprise financial statements as Transfers in. Final maturity on these bonds, all general obligation type bonds, is 2018.

The City's Storm sewer enterprise owns and maintains 1,728 miles of such sewers and has 189,831 customer accounts, all within the City's borders. Certain Storm sewer enterprise data is shown below.

(in thousands, except for number of employees)

	<u>2002</u>
Assets	\$ 106,095
Net assets	33,341
Operating revenues	21,218
Operating expenses	(14,903)
Operating income	6,315
Nonoperating	
Investment income	330
Interest expense	(3,395)
Transfers in	30,091
Change in net assets	33,341
Number of employees	34

### Electricity:

The City owns and operates an Electricity distribution system and accounts for it in the Electricity Enterprise Fund. The system had its origin in the 1890's and generated electricity from burning coal. The initial sole purpose for its existence was to light the streets of the City. In response to environmental concerns, the City ceased burning coal in 1977 and ceased generating electricity. The City continued distributing electric power by purchasing all of its needed power from privately owned utilities.

After a lengthy construction period, the City's solid waste resource recovery facility, a refuse derived fuel power plant, with capital costs of approximately \$200 million, began operations in the fourth quarter 1983. On April 1, 1993, the City leased the trash burning power plant and related transfer stations (the Plant) to the Solid Waste Authority of Central Ohio (SWACO), a separate and distinct political subdivision of the State of Ohio. The annual lease payments to the City were to be in the amount of the related debt service requirements on bonds that were issued for the construction of the Plant. This lease resulted in the removal of certain real and personal property assets from the Electricity Enterprise Fund with original costs totaling \$205.5 million of which \$3.4 million was transferred to the then General Fixed Asset Account Group. The lease was accounted for in the Electricity Enterprise Fund as a capital lease in accordance with Statement No. 13 of the Financial Accounting Standards Board, *Accounting for Leases*. Due to a series of federal court decisions and U.S. EPA decisions the Plant ceased operations at the end of 1994. The City then began, in 1995, to buy all of its power from sources other than SWACO. The City's Electricity distribution system has 13,269 residential and commercial customers.

As indicated above the Plant ceased operations in December 1994. The Plant no longer burns garbage nor generates electricity and therefore does not receive any income. It provides no service and produces no product. SWACO continues, however, to operate a landfill. The City is SWACO's largest customer at the landfill and in 2002 paid SWACO \$10.9 million for landfill tipping fees.

At the end of 1994, upon the closing of the Plant, its associated direct financing lease was no longer deemed to be an Electricity Enterprise Fund asset nor were the general obligation bonds related thereto considered an Electricity Enterprise Fund liability. The City, therefore, in December 1994 transferred the direct financing lease (the asset) and the general obligation bonds related thereto (the liability) to the Debt Service Fund and the then General Long-Term Obligations Account Group, respectively.

In 1984 the City issued \$70.0 million of Variable Rate Demand Electric System Revenue Bonds. Proceeds of the bonds were used toward the completion of the Plant. Bondholders, however, had first lien on all revenues of the Electric Enterprise. Even after the closure of the Plant in 1994, these bonds, because of the lien on all revenues of the enterprise, remained as liabilities of the enterprise. In 2001 these revenue bonds were converted, refunded, by the issuance of Governmental Type general obligation fixed rate unvoted bonds of the City. Since no claim on enterprise revenue remains and the related asset was long ago, 1994, transferred out of the enterprise, the remaining bonds of \$29.450 million outstanding at December 31, 2001 were transferred out of the enterprise in 2002 as a nonreciprocal interfund transfer.

As explained further in Note H the City and SWACO again amended the lease in 1998. The City agreed to continue to deliver its garbage to the SWACO landfill and to reduce the liability of SWACO to the City to 65%, as opposed to 100%, of the City's remaining Plant related debt service at January 1, 1995. SWACO agreed to ensure landfill capacity until the year 2025 and to institute a new garbage fee, which would be paid to the City. In 2002 the City recognized \$7.1 million of revenue from SWACO; accounted for as miscellaneous revenue (rent) in the Special Income Tax Debt Service Fund.

A detailed computation of the City's lease receivable at December 31, 2002 is shown in Note H.

Rates charged to customers are determined solely by the City's Council after recommendation by the Electricity Enterprise management. Council's determination is final and is not subject to review or approval by any other regulatory body. Rates are, however, subject to market driven competition provided by the private electric utility in the area.

A five-year comparison of certain Electricity enterprise data is shown below:

	(in thousands, except for number of employees)				
	2002	2001	2000	1999	1998
Assets	\$ 84,662	86,818	99,943	99,639	97,497
Net assets	45,935	14,020	13,027	3,938	(985)
Operating revenues	56,168	52,560	50,590	47,378	44,614
Operating expenses	(53,176)	(50,758)	(44,122)	(49,860)	(39,657)
Operating income (loss)	2,992	1,802	6,468	(2,482)	4,957
Nonoperating					
Investment income	331	421	950	812	1,088
Interest expense	(1,015)	(3,138)	(3,840)	(3,460)	(3,899)
Other, net	7	(92)	-	(48)	(186)
Transfers in	29,600	2,000	5,511	10,100	-
Change in net assets	31,915	993	9,089	4,922	1,960
Number of employees	126	115	123	143	152

**Component Unit: Columbus Municipal Airport Authority (CMAA)** ([www.port-columbus.com](http://www.port-columbus.com))

CMAA is an independent, special purpose political subdivision of the State of Ohio. CMAA was created in August 1990, pursuant to the provisions of Chapter 4582, Ohio Revised Code (ORC), as a body corporate and politic. On November 10, 1991, the transfer date, CMAA began operations under a use and occupancy agreement with the City for the purpose of providing air transportation to the general public. On this date the City transferred the use of all assets and liabilities of the Airport Enterprise Fund to CMAA. This transfer was recorded at the net book value. As a political subdivision, CMAA is distinct from, and is not, an agency of the State of Ohio or any other local governmental unit.

CMAA was governed by a nine-member Board of Directors (the Board) appointed by the Mayor of the City subject to approval of the City Council. CMAA administered an airport system comprised of Port Columbus International Airport and a reliever airport, Bolton Field Airport. Therefore, CMAA was a component unit of the City whose financial statements are discretely presented in the City's Basic Financial Statements. Complete financial statements of CMAA may be obtained from CMAA's administration offices at 4600 International Gateway, Columbus, Ohio 43219.

On December 12, 2002, the City of Columbus, Ohio, the CMAA and the County of Franklin, Ohio entered into the *Port Authority Consolidation and Joinder Agreement*. The effective date of the agreement was January 1, 2003. The City via Ordinance No. 1620-02, passed November 4, 2002; the County via Resolution No. 1161-02, adopted November 19, 2002 and CMAA via Resolution No. 55-02, adopted November 6, 2002, authorized their respective appropriate officers to execute the agreement.

The agreement unites the operations of CMAA, created by the City in 1990, and the Rickenbacker Port Authority, created by the County in 1979 and dissolved by the County Commissioners via this action. The new entity is titled the *Columbus Regional Airport Authority (CRAA)*. The board of directors of the CRAA shall be its governing body and shall consist of nine (9) members; four (4) appointed by the Mayor of the City of Columbus, four (4) by the County Commissioners of Franklin County and one (1) jointly by the Mayor and the County Commissioners.

Beginning January 1, 2003 the CRAA will be characterized as a Joint Venture of the City and the County whereas, the CMAA is a component unit of the City through December 31, 2002.

Outstanding bonds at December 31, 2002 for airport activities are comprised of \$18,445,000 of general obligation bonds of the City and \$122,017,000 of CMAA revenue bonds. Airport revenue bonds are a liability solely of CMAA and not of the City. CMAA pays the principal and interest on the general obligation bonds via rent payments to the City on the same dates and in the same amounts as the general obligation bond debt service requirements.

A five-year comparison of CMAA component unit data is shown below (fiscal years 2000 and 2001 reflect the implementation of GASB Statement No. 34):

	(in thousands)				
	2002	2001	2000	1999	1998
Assets	\$ 464,431	446,146	433,104	407,762	389,495
Net Assets / Fund equity	301,037	279,078	265,211	235,308	212,795
Operating revenues	50,439	55,453	52,390	41,560	40,753
Operating expenses	(46,931)	(53,628)	(39,222)	(28,764)	(26,334)
Operating income	3,508	1,825	13,168	12,796	14,419
Nonoperating revenue (expenses), net	9,664	3,709	9,083	(3,329)	(2,360)
Income before capital contributions/Net income	13,172	5,534	22,251	9,467	12,059
Capital contributions	8,787	8,333	7,651	-	-
Increase in Net Assets	21,959	13,867	29,902	-	-

Additional data on the City's enterprise activities are shown in the Notes and in the Statistical Section of this report.

#### Debt administration:

##### Summary of outstanding notes and bonds payable:

The City's outstanding notes and bonds represent indebtedness for capital needs only, except for the Police and Firemen's Disability and Pension Fund Employers Accrued Liability Refunding Bond (P&F Bond), (\$21,630,000) an unvoted general obligation bond accounted for in governmental type debt, and the FNMA Single Family Mortgage Revenue Note (\$66,500). Notes payable and long-term obligations are explained further in Note G. Following are some pertinent data, both current and historical, regarding the City's outstanding notes and bonds.

#### Ratings:

In 1995 both Standard & Poor's Corporation and Moody's Investors Service, Inc. raised their credit ratings of the City's general obligation bonds to AAA and Aaa, respectively. The City's bond ratings are further described in MD&A in the financial section and on Table 29 in the Statistical Section of this report. More information on the City's outstanding bonds and notes appears in Note G.

#### Sources of Repayment:

Long-term Notes and Bonds and loans payable; exclusive of the obligation under capitalized lease (Note J) of \$2.600 million; in the total amount of \$1.898 billion will be repaid from the following sources:

<u>Source/Description</u>	<u>Amount</u>	<u>%</u>
	(in thousands)	
Debt Service Fund:		
General obligation: Voted-unlimited fixed interest rate	\$ 495,984	26.1 %
Voted-unlimited variable interest rate	25,685	1.4
Unvoted-limited	217,819	11.5
Unvoted-limited/assessment	258	0.0
Revenue: Fixed Interest Rate	30,605	1.6
Variable Interest Rate	6,300	0.3
Note-long-term fixed interest rate	1,221	0.1
Total Debt Service Fund	777,872	41.0
Housing mortgage revenue payments:		
Single Family Mortgage Revenue Note (FNMA)	66	0.0
Total housing mortgage revenue payments	66	0.0
Internal Service Funds:		
Information services:		
General obligation: Unvoted-limited	3,775	0.2
Fleet management:		
General obligation: Unvoted-limited	510	0.0
Total Internal Service Funds	4,285	0.2

Enterprise Funds:		
Water revenues:		
General obligation: Voted-unlimited fixed interest rate	141,216	7.5
Voted-unlimited variable interest rate	44,555	2.3
Unvoted-limited	58,743	3.1
Revenue: Fixed interest rate	<u>48,790</u>	<u>2.6</u>
Total Water	<u>293,304</u>	<u>15.5</u>
Sanitary sewer revenues:		
General obligation: Voted-unlimited fixed interest rate	190,628	10.0
Unvoted-limited	28,356	1.5
Unvoted-limited/assessment	546	0.0
Revenue: Fixed interest rate	71,640	3.8
Variable interest rate	51,600	2.7
OWDA/EPA loans	<u>237,625</u>	<u>12.5</u>
Total Sanitary Sewer	<u>580,395</u>	<u>30.5</u>
Storm sewer revenues:		
General obligation: Voted-unlimited fixed interest rate	58,991	3.1
Voted-unlimited variable interest rate	4,955	0.3
Unvoted-limited	<u>7,198</u>	<u>0.4</u>
Total Storm Sewer	<u>71,144</u>	<u>3.8</u>
Electricity revenues:		
General obligation: Voted-unlimited fixed interest rate	16,715	0.9
Voted-unlimited variable interest rate	6,375	0.3
Unvoted-limited	6,170	0.3
Unvoted-limited/assessment	<u>1,541</u>	<u>0.1</u>
Total Electricity	<u>30,801</u>	<u>1.6</u>
Total Enterprise Funds	<u>975,644</u>	<u>51.4</u>
Total Primary Government (City)	<u>1,757,867</u>	<u>92.6</u>
Airport revenues:		
General obligation: Voted-unlimited fixed interest rate	2,815	0.2
Unvoted-limited fixed interest rate	15,630	0.8
Revenue: Fixed interest rate	<u>122,017</u>	<u>6.4</u>
Total Component Unit (CMAA)	<u>140,462</u>	<u>7.4</u>
Total Reporting Entity	<u>\$ 1,898,329</u>	<u>100.0 %</u>

A recap of the bonds and notes follows:

	Amount (in thousands)	%	%
General obligation:			
Voted-unlimited			
Fixed interest rate	\$ 906,349	47.7%	68.2 %
Variable interest rate	81,570	4.3	6.2
Unvoted-limited			
Fixed interest rate	340,546	17.9	25.6
Total general obligation	<u>1,328,465</u>	<u>69.9</u>	<u>100.0 %</u>
Revenue:			
Fixed interest rate (including OWDA/EPA)	511,898	27.0	89.9 %
Variable rate	57,900	3.1	10.1
Mortgage revenue note-fixed	66	0.0	0.0
Total revenue	<u>569,864</u>	<u>30.1</u>	<u>100.0 %</u>
Total	<u>\$ 1,898,329</u>	<u>100.0%</u>	

The general obligation bonds include those reported in the component unit—CMAA because they are general obligations of the City. Revenue bonds of CMAA, while not an obligation of the City (the Primary government), are included above for purposes of full disclosure.

Voted-unlimited general obligation debt represents debt authorized by a vote of the City's electors. The voters grant the City unlimited authority to levy property taxes to the extent necessary to pay this debt, both principal and interest. However, the City actually repays the debt, if Governmental Type debt from its Debt Service Funds and, if accounted for in an enterprise fund or the CMAA component unit, from the respective enterprise fund or CMAA revenues. Resources in the Debt Service Funds are primarily income tax with lesser amounts of certain recreation fees and special assessments.

Voted debt, therefore, carries a "double barreled" protection for its bond holders and represents, as indicated in the above table, 74.4% of the City's general obligation debt; 52.0% of its total bonds and long-term notes. It has long been the City's policy not to rely on, or impose, property tax levies to service its debt. The City intends to continue this policy.

Unvoted-limited general obligation debt represents debt authorized by the City's Council without a direct vote of the electors. As explained later in the *Debt Limitations* section of this letter, the City is limited in its property tax levying authority regarding unvoted debt. This debt is also repaid from the City's debt service funds and from enterprise fund and component unit revenues in the same manner and from the same resources as the Voted debt described in the previous paragraph. All of the City's special assessment supported bonds and notes are Unvoted-limited general obligation debt.

The City may, at its option, convert the variable interest rate bonds to a fixed interest rate. Furthermore, these bonds may be called at the discretion of the City under specified procedures on any interest payment date. Note G describes various fundamentals of the variable rate bonds and the City's obligations thereunder. The City has complied with all requirements of the bond agreements.

The revenue bonds accounted for as Governmental Type represents the City's Tax Increment Financing (TIF) bonds. The City's liability for these bonds is limited to resources, money, collected via the TIF. Such monies are accounted for in Debt Service Funds.

In conjunction with the issuance of the Water and Sewer revenue bonds, the City entered into various trust agreements with commercial banks. These trust agreements require that the City establish various funds for the cost of construction and replacement of property and equipment and repayment of debt. Restricted assets, consisting of cash, investments and accrued interest receivable, relating to the revenue bonds and certain general obligation bonds were held by both the City and bond trustees. These assets and related liabilities are identified as restricted in the City's financial statements contained in this report and further identified in Note G.

#### **Bond and Note History:**

Outstanding bonds and notes consistently represent the largest of the City's liabilities. It is meaningful therefore to show a longer history of this debt. At December 31 of each of the last ten years outstanding bonds and notes, including those of CMAA, were:

Year	(in thousands)		Total
	Bonds and long-term notes	Short-term notes	
1993	\$ 1,363,284	2,671	1,365,955
1994	1,421,080	1,919	1,422,999
1995	1,441,001	327	1,441,328
1996	1,472,950	313	1,473,263
1997	1,550,476	1,126	1,551,602
1998	1,727,458	81	1,727,539
1999	1,786,762	176	1,786,938
2000	1,819,875	1,541	1,821,416
2001	1,857,435	1,830	1,859,265
2002	1,898,329	-	1,898,329

### Per capita debt:

Data on the net general bonded debt of the City for the period 1993 through 2002 appears in the Statistical Section of this report. Such data at December 31 for the last five years is shown below. Population used in the calculations represents estimates by the Mid Ohio Regional Planning Commission for 1998, 1999, 2001, 2002 and the U.S. Census Bureau for 2000. Bonded debt includes long-term notes but excludes the capitalized lease of \$2.6 million.

	(dollar amounts in thousands, except per capita debt)				
	2002	2001	2000	1999	1998
Gross bonded debt	\$ 1,898,329	1,857,435	1,819,875	1,786,762	1,727,458
Less Debt Service Funds for G.O. debt	(165,985)	(160,083)	(148,677)	(135,216)	(118,942)
Less TIF revenue bonds	(36,905)	(34,050)	(30,050)	(30,050)	-
Less TIF revenue long-term note	(1,221)	-	-	-	-
Less FNMA revenue note	(66)	(88)	(117)	(589)	(600)
Less payable from enterprise revenues:					
General obligation bonds					
Water	(244,514)	(228,592)	(218,966)	(237,718)	(255,150)
Sanitary Sewer	(219,530)	(227,204)	(196,991)	(216,984)	(234,319)
Storm Sewer (excludes \$19.372 million supported by income tax revenues)	(51,772)	-	-	-	-
Electric	(30,801)	(63,758)	(35,921)	(37,262)	(39,656)
Revenue bonds and OWDA/EPA loans					
Water	(48,790)	(53,185)	(57,205)	(60,950)	(62,765)
Sanitary Sewer	(360,865)	(317,092)	(291,638)	(284,402)	(282,354)
Electric	-	-	(44,600)	(47,600)	(50,300)
Less payable by CMAA:					
General obligation bonds	(18,445)	(23,435)	(28,430)	(33,395)	(37,960)
Revenue bonds	(122,017)	(124,031)	(122,165)	(122,835)	(123,475)
Net general bonded debt	\$ 597,418	625,917	645,115	579,761	521,937
Assessed property value	\$ 14,551,080	13,107,854	12,939,074	12,397,530	10,972,327
% of net general bonded debt to assessed value	4.11%	4.78%	4.99%	4.68%	4.76%
Population	726,601	720,230	711,470	698,495	696,849
Net general bonded debt per capita	\$ 822.21	869.05	906.74	830.01	749.00

### Debt limitations:

The City is within all of its legal debt limitations, as described in Note G and in MD&A. More data regarding the City's notes payable and long-term obligations appear in Note G. Table 29 in the Statistical Section of this report contains data necessary to meet the disclosure requirements of Rule 15c2-12(b)(5)(i)(C) and (D) of the Securities and Exchange Commission (SEC).

**Cash management:**

**Depository Commission and Treasury Investment Board:**

The City's Treasury Investment Board and Depository Commission are entities created by the Columbus City Codes, local legislation. Both entities consist of the City Treasurer, Chairman; City Auditor, Secretary; and Finance Director, member. The entities, therefore, provide checks and balances in the investing and depositing process. The Treasurer is appointed by the City Council, the Auditor is a separately elected position, and the Finance Director is appointed by the Mayor. Formal legislation, Columbus City Codes Sections 321 and 325 set forth the duties and limitations of the entities.

**Investment policies:**

The City pools its cash, except for that held by revenue bond trustees, fiscal and escrow agents and certain Debt Service and Agency Funds, for maximum investing efficiency. Each fund type's portion of the pool is reported on the combined balance sheet as *Cash and investments with treasurer*. Earnings on the pool are allocated at the discretion of City Council after meeting the revenue bond indenture and other requirements.

The City does not purchase any form of derivatives. The City does not engage in reverse repurchase agreements, nor does it leverage its investment portfolio in any manner. Only eligible investments with remaining terms not greater than 2 years until final maturity are purchased. Average days to maturity of the City's investments, exclusive of those held by bond trustees, at December 31, 2002 was 424.2 days. 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. The City's investment code and practices have consistently protected the portfolio from unnecessary credit risks (safety) and market risks (liquidity) while providing a competitive yield. The City's investment policies are further explained in Note C.

**Permissible investments:**

Permissible investments for the City's portfolio are limited to:

- Bonds, notes or other obligations of the United States government or its agencies for which the faith of the United States is pledged for the payment of principal and interest thereon.
- Bonds, notes, debentures, or other obligations issued by certain federal government sponsored enterprises.
- The Ohio State Treasurer's Asset Reserve Fund (STAR Ohio) pursuant to Ohio R.C. 135.45.
- Bonds or other obligations of the City of Columbus, Ohio.
- Obligations of the State of Ohio or any of its political subdivisions not in default of principal or interest and which have been approved as to their validity by nationally recognized bond counsel.
- Repurchase agreements that are collateralized with legally authorized securities as defined in Section 325.010 of Columbus City Code and held in third-party safekeeping designated by the City Treasurer and in the name of the City of Columbus.

**Descriptions:**

Brief descriptions of the investments held by the Treasury Investment Board and Depository Commission at December 31, 2002 follow:

(in thousands, except %'s)		
Description	<u>Fair Value</u>	
	<u>Amount</u>	<u>%</u>
Obligations of the U.S. government:		
U.S. Treasury Notes	\$ 25,395	3.4 %
Obligations of federal government sponsored enterprises:		
Federal Farm Credit Bank Coupon Notes	39,096	5.3
Federal Home Loan Bank Coupon Notes	214,905	29.2
Federal Home Loan Bank Discount Notes	4,133	.5
Federal Home Loan Mortgage Corp. Coupon Notes	155,887	21.1
Federal Home Loan Mortgage Corp. Discount Notes	4,999	.7
Federal National Mortgage Association Coupon Notes	184,074	24.9
Federal National Mortgage Association Discount Notes	12,912	1.7
City of Columbus Brewery TIF bond	555	.1
STAR Ohio Investment Pool	74,140	10.0
Demand Savings	<u>23,055</u>	<u>3.1</u>
 Total	 <u>\$ 739,151</u>	 <u>100.0 %</u>

A reconciliation of these assets between the financial statements in this report and those of the Treasury Investment Board and the Columbus Depository Commission follows.

(in thousands)	
Investments with treasurer at fair value	\$ 739,151
Auditor warrants not yet presented for payment	(18,967)
Cash and cash collection items with treasurer, net	<u>3,242</u>
Total primary government cash and investments with treasurer per financial statements	<u>\$ 723,426</u>
 Cash and investments with treasurer per Balance Sheet:	
Governmental Funds	\$ 412,752
Cash and investments with treasurer per Statement of Net Assets	
Enterprise funds-unrestricted	131,122
-restricted	102,202
Internal Service funds	37,618
Cash and investments with treasurer per Statement of Fiduciary Assets and Liabilities	
Agency Funds	<u>39,732</u>
Total primary government cash and investments with treasurer per financial statements	<u>\$ 723,426</u>

**Safeguarding activities:**

During 2002, all of the City's investments, except for investments with STAR Ohio, certificates of deposit and demand savings, were held in book entry form at Federal Reserve banks for the accounts of certain member banks—agents of the City who held the investments in the City's name. Based on criteria described in GASB Statement No. 3, *Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements*, the City's investments are categorized as "Category 1," the most secured custodial relationship.

The City deposits its funds only with local commercial banks as approved by the City's Depository Commission. All deposits, except for deposits held by fiscal and escrow agents or trustees, are collateralized with eligible securities, as required by City ordinances, in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by state statutes and City ordinances, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the Federal Reserve System, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at a Federal Reserve Bank in the name of the City.

The revenue bond agreements of the Water and Sewer enterprises require certain cash and investments to be maintained and managed by trustees. The respective trustees, bank trust departments, invest these monies at the direction of the City Auditor pursuant to the revenue bond agreements.

All of the City's deposits and investments comply with city and state statutes and applicable bond indentures. Cash, investments and the City's collateralizing process are further explained in Note C and are categorized therein in accordance with GASB Statement No. 3.

**Risk management:**

**Property and liability coverage:**

With the exception of CMAA and the Conservatory District, the City assumes the liability for most property damage and personal injury risks. Judgments and claims, including those incurred but not reported as of year end, are recorded when it is probable that an asset has been impaired or a liability has been incurred and the amount of loss can be reasonably estimated. The City does reduce its exposure to high risks, however, through various insurances and employee safety programs.

The City's division of Police operates a fleet of seven jet-powered helicopters. Five of these helicopters (models M/D 500E), valued at approximately \$1,000,000 each, are insured for both hull insurance (\$1million per helicopter with \$100,000 deductible) and liability insurance (\$10,000,000 per occurrence; \$1,000,000 per passenger not including crew; no deductible). The other two crafts (models Bell OH-58) are insured only for the liability insurance. One accident occurred in 1998 causing the City to pay the \$100,000 deductible portion of the hull damage claim of one M/D 500E helicopter. No liability claim resulted from the accident. No losses have occurred since 1998.

The City insures its buildings and their contents with a per occurrence deductible of \$100,000. This policy expires August 1, 2003. One loss of \$100,000 occurred in 2002.

**Surety bond coverage:**

<u>Position</u>	<u>Coverage</u>	<u>Amount</u>	<u>Deductible</u>	<u>Policy Expiration</u>
City Treasurer	Fidelity Bond	\$ 5,000,000	-0-	12-31-04
Deputy Treasurer	Fidelity Bond	5,000,000	-0-	12-31-04
Police through rank of sergeant	Honesty Blanket Position Bond	25,000	-0-	12-31-04
All other employees and elected or appointed officials including all officially appointed members of City Boards and/or Commissions	Faithful Performance Blanket Bond	250,000	20,000	12-31-04

The City of Columbus assumes all other risks of general liability and property/casualty claims.

**Litigation experience:**

As stated in Note B, the City is a defendant in a number of lawsuits pertaining to matters which are incidental to performing routine governmental and other functions. At December 31, 2002, claims approximating \$879.2 million (including 3 claims, a total of \$727 million, filed by pro se claimants) were outstanding against the City. Based on the current status of all these legal proceedings, it is the opinion of management that ultimate resolution of such will not have a material effect on the City's financial statements.

The City Attorney represents the City in all legal matters. Following is a summary of experience of the City over the last ten years of those claims resulting in litigation.

<u>Period</u>	<u>Cases filed</u>	<u>Seeking</u>	<u>Cases closed</u>	<u>Seeking</u>	<u>Paid by City</u>
1993	75	\$ 23,015,716	83	\$ 62,871,248	\$ 473,262
1994	117	224,834,669	218	73,065,819	726,534
1995	527	200,515,923	274	308,133,105	1,449,802
1996	587	374,030,995	253	360,217,314	1,895,454
1997	436	362,432,071	215	25,307,846	1,144,248
1998	300	95,962,919	369	383,901,846	3,055,966
1999	231	79,002,119	343	76,583,495	3,337,192
2000	255	111,909,000	279	498,431,450	1,098,284
2001	246	56,255,348	401	106,040,956	669,670
2002	291	831,062,292	282	93,173,415	1,285,529

Cases filed and cases closed subsequent to 1994 include those cases not seeking monetary damages. Cases filed in 2002 for \$831.1 million include \$727 million of claims filed by 3 pro se claimants.

The City Code permits department heads to settle and pay small claims against the City in amounts not to exceed \$2,500 per claim. The City Attorney can settle claims not exceeding \$20,000. Claims greater than \$20,000 require approval of a majority of the City Council. The above table represents only those claims resulting in litigation.

The United States Department of Justice (DOJ), in October 1999, filed suit against the City of Columbus. The DOJ claimed that the City's division of Police had engaged in a pattern or practice of civil rights violations. In 2002 the suit was withdrawn by DOJ with no specific monetary damages against the City resulting therefrom.

**Other:**

The City provides medical, dental and vision coverage for its employees on a self-insurance basis. Expenses for claims are recorded on a current basis based on an actuarially determined charge per employee. Financial activity recording claims and the payment thereof is accounted for in an Internal Service Fund.

Workers' compensation claims are covered through the City's participation in the State of Ohio's program.

**Deficit fund equities:**

As indicated earlier in this letter under *Accounting system and budgetary control*, the City Charter provides that no contract, agreement or other obligation involving the expenditure of money shall be entered into unless the Auditor first certifies to the Council that the money required for such contract, agreement, obligation or expenditure is in the Treasury, to the credit of the fund from which it is to be drawn, and not appropriated for any other purpose, or is in the process of collection.

Fund deficits may occur on the City's budget basis of accounting when encumbrances are allowed to be recorded against accounts receivable, usually grants. Revenues are only recorded from these accounts receivable when cash is received. The accounts receivable may, however, be considered as funds in the process of collection as described in the City's Charter.

On the modified accrual basis of accounting, a deficit exists in one nonmajor Special Revenue fund and one nonmajor Debt Service Fund. These deficits will be eliminated by future charges for services.

**Fiduciary Operations-Employee Retirement Systems:**

State and local government employees in Ohio, with few exceptions, are members of one of five retirement systems. These retirement

systems were created pursuant to Ohio statutes and are administered by state created boards of trustees. Boards are comprised of a combination of elected members from the respective retirement system's membership and ex-officio members from certain state and local offices.

These five retirement systems are:

- Ohio Public Employees Retirement System (OPERS), created in 1935, represents state and local government employees not included in one of the other four systems. Management of the fund indicates membership of approximately 402,000 actively employed members. At December 31, 2002 assets of this pension fund approximated \$48.9 billion. More data on this pension fund are shown in Note K of this report.
- State Teachers Retirement System of Ohio (STRS), created in 1920, represents teachers in Ohio's public schools from kindergarten through university level. Management of the fund indicates membership of approximately 160,000 actively employed members. At June 30, 2002 assets of this pension fund approximated \$47.7 billion.
- Ohio Police and Fire Pension Fund (P&F), created in 1966, represents sworn personnel, not civilians, employed in police and fire divisions in Ohio's local governments. Management of the fund indicates membership of approximately 29,500 actively employed members. At December 31, 2002 assets of this pension fund approximated \$7.5 billion. All of the City's police and fire officers are members of this pension fund. More data on this pension fund are shown in Note K of this report.
- School Employees Retirement System of Ohio (SERS), created in 1937, represents non-teaching employees in Ohio's public schools. Management of the fund indicates membership of approximately 120,000 actively employed members. At June 30, 2002 assets of this pension fund approximated \$8.4 billion.
- State Highway Patrol System of Ohio (SHP), created in 1941, represents the state's highway patrol troopers. Management of the fund indicates membership of approximately 1,560 actively employed members and assets of approximately \$512 million at December 31, 2002.

The City's civilian personnel are members of OPERS. All sworn police and fire persons are members of P&F. Both OPERS and P&F are multiple-employer public employee retirement systems. Following are the number of City employees covered under the respective state retirement systems at December 31 of the past five years.

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
Police (P&F)	1,827	1,810	1,795	1,793	1,760
Fire (P&F)	1,534	1,518	1,530	1,524	1,445
Civilians (OPERS)	<u>5,424</u>	<u>5,634</u>	<u>5,644</u>	<u>5,696</u>	<u>5,548</u>
Total employees	<u><u>8,785</u></u>	<u><u>8,962</u></u>	<u><u>8,969</u></u>	<u><u>9,013</u></u>	<u><u>8,753</u></u>

The relationship of the City's payrolls to the retirement systems is demonstrated in the table below. The City's total payrolls for the last five years were as follows:

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
	(in millions)				
Payrolls subject to OPERS	\$ 211.9	206.3	197.3	189.0	177.3
Payrolls subject to P&F	192.4	188.5	175.4	157.4	148.2
Payrolls not subject to pension benefit calculation	<u>6.3</u>	<u>7.1</u>	<u>7.5</u>	<u>5.6</u>	<u>5.9</u>
Total	<u><u>\$ 410.6</u></u>	<u><u>401.9</u></u>	<u><u>380.2</u></u>	<u><u>352.0</u></u>	<u><u>331.4</u></u>

Over the past five years the City and its employees have paid the following amounts to PERS and P&F.

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
	(in thousands)				
Paid by City to:					
OPERS	\$ 46,457	45,208	37,655	41,370	38,787
P&F	<u>55,560</u>	<u>54,255</u>	<u>50,909</u>	<u>45,175</u>	<u>42,550</u>
Total paid by City	<u>102,017</u>	<u>99,463</u>	<u>88,564</u>	<u>86,545</u>	<u>81,337</u>
Paid by employees to:					
OPERS	268	286	314	304	292
P&F	<u>5,049</u>	<u>4,989</u>	<u>4,510</u>	<u>4,200</u>	<u>3,955</u>
Total paid by employees	<u>5,317</u>	<u>5,275</u>	<u>4,824</u>	<u>4,504</u>	<u>4,247</u>
Total	<u>\$ 107,334</u>	<u>104,738</u>	<u>93,388</u>	<u>91,049</u>	<u>85,584</u>

The City is current in all of its required contributions to the respective pension funds. The pension plans and other post-employment benefits for health care are explained in Note K.

### OTHER RELEVANT INFORMATION

#### Audits:

Financial statements of the City have been audited by nationally recognized firms of certified public accountants since, and including, 1979. KPMG LLP performed these audits for calendar years 1979 through 1985. Ernst & Young LLP performed the audits for the years 1986 through 1990. The City follows a mandatory rotation policy as prescribed by the Auditor of the State of Ohio. As a result of this policy and competitive proposals, KPMG LLP was selected to perform the audits for 1991 through 2000 at which time Deloitte & Touche LLP became the auditor for 2001-2005. All audits, 1979 through 2002, have been conducted in accordance with auditing standards generally accepted in the United States of America and, beginning in 1980, also the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

In the notes to Schedule of Findings and Questioned Costs contained in this report, Deloitte & Touche LLP reports the following:

- An unqualified opinion on the City’s Basic Financial Statements.
- No reportable conditions and no material weaknesses in internal control were disclosed as a result of the audit of the financial statements.
- No material non-compliance to the basic financial statements.
- No reportable conditions or material weaknesses in internal control over major programs.
- An unqualified opinion on compliance for major programs.
- No audit findings were required to be reported under OMB Circular A-133, section .510(a).
- That the City qualified as a low-risk auditee under Circular A-133, section .530.
- No findings relating to the Basic Financial Statements.
- No findings nor questioned costs relating to Federal Awards.

Deloitte & Touche LLP concluded, therefore, that the City “qualified as a low-risk auditee under Section .530 of OMB Circular A-133.”

Deloitte & Touche LLP issued, separate from the CAFR, additional comments, commonly known as a management letter.

The numerous Notes to the Financial Statements are an integral part of the statements. The reader is encouraged to review them thoroughly.

#### Certificate of Achievement for Excellence in Financial Reporting:

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 Columbus, Ohio for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2001. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such comprehensive annual financial report must satisfy both generally accepted accounting principles and applicable legal requirements.

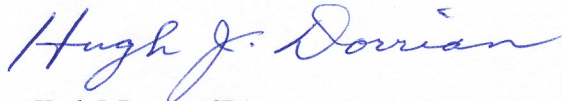
A Certificate of Achievement is valid for a period of one year only. Columbus has received a Certificate of Achievement for the last twenty-three consecutive years, fiscal years ended 1979-2001. We believe our current report continues to conform to the Certificate of Achievement program requirements, and are submitting it to GFOA.

**Use of the report and acknowledgements:**

This report represents the twenty-fourth (1979-2002) Comprehensive Annual Financial Report of the City of Columbus containing financial statements audited by a nationally recognized firm of certified public accountants. Approximately 500 copies of this report will be distributed. In addition to citizens in the community, the recipients will include city, state, and federal officials, university students, schools, libraries, newspapers, investment banking firms, banks, rating agencies, etc. This report is also available on the City's website. The Internet address is <http://www.cityofcolumbus.org>. The report will be made available to any person or organization requesting it. This extensive effort of preparation and distribution of this report fulfills the City Auditor's goal of full disclosure of the City's finances.

This report is issued by Hugh J. Dorrian, CPA, City Auditor. Special thanks and recognition go to Ms. Darlene Short, Chief Accountant and Ms. Vikki Amicon, Assistant Chief Accountant, for their exemplary efforts in the preparation of this report. All members of the City Auditor's staff and many of the City's other employees also contributed to this effort. They all have my thanks and respect for their work.

Respectfully submitted,



Hugh J. Dorrian, CPA  
Auditor  
City of Columbus, Ohio

HJD/jm

**City of Columbus, Ohio**

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**City of Columbus,  
Ohio**

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

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



*William Patrick Holt*

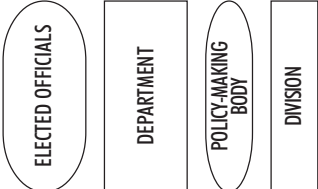
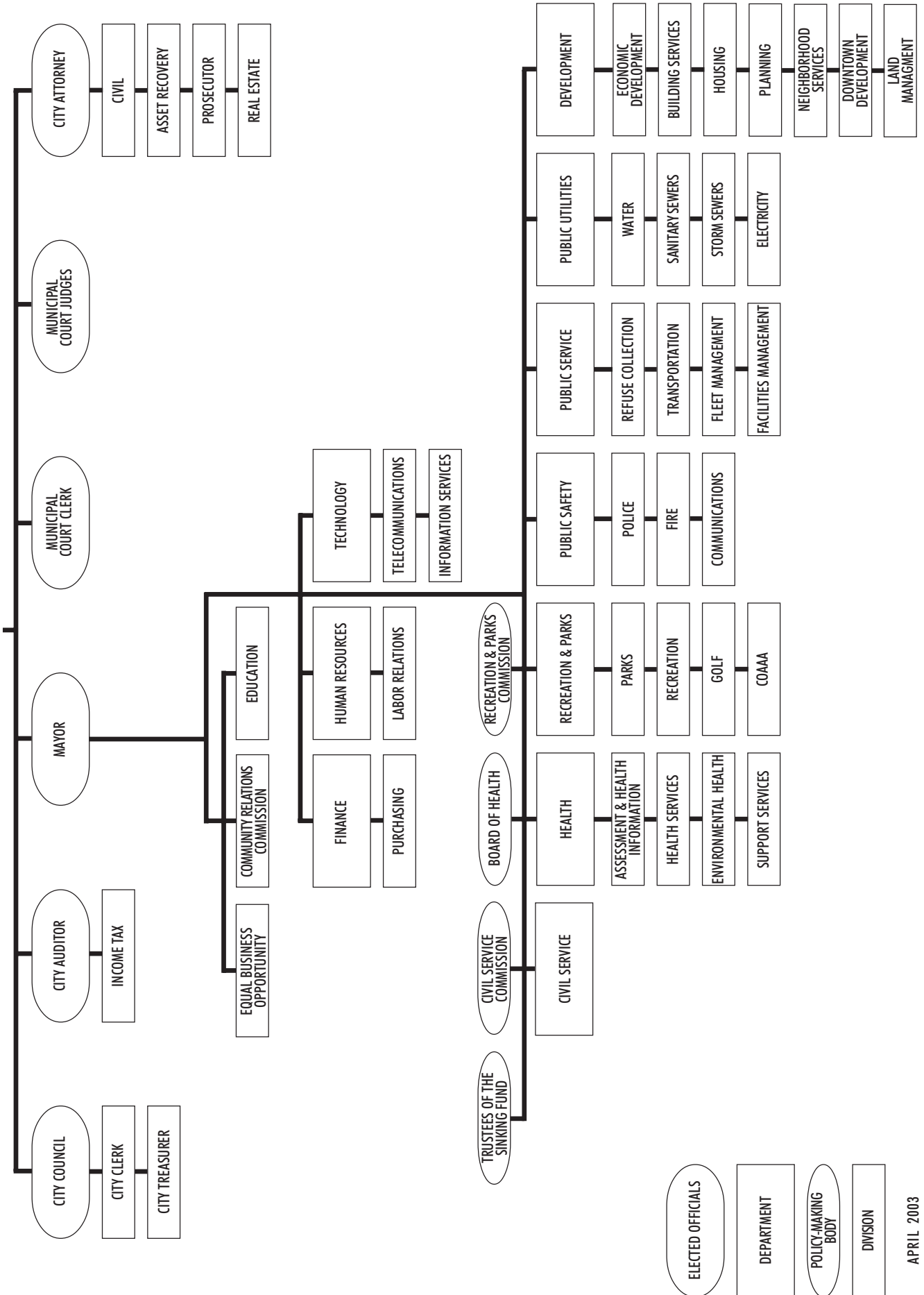
President

*Jeffrey R. Enner*

Executive Director

# ORGANIZATION CHART OF THE CITY OF COLUMBUS

THE CITIZENS OF COLUMBUS



# LIST OF PRINCIPAL OFFICIALS

---

## **MAYOR**

Michael B. Coleman

## **CITY COUNCIL**

Matthew D. Habash, President

Kevin L. Boyce

Michael Mentel

Maryellen O'Shaughnesy

Richard W. Sensenbrenner

Charleta B. Tavares

Patsy A. Thomas

## **CITY ATTORNEY**

Richard C. Pfeiffer, Jr.

## **CITY AUDITOR**

Hugh J. Dorrian, CPA

## **CITY TREASURER**

Thomas M. Isaacs

## **DEPARTMENT OF FINANCE**

Joel Taylor

## **SECRETARY OF THE SINKING FUND**

David Irwin

## **CITY CLERK**

Timothy McSweeney

# City of Columbus, Ohio

## Office of the City Auditor Staff

Robert L. McDaniel  
Darlene Wildes Short  
Vikki Vincent Amicon  
Julie Burkart  
Timothy J. Carroll  
Mike Gore

Deputy Auditor  
Chief Accountant  
Assistant Chief Accountant  
Assistant Auditor III  
Payroll Auditing Supervisor  
Administrative Analyst II

Mary Kay Boerner  
Bonnie Buck  
Sharlene Campbell  
Rebecca Cox  
Mary Lou Davis  
Richard Ellis  
Barbara Forest  
Patricia Harrell

Patricia Hinkle  
Vivian James  
Paul Kuppich  
Brad Marburger  
Jacqueline Marburger  
Margaret McDougald  
Jason Musick  
Teresa Parr

Flor Rafiee  
Mary Raphael  
Kathy Rowe  
Charles Bruce Scott  
Tony Sestito  
Donna Thornwell  
Dan Wood



Hugh J. Dorrian, CPA  
City Auditor

### Terms of Office

September 8, 1969	▶	December 31, 1969
January 1, 1970	▶	December 31, 1973
January 1, 1974	▶	December 31, 1977
January 1, 1978	▶	December 31, 1981
January 1, 1982	▶	December 31, 1985
January 1, 1986	▶	December 31, 1989
January 1, 1990	▶	December 31, 1993
January 1, 1994	▶	December 31, 1997
January 1, 1998	▶	December 31, 2001
January 1, 2002	▶	

# City of Columbus, Ohio

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# **FINANCIAL SECTION**



## **INDEPENDENT AUDITORS' REPORT**

The Honorable Hugh J. Dorrian  
City Auditor  
City of Columbus, Ohio

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Columbus, Ohio, as of and for the year ended December 31, 2002, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on the respective financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the respective financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the respective 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.

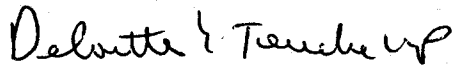
In our opinion, the respective financial statements referred to above present fairly, in all material respects, the respective statement of net assets or financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Columbus, Ohio, as of December 31, 2002, and the respective changes in financial position (and respective cash flows, where applicable) thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Management's Discussion and Analysis on pages 47-61 and the Budgetary Comparison Schedule – General Fund on page 125 and Notes to the Required Supplementary Information on pages 126-127 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. This information is the responsibility of the City's management. 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.

Our audit was conducted for the purpose of forming an opinion on the respective financial statements that collectively comprise the City's basic financial statements. The supplementary information listed in the accompanying table of contents as Exhibits A-1 through E-3 are presented for purposes of additional analysis and are not a required part of the basic financial statements. This supplementary information is the responsibility of the City's management. Such information has been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory and statistical sections, as listed in the accompanying table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The introductory and statistical sections are the responsibility of the City's management. Such information has not been subjected to auditing procedures applied in the audit of the City's basic financial statements and, accordingly, we express no opinion on it.

In accordance with *Government Auditing Standards*, we have also issued a report dated April 17, 2003, on our consideration of the City's internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, grants and contracts. 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 assessing the results of our audit.



April 17, 2003

# CITY OF COLUMBUS, OHIO

## Management's Discussion and Analysis

As management of the City of Columbus (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2002. We encourage readers to consider the information presented here in conjunction with our letter of transmittal at the front of this report and the City's financial statements, which follow this section.

### Financial Highlights

- The assets of the City exceeded its liabilities at the close of 2002 by \$1.62 billion. Of this amount, \$251.5 million is considered unrestricted. The unrestricted net assets of the City's governmental activities are \$79.4 million and may be used to meet the government's on-going obligations. The unrestricted net assets of the City's business type activities are \$172.1 million and may be used to meet the on-going obligations of the City's water, sanitary sewer, storm sewer and electricity business-type activities.
- The City's total net assets increased \$50.5 million in 2002. Net assets of the governmental activities decreased \$41.7, which represents a 4.4 percent decrease from 2001. Net assets of the business-type activities increased \$92.2 million or 14.9 percent from 2001. Although many events contributed to these net asset changes, there were two nonreciprocal interfund transfers totaling \$56.4 million during 2002 that caused an increase in business-type activities net assets while decreasing governmental activities net assets.
- The total cost of the City's programs increased \$25.6 million or 2.5 percent. The cost of governmental activities increased \$5.6 million or 0.7 percent, while the cost of business-type activities increased \$19.9 million or 7.9 percent.
- As of the close of the current fiscal year, the City's governmental funds reported a combined ending fund balance of \$412.2 million. The combined governmental funds fund balance decreased \$29 million from the prior year's ending fund balance. Approximately \$230.4 million of the \$412.2 million fund balance is considered unreserved at December 31, 2002.
- The general fund reported a fund balance of \$58.8 million at the end of the current fiscal year. The unreserved fund balance for the general fund was \$47.2 million or 8.7 percent of total general fund expenditures (including transfers out). There was a \$36.5 million decrease in the total general fund balance for the year ended December 31, 2002.
- The City's total debt increased by \$60.2 million (3.5 percent) during the current fiscal year. The key factors in this increase were the issuance of general obligation bonds for governmental and business-type activities and the issuance of Ohio Water Development Authority revenue obligations in the sanitary sewer enterprise fund.

### Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the

financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

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

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees or charges (business-type activities). The governmental activities of the City include general government, public service, public safety, development, health and recreation and parks. The business-type activities of the City include four enterprise activities: a water system, a sanitary sewer system, a storm sewer and drainage system and an electricity distribution system. Prior to 2002, storm sewer financial activities were accounted for in special revenue and various capital project funds.

The government-wide financial statements include not only the City itself (known as the primary government), but also the Columbus Municipal Airport Authority (CMAA). Financial information for this *component unit* is reported separately from the financial information presented for the primary government itself. Complete financial statements of CMAA, which include its MD&A, may be obtained from CMAA's administration offices at 4600 International Gateway, Columbus, Ohio 43219.

The government-wide financial statements can be found on pages 65 – 67 of this report.

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

**Governmental funds.** *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial

statements focus on the *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The City maintains 87 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the general bond retirement debt service fund, and the special income tax debt service fund, all of which are considered to be major funds. Data from the other 84 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The basic governmental fund financial statements can be found on pages 68 – 71 of this report.

**Proprietary funds.** The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its water, sanitary sewer, storm sewer and electricity distribution operations. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions, including, employee benefits self-insurance, fleet management, information services, purchasing/contracts, telecommunication, and land acquisition. The services provided by these funds predominantly benefit the governmental rather than the business-type functions. They have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provided separate information for the water, sanitary sewer, storm sewer and drainage system and electricity distribution operations. The water, sanitary sewer and electricity enterprise funds are considered to be major funds of the City. Conversely, all internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 72 – 75 of this report.

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

The basic fiduciary fund financial statements can be found on page 76 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 77 – 122 of this report.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's general fund budget. The City adopts an annual appropriation budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget. Required supplementary information can be found on pages 123 – 127 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplemental information. Combining and individual fund statements and schedules can be found on pages 129 – 212 of this report.

**City of Columbus  
Net Assets**  
(amounts expressed in thousands)

	Governmental activities		Business-type activities		Total	
	2002	2001	2002	2001	2002	2001
Current and other assets	\$ 776,547	851,516	307,804	243,760	1,084,351	1,095,276
Capital assets	1,235,531	1,226,194	1,413,332	1,290,753	2,648,863	2,516,947
<i>Total assets</i>	\$ 2,012,078	2,077,710	1,721,136	1,534,513	3,733,214	3,612,223
Long-term liabilities outstanding	848,506	825,437	986,485	891,443	1,834,991	1,716,880
Other liabilities	254,546	301,568	24,636	25,206	279,182	326,774
<i>Total liabilities</i>	\$ 1,103,052	1,127,005	1,011,121	916,649	2,114,173	2,043,654
<b>Net assets</b>	\$ 909,026	950,705	710,015	617,864	1,619,041	1,568,569
Invested in capital assets, net of related debt	462,232	423,395	431,210	399,310	893,442	822,705
Restricted	367,405	357,872	106,656	70,059	474,061	427,931
Unrestricted	79,389	169,438	172,149	148,495	251,538	317,933
<b>Total net assets</b>	\$ 909,026	950,705	710,015	617,864	1,619,041	1,568,569

**Government-wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The City's assets exceeded liabilities by \$1.62 billion at the close of the most recent fiscal year.

The largest portion of the City's net assets (55 percent) reflects its investment in capital assets (e.g. land, buildings, improvements other than buildings, machinery and equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; therefore, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net asset (29 percent) represents resources that are subject to restrictions as to how they may be used. The remaining balance of unrestricted net assets (\$251.5 million) may be used to meet the governments on-going obligations to citizens and creditors. It is important to note that although the total unrestricted net assets is \$251.5 million; the net assets of the City's business-type activities (\$172.1 million) may not be used to fund governmental activities.

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

Overall net assets of the City increased \$50.5 million in 2002. Net assets for governmental activities decreased \$41.7 million, while net assets for business-type activities increased \$92.2 million. In 2002, there were two nonreciprocal interfund transfers that contributed to these changes in net assets between governmental and business-type activities:

- Net assets of \$26.989 million were transferred to the storm sewer enterprise fund effective January 1, 2002. Previously, storm sewer financial activities were accounted for in special revenue and various capital project funds (all reported as nonmajor governmental funds in 2001). This net asset transfer included \$98.508 million of capital and other assets and \$71.519 million of long term and other liabilities.
- Net assets of \$29.45 million were transferred to the electricity enterprise fund related to the transfer of certain bonds out of that fund and into governmental activities. The electricity enterprise fund had revenue bonds that were related to an electricity generating, solid waste recovery plant and transfer stations that have been leased to another entity for several years. The assets related to those bonds were transferred out of the electricity enterprise fund in 1994. Since the bondholders of these revenue bonds had liens on all electricity enterprise revenues, the bonds remained in the enterprise fund. Those revenue bonds were refunded in 2001 with general obligation debt and, during 2002, the City adopted legislation to move the new bonds out of the electricity enterprise.

There was an increase of \$9.5 million in restricted net assets reported in connection with the City's governmental activities. The increase in amounts restricted for capital projects and debt service was a result of several transactions, including, the City issuing \$123.5 million in governmental type bonds in 2002 and the transfer in of electricity debt, noted above. These increases were partially offset by the payment of bond maturities and the transfer of storm sewer debt out of governmental activities.

There was also an increase of \$38.8 million in the amount invested in capital assets, net of related debt, as bond proceeds, primarily from 2000 bond issues, were used to complete certain capital projects in 2002.

The increase of \$36.6 million in restricted net assets reported for the City's business-type activities was primarily due to the issuance of new debt in the City's enterprise funds during 2002.

**City of Columbus**  
**Changes in Net Assets**  
(amounts expressed in thousands)

	Governmental activities		Business-type activities		Total	
	2002	2001	2002	2001	2002	2001
<b>Revenues--</b>						
<i>Program revenues:</i>						
Charges for services	\$ 108,448	113,789	291,643	262,111	400,091	375,900
Operating grants and contributions	101,767	92,906	-	-	101,767	92,906
Capital grants and contributions	32,539	40,171	411	502	32,950	40,673
<i>General revenues:</i>						
Income taxes	432,013	435,341	-	-	432,013	435,341
Grants and contributions not restricted to specific programs (shared revenues)	55,431	61,862	-	-	55,431	61,862
Property taxes	41,520	40,881	-	-	41,520	40,881
Investment earnings	14,195	29,379	6,393	8,024	20,588	37,403
Other taxes	14,019	12,317	-	-	14,019	12,317
Other	7,514	16,288	5,439	2,087	12,953	18,375
<b>Total revenues</b>	<b>\$ 807,446</b>	<b>842,934</b>	<b>303,886</b>	<b>272,724</b>	<b>1,111,332</b>	<b>1,115,658</b>
<b>Expenses:</b>						
General government	\$ 88,323	84,303	-	-	88,323	84,303
Public service	127,055	121,465	-	-	127,055	121,465
Public safety	363,271	349,526	-	-	363,271	349,526
Development	55,971	61,798	-	-	55,971	61,798
Health	38,690	37,392	-	-	38,690	37,392
Recreation and parks	77,834	73,442	-	-	77,834	73,442
Public utilities	-	12,965	-	-	-	12,965
Interest on long-term debt	37,845	42,497	-	-	37,845	42,497
Water	-	-	91,910	91,741	91,910	91,741
Sanitary sewer	-	-	107,459	106,243	107,459	106,243
Storm sewer	-	-	18,321	-	18,321	-
Electric	-	-	54,181	53,929	54,181	53,929
<b>Total expenses</b>	<b>\$ 788,989</b>	<b>783,388</b>	<b>271,871</b>	<b>251,913</b>	<b>1,060,860</b>	<b>1,035,301</b>
Increase in net assets before transfers	18,457	59,546	32,015	20,811	50,472	80,357
Transfers	(60,136)	(2,000)	60,136	2,000	-	-
Increase (decrease) in net assets	(41,679)	57,546	92,151	22,811	50,472	80,357
<b>Net asset -- January 1st</b>	<b>\$ 950,705</b>	<b>893,159</b>	<b>617,864</b>	<b>595,053</b>	<b>1,568,569</b>	<b>1,488,212</b>
<b>Net asset -- December 31st</b>	<b>\$ 909,026</b>	<b>950,705</b>	<b>710,015</b>	<b>617,864</b>	<b>1,619,041</b>	<b>1,568,569</b>

**Governmental activities.** Governmental activities decreased the City's net assets by \$41.7 million. Key elements of the decrease are as follows:

- Charges for services decreased \$5.3 million or 4.7 percent.
- Income tax revenue decreased \$3.3 million or 0.7 percent on a full accrual basis.
- Grants and contributions not restricted to a specific program (shared revenues) decreased \$6.4 million or 10.4 percent.
- Investment earnings decreased \$15.2 million or 51.7 percent.
- Expense increased only \$5.6 million or 0.7 percent in 2002.
- There were nonreciprocal interfund transfers and reimbursements totaling \$60.136 million in 2002. These transfers included the following: Net asset transfer to the storm sewer enterprise totaling \$26.989 million; \$3.102 million transfer to storm sewer enterprise for debt service funded with income tax revenue; \$29.45 million transfer to the electricity enterprise fund for bonds payable transferred to governmental activities; \$150 thousand operating subsidy to the electricity enterprise; \$445 thousand transfer reimbursement to the sanitary sewer enterprise from a nonmajor governmental fund.

The decrease in charges for services is primarily due to the change in reporting of the storm sewer financial activities in 2002, as noted above. Storm sewer charges of services of \$17.7 million were reported in governmental activities in 2001, while the comparable amount for 2002 was reported in business-type activities. The offsetting \$12.4 million increase in governmental activities charges for services is attributed to increased fees for various city services, including building services, parking and court costs.

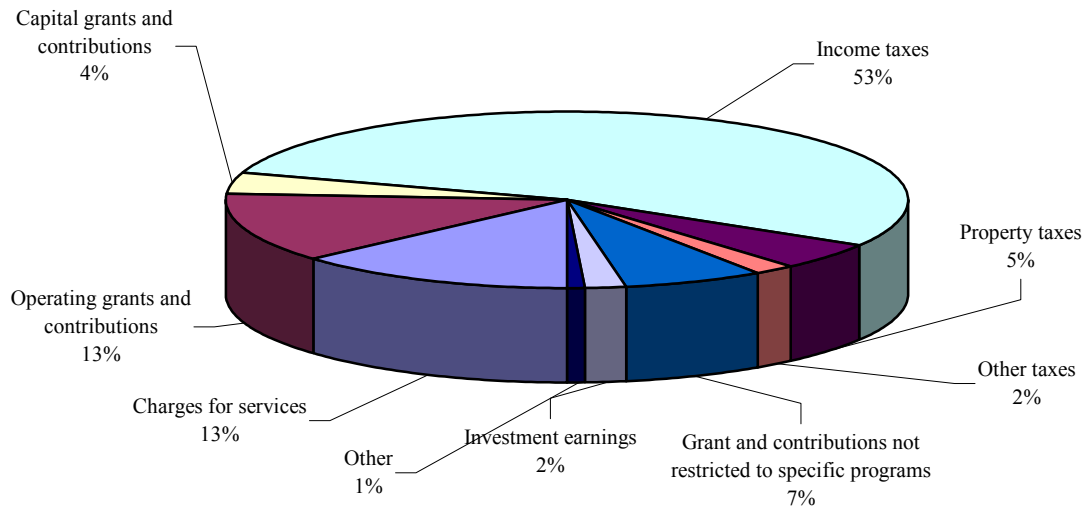
Income tax revenue, which represents 53 percent of the City's governmental revenue, decreased \$3.3 million (in 2001, income tax revenue increased \$12.5 million or 2.9 percent). The income tax revenue decrease is attributed to the current state of the economy, decreased local business earnings and increased unemployment.

Shared revenue, which represents taxes levied by the state or counties and partially distributed to the City or other political subdivisions, decreased \$6.4 million due to a reduced level of support from the state of Ohio.

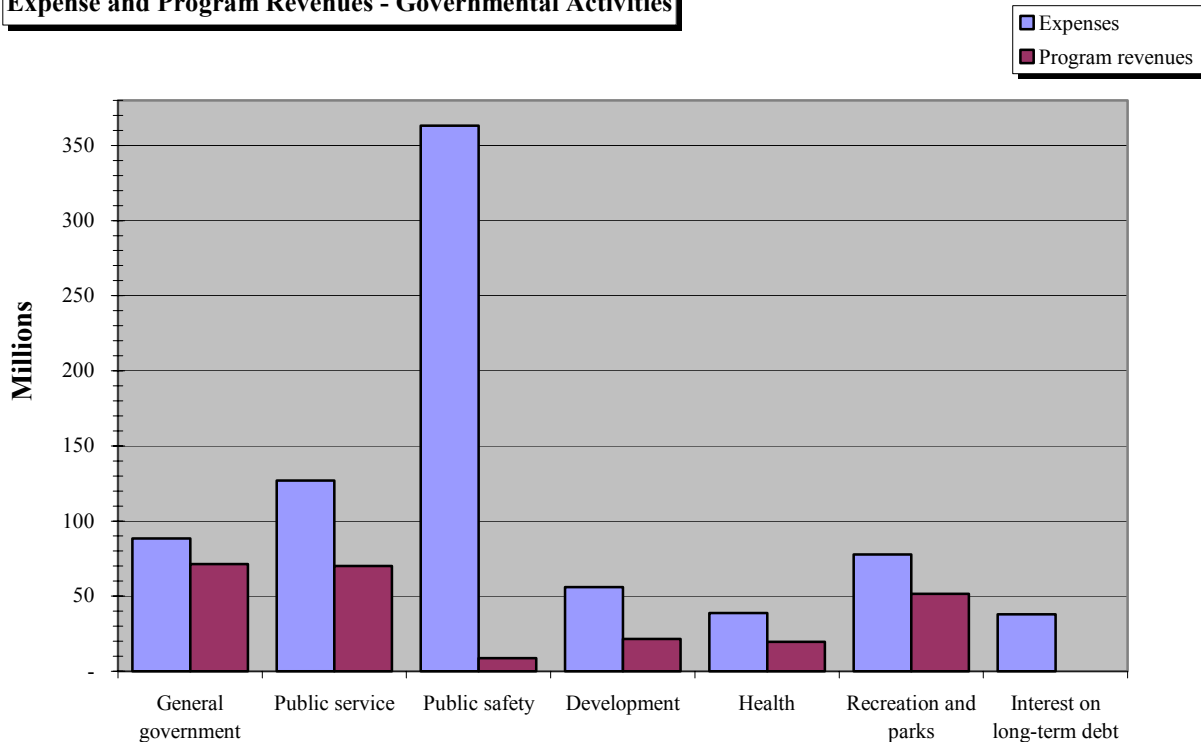
Investment earnings, which represent 1.7 percent of total City revenues (3.5 percent in 2001), decreased \$15.2 million due to significant decreases in rates earned by investments permitted by the City code.

Governmental activity expenses increased \$5.6 million in 2002. Excluding storm sewer expenditures of \$18.7 million from 2001 expenses, the increase would have been only \$24.3 million or 3.1 percent. The City continued its efforts in cost containment during 2002. Current year expenses were 97.7 percent of current year revenues. This percentage is up from 93 percent in 2001.

**Revenue by Source - Governmental Activities**



**Expense and Program Revenues - Governmental Activities**



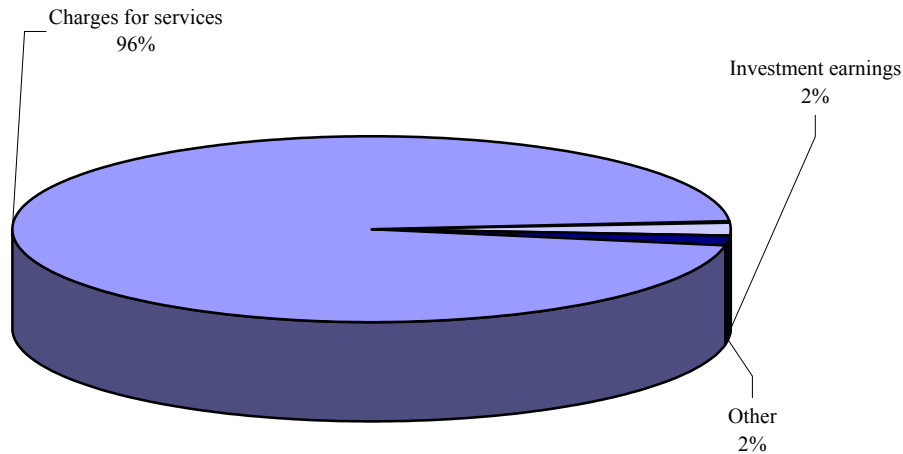
**Business-type activities.** While total net assets of the City only increased \$50.5 million, business-type activity net assets increased by \$92.2 million. Key elements of this increase are as follows.

- Charges for services increased \$29.5 million or 11.3 percent. Storm sewer charges for services represent \$20.4 million of this increase as they were reported in governmental activities in 2001.

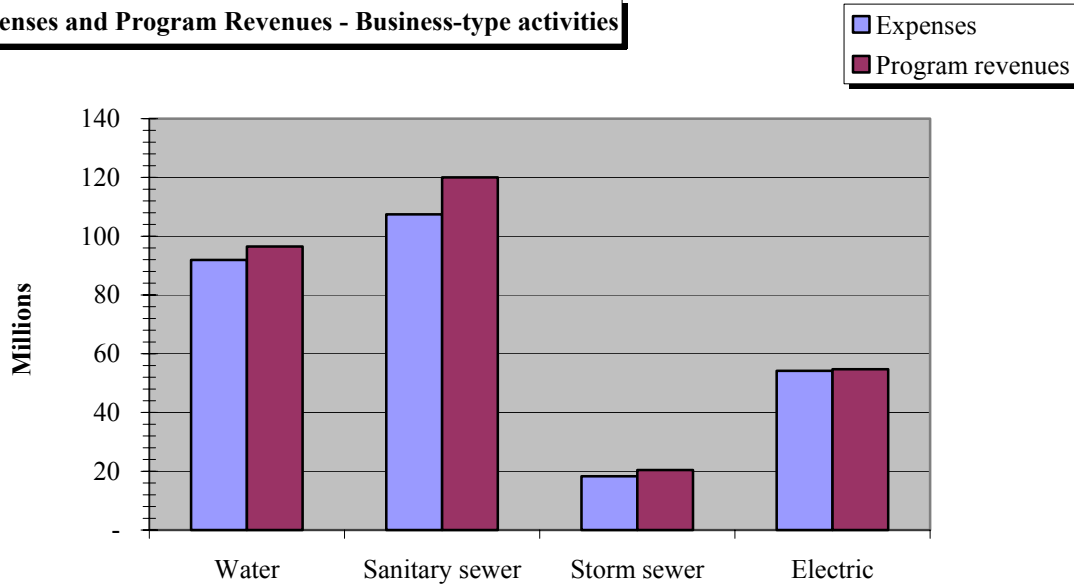
- Investment earnings decreased \$1.6 million or 20 percent.
- The transfers of \$60.1 million in 2002 included \$56.4 million in nonreciprocal interfund transfers of net assets to the storm sewer and electricity enterprise fund business-type activities from governmental activities.
- Expenses increased \$19.9 million or 7.9 percent in 2002; however, total revenues, before transfers in, were \$32 million greater than total expense. Storm sewer expenses of \$18.3 million in 2002 were added to business type activities. The comparable storm sewer expense amount for 2001 of \$18.7 million was reported in governmental activities.

The increase in business-type activities net assets before the transfers was \$32 million. This increase is attributed to stable revenue inflows and containment of costs related to enterprise activities. The percent of annual expense to annual revenue decreased from 92 percent in 2001 to 89 percent in 2002. It is important to note that the two largest business-type activities, the water and sanitary sewer enterprises, which contribute 74 percent of total revenue to the business-type activities, have not had rate increases since 1999 and 1997, respectively. User rates in the water, sanitary sewer and storm sewer enterprises for 2003 have been increased 5% over 2002 rates.

**Revenues by Source - Business-type Activities**



### Expenses and Program Revenues - Business-type activities



### Financial Analysis of the Government's Funds

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

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

As of December 31, 2002, the City's governmental funds reported combined ending fund balances of \$412.2 million, a decrease of \$28.9 million in comparison with the prior year. Approximately \$230.4 million of this amount constitutes *unreserved fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is *reserved* to indicate that it is not available for new spending because it has already been committed to liquidate contracts and purchase orders of the prior period and for non-current loans receivable.

The general fund is the chief operating fund of the City. At December 31, 2002, unreserved fund balance of the general fund was \$47.2 million, while total fund balance was \$58.8 million. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures (including transfers out). Unreserved fund balance represents 8.7 percent of total general fund expenditures (including transfers out), while total fund balance represents 10.8 percent of that same amount.

The fund balance of the City's general fund decreased by \$36.5 million during 2002. Key factors in this decline are as follows:

- Total revenues decreased \$21.9 million or 4.3 percent.

- Investment income decreased by \$13.8 million due to significant decreases in rates earned by investments permitted by the City code.
- Shared revenue, which represents taxes levied by the state or counties and partially distributed to the City or other political subdivisions, decreased \$5.2 million due to a reduced level of support from the state of Ohio.
- Revenue from licenses and permits decreased approximately \$10.4 million and development services expenditures decreased by \$9.3 million. These decreases were the result of the building services activities being accounted for in a nonmajor special revenue fund in 2002. Building services 2001 revenues and expense of \$9.5 million and \$9.9 million, respectively, were accounted for in the general fund.
- Expenditures increased by only \$1.9 million or .38 percent. The City continued its pattern of cost containment.

The general bond retirement debt service fund has a total fund balance of \$1.468 million. The net decrease in fund balance during 2002 in this fund was approximately \$178 thousand. The general bond retirement fund is funded primarily with income tax revenue at the level necessary to meet debt service requirements.

The special income tax debt service fund has a total fund balance of \$151.8 million. The net increase in fund balance during 2002 in this fund was approximately \$10.5 million. One quarter of the City's income tax revenue is set aside to meet debt service requirements for governmental activity type debt. Those income tax revenues not required in the general bond retirement fund, as noted above, are recorded in the special income tax fund. The increase in special income tax fund balance is primarily attributed to the \$8.8 million premiums received on bonds issued in 2002. Such premiums are used to pay interest amounts due on outstanding bonds.

**Proprietary funds.** The City's proprietary funds provide the same information found in the government-wide financial statements, but in more detail.

Unrestricted net assets at the end of the year amounted to \$56.3 million, \$98.2 million, \$14.6 million and \$364 thousand for the water, sanitary sewer, storm sewer and electricity enterprises, respectively. The growth in net assets in the water, sanitary sewer, storm sewer and electricity enterprise funds was \$8.1 million, \$18.7 million, \$33.3 million and \$31.9 million, respectively. Other factors concerning the finances of these funds have already been addressed in the discussion of the City's business-type activities.

### **General Fund Budgetary Highlights**

The final amended General Fund budget had total appropriations of approximately \$6 million less than the original budget. The total original appropriations, including those for transfers out, were \$534.4 million, while the final appropriations were \$528.4 million. Appropriation amounts were decreased during the year as it became evident that original revenue estimates would have to be adjusted downward in response to a shortfall of actual general fund revenues.

## Capital Asset and Debt Administration

**Capital assets.** The City's investment in capital assets for governmental and business-type activities as of December 31, 2002, amounts to \$2.6 billion (net of accumulated depreciation). This investment in capital assets includes land, buildings, systems, improvements, machinery and equipment, park facilities, roads, curbs and gutters, streets and sidewalks, and drainage systems. The total increase in the City's investment in capital assets for 2002 was 5.2 percent (a .7 percent increase for governmental activities and a 9.5 percent increase for business-type activities).

**Capital Assets, net of depreciation**  
(amounts expressed in thousands)

	Governmental activities		Business-type activities		Total	
	2002	2001	2002	2001	2002	2001
Land	\$ 175,032	165,049	43,052	36,536	218,084	201,585
Buildings	195,660	191,674	75,424	79,108	271,084	270,782
Improvements other than buildings	87,424	84,274	1,084,589	1,028,955	1,172,013	1,113,229
Machinery and equipment	72,126	96,651	28,168	33,481	100,294	130,132
Infrastructure	705,289	688,546	66,355	-	771,644	688,546
Construction in progress	-	-	115,744	112,673	115,744	112,673
<b>Total</b>	<b>\$ 1,235,531</b>	<b>1,226,194</b>	<b>1,413,332</b>	<b>1,290,753</b>	<b>2,648,863</b>	<b>2,516,947</b>

Major capital asset events during 2002 included the following:

- Total capital assets, net of accumulated depreciation, increased \$131.9 million.
- Storm sewer capital assets, net of accumulated depreciation, in the amount of \$63.8 million were transferred from governmental activities to business-type activities.
- Business-type activity capital assets increased by \$122.5 million or \$169.4 million, net of \$46.9 million in current year depreciation expense. The increase was due to: \$8.1 million in water plant and water line improvements; \$41 million in sanitary sewer plant improvements; \$25.2 million in sanitary sewer line improvements; \$4.6 million improvements on floodwall; \$63.8 million transfer in of storm sewer assets; \$2.3 million street light, transformer and cable improvements and expansion in electricity division; and \$24.4 million in other improvements.
- Governmental activity capital assets increased by \$9.3 million or \$61.8 million, net of \$52.5 million in current year depreciation expense. This increase was due to: \$18 million in donated streets; \$3.2 million in traffic signals and other street improvements; \$10.3 million in land and other improvements related to new and future park sites; \$4.5 million in buildings and improvements related to the Parsons Avenue health department building and an eastside health clinic; \$3.5 million in fire station building and rehabilitation; \$2.1 million in police helicopter and vehicles; and \$20.2 million in other improvements.

Additional information on the City's capital assets can be found in Note F on pages 96 – 97 of this report.

**Long-term debt.** At December 31, 2002, the City, the primary government, had \$1.777 billion of long-term bonds and loans outstanding. All assessment bonds issued by the City are also general obligation bonds (\$258,000 in governmental activities and \$2,086,385 in business-type activities) and are included herein. The remainder of the City's debt represents bonds secured solely by specified revenue sources (i.e. revenue bonds).

**City of Columbus  
General Obligation and Revenue Bonds Outstanding**

	Governmental activities		Business-type activities		Total	
	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
General obligation bonds, notes and capital leases	\$ 756,732	791,299	570,841	522,824	1,327,573	1,314,123
Revenue bonds	38,263	34,138	411,281	368,619	449,544	402,757
<b>Total</b>	<b>\$ 794,995</b>	<b>825,437</b>	<b>982,122</b>	<b>891,443</b>	<b>1,777,117</b>	<b>1,716,880</b>

Total long-term bonds and loans outstanding at December 31, 2002 increased by \$60.2 million, a 3.5 percent increase, over December 31, 2001, primarily because of newly issued debt. Key events contributing to the change in long-term debt balances are as follow:

- On December 15, 2001, the City issued \$138.340 million of various purpose general obligation bonds. Included in this issue were monies to refund three existing issues; \$50.775 million governmental type activities and \$1.605 million business-type activities (\$1.266 million sanitary sewer enterprise and \$339 storm sewer enterprise). The refunded bonds were redeemed in January 2002.
- In March 2002, the City refunded \$73.420 million of business-type activity sanitary sewer enterprise revenue bonds with the issuance of \$71.640 million of new bonds of the same type. The refunding resulted in an economic gain to the City of \$8.253 million.
- In August 2002, the City issued \$3.455 million of tax increment financing (TIF) revenue bonds for governmental activities. Also issued in 2002 was a long term TIF revenue note for governmental activities of \$1.221 million; repayment of which is conditional upon the TIF producing adequate revenues.
- In November 2002, the City issued \$120.025 million of governmental type general obligation bonds for various purposes. Also issued were \$54.820 million of business-type activity general obligation bonds; \$34.580 million water enterprise, \$14.070 million sanitary sewer enterprise, \$5.415 million storm sewer enterprise and \$755,000 electricity enterprise.
- At various dates throughout 2002 the City issued additional governmental-type long term notes to the Ohio Public Works Commission for \$83,000; business-type activities long term notes to the Ohio Water Development Authority for the sanitary sewer enterprise of \$60.283 million and \$750,000 of general obligation assessment bonds for the electricity enterprise.

The City's general obligation bond ratings by Standard & Poor's Corporation and Moody's Investor Services, Inc. are "AAA" and "Aaa", respectively. The City's bond ratings are shown in the following table.

<b>Type</b>	<b>Moody's</b>	<b>Standard &amp; Poor's</b>
General Obligation Bonds – Fixed Rate	Aaa	AAA
General Obligation – Variable Rate Demand Bond	Aaa/VMIG1	AAA/A1+
1991 Water System Revenue Refunding Bonds	Aa2	AA
1999 Water System Revenue Refunding Bonds	Aa2	AA
1992 Sanitary Sewer System Revenue Refunding Bonds	Aa2	AA
1994 Sanitary Sewer System Adjustable Rate Refunding Revenue Bonds	Aa2/VMIG1	AA/A1+
2002 Sanitary Sewer System Revenue Refunding Bonds	Aa2	AA

The City is within all of its legal debt limitations. The Ohio Revised Code provides that the net debt (as defined in the Ohio Revised Code) of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total taxation value of property. The statutory limitations on debt are measured by the ratio of net debt to tax valuation and expressed in terms of a percentage. At December 31, 2002, the City's total net debt amounted to 4.06% of the total assessed value of all property within the City. Unvoted net debt amounted to 0.35% of the total assessed value of all property within the City. The City had a legal debt margin for total debt of \$937.028 million and a legal debt margin for unvoted debt of \$749.295 million. The aggregate amount of the City's unvoted debt is also subject to overlapping debt restrictions with other political subdivisions. The actual aggregate amount of the City's unvoted debt, when added to that of other political subdivisions within the respective counties in which Columbus lies, is limited to ten mills. This millage is measured against the property values in each overlapping district. At December 31, 2002 the millage amounts were as follows:

<u>Political subdivision of State of Ohio</u>	<u>Mills Required</u>		
	<u>Franklin County</u>	<u>Fairfield County</u>	<u>Delaware County</u>
Direct			
City of Columbus	3.1972	3.1972	3.1972
Overlapping			
County	0.6628	1.7705	1.7323
School District	0.8455	-	0.0819
JVSD	-	-	0.0234
Total	<u>4.7055</u>	<u>4.9677</u>	<u>5.0348</u>
Maximum millage permitted	<u>10.0000</u>	<u>10.0000</u>	<u>10.0000</u>

Additional information regarding the City's long-term debt can be found in Note G on pages 97 to 109 of this report.

## **Economic Factors and Next Year's General Fund Budget**

The City's elected and appointed officials considered many factors when setting the fiscal year 2003 budget. The events of September 11, 2001 and the impact of those events on the economy had a significant influence on the objectives that the City set for the 2003 budget: jobs, safety and long-term fiscal stability. With the uncertainty surrounding the economy, the City considered the impact on two primary revenue sources: income tax revenue and state shared revenue. City Council decided that it was important to: 1) continue the City's investment in job creation; 2) put the highest premium on safety for the people of Columbus and City employees; and 3) adopt a budget designed to promote long-term fiscal stability. In order to meet the objectives of the 2003 budget, the City recognized the need to continue its pattern of cost containment while pursuing new revenue sources.

The 2003 general fund budget was \$545.4 million. Downward pressures on 2003 estimated revenues; especially in the areas of shared revenue support from the state, a continued decline in interest rates causing a decrease in investment earnings and a reduction of anticipated charges for services require a reduction of \$5.9 million to a new estimated \$539.5 million. The average unemployment rate for Franklin County in 2002 (4.4%) was the highest since 1993 (4.6%). The City Auditor anticipates the 2002 rate to continue through 2003. Further cost containment and/or revenue enhancement actions will be necessary.

## **Request for Information**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to show accountability for the money it receives. This report is also available on the City's website at [www.cityofcolumbus.org](http://www.cityofcolumbus.org). Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City Auditor's Office, 90 West Broad Street, Columbus, Ohio, 43215.

# City of Columbus, Ohio

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# **BASIC FINANCIAL STATEMENTS**

# City of Columbus, Ohio

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# City of Columbus, Ohio

Exhibit 1

Statement of Net Assets  
December 31, 2002  
(amounts expressed in thousands)

	Primary Government		Total	Component Unit
	Governmental	Business-type		CMAA
	Activities	Activities		
<b>ASSETS</b>				
Cash and cash equivalents with treasurer	\$ 450,370	\$ 131,122	\$ 581,492	\$ -
Cash and cash equivalents with fiscal and escrow agents and other	390	-	390	18,290
Investments	3,383	-	3,383	-
Receivables (net of allowance for uncollectibles)	267,830	47,657	315,487	5,076
Due from other governments	55,597	-	55,597	2,265
Internal Balances	(2,721)	2,721	-	-
Inventory	1,003	13,957	14,960	-
Deferred charges and other	695	1,570	2,265	8,071
Restricted assets:				
Cash and cash equivalents with treasurer and other	-	102,202	102,202	100,523
Cash and cash equivalents with trustees	-	8,571	8,571	-
Accrued interest receivable	-	4	4	-
Capital Assets:				
Land and construction in progress	175,032	158,796	333,828	35,838
Other capital assets, net of accumulated depreciation	<u>1,060,499</u>	<u>1,254,536</u>	<u>2,315,035</u>	<u>294,368</u>
<b>Total assets</b>	<u>2,012,078</u>	<u>1,721,136</u>	<u>3,733,214</u>	<u>464,431</u>
<b>LIABILITIES</b>				
Accounts payable and other current liabilities	25,937	7,702	33,639	10,411
Customer deposits	-	330	330	-
Accrued wages and benefits	33,730	2,523	36,253	2,635
Accrued interest payable	6,232	6,474	12,706	3,148
Due to:				
Other Governments	5,674	1,500	7,174	4,000
Other	8,659	77	8,736	-
Matured bonds and interest payable	1,580	-	1,580	-
Payable from restricted assets:				
Accounts payable	-	3,358	3,358	1,126
Due to other	-	34	34	1,246
Accrued interest	-	729	729	339
Deferred revenue	172,734	1,909	174,643	1,135
Current portion of:				
Accrued vacation and sick leave	38,900	4,363	43,263	-
Capital Leases	860	-	860	-
Notes payable	249	-	249	-
Bonds payable	69,488	77,744	147,232	7,654
Long-term portion of:				
Accrued vacation and sick leave	14,611	-	14,611	-
Capital Leases	1,740	-	1,740	-
Notes payable	3,568	-	3,568	-
Bonds payable, net	<u>719,090</u>	<u>904,378</u>	<u>1,623,468</u>	<u>131,700</u>
<b>Total liabilities</b>	<u>1,103,052</u>	<u>1,011,121</u>	<u>2,114,173</u>	<u>163,394</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	462,232	431,210	893,442	193,789
Restricted for:				
Capital projects	131,163	98,814	229,977	32,456
Debt service	185,477	7,842	193,319	27,600
Other purposes	50,765	-	50,765	40,020
Unrestricted	<u>79,389</u>	<u>172,149</u>	<u>251,538</u>	<u>7,172</u>
<b>Total net assets</b>	<u>\$ 909,026</u>	<u>\$ 710,015</u>	<u>\$ 1,619,041</u>	<u>\$ 301,037</u>

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

**City of Columbus, Ohio**  
Statement of Activities  
For the Year Ended December 31, 2002  
(amounts expressed in thousands)

<b>Functions/Programs</b>	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary government:</b>				
Governmental activities:				
General government	\$ 88,323	\$ 53,865	\$ 17,148	\$ 264
Public service	127,055	15,623	22,967	31,474
Public safety	363,271	6,529	2,207	-
Development	55,971	15,099	6,418	50
Health	38,690	7,895	11,755	-
Recreation and parks	77,834	9,437	41,272	751
Interest on long-term debt	37,845	-	-	-
<b>Total governmental activities</b>	<u>788,989</u>	<u>108,448</u>	<u>101,767</u>	<u>32,539</u>
Business-type activities:				
Water	91,910	96,492	-	-
Sanitary sewer	107,459	119,996	-	71
Storm sewer	18,321	20,403	-	-
Electric	54,181	54,752	-	340
<b>Total business-type activities</b>	<u>271,871</u>	<u>291,643</u>	<u>-</u>	<u>411</u>
<b>Total primary government</b>	<u>\$ 1,060,860</u>	<u>\$ 400,091</u>	<u>\$ 101,767</u>	<u>\$ 32,950</u>
<b>Component unit:</b>				
CMAA	54,312	50,439	-	22,137
<b>Total component unit</b>	<u>\$ 54,312</u>	<u>\$ 50,439</u>	<u>\$ -</u>	<u>\$ 22,137</u>

**General revenues:**

- Income taxes
- Shared revenues
- Property taxes
- Investment earnings
- Hotel/Motel taxes
- Municipal motor vehicle tax
- Miscellaneous

Transfers

Total general revenues and transfers

Change in net assets

**Net assets - beginning**

**Net assets - ending**

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

Net (Expense) Revenue and Changes in Net Assets

Governmental Activities	Business-type Activities	Total	CMAA
\$ (17,046)	\$ -	\$ (17,046)	\$ -
(56,991)	-	(56,991)	-
(354,535)	-	(354,535)	-
(34,404)	-	(34,404)	-
(19,040)	-	(19,040)	-
(26,374)	-	(26,374)	-
(37,845)	-	(37,845)	-
<u>(546,235)</u>	<u>-</u>	<u>(546,235)</u>	<u>-</u>
-	4,582	4,582	-
-	12,608	12,608	-
-	2,082	2,082	-
-	911	911	-
-	20,183	20,183	-
<u>(546,235)</u>	<u>20,183</u>	<u>(526,052)</u>	<u>-</u>
-	-	-	18,264
-	-	-	<u>18,264</u>
432,013	-	432,013	-
55,431	-	55,431	-
41,520	-	41,520	-
14,195	6,393	20,588	1,310
11,037	-	11,037	-
2,982	-	2,982	-
7,514	5,439	12,953	2,385
(60,136)	60,136	-	-
<u>504,556</u>	<u>71,968</u>	<u>576,524</u>	<u>3,695</u>
(41,679)	92,151	50,472	21,959
<u>950,705</u>	<u>617,864</u>	<u>1,568,569</u>	<u>279,078</u>
<u>\$ 909,026</u>	<u>\$ 710,015</u>	<u>\$ 1,619,041</u>	<u>\$ 301,037</u>

**City of Columbus, Ohio**

Exhibit 3

Balance Sheet  
Governmental Funds  
December 31, 2002

(amounts expressed in thousands)

	<b>General</b>	<b>General Bond Retirement</b>	<b>Special Income Tax</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>ASSETS</b>					
Cash and cash equivalents:					
Cash and investments with treasurer	\$ 72,377	\$ 47	\$ 142,768	\$ 197,560	\$ 412,752
Cash and investments with fiscal and escrow agents and other	-	-	-	390	390
Investments	-	3,350	-	33	3,383
Receivables (net of allowances for uncollectibles)	112,808	297	126,169	28,527	267,801
Due from other:					
Governments	24,450	-	-	31,147	55,597
Funds	286	-	-	239	525
Interfund receivable	-	-	4,394	-	4,394
Total assets	<u>\$ 209,921</u>	<u>\$ 3,694</u>	<u>\$ 273,331</u>	<u>\$ 257,896</u>	<u>\$ 744,842</u>
<b>LIABILITIES</b>					
Accounts payable	4,981	-	844	13,979	19,804
Due to other:					
Governments	3,674	-	-	-	3,674
Funds	226	491	-	178	895
Other	6,495	-	2,164	-	8,659
Interfund payables	1,194	-	-	3,200	4,394
Deferred revenue and other	114,607	155	118,523	37,023	270,308
Matured bonds and interest payable	-	1,580	-	-	1,580
Accrued wages and benefits	19,886	-	-	3,410	23,296
Total liabilities	<u>151,063</u>	<u>2,226</u>	<u>121,531</u>	<u>57,790</u>	<u>332,610</u>
<b>FUND BALANCES</b>					
Reserved for:					
Encumbrances	11,633	-	7,158	141,285	160,076
Non-current loans receivable	-	-	-	21,763	21,763
Unreserved, reported in:					
General fund - designated for future years' expenditures	39,573	-	-	-	39,573
General fund - undesignated	7,652	-	-	-	7,652
Special revenue funds	-	-	-	(53,358)	(53,358)
Debt service funds	-	1,468	144,642	16,967	163,077
Capital projects funds	-	-	-	73,449	73,449
Total fund balances	<u>58,858</u>	<u>1,468</u>	<u>151,800</u>	<u>200,106</u>	<u>412,232</u>
Total liabilities and fund balances	<u>\$ 209,921</u>	<u>\$ 3,694</u>	<u>\$ 273,331</u>	<u>257,896</u>	<u>\$ 744,842</u>

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

# City of Columbus, Ohio

Exhibit 3.1

## Reconciliation of the Balance Sheet to the Statement of Net Assets Governmental Funds December 31, 2002 (amounts expressed in thousands)

Total **fund balances** for governmental funds (Exhibit 3) \$ 412,232

Total **net assets** reported for governmental activities in the statement of net assets is different because:

Capital assets used in governmental activities (excluding internal service fund capital assets) are not financial resources and therefore are not reported in the funds. Those assets consist of:

Land	175,019	
Buildings, net of \$92,592 accumulated depreciation	194,516	
Improvements other than buildings, net of \$41,589 accumulated depreciation	84,983	
Machinery and equipment, net of \$134,566 accumulated depreciation	66,513	
Infrastructure, net of \$166,577 accumulated depreciation	705,289	
Total capital assets (See Note F)		1,226,320

Bond issuance costs associated with new debt issued by the City in 2002 were reported as expenditures in the governmental fund when the debt was issued, whereas bond issuance costs are deferred in the statement of net assets. Deferred bond issuance costs are amortized, over the life of the debt issued, as an adjustment to interest expense in the statement of activities.

695

Internal services funds (see Exhibit 5) are used by the City to account for the financing of goods or services provided by one department or agency to other City departments or agencies, generally on a cost reimbursement basis. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. Internal service fund net assets are:

26,947

City income tax revenue related to 2002 (and prior tax years) will be collected beyond the 60 day period used to record revenue in the fund statements. Revenue and a corresponding receivable for this amount are included in the government-wide statements.

60,231

State shared revenue appropriated during the State of Ohio's fiscal year ended June 30, 2002 will be collected by the City in calendar year 2003. Revenue and a corresponding receivable for the amount appropriated but not received by December 31, 2002 are included in the government-wide statements.

37,343

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported in the statement of net assets. Also, during the year the City issued some new debt. The deferred amount on refunding and premium received on the refunding were reported in the governmental fund when the debt was issued, whereas these amounts are deferred and amortized, over the remaining life of the new debt, as an adjustment to interest expense in the statement of activities.

Balances at December 31, 2002 are:

Accrued wages and benefits		(3,299)
Accrued interest on bonds		(6,220)
Due to other governments		(2,000)
Compensated absences		(52,513)
Capital lease	(2,600)	
Bonds and notes payable	(777,938)	
Unamortized deferred amount on refunding	884	
Unamortized premiums	(11,056)	
Total long-term liabilities (see Note G)		(790,710)

Total **net assets** of governmental activities (Exhibit 1) \$ 909,026

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

# City of Columbus, Ohio

Exhibit 4

Statement of Revenues, Expenditures, and Changes in Fund Balances  
 Governmental Funds  
 For the Year Ended December 31, 2002  
 (amounts expressed in thousands)

	General			Other	Total
	General	Bond Retirement	Special Income Tax	Governmental Funds	Governmental Funds
<b>REVENUES</b>					
Income taxes	\$ 326,612	\$ 90,837	\$ 18,060	\$ 58	\$ 435,567
Property taxes	41,520	-	-	-	41,520
Grants and subsidies	-	-	-	81,392	81,392
Investment income	13,260	81	-	854	14,195
Special assessments	-	99	-	-	99
Licenses and permits	1,150	-	-	22,417	23,567
Shared revenues	56,679	-	-	22,955	79,634
Charges for services	27,794	-	-	29,259	57,053
Fines and forfeits	15,522	-	-	3,586	19,108
Miscellaneous	8,575	7	7,507	25,975	42,064
<b>Total revenues</b>	<u>491,112</u>	<u>91,024</u>	<u>25,567</u>	<u>186,496</u>	<u>794,199</u>
<b>EXPENDITURES</b>					
Current:					
General government	67,059	253	334	18,317	85,963
Public service	51,411	-	-	39,177	90,588
Public safety	352,147	-	-	3,090	355,237
Development	20,486	-	-	33,582	54,068
Health	163	-	-	38,515	38,678
Recreation and parks	420	-	119	71,157	71,696
Capital outlay	2,958	3	-	110,993	113,954
Debt service:					
Principal retirement and payment of obligation under capitalized lease	-	69,875	1,109	-	70,984
Interest and fiscal charges	-	37,309	557	-	37,866
<b>Total expenditures</b>	<u>494,644</u>	<u>107,440</u>	<u>2,119</u>	<u>314,831</u>	<u>919,034</u>
<b>Excess(deficiency) of revenues over expenditures</b>	<u>(3,532)</u>	<u>(16,416)</u>	<u>23,448</u>	<u>(128,335)</u>	<u>(124,835)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	14,422	16,238	4,900	50,272	85,832
Transfers out	(47,397)	-	(26,681)	(49,511)	(123,589)
Proceeds from bonds and long-term notes	-	-	8,845	124,784	133,629
<b>Total other financing sources (uses)</b>	<u>(32,975)</u>	<u>16,238</u>	<u>(12,936)</u>	<u>125,545</u>	<u>95,872</u>
<b>Net change in fund balance</b>	<u>(36,507)</u>	<u>(178)</u>	<u>10,512</u>	<u>(2,790)</u>	<u>(28,963)</u>
<b>Fund balances—beginning of year</b>	<u>95,365</u>	<u>1,646</u>	<u>141,288</u>	<u>202,896</u>	<u>441,195</u>
<b>Fund balances—end of year</b>	<u>\$ 58,858</u>	<u>\$ 1,468</u>	<u>\$ 151,800</u>	<u>\$ 200,106</u>	<u>\$ 412,232</u>

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

# City of Columbus, Ohio

Exhibit 4.1

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances  
to the Statement of Activities  
Governmental Funds  
For the Year Ended December 31, 2002  
(amounts expressed in thousands)

Net change in **fund balances** - total governmental funds (Exhibit 4) \$ (28,963)

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, which meet capitalization requirements, is allocated over their estimated useful lives and reported as depreciation expense. This amount includes the adjustment for capital outlay expenditures capitalized (\$106,899 of total capital outlay of \$113,954 met the capitalization requirements) offset by depreciation expense (\$48,433) in the current period. The City had donated infrastructure of \$18,048 in 2002 which is not reported in the governmental funds. In addition, capital assets, net of accumulated depreciation, in the amount of \$64,081 were contributed to the Storm Sewer business-type activity in 2002. 12,433

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (4,801)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of premiums and deferred amount on refundings when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The amount is the net effect of these differences in the treatment of long-term debt and related items. In 2002, the Storm Sewer business-type activity assumed \$71,152 of debt previously associated with governmental-type activities. (20,063)

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 governmental funds. (2,851)

Net income of certain activities of internal service funds are reported with governmental activities. 2,566

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Changes in **net assets** of governmental activities (Exhibit 2) \$ (41,679)

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

**City of Columbus, Ohio**

Exhibit 5

Statement of Net Assets

Proprietary Funds

December 31, 2002

(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds					Governmental
	Sanitary		Storm	Electricity	Total	Activities -
	Water	Sewer	Sewer			Internal
					Service Funds	
<b>ASSETS</b>						
Current assets:						
Cash and cash equivalents with treasurer	\$ 41,757	\$ 77,649	\$ 11,573	\$ 143	\$ 131,122	37,618
Receivables (net of allowance for uncollectibles)	15,922	21,538	4,095	6,102	47,657	29
Due from other funds	-	56	-	330	386	371
Inventory	6,755	6,626	-	576	13,957	1,003
<b>Total current assets:</b>	<b>64,434</b>	<b>105,869</b>	<b>15,668</b>	<b>7,151</b>	<b>193,122</b>	<b>39,021</b>
Noncurrent assets:						
Deferred charges and other	633	888	46	3	1,570	-
Restricted assets:						
Cash and cash equivalents with treasurer and other	54,952	24,900	18,029	4,321	102,202	-
Cash and cash equivalents with trustees	1,849	6,722	-	-	8,571	-
Accrued interest receivable	-	4	-	-	4	-
Capital Assets:						
Land and construction in progress	58,885	92,174	5,998	1,739	158,796	13
Other capital assets, net of accumulated depreciation	290,710	826,024	66,354	71,448	1,254,536	9,198
<b>Total noncurrent assets:</b>	<b>407,029</b>	<b>950,712</b>	<b>90,427</b>	<b>77,511</b>	<b>1,525,679</b>	<b>9,211</b>
<b>Total assets</b>	<b>471,463</b>	<b>1,056,581</b>	<b>106,095</b>	<b>84,662</b>	<b>1,718,801</b>	<b>48,232</b>
<b>LIABILITIES</b>						
Current liabilities:						
Accounts payable	2,484	1,563	238	3,417	7,702	6,133
Customer deposits	-	-	-	330	330	-
Due to other:						
Governments	834	334	144	188	1,500	-
Funds	167	84	31	68	350	37
Others	-	4	-	73	77	-
Payable from restricted assets:						
Accounts payable	982	2,091	127	158	3,358	-
Due to others	-	25	-	9	34	-
Accrued interest payable	392	337	-	-	729	-
Deferred revenue and other	-	356	-	1,553	1,909	-
Accrued interest payable	2,361	3,429	480	204	6,474	12
Accrued wages and benefits	1,088	1,041	76	318	2,523	7,135
Accrued vacation and sick leave	1,831	1,794	99	639	4,363	998
Current portion of:						
Bonds and loans payable	24,218	44,144	4,686	4,696	77,744	640
<b>Total current liabilities:</b>	<b>34,357</b>	<b>55,202</b>	<b>5,881</b>	<b>11,653</b>	<b>107,093</b>	<b>14,955</b>
Noncurrent liabilities:						
Bonds and loans payable	272,019	538,412	66,873	27,074	904,378	3,645
<b>Total noncurrent liabilities:</b>	<b>272,019</b>	<b>538,412</b>	<b>66,873</b>	<b>27,074</b>	<b>904,378</b>	<b>3,645</b>
<b>Total liabilities</b>	<b>306,376</b>	<b>593,614</b>	<b>72,754</b>	<b>38,727</b>	<b>1,011,471</b>	<b>18,600</b>
<b>NET ASSETS</b>						
Invested in capital assets, net of related debt	53,358	335,642	793	41,417	431,210	4,926
Restricted for:						
Construction	53,970	22,788	17,902	4,154	98,814	-
Debt Service	1,457	6,385	-	-	7,842	-
Unrestricted	56,302	98,152	14,646	364	169,464	24,706
<b>Total net assets</b>	<b>\$ 165,087</b>	<b>\$ 462,967</b>	<b>\$ 33,341</b>	<b>\$ 45,935</b>	<b>707,330</b>	<b>\$ 29,632</b>
Adjustment to consolidate the internal service fund activities.					2,685	
Total net assets per the government-wide Statement of Net Assets					<u>\$ 710,015</u>	

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

# CITY OF COLUMBUS, OHIO

Exhibit 6

Statement of Revenues, Expenses and Changes in Fund Net Assets  
Proprietary Funds  
For the Year Ended December 31, 2002  
(amounts expressed in thousands)

	Business-type Activities - Enterprise Funds					Governmental
	Sanitary					Activities -
	Water	Sewer	Storm Sewer	Electricity	Total	Internal Service Funds
<b>Operating revenue:</b>						
Charges for service	\$ 96,492	\$ 119,996	\$ 20,403	\$ 54,752	\$ 291,643	\$ 97,755
Other	1,158	1,908	815	1,416	5,297	149
<b>Total operating revenue</b>	<u>97,650</u>	<u>121,904</u>	<u>21,218</u>	<u>56,168</u>	<u>296,940</u>	<u>97,904</u>
<b>Operating expenses:</b>						
Personal services	31,287	25,887	7,669	7,976	72,819	15,490
Materials and supplies	10,735	3,779	442	1,229	16,185	9,996
Contractual services	21,385	30,532	4,849	5,406	62,172	66,080
Purchased power	-	-	-	34,666	34,666	-
Depreciation	15,446	26,398	1,794	3,316	46,954	4,103
Other	1,256	1,278	149	583	3,266	2
<b>Total operating expense</b>	<u>80,109</u>	<u>87,874</u>	<u>14,903</u>	<u>53,176</u>	<u>236,062</u>	<u>95,671</u>
<b>Operating income</b>	<u>17,541</u>	<u>34,030</u>	<u>6,315</u>	<u>2,992</u>	<u>60,878</u>	<u>2,233</u>
<b>Nonoperating revenue (expenses):</b>						
Investment income	2,323	3,409	330	331	6,393	-
Interest expense	(11,742)	(19,598)	(3,395)	(1,015)	(35,750)	(226)
Other, net	64	482	-	7	553	500
<b>Total nonoperating revenue (expenses)</b>	<u>(9,355)</u>	<u>(15,707)</u>	<u>(3,065)</u>	<u>(677)</u>	<u>(28,804)</u>	<u>274</u>
<b>Income before transfers</b>	<u>8,186</u>	<u>18,323</u>	<u>3,250</u>	<u>2,315</u>	<u>32,074</u>	<u>2,507</u>
Transfers in	-	445	30,091	29,600	60,136	-
<b>Change in net assets</b>	<u>8,186</u>	<u>18,768</u>	<u>33,341</u>	<u>31,915</u>	<u>92,210</u>	<u>2,507</u>
<b>Total net assets - beginning</b>	<u>156,901</u>	<u>444,199</u>	<u>-</u>	<u>14,020</u>	<u>-</u>	<u>27,125</u>
<b>Total net assets - ending</b>	<u>\$ 165,087</u>	<u>\$ 462,967</u>	<u>\$ 33,341</u>	<u>\$ 45,935</u>	<u>\$ -</u>	<u>\$ 29,632</u>

Adjustment to consolidate the internal service fund activities.

(59)

Total change in net assets of business-type activities

\$ 92,151

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

**City of Columbus, Ohio**  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2002  
(amounts expressed in thousands)

Exhibit 7

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Water	Sanitary Sewer	Storm Sewer	Electricity	Total	
<b>Operating activities:</b>						
Cash received from customers	\$ 95,442	\$ 127,242	\$ 19,706	\$ 54,538	\$ 296,928	97,572
Cash paid to employees	(31,048)	(31,316)	(1,970)	(7,865)	(72,199)	(15,272)
Cash paid to suppliers	(32,234)	(38,397)	(10,814)	(40,465)	(121,910)	(76,511)
Other receipts	500	1,093	800	1,250	3,643	153
Other payments	(229)	(680)	(153)	(332)	(1,394)	(70)
<b>Net cash provided by operating activities</b>	<u>32,431</u>	<u>57,942</u>	<u>7,569</u>	<u>7,126</u>	<u>105,068</u>	<u>5,872</u>
<b>Noncapital financing activities:</b>						
Transfers in	-	-	8,820	150	8,970	-
<b>Net cash used in noncapital financing activities</b>	<u>-</u>	<u>-</u>	<u>8,820</u>	<u>150</u>	<u>8,970</u>	<u>-</u>
<b>Capital and related financing activities:</b>						
Proceeds from sale of assets	47	350	-	6	403	-
Purchases of property, plant and equipment	(11,000)	(76,836)	(10,349)	(3,770)	(101,955)	(282)
Proceeds from issuance of bonds, loans and notes	34,580	145,993	5,415	1,504	187,492	-
Principal payments on bonds and loans	(23,053)	(109,894)	(4,532)	(6,766)	(144,245)	(650)
Interest and fiscal charges paid on bonds, loans and notes	(9,287)	(19,640)	(3,105)	(1,393)	(33,425)	(228)
Transfers in	-	445	25,264	-	25,709	-
<b>Net cash used in capital and related financing activities</b>	<u>(8,713)</u>	<u>(59,582)</u>	<u>12,693</u>	<u>(10,419)</u>	<u>(66,021)</u>	<u>(1,160)</u>
<b>Investing activities:</b>						
Interest received on investments	2,651	4,125	520	231	7,527	-
<b>Net cash provided by investing activities</b>	<u>2,651</u>	<u>4,125</u>	<u>520</u>	<u>231</u>	<u>7,527</u>	<u>-</u>
Increase (decrease) in cash and cash equivalents	26,369	2,485	29,602	(2,912)	55,544	4,712
<b>Cash and cash equivalents at beginning of year (including \$75,035 in total restricted accounts)</b>	<u>72,189</u>	<u>106,786</u>	<u>-</u>	<u>7,376</u>	<u>186,351</u>	<u>32,906</u>
<b>Cash and cash equivalents at end of year (including \$110,773 in total restricted accounts)</b>	<u>\$ 98,558</u>	<u>\$ 109,271</u>	<u>\$ 29,602</u>	<u>\$ 4,464</u>	<u>\$ 241,895</u>	<u>\$ 37,618</u>

(Continued)

**City of Columbus, Ohio**  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2002  
(amounts expressed in thousands)

Exhibit 7 (Continued)

	Business-type Activities - Enterprise Funds					Governmental Activities -
	Sanitary				Total	Internal
	Water	Sewer	Storm Sewer	Electricity		Service Funds
<b>Operating income</b>	\$ 17,541	\$ 34,030	\$ 6,315	\$ 2,992	\$ 60,878	\$ 2,233
Adjustments to reconcile operating income to net cash provided by operating activities:						
Depreciation	15,446	26,398	1,794	3,316	46,954	4,103
Amortization, net	367	171	(14)	(148)	376	-
Decrease (increase) in operating assets and increase (decrease) in operating liabilities:						
Receivables	(1,051)	(1,258)	(697)	(796)	(3,802)	21
Due from other funds	-	(56)	(31)	(9)	(96)	(307)
Inventory	(176)	(703)	-	346	(533)	14
Accounts payable - net of items affecting property, plant, and equipment	419	(154)	135	575	975	(1,948)
Customer deposits	-	-	-	9	9	-
Due to other funds	(354)	(657)	(59)	(159)	(1,229)	37
Deferred revenue	-	(71)	-	889	818	-
Accrued wages and benefits	272	273	27	100	672	1,704
Accrued vacation and sick leave	(33)	(31)	99	11	46	15
Net cash provided by operating activities	<u>\$ 32,431</u>	<u>\$ 57,942</u>	<u>\$ 7,569</u>	<u>\$ 7,126</u>	<u>\$ 105,068</u>	<u>\$ 5,872</u>
<b>Supplemental information:</b>						
Noncash activities:						
Change in fair value of investments	<u>\$ 546</u>	<u>\$ 591</u>	<u>\$ 63</u>	<u>\$ 24</u>	<u>\$ 1,224</u>	<u>\$ -</u>
OWDA loan increase for capitalized interest	<u>\$ -</u>	<u>\$ 1,479</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,479</u>	<u>\$ -</u>
Contribution of equipment	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 515</u>

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

**City of Columbus, Ohio**  
Statement of Fiduciary Assets and Liabilities  
Fiduciary Funds  
December 31, 2002  
(amounts expressed in thousands)

Exhibit 8

	<b>Agency Funds</b>
<b>ASSETS</b>	
Cash and cash equivalents:	
Cash and investments with treasurer	\$ 39,732
Cash and investments with trustee	56
Investments	28
Receivables (net of allowances for uncollectibles)	4
<b>Total assets</b>	39,820
 <b>LIABILITIES</b>	
Due to:	
Other Governments	\$ 29,102
Other	10,718
<b>Total liabilities</b>	39,820
<b>NET ASSETS</b>	\$ -

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

# **NOTES TO THE FINANCIAL STATEMENTS**

# CITY OF COLUMBUS, OHIO

## Notes to the Financial Statements

December 31, 2002

### **NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Columbus (the City) was organized on March 3, 1834 and is a home-rule, municipal corporation under the laws of the State of Ohio. The City operates under the Council-Mayor form of government.

The accompanying financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, and Statement No. 39, *Determining Whether Certain Organizations Are Component Units*, 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 a financial benefit to or impose a financial burden on the City. On this basis, the reporting entity of the City includes the following services as authorized by its charter: public service, public safety, development, health and recreation and parks. In addition, the City owns and operates four enterprise activities: a water system, a sanitary sewer system, a storm sewer system and an electricity distribution system.

In August 1990, the City's Council created the Columbus Municipal Airport Authority (CMAA), a component unit of the City, as permitted by State law, to manage the City's two airports. CMAA became operational in November 1991. Although CMAA is a separate legal entity, the City discretely presents the financial statements of CMAA as a part of the reporting entity. Pursuant to GASB Statement No. 14, the City is financially accountable for CMAA in that the City continues to own all of CMAA's assets at the time of its inception; all CMAA board members are appointed by the Mayor subject to the approval of the City's Council; and a potential for financial burden exists to the City in that certain outstanding bonds of the City issued in years prior to the inception of CMAA, but for the airport's construction purposes, amounting to \$18,445,000 at December 31, 2002, continue to be general obligations of the City. CMAA pays the principal and interest due on these bonds in the form of rental payments to the City who in turn pays the bondholders. The ability of the City to impose its will on CMAA is manifest in that the City's Council could have abolished CMAA via legislation of the Council. The City is party to an agreement with an effective date of January 1, 2003, which will change the City's relationship with CMAA. See Note R regarding this subsequent event. Complete financial statements of CMAA may be obtained from CMAA's administration offices at 4600 International Gateway, Columbus, Ohio 43219.

The Franklin Park Conservatory Joint Recreation District (the Conservatory District) was created by the City (Resolution 109X-90) and Franklin County (Resolution 79-90) in 1990 pursuant to authority contained in Section 755.14(B) of the Ohio Revised Code (ORC). The agreement between the City and the County that created the Conservatory District in 1990 was amended by the City (Ordinance 1794-96) and the County (Resolution 800-96) in August 1996. The amendment increased the number of members of the Board of the Conservatory District from 10 to 17. Eight members of the Board are appointed by the Mayor of the City subject to confirmation by the City's Council and six members are appointed by the County. In addition, the Governor, the Speaker of the House of Representatives, and the President of the Senate of the State of Ohio each appoint one member to the Board pursuant to the authority contained in Section 755.14(B)(2) of the ORC. State appointed members are nonvoting members if they also serve as members of the Ohio General Assembly; no member presently serves in both roles. The Mayor of the City, therefore, does not appoint a voting majority of the Board.

## **NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

The City contributed certain fixed assets to the Conservatory District at the time of its inception and has agreed to an annual operating subsidy, but subject to annual appropriation by the City's Council. Revenues, the operating subsidy, received by the Conservatory District in 2002 from the City were \$875,144; 26.9% of its total revenue and support. The City has authorized an operating subsidy of \$603,591 to the Conservatory District for 2003. In the event of the Conservatory District's liquidation, its assets will be transferred to the City.

Because the City's Mayor does not appoint a voting majority of the Conservatory District's Board and multiple governments participate in the board appointment process, the City accounts for and reports the financial activity of the Conservatory District as a joint venture pursuant to GASB Statements No. 14 and 39. The Conservatory District's financial activity is reported in the Notes contained in this report. Complete financial statements may be obtained from the Conservatory District at 1777 East Broad Street, Columbus, Ohio 43203.

The Columbus/Franklin County Affordable Housing Trust Corporation (AHT) was initially created as the Columbus Housing Trust Corporation, with Articles of Incorporation (Articles) filed with the Ohio Secretary of State on August 31, 2000. Amended Articles were then filed for AHT in May 2001. No single government or government official appoints a majority of the Board members. All are jointly appointed. In 2002 the City provided cash assistance to AHT of \$931,118. The County provided cash assistance of \$1.0 million. AHT's total support and revenue in 2002 was \$2.076 million. The City is committed through its legislation to provide a portion of its hotel-motel tax collections to AHT each year into the future. This commitment approximates \$1.0 million per year.

Since the Mayor does not singularly appoint a voting majority of AHT's board of trustees and multiple governments participate in both the board appointment process and the financial support of AHT, the City accounts for and reports the financial activity of AHT as a joint venture pursuant to GASB Statements No. 14 and 39. AHT's financial activity is reported in the Notes contained in this report. Complete financial statements of AHT may be obtained from Columbus/Franklin County Affordable Housing Trust Corporation, 1260 East Broad Street, Columbus, OH 43205-1453.

The accounting policies and financial reporting practices of the City conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. Beginning January 1, 2001, the City changed its financial reporting to comply with GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. As part of the implementation of GASB Statement No. 34, the City opted for early implementation of infrastructure reporting. In doing so, the historical cost of infrastructure assets (retroactive to 1979) is included as part of the governmental capital assets reported in the government-wide statement. Thus, the depreciated value of construction costs for roads, curbs and gutters, streets and sidewalks, and drainage systems is reported. In conjunction with the implementation of GASB 34, the City also opted for early implementation of GASB Statement No. 38, *Certain Financial Statement Note Disclosures*, which rescinds some and modifies other financial statement disclosure requirements. For fiscal year 2001, the City also implemented GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*, and GASB Statement No. 36, *Receipt Reporting for Certain Shared Nonexchange Revenues*. Implementation of these GASB Statements did not result in a change in beginning fund balance as reported in the fund financial statements on the modified accrual basis of accounting.

The following is a summary of the City's significant accounting policies:

### **(a) Government-wide and fund financial statements**

Financial information of the City, the primary government; and the Columbus Municipal Airport Authority (CMAA), the City's component unit, is presented in this report as follows.

## **NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

- Management’s discussion and analysis introduces the basic financial statements and provides an analytical overview of the City’s financial activities.
- Basic financial statements:
  - Government-wide financial statements consist of a statement of net assets and a statement of activities.

These statements report all of the assets, liabilities, revenues, expenses and gains and losses of the City and CMAA. Governmental activities are reported separately from business type activities. Governmental activities are normally supported by taxes and intergovernmental revenues whereas business type activities are normally supported by fees and charges for services and are usually intended by management to be financially self-sustaining. Fiduciary funds of the City and CMAA, its component unit, are not included in these government-wide financial statements; however, separate financial statements are presented for the Fiduciary funds.

Interfund receivables and payables between governmental and business type activities have been eliminated in the government-wide Statement of Net Assets. These eliminations minimize the duplicating effect on assets and liabilities within the governmental and business type activities total column.

Internal service fund balances, whether positive or negative, have been eliminated against the expenses and program revenues shown in governmental activities Statement of Activities.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the City and for each function of the City’s governmental activities.

Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

- Fund financial statements consist of a series of statements focusing on information about the City’s major governmental and enterprise funds. Separate financial statements are presented for the governmental, proprietary and fiduciary funds.

The City’s major governmental funds are the General fund, the General Bond Retirement debt service fund, and the Special Income Tax debt service fund. Of the City’s business type activities its Water, Sanitary Sewer and Electricity enterprise funds are considered major funds.

The General fund is the accounting entity in which all governmental activity, except that which is required to be accounted for in other funds, is accounted for. Its revenues consist primarily of taxes, investment income, licenses and permits, intergovernmental shared revenue, charges for services, fines and others.

General fund expenditures represent costs of general government; public service, including garbage collection and facilities management; public safety, including fire, police and communications; certain development costs and other. Resources of the General fund are also transferred annually to support services such as public recreation and public health, which are accounted for in separate special revenue funds.

## **NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

The General Bond Retirement and the Special Income Tax debt service funds are accounting entities in which the City accounts for the accumulation of resources for and the payment of general obligation debt; principal, interest and related expenditures. Revenues consist primarily of a portion of the City's income tax.

The Water enterprise fund, a major fund, is the accounting entity in which the City accounts for all financial activity related thereto. The City collects, purifies and sells water to city residents and certain suburban areas. Water is collected from surface areas (rivers) and wells. The City has three water treatment plants. Revenues consist primarily of user charges.

The Sanitary Sewer (sanitary sewer) enterprise fund, a major fund, is the accounting entity in which the City accounts for all financial activity related thereto. The City collects and treats effluent of City residents and residents of certain suburban areas. The City has two sewerage treatment plants. Revenues consist primarily of user charges.

The Storm Sewer (storm sewer) enterprise fund, a nonmajor fund, is the accounting entity in which the City accounts for all financial activity related thereto. Prior to 2002 storm sewer financial activities were accounted for in a special revenue fund and various capital project funds. Revenues consist primarily of user charges.

The Electricity enterprise fund, a major fund, is the accounting entity in which the City accounts for all the financial activity related thereto. The City purchases, but does not generate, and sells electricity to its 13,269 customers, both residential and commercial. Revenues consist primarily of user charges.

The City maintains various nonmajor internal service funds which are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government, generally on a cost reimbursement basis. The largest of these funds account for fleet management services and electronic information services.

Also maintained by the City are fiduciary funds such as agency funds used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds.

- Notes to the financial statements providing information that is essential to a user's understanding of the basic financial statements.
- Required supplementary information such as budgetary comparison schedules and other types of data required by GASB.

### **(b) Financial reporting presentation**

The accounts of the City are organized 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 (expenses). Fund types are as follows:

#### GOVERNMENTAL FUNDS

**General Fund**—The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

## NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

**Special Revenue Funds**—Special Revenue Funds are used to account for revenues derived from specific taxes, grants, or other restricted revenue sources. The uses and limitations of each special revenue fund are specified by City ordinances or federal and state statutes.

**Debt Service Funds**—Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

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

**Permanent Funds**—Permanent funds are for the purpose of accounting for resources that are legally restricted to the extent that earnings, and not principal, may be used for purposes that support the reporting government's programs. The City, however, does not utilize Permanent funds.

### PROPRIETARY FUNDS

**Enterprise Funds**—Enterprise 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 of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City has separate enterprise funds for its water, sanitary sewer, storm sewer, and electricity services. In addition, airport services are provided by CMAA, a discretely presented proprietary component unit.

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

### FIDUCIARY FUNDS

**Agency Funds**—Agency Funds are used to account for assets held by the City as an agent for individuals, private organizations, other governments and/or other funds. Assets held for other funds or governments include payroll taxes and other employee withholdings (which are combined into one agency fund for ease of payment) and income taxes and utility charges collected by the City on behalf of other governments. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Other Fiduciary funds; which, however, the City does not utilize are **Pension trust funds** used to account for resources that are required to be held in trust for the respective members or beneficiaries; **Investment trust funds** used to report the external portion of investment pools reported by the sponsoring government as required by GASB No. 31 and **Private-purpose trust funds** used to account for other trust arrangements which benefit individuals, private organizations or other governments.

### (c) Measurement focus and bases of accounting

Except for budgetary purposes, the bases of accounting used by the City conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

## **NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

The government-wide and the proprietary fund financial statements are reported using the economic resources measurement focus. The government-wide, proprietary and fiduciary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include income taxes, property taxes, grants, shared revenue, and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the taxpayer's liability occurs and revenue from property taxes is recognized in the fiscal year for which the taxes are levied. On an accrual basis, revenue in the form of shared revenue is recognized when the provider government recognizes its liability to the City. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources.

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 its governmental and business-type activities, and Financial Accounting Standards Boards (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. The City has elected to follow GASB guidance for business-type activities and enterprise funds rather than FASB guidance issued after November 30, 1989.

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

### **(d) Encumbrances**

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed in all funds. On the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities, but are reported as reservations of fund balances in governmental funds.

### **(e) Cash Equivalents**

For purposes of the statement of cash flows, the Proprietary Funds consider all highly liquid investments held by trustees, with an original maturity of three months or less when purchased, to be cash equivalents. In addition, all cash and investments with treasurer are also considered to be cash equivalents because they are available to the Proprietary Funds on demand.

### **(f) Investments**

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, the City records all of its investments at fair value as defined in the statement.

## NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The City does not engage in any form of derivatives or reverse repurchase agreements in the management of its investment portfolio. Only eligible investments with final maturities not greater than two years from time of purchase are permitted. The City's cash and investments are further explained in Note C.

### (g) Inventory

Inventory is valued at cost utilizing the first-in, first-out method for enterprise funds and the average cost method for internal service funds. Items considered as inventory in the enterprise funds and internal service funds are accounted for as expenditures when acquired by governmental funds.

### (h) Capital Assets

Capital assets, which include property, plant and equipment, and infrastructure (e.g. road, curbs and gutters, streets and sidewalks, and drainage systems) are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. The City defines capital assets as assets with an individual cost of more than \$5,000 and an estimated useful life in excess of five years. Such assets are recorded at historical cost or estimated historical cost (for certain assets acquired prior to 1960). Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets (retroactive to January 1, 1979) are included as part of the governmental capital assets reported in the government-wide statements. Donated assets are recorded at estimated fair market value at the date of donation.

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

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

Property, plant and equipment of the primary government is depreciated using the straight line method over the following estimated useful lives:

<u>Description</u>	<u>Estimated Lives (years)</u>
Autos and information processing equipment	5
Trucks	8
Equipment, furniture and fixtures	10
Heavy rescue equipment	25
Buildings, infrastructure, water lines and fire hydrants	40
Sewer mains and certain water assets	75-100

### (i) Pensions

Pursuant to the modified accrual basis of accounting, governmental funds record the provision for pension cost when the obligation is incurred and will be liquidated with available and measurable resources. Pension cost for proprietary fund types is recorded when incurred (see Note K).

### (j) Insurance

With the exception of CMAA, the City assumes the liability for most property damage and personal injury risks. Judgments and claims, including those incurred but not reported as of year-end, are recorded when it is probable that an asset has been impaired or a liability has been incurred and the amount of loss can be reasonably estimated. The City insures certain of its major buildings. The policy has a \$100,000 deductible. No losses occurred in 1999, 2000 or 2001 that exceeded insurance

**NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

coverage. A fire occurred in January 2002 in which the City will sustain a loss of approximately \$100,000.

The City's division of Police operates a fleet of seven jet-powered helicopters. Five of these helicopters (models M/D 500E), valued at approximately \$1,000,000 each, are insured for both hull insurance (\$1,000,000 per helicopter with \$100,000 deductible) and liability insurance (\$10,000,000 per occurrence; \$1,000,000 per passenger not including crew; no deductible). The other two crafts (models Bell OH-58) are insured only for the liability insurance. No accidents or losses occurred in 1999, 2000, 2001 or 2002. One accident occurred in 1998 causing the City to pay the \$100,000 deductible portion of the hull damage claim of one M/D 500E helicopter. No liability claim resulted from the accident.

Additionally, the City provides medical, dental, and vision coverage for its employees on a self-insurance basis. Expenses for claims are recorded on a current basis based on an actuarially determined charge per employee. The City accounts for such activity in an Internal Service Fund in accordance with GASB Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*.

A summary of changes in self-insurance claims liability follows:

	(in thousands)				
	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
Claims liability at January 1	\$ 5,000	5,000	5,800	7,300	5,000
Incurred claims, net of favorable settlements	55,817	48,328	47,101	35,796	40,382
Claims paid	<u>(54,317)</u>	<u>(48,328)</u>	<u>(47,901)</u>	<u>(37,296)</u>	<u>(38,082)</u>
Claims liability at December 31	<u>\$ 6,500</u>	<u>5,000</u>	<u>5,000</u>	<u>5,800</u>	<u>7,300</u>

Claims are accrued based upon estimates of the claims liabilities made by management and the third-party administrator of the City. These estimates are based on past experience and current claims outstanding. Actual claims experience may differ from the estimate. An actuary was used in the determination of the current liability. This claims liability is recorded in the Internal Service Fund as accrued wages and benefits.

**(k) Vacation and Sick Leave**

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

Vacation and sick leave accumulated by governmental fund type and proprietary fund type employees is reported as an expense when earned in the government-wide financial statements. Vacation and sick leave accumulated by governmental fund type employees is not reported as an expenditure in the governmental fund financial statements, as current financial resources are not used.

Payment of vacation and sick leave is dependent upon many factors; therefore, timing of future payments is not readily determinable. However, management believes that sufficient resources will be made available for the payment of vacation and sick leave when such payments become due.

**(l) Debt Issuance Costs, Premiums, Discounts, and Accounting Losses (Refundings)**

Bond premiums and discounts, as well as issuance costs and accounting losses on refundings, are deferred and amortized over the life of the bonds.

## **NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

### **(m) Interfund Transactions**

The City has the following types of transactions among funds:

- 1) *Reciprocal interfund loans*: Amounts provided by one fund to another with a requirement for repayment.
- 2) *Reciprocal interfund services provided and used*: Purchased and sales of goods and services between funds for a price approximating their external exchange value.
- 3) *Nonreciprocal interfund transfers*: Flows of assets between funds without equivalent flows of assets in return and without a requirement for repayment. This includes payments in lieu of taxes that are not payments for, and are not reasonably equivalent in value to, services provided.
- 4) *Nonreciprocal interfund reimbursements*: Repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them.

The City's interfund receivables and payables at December 31, 2002 are presented in Note E. Transfers are presented in Note P.

- (o)** Pursuant to local statute and determined by an internal cost allocation plan certain costs initially borne by the General Fund are then billed as direct charges to other funds of the City. Revenues from these charges are accounted for in the government-wide Statement of Activities as general government and in the governmental funds Statement of Revenue, Expenditures and Changes in Fund Balances General Fund as charges for services. The corresponding expenses appear as function/program costs in the Statement of Activities.
- (p)** The City, in its proprietary funds, accounts for all recurring type revenues, including all revenues, which the City controls through statutory pricing or regulatory authority as operating revenues and all recurring type expense as operating expenses. Non-recurring revenues such as gains on sales of assets and revenues over which the City has minimal or no control, primarily interest earnings, are accounted for as nonoperating revenues. Interest expense and other non-recurring expenses over which the City has minimal or no control are reported as non-operating expense.
- (q)** The City complies with all restrictions governing the use of restricted assets. Such restrictions do not offer discretion regarding use of these resources in an unrestricted manner. Where capital funds, usually bond proceeds, are available capital assets are acquired from such resources. Capital assets can be, however, and to a lesser amount are, acquired from unrestricted resources.

## **NOTE B—COMMITMENTS AND CONTINGENCIES**

### **(a) Litigation**

The City is a defendant in a number of lawsuits pertaining to matters that are incidental to performing routine governmental and other functions. As of December 31, 2002, claims approximating \$879.2 million were outstanding against the City. Based on the current status of all these legal proceedings, which includes \$727 million in three claims filed by pro se claimants, it is the opinion of management that ultimate resolution of such will not have a material effect on the City's financial statements.

In October 1999, the United States Department of Justice sued the City claiming that the City's Division of Police had engaged in a pattern or practice of civil rights violations. In 2002, the suit was withdrawn by the United States Department of Justice with no specific monetary damages against the City resulting there from.

## **NOTE B—COMMITMENTS AND CONTINGENCIES (continued)**

### **(b) Federal Grants**

Under the terms of federal grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to reimbursements to the grantor agencies. While questioned costs may occur, ultimate repayments required of the City have been infrequent in prior years.

### **(c) Franklin County Convention Facilities Authority (CFA)**

The CFA is a separate and distinct entity created under the laws of Ohio. In June 1990, the CFA issued lease revenue bonds for the purpose of constructing a convention facility in downtown Columbus. Also in June 1990, the City and the County of Franklin, Ohio (the County) entered into a lease/sublease arrangement with the CFA pursuant to which the City and the County leased the convention facility as tenants in common from the CFA. The City and the County subleased the facility back to the CFA. The lease requires that the City and the County each pay rent to the CFA in an amount equal to one half of the debt service on the revenue bonds. Under the sublease, the CFA is required to pay rent to the County and the City in an amount equal to such debt service. Such sub rental payments are expected to be derived from the hotel/motel excise tax levied by the CFA, and if such tax is insufficient, from earnings on, and the principal amount of, certain reserve funds created in connection with the issuance of the revenue bonds. If the foregoing amounts are insufficient, the City agreed in the lease to apply that portion of the hotel/motel tax levied by the City and currently paid by the City to a convention and visitors bureau to the payment of rentals under the lease. If, after the application of the foregoing amounts, additional amounts are required to meet the City's and the County's obligations under the lease, such amounts will be paid by the City and the County, in equal shares, from their general resources, provided that their respective legislative bodies have appropriated funds for such purpose. No such payments were necessary prior to or during 2002. The lease will terminate as to the City and the County if their respective legislative bodies fail to appropriate amounts required for rentals thereunder. The total amount of these revenue bonds outstanding at December 31, 2002 was \$159.9 million net of premiums and discounts of \$10.3 million, or a gross amount of \$170.2 million.

### **(d) Other liabilities**

The City, at December 31, 2002 had certain other liabilities of Governmental Type Activities that will not be paid from funds available, as defined, at December 31, 2002. The City wishes to fully disclose these liabilities. In accordance with *GASB Interpretation No. 6; Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*, however, these liabilities are not accounted for, nor are they required to be, in the Fund financial statements contained in this report. Those liabilities are:

- (1) Accrued pensions in the amount of \$3.3 million represents the employer's share of certain pension costs. This amount is due and payable in March 2003 and is budgeted in 2003 appropriations. This amount, therefore, is not payable from 2002 available funds.

**NOTE B—COMMITMENTS AND CONTINGENCIES (continued)**

(2) Accrued vacation and sick leave are granted to City employees at varying amounts. At the time of the employee’s termination, such accruals are paid to the employee at varying rates from the fund to which the employee’s payroll is charged. Except for the unused portion of an employee’s prior year’s sick leave accrual which is recorded in the fund that ultimately disburses this accrual to the employee after year end, all other accrued vacation and sick leave applicable to governmental type activities is not reflected in the fund financial statements contained in this report. The long term liability activity related to compensated absences for the year ended December 31, 2002, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amount payable within one year
	(in thousands)				
Governmental Activities	\$ 52,113	38,835	37,437	53,511	38,900
Business Type Activities	4,317	5,593	5,547	4,363	4,363

**NOTE C—CASH AND INVESTMENTS**

**Investment Policies.** The City follows GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, and records all its investments at fair value. At December 31, 2002 fair value was \$ 4,180,269 above the City’s net cost for its investments. At December 31, 2001 fair value was \$4,119,281 above net cost. Fair value is determined by quoted market prices and other pricing methodologies.

The City pools its cash, except for that held by revenue bond trustees, fiscal and escrow agents, and certain debt service and trust and agency fund cash and investments, for maximum investing efficiency. Each fund type’s portion of the pool is reported on the combined balance sheet as *Cash and investments with treasurer*. Earnings on the pool are allocated at the discretion of the City Council after meeting revenue bond indentures and other requirements. All statutory requirements are met in distributing earnings of the pool to various funds.

The City Codes, Chapters 325 and 321, respectively, provide for a Treasury Investment Board and a Depository Commission. Both consist of the City Treasurer, who serves as chairman and represents the City Council; the City Auditor, an independently elected official; and the Director of the Department of Finance, representing the Mayor; hence a check and balance process via the separation of powers.

Pursuant to these code sections, the City does not purchase any form of derivatives. The City does invest in STAROhio, an investment pool managed by the State Treasurer’s Office that allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the Securities Exchange Commission as an investment company, but does operate in a manner similar to Rule 2a-7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio’s share price that is the price the investment could be sold for on December 31, 2002.

Management of STAROhio states that its policy also prohibits investing in derivatives and/or engaging in the use of reverse repurchase agreements. Average days to maturity of the STAROhio portfolio at December 31, 2002 was 48.8 days. The City is prohibited from using reverse repurchase agreements and does not leverage its investment portfolio in any manner. The City purchases investments only through member banks of the Federal Reserve System or broker dealers registered with the United States Securities and Exchange Commission. The City requires broker dealers to formally apply for and be evaluated for eligibility to conduct business with the City.

## **NOTE C—CASH AND INVESTMENTS (continued)**

The City's investment code and practices have consistently protected the portfolio from unnecessary credit risk (safety) and market risks (liquidity) while providing a competitive yield. Only eligible investments with the remaining terms not greater than two years until final maturity are purchased. Average days to maturity of the City's investments with the Treasurer at December 31, 2002 was 424.2 days.

Investments as permitted by Chapter 325 of the Columbus City Code are:

- (A) Bonds, notes, or other obligations of the United States government or its Agencies for which the faith of the United States is pledged for the payment of principal and interest thereon. They are:

Obligations of the United States government:

- United States Treasury Bills
- United States Treasury Notes
- United States Treasury Bonds
- United States Treasury Strips

Obligations guaranteed by the United States government:

Federal government agencies:

- Department of Housing and Urban Development
- Farmers Home Administration
- General Service Administration
- Government National Mortgage Association
- Maritime Administration
- Washington Metropolitan Area Transit Authority

- (B) Bonds, notes, debentures, or other obligations issued by any of the federal government-sponsored enterprises listed below. They are:

- Federal Farm Credit System
- Federal Home Loan Banks
- Federal Home Loan Mortgage Corporation
- Federal National Mortgage Association

- (C) The Ohio State Treasurer's Asset Reserve Funds (STAROhio) pursuant to Ohio Revised Code 135.45;

- (D) Bonds or other obligations of the City of Columbus, Ohio;

- (E) Obligations of the State of Ohio or any municipal corporation, village, county, township or other political subdivision of the State of Ohio, as to which there is no default of principal or interest and which have been approved as to their validity by nationally recognized bond counsel.

- (F) Certificates of deposits (collateralized as described below) in eligible institutions applying for moneys as provided in Chapter 321 of Columbus City Codes; and

- (G) Repurchase agreements that are collateralized with legally authorized securities as defined in Chapter 321.08 of Columbus City Code and held in third-party safekeeping designated by the City Treasurer and in the name of the City of Columbus.

Safeguarding activities call for the City's investments with the Treasurer, except for investments with STAROhio, investments held by revenue bond trustees, fiscal and escrow agents and certain debt service, and agency funds, to be held in book entry form at federal reserve banks in the accounts of certain member banks-agents of the City who hold the investments in the City's name.

## NOTE C—CASH AND INVESTMENTS (continued)

The revenue bond agreements of the water and sanitary sewer enterprises require certain cash and investments to be maintained and managed by trustees. The respective trustees, bank trust departments, invest these monies at the direction of the City Auditor pursuant to the revenue bond agreements.

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

**Deposits.** The City's policy is to place deposits with major local banks (as defined by Chapter 321 of the City Code) approved by the Depository Commission. All deposits, except for deposits held by fiscal and escrow agents or trustees, are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by Chapter 135 of the ORC and Chapter 321 of the Columbus City Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at a Federal Reserve Bank in the name of the City.

At December 31, 2002, the carrying amount of all City deposits, exclusive of money market funds in the amount of \$8,571,203 held by bond trustees, was \$26,435,723. Balances per the banks were \$26,910,362. Based upon criteria described in GASB Statement No. 3, *Deposits With Financial Institutions, Investments (including Repurchase Agreements) and Reverse Repurchase Agreements*, bank balances are classified in three categories of credit risk: (1) insured or collateralized with securities held by the City or by its agent in the entity's name; (2) collateralized with securities held by the pledging financial institution's trust department or agent in the City's name; and (3) uncollateralized, including any bank balance that is collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the City's name. Accordingly, the balances per the banks were either insured or uncollateralized as follows:

<u>Risk Category</u>	<u>(in thousands)</u>
(3) Collateral held in single financial institution collateral pools with securities being held by the pledging financial institution's agents in the pool's name	\$ 24,463
(1) Specific collateral held at Federal Reserve in the City's name	1,669
(1) Insured by Federal Deposit Insurance Corporation (FDIC)	332
(3) Amount considered uncollateralized	446
Total balances per banks	<u>\$ 26,910</u>

The money market funds, amounting to \$8,571,203, while held by bond trustees as the City's agents and in the City's name, are also considered uninsured. However, their disposition and availability are governed by bond ordinances and indentures.

**NOTE C—CASH AND INVESTMENTS (continued)**

**Investments:** Based upon criteria described in GASB Statement No. 3, the City's (the primary government) investments are categorized below to give an indication of the level of custodial risk assumed by the City at year-end. Investments with STAROhio are not required to be categorized due to their nature.

(in thousands)

Type of Investments	Category 1	Category 2	Category 3	Fair value/ Carrying value	Cost, net of premium, discount and accrued interest
	Insured or registered, or securities held by the City or its agent in the City's name	Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the City's name	Uninsured and unregistered, with securities held by the counterparty or its trust department or agent but not in the City's name		
U.S. government sponsored enterprises	\$ 616,199	—	—	616,199	\$ 612,300
U.S. government Securities	28,091	—	—	28,091	27,809
Bonds and notes—other	1,237	—	—	1,237	1,238
	<u>\$ 645,527</u>	<u>—</u>	<u>—</u>	645,527	641,347
STAROhio				74,140	74,140
Total investments				<u>719,667</u>	<u>\$ 715,487</u>
Carrying amount of deposits:					
High yield savings account			23,055		
Other			<u>3,381</u>	26,436	
Money market funds held by bond trustees				8,571	
Cash and collection items on hand				149	
Less: City Auditor warrants payable				<u>(18,969)</u>	
Total				<u>\$ 735,854</u>	
Per Governmental Funds Balance Sheet-total government funds					
Cash and investments with treasurer				\$ 412,752	
Cash and investments with fiscal and escrow agents and other				390	
Investments				3,383	
Per Proprietary Funds Statement of Net Assets					
Total enterprise funds					
Cash and cash equivalents with treasurer				131,122	
Restricted cash and cash equivalents with treasurer and other				102,202	
Restricted cash and cash equivalents with trustee				8,571	
Internal Service Funds					
Cash and cash equivalents with treasurer				37,618	
Agency Funds, exclusive of accrued interest				<u>39,816</u>	
Total				<u>\$ 735,854</u>	

**Component Units:** CMAA's (discretely presented component unit) cash and investment policies are similar in nature to that of the City's (the primary government). The carrying amount of CMAA deposits is \$1,726,070 and the bank balance was \$4,287,101 of which the FDIC insured \$284,670 (Category 1) and the remaining \$4,002,431 was collateralized with eligible securities in amounts equal to at least 105% of

**NOTE C—CASH AND INVESTMENTS (continued)**

the carrying value of the deposits by the financial institution but not in CMAA’s name (Category 3). In addition CMAA has \$3,490 in cash on hand at December 31, 2002 that was uncollateralized (Category 3).

CMAA’s investments and custodial risk categorization at December 31, 2002 consisted of: \$4,496,546 in a repurchase agreement included in Category 3, and \$112,586,825 of money market and STAROhio funds which are not required to be categorized due to their nature.

**NOTE D—RECEIVABLES**

Receivables at December 31, 2002 consist of the following:

	<u>Taxes</u>	<u>Customer and other Accounts</u>	<u>Lease</u>	<u>HUD Loans</u>	<u>Special assess-ments</u>	<u>Accrued interest</u>	<u>Gross Receiv-Ables</u>	<u>Less Allowance for uncol-lectibles</u>	<u>Net</u>
	(in thousands)								
Governmental type funds:									
General fund	\$ 110,515	671	-	-	-	1,829	113,015	(207)	112,808
General bond retirement	-	-	-	-	276	21	297	-	297
Special income tax	21,519	1,784	102,866	-	-	-	126,169	-	126,169
Other governmental fund:	-	6,315	-	82,146	-	71	88,532	(60,005)	28,527
Total governmental funds	<u>132,034</u>	<u>8,770</u>	<u>102,866</u>	<u>82,146</u>	<u>276</u>	<u>1,921</u>	<u>328,013</u>	<u>(60,212)</u>	<u>267,801</u>
Business type funds:									
Water	-	17,740	-	-	-	352	18,092	(2,170)	15,922
Sanitary sewer	-	21,498	-	-	440	380	22,318	(780)	21,538
Storm sewer	-	4,054	-	-	-	41	4,095	-	4,095
Electricity	-	6,104	-	-	1,810	16	7,930	(1,828)	6,102
Total business type funds	<u>-</u>	<u>49,396</u>	<u>-</u>	<u>-</u>	<u>2,250</u>	<u>789</u>	<u>52,435</u>	<u>(4,778)</u>	<u>47,657</u>
Internal service funds	<u>-</u>	<u>29</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>29</u>	<u>-</u>	<u>29</u>
Total primary government	<u>\$ 132,034</u>	<u>58,195</u>	<u>102,866</u>	<u>82,146</u>	<u>2,526</u>	<u>2,710</u>	<u>380,477</u>	<u>(64,990)</u>	<u>315,487</u>
Component Unit—CMAA	<u>\$ -</u>	<u>5,610</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,610</u>	<u>(534)</u>	<u>5,076</u>

Housing and Urban Development (HUD) loans include Community Development Act (CDA) loans of \$41.3 million, Home Investment Partnerships (HOME) Program loans of \$32.7 million and various other loans totaling \$8.1 million. Funds received under these programs that are loaned to eligible recipients are recorded as loans receivable. The City has recorded a \$60 million allowance for uncollectible HUD loans. In addition, the net receivable balance has been reported as a reservation of fund balance on the governmental fund financial statements.

**NOTE D—RECEIVABLES (continued)**

The revenue related to certain other receivables presented in the table above has been deferred due to the nature of those receivables. Deferred revenue is comprised of the following:

	(in thousands)					Business Type Activities – Enterprise Funds
	General	General Bond Retirement	Special Income Tax	Other Governmental Funds	Totals	
Income tax (Note L)	\$ 5,173	-	15,057	-	60,230	\$ -
Property tax (Note M)	44,984	-	-	-	44,984	-
Shared revenue	24,450	-	-	12,894	37,344	-
Lease receivable (SWACO – Note H)	-	-	101,866	-	101,866	-
Long-term note receivable	-	-	1,600	-	1,600	-
Special assessments	-	155	-	-	155	1,909
Grants and other	-	-	-	24,129	24,129	-
	<u>\$ 114,607</u>	<u>155</u>	<u>118,523</u>	<u>37,023</u>	<u>270,308</u>	<u>\$ 1,909</u>

Enterprise customer and other accounts receivable include unbilled charges for services at December 31, 2002 as follows:

	(in thousands)
Water enterprise	\$ 8,197
Sanitary sewer enterprise	9,418
Storm sewer enterprise	1,895
Electricity enterprise	2,817
	<u>\$ 22,327</u>

**NOTE E—DUE FROM AND DUE TO / INTERFUND RECEIVABLES AND PAYABLES**

	(in thousands)	
	<u>Due from</u>	<u>Due to</u>
Governmental funds:		
General	\$ 286	226
General bond retirement	-	491
Other governmental:		
Cable communications	-	26
Municipal court clerk	2	-
Development services	120	20
Health	11	2
Street construction maintenance and repair	5	7
Municipal motor vehicle tax	-	26
Golf course operations	4	3
Recreation and parks operations	4	11
Streets and highways V-95, V-99	-	64
Health V99	-	2
Parks and recreation bond 6-89	53	-
Facilities Management	-	2
Recreation and parks V88	1	-
General permanent improvements	-	1
Transportation improvement program	-	3
State issue 2-streets	-	9
Federal state highway engineering	-	2
COSI	39	-
	<u>239</u>	<u>178</u>
Internal Service Funds:		
Employee benefits	24	-
Fleet management	166	22
Information services	158	15
Land acquisition	23	-
	<u>371</u>	<u>37</u>
Business type funds:		
Water	-	167
Sanitary sewer	56	84
Storm sewer	-	31
Electric	330	68
	<u>386</u>	<u>350</u>
	<u>\$ 1,282</u>	<u>1,282</u>
Due to/from Primary Government/Component Unit:		
Special income tax	\$ 4,000	-
Less allowance for doubtful account (see below)	(4,000)	-
Component unit – CMAA	-	4,000
	<u>\$ -</u>	<u>4,000</u>

The \$4 million due from the component unit—CMAA to the Special Income Tax Fund, a debt service fund, is for past operating advances, \$1.0 million in 1983, \$1.3 million in 1986 and \$1.7 million in 1990. Although an allowance for this amount has been provided for in the debt service fund, the amount remains recorded as a liability by CMAA pending an ultimate determination of the amount to be repaid, if any.

**NOTE E—DUE FROM AND DUE TO / INTERFUND RECEIVABLES AND PAYABLES (continued)**

Certain Interfund Receivable/Payables of a longer term repayment schedule also exist. The Special Income Tax debt service fund has financed, paid for, certain equipment not included in capital assets because of short-life considerations. This financing is to be repaid by the General Fund. The Special Income Tax fund has also paid debt service on certain general obligation bonds, proceeds of which were used for golf course improvements. The Recreation debt service fund, not a major fund, will make repayments from a portion of its revenues.

	(in thousands)	
	<u>Receivable</u>	<u>Payable</u>
Interfund Receivable/Payables:		
General	\$ -	1,194
Special Income Tax	4,394	-
Other Governmental:		
Recreation debt service	-	3,200
	<u>\$ 4,394</u>	<u>4,394</u>

**NOTE F—CAPITAL ASSETS**

Capital assets; those assets with an estimated useful life of five years or more from the time of acquisition by the City and a cost of \$5,000 or more, are primarily funded through the issuance of long term bonds and loans. Land and construction in progress are not subject to depreciation. The transfer of storm sewer capital assets in the amount of \$72.181 million from governmental activities to business-type activities has been included as deletions to governmental assets and additions to business-type assets. A nonreciprocal interfund transfer for the transfer of capital assets to the storm sewer enterprise fund in the amount of \$63.856 million (\$72.181 million, net of \$8.325 million of accumulated depreciation) was made during 2002 (See Note P).

A summary of capital assets and changes occurring in 2002 follows.

	(in thousands)					Balance, net of depreciation, December 31, 2002
	Balance December 31, 2001	Additions	Deletions	Balance December 31, 2002	Accumulated Depreciation	
Capital Assets used in:						
Governmental Activities						
Land	\$ 165,049	20,611	10,628	175,032	-	175,032
Building	277,812	15,396	3,902	289,306	93,646	195,660
Improvements, other than building	122,399	7,802	637	129,564	42,140	87,424
Machinery and equipment	245,688	9,783	19,835	235,636	163,510	72,126
Infrastructure	855,210	91,027	74,371	871,866	166,577	705,289
Total	<u>1,666,158</u>	<u>144,619</u>	<u>109,373</u>	<u>1,701,404</u>	<u>465,873</u>	<u>1,235,531</u>
Business Type Activities						
Land	36,536	6,710	194	43,052	-	43,052
Buildings	199,834	631	103	200,362	124,938	75,424
Improvement other than building	1,460,832	92,524	3,965	1,549,391	464,802	1,084,589
Machinery and equipment	123,066	2,783	6,026	119,823	91,655	28,168
Infrastructure	-	76,770	212	76,558	10,203	66,355
Construction in progress	112,673	3,130	59	115,744	-	115,744
Total	<u>1,932,941</u>	<u>182,548</u>	<u>10,559</u>	<u>2,104,930</u>	<u>691,598</u>	<u>1,413,332</u>
Component Unit -- CMAA						
Land	20,860	4,242	382	24,720	-	24,720
Buildings	237,916	14,808	139	252,585	59,976	192,609
Improvement other than building	141,470	11,157	1,713	150,914	57,705	93,209
Machinery and equipment	17,936	1,980	525	19,391	10,841	8,550
Construction in progress	8,344	11,118	8,344	11,118	-	11,118
Total	<u>426,526</u>	<u>43,305</u>	<u>11,103</u>	<u>458,728</u>	<u>128,522</u>	<u>330,206</u>

Capital assets, net of accumulated depreciation, at December 31, 2002 appear in the Statement of Net Assets and/or the Fund Statements Balance Sheets as follows. (in thousands).

Governmental Activities (excludes Internal Service Funds)	\$1,226,320	Component unit	\$330,206
Business type activities:		Internal service funds:	
Water enterprise	\$ 349,595	Fleet management	\$ 2,243
Sanitary sewer enterprise	918,198	Information services	6,062
Storm sewer enterprise	72,352	Telecommunications	906
Electricity enterprise	73,187		

**NOTE F—CAPITAL ASSETS (continued)**

Depreciation expense in 2002 was charged to the following functions and funds. (in thousands)

Governmental Activities (excluding Internal Service Funds):		Internal Service Funds:	
General government	\$ 1,985	Fleet management	\$ 313
Public service	31,386	Information services	3,634
Public safety	8,840	Telecommunication	<u>156</u>
Development	979		<u>\$ 4,103</u>
Health	119		
Recreation and parks	<u>5,124</u>		
	<u>\$ 48,433</u>		
Business Type Activities:		Component Unit	\$ 14,967
Water enterprise	\$ 15,446		
Sanitary sewer enterprise	26,398		
Storm sewer enterprise	1,794		
Electricity enterprise	<u>3,316</u>		
	<u>\$ 46,954</u>		

Interest incurred during the construction phase (\$ 3.822 million in 2002), net of related interest earnings (\$806,000 in 2002), of business-type activity capital assets is included as part of the capitalized value of the assets constructed. Interest was capitalized in 2002 in the following activities/funds.

	(in thousands)
Water enterprise	\$ 727
Sanitary Sewer enterprise	<u>2,289</u>
	<u>\$ 3,016</u>

**NOTE G—BONDS, NOTES AND LOANS PAYABLE**

Bonds, notes, and loans payable in the Statement of Net Assets are comprised of the following.

	(in thousands)					
	Governmental	Business Type Activities			Component	
	Type	Water	Sanitary Sewer	Storm Sewer	Electric	Unit
Amount outstanding						
at December 31, 2002	\$ 784,823	293,304	580,395	71,144	30,801	140,462
Unamortized bond premium	11,056	6,142	6,908	415	969	5
Unamortized bond discount	-	(503)	(1,241)	-	-	(1,113)
Unamortized deferred amounts						
On refundings	(884)	(2,706)	(3,506)	-	-	-
Amount per Statement of Net Assets	<u>\$ 794,995</u>	<u>296,237</u>	<u>582,556</u>	<u>71,559</u>	<u>31,770</u>	<u>139,354</u>

## NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

The following table shows the activity in bonds, notes and loans payable during 2002.

Type of obligation	(in thousands)						Balance December 31, 2002	Amount due in 2003
	Balance December 31, 2001	New Issues	Refundings	Maturities	Refunded	Transfers (Notes H and P)		
<b>Governmental type</b>								
General obligation								
OPWC notes	\$ 3,917	83	-	249	-	-	3,751	\$ 249
Bonds-fixed rate	743,228	120,025	-	66,318	50,775	(35,850)	710,310	66,403
Bonds-variable rate	33,920	-	-	2,935	-	(5,300)	25,685	2,295
Capitalized lease (Note J)	3,460	-	-	860	-	-	2,600	860
Information services bonds- fixed rate	4,395	-	-	620	-	-	3,775	610
Fleet management bonds-fixed rate	540	-	-	30	-	-	510	30
Revenue obligations								
Bonds (TIFs)-fixed rate	30,050	555	-	-	-	-	30,605	150
Bonds (TIFs)-variable rate	4,000	2,900	-	600	-	-	6,300	-
Notes (TIF)-long-term fixed rate	-	1,221	-	-	-	-	1,221	N/A
Single family mortgage revenue note (FNMA)	88	-	-	22	-	-	66	N/A
<b>Total governmental type</b>	<b>823,598</b>	<b>124,784</b>	<b>-</b>	<b>71,634</b>	<b>50,775</b>	<b>(41,150)</b>	<b>784,823</b>	<b>70,597</b>
<b>Business type-enterprise</b>								
<b>Water</b>								
General obligations								
Bonds-fixed rate	180,897	34,580	-	15,518	-	-	199,959	16,398
Bonds-variable rate	47,695	-	-	3,140	-	-	44,555	3,140
Revenue obligations								
Bonds-fixed rate	53,185	-	-	4,395	-	-	48,790	4,680
<b>Total water</b>	<b>281,777</b>	<b>34,580</b>	<b>-</b>	<b>23,053</b>	<b>-</b>	<b>-</b>	<b>293,304</b>	<b>24,218</b>
<b>Sanitary sewer</b>								
General obligations								
Bonds-fixed rate	227,204	14,070	-	20,478	1,266	-	219,530	22,398
Revenue obligations								
Bonds-fixed rate	83,320	-	71,640	9,900	73,420	-	71,640	10,940
Bonds-variable rate	51,600	-	-	-	-	-	51,600	-
OWDA/EPA loans	182,172	60,283	-	4,830	-	-	237,625	10,806
<b>Total sanitary sewer</b>	<b>544,296</b>	<b>74,353</b>	<b>71,640</b>	<b>35,208</b>	<b>74,686</b>	<b>-</b>	<b>580,395</b>	<b>44,144</b>
<b>Storm sewer</b>								
General obligations								
Bonds-fixed rate	-	5,415	-	4,187	339	65,300	66,189	4,341
Bonds-variable rate	-	-	-	345	-	5,300	4,955	345
<b>Total storm sewer</b>	<b>-</b>	<b>5,415</b>	<b>-</b>	<b>4,532</b>	<b>339</b>	<b>70,600</b>	<b>71,144</b>	<b>4,686</b>
<b>Electricity</b>								
General obligations								
Notes	1,830	-	-	1,005	825	-	-	-
Bonds-fixed rate	56,468	1,504	-	4,096	-	(29,450)	24,426	3,781
Bonds-variable rate	7,290	-	-	915	-	-	6,375	915
<b>Total electricity</b>	<b>65,588</b>	<b>1,504</b>	<b>-</b>	<b>6,016</b>	<b>825</b>	<b>(29,450)</b>	<b>30,801</b>	<b>4,696</b>
<b>Total business type-enterprise</b>	<b>891,661</b>	<b>115,852</b>	<b>71,640</b>	<b>68,809</b>	<b>75,850</b>	<b>41,150</b>	<b>975,644</b>	<b>77,744</b>
<b>Total primary government</b>	<b>1,715,259</b>	<b>240,636</b>	<b>71,640</b>	<b>140,443</b>	<b>126,625</b>	<b>-</b>	<b>1,760,467</b>	<b>148,341</b>
<b>Component Unit – CMAA</b>								
General obligations								
Bonds of City being repaid by CMAA	23,435	-	-	4,990	-	-	18,445	4,945
Revenue obligations								
Bonds	124,031	-	-	2,014	-	-	122,017	2,709
<b>Total component unit</b>	<b>147,466</b>	<b>-</b>	<b>-</b>	<b>7,004</b>	<b>-</b>	<b>-</b>	<b>140,462</b>	<b>7,654</b>
<b>Total reporting unit</b>	<b>\$ 1,862,725</b>	<b>240,636</b>	<b>71,640</b>	<b>147,447</b>	<b>126,625</b>	<b>-</b>	<b>1,900,929</b>	<b>\$ 155,995</b>

**NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)**

The principal retirement and payment of obligations under the capitalized lease in the Debt Service Fund Statement of Revenues, Expenditures, and Changes in Fund Balance is comprised of the following. (in thousands)

General obligation OPWC notes	\$ 249
Single Family Mortgage Revenue Note (FNMA)	22
General obligation bonds	69,253
Obligation under capital lease	860
Revenue bonds (TIFs)	<u>600</u>
Total	<u>\$ 70,984</u>

Proceeds from bonds and long term notes in the Other Governmental Funds (Capital Projects Fund) Statement of Revenue, Expenditures and Changes in Fund Balance consist of the following. (in thousands)

General obligation OPWC notes	\$ 83
General obligation bonds	120,025
Revenue bonds (TIFs)	3,455
Revenue note (TIF)	<u>1,221</u>
Total	<u>\$ 124,784</u>

Premiums received on bonds appear as proceeds from bonds and long-term notes in the Special Income Tax fund in the amount of \$8,845,000.

**Short-Term Notes**

The City issues special assessment notes for certain projects where the direct citizen-beneficiary of the project shares in its costs. Upon final determination of costs, the City then converts the remaining portion of the note (the portion not paid upon project completion by the citizen-beneficiary) to bonds. All special assessment notes are general obligations of the City and are held by the Debt Service Fund or the City's pooled cash and investments with Treasurer. All such notes are accounted for in Business-Type-Enterprise activities.

Issuances and maturities of such notes during 2002 are as follows. (in thousands)

Accounted for in:	Date issued	Maturity date	Interest rate	Balance December 31, 2001	Additions	Deletions	Balance December 31, 2002
Electricity Enterprise	11/22/2000	11/22/2002	5.90%	\$ 1,005	-	1,005	-
	5/1/2001	3/1/2003	4.46%	825	-	825	-
Total Electricity				<u>\$ 1,830</u>	<u>-</u>	<u>1,830</u>	<u>-</u>

The portion of the notes included as deletions in the above table, which were not paid for by property owners (\$749,920) were converted to general obligation bonds on the stated maturity date of the notes.

**Long-Term Notes**

Except for the FNMA note and the TIF note, all other notes payable are backed by the full faith and credit, i.e. general obligations, of the City. Notes are generally issued in anticipation of long-term bond financing and are refinanced until such bonds are issued. There are, however, long-term notes for which the debt service will be paid from current resources. Those notes are as follows.

**Ohio Public Works Commission (OPWC):** OPWC extends both grants and loans to the City. In certain OPWC commitments, the agreements with OPWC provide for cash received by the City to be first considered as grant receipts. Monies received by the City after the grant commitment has been fulfilled by OPWC are then considered loans. Only the loan portion need be repaid by the City. The first two commitments from OPWC included loan monies only.

**NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)**

Notes in the amount of \$3,751,339 accounted for as Governmental type represent the amounts due on thirteen loans from the Ohio Public Works Commission (OPWC) for infrastructure improvements. These notes are non-interest-bearing and have serial maturities, with final maturities July 1, 2022. Initial repayments of the loans began in July 1994. OPWC has committed to additional non-interest-bearing loans as shown below. Cash is provided to the City by OPWC only to the extent of project completion. Only that portion of the loan commitment actually paid to the City is recognized as a liability by the City. Repayments of these loans are made from the Debt Service Fund. OPWC loans are considered general obligations of the City and Governmental type obligations. Grant and loan commitments and loans outstanding at December 31, 2002 were as follows: (in thousands)

Project	Project Number	Total grant commitment	Total loan commitment	Total Loaned at 12/31/02	Repaid by City		Outstanding Loans at 12/31/02
					Prior to 2002	In 2002	
Sawmill Road	CC515	\$ -	\$ 200	200	80	10	110
Roberts Road	CC522	-	902	902	366	45	491
Neil Avenue	CC814	2,278	56	56	13	3	40
Cleveland Ave. North	CC903	2,503	1,347	1,347	269	67	1,011
Cleveland Ave. South	CC914	2,773	1,053	1,053	184	53	816
Main Street Rehab.	CC019	441	88	88	15	4	69
Mound Street Rehab.	CC017	546	98	98	17	5	76
Livingston Ave. Rehab.	CC015	1,622	352	352	62	18	272
Group 6	CC013	361	58	58	6	3	49
Edgehill Improvements	CC15A	577	162	162	16	8	138
US 23 Culvert	CC18A	305	39	39	6	2	31
James Road	CC08B	2,867	623	623	31	31	561
Stelzer Road	CC06C	2,082	174	87	-	-	87
Total			\$ 5,152	5,065	1,065	249	3,751

Future debt service requirements on the OPWC loans and loan commitments are shown as Future Debt Service for Governmental Type Non-Proprietary – Notes contained in this Note G.

**Notes (TIF):** This amount represents a developer’s participation in debt service on certain limited general obligation bonds. The agreement between the City and the developer requires the developer to pay to the City 65% of debt service on the applicable portion of the bonds less the revenues received by the City from two TIFs. The amount received by the City from the developer on April 17, 2002 was \$1,220,536. The City must begin repaying the developer when the applicable TIF revenues exceed 65% of the debt service on the applicable portion of the bonds. The interest rate on the note (and future such notes) shall not exceed the City’s rate of borrowing on general obligation bonds. The interest rate on the note is estimated to be 4.30%. The repayment obligation is limited solely to revenues of the two applicable TIFs and does not constitute a general obligation of the City. While a precise date for beginning repayments of this note and any such future notes can not be determined, it is estimated that such repayments will not begin for several years.

**FNMA:** The City participates in various affordable housing efforts. The following long-term note is not a general obligation of the City but is payable solely from mortgage payments made by the homebuyers and certain grant funds provided solely for this purpose. The FNMA note is also considered a governmental type obligation.

	Issue Date	Maturity Date	Interest Rate	Outstanding at 12/31/2002 (in thousands)
Non-enterprise: Federal National Mortgage Association (FNMA) Single Family Mortgage Revenue Note	8/11/98	9/1/09	6.63%	\$ 66

## NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

### Long-Term Summary

Long-term debt, both general obligation (G.O) and revenue supported (Rev.) is summarized below, exclusive of the capitalized lease (Note J).

	Years of Issue	Years due through	Interest rate	Weighted Average Interest rate	Amount (in thousands)
<b>Governmental type</b>					
GO Ohio Public Works Commission notes	1993-1999	2022	0.00%	0.00%	\$ 3,751
GO Bonds—fixed rate	1972-2002	2020	3.90% to 12.375%	5.32%	710,310
GO Bonds—variable rate	1996	2017	0.90% to 1.75% (1.45% at year end)	1.28%	25,685
GO Information services bonds—fixed rate	1994-2000	2011	4.77% to 5.50%	4.98%	3,775
GO Fleet management bonds—fixed rate	1998	2019	4.60%	4.60%	510
Revenue Bonds (TIFs)—fixed rate—Easton	1999	2024	4.15% to 5.30%	5.00%	30,050
Revenue Bonds (TIFs)—fixed rate—Brewery	2002	2012	6.20%	6.20%	555
Revenue Bonds (TIFs)—variable rate—Polaris	2001	2011	1.05% to 1.85% (1.50% at year end)	1.41%	3,400
Revenue Bonds (TIFs)—variable rate—Brewery	2002	2022	1.05% to 1.90% (1.55% at year end)	1.47%	2,900
Revenue Note (TIF)—fixed rate	2002	-	4.30%	4.30%	1,221
Revenue FNMA note	1998	2019	6.63%	6.63%	66
Total					<u>782,223</u>
<b>Business type – enterprise</b>					
<b>Water</b>					
GO bonds—fixed rate	1968-2002	2019	4.45% to 12.375%	5.52%	199,959
GO bonds—variable rate	1995-1996	2017	0.90% to 1.75% (1.45% at year end)	1.28%	44,555
Revenue bonds—fixed rate Series 1999	1999	2010	3.70% to 5.00%	4.82%	48,790
<b>Sanitary sewer</b>					
GO bonds—fixed rate	1976-2002	2023	4.10% to 12.375%	5.59%	219,530
Revenue bonds—fixed rate Series 2002	2002	2008	4.00% to 5.00%	4.85%	71,640
Revenue bonds—variable rate Series 1994	1994	2011	1.00% to 1.85% (1.55% at year end)	1.38%	51,600
OWDA-EPA loans	1977-2002	2025	3.54% to 6.75%	4.21%	237,625
<b>Storm sewer</b>					
GO bonds—fixed rate	1967-2002	2023	3.50% to 12.375%	5.24%	66,189
GO bonds—variable rate	1995-1996	2017	0.90% to 1.75% (1.45% at year end)	1.28%	4,955
<b>Electricity</b>					
GO bonds—fixed rate	1985-2002	2013	4.10% to 9.375%	5.34%	24,426
GO bonds—variable rate	1996	2009	0.90% to 1.75% (1.45% at year end)	1.28%	6,375
Total business type—enterprise					<u>975,644</u>
Total primary government					<u>1,757,867</u>
<b>Component Unit—CMAA</b>					
GO bonds of City being repaid by CMAA – fixed rate	1980-2001	2008	4.06% to 12.25%	5.36%	18,445
Revenue bonds	1994-1998	2028	4.50% to 6.01%	5.29%	119,080
Revenue bonds	2001	2011			2,937
Total component unit					<u>140,462</u>
Total reporting entity					<u>\$ 1,898,329</u>

## NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

Certain characteristics of the debt of the primary government are shown in the following table.

	(in thousands)						Primary Government Total
	Governmental Type	Business Type				Total	
		Water	Sanitary Sewer	Storm Sewer	Electricity		
<b>Amount outstanding</b>							
General obligations (G.O.)	\$ 744,031	244,514	219,530	71,144	30,801	565,989	1,310,020
Revenue obligations	38,192	48,790	360,865	-	-	409,655	447,847
Total	<u>\$ 782,223</u>	<u>293,304</u>	<u>580,395</u>	<u>71,144</u>	<u>30,801</u>	<u>975,644</u>	<u>1,757,867</u>
<b>% of outstanding amounts</b>							
General obligations (% X total)	95.1%	83.4%	37.8%	100.0%	100.0%	58.0%	74.5%
Limited-unvoted (% X G.O.)	29.5%	24.0%	12.9%	10.1%	25.0%	18.0%	24.5%
Unlimited-voted (% X G.O.)	70.5%	76.0%	87.1%	89.9%	75.0%	82.0%	75.5%
Revenue obligations (% X total)	4.9%	16.6%	62.2%	0.0%	0.0%	42.0%	25.5%
<b>% X Principal paid out within 10 yrs</b>							
General obligations	79.0% <sup>(1)</sup>	73.6%	72.9%	63.2%	98.8%	73.4%	76.6% <sup>(1)</sup>
Revenue obligations	27.9% <sup>(2)</sup>	100.0%	100.0% <sup>(3)</sup>	-	-	100.0% <sup>(3)</sup>	87.3% <sup>(2)(3)</sup>
<b>Weighted average interest rate</b>							
General obligations	5.17%	4.69%	5.59%	4.97%	4.49%	5.07%	4.12%
Revenue obligations	4.72%	4.82%	4.58%	-	-	4.62%	4.63%

(1) Exclusive of Ohio Public Works Commission Notes of \$3,751,339.

(2) Exclusive of TIF Note of \$1,220,536.

(3) Exclusive of Ohio Water Development Authority Loans of \$237,624,312.

### Variable interest rate bonds

The variable interest rate bonds were issued, pursuant to ordinances adopted by Council, in the Electricity Enterprise in 1996; Sanitary Sewer Enterprise in 1994; Water Enterprise in 1995 and 1996; Storm Sewer Enterprise in 1995 and 1996; and Non-enterprise in 1995 and 1996, respectively. The 1994 Sanitary Sewer (weekly interest rate mode) bonds are revenue bonds. The Water Enterprise, the 1996 Electricity Enterprise, the Storm Sewer Enterprise and the Non-enterprise bonds are variable rate, weekly interest rate mode, general obligation bonds. The proceeds of the bonds were used to provide funds for certain capital improvements, retire certain bonds and notes previously issued by the City, establish bond reserve funds, where required, in accordance with trust agreements, and pay costs incurred to issue the bonds.

Interest on the variable interest rate bonds is paid at various times as specified in the trust agreements relating to such bonds, at rates determined by the remarketing agent and the City after reviewing the rates of similar municipal issues. The bonds may be put at the discretion of the holders at a price equal to principal plus accrued interest on any interest payment date or such other dates as specified in the trust agreements. The remarketing agent is authorized to use its best efforts to sell the put bonds at a price equal to 100% of the principal amount.

The variable rate general obligation bonds are accounted for in the Governmental type bonds (\$25,685,000), the Water Enterprise Fund (\$44,555,000), the Electricity Enterprise Fund (\$6,375,000), and the Storm Sewer Enterprise Fund (\$4,955,000). These bonds are enhanced by a Liquidity Facility provided by Westdeutsche Landesbank Girozentrale—New York Branch (West L-B).

Under the Liquidity Facility for the variable rate general obligation bonds, subject to certain terms and conditions set forth therein, West L-B agrees to make funds available to purchase bonds that are tendered or required to be tendered for purchase and not remarketed or for which remarketing proceeds are not delivered. The Liquidity Facility on the 1995 variable rate general obligation bonds and the 1996 variable rate general obligation bonds will expire on June 15, 2004 and December 15, 2004, respectively, subject to earlier termination in accordance with its terms, but may be extended or replaced. Extension of the

**NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)**

termination date, if the City requests, is at the option of West L-B. The immediate termination or suspension of West L-B's obligation to purchase bonds under the Liquidity Facility does not result in acceleration of the bonds. West L-B is not obligated to pay the principal or redemption price of or interest on the bonds under any circumstances, but is obligated only to purchase bonds upon the tender thereof, subject to the terms and provisions of the Liquidity Facility.

If West L-B should be required to purchase these bonds, the City would be required to pay West L-B interest at the higher of the West L-B's prime rate (4.25% at December 31, 2002) or 2% over the Federal Funds rate. This increased interest is reflected in the following table as Debt Service Fund, Water Enterprise Fund, Electricity Enterprise Fund and Storm Sewer Enterprise Fund general obligation bonds.

The Polaris TIF variable rate revenue bonds (\$3,400,000) are enhanced by a letter of credit issued by Fifth Third Bank of Cincinnati, Ohio and the Brewery TIF variable rate revenue bonds (\$2,900,000) are enhanced by a letter of credit issued by Huntington National Bank, Columbus, Ohio.

The Sanitary Sewer variable rate revenue bonds (\$51,600,000) carry no letter of credit or liquidity enhancement. If a put bond proves to be unremarkable by the remarketing agent, the City is required by statute to buy the bonds into its own portfolio. A specific interest rate is not required of the Sanitary Sewer variable rate revenue bonds if purchased into City's investment portfolio.

The following table reflects the additional interest the City would have to pay if the variable rate bonds were purchased into the City's own portfolio. The assumed incremental interest rate in the table is 4.25%.

		<u>(in thousands)</u>				
		Debt Service Fund General Obligation and Revenue Bonds	Enterprise Funds			
		Water General Obligation Bonds	Electricity General Obligation Bonds	Storm Sewer General Obligation Bonds	Sanitary Sewer Revenue Bonds	
Year ending December 31:						
2003	\$	1,400	1,852	287	209	2,193
2004		1,302	1,718	248	194	2,193
2005		1,205	1,585	209	180	2,193
2006		1,107	1,451	171	165	2,193
2007		1,008	1,318	132	150	2,193
2008-2012		3,155	4,589	148	531	5,593
2013-2017		690	1,311	-	170	-
2018-2022		190	-	-	-	-
	\$	<u>10,057</u>	<u>13,824</u>	<u>1,195</u>	<u>1,599</u>	<u>16,558</u>

The City may, at its option, convert the variable rate bonds to a fixed rate. Furthermore, the bonds may be called at the discretion of the City under specified procedures on any interest payment date.

**Future Debt Service**

The following tables summarize the City's future debt service requirements on its outstanding bonds, long-term notes, and OWDA/EPA loans and loan commitments as of December 31, 2002. Future interest assumes rates on variable rate debt in effect at December 31, 2002. Although the variable rate bonds may be payable upon demand (as described previously), the City intends to repay these issues in accordance with the respective redemption schedules.

**NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)**

	(in thousands)				
	Governmental Type Non-Proprietary			Governmental Type Internal Service	
	Bond Principal	Note Principal	Interest	Principal	Interest
Year ending December 31:					
2003	\$ 68,848	249	38,083	640	197
2004	75,303	257	34,606	655	166
2005	72,551	257	30,704	645	133
2006	70,714	257	26,921	545	102
2007	68,559	257	23,203	540	74
2008-2012	234,972	1,286	74,403	1,050	125
2013-2017	143,848	1,095	27,264	150	31
2018-2022	33,115	180	4,584	60	3
2023-2024	4,990	-	368	-	-
	<u>\$ 772,900</u>	<u>3,838</u>	<u>260,136</u>	<u>4,285</u>	<u>831</u>

	Enterprise Funds						
	Water		Sanitary Sewer			Electricity	
	Principal	Interest	Bond Principal	OWDA Principal	Interest	Principal	Interest
Year ending December 31:							
2003	\$ 24,218	13,540	33,338	10,806	25,141	4,696	1,329
2004	25,657	12,371	34,128	13,126	25,518	4,636	1,121
2005	25,769	11,056	29,172	14,134	24,234	4,182	910
2006	25,554	9,710	29,407	15,429	22,171	3,766	921
2007	25,962	8,373	29,762	15,822	19,880	3,490	556
2008-2012	101,662	24,877	127,366	88,296	70,315	9,656	1,035
2013-2017	57,113	7,753	38,091	94,739	37,047	375	11
2018-2022	7,369	311	20,805	75,271	11,696	-	-
2023-2025	-	-	701	11,779	389	-	-
	<u>\$ 293,304</u>	<u>87,991</u>	<u>342,770</u>	<u>339,402</u>	<u>236,391</u>	<u>30,801</u>	<u>5,883</u>

	Enterprise Funds (continued)			
	Storm Sewer		Component Unit-CMAA	
	Principal	Interest	Principal	Interest
Year ending December 31:				
2003	\$ 4,686	3,443	7,654	7,397
2004	4,936	3,211	7,736	6,985
2005	4,714	2,961	7,846	6,566
2006	4,677	2,717	5,026	6,175
2007	4,638	2,474	5,081	5,908
2008-2012	21,300	9,105	19,169	26,065
2013-2017	17,559	4,279	22,865	20,351
2018-2022	8,370	850	29,675	13,254
2023-2027	264	13	29,725	4,943
2028	-	-	5,685	142
	<u>\$ 71,144</u>	<u>29,053</u>	<u>140,462</u>	<u>97,786</u>

**Restricted Assets**

In conjunction with the issuance of the Water and Sanitary Sewer revenue bonds, the City entered into various trust agreements with commercial banks. These trust agreements require that the City establish various funds for the cost of construction and repayment of debt. The restricted asset balances in the Enterprise Funds segregate funds held by the City from funds held by trustees in accordance with the trust agreements. Enterprise restricted assets consisted of the following at December 31, 2002:

**NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)**

	(in thousands)					Component
	Water	Sanitary Sewer	Storm Sewer	Electricity	Total Enterprise	Unit— CMAA
Held by the City and CMAA—						
Construction funds	\$ 54,952	24,900	18,029	4,321	102,202	72,426
Funds due to City, including interest	-	-	-	-	-	5,857
Debt service funds	-	-	-	-	-	22,081
Customer deposits	-	-	-	-	-	159
Held by trustees—						
Debt service funds	1,849	6,722	-	-	8,571	-
Accrued interest receivable on investments	-	4	-	-	4	-
Total restricted assets	<u>\$ 56,801</u>	<u>31,626</u>	<u>18,029</u>	<u>4,321</u>	<u>110,777</u>	<u>100,523</u>

Except for accrued interest receivable, restricted assets consist of cash, cash equivalents, and investments. In addition, these trust agreements require the City to pledge net revenues (defined in the trust agreement as revenues less operating and maintenance expenses) of the Water and Sanitary Sewer Enterprise Funds to the payment of the principal and interest on the respective bonds when due.

In the opinion of management, the city has complied with all bond covenants.

**Matured Bonds and Interest**

Matured bonds and interest payable include \$955,000 and \$625,248 respectively at December 31, 2002; \$915,000 and \$595,868 at December 31, 2001.

**OWDA**

Loans payable to the Ohio Water Development Authority (OWDA/EPA), \$237,624,312 are revenue obligations incurred to help finance sewerage treatment facilities and are to be repaid from charges for sewerage services.

**CMAA**

All general obligation bonds including those bonds (\$18,445,000) outstanding at December 31, 2002 being repaid by CMAA revenues to the City are backed by the full faith and credit of the City. However, it is the City's policy to pay debt service on general obligation bonds issued for enterprise purposes from the revenues of the respective enterprise fund. General obligation bonds being repaid by CMAA revenues to the City, while reported by the City as general obligation bonds, are reported in the CMAA's component unit financial statements as long-term debt. Accordingly, such debt is reported in the respective enterprise funds and CMAA. Deficiencies, if any, will be paid from the City's Debt Service Fund. All such CMAA obligations to the City have been paid when due.

In 1994 CMAA issued \$37,160,000 of Airport Improvement Revenue Bonds, Series 1994A, dated August 1, 1994 with a final maturity date of January 1, 2024. Of these bonds, \$33,425,000 remains outstanding at December 31, 2002 and bear interest rates of 5.45% to 6.25%.

In 1998 CMAA issued Airport Improvement Revenue Bonds, Series 1998A and 1998B, dated February 1, 1998, in the total amount of \$87,290,000. Of these bonds \$85,655,000 remain outstanding at December 31, 2002 and bear interest rates ranging from 4.50% to 5.25%.

## NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

In June 2001 CMAA issued \$3,265,000 of Subordinate Taxable Airport Improvement Revenue Bonds, Series 2001A. These bonds have a final maturity date of June 2011. Of these bonds, \$2,936,600 remains outstanding at December 31, 2002.

The 1994 bonds, the 1998 bonds and the 2001 bonds are payable solely from CMAA revenues. These bonds are not senior debt to amounts owed to the City, but are equal in liability status, or on parity, with amounts owed to the City.

### Voted Debt Authority

Various amounts of debt for various purposes were authorized by the City's voters (voted-unlimited) in May 1991 and November 1999. The remaining unissued amounts and purposes of these authorizations are shown in the following table (in thousands). There is no time limit regarding utilization of the authorization.

			(in thousands)		
	Date Authorized	Total Authorized	Issued in 1991–2001	Issued in 2002	Unissued as of 12/31/02
Sanitary sewer system	1991	\$ 325,000	265,385	14,070	45,545
Public safety	1999	28,255	9,645	18,610	-
Recreation and parks	1999	59,375	28,770	3,875	26,730
Refuse collection	1999	10,675	3,310	4,985	2,380
Streets and highways	1999	203,720	80,285	77,115	46,320
Health	1999	30,500	26,925	3,575	-
Electricity	1999	28,330	7,200	755	20,375
Storm sewers	1999	30,000	28,255	1,745	-
Water system	1999	200,000	28,340	34,580	137,080
		<u>\$ 915,855</u>	<u>478,115</u>	<u>159,310</u>	<u>278,430</u>

Bonds identified above as Sanitary sewer system, Electricity, Water system and Storm sewers are accounted for in the respective Business type enterprise funds. Other bonds are accounted for as Governmental type bonds.

### Legal Debt Margins

The ORC provides that the total net debt (as defined in the ORC) of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total taxation value of property. The statutory limitations on debt are measured by the ratio of net debt to tax valuation and expressed in terms of a percentage. At December 31, 2002, the City's total net debt amounted to 4.06% of total assessed value of all property within the City and unvoted net debt amounted to 0.35% of the total assessed value of all property within the City. The City had a legal debt margin for total debt of \$937.028 million and a legal debt margin for unvoted debt of \$749.295 million. The aggregate amount of the City's unvoted debt is also subject to overlapping debt restrictions with other political subdivisions.

### Conduit Type Debt

In 1994, the City issued \$2,225,000 in library improvement revenue bonds in conjunction with the Worthington Public Library, another separate and distinct political subdivision. The site of this Worthington Public Library building, however, is located within the geographic boundaries of the City of Columbus. The proceeds of the bonds were used to construct and expand library facilities that were leased to the Board of Trustees of the library. The lessee makes lease payments directly to the revenue

## NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

bond trustee in an amount equal to the revenue bond payments. In the event of default on the lease payments, the City's liability is limited to surrendering possession of the library facilities to the trustees. The revenue bonds do not constitute a debt or a pledge of the faith and credit of the City and, accordingly, are not reflected in the accompanying basic financial statements. All payments of principal and interest were made when due. Bonds remaining outstanding at December 31, 2002 are as follows: (in thousands)

Title	Issue Date	Interest Rates	Original Amount	Outstanding at December 31, 2002	Final Maturity Date
City of Columbus, Ohio Library Improvement Revenue Bonds, Series 1994 (Board of Trustees of the Worthington Public Library—Lessee)	August 1, 1994	5.00% to 6.15%	\$ 2,225	\$ 1,430	January 1, 2015

### Defeased Bonds

A description of the City's advance refunded, defeased, bonds with remaining outstanding amounts follows: (in thousands)

Descriptions of Defeased bonds	Date Originally Issued	Original Par Amount	Redemption or Call Date	Date Defeased	Maturities Defeased	Interest Rates of Defeased Bonds	Amount Defeased	Amount Outstanding at December 31, 2002
Sewer Improvement No. 26 (U) – GO	6/15/91	\$101,320	9/15/01	11/15/93	2011	6.00%	\$ 5,070	\$ 5,070 (1)
Sewer Improvement No. 26 (U) – GO	6/15/91	101,320	9/15/01	4/8/94	2005-2010	6.00% to 6.875%	30,405	30,405 (1)
Various Purpose Series 1992-4(U) - GO	11/1/92	5,895	5/1/03	1/15/98	2006-2014	5.70% to 6.00%	2,430	2,430 (2)
Various Purpose Series 1992-5(L) - GO	11/1/92	4,145	5/1/03	1/15/98	2006-2014	6.00%	1,080	1,080 (2)
Waterworks Enlargement No. 44 (U) - GO	11/1/92	45,830	5/1/03	1/15/98	2005-2014	5.60% to 6.00%	22,930	22,930 (2)
Sewer Improvement No. 28 (E-U) - GO	11/1/92	28,300	5/1/03	1/15/98	2005-2014	5.60% to 6.00%	14,150	14,150 (2)
Various Purpose Series 1994 – I (L) – GO	5/15/94	38,110	5/15/04	1/15/98	2006-2015	5.70% to 6.00%	9,305	9,305 (2)

- (1) These defeasances apply to these maturities only. These bonds are not called. The City has escrowed money for principal and interest to their final maturities, 9/15/2005, 06, 07, 08, 09, 10 and 11. The City does however reserve the right to call these bonds.
- (2) Monies providing for the payment of these outstanding bonds, both principal and interest are held by escrow agents who will redeem such bonds on their maturity or call dates. These monies and corresponding liabilities, since the bonds are defeased and not considered a liability of the City, are not included in the City's financial statements.

### Tax Increment Financing Districts (TIFs)

The City, pursuant to the Ohio Revised Code and City ordinances, has established 14 TIFs. A TIF represents a geographic area wherein property values created after the commencement date of the TIF are exempt, in whole or in part, from property taxes. Owners of such property, however, must pay amounts equal to the property taxes, known as "service fees", as though the TIF had not been established. These "service fees" are then dedicated to the payments for various public improvements within or adjacent to the TIF area. However, payments from one of the TIFs will assist the City in paying for certain public improvements in an area remote from the TIF area. Property values existing before the commencement date of a TIF continue to be subjected to property taxes.

**NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)**

“Service fee” revenue was \$4.062 million in 2002 and is accounted for in the Debt Service Funds since these monies are intended to pay principal and interest on bonds whose proceeds will be used to construct public improvements. Corresponding fixed assets are accounted for in the City’s infrastructure accounts.

TIFs have a longevity of the shorter period of 30 years or until the public improvements are paid for. The property tax exemption then ceases; service fees cease and property taxes then apply to the property values.

**Premium and Issuance Costs**

Only those bonds issued in 2002 having premiums and/or issuance costs, none had discounts, are shown in the following table. Two electricity-enterprise assessment bonds in the amounts of \$412,486 and \$337,434 were sold at par with no issuance costs.

	(in thousands)		
	Par	Premium	Costs of Issuance
Governmental type			
Revenue TIF bonds-new money	\$ 3,455	-	72
GO Various purpose-new money	120,025	8,845	629
	<u>\$ 123,480</u>	<u>8,845</u>	<u>701</u>
Business type			
GO Water enterprise-new money	\$ 34,580	3,032	161
GO Sanitary Sewer enterprise-new money	14,070	904	66
GO Storm Sewer enterprise-new money	5,415	188	47
GO Electricity enterprise-new money	755	77	4
Revenue Sanitary Sewer enterprise-refunding	71,640	3,534	286
Total	<u>\$ 126,460</u>	<u>7,735</u>	<u>564</u>

**Advance Refundings and Defeasances**

There were no advance refundings of bonds in 2002 and therefore, no defeasances.

## NOTE G—BONDS, NOTES AND LOANS PAYABLE (continued)

### Current Refundings—Sanitary Sewer Enterprise

On March 14, 2002 the City sold \$71,640,000 Sewerage System Revenue Refunding Bonds, Series 2002, dated April 2, 2002 with final maturities on June 1, 2008. These bonds refunded \$73,420,000 Sewerage System Revenue Refunding Bonds, Series 1992 that were called on their call date of June 1, 2002. Final maturities of the 1992 Series had also been June 1, 2008. The refunding resulted in a premium of \$3,402,522 and issuance costs of \$154,122. A summary of the current refunding appears below.

	(in thousands)
Requisition Price	
Old bonds outstanding	\$ 73,420
Call premium on old bonds	1,468
Funds required to refund old bonds	<u>74,888</u>
Net carrying amount of old bonds	
Old bonds outstanding	<u>72,532</u>
Deferred amount on the refunding	<u>\$ 2,356</u>
Funds used to accomplish the refunding	
Principal amount of new bonds issued	\$ 71,640
Portion of premium received on sale of new bonds	3,248
Total funds used to accomplish the refunding	<u>\$ 74,888</u>
Nominal savings, economic gain and present value savings	
Refunded (old) bonds	
Principal	\$ 73,420
Interest	16,928
Total refunded	<u>90,348</u>
Refunding (new) bonds	
Principal	71,640
Interest	13,374
Total refunding	<u>85,014</u>
Unadjusted reduction in aggregate debt service	5,334
Interest earned pending call date	249
Accrued interest received	-
Premium received, net of call premium paid	1,934
< Less > Issuance costs	(154)
Contribution of funds restricted for refunding	-
Adjusted reduction in aggregate debt service	<u>\$ 7,363</u>
Economic gain – present value of adjusted reduction in aggregate debt service	<u>\$ 8,253</u>
Present value rate – true interest cost of new bonds	3.52%
Interest rate borne by old bonds	6.13-6.40%

### NOTE H—ELECTRICITY

The City's Electricity Enterprise celebrated its 103rd year of operation in 2002. The Enterprise presently serves 3,768 commercial customers and 9,501 residential customers and in 2002 had operating revenues of \$56.2 million (\$52.6 million in 2001). During 2002, the Electricity Enterprise Fund received approximately 24.0% (22.99% in 2001) of its charges for services from other funds of the City for electric power. The enterprise purchases and resells its power. The enterprise does not generate power.

## **NOTE H—ELECTRICITY (continued)**

On November 30, 2000 the Enterprise entered into a mandatory, exclusive contract for the purchase of power at \$36.14 per megawatt hour, adjusted for various transmission and other factors. The contract shall remain in effect until December 31, 2008, subject to the supplier's option to terminate on December 31 of 2005, 2006 or 2007. The City intends to continue to operate its Electricity Enterprise.

Included in receivables (Note D) in the Special Income Tax debt service fund is \$102,866,297 representing amounts due from the Solid Waste Authority of Central Ohio (SWACO). On April 1, 1993, the City leased to SWACO an electricity-generating, solid waste recovery plant and related transfer stations (the Plant). The annual lease payments to the City were to be in the amount of the related debt service requirements. SWACO paid these rental payments to the City in a timely manner in 1993 and in 1994. The lease resulted in the removal of certain real and personal property assets from the Electricity Enterprise Fund with costs in the amount of \$202,000,000. The lease was accounted for as a capital lease in accordance with Statement No. 13 of the Financial Accounting Standards Board, *Accounting for Leases*, as amended, and was originally accounted for in the Electricity Enterprise Fund.

Due to a series of federal court decisions and U.S. E.P.A. decisions, the Plant ceased operations in 1994. Because the asset underlying the lease was no longer a functioning asset the lease was transferred from the Electricity Enterprise Fund to the Special Income Tax debt service fund in 1994. General obligation bonds outstanding at that time and related to the construction of the underlying assets were also transferred, in 1994, from the Electricity Enterprise Fund to the then existing General Long-Term Obligations Account Group. These bonds now appear in the financial statements as Governmental type general obligation fixed rate bonds. In 1984 the City issued \$70.0 million of Variable Rate Demand Electric System Revenue Bonds. Proceeds of the bonds were used toward the completion of the Plant. Bondholders, however, had first lien on all revenues of the Electric Enterprise. Even after the closure of the Plant in 1994, these bonds, because of the lien on all revenues of the enterprise, remained as liabilities of the enterprise. In 2001 these revenue bonds were converted, refunded, by the issuance of Governmental Type general obligation fixed rate unvoted bonds of the City. Since no claim on enterprise revenues remains and the related asset was long ago, 1994, transferred out of the enterprise, the remaining bonds of \$29.450 million outstanding at December 31, 2001 were transferred out of the enterprise in 2002 as a Nonreciprocal Interfund Transfer.

In 1998 and again in 1999, the City and SWACO amended the lease, the third and fourth modifications. Essentially, the City agreed to reduce the amount due from SWACO to the City to an amount equal to 65% of debt service and associated bond costs required for the City's bonds from January 1, 1995 to the bonds' final maturity in 2010. SWACO agreed to impose a new fee on garbage originating throughout the SWACO boundaries, primarily Franklin County, Ohio. Proceeds from this new fee produce approximately \$5 million cash annually to be paid in total to the City. The City, rather than pay cash to SWACO for residential type garbage picked up by City garbage trucks, grants a credit to SWACO against the amount due by SWACO to the City. This credited amount would approximate an additional \$2.3 million annually. This new fee applies to all garbage originating within SWACO boundaries regardless of whether the garbage is disposed of (tipped) at SWACO's landfill or not. This new fee was authorized by SWACO in December 1998 to be effective at various dates in 1999. SWACO also agreed to remit to the City all profits from the landfill operations, after maintaining certain reserves, and other miscellaneous revenues.

SWACO operates a landfill and agrees to continue to operate the landfill in a manner that ensures that disposal capacity in the Franklin County Landfill will be available to the City and to residents through, at a minimum, the year 2025. The City continues to agree to dispose of all garbage collected by the City at the SWACO landfill. In 2002, the City paid SWACO \$10.9 million for landfill tipping fees (\$11.1 million in 2001).

The lease of the Plant between the City and SWACO extends to March 31, 2010 with automatic renewals of 5-year terms at annual rentals of \$100,000, unless SWACO chooses not to renew.

**NOTE H—ELECTRICITY (continued)**

The City received \$1.0 million from SWACO in January, February, 2003 and is recognized as revenue in 2002 (60 day rule). All lease receivable amounts not received within 60 days after year-end have been accounted for as deferred revenue in the Special Income Tax debt service fund.

A reconciliation of the debt service on the City's bonds related to the SWACO agreement to the City's lease receivable due from SWACO at December 31, 2002 follows:

Debt service: 1995-2000	\$ 125,174,439
2001	15,113,200
Projected debt service 2003-2010	90,200,190
Less:	
Debt service prorated to Alum Creek transfer station vacated by SWACO (2003-2004)	<u>(159,190)</u>
Total applicable debt service	<u>\$ 230,328,639</u>
65% of total applicable debt service	\$ 149,713,615
Less:	
Payments made by SWACO:	
1995-2001	(39,126,193)
2002	(5,500,000)
Credits in lieu of payments -	
Retired facility fee:	
1999-2001	(6,504,425)
2002	(2,371,119)
Environmental costs and other:	
1999-2001	(2,557,376)
2002	(736,946)
Interest due on deferred payment:	
1998-2001	7,957,671
2002	<u>1,991,070</u>
Amount due from SWACO to City at 12-31-2002	<u>\$ 102,866,297</u>

Debt service for 1995 through 2002 includes actual principal and interest on the general obligation bonds and principal and interest on the revenue bonds paid to the revenue bond trustee until such revenue bonds were refunded by general obligation bonds in March 2001. Also included are associated bond costs: letter of credit fees, trustee fees and remarketing agent fees applicable to the revenue bonds. Total principal, interest and associated bond costs were then reduced by interest earned and collected by the revenue bond trustee. Amounts for years 2003 to 2010 include actual principal and interest on the general obligation bonds remaining to be paid. All deficiencies in lease payments from SWACO will be subsidized by the City from the Special Income Tax debt service fund. The City is fully capable of meeting the debt service requirements of these bonds.

**NOTE I—PROPERTY LEASED TO OTHERS**

The City leased to others in 1985, an office building known as the old, old post office. The City has no net investment in this lease because the City's purchase price of \$3 million for the building was entirely recovered by a lease payment received at the lease's inception. The initial lease term is for 20 years with a 20-year renewal term at \$100 per year. The lessee may then purchase the property at its then fair market value or continue to lease it for up to 55 additional years.

**NOTE I—PROPERTY LEASED TO OTHERS (continued)**

The City leases certain real property, together with buildings and improvements located thereon, to the Columbus Zoological Park Association (the Zoo). The lease, with annual rental payments of \$1 per year, an extension of earlier leases that began in 1970, commenced June 23, 1989 and expires June 23, 2004. Management of both the City and the Zoo expect to renew the lease. The Zoo uses and occupies the premises solely for zoological, conservation, educational, research and recreational purposes. Animals at the Zoo are not owned by the City.

See also Note H regarding assets leased to SWACO by the City.

**NOTE J—LEASE COMMITMENTS AND LEASED ASSET**

The City leases a significant amount of property and equipment under short term operating leases. Total rental expenditures on such leases for the year ended December 31, 2002 were approximately \$6.7 million (\$5.4 million in 2001).

The City also leases a building under a capitalized lease. The cost of the building, \$19.8 million, is included in the City's capital assets used in governmental activities. The following is a schedule of future minimum lease payments under the capitalized lease together with the present value of the net minimum lease payments as of December 31, 2002. This amount also appears in Note G.

Year ending December 31:	(in thousands)
2003	\$ 1,088
2004	1,007
2005	916
Total minimum lease payments	3,011
Less—amount representing interest at 10.5%	(411)
Present value of net minimum lease payments	\$ 2,600

**NOTE K—PENSION PLANS**

Police and fire-sworn personnel participate in the statewide Ohio Police and Fire Pension Fund (P&F). Substantially all other City employees participate in the statewide Ohio Public Employees Retirement System (OPERS). Both P&F and OPERS are cost sharing, multiple-employer public employee retirement systems administered by their respective Retirement Boards, each consisting of 6 members elected by representative groups and 3 statutory members. The total payroll for the City's employees for the year ended December 31, 2002 was \$410.6 million. Of this amount, \$192.4 million was covered by P&F, \$211.9 million was covered by OPERS and \$6.3 million was not subject to pension benefit calculations.

Employer and employee required contributions to P&F and OPERS are established by the Ohio Revised Code (ORC) and are based on percentages of covered employees' gross salaries, as defined. In addition to paying the employer's share as required by the ORC, the City pays a portion of the employee's share.

**NOTE K—PENSION PLANS (continued)**

Required contributions to P&F and OPERS are used to fund pension obligations and health care programs. Rates required attributable to 2002 payroll costs are summarized as follows:

	Percentage of covered payroll—January 1, 2002 to December 31, 2002				
	Employee share			Employer Share	Total
	Paid by City	Paid by employee	Total		
Police	6.5	3.5	10.0%	19.5%	29.5%
Fire	8.5	1.5	10.0%	24.0%	34.0%
OPERS:					
Full time	8.5	-	8.5%	13.55%	22.05%
Part time	6.0	2.5	8.5%	13.55%	22.05%

**Police and Fire (P&F)**

P&F has provided the following information to the City in order to assist the City in complying with Statement No. 27.

- A. P&F is a cost-sharing multiple-employer defined benefit pension plan.
- B. P&F provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries.
- C. Authority to establish and amend benefits is provided by state statute per Chapter 742 of the ORC.
- D. P&F issues a stand-alone financial report. Interested parties may obtain a copy by making a written request to P&F at: 140 East Town Street, Columbus, Ohio 43215-5164 or by calling (614) 228-2975. (www.op-f.org)
- E. The ORC provides statutory authority for employee and employer contributions. The required contributions are:

	Employees	Employer
Police	10%	19.5%
Fire	10%	24.0%

- F. Required employer contributions are equal to 100% of the dollar amount billed to each employer.

City data indicates the required amounts for the past five years have been:

Year	Employee share paid by employee	Employee share paid by City (in thousands)	Employer share paid by City	Total paid by City
Police:				
2002	\$ 3,781	7,022	21,067	28,089
2001	3,782	7,024	21,072	28,096
2000	3,287	6,104	18,311	24,415
1999	3,218	5,976	17,934	23,910
1998	3,030	5,627	16,880	22,507
Fire:				
2002	\$ 1,268	7,185	20,286	27,471
2001	1,207	6,842	19,317	26,159
2000	1,223	6,929	19,565	26,494
1999	982	5,565	15,700	21,265
1998	925	5,242	14,801	20,043

## **NOTE K—PENSION PLANS (continued)**

Participants in P&F may retire at age 48 with at least 25 years of credited service or at age 62 with at least 15 years of credited service and are entitled to an annual retirement benefit, payable in monthly installments for life, equal to 2.5% of annual earnings for each of the first 20 years of credited service, 2.0% for each of the next five years of credited service, and 1.5% for each year of service thereafter. However, this normal retirement benefit is not to exceed 72% of the member's average annual salary of the three years during which the total earnings were greatest. Members become vested in certain benefits after 15 years of service and become vested in full normal retirement benefits after 25 years of service. P&F also provides a \$1,000 lump-sum death benefits payment in addition to survivor and disability benefits. Benefits are established by the ORC.

P&F has provided the following information pertaining to other postemployment benefits for health care costs in order to assist the City in complying with Statement No. 12.

- A. P&F provides postretirement health care coverage to any person who received or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of 18 whether or not the child is attending school or under the age of 22 if attending school full-time or on a 2/3 basis. The health care coverage provided by the retirement system is considered an Other Postemployment Benefits (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides that the health care cost paid from the fund of P&F shall be included in the employer's contribution rate. The total police employer contribution rate is 19.5% of covered payroll and the total firefighter employer contribution rate is 24% of covered payroll.
- B. The ORC provides the statutory authority allowing P&F's Board of Trustees (Board) to provide health care coverage to all eligible individuals.
- C. Health care funding and accounting is on a pay-as-you-go basis. A percentage of covered payroll, as defined by the Board, is used to pay retiree health care expenses. The Board defined allocation was 7.5% of covered payroll in 2001 and 7.75% in 2002. 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.
- D. The total health care expense paid by the retirement plan was \$122,298,771 net of member contributions of \$6,874,699 for the year ended December 31, 2001. Eligible benefit recipients totaled 13,174 for police and 10,239 for fire. Based on the portion of each employer's contribution to P&F set aside for funding of postretirement health care, as described above, the City's contribution for 2002 allocated to postretirement care was approximately \$8.4 million for police and \$6.6 million for fire.

## **OPERS**

OPERS has provided the following information to the City in order to assist the City in complying with GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers* (Statement No. 27).

- A. OPERS is a cost-sharing multiple-employer defined benefit pension plan.
- B. OPERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries.
- C. Authority to establish and amend benefits is provided by state statute per Chapter 145 of the ORC.

**NOTE K—PENSION PLANS (continued)**

- D. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by making a written request to OPERS at: 277 East Town Street, Columbus, Ohio 43215-4642 or calling (614) 222-6705 or 1-800-222-PERS (7377). ([www.opers.org](http://www.opers.org))
- E. The ORC provides statutory authority for employee and employer contributions. The City's employee contribution rate in 2002 was 8.5%. The City's contribution rate, as an employer, was 13.55% of covered payroll.
- F. Required employer contributions are equal to 100% of the dollar amount billed to each employer and must be extracted from the employer's records.

City data indicates the required amounts for the past five years have been:

	Employee share Paid by <u>employee</u>	Employee share <u>paid by City</u>	Employer share <u>paid by City</u>	Total paid <u>by City</u>
		<u>(in thousands)</u>		
2002	\$ 268	17,444	28,713	46,457
2001	286	17,251	27,957	45,208
2000	314	16,455	21,200	37,655
1999	304	15,758	25,612	41,370
1998	292	14,772	24,015	38,787

Participants in OPERS may retire, at any age with 30 years of service, at age 60 with a minimum of five years of credited service, and at age 55 with a minimum of 25 years of service. Those individuals retiring with less than 30 years of service or less than age 65 receive reduced retirement benefits. Eligible employees are entitled to a retirement benefit, payable monthly for life, equal to 2.2% of their final average salary for each year of credited service up to 30 years. Employees are entitled to 2.5% of their final average salary for each year of service over 30 years. Final average salary is the employee's average salary over the highest three years of earnings. Benefits fully vest upon reaching five years of service. OPERS also provides death and disability benefits. Benefits are established by the ORC.

OPERS has provided the following information pertaining to other postemployment benefits for health care costs in order to assist the City in complying with *GASB Statement No. 12, Disclosure of Information on Postemployment Benefits Other Than Pension Benefits by State and Local Government Employers* (Statement No. 12).

- A. Ohio Public Employee Retirement System of Ohio provides postretirement health care coverage to age and service retirees with 10 or more years of qualifying Ohio service credit. Health care coverage for disability recipients and primary survivor recipients is available. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to OPERS is set aside for the funding of post retirement health care. The Ohio Revised Code provides statutory authority for employer contributions. For local government employer units the rate was 13.55% of covered payroll; 5.00% was the portion that was used to fund health care for the year.
- B. The Ohio Revised Code provides the statutory authority requiring public employers to fund postretirement health care through their contributions to OPERS.
- C. Summary of Assumptions:

Actuarial Review. The assumptions and calculations below were based on the Systems latest Actuarial Review performed as of December 31, 2001.

## **NOTE K—PENSION PLANS (continued)**

Funding Method. 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.

Assets Valuation Method. 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.

Investment Return. The investment assumption rate for 2001 was 8.00%.

Active Employee Total Payroll. An annual increase of 4.00% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.00% base increase, were assumed to range from .50% to 6.3%.

Health Care. Health care costs were assumed to increase 4.00% annually.

D. OPEB are advanced-funded on an actuarially determined basis. The following disclosures are required:

1. The number of active contributing participants was 402,041.
2. The City's contribution used to fund OPEB was \$10.60 million.
3. \$11.6 billion represents the actuarial value of the Retirement System's net assets available for OPEB at December 31, 2001.
4. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$16.4 billion and \$4.8 billion, respectively.

There are no post-employment benefits provided by the City other than those provided through OPERS and P&F.

The liability for past service costs at the time OPERS was established was assumed by the State of Ohio; therefore, it is not a liability of the City. The liability for past service costs at the time P&F was established was paid by the City to P&F in January 1994. The City is current on all of its required pension fund contributions.

## **NOTE L—INCOME TAXES**

The City levies a tax of 2% on substantially all income earned within the City. In addition, residents of the City are required to pay City income tax on income they earn outside the City. However, a credit is allowed for income taxes paid to other municipalities.

Employers within the City are required to withhold income tax on employees' compensation and remit this tax to the City semimonthly, monthly, or quarterly, depending upon the amounts withheld. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually.

For the governmental fund financial statements, the City recognizes as revenue income tax received within 60 days after year end applicable to taxpayer liabilities for periods prior to the year end net of an allowance for income tax refunds. These taxes are considered both measurable and available whereas all

**NOTE L—INCOME TAXES (continued)**

other income taxes are recognized as revenue when received. The City has consistently followed this practice for many years.

Receivables and deferred revenues have been recorded in the General and Special Income Tax fund in the amount of \$45,173,000 and \$15,057,000, respectively, for the estimated income tax due to the City for 2002 and prior tax years, but not collected within the available period.

**NOTE M—PROPERTY TAXES**

Property taxes include amounts levied against all real, public utility and tangible personal (used in business) property located in the City.

Real property taxes and public utility taxes collected during 2002 were levied after October 1, 2001 on the assessed value listed as of January 1, 2001, the lien date. One half of these taxes were due January 20, 2002 with the remaining balance due on June 20, 2002. Tangible personal property taxes attach as a lien and were levied on January 1, 2002. One half of this tax was due on April 30, 2002 and the remaining balance was due on September 20, 2002.

Assessed values on real property are established by state law at 35% of appraised market value. A revaluation of all property is required to be completed every sixth year. The last revaluation was completed in 1999. Tangible personal property assessments are 25% of true value (true values are based on cost and established by the State of Ohio). The assessed value upon which the 2002 levy was based was approximately \$13.108 billion. The assessed value for 2002, upon which the 2003 levy will be based, is approximately \$14.551 billion.

Ohio law prohibits taxation of property from all taxing authorities within a county in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is .314% (3.14 mills) of assessed value. Increases in the property tax rate are restricted only by voter willingness to approve such increases.

The County Treasurers collect property taxes on behalf of all taxing districts in the counties, including the City of Columbus. The County Auditors periodically remit to the City its portion of the taxes collected. Property taxes may be paid on either an annual or semiannual basis. Current tax collections for the year ended December 31, 2002 were 94.75% (96.61 % in 2001) of the tax levy.

Property taxes levied in 2002 but not due for collection until 2003 are recorded in the General Fund as taxes receivable and deferred revenues at December 31, 2002 in the amount of \$44.9 million.

**NOTE N—DEFICIT FUND EQUITIES**

At December 31, 2002, the Recreation and Parks Operations Special Revenue Fund and the Recreation Debt Service Fund had deficits of \$1.103 million and \$3.152 million, respectively. These deficits will be eliminated by future charges for services.

Fund balance deficits may be budgeted for and exist on the City's budgetary basis of accounting for certain Special Revenue and Debt Service Funds. These fund balance deficits exist because encumbrances are recorded against certain accounts receivable that are not recognized as revenue on the budget basis of accounting.

**NOTE O—MISCELLANEOUS REVENUES**

For the year ended December 31, 2002, miscellaneous revenues in the fund financial statement consisted of the following:

	(in thousands)			
	General	General Bond Retirement	Special Income Tax	Other Governmental Funds
Hotel/motel taxes	\$ 2,708	-	-	8,330
Refunds and reimbursements	4,933	-	122	2,567
Rent	85	-	7,108	154
Capital contribution	3	-	-	81
Payments in lieu of property taxes	-	-	-	4,062
Donations	-	-	-	1,708
CDA and UDAG loan interest	-	-	-	887
City auto license tax	-	-	-	3,677
Commissions	13	-	-	2
Sale of assets	425	-	-	1,372
Other	408	7	277	3,135
	<u>\$ 8,575</u>	<u>7</u>	<u>7,507</u>	<u>25,975</u>

**NOTE P—TRANSFERS**

For the year ended December 31, 2002, transfers presented in conformity with generally accepted accounting principles (GAAP) consisted of the following: (in thousands)

	Transfers in					
	Total transfer out	General	General Bond Retirement	Special Income Tax	Other Governmental Funds	Business Type Activities - Enterprise Funds
<i>General Fund:</i>						
Recreation Operating	\$ 27,167	-	-	-	27,167	-
Health Operating	17,420	-	-	-	17,420	-
Other	2,810	-	2,006	651	153	-
Total General Fund	47,397	-	2,006	651	44,740	-
<i>Special Income Tax Fund:</i>						
Tipping Fees	13,659	13,659	-	-	-	-
Bond premiums used for interest	8,869	-	8,869	-	-	-
Nonreciprocal interfund transfer to Storm Sewer (for debt service)	3,102	-	-	-	-	3,102
Nonreciprocal interfund transfer to Electricity (subsidy)	150	-	-	-	-	150
Other	901	651	-	-	250	-
Total Special Income Tax Fund	26,681	14,310	8,869	-	250	3,252
<i>Other Governmental Funds:</i>						
Nonreciprocal interfund transfer from Special Revenue fund to Storm Sewer	12,095	-	-	-	-	12,095
Nonreciprocal interfund transfer from Capital Projects funds to Storm Sewer	21,965	-	-	-	-	21,965
Nonreciprocal interfund reimbursement from Capital Projects to Sanitary Sewer	445	-	-	-	-	445
Special Revenue Funds	2,651	112	1,484	-	1,055	-
Nonmajor Debt Service Funds	9,640	-	3,841	4,249	1,550	-
Capital Projects Funds	2,715	-	38	-	2,677	-
Total Other Governmental Funds	49,511	112	5,363	4,249	5,282	34,505
<b>Total governmental activities</b>	<b>\$ 123,589</b>	<b>14,422</b>	<b>16,238</b>	<b>4,900</b>	<b>50,272</b>	<b>37,757</b>

Nonreciprocal interfund transfer to Electricity for the transfer of bonds payable to governmental activities (See Note H)	29,450
Nonreciprocal interfund transfer to Storm Sewer for the transfer of Capital Assets (net of accumulated depreciation) from governmental activities (See Note F)	63,856
Nonreciprocal interfund transfer to Storm Sewer for the transfer of bonds payable from governmental activities (See Note G)	(70,600)
Nonreciprocal interfund transfer to Storm Sewer for the transfer of other governmental activities net assets not included in capital assets or bonds payable	(327)
<b>Total business-type activities</b>	<b>\$ 60,136</b>

## NOTE Q—JOINT VENTURES

### FRANKLIN PARK CONSERVATORY JOINT RECREATION DISTRICT

As noted in Note A, the Franklin Park Conservatory Joint Recreation District (the Conservatory District) is considered a joint venture of the City and Franklin County (the County). The arrangement with the Conservatory District possesses all of the following characteristics to be classified as a joint venture. The Conservatory District:

- resulted from a contractual arrangement (City Resolution 109X-90 and Franklin County Resolution 79-90 pursuant to authority contained in Section 755.14(B) of the Ohio Revised Code);
- functions as a separate and specific activity from the City and the County;
- is governed by the City and the County, with neither entity in a position to unilaterally control the Conservatory District's financial or operating policies; and
- involves an ongoing financial responsibility on the part of the City and the County.

The Conservatory District receives an annual operating subsidy from the City, subject to annual appropriation by the City's Council. Financial statements of the Conservatory District may be obtained from the Conservatory District's administration offices at 1777 East Broad Street, Columbus, Ohio 43203. Summary financial data for the year ended December 31, 2002 are as follows: (in thousands)

Cash and investments	\$	400
Other current assets		108
Capital assets, net of accumulated depreciation		5,352
Other noncurrent assets		<u>179</u>
Total assets		<u>6,039</u>
Current liabilities		452
Noncurrent liabilities		<u>93</u>
Total liabilities		<u>545</u>
Investment in capital assets net of related debt		5,347
Restricted net assets		321
Unrestricted net assets		<u>(174)</u>
Total net asset	\$	<u>5,494</u>
Total revenues (including City payments of \$875,144)	\$	3,262
Total expense		<u>(3,190)</u>
Income before depreciation		72
Depreciation expense		(332)
Capital contributions		<u>71</u>
Decrease in net assets	\$	<u>(189)</u>

The Conservatory District's restricted net assets at December 31, 2002 are comprised of an expendable endowment of \$176,358 and an investment of \$144,791 at the Columbus Foundation, an Ohio not-for-profit corporation, for the purpose of furthering the Conservatory District's mission. The Conservatory District has the right to suggest to the Columbus Foundation how these monies are to be expended.

**NOTE Q—JOINT VENTURES (CONTINUED)**

**COLUMBUS/FRANKLIN COUNTY AFFORDABLE HOUSING TRUST CORPORATION**

Also, as noted in Note A, the Columbus/Franklin County Affordable Housing Trust Corporation (AHT) is considered a joint venture of the City and County. In its *Audits of State and Local Governmental Units, with Conforming Changes as of May 1, 2001*, both the Financial Accounting Standards Board (FASB) and the Governmental Accounting Standards Board (GASB) recognizes an organization to be governmental if it has one or more of the following characteristics:

- "Popular election of officers or appointment (or approval) of a controlling majority of the members of the organization's governing body by officials of one or more state or local governments."

All members of AHT's board of trustees are jointly appointed by the City's Mayor and the County's Commissioners.

- "The potential for unilateral dissolution by a government with the net assets reverting to the government."

The contract between the City and AHT, in the event of its termination, calls for assets of AHT received from the City and assets of AHT acquired through the use of City funds to revert to the City.

- "The power to enact and enforce a tax levy."

AHT does not have taxing authority.

Having two of the above characteristics AHT, therefore, is considered a joint venture of the City. AHT will continue to receive annual funding from the City as long as the current agreement continues. Summary financial data for the year ended December 31, 2002 are as follows: (in thousands)

Cash and cash equivalents, unrestricted	\$ 300
Cash and cash equivalents, restricted	2,093
Other current assets, restricted	881
Capital assets, net of accumulated depreciation	29
Non-current assets other than capital	<u>2,723</u>
Total assets	<u>6,026</u>
Current liabilities	56
Non-current liabilities	<u>19</u>
Total liabilities	<u>75</u>
Investment in capital assets net of related debt	29
Restricted net assets	5,555
Unrestricted net assets	<u>367</u>
Total net assets	<u>\$ 5,951</u>
Total revenues (including City support of \$932,929)	\$ 2,076
Total expense	<u>(315)</u>
Increase in net assets	<u>\$ 1,761</u>

**NOTE R—SUBSEQUENT EVENT**

On December 12, 2002 the City of Columbus, Ohio, the Columbus Municipal Airport Authority and the County of Franklin, Ohio entered into the *Port Authority Consolidation and Joinder Agreement*. The effective date of the agreement was January 1, 2003. The agreement unites the operations of Columbus Municipal Airport Authority, created by the City in 1990, and the Rickenbacker Port Authority, created by the County in 1979 and dissolved by the County Commissioners via this action. The new entity is titled the *Columbus Regional Airport Authority (CRAA)*. The board of directors of the CRAA shall be its governing body and shall consist of nine (9) members; four (4) appointed by the Mayor of the City of Columbus, four (4) by the County Commissioners of Franklin County and one (1) jointly by the Mayor and the County Commissioners.

Beginning January 1, 2003 the Columbus Regional Airport Authority (CRAA) will be characterized as a Joint Venture of the City and the County whereas, the current Columbus Municipal Airport Authority (CMAA) is a component unit of the City through December 31, 2002.

# **REQUIRED SUPPLEMENTARY INFORMATION**

# City of Columbus, Ohio

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**City of Columbus, Ohio**  
**Budgetary Comparison Schedule**  
**General Fund**  
**For the Year Ended December 31, 2002**  
**(amounts expressed in thousands)**

Exhibit 9

General Fund				
	Budgeted Amounts		Actual	Variance— Positive (negative)
	Original	Final		
<b>Revenues:</b>				
Income taxes	\$ 337,000	\$ 329,200	\$ 328,205	\$ (995)
Property taxes	40,000	41,450	41,362	(88)
Investment income	20,000	19,200	20,259	1,059
Licenses and permits	1,705	1,410	1,321	(89)
Shared revenues	60,751	56,646	56,679	33
Charges for services	26,025	29,112	29,556	444
Fines and forfeits	13,100	14,582	15,522	940
Miscellaneous	3,940	7,998	8,416	418
Total revenues	502,521	499,598	501,320	1,722
<b>Expenditures:</b>				
Current:				
General government	68,454	71,421	70,862	560
Public service	40,051	37,592	37,082	509
Public safety	340,559	345,625	344,886	739
Development	18,571	18,736	18,571	165
Expenditures paid through county auditor	600	920	929	(9)
Total expenditures	468,235	474,294	472,330	1,964
Excess (deficiency) of revenues over expenditures	34,286	25,304	28,990	3,686
<b>Other financing sources (uses):</b>				
Transfers in	—	100	3,995	3,895
Transfers out	(66,222)	(54,115)	(51,391)	2,724
Total other financing sources (uses)	(66,222)	(54,015)	(47,396)	6,619
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(31,936)	(28,711)	(18,406)	10,305
<b>Fund balances at beginning of year</b>	67,216	67,216	67,216	—
<b>Lapsed encumbrances</b>	555	1,558	1,558	—
<b>Fund balances (deficit) at end of year</b>	\$ 35,835	\$ 40,063	\$ 50,368	\$ 10,305

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

<b>Deficiency of revenues and other financing sources over expenditures and other uses per the Budgetary Comparison Schedule</b>	(18,406)
 (Increases) decreases from revenues:	
Received in cash during year but already accrued as receivables (GAAP) at December 31, 2001	(145,115)
Accrued as receivables at December 31, 2002 but not recognized in budget	137,544
Deferred at December 31, 2001 but not recognized in budget	114,033
Deferred at December 31, 2002 but recognized in budget	(114,607)
 (Increases) decreases from encumbrances:	
Expenditures of amounts encumbered during the year ended December 31, 2001	(21,363)
Recognized as expenditures in the budget	16,615
 (Increases) decreases from expenditures:	
Accrued as liabilities at December 31, 2001 recognized as expenditures (GAAP) but not in budget	31,248
Accrued as liabilities at December 31, 2002	(36,456)
<b>Net change in fund balance per the Statement of Revenues, Expenditures, and Changes in Fund Balance (Exhibit 4)</b>	<b>\$ (36,507)</b>

See notes to required supplementary information.

**CITY OF COLUMBUS, OHIO**

Notes to the Required Supplementary Information

December 31, 2002

**NOTE A—BUDGETARY DATA**

City Council follows the procedures outlined below in establishing expenditure budget data.

- (1) Prior to November 15, the Mayor submits to City Council an estimate of the expenditures necessary to conduct the affairs of the City for the fiscal year commencing the following January 1.
- (2) Budget estimates are distributed throughout the City (including newspapers and libraries) and public hearings are held to obtain taxpayers' comments.
- (3) Subsequent to January 1, and after publication of the proposed budget ordinances, the budget is legally enacted through passage of the ordinances. The budget specifies expenditure amounts by Object Level One for each division within each fund. The objects are (1) personal services, (2) materials and supplies, (3) contractual services, (4) debt principal payments, (5) other, (6) capital outlay, (7) interest on debt, and (10) transfers.
- (4) Transfers of appropriations of less than \$25,000 can be made between budget Object Level One within a division and fund without additional City Council action, but with responsible management approval. Transfers in excess of this amount require the approval of both City Council and the Mayor. Supplemental appropriations must be approved by City Council. During 2002, all appropriations were approved as required. Appropriations for general funds expenditures and transfers out, were as follows:

	(in thousands)		
	Original budget	Revisions	Final budget
General	\$ 534,457	(6,048)	528,409

- (5) The City maintains budgetary controls by not permitting expenditures to exceed appropriations at the Object Level One level for each division within each fund.
- (6) Unencumbered appropriations lapse at year-end.

All General fund expenditures, except for expenditures paid through the county auditor, have annual expenditures budgeted by City Council. Revenues and expenditures paid through the county auditor are estimated by the City Auditor in conjunction with the annual budgeting process. However, this estimate is not included or required in the budget ordinance.

Revenues for the General fund are estimated by the City Auditor in conjunction with the annual budgeting process. However, this estimate is not included or required in the budget ordinance.

## Notes to the Required Supplementary Information (continued)

The City's budgetary process is based upon accounting for certain transactions on a basis other than GAAP. The major differences are:

- (1) Revenues are recorded when received in cash (budget), as opposed to when susceptible to accrual (modified accrual).
- (2) Expenditures are recorded when encumbered or paid in cash (budget), as opposed to when the liability is incurred (modified accrual).
- (3) Encumbrances are recorded as the equivalent of expenditures (budget), as opposed to a reservation of fund balances (modified accrual).

# City of Columbus, Ohio

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# **SUPPLEMENTARY INFORMATION**

# City of Columbus, Ohio

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# City of Columbus, Ohio

## Major Governmental Funds

**General Fund** – the general operating fund of the City and is used to account for all financial resources except those required to be accounted for in another fund.

**General Bond Retirement Fund** – required by State statutes and accounts for all general obligation debt, except proprietary funds' general obligation debt, of the City.

**Special Income Tax Fund** – used to account for 25% of income tax collections set aside for debt service and related expenditures.

**City of Columbus, Ohio**  
**Schedule of Expenditures-Budget and Actual**  
**General Fund**  
**Budget Basis**  
**Year Ended December 31, 2002**

Exhibit A-1

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Expenditures				
Current				
General Government				
City council				
Personal services	\$ 2,389,814	\$ 2,389,814	\$ 2,288,702	\$ 101,112
Materials and supplies	30,700	40,700	23,581	17,119
Contractual services	2,120,274	2,234,664	2,224,009	10,655
Other	-	2,925	2,925	-
Total city council	<u>4,540,788</u>	<u>4,668,103</u>	<u>4,539,217</u>	<u>128,886</u>
City auditor				
Personal services	2,143,478	2,028,748	1,964,399	64,349
Materials and supplies	49,500	49,500	48,327	1,173
Contractual services	815,577	801,645	782,748	18,897
Capital outlay	-	4,900	4,900	-
Total city auditor	<u>3,008,555</u>	<u>2,884,793</u>	<u>2,800,374</u>	<u>84,419</u>
Income tax				
Personal services	4,229,260	4,229,260	4,191,667	37,593
Materials and supplies	40,500	65,075	46,761	18,314
Contractual services	506,651	461,331	437,510	23,821
Capital outlay	-	15,000	15,000	-
Total income tax	<u>4,776,411</u>	<u>4,770,666</u>	<u>4,690,938</u>	<u>79,728</u>
City treasurer				
Personal services	725,266	731,799	731,751	48
Materials and supplies	9,651	9,651	8,915	736
Contractual services	133,248	94,267	93,768	499
Total city treasurer	<u>868,165</u>	<u>835,717</u>	<u>834,434</u>	<u>1,283</u>
Parking violations bureau				
Personal services	1,854,727	1,875,527	1,866,249	9,278
Materials and supplies	28,655	42,007	39,698	2,309
Contractual services	459,785	459,785	442,687	17,098
Other	12,000	14,000	13,225	775
Total parking violations bureau	<u>2,355,167</u>	<u>2,391,319</u>	<u>2,361,859</u>	<u>29,460</u>
City attorney				
Personal services	8,413,309	8,452,273	8,449,820	2,453
Materials and supplies	80,100	87,100	86,978	122
Contractual services	647,714	1,757,973	1,757,824	149
Total city attorney	<u>9,141,123</u>	<u>10,297,346</u>	<u>10,294,622</u>	<u>2,724</u>
Real estate				
Personal services	412,875	409,195	408,752	443
Materials and supplies	6,939	5,159	3,931	1,228
Contractual services	18,728	32,538	29,842	2,696
Total real estate	<u>438,542</u>	<u>446,892</u>	<u>442,525</u>	<u>4,367</u>

(Continued)

**City of Columbus, Ohio**  
**Schedule of Expenditures-Budget and Actual**  
**General Fund**  
**Budget Basis**  
**Year Ended December 31, 2002**

Exhibit A-1 (continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Municipal court judges				
Personal services	\$ 10,144,594	\$ 10,259,777	\$ 10,259,736	\$ 41
Materials and supplies	66,663	61,163	60,946	217
Contractual services	1,423,250	1,313,250	1,310,155	3,095
Total municipal court judges	<u>11,634,507</u>	<u>11,634,190</u>	<u>11,630,837</u>	<u>3,353</u>
Municipal court clerk				
Personal services	8,314,573	8,279,087	8,249,780	29,307
Materials and supplies	143,000	131,802	130,397	1,405
Contractual services	190,034	268,284	256,204	12,080
Other	-	1,048	1,048	-
Capital outlay	-	8,000	7,877	123
Total municipal court clerk	<u>8,647,607</u>	<u>8,688,221</u>	<u>8,645,306</u>	<u>42,915</u>
Civil service commission				
Personal services	2,821,431	2,746,663	2,730,151	16,512
Materials and supplies	27,897	27,604	23,276	4,328
Contractual services	182,396	222,581	218,772	3,809
Total civil service commission	<u>3,031,724</u>	<u>2,996,848</u>	<u>2,972,199</u>	<u>24,649</u>
Human resources				
Personal services	1,708,941	1,622,941	1,601,016	21,925
Materials and supplies	34,500	30,500	23,019	7,481
Contractual services	222,082	301,887	288,852	13,035
Total human resources	<u>1,965,523</u>	<u>1,955,328</u>	<u>1,912,887</u>	<u>42,441</u>
Technology director				
Personal services	2,150,862	2,168,662	2,161,935	6,727
Materials and supplies	215,528	259,528	236,859	22,669
Contractual services	1,300,849	1,256,849	1,237,876	18,973
Capital outlay	31,654	15,400	14,253	1,147
Total technology director	<u>3,698,893</u>	<u>3,700,439</u>	<u>3,650,923</u>	<u>49,516</u>
Telecommunications				
Personal services	383,292	423,292	420,637	2,655
Materials and supplies	10,047	1,708	1,608	100
Contractual services	20,768	13,783	13,441	342
Total telecommunications	<u>414,107</u>	<u>438,783</u>	<u>435,686</u>	<u>3,097</u>
Mayor				
Personal services	1,860,495	1,932,095	1,925,854	6,241
Materials and supplies	20,220	7,608	6,227	1,381
Contractual services	850,346	741,746	736,878	4,868
Other	250	250	-	250
Total mayor	<u>2,731,311</u>	<u>2,681,699</u>	<u>2,668,959</u>	<u>12,740</u>

(Continued)

**City of Columbus, Ohio**  
**Schedule of Expenditures-Budget and Actual**  
**General Fund**  
**Budget Basis**  
**Year Ended December 31, 2002**

Exhibit A-1 (continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Community relations commission				
Personal services	\$ 563,231	\$ 537,231	\$ 518,119	\$ 19,112
Materials and supplies	18,325	11,583	7,493	4,090
Contractual services	90,984	96,579	95,802	777
Total community relations comm.	<u>672,540</u>	<u>645,393</u>	<u>621,414</u>	<u>23,979</u>
Equal business opportunity office				
Personal services	854,362	831,362	829,094	2,268
Materials and supplies	8,080	7,995	6,918	1,077
Contractual services	160,842	152,553	149,806	2,747
Total equal business opportunity	<u>1,023,284</u>	<u>991,910</u>	<u>985,818</u>	<u>6,092</u>
Finance				
Personal services	2,289,754	2,248,454	2,246,664	1,790
Materials and supplies	31,400	25,071	17,754	7,317
Contractual services	7,185,063	9,120,174	9,109,198	10,976
Total finance	<u>9,506,217</u>	<u>11,393,699</u>	<u>11,373,616</u>	<u>20,083</u>
Total general government	<u>68,454,464</u>	<u>71,421,346</u>	<u>70,861,614</u>	<u>559,732</u>
Public service				
Service director				
Personal services	1,783,995	1,888,220	1,885,220	3,000
Materials and supplies	4,500	4,453	1,899	2,554
Contractual services	31,115	15,288	8,041	7,247
Total service director	<u>1,819,610</u>	<u>1,907,961</u>	<u>1,895,160</u>	<u>12,801</u>
Refuse collection				
Personal services	12,810,112	13,289,582	13,288,910	672
Materials and supplies	132,502	107,202	92,992	14,210
Contractual services	8,968,475	8,067,327	7,862,184	205,143
Other	106,090	81,090	66,827	14,263
Total refuse collection	<u>22,017,179</u>	<u>21,545,201</u>	<u>21,310,913</u>	<u>234,288</u>
Fleet				
Capital outlay	991,400	519,833	519,833	-
Total fleet	<u>991,400</u>	<u>519,833</u>	<u>519,833</u>	<u>-</u>
Facilities management				
Personal services	5,984,876	5,255,126	5,223,344	31,782
Materials and supplies	824,900	436,261	406,156	30,105
Contractual services	7,226,135	6,934,988	6,776,467	158,521
Other	-	36,385	21,386	14,999
Total facilities management	<u>14,035,911</u>	<u>12,662,760</u>	<u>12,427,353</u>	<u>235,407</u>

(Continued)

**City of Columbus, Ohio**  
**Schedule of Expenditures-Budget and Actual**  
**General Fund**  
**Budget Basis**  
**Year Ended December 31, 2002**

Exhibit A-1 (continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Transportation				
Personal services	\$ 647,531	\$ 597,533	\$ 593,409	\$ 4,124
Materials and supplies	95,225	95,225	95,000	225
Contractual services	237,926	237,926	214,506	23,420
Other	206,660	25,897	25,725	172
Total transportation	<u>1,187,342</u>	<u>956,581</u>	<u>928,640</u>	<u>27,941</u>
Total public service	<u>40,051,442</u>	<u>37,592,336</u>	<u>37,081,899</u>	<u>510,437</u>
Public safety				
Safety director				
Personal services	2,005,652	2,007,802	1,999,727	8,075
Materials and supplies	20,800	16,326	16,258	68
Contractual services	11,512,363	11,970,687	11,970,303	384
Other	500	500	282	218
Capital outlay	-	13,800	13,767	33
Total safety director	<u>13,539,315</u>	<u>14,009,115</u>	<u>14,000,337</u>	<u>8,778</u>
Communications				
Personal services	2,127,060	2,153,253	2,152,882	371
Materials and supplies	449,329	429,529	423,769	5,760
Contractual services	455,895	426,095	421,864	4,231
Other	500	10,300	10,300	-
Capital outlay	-	20,000	18,839	1,161
Total communications	<u>3,032,784</u>	<u>3,039,177</u>	<u>3,027,654</u>	<u>11,523</u>
Police				
Personal services	173,912,566	176,514,400	175,964,540	549,860
Materials and supplies	4,246,410	4,353,910	4,353,372	538
Contractual services	9,013,543	8,966,043	8,944,496	21,547
Other	527,096	307,096	166,247	140,849
Capital outlay	108,000	876,600	874,043	2,557
Total police	<u>187,807,615</u>	<u>191,018,049</u>	<u>190,302,698</u>	<u>715,351</u>
Fire				
Personal services	129,304,076	129,362,167	129,362,154	13
Materials and supplies	3,195,604	4,557,481	4,557,214	267
Contractual services	3,602,274	3,601,022	3,599,438	1,584
Other	32,000	17,511	16,691	820
Capital outlay	45,000	20,000	19,874	126
Total fire	<u>136,178,954</u>	<u>137,558,181</u>	<u>137,555,371</u>	<u>2,810</u>
Total public safety	<u>340,558,668</u>	<u>345,624,522</u>	<u>344,886,060</u>	<u>738,462</u>
Development				
Development administration				
Personal services	2,041,871	2,086,351	2,082,442	3,909
Materials and supplies	49,392	32,811	26,172	6,639
Contractual services	317,088	493,788	492,775	1,013
Total development administration	<u>2,408,351</u>	<u>2,612,950</u>	<u>2,601,389</u>	<u>11,561</u>

(Continued)

**City of Columbus, Ohio**  
**Schedule of Expenditures-Budget and Actual**  
**General Fund**  
**Budget Basis**  
**Year Ended December 31, 2002**

Exhibit A-1 (continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Economic Development				
Personal services	\$ 204,974	\$ 220,574	\$ 214,433	\$ 6,141
Materials and supplies	7,700	7,619	7,560	59
Contractual services	716,975	705,329	687,431	17,898
Other	2,200,190	2,103,690	2,103,213	477
Capital outlay	-	7,421	4,748	2,673
Total economic development	<u>3,129,839</u>	<u>3,044,633</u>	<u>3,017,385</u>	<u>27,248</u>
Neighborhood Services				
Personal services	5,116,086	5,215,386	5,187,028	28,358
Materials and supplies	139,782	92,982	71,019	21,963
Contractual services	6,505,997	6,114,644	6,063,914	50,730
Other	6,660	15,840	9,500	6,340
Total neighborhood services	<u>11,768,525</u>	<u>11,438,852</u>	<u>11,331,461</u>	<u>107,391</u>
Planning				
Personal services	861,017	835,308	835,256	52
Materials and supplies	19,400	15,900	12,227	3,673
Contractual services	101,401	478,821	471,769	7,052
Total economic dev. and planning	<u>981,818</u>	<u>1,330,029</u>	<u>1,319,252</u>	<u>10,777</u>
Housing				
Personal services	274,192	295,812	293,937	1,875
Materials and supplies	1,000	914	38	876
Contractual services	7,327	12,507	8,036	4,471
Total housing	<u>282,519</u>	<u>309,233</u>	<u>302,011</u>	<u>7,222</u>
Total Development	<u>18,571,052</u>	<u>18,735,697</u>	<u>18,571,498</u>	<u>164,199</u>
Expenditures paid through county auditor	<u>600,000</u>	<u>920,000</u>	<u>928,568</u>	<u>(8,568)</u>
Total expenditures	<u>\$ 468,235,626</u>	<u>\$ 474,293,901</u>	<u>\$ 472,329,639</u>	<u>\$ 1,964,262</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**General Bond Retirement**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit A-2

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<b>Variance with</b> <b>Final Budget-</b>
	<u>Original</u>	<u>Final</u>		<b>Positive</b> <b>(Negative)</b>
<b>Revenues</b>				
Investment earnings	\$ 84,279	\$ 84,279	\$ 84,279	\$ -
Special assessments	99,106	99,106	99,106	-
Miscellaneous	<u>74,783,777</u>	<u>74,783,777</u>	<u>74,783,777</u>	-
Total revenues	<u>74,967,162</u>	<u>74,967,162</u>	<u>74,967,162</u>	<u>-</u>
<b>Expenditures</b>				
Current				
General government				
Sinking fund trustees				
Personal services	174,280	174,280	158,661	15,619
Materials and supplies	1,000	1,000	182	818
Contractual services	11,220	11,220	4,027	7,193
Other	-	80,000	80,000	-
Capital outlay	<u>4,000</u>	<u>4,000</u>	<u>3,029</u>	<u>971</u>
Total sinking fund trustees	<u>190,500</u>	<u>270,500</u>	<u>245,899</u>	<u>24,601</u>
Total general government	<u>190,500</u>	<u>270,500</u>	<u>245,899</u>	<u>24,601</u>
Debt service				
Principal retirement and payment of obligation under capitalized lease	124,733,886	178,909,084	177,581,953	1,327,131
Interest and fiscal charges	<u>67,206,259</u>	<u>67,206,259</u>	<u>63,135,144</u>	<u>4,071,115</u>
Total debt service	<u>191,940,145</u>	<u>246,115,343</u>	<u>240,717,097</u>	<u>5,398,246</u>
Total expenditures	<u>192,130,645</u>	<u>246,385,843</u>	<u>240,962,996</u>	<u>5,422,847</u>
Excess (deficiency) of revenues over expenditures	(117,163,483)	(171,418,681)	(165,995,834)	5,422,847
<b>Other financing sources (uses)</b>				
Operating transfers in	<u>166,061,605</u>	<u>166,061,605</u>	<u>166,061,605</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	48,898,122	(5,357,076)	65,771	5,422,847
<b>Fund balance at beginning of year</b>	3,324,712	3,324,712	3,324,712	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance (deficit) at end of year</b>	<u>\$ 52,222,834</u>	<u>\$ (2,032,364)</u>	<u>\$ 3,390,483</u>	<u>\$ 5,422,847</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Special Income Tax**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit A-3

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Income taxes	\$ 109,401,720	\$ 109,401,720	\$ 109,401,720	\$ -
Miscellaneous	14,841,630	14,841,630	14,841,630	-
Total revenues	<u>124,243,350</u>	<u>124,243,350</u>	<u>124,243,350</u>	<u>-</u>
<b>Expenditures</b>				
Current				
General government				
City attorney				
Contractual services	125,000	125,000	-	125,000
Total city attorney	<u>125,000</u>	<u>125,000</u>	<u>-</u>	<u>125,000</u>
Finance				
Contractual services	240,000	240,000	19,453	220,547
Other	-	200,000	195,436	4,564
Total finance	<u>240,000</u>	<u>440,000</u>	<u>214,889</u>	<u>225,111</u>
Total general government	<u>365,000</u>	<u>565,000</u>	<u>214,889</u>	<u>350,111</u>
Public service				
Refuse collection				
Contractual services	10,750,000	10,750,000	10,750,000	-
Total refuse collection	<u>10,750,000</u>	<u>10,750,000</u>	<u>10,750,000</u>	<u>-</u>
Total public service	<u>10,750,000</u>	<u>10,750,000</u>	<u>10,750,000</u>	<u>-</u>
Public safety				
Police				
Capital Outlay	-	1,075,379	1,075,379	-
Total refuse collection	<u>-</u>	<u>1,075,379</u>	<u>1,075,379</u>	<u>-</u>
Total public safety	<u>-</u>	<u>1,075,379</u>	<u>1,075,379</u>	<u>-</u>
Debt service				
Principal retirement and payment of obligation under capitalized lease	1,110,000	1,110,000	1,108,521	1,479
Interest and fiscal charges	318,150	318,150	315,667	2,483
Total debt service	<u>1,428,150</u>	<u>1,428,150</u>	<u>1,424,188</u>	<u>3,962</u>
Total expenditures	<u>12,543,150</u>	<u>13,818,529</u>	<u>13,464,456</u>	<u>354,073</u>
Excess of revenues over expenditures	111,700,200	110,424,821	110,778,894	354,073
<b>Other financing sources (uses)</b>				
Operating transfers in	5,329,411	5,329,411	5,329,411	-
Operating transfers out	(96,459,912)	(157,521,640)	(150,015,585)	7,506,055
Total other financing sources (uses)	<u>(91,130,501)</u>	<u>(152,192,229)</u>	<u>(144,686,174)</u>	<u>7,506,055</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	20,569,699	(41,767,408)	(33,907,280)	7,860,128
<b>Fund balance at beginning of year</b>	135,957,894	135,957,894	135,957,894	-
<b>Lapsed encumbrances</b>	29,175,590	29,175,590	29,175,590	-
<b>Fund balance at end of year</b>	<u>\$ 185,703,183</u>	<u>\$ 123,366,076</u>	<u>\$ 131,226,204</u>	<u>\$ 7,860,128</u>

# City of Columbus, Ohio

## **Other Governmental Funds**

**Special Revenue Funds** – used to account for revenues derived from specific taxes, grants, or other restricted revenue sources. City ordinances or Federal and/or State statutes specify the uses and limitations of each Special Revenue Fund. The title of the funds is descriptive of the activities involved. The Special Revenue Funds are:

### ***City Ordinances***

- Cable Communications
- Fannie Mae Loans
- Land Management
- Area Commissions
- Special Purpose
- Mayor’s Education Charitable Trust
- Columbus Community Relations
- Housing/Business Tax Incentives
- Hester Dysart Paramedic Education
- Hotel-Motel Tax
- Emergency Human Services
- Private Leisure Assistance for Youth
- Tree Replacement
- Gatrell Arts Vocational Rehabilitation
- Columbus Housing Fund
- Development Services
- Health
- Storm Sewer Maintenance
- Municipal Motor Vehicle Tax
- Treasury Investment Earnings
- Golf Course Operations
- Recreation & Parks Operations
- Private Grants
- Urban Site Acquisition Loan Fund
- Collection Fees

### ***State Statutes***

#### **To Account for Shared Revenues, Fines, and Other Special Revenues**

- Drivers Alcohol Treatment
- Municipal Court Special Projects
- Municipal Court Clerk
- County Auto License
- Street Const. Maintenance & Repair

### ***Federal and/or State Statutes***

#### **To Account for Grants and Subsidies**

- HOME Program
- HOPE Program
- HUD Section 108 Loans
- Law Enforcement
- General Government Grants
- Local Law Enforcement Block Grant
- Urban Development Action Grants
- Community Development Act
- Health Department Grants
- Recreation & Parks Grants

# City of Columbus, Ohio

## **Other Governmental Funds (continued)**

**Debt Service Funds** – used to account for the accumulation of resources for and payment of general obligation principal, interest, and related expenditures.

- Tax Increment Financing (TIF) funds
- Recreation Debt Service Fund
- Capitol South Debt Service Fund

**Capital Project Funds** – used to account for financial resources used for the acquisition and construction of major capital facilities other than those financed by proprietary funds and fiduciary funds. The titles of the funds are descriptive of the activities involved. The Capital Projects Funds classified by the primary sources of funding are:

### ***Debt Proceeds***

- Public Safety V-95
- Parks & Recreation V-95, V-99
- Refuse Collection V-95
- Streets & Highways V-95, V-99
- Storm Sewer V-95, V-99
- Health
- Engineering & Construction Bond
- Streets & Traffic Bond
- Nationwide Development Bond
- Flood Control Scioto River
- Parks & Recreation Bond 6-89
- Lyra Gemini Polaris
- Facilities Management
- Northwood Rd. Special Assessment
- Police Bonds 6-91
- Brewery District
- Streets & Traffic V-88
- Development Bonds
- Police V-88
- Parks & Recreation V-88
- Geographic Information System Bond
- Computer System Bond
- Information Services Bonds
- Easton Infrastructure Bonds
- Storm Sewer Limited Bond
- Storm Sewers V-91
- COSI Bonds

### ***Grant Revenue and Other Funding Sources***

- Short North SID
- Neil Ave-Vine St Improvements
- Parks & Rec. Permanent Improvement
- General Permanent Improvement
- Transportation Improvement Program
- State Issue 2-Streets
- Federal State Highway Engineering
- Street & Highway Improvement

# City of Columbus, Ohio

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**City of Columbus, Ohio**

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2002  
 (amounts expressed in thousands)

Exhibit B-1

**Special Revenue**

	<b>HOME Program</b>	<b>HOPE Program</b>	<b>Cable Communications</b>	<b>HUD Section 108 Loans</b>	<b>Fannie Mae Loans</b>	<b>Land Management</b>	<b>Law Enforcement</b>
<b>ASSETS</b>							
Cash and cash equivalents:							
Cash and investments with treasurer	\$ 1,257	\$ -	\$ 1,435	\$ 95	\$ 26	\$ 214	\$ 1,623
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	1,316	111	3	898	-	-	6
Due from other:							
Governments	-	-	-	-	-	-	-
Funds	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 2,573</b>	<b>\$ 111</b>	<b>\$ 1,438</b>	<b>\$ 993</b>	<b>\$ 26</b>	<b>\$ 214</b>	<b>\$ 1,629</b>
<b>LIABILITIES</b>							
Accounts payable	524	-	355	-	-	-	145
Due to other funds	-	-	26	-	-	-	-
Interfund payables	-	-	-	-	-	-	-
Deferred revenue and other	962	-	-	993	-	-	-
Accrued wages and benefits	10	-	63	-	-	-	-
<b>Total liabilities</b>	<b>1,496</b>	<b>-</b>	<b>444</b>	<b>993</b>	<b>-</b>	<b>-</b>	<b>145</b>
<b>FUND BALANCES</b>							
Reserved for encumbrances	9,075	52	634	11,963	20	-	389
Reserved for non-current loans receivable	1,316	111	-	-	-	-	-
Unreserved, undesignated	(9,314)	(52)	360	(11,963)	-	214	1,095
<b>Total fund balances</b>	<b>1,077</b>	<b>111</b>	<b>994</b>	<b>-</b>	<b>26</b>	<b>214</b>	<b>1,484</b>
<b>Total liabilities and fund balances</b>	<b>\$ 2,573</b>	<b>\$ 111</b>	<b>\$ 1,438</b>	<b>\$ 993</b>	<b>\$ 26</b>	<b>\$ 214</b>	<b>\$ 1,629</b>

(continued)

**City of Columbus, Ohio**

Exhibit B-2

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended December 31, 2002  
 (amounts expressed in thousands)

**Special Revenue**

	<b>HOME Pro gram</b>	<b>HOPE Program</b>	<b>Cable Communications</b>	<b>HUD Section 108 Loans</b>	<b>Fannie Mae Loans</b>	<b>Land Management</b>	<b>Law Enforcement</b>
<b>REVENUES</b>							
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	5,860	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	59
Licenses and permits	-	-	5,490	-	-	-	-
Shared revenues	-	-	-	-	-	-	-
Charges for services	-	-	935	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	352
Miscellaneous	130	24	-	22	25	96	334
<b>Total revenues</b>	<b>5,990</b>	<b>24</b>	<b>6,425</b>	<b>22</b>	<b>25</b>	<b>96</b>	<b>745</b>
<b>EXPENDITURES</b>							
Current:							
General government	164	-	5,221	-	-	-	-
Public service	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	924
Development	6,298	-	-	22	-	-	-
Health	-	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	-	-
Capital outlay	-	-	64	-	-	-	214
<b>Total expenditures</b>	<b>6,462</b>	<b>-</b>	<b>5,285</b>	<b>22</b>	<b>-</b>	<b>-</b>	<b>1,138</b>
<b>Excess(deficiency) of revenues over expenditures</b>	<b>(472)</b>	<b>24</b>	<b>1,140</b>	<b>-</b>	<b>25</b>	<b>96</b>	<b>(393)</b>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	87	-	-	-	-	-
Transfers out	-	-	(1,457)	-	(27)	-	(81)
Proceeds from bonds and long-term notes	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>(472)</b>	<b>111</b>	<b>(317)</b>	<b>-</b>	<b>(2)</b>	<b>96</b>	<b>(474)</b>
<b>Fund balances—beginning of year</b>	<b>1,549</b>	<b>-</b>	<b>1,311</b>	<b>-</b>	<b>28</b>	<b>118</b>	<b>1,958</b>
<b>Fund balances—end of year</b>	<b>\$ 1,077</b>	<b>\$ 111</b>	<b>\$ 994</b>	<b>\$ -</b>	<b>\$ 26</b>	<b>\$ 214</b>	<b>\$ 1,484</b>

87

(1,457)

(27)

(81) (continued)

**City of Columbus, Ohio**

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2002  
 (amounts expressed in thousands)

Exhibit B-1 (continued)

**Special Revenue**

	<b>General Government Grants</b>	<b>Area Commissions</b>	<b>Local Law Enforcement Block Grant</b>	<b>Special Purpose</b>	<b>Mayor's Education Charitable Trust</b>	<b>Drivers Alcohol Treatment</b>	<b>Municipal Court Special Projects</b>
<b>ASSETS</b>							
Cash and cash equivalents:							
Cash and investments with treasurer	\$ 930	\$ 37	\$ 1,211	\$ 2,505	\$ 375	\$ 895	\$ 254
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	5	-	4	-	1	-	-
Due from other:							
Governments	833	-	236	-	-	-	-
Funds	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 1,768</b>	<b>\$ 37</b>	<b>\$ 1,451</b>	<b>\$ 2,505</b>	<b>\$ -</b>	<b>\$ 895</b>	<b>\$ 254</b>
<b>LIABILITIES</b>							
Accounts payable	538	-	227	24	-	-	49
Due to other funds	-	-	-	-	-	-	-
Interfund payables	-	-	-	-	-	-	-
Deferred revenue and other	1,193	-	1,224	-	-	-	-
Accrued wages and benefits	37	-	-	376	1	-	13
<b>Total liabilities</b>	<b>1,768</b>	<b>-</b>	<b>1,451</b>	<b>25</b>	<b>-</b>	<b>-</b>	<b>62</b>
<b>FUND BALANCES</b>							
Reserved for encumbrances	17,420	33	492	141	245	15	-
Reserved for non-current loans receivable	5	-	-	-	-	-	-
Unreserved, undesignated	(17,425)	4	(492)	2,339	-	880	192
<b>Total fund balances</b>	<b>-</b>	<b>37</b>	<b>-</b>	<b>2,480</b>	<b>-</b>	<b>895</b>	<b>192</b>
<b>Total liabilities and fund balances</b>	<b>\$ 1,768</b>	<b>\$ 37</b>	<b>\$ 1,451</b>	<b>\$ 2,505</b>	<b>\$ -</b>	<b>\$ 895</b>	<b>\$ 254</b>

(continued)

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376

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**City of Columbus, Ohio**

Exhibit B-2 (continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended December 31, 2002  
 (amounts expressed in thousands)

**Special Revenue**

	<b>General Government Grants</b>	<b>Area Commissions</b>	<b>Local Law Enforcement Block Grant</b>	<b>Special Purpose</b>	<b>Mayor's Education Charitable Trust</b>	<b>Drivers Alcohol Treatment</b>	<b>Municipal Court Special Projects</b>
<b>REVENUES</b>							
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	6,936	-	1,084	-	-	-	-
Investment income	-	-	24	-	10	-	-
Licenses and permits	-	-	-	-	-	-	-
Shared revenues	-	-	-	-	-	150	-
Charges for services	29	-	-	125	-	-	-
Fines and forfeits	-	-	-	51	-	67	550
Miscellaneous	104	1	-	863	320	-	-
<b>Total revenues</b>	<b>7,069</b>	<b>1</b>	<b>1,108</b>	<b>1,039</b>	<b>330</b>	<b>217</b>	<b>550</b>
<b>EXPENDITURES</b>							
Current:							
General government	1,100	-	-	87	61	144	358
Public service	367	-	-	-	-	-	-
Public safety	1,011	-	996	27	-	-	-
Development	4,624	24	-	-	-	-	-
Health	560	-	-	-	-	-	-
Recreation and parks	-	-	-	155	-	-	-
Capital outlay	2	-	203	119	-	-	-
<b>Total expenditures</b>	<b>7,664</b>	<b>24</b>	<b>1,199</b>	<b>388</b>	<b>61</b>	<b>144</b>	<b>358</b>
<b>Excess(deficiency) of revenues over expenditures</b>	<b>(595)</b>	<b>(23)</b>	<b>(91)</b>	<b>651</b>	<b>269</b>	<b>73</b>	<b>192</b>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	155	-	91	136	-	-	-
Transfers out	(202)	(47)	-	-	-	-	-
Proceeds from bonds and long-term notes	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(47)</b>						
<b>Net change in fund balance</b>	<b>(642)</b>	<b>(70)</b>	<b>-</b>	<b>787</b>	<b>269</b>	<b>73</b>	<b>192</b>
<b>Fund balances—beginning of year</b>	<b>642</b>	<b>107</b>	<b>-</b>	<b>1,693</b>	<b>107</b>	<b>822</b>	<b>-</b>
<b>Fund balances—end of year</b>	<b>\$ -</b>	<b>\$ 37</b>	<b>\$ -</b>	<b>\$ 2,480</b>	<b>\$ 376</b>	<b>\$ 895</b>	<b>\$ 192</b>

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**City of Columbus, Ohio**

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2002  
 (amounts expressed in thousands)

Exhibit B-1 (continued)

**Special Revenue**

	<b>Municipal Court Clerk</b>	<b>Columbus Community Relations</b>	<b>Housing / Business Tax Incentives</b>	<b>Hester Dysart Paramedic Education</b>	<b>Hotel-Motel Tax</b>	<b>Emergency Human Services</b>	<b>Private Leisure Assistance for Youth</b>
<b>ASSETS</b>							
Cash and cash equivalents:							
Cash and investments with treasurer	\$ 2,487	\$ 9	\$ 123	\$ 183	\$ 178	\$ 1,952	\$ 54
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	390
Investments	-	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	-	-	-	1	-	-	-
Due from other:							
Governments	-	-	-	-	-	-	-
Funds	2	-	-	-	-	-	-
<b>Total assets</b>	<u>\$ 2,489</u>	<u>\$ 9</u>	<u>\$ 123</u>	<u>\$ 184</u>	<u>\$ 178</u>	<u>\$ 1,952</u>	<u>\$ 444</u>
<b>LIABILITIES</b>							
Accounts payable	15	-	-	-	-	-	3
Due to other funds	-	-	-	-	-	-	-
Interfund payables	-	-	-	-	-	-	-
Deferred revenue and other	-	-	-	-	-	-	-
Accrued wages and benefits	27	-	1	-	-	-	-
<b>Total liabilities</b>	<u>42</u>	<u>-</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3</u>
<b>FUND BALANCES</b>							
Reserved for encumbrances	-	-	-	39	-	874	15
Reserved for non-current loans receivable	-	-	-	-	-	-	-
Unreserved, undesignated	2,447	9	122	145	178	1,078	426
<b>Total fund balances</b>	<u>2,447</u>	<u>9</u>	<u>122</u>	<u>184</u>	<u>178</u>	<u>1,952</u>	<u>441</u>
<b>Total liabilities and fund balances</b>	<u>\$ 2,489</u>	<u>\$ 9</u>	<u>\$ 123</u>	<u>\$ 184</u>	<u>\$ 178</u>	<u>\$ 1,952</u>	<u>\$ 444</u>

(continued)

**City of Columbus, Ohio**

Exhibit B-2 (continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended December 31, 2002  
 (amounts expressed in thousands)

**Special Revenue**

	<b>Municipal Court Clerk</b>	<b>Columbus Community Relations</b>	<b>Housing / Business Tax Incentives</b>	<b>Hester Dysart Paramedic Education</b>	<b>Hotel-Motel Tax</b>	<b>Emergency Human Services</b>	<b>Private Leisure Assistance for Youth</b>
<b>REVENUES</b>							
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	-	-	-	-	-	-	-
Investment income	-	-	-	6	-	-	-
Licenses and permits	-	-	100	-	-	7	-
Shared revenues	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	2,480	-	-	-	-	-	-
Miscellaneous	-	13	-	-	6,496	905	56
<b>Total revenues</b>	<b>2,480</b>	<b>13</b>	<b>100</b>	<b>6</b>	<b>6,496</b>	<b>912</b>	<b>56</b>
<b>EXPENDITURES</b>							
Current:							
General government	2,091	20	-	-	6,399	-	-
Public service	-	-	-	-	-	-	-
Public safety	-	-	-	8	-	-	-
Development	-	-	54	-	-	624	-
Health	-	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	25	52
Capital outlay	817	-	-	-	-	-	-
<b>Total expenditures</b>	<b>2,908</b>	<b>20</b>	<b>54</b>	<b>8</b>	<b>6,399</b>	<b>649</b>	<b>52</b>
<b>Excess(deficiency) of revenues over expenditures</b>	<b>(428)</b>	<b>(7)</b>	<b>46</b>	<b>(2)</b>	<b>97</b>	<b>263</b>	<b>4</b>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	(77)	-	-	-	(76)	(70)	-
Proceeds from bonds and long-term notes	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(77)</b>						
<b>Net change in fund balance</b>	<b>(505)</b>	<b>(7)</b>	<b>46</b>	<b>(2)</b>	<b>21</b>	<b>193</b>	<b>4</b>
<b>Fund balances—beginning of year</b>	<b>2,952</b>	<b>16</b>	<b>76</b>	<b>186</b>	<b>157</b>	<b>1,759</b>	<b>437</b>
<b>Fund balances—end of year</b>	<b>\$ 2,447</b>	<b>\$ 9</b>	<b>\$ 122</b>	<b>\$ 184</b>	<b>\$ 178</b>	<b>\$ 1,952</b>	<b>\$ 441</b>

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(76)

(70)

(continued)

**City of Columbus, Ohio**

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2002  
 (amounts expressed in thousands)

Exhibit B-1 (continued)

**Special Revenue**

	<b>Tree Replacement</b>	<b>Gatrell Arts Vocational Rehabilitation</b>	<b>Columbus Housing Fund</b>	<b>Development Services</b>	<b>Urban Dev. Action Grants</b>	<b>Community Development Act</b>	<b>Health</b>
<b>ASSETS</b>							
Cash and cash equivalents:							
Cash and investments with treasurer	\$ 108	\$ 1	\$ -	\$ 4,065	\$ 842	\$ 1,545	\$ 2,961
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	-
Investments	-	33	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	-	-	-	58	737	19,594	61
Due from other:							
Governments	-	-	-	-	-	-	-
Funds	-	-	-	-	-	-	-
<b>Total assets</b>	<u>\$ 108</u>	<u>\$ 34</u>	<u>\$ -</u>	<u>\$ 4,243</u>	<u>\$ 1,579</u>	<u>\$ 21,139</u>	<u>\$ 3,033</u>
<b>LIABILITIES</b>							
Accounts payable	-	-	-	90	761	1,015	437
Due to other funds	-	-	-	20	-	-	3
Interfund payables	-	-	120	-	-	11	-
Deferred revenue and other	-	-	-	-	-	2,187	-
Accrued wages and benefits	-	-	-	586	-	223	463
<b>Total liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>696</u>	<u>761</u>	<u>3,425</u>	<u>903</u>
<b>FUND BALANCES</b>							
Reserved for encumbrances	32	-	-	251	23	8,061	2,118
Reserved for non-current loans receivable	-	-	-	-	737	19,594	-
Unreserved, undesignated	76	34	-	3,296	58	(9,941)	12
<b>Total fund balances</b>	<u>108</u>	<u>34</u>	<u>-</u>	<u>3,547</u>	<u>818</u>	<u>17,714</u>	<u>2,130</u>
<b>Total liabilities and fund balances</b>	<u>\$ 108</u>	<u>\$ 34</u>	<u>\$ -</u>	<u>\$ 4,243</u>	<u>\$ 1,579</u>	<u>\$ 21,139</u>	<u>\$ 3,033</u>

(continued)

**City of Columbus, Ohio**

Exhibit B-2 (continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended December 31, 2002  
 (amounts expressed in thousands)

**Special Revenue**

	<b>Tree Replacement</b>	<b>Gatrell Arts Vocational Rehabilitation</b>	<b>Columbus Housing Fund</b>	<b>Development Services</b>	<b>Urban Dev. Action Grants</b>	<b>Community Development Act</b>	<b>Health</b>
<b>REVENUES</b>							
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	-	-	-	-	-	9,792	-
Investment income	-	2	-	-	-	52	-
Licenses and permits	-	-	-	14,281	-	-	1,548
Shared revenues	-	-	-	-	-	-	-
Charges for services	-	-	-	7,661	-	174	5,297
Fines and forfeits	-	-	-	-	-	-	-
Miscellaneous	38	-	931	59	10	1,501	220
<b>Total revenues</b>	<b>38</b>	<b>2</b>	<b>931</b>	<b>22,001</b>	<b>10</b>	<b>11,519</b>	<b>7,065</b>
<b>EXPENDITURES</b>							
Current:							
General government	-	-	-	-	729	1,163	-
Public service	-	-	-	8,175	-	285	-
Public safety	-	-	-	124	-	-	-
Development	-	-	931	12,012	184	8,687	-
Health	-	-	-	-	-	333	25,369
Recreation and parks	26	-	-	-	-	229	-
Capital outlay	-	-	-	111	1	153	-
<b>Total expenditures</b>	<b>26</b>	<b>-</b>	<b>931</b>	<b>20,422</b>	<b>914</b>	<b>10,850</b>	<b>25,369</b>
<b>Excess(deficiency) of revenues over expenditures</b>	<b>12</b>	<b>2</b>	<b>-</b>	<b>1,579</b>	<b>(904)</b>	<b>669</b>	<b>(18,304)</b>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	1	-	-	17,490
Transfers out	-	-	-	-	-	(142)	(282)
Proceeds from bonds and long-term notes	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>12</b>	<b>2</b>	<b>-</b>	<b>1,580</b>	<b>(904)</b>	<b>527</b>	<b>(1,096)</b>
<b>Fund balances—beginning of year</b>	<b>96</b>	<b>32</b>	<b>-</b>	<b>1,967</b>	<b>1,722</b>	<b>17,187</b>	<b>3,226</b>
<b>Fund balances—end of year</b>	<b>\$ 108</b>	<b>\$ 34</b>	<b>\$ -</b>	<b>\$ 3,547</b>	<b>\$ 818</b>	<b>\$ 17,714</b>	<b>\$ 2,130</b>
	-	-	-	-	-	-	-
	-	-	1	-	(142)	17,208	(continued)

**City of Columbus, Ohio**

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2002  
 (amounts expressed in thousands)

Exhibit B-1 (continued)

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	<b>Special Revenue</b>						
	<b>Health Department Grants</b>	<b>Storm Sewer Maintenance</b>	<b>County Auto License</b>	<b>Street Const. Maintenance &amp; Repair</b>	<b>Municipal Motor Vehicle Tax</b>	<b>Treasury Investment Earnings</b>	<b>Golf Course Operations</b>
<b>ASSETS</b>							
Cash and cash equivalents:							
Cash and investments with treasurer	\$ 2,239	\$ -	\$ 42	\$ 4,313	\$ 3,317	\$ 77	\$ 1,607
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	-	-	-	623	-	-	25
Due from other:							
Governments	170	-	1,153	10,494	1,491	-	-
Funds	-	-	-	-	-	-	-
<b>Total assets</b>	<u>\$ 2,409</u>	<u>\$ -</u>	<u>\$ 1,195</u>	<u>\$ 15,435</u>	<u>\$ 4,808</u>	<u>\$ 77</u>	<u>\$ 1,636</u>
<b>LIABILITIES</b>							
Accounts payable	458	-	-	154	485	-	53
Due to other funds	-	-	-	7	26	-	2
Interfund payables	-	-	5	-	-	4	-
Deferred revenue and other	1,733	-	1,153	10,250	1,491	-	-
Accrued wages and benefits	218	-	-	617	-	-	100
<b>Total liabilities</b>	<u>2,409</u>	<u>-</u>	<u>1,153</u>	<u>11,028</u>	<u>2,002</u>	<u>-</u>	<u>155</u>
<b>FUND BALANCES</b>							
Reserved for encumbrances	1,873	-	-	868	1,360	-	343
Reserved for non-current loans receivable	-	-	-	-	-	-	-
Unreserved, undesignated	(1,873)	-	42	3,539	1,446	77	1,138
<b>Total fund balances</b>	<u>-</u>	<u>-</u>	<u>42</u>	<u>4,407</u>	<u>2,806</u>	<u>77</u>	<u>1,481</u>
<b>Total liabilities and fund balances</b>	<u>\$ 2,409</u>	<u>\$ -</u>	<u>\$ 1,195</u>	<u>\$ 15,435</u>	<u>\$ 4,808</u>	<u>\$ 77</u>	<u>\$ 1,636</u>

(continued)

**City of Columbus, Ohio**

Exhibit B-2 (continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended December 31, 2002  
 (amounts expressed in thousands)

**Special Revenue**

	<b>Health Department Grants</b>	<b>Storm Sewer Maintenance</b>	<b>County Auto License</b>	<b>Street Const. Maintenance &amp; Repair</b>	<b>Municipal Motor Vehicle Tax</b>	<b>Treasury Investment Earnings</b>	<b>Golf Course Operations</b>
<b>REVENUES</b>							
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	10,652	-	-	-	-	-	-
Investment income	-	-	-	104	-	232	-
Licenses and permits	-	-	-	991	-	-	-
Shared revenues	-	-	2,306	20,499	-	-	-
Charges for services	804	-	-	6,474	-	-	4,327
Fines and forfeits	-	-	-	-	-	-	2
Miscellaneous	137	-	-	476	2,982	-	43
<b>Total revenues</b>	<b>11,593</b>	<b>-</b>	<b>2,306</b>	<b>28,544</b>	<b>2,982</b>	<b>232</b>	<b>4,372</b>
<b>EXPENDITURES</b>							
Current:							
General government	-	-	-	-	-	232	-
Public service	-	-	976	26,993	2,265	-	-
Public safety	-	-	-	-	-	-	-
Development	-	-	-	-	-	-	-
Health	11,822	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	-	4,316
Capital outlay	53	-	1,330	50	330	-	218
<b>Total expenditures</b>	<b>11,875</b>	<b>-</b>	<b>2,306</b>	<b>27,043</b>	<b>2,595</b>	<b>232</b>	<b>4,534</b>
<b>Excess(deficiency) of revenues over expenditures</b>	<b>(282)</b>	<b>-</b>	<b>-</b>	<b>1,501</b>	<b>387</b>	<b>-</b>	<b>(162)</b>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	282	-	-	-	-	-	-
Transfers out	-	(12,095)	-	-	-	-	-
Proceeds from bonds and long-term notes	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>282</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>-</b>	<b>(12,095)</b>	<b>-</b>	<b>1,501</b>	<b>387</b>	<b>-</b>	<b>(162)</b>
<b>Fund balances—beginning of year</b>	<b>-</b>	<b>12,095</b>	<b>42</b>	<b>2,906</b>	<b>2,419</b>	<b>77</b>	<b>1,643</b>
<b>Fund balances—end of year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 42</b>	<b>\$ 4,407</b>	<b>\$ 2,806</b>	<b>\$ 77</b>	<b>\$ 1,481</b>

(12,095)

(continued)

**City of Columbus, Ohio**

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2002  
 (amounts expressed in thousands)

Exhibit B-1 (continued)

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	<u>Special Revenue</u>					<u>Debt Service</u>	
	<u>Recreation &amp; Parks Operations</u>	<u>Recreation &amp; Parks Grants</u>	<u>Private Grants</u>	<u>Urban Site Acquisition Loan Fund</u>	<u>Collection Fees</u>	<u>Total Nonmajor Special Revenue</u>	<u>Easton TIF</u>
<b>ASSETS</b>							
Cash and cash equivalents:							
Cash and investments with treasurer	\$ 284	\$ 3,127	\$ 701	\$ 950	\$ 136	\$ 42,158	\$ 2,612
Cash and investments with fiscal and escrow agents	-	-	-	-	-	390	-
Investments	-	-	-	-	-	33	-
Receivables (net of allowances for uncollectibles)	-	2	-	4,800	-	28,245	10
Due from other:						-	
Governments	-	13,845	36	-	-	28,258	-
Funds	4	-	-	-	-	-	-
<b>Total assets</b>	<u>\$ 288</u>	<u>\$ 16,974</u>	<u>\$ 737</u>	<u>\$ 5,750</u>	<u>\$ 136</u>	<u>\$ 99,230</u>	<u>\$ 2,622</u>
<b>LIABILITIES</b>							
Accounts payable	559	3,592	90	-	10	9,584	-
Due to other funds	11	-	-	-	-	95	-
Interfund payables	-	-	-	-	146	-	-
Deferred revenue and other	-	13,163	-	-	-	34,349	-
Accrued wages and benefits	821	219	11	-	-	3,410	-
<b>Total liabilities</b>	<u>1,391</u>	<u>16,974</u>	<u>101</u>	<u>-</u>	<u>10</u>	<u>47,438</u>	<u>-</u>
<b>FUND BALANCES</b>							
Reserved for encumbrances	320	25,377	404	950	-	83,387	-
Reserved for non-current loans receivable	-	-	-	-	-	21,763	-
Unreserved, undesignated	(1,423)	(25,377)	232	4,800	126	(53,358)	2,622
<b>Total fund balances</b>	<u>(1,103)</u>	<u>-</u>	<u>636</u>	<u>5,750</u>	<u>126</u>	<u>51,792</u>	<u>2,622</u>
<b>Total liabilities and fund balances</b>	<u>\$ 288</u>	<u>\$ 16,974</u>	<u>\$ 737</u>	<u>\$ 5,750</u>	<u>\$ 136</u>	<u>\$ 99,230</u>	<u>\$ 2,622</u>

(continued)

**City of Columbus, Ohio**

Exhibit B-2 (continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended December 31, 2002  
 (amounts expressed in thousands)

	Special Revenue					Debt Service	
	Recreation & Parks Operations	Recreation & Parks Grants	Private Grants	Urban Site Acquisition Loan Fund	Collection Fees	Total Nonmajor Special Revenue	Easton TIF
<b>REVENUES</b>							
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ 58	\$ 58	\$ -
Grants and subsidies	-	41,128	678	-	-	76,130	-
Investment income	-	39	-	-	-	528	85
Licenses and permits	-	-	-	-	-	22,417	-
Shared revenues	-	-	-	-	-	22,955	-
Charges for services	2,473	442	-	-	-	28,741	-
Fines and forfeits	-	-	-	-	84	3,586	-
Miscellaneous	539	129	391	-	-	16,845	1,424
<b>Total revenues</b>	<b>3,012</b>	<b>41,738</b>	<b>1,069</b>	<b>-</b>	<b>142</b>	<b>171,260</b>	<b>1,509</b>
<b>EXPENDITURES</b>							
Current:							
General government	-	-	500	-	16	18,285	-
Public service	-	-	-	-	-	39,061	-
Public safety	-	-	-	-	-	3,090	-
Development	-	-	-	-	-	33,460	-
Health	-	-	431	-	-	38,515	-
Recreation and parks	31,473	34,809	72	-	-	71,157	-
Capital outlay	283	7,119	18	-	-	11,085	-
<b>Total expenditures</b>	<b>31,756</b>	<b>41,928</b>	<b>1,021</b>	<b>-</b>	<b>16</b>	<b>214,653</b>	<b>-</b>
<b>Excess(deficiency) of revenues over expenditures</b>	<b>(28,744)</b>	<b>(190)</b>	<b>48</b>	<b>-</b>	<b>126</b>	<b>(43,393)</b>	<b>1,509</b>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	27,242	190	66	1,550	-	47,290	-
Transfers out	(190)	-	-	-	-	(14,746)	(1,502)
Proceeds from bonds and long-term notes	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>27,052</b>	<b>-</b>	<b>66</b>	<b>1,550</b>	<b>-</b>	<b>(10,849)</b>	<b>7</b>
<b>Net change in fund balance</b>	<b>(1,692)</b>	<b>-</b>	<b>114</b>	<b>1,550</b>	<b>126</b>	<b>(10,849)</b>	<b>7</b>
<b>Fund balances—beginning of year</b>	<b>589</b>	<b>-</b>	<b>522</b>	<b>4,200</b>	<b>-</b>	<b>62,641</b>	<b>2,615</b>
<b>Fund balances—end of year</b>	<b>\$ (1,103)</b>	<b>\$ -</b>	<b>\$ 636</b>	<b>\$ 5,750</b>	<b>\$ 126</b>	<b>\$ 51,792</b>	<b>\$ 2,622</b>

1,550

32,544

(continued)

66

(1,502)

**City of Columbus, Ohio**

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2002  
 (amounts expressed in thousands)

Exhibit B-1 (continued)

**Debt Service**

	<b>Polaris TIF</b>	<b>Tuttle Crossing TIF</b>	<b>Nationwide Pen Site TIF</b>	<b>Nationwide Off Sites TIF</b>	<b>Miranova TIF</b>	<b>Brewery District TIF</b>	<b>Recreation Debt Service</b>
<b>ASSETS</b>							
Cash and cash equivalents:							
Cash and investments with treasurer	\$ 994	\$ 1,042	\$ 141	\$ 418	\$ 330	\$ 473	\$ 48
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	6	-	5	2	-	9	-
Due from other:							
Governments	-	-	-	-	-	-	-
Funds	-	-	-	-	-	-	-
<b>Total assets</b>	<u>\$ 1,000</u>	<u>\$ 1,042</u>	<u>\$ 146</u>	<u>\$ 420</u>	<u>\$ 330</u>	<u>\$ 482</u>	<u>\$ 48</u>
<b>LIABILITIES</b>							
Accounts payable	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Interfund payables	-	-	-	-	-	-	3,200
Deferred revenue and other	-	-	-	-	-	-	-
Accrued wages and benefits	-	-	-	-	-	-	-
<b>Total liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,200</u>
<b>FUND BALANCES</b>							
Reserved for encumbrances	64	-	-	-	-	28	92
Reserved for non-current loans receivable	-	-	-	-	-	-	-
Unreserved, undesignated	936	1,042	146	420	330	454	(3,244)
<b>Total fund balances</b>	<u>1,000</u>	<u>1,042</u>	<u>146</u>	<u>420</u>	<u>330</u>	<u>482</u>	<u>(3,152)</u>
<b>Total liabilities and fund balances</b>	<u>\$ 1,000</u>	<u>\$ 1,042</u>	<u>\$ 146</u>	<u>\$ 420</u>	<u>\$ 330</u>	<u>\$ 482</u>	<u>\$ 48</u>

(continued)

# City of Columbus, Ohio

Exhibit B-2 (continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended December 31, 2002  
 (amounts expressed in thousands)

## Debt Service

		Tuttle Crossing TIF	Nationwide Pen Site TIF	Nationwide Off Sites TIF	Miranova TIF	Brewery District TIF	Recreation Debt Service
	Polaris TIF						
<b>REVENUES</b>							
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	-	-	-	-	-	-	-
Investment income	175	-	-	10	-	56	-
Licenses and permits	-	-	-	-	-	-	-
Shared revenues	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	516
Fines and forfeits	-	-	-	-	-	-	-
Miscellaneous	1,284	617	-	407	330	-	-
<b>Total revenues</b>	<b>1,459</b>	<b>617</b>	<b>-</b>	<b>417</b>	<b>330</b>	<b>56</b>	<b>516</b>
<b>EXPENDITURES</b>							
Current:							
General government	-	-	32	-	-	-	-
Public service	23	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Development	-	-	-	-	-	72	-
Health	-	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
<b>Total expenditures</b>	<b>23</b>	<b>-</b>	<b>32</b>	<b>-</b>	<b>-</b>	<b>72</b>	<b>-</b>
<b>Excess(deficiency) of revenues over expenditures</b>	<b>1,436</b>	<b>617</b>	<b>(32)</b>	<b>417</b>	<b>330</b>	<b>(16)</b>	<b>516</b>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	(655)	(836)	(1,916)	(202)	-	(12)	(1,331)
Proceeds from bonds and long-term notes	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(655)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>781</b>	<b>(219)</b>	<b>(727)</b>	<b>215</b>	<b>330</b>	<b>482</b>	<b>(815)</b>
<b>Fund balances—beginning of year</b>	<b>219</b>	<b>1,261</b>	<b>873</b>	<b>205</b>	<b>-</b>	<b>-</b>	<b>(2,337)</b>
<b>Fund balances—end of year</b>	<b>\$ 1,000</b>	<b>\$ 1,042</b>	<b>\$ 146</b>	<b>\$ 420</b>	<b>\$ 330</b>	<b>\$ 482</b>	<b>\$ (3,152)</b>
	-	-	-	-	498	(1,331)	(continued)
	(836)	(695)	(202)	-	-	-	-

**City of Columbus, Ohio**

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2002  
 (amounts expressed in thousands)

Exhibit B-1 (continued)

	<u>Debt Service</u>		<u>Capital Projects</u>				
	<u>Capital South</u>	<u>Total Nonmajor Debt Service</u>	<u>Public Safety V-95</u>	<u>Parks &amp; Recreation V-95, V-99</u>	<u>Refuse Collection V-95</u>	<u>Streets &amp; Highways V-95, V-99</u>	<u>Storm Sewer V-95, V-99</u>
<b>ASSETS</b>							
Cash and cash equivalents:							
Cash and investments with treasurer	\$ 14,261	\$ 20,319	\$ 32,154	\$ 4,570	\$ 1,583	\$ 76,466	\$ -
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	-	32	-	-	-	-	-
Due from other:							
Governments	-	-	-	-	-	-	-
Funds	-	-	-	-	-	-	-
<b>Total assets</b>	<u>\$ 14,261</u>	<u>\$ 20,351</u>	<u>\$ 32,154</u>	<u>\$ 4,570</u>	<u>\$ 1,583</u>	<u>\$ 76,466</u>	<u>\$ -</u>
<b>LIABILITIES</b>							
Accounts payable	-	-	1,281	321	-	1,639	-
Due to other funds	-	-	-	-	-	64	-
Interfund payables	-	3,200	-	-	-	-	-
Deferred revenue and other	-	-	-	-	-	-	-
Accrued wages and benefits	-	-	-	-	-	-	-
<b>Total liabilities</b>	<u>-</u>	<u>3,200</u>	<u>1,281</u>	<u>321</u>	<u>-</u>	<u>1,703</u>	<u>-</u>
<b>FUND BALANCES</b>							
Reserved for encumbrances	-	184	5,432	1,504	1,218	25,272	-
Reserved for non-current loans receivable	-	-	-	-	-	-	-
Unreserved, undesignated	<u>14,261</u>	<u>16,967</u>	<u>25,441</u>	<u>2,745</u>	<u>365</u>	<u>49,491</u>	<u>-</u>
<b>Total fund balances</b>	<u>14,261</u>	<u>17,151</u>	<u>30,873</u>	<u>4,249</u>	<u>1,583</u>	<u>74,763</u>	<u>-</u>
<b>Total liabilities and fund balances</b>	<u>\$ 14,261</u>	<u>\$ 20,351</u>	<u>\$ 32,154</u>	<u>\$ 4,570</u>	<u>\$ 1,583</u>	<u>\$ 76,466</u>	<u>\$ -</u>

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(continued)

**City of Columbus, Ohio**

Exhibit B-2 (continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended December 31, 2002  
 (amounts expressed in thousands)

	<u>Debt Service</u>		<u>Capital Projects</u>				
	<u>Capital South</u>	<u>Total Nonmajor Debt Service</u>	<u>Public Safety V-95</u>	<u>Parks &amp; Recreation V-95, V-99</u>	<u>Refuse Collection V-95</u>	<u>Streets &amp; Highways V-95, V-99</u>	<u>Storm Sewer V-95, V-99</u>
<b>REVENUES</b>							
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	-	-	-	-	-	-	-
Investment income	-	326	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Shared revenues	-	-	-	-	-	-	-
Charges for services	-	516	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Miscellaneous	350	4,412	-	-	-	-	-
<b>Total revenues</b>	350	5,254	-	-	-	-	-
<b>EXPENDITURES</b>							
Current:							
General government	-	32	-	-	-	-	-
Public service	-	23	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Development	50	122	-	-	-	-	-
Health	-	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	-	-
Capital outlay	-	-	6,791	7,257	3,467	50,700	-
<b>Total expenditures</b>	50	177	6,791	7,257	3,467	50,700	-
<b>Excess(deficiency) of revenues over expenditures</b>	300	5,077	(6,791)	(7,257)	(3,467)	(50,700)	-
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	55	-	-	-
Transfers out	(3,186)	(9,640)	-	-	-	(2,267)	(18,528)
Proceeds from bonds and long-term notes	-	-	-	-	4,985	77,115	-
<b>Total other financing sources (uses)</b>	(3,186)	-	-	-	4,985	77,115	-
<b>Net change in fund balance</b>	(2,886)	(2,832)	20,789	(3,327)	1,518	24,148	(18,528)
<b>Fund balances—beginning of year</b>	17,147	19,983	10,084	7,576	65	50,615	18,528
<b>Fund balances—end of year</b>	\$ 14,261	\$ 17,151	\$ 30,873	\$ 4,249	\$ 1,583	\$ 74,763	\$ -

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(7,909) 27,580 3,875 4,985 74,848 (18,528) (continued)

**City of Columbus, Ohio**

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2002  
 (amounts expressed in thousands)

Exhibit B-1 (continued)

**Capital Projects**

	<b>Health</b>	<b>Short North SID</b>	<b>Engineering &amp; Const Bond</b>	<b>Streets &amp; Traffic Bond</b>	<b>Nationwide Development Bond</b>	<b>Flood Control Scioto River</b>	<b>Neil Ave - Vine St Improvements</b>
<b>ASSETS</b>							
Cash and cash equivalents:							
Cash and investments with treasurer	\$ 1,686	\$ 160	\$ 114	\$ 42	\$ 921	\$ -	\$ 152
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	-	-	-	-	-	-	-
Due from other:							
Governments	-	-	-	-	-	-	-
Funds	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 1,686</b>	<b>\$ 160</b>	<b>\$ 114</b>	<b>\$ 42</b>	<b>\$ 921</b>	<b>\$ -</b>	<b>\$ 152</b>
<b>LIABILITIES</b>							
Accounts payable	137	-	-	-	-	-	-
Due to other funds	2	-	-	-	-	-	-
Interfund payables	-	-	-	-	-	-	-
Deferred revenue and other	-	-	-	-	-	-	-
Accrued wages and benefits	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>139</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCES</b>							
Reserved for encumbrances	1,302	122	114	42	921	-	29
Reserved for non-current loans receivable	-	-	-	-	-	-	-
Unreserved, undesignated	245	38	-	-	-	-	123
<b>Total fund balances</b>	<b>1,547</b>	<b>160</b>	<b>114</b>	<b>42</b>	<b>921</b>	<b>-</b>	<b>152</b>
<b>Total liabilities and fund balances</b>	<b>\$ 1,686</b>	<b>\$ 160</b>	<b>\$ 114</b>	<b>\$ 42</b>	<b>\$ 921</b>	<b>\$ -</b>	<b>\$ 152</b>

(continued)

**City of Columbus, Ohio**

Exhibit B-2 (continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended December 31, 2002  
 (amounts expressed in thousands)

**Capital Projects**

	<b>Health</b>	<b>Short North SID</b>	<b>Engineering &amp; Const Bond</b>	<b>Streets &amp; Traffic Bond</b>	<b>Nationwide Development Bond</b>	<b>Flood Control Scioto River</b>	<b>Neil Ave - Vine St Improvements</b>
<b>REVENUES</b>							
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Shared revenues	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Miscellaneous	310	67	-	-	-	-	-
<b>Total revenues</b>	<b>310</b>	<b>67</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>EXPENDITURES</b>							
Current:							
General government	-	-	-	-	-	-	-
Public service	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Development	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	-	-
Capital outlay	4,458	-	-	-	2,105	-	1,798
<b>Total expenditures</b>	<b>4,458</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,105</b>	<b>-</b>	<b>1,798</b>
<b>Excess(deficiency) of revenues over expenditures</b>	<b>(4,148)</b>	<b>67</b>	<b>-</b>	<b>-</b>	<b>(2,105)</b>	<b>-</b>	<b>(1,798)</b>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(825)	-
Proceeds from bonds and long-term notes	5,235	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>5,235</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>1,087</b>	<b>67</b>	<b>-</b>	<b>-</b>	<b>(2,105)</b>	<b>(825)</b>	<b>(1,798)</b>
<b>Fund balances—beginning of year</b>	<b>460</b>	<b>93</b>	<b>114</b>	<b>42</b>	<b>3,026</b>	<b>825</b>	<b>1,950</b>
<b>Fund balances—end of year</b>	<b>\$ 1,547</b>	<b>\$ 160</b>	<b>\$ 114</b>	<b>\$ 42</b>	<b>\$ 921</b>	<b>\$ -</b>	<b>\$ 152</b>

(825)

(continued)

**City of Columbus, Ohio**

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2002  
 (amounts expressed in thousands)

Exhibit B-1 (continued)

**Capital Projects**

	<b>Parks &amp; Recreation Bond 6-89</b>	<b>Lyra Gemini Polaris</b>	<b>Facilities Management</b>	<b>Northwood Rd Special Assessment</b>	<b>Police Bonds 6-91</b>	<b>Fire Bonds 11-91</b>	<b>Brewery District</b>
<b>ASSETS</b>							
Cash and cash equivalents:							
Cash and investments with treasurer	\$ -	\$ 659	\$ 1,810	\$ 43	\$ 57	\$ -	\$ 2,500
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	-	-	-	-	-	-	-
Due from other:							
Governments	-	-	-	-	-	-	-
Funds	53	-	-	-	-	-	-
<b>Total assets</b>	<u>\$ 53</u>	<u>\$ 659</u>	<u>\$ 1,810</u>	<u>\$ 43</u>	<u>\$ 57</u>	<u>\$ -</u>	<u>\$ 2,500</u>
<b>LIABILITIES</b>							
Accounts payable	-	69	153	-	-	-	-
Due to other funds	-	-	2	-	-	-	-
Interfund payables	-	-	-	-	-	-	-
Deferred revenue and other	-	-	-	-	-	-	-
Accrued wages and benefits	-	-	-	-	-	-	-
<b>Total liabilities</b>	<u>-</u>	<u>69</u>	<u>155</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>							
Reserved for encumbrances	-	590	1,051	-	54	-	2,500
Reserved for non-current loans receivable	-	-	-	-	-	-	-
Unreserved, undesignated	53	-	604	43	3	-	-
<b>Total fund balances</b>	<u>53</u>	<u>590</u>	<u>1,655</u>	<u>43</u>	<u>57</u>	<u>-</u>	<u>2,500</u>
<b>Total liabilities and fund balances</b>	<u>\$ 53</u>	<u>\$ 659</u>	<u>\$ 1,810</u>	<u>\$ 43</u>	<u>\$ 57</u>	<u>\$ -</u>	<u>\$ 2,500</u>

(continued)

**City of Columbus, Ohio**

Exhibit B-2 (continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended December 31, 2002  
 (amounts expressed in thousands)

**Capital Projects**

	<b>Parks &amp; Recreation Bond 6-89</b>	<b>Lyra Gemini Polaris</b>	<b>Facilities Management</b>	<b>Northwood Rd Special Assessment</b>	<b>Police Bonds 6-91</b>	<b>Fire Bonds 11-91</b>	<b>Brewery District</b>
<b>REVENUES</b>							
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	-	-	-	-	-	-	-
Investment income	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Shared revenues	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
<b>Total revenues</b>	-	-	-	-	-	-	-
<b>EXPENDITURES</b>							
Current:							
General government	-	-	-	-	-	-	-
Public service	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Development	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	-	-
Capital outlay	107	893	1,414	-	-	-	-
<b>Total expenditures</b>	107	893	1,414	-	-	-	-
<b>Excess(deficiency) of revenues over expenditures</b>	(107)	(893)	(1,414)	-	-	-	-
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	(38)	-	-	-	-	-	(445)
Proceeds from bonds and long-term notes	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	(38)	-	-	-	-	-	-
<b>Net change in fund balance</b>	(145)	(893)	(179)	-	-	-	2,500
<b>Fund balances—beginning of year</b>	198	1,483	1,834	43	57	-	-
<b>Fund balances—end of year</b>	\$ 53	\$ 590	\$ 1,655	\$ 43	\$ 57	\$ 2,945	\$ 2,500

1,235

2,500  
(continued)

**City of Columbus, Ohio**

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2002  
 (amounts expressed in thousands)

Exhibit B-1 (continued)

**Capital Projects**

	<b>Streets &amp; Traffic V-88</b>	<b>Development Bonds</b>	<b>Police V-88</b>	<b>Parks &amp; Recreation V-88</b>	<b>Parks &amp; Rec. Permanent Improvement</b>	<b>General Permanent Improvement</b>
<b>ASSETS</b>						
Cash and cash equivalents:						
Cash and investments with treasurer	\$ 707	\$ 1,138	\$ 60	\$ -	\$ 1,173	\$ 1,855
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-
Investments	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	-	-	-	-	-	-
Due from other:						
Governments	-	-	-	-	-	-
Funds	-	-	-	-	-	-
<b>Total assets</b>	<u>\$ 707</u>	<u>\$ 1,138</u>	<u>\$ 60</u>	<u>\$ 1</u>	<u>\$ 1,173</u>	<u>\$ 1,855</u>
<b>LIABILITIES</b>						
Accounts payable	31	-	-	-	314	21
Due to other funds	-	-	-	-	-	1
Interfund payables	-	-	-	-	-	-
Deferred revenue and other	-	-	1	-	-	-
Accrued wages and benefits	-	-	-	-	-	-
<b>Total liabilities</b>	<u>31</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>314</u>	<u>22</u>
<b>FUND BALANCES</b>						
Reserved for encumbrances	676	1,102	60	-	666	-
Reserved for non-current loans receivable	-	-	-	-	-	-
Unreserved, undesignated	-	36	-	1	193	1,833
<b>Total fund balances</b>	<u>676</u>	<u>1,138</u>	<u>60</u>	<u>1</u>	<u>859</u>	<u>1,833</u>
<b>Total liabilities and fund balances</b>	<u>\$ 707</u>	<u>\$ 1,138</u>	<u>\$ 60</u>	<u>\$ 1</u>	<u>\$ 1,173</u>	<u>\$ 1,855</u>

**City of Columbus, Ohio**

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended December 31, 2002  
 (amounts expressed in thousands)

**Capital Projects**

	<b>Streets &amp; Traffic V-88</b>	<b>Development Bonds</b>	<b>Police V-88</b>	<b>Parks &amp; Recreation V-88</b>	<b>Parks &amp; Rec. Permanent Improvement</b>	<b>General Permanent Improvement</b>
<b>REVENUES</b>						
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Shared revenues	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Miscellaneous	-	-	-	-	273	1,348
<b>Total revenues</b>	-	-	-	-	273	1,348
<b>EXPENDITURES</b>						
Current:						
General government	-	-	-	-	-	-
Public service	-	-	-	-	-	93
Public safety	-	-	-	-	-	-
Development	-	-	-	-	-	-
Health	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	-
Capital outlay	169	-	-	43	3,528	1,800
<b>Total expenditures</b>	169	-	-	43	3,528	1,893
<b>Excess(deficiency) of revenues over expenditures</b>	(169)	-	-	(43)	(3,255)	(545)
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(50)
Proceeds from bonds and long-term notes	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	-	-	-	-	-	-
<b>Net change in fund balance</b>	(169)	-	-	(43)	(3,255)	(595)
<b>Fund balances—beginning of year</b>	845	1,138	60	44	4,114	2,428
<b>Fund balances—end of year</b>	\$ 676	\$ 1,138	\$ 60	\$ 1	\$ 859	\$ 1,833
	-	-	-	-	-	-
	-	-	-	-	(50)	-

**City of Columbus, Ohio**

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2002  
 (amounts expressed in thousands)

Exhibit B-1 (continued)

**Capital Projects**

	<b>Geographic Information System Bond</b>	<b>Computer System Bond</b>	<b>Information Services Bonds</b>	<b>Easton Infrastructure Bonds</b>	<b>Storm Sewer Limited Bond</b>	<b>Storm Sewers V-91</b>	<b>Transportation Improvement Program</b>
<b>ASSETS</b>							
Cash and cash equivalents:							
Cash and investments with treasurer	\$ 665	\$ 184	\$ 1,281	\$ -	\$ -	\$ -	\$ 10
Cash and investments with fiscal and escrow agents	-	-	-	-	-	-	-
Investments	-	-	-	-	-	-	-
Receivables (net of allowances for uncollectibles)	-	-	-	-	-	-	-
Due from other:							
Governments	-	-	-	-	-	-	559
Funds	-	-	-	-	-	-	-
<b>Total assets</b>	<u>\$ 665</u>	<u>\$ 184</u>	<u>\$ 1,281</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 569</u>
<b>LIABILITIES</b>							
Accounts payable	1	-	32	-	-	-	107
Due to other funds	-	-	-	-	-	-	3
Interfund payables	-	-	-	-	-	-	-
Deferred revenue and other	-	-	-	-	-	-	459
Accrued wages and benefits	-	-	-	-	-	-	-
<b>Total liabilities</b>	<u>1</u>	<u>-</u>	<u>32</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>569</u>
<b>FUND BALANCES</b>							
Reserved for encumbrances	661	117	52	-	-	-	1,127
Reserved for non-current loans receivable	-	-	-	-	-	-	-
Unreserved, undesignated	3	67	1,197	-	-	-	(1,127)
<b>Total fund balances</b>	<u>664</u>	<u>184</u>	<u>1,249</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total liabilities and fund balances</b>	<u>\$ 665</u>	<u>\$ 184</u>	<u>\$ 1,281</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 569</u>

(continued)

**City of Columbus, Ohio**

Exhibit B-2 (continued)

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended December 31, 2002  
 (amounts expressed in thousands)

**Capital Projects**

	<b>Geographic Information System Bond</b>	<b>Computer System Bond</b>	<b>Information Services Bonds</b>	<b>Easton Infrastructure Bonds</b>	<b>Storm Sewer Limited Bond</b>	<b>Storm Sewers V-91</b>	<b>Transportation Improvement Program</b>
<b>REVENUES</b>							
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and subsidies	-	-	-	-	-	-	1,595
Investment income	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Shared revenues	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-
<b>Total revenues</b>	-	-	-	-	-	-	1,595
<b>EXPENDITURES</b>							
Current:							
General government	-	-	-	-	-	-	-
Public service	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Development	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	-	-
Capital outlay	71	-	253	4,387	-	-	2,295
<b>Total expenditures</b>	71	-	253	4,387	-	-	2,295
<b>Excess(deficiency) of revenues over expenditures</b>	(71)	-	(253)	(4,387)	-	-	(700)
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	-	-	-	700
Transfers out	-	-	-	-	(272)	(2,340)	-
Proceeds from bonds and long-term notes	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	-	-	-	-	-	-	-
<b>Net change in fund balance</b>	(71)	-	(253)	(4,387)	(272)	(2,340)	-
<b>Fund balances—beginning of year</b>	735	184	1,502	4,387	272	2,340	-
<b>Fund balances—end of year</b>	\$ 664	\$ 184	\$ 1,249	\$ -	\$ -	\$ -	\$ -

(272) (2,340) (continued)

**City of Columbus, Ohio**

Combining Balance Sheet  
 Nonmajor Governmental Funds  
 December 31, 2002  
 (amounts expressed in thousands)

Exhibit B-1 (continued)

**Capital Projects**

	<b>State Issue 2 - Streets</b>	<b>Federal State Highway Engineering</b>	<b>Street &amp; Highway Improvement</b>	<b>COSI Bonds</b>	<b>Total Nonmajor Capital Projects</b>	<b>Total Nonmajor Governmental Funds</b>
<b>ASSETS</b>						
Cash and cash equivalents:						
Cash and investments with treasurer	\$ 393	\$ 3,307	\$ 1,393	\$ -	\$ 135,083	\$ 197,560
Cash and investments with fiscal and escrow agents	-	-	-	-	-	390
Investments	-	-	-	-	-	33
Receivables (net of allowances for uncollectibles)	-	-	250	-	250	28,527
Due from other:						
Governments	478	1,852	-	-	2,889	31,147
Funds	-	-	-	-	-	-
<b>Total assets</b>	<u>\$ 871</u>	<u>\$ 5,159</u>	<u>\$ 1,643</u>	<u>\$ 39</u>	<u>\$ 138,315</u>	<u>\$ 257,896</u>
<b>LIABILITIES</b>						
Accounts payable	221	-	68	-	4,395	13,979
Due to other funds	9	2	-	-	83	178
Interfund payables	-	-	39	-	-	3,200
Deferred revenue and other	641	1,574	-	93	2,674	37,023
Accrued wages and benefits	-	-	-	-	-	3,410
<b>Total liabilities</b>	<u>871</u>	<u>1,576</u>	<u>68</u>	<u>-</u>	<u>7,152</u>	<u>57,790</u>
<b>FUND BALANCES</b>						
Reserved for encumbrances	4,383	7,942	777	-	57,714	141,285
Reserved for non-current loans receivable	-	-	-	-	-	21,763
Unreserved, undesignated	(4,383)	(4,359)	798	39	73,449	37,058
<b>Total fund balances</b>	<u>-</u>	<u>3,583</u>	<u>1,575</u>	<u>39</u>	<u>131,163</u>	<u>200,106</u>
<b>Total liabilities and fund balances</b>	<u>\$ 871</u>	<u>\$ 5,159</u>	<u>\$ 1,643</u>	<u>\$ 39</u>	<u>\$ 138,315</u>	<u>\$ 257,896</u>

**City of Columbus, Ohio**

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended December 31, 2002  
 (amounts expressed in thousands)

**Capital Projects**

	<b>State Issue 2 - Streets</b>	<b>Federal State Highway Engineering</b>	<b>Street &amp; Highway Improvement</b>	<b>COSI Bonds</b>	<b>Total Nonmajor Capital Projects</b>	<b>Total Nonmajor Governmental Funds</b>
<b>REVENUES</b>						
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 58
Grants and subsidies	3,667	-	-	-	5,262	81,392
Investment income	-	-	-	-	-	854
Licenses and permits	-	-	-	-	-	22,417
Shared revenues	-	-	-	-	-	22,955
Charges for services	-	-	2	-	2	29,259
Fines and forfeits	-	-	-	-	-	3,586
Miscellaneous	548	1,895	277	-	4,718	25,975
<b>Total revenues</b>	<b>4,215</b>	<b>1,895</b>	<b>279</b>	<b>-</b>	<b>9,982</b>	<b>186,496</b>
<b>EXPENDITURES</b>						
Current:						
General government	-	-	-	-	-	18,317
Public service	-	-	-	-	93	39,177
Public safety	-	-	-	-	-	3,090
Development	-	-	-	-	-	33,582
Health	-	-	-	-	-	38,515
Recreation and parks	-	-	-	-	-	71,157
Capital outlay	5,195	2,124	1,053	-	99,908	110,993
<b>Total expenditures</b>	<b>5,195</b>	<b>2,124</b>	<b>1,053</b>	<b>-</b>	<b>100,001</b>	<b>314,831</b>
<b>Excess(deficiency) of revenues over expenditures</b>	<b>(980)</b>	<b>(229)</b>	<b>(774)</b>	<b>-</b>	<b>(90,019)</b>	<b>(128,335)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	897	598	732	-	2,982	50,272
Transfers out	-	(228)	(132)	-	(25,125)	(49,511)
Proceeds from bonds and long-term notes	83	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>980</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>-</b>	<b>141</b>	<b>(174)</b>	<b>-</b>	<b>10,891</b>	<b>(2,790)</b>
<b>Fund balances—beginning of year</b>	<b>-</b>	<b>3,442</b>	<b>1,749</b>	<b>39</b>	<b>120,272</b>	<b>202,896</b>
<b>Fund balances—end of year</b>	<b>\$ -</b>	<b>\$ 3,583</b>	<b>\$ 1,575</b>	<b>\$ 39</b>	<b>\$ 131,163</b>	<b>\$ 200,106</b>
	-	-	-	100,910	124,784	
	370	600	-	-	125,545	

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**HOME Program**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-3

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Grants and subsidies	\$ 5,860,070	\$ 5,860,070	\$ 5,860,070	\$ -
Miscellaneous	198,062	198,062	198,062	-
Total revenues	<u>6,058,132</u>	<u>6,058,132</u>	<u>6,058,132</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Development				
Housing				
Personal services	601,136	413,023	413,023	-
Materials and supplies	-	15,000	7,245	7,755
Contractual services	209,859	650,209	650,209	-
Other	1,217,345	6,594,607	6,594,607	-
Total housing	<u>2,028,340</u>	<u>7,672,839</u>	<u>7,665,084</u>	<u>7,755</u>
Total development	<u>2,028,340</u>	<u>7,672,839</u>	<u>7,665,084</u>	<u>7,755</u>
Total expenditures	<u>2,028,340</u>	<u>7,672,839</u>	<u>7,665,084</u>	<u>7,755</u>
Excess (deficiency) of revenues over expenditures	4,029,792	(1,614,707)	(1,606,952)	7,755
<b>Other financing sources (uses)</b>	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	4,029,792	(1,614,707)	(1,606,952)	7,755
<b>Fund balance (deficit) at beginning of year</b>	(6,734,906)	(6,734,906)	(6,734,906)	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance (deficit) at end of year</b>	<u>\$ (2,705,114)</u>	<u>\$ (8,349,613)</u>	<u>\$ (8,341,858)</u>	<u>\$ 7,755</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**HOPE Program**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-4

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>	\$ -	\$ -	\$ -	\$ -
<b>Expenditures</b>	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
<b>Other financing sources (uses)</b>	-	-	-	-
Excess of revenues and other financing sources over expenditures and other uses	-	-	-	-
<b>Fund balance (deficit) at beginning of year</b>	(52,103)	(52,103)	(52,103)	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance (deficit) at end of year</b>	<u>\$ (52,103)</u>	<u>\$ (52,103)</u>	<u>\$ (52,103)</u>	<u>\$ -</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Cable Communications**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-5

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Licenses and permits	\$ 5,489,936	\$ 5,489,936	\$ 5,489,936	\$ -
Charges for services	935,476	935,476	935,476	-
Total revenues	<u>6,425,412</u>	<u>6,425,412</u>	<u>6,425,412</u>	<u>-</u>
<b>Expenditures</b>				
Current				
General government				
Telecommunications				
Personal services	1,627,592	1,477,592	1,420,174	57,418
Materials and supplies	285,810	385,810	345,010	40,800
Contractual services	3,302,340	3,452,340	3,400,871	51,469
Capital outlay	140,969	140,969	139,574	1,395
Total telecommunications	<u>5,356,711</u>	<u>5,456,711</u>	<u>5,305,629</u>	<u>151,082</u>
Total general government	<u>5,356,711</u>	<u>5,456,711</u>	<u>5,305,629</u>	<u>151,082</u>
Total expenditures	<u>5,356,711</u>	<u>5,456,711</u>	<u>5,305,629</u>	<u>151,082</u>
Excess of revenues over expenditures	1,068,701	968,701	1,119,783	151,082
<b>Other financing sources (uses)</b>				
Operating transfers out	<u>(1,657,050)</u>	<u>(1,557,050)</u>	<u>(1,456,925)</u>	<u>100,125</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(588,349)	(588,349)	(337,142)	251,207
<b>Fund balance at beginning of year</b>	637,588	637,588	637,588	-
<b>Lapsed encumbrances</b>	145,009	145,009	145,009	-
<b>Fund balance at end of year</b>	<u>\$ 194,248</u>	<u>\$ 194,248</u>	<u>\$ 445,455</u>	<u>\$ 251,207</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**HUD Section 108 Loans**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-6

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Miscellaneous	\$ 115,491	\$ 115,491	\$ 115,491	\$ -
Total revenues	<u>115,491</u>	<u>115,491</u>	<u>115,491</u>	<u>-</u>
<b>Expenditures</b>	-	-	-	-
Excess of revenues over expenditures	115,491	115,491	115,491	-
<b>Other financing sources (uses)</b>	-	-	-	-
Excess of revenues and other financing sources over expenditures and other uses	115,491	115,491	115,491	-
<b>Fund balance (deficit) at beginning of year</b>	(11,983,958)	(11,983,958)	(11,983,958)	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance (deficit) at end of year</b>	<u>\$ (11,868,467)</u>	<u>\$ (11,868,467)</u>	<u>\$ (11,868,467)</u>	<u>\$ -</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Fannie Mae Loans**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-7

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Miscellaneous	\$ 24,879	\$ 24,879	\$ 24,879	\$ -
Total revenues	<u>24,879</u>	<u>24,879</u>	<u>24,879</u>	<u>-</u>
<b>Expenditures</b>	-	-	-	-
Excess of revenues over expenditures	24,879	24,879	24,879	-
<b>Other financing sources (uses)</b>				
Operating transfers out	-	(31,000)	(9,299)	21,701
Excess of revenues and other financing sources over expenditures and other uses	24,879	(6,121)	15,580	21,701
<b>Fund balance (deficit) at beginning of year</b>	(8,926)	(8,926)	(8,926)	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance at end of year</b>	<u>\$ 15,953</u>	<u>\$ (15,047)</u>	<u>\$ 6,654</u>	<u>\$ 21,701</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Land Management**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-8

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Miscellaneous	\$ 96,167	\$ 96,167	\$ 96,167	\$ -
Total revenues	<u>96,167</u>	<u>96,167</u>	<u>96,167</u>	<u>-</u>
<b>Expenditures</b>	-	-	-	-
Excess of revenues over expenditures	96,167	96,167	96,167	-
<b>Other financing sources (uses)</b>	-	-	-	-
Excess of revenues and other financing sources over expenditures and other uses	96,167	96,167	96,167	-
<b>Fund balance at beginning of year</b>	117,917	117,917	117,917	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance at end of year</b>	<u>\$ 214,084</u>	<u>\$ 214,084</u>	<u>\$ 214,084</u>	<u>\$ -</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Law Enforcement**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-9

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Investment earnings	\$ 75,852	\$ 75,852	\$ 75,852	\$ -
Fines and forfeitures	351,877	351,877	351,877	-
Miscellaneous	334,311	334,311	334,311	-
Total revenues	<u>762,040</u>	<u>762,040</u>	<u>762,040</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Public safety				
Police				
Materials and supplies	-	788,299	693,813	94,486
Contractual services	-	165,260	142,771	22,489
Other	-	10,000	2,229	7,771
Capital outlay	-	367,726	261,781	105,945
Total police	<u>-</u>	<u>1,331,285</u>	<u>1,100,594</u>	<u>230,691</u>
Total public safety	<u>-</u>	<u>1,331,285</u>	<u>1,100,594</u>	<u>230,691</u>
Total expenditures	<u>-</u>	<u>1,331,285</u>	<u>1,100,594</u>	<u>230,691</u>
Excess (deficiency) of revenues over expenditures	762,040	(569,245)	(338,554)	230,691
<b>Other financing sources (uses)</b>				
Operating transfers out	<u>-</u>	<u>(81,413)</u>	<u>(81,413)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	762,040	(650,658)	(419,967)	230,691
<b>Fund balance at beginning of year</b>	1,640,134	1,640,134	1,640,134	-
<b>Lapsed encumbrances</b>	4,238	4,238	4,238	-
<b>Fund balance at end of year</b>	<u>\$ 2,406,412</u>	<u>\$ 993,714</u>	<u>\$ 1,224,405</u>	<u>\$ 230,691</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**General Government Grants**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-10

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Grants and subsidies	\$ 6,984,286	\$ 6,984,286	\$ 6,984,286	\$ -
Charges for services	28,989	28,989	28,989	-
Miscellaneous	154,603	154,603	154,603	-
Total revenues	<u>7,167,878</u>	<u>7,167,878</u>	<u>7,167,878</u>	<u>-</u>
<b>Expenditures</b>				
Current				
General government				
City attorney				
Personal services	-	558,335	450,881	107,454
Materials and supplies	-	9,104	4,193	4,911
Contractual services	-	232,199	104,010	128,189
Other	-	6,710	6,710	-
Total city attorney	<u>-</u>	<u>806,348</u>	<u>565,794</u>	<u>240,554</u>
Municipal court judges				
Personal services	3,320	292,080	292,080	-
Materials and supplies	1,586	1,586	1,586	-
Contractual services	7,165	7,165	7,165	-
Total municipal court judges	<u>12,071</u>	<u>300,831</u>	<u>300,831</u>	<u>-</u>
Finance				
Contractual services	-	302,000	302,000	-
Total finance	<u>-</u>	<u>302,000</u>	<u>302,000</u>	<u>-</u>
Total general government	<u>12,071</u>	<u>1,409,179</u>	<u>1,168,625</u>	<u>240,554</u>
Public service				
Refuse collection				
Personal services	4,592	192,272	192,272	-
Materials and supplies	15,173	20,644	20,644	-
Contractual services	20,450	5,851	5,851	-
Other	20,700	-	-	-
Capital outlay	3,800	-	-	-
Total refuse collection	<u>64,715</u>	<u>218,767</u>	<u>218,767</u>	<u>-</u>
Transportation				
Personal services	131,259	131,259	131,259	-
Total transportation	<u>131,259</u>	<u>131,259</u>	<u>131,259</u>	<u>-</u>
Total public service	<u>195,974</u>	<u>350,026</u>	<u>350,026</u>	<u>-</u>
Public safety				
Police				
Personal services	23,747	312,044	312,044	-
Materials and supplies	-	164,319	141,974	22,345
Contractual services	-	44,116	29,557	14,559
Other	-	672	672	-
Capital outlay	-	81,149	5,978	75,171
Total police	<u>23,747</u>	<u>602,300</u>	<u>490,225</u>	<u>112,075</u>
Fire				
Personal services	-	47,675	34,337	13,338
Materials and supplies	-	33,792	359	33,433
Capital outlay	-	-	-	-
Total fire	<u>-</u>	<u>81,467</u>	<u>34,696</u>	<u>46,771</u>
Total public safety	<u>23,747</u>	<u>683,767</u>	<u>524,921</u>	<u>158,846</u>

(Continued)

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**General Government Grants**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-10 (continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget-
	Original	Final		Positive (Negative)
Development				
Development administration				
Personal Services	\$ -	\$ 187,500	\$ 128,741	\$ 58,759
Materials and supplies	2,704	2,704	2,704	-
Contractual services	9,991	7,128,691	6,976,027	152,664
Total development administration	12,695	7,318,895	7,107,472	211,423
Economic Development				
Contractual services	-	3,000,000	3,000,000	-
Capital outlay	-	134	-	134
Total economic development	-	3,000,134	3,000,000	134
Neighborhood services				
Contractual services	-	65,000	65,000	-
Total neighborhood services	-	65,000	65,000	-
Housing				
Personal services	22,512	-	-	-
Materials and supplies	14,094	-	-	-
Contractual services	780,870	41,228	41,228	-
Other	-	567,762	558,362	9,400
Capital outlay	3,000	-	-	-
Total housing	820,476	608,990	599,590	9,400
Total development	833,171	10,993,019	10,772,062	220,957
Health				
Health				
Personal services	56,224	14,514	14,514	-
Materials and supplies	547	547	547	-
Contractual services	-	537,169	22,665	514,504
Total health	56,771	552,230	37,726	514,504
Total health	56,771	552,230	37,726	514,504
Total expenditures	1,121,734	13,988,221	12,853,360	1,134,861
Excess (deficiency) of revenues over expenditures	6,046,144	(6,820,343)	(5,685,482)	1,134,861
<b>Other financing sources (uses)</b>				
Operating transfers in	154,817	154,817	154,817	-
Operating transfers out	-	(250,658)	(202,577)	48,081
Total other financing sources (uses)	154,817	(95,841)	(47,760)	48,081
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	6,200,961	(6,916,184)	(5,733,242)	1,182,942
<b>Fund balance (deficit) at beginning of year</b>	(11,492,325)	(11,492,325)	(11,492,325)	-
<b>Lapsed encumbrances</b>	197,831	197,831	197,831	-
<b>Fund balance (deficit) at end of year</b>	\$ (5,093,533)	\$ (18,210,678)	\$ (17,027,736)	\$ 1,182,942

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Area Commissions**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-11

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Miscellaneous	\$ 1,297	\$ 1,297	\$ 1,297	\$ -
Total revenues	<u>1,297</u>	<u>1,297</u>	<u>1,297</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Development				
Neighborhood services				
Contractual services	-	54,000	42,000	12,000
Total neighborhood services	-	54,000	42,000	12,000
Total development	-	54,000	42,000	12,000
Total expenditures	-	54,000	42,000	12,000
Excess (deficiency) of revenues over expenditures	1,297	(52,703)	(40,703)	12,000
<b>Other financing sources (uses)</b>				
Operating transfers out	(47,016)	(47,016)	(47,016)	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(45,719)	(99,719)	(87,719)	12,000
<b>Fund balance at beginning of year</b>	41,439	41,439	41,439	-
<b>Lapsed encumbrances</b>	50,560	50,560	50,560	-
<b>Fund balance (deficit) at end of year</b>	\$ <u>46,280</u>	\$ <u>(7,720)</u>	\$ <u>4,280</u>	\$ <u>12,000</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Local Law Enforcement Block Grant**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-12

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Grants and subsidies	\$ 701,568	\$ 701,568	\$ 701,568	\$ -
Investment earnings	40,206	40,206	40,206	-
Total revenues	<u>741,774</u>	<u>741,774</u>	<u>741,774</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Public safety				
Police				
Personal services	89,253	89,253	89,253	-
Materials and supplies	-	253,233	234,795	18,438
Contractual services	-	101,267	36,484	64,783
Capital outlay	71,902	434,994	434,994	-
Total police	161,155	878,747	795,526	83,221
Total public safety	161,155	878,747	795,526	83,221
Total expenditures	161,155	878,747	795,526	83,221
Excess (deficiency) of revenues over expenditures	580,619	(136,973)	(53,752)	83,221
<b>Other financing sources (uses)</b>				
Operating transfers in	91,092	91,092	91,092	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	671,711	(45,881)	37,340	83,221
<b>Fund balance at beginning of year</b>	447,022	447,022	447,022	-
<b>Lapsed encumbrances</b>	299	299	299	-
<b>Fund balance at end of year</b>	\$ <u>1,119,032</u>	\$ <u>401,440</u>	\$ <u>484,661</u>	\$ <u>83,221</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Special Purpose**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-13

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<b>Variance with</b>
	<u>Original</u>	<u>Final</u>		<b>Final Budget-</b> <b>Positive</b> <b>(Negative)</b>
<b>Revenues</b>				
Charges for services	\$ 132,806	\$ 132,806	\$ 132,806	\$ -
Fines and forfeitures	51,329	51,329	51,329	-
Miscellaneous	863,290	863,290	863,290	-
Total revenues	<u>1,047,425</u>	<u>1,047,425</u>	<u>1,047,425</u>	<u>-</u>
<b>Expenditures</b>				
Current				
General government				
City auditor				
Materials and supplies	-	241	241	-
Contractual services	-	5,523	5,523	-
Total city auditor	<u>-</u>	<u>5,764</u>	<u>5,764</u>	<u>-</u>
City attorney				
Personal services	-	135,856	80,821	55,035
Total city attorney	<u>-</u>	<u>135,856</u>	<u>80,821</u>	<u>55,035</u>
Mayor				
Materials and supplies	-	1,000	346	654
Total mayor	<u>-</u>	<u>1,000</u>	<u>346</u>	<u>654</u>
Total general government	<u>-</u>	<u>142,620</u>	<u>86,931</u>	<u>55,689</u>
Public service				
Transportation				
Materials and supplies	-	1,568	100	1,468
Other	-	500	-	500
Total transportation	<u>-</u>	<u>2,068</u>	<u>100</u>	<u>1,968</u>
Total public service	<u>-</u>	<u>2,068</u>	<u>100</u>	<u>1,968</u>
Public safety				
Police				
Materials and supplies	-	13,350	7,010	6,340
Contractual services	-	41,233	17,672	23,561
Total police	<u>-</u>	<u>54,583</u>	<u>24,682</u>	<u>29,901</u>
Fire				
Materials and supplies	-	6,643	2,783	3,860
Total fire	<u>-</u>	<u>6,643</u>	<u>2,783</u>	<u>3,860</u>
Total public safety	<u>-</u>	<u>61,226</u>	<u>27,465</u>	<u>33,761</u>
Recreation and parks				
Recreation and parks				
Personal services	-	44,564	43,010	1,554
Materials and supplies	-	105,257	42,390	62,867
Contractual services	-	312,809	67,826	244,983
Capital outlay	-	1,243,033	210,440	1,032,593
Total recreation and parks	<u>-</u>	<u>1,705,663</u>	<u>363,666</u>	<u>1,341,997</u>
Total recreation and parks	<u>-</u>	<u>1,705,663</u>	<u>363,666</u>	<u>1,341,997</u>
Total expenditures	<u>-</u>	<u>1,911,577</u>	<u>478,162</u>	<u>1,433,415</u>
Excess (deficiency) of revenues over expenditures	1,047,425	(864,152)	569,263	1,433,415
<b>Other financing sources (uses)</b>				
Operating transfers in	<u>135,856</u>	<u>135,856</u>	<u>135,856</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	1,183,281	(728,296)	705,119	1,433,415
<b>Fund balance at beginning of year</b>	1,578,285	1,578,285	1,578,285	-
<b>Lapsed encumbrances</b>	55,505	55,505	55,505	-
<b>Fund balance at end of year</b>	<u>\$ 2,817,071</u>	<u>\$ 905,494</u>	<u>\$ 2,338,909</u>	<u>\$ 1,433,415</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Mayor's Education Charitable Trust**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-14

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Investment Earnings	\$ 8,739	\$ 8,739	\$ 8,739	\$ -
Miscellaneous	<u>320,364</u>	<u>320,364</u>	<u>320,364</u>	<u>-</u>
Total revenues	<u>329,103</u>	<u>329,103</u>	<u>329,103</u>	<u>-</u>
<b>Expenditures</b>				
Current				
General government				
Office of education				
Contractual services	<u>-</u>	<u>250,942</u>	<u>199,641</u>	<u>51,301</u>
Total office of education	<u>-</u>	<u>250,942</u>	<u>199,641</u>	<u>51,301</u>
Total general government	<u>-</u>	<u>250,942</u>	<u>199,641</u>	<u>51,301</u>
Total expenditures	<u>-</u>	<u>250,942</u>	<u>199,641</u>	<u>51,301</u>
Excess of revenues over expenditures	329,103	78,161	129,462	51,301
<b>Other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	329,103	78,161	129,462	51,301
<b>Fund balance (deficit) at beginning of year</b>	(2,431)	(2,431)	(2,431)	-
<b>Lapsed encumbrances</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance at end of year</b>	<u>\$ 326,672</u>	<u>\$ 75,730</u>	<u>\$ 127,031</u>	<u>\$ 51,301</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Driver Alcohol Treatment**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-15

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Shared revenues	\$ 150,137	\$ 150,137	\$ 150,137	\$ -
Fines and forfeitures	66,786	66,786	66,786	-
Total revenues	216,923	216,923	216,923	-
<b>Expenditures</b>				
Current				
General government				
Municipal court judges				
Contractual services	-	300,000	169,881	130,119
Total municipal court judges	-	300,000	169,881	130,119
Total general government	-	300,000	169,881	130,119
Public safety				
Police				
Contractual services	-	15,000	-	15,000
Total police	-	15,000	-	15,000
Total public safety	-	15,000	-	15,000
Total expenditures	-	315,000	169,881	145,119
Excess (deficiency) of revenues over expenditures	216,923	(98,077)	47,042	145,119
<b>Other financing sources (uses)</b>	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	216,923	(98,077)	47,042	145,119
<b>Fund balance at beginning of year</b>	830,754	830,754	830,754	-
<b>Lapsed encumbrances</b>	1,650	1,650	1,650	-
<b>Fund balance at end of year</b>	\$ 1,049,327	\$ 734,327	\$ 879,446	\$ 145,119

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Municipal Court Special Projects**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-16

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Fines and forfeitures	\$ 550,543	\$ 550,543	\$ 550,543	\$ -
Total revenues	550,543	550,543	550,543	-
<b>Expenditures</b>				
Current				
General government				
Municipal court judges				
Personal services	-	63,599	63,599	-
Contractual services	-	282,723	282,723	-
Total municipal court judges	-	346,322	346,322	-
Total general government	-	346,322	346,322	-
Total expenditures	-	346,322	346,322	-
Excess of revenues over expenditures	550,543	204,221	204,221	-
<b>Other financing sources (uses)</b>	-	-	-	-
Excess of revenues and other financing sources over expenditures and other uses	550,543	204,221	204,221	-
<b>Fund balance at beginning of year</b>	-	-	-	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance at end of year</b>	\$ 550,543	\$ 204,221	\$ 204,221	\$ -

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Municipal Court Clerk**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-17

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Fines and forfeitures	\$ 2,479,978	\$ 2,479,978	\$ 2,479,978	\$ -
Total revenues	<u>2,479,978</u>	<u>2,479,978</u>	<u>2,479,978</u>	<u>-</u>
<b>Expenditures</b>				
Current				
General government				
Municipal court judges				
Personal services	107,593	285,944	272,723	13,221
Materials and supplies	69,100	87,320	69,778	17,542
Contractual services	308,750	377,970	303,790	74,180
Capital outlay	135,000	110,000	70,569	39,431
Total municipal court judges	<u>620,443</u>	<u>861,234</u>	<u>716,860</u>	<u>144,374</u>
Municipal court clerk				
Personal services	523,188	523,188	503,490	19,698
Materials and supplies	309,700	309,700	193,569	116,131
Contractual services	864,480	1,039,680	708,259	331,421
Capital outlay	1,005,000	829,800	746,824	82,976
Total municipal court clerk	<u>2,702,368</u>	<u>2,702,368</u>	<u>2,152,142</u>	<u>550,226</u>
Total general government	<u>3,322,811</u>	<u>3,563,602</u>	<u>2,869,002</u>	<u>694,600</u>
Total expenditures	<u>3,322,811</u>	<u>3,563,602</u>	<u>2,869,002</u>	<u>694,600</u>
Excess (deficiency) of revenues over expenditures	(842,833)	(1,083,624)	(389,024)	694,600
<b>Other financing sources (uses)</b>				
Operating transfers out	-	(55,760)	(48,081)	7,679
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(842,833)	(1,139,384)	(437,105)	702,279
<b>Fund balance at beginning of year</b>	2,778,262	2,778,262	2,778,262	-
<b>Lapsed encumbrances</b>	64,206	64,206	64,206	-
<b>Fund balance at end of year</b>	<u>\$ 1,999,635</u>	<u>\$ 1,703,084</u>	<u>\$ 2,405,363</u>	<u>\$ 702,279</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Columbus Community Relations**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-18

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Miscellaneous	\$ 13,281	\$ 13,281	\$ 13,281	\$ -
Total revenues	<u>13,281</u>	<u>13,281</u>	<u>13,281</u>	<u>-</u>
<b>Expenditures</b>				
Current				
General government				
Community relations				
Materials and supplies	-	3,000	2,413	587
Contractual services	-	17,350	16,980	370
Total community relations	<u>-</u>	<u>20,350</u>	<u>19,393</u>	<u>957</u>
Total general government	<u>-</u>	<u>20,350</u>	<u>19,393</u>	<u>957</u>
Excess (deficiency) of revenues over expenditures	13,281	(7,069)	(6,112)	957
<b>Other financing sources (uses)</b>	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	13,281	(7,069)	(6,112)	957
<b>Fund balance at beginning of year</b>	15,206	15,206	15,206	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance at end of year</b>	<u>\$ 28,487</u>	<u>\$ 8,137</u>	<u>\$ 9,094</u>	<u>\$ 957</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Housing/Business Tax Incentives**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-19

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Licenses and permits	\$ 100,250	\$ 100,250	\$ 100,250	\$ -
<b>Expenditures</b>				
Current				
Development				
Economic development				
Personal services	-	54,750	54,399	351
Total economic development	-	54,750	54,399	351
Total expenditures	-	54,750	54,399	351
Excess of revenues over expenditures	100,250	45,500	45,851	351
<b>Other financing sources (uses)</b>	-	-	-	-
Excess of revenues and other financing sources over expenditures and other uses	100,250	45,500	45,851	351
<b>Fund balance at beginning of year</b>	77,444	77,444	77,444	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance at end of year</b>	<u>\$ 177,694</u>	<u>\$ 122,944</u>	<u>\$ 123,295</u>	<u>\$ 351</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Hester Dysart Paramedic Education**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-20

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Investment earnings	\$ 7,639	\$ 7,639	\$ 7,639	\$ -
Other	50	50	50	-
Total revenues	<u>7,689</u>	<u>7,689</u>	<u>7,689</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Public safety				
Fire				
Contractual services	-	20,000	8,140	11,860
Capital outlay	-	38,864	38,864	-
Total fire	-	58,864	47,004	11,860
Total public safety	-	58,864	47,004	11,860
Total expenditures	-	58,864	47,004	11,860
Excess (deficiency) of revenues over expenditures	7,689	(51,175)	(39,315)	11,860
<b>Other financing sources (uses)</b>	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	7,689	(51,175)	(39,315)	11,860
<b>Fund balance at beginning of year</b>	182,523	182,523	182,523	-
<b>Lapsed encumbrances</b>	202	202	202	-
<b>Fund balance at end of year</b>	<u>\$ 190,414</u>	<u>\$ 131,550</u>	<u>\$ 143,410</u>	<u>\$ 11,860</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Hotel-Motel Tax**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-21

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Miscellaneous	\$ 6,496,843	\$ 6,496,843	\$ 6,496,843	\$ -
Total revenues	<u>6,496,843</u>	<u>6,496,843</u>	<u>6,496,843</u>	<u>-</u>
<b>Expenditures</b>				
Current				
General government				
City council				
Contractual services	14,120,000	14,120,000	6,399,390	7,720,610
Total city council	<u>14,120,000</u>	<u>14,120,000</u>	<u>6,399,390</u>	<u>7,720,610</u>
Total general government	<u>14,120,000</u>	<u>14,120,000</u>	<u>6,399,390</u>	<u>7,720,610</u>
Total expenditures	<u>14,120,000</u>	<u>14,120,000</u>	<u>6,399,390</u>	<u>7,720,610</u>
Excess (deficiency) of revenues over expenditures	(7,623,157)	(7,623,157)	97,453	7,720,610
<b>Other financing sources (uses)</b>				
Operating transfers out	<u>-</u>	<u>(75,900)</u>	<u>(75,900)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(7,623,157)	(7,699,057)	21,553	7,720,610
<b>Fund balance (deficit) at beginning of year</b>	(188,757)	(188,757)	(188,757)	-
<b>Lapsed encumbrances</b>	345,395	345,395	345,395	-
<b>Fund balance (deficit) at end of year</b>	<u>\$ (7,466,519)</u>	<u>\$ (7,542,419)</u>	<u>\$ 178,191</u>	<u>\$ 7,720,610</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Emergency Human Services**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-22

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Licenses and permits	\$ 6,783	\$ 6,783	\$ 6,783	\$ -
Miscellaneous	905,440	905,440	905,440	-
Total revenues	<u>912,223</u>	<u>912,223</u>	<u>912,223</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Development				
Neighborhood services				
Contractual services	-	694,476	694,476	-
Total neighborhood services	<u>-</u>	<u>694,476</u>	<u>694,476</u>	<u>-</u>
Housing				
Contractual services	-	351,030	351,030	-
Total housing	<u>-</u>	<u>351,030</u>	<u>351,030</u>	<u>-</u>
Total development	<u>-</u>	<u>1,045,506</u>	<u>1,045,506</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>1,045,506</u>	<u>1,045,506</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	912,223	(133,283)	(133,283)	-
<b>Other financing sources (uses)</b>				
Operating transfers out	<u>-</u>	<u>(70,500)</u>	<u>(70,500)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	912,223	(203,783)	(203,783)	-
<b>Fund balance at beginning of year</b>	1,282,258	1,282,258	1,282,258	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance at end of year</b>	<u>\$ 2,194,481</u>	<u>\$ 1,078,475</u>	<u>\$ 1,078,475</u>	<u>\$ -</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Private Leisure Assistance For Youth**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-23

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Investment earnings	\$ 2,761	\$ 2,761	\$ 2,761	\$ -
Other	59,181	59,181	59,181	-
Total revenues	<u>61,942</u>	<u>61,942</u>	<u>61,942</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Recreation and parks				
Recreation and parks				
Materials and supplies	-	21,258	13,287	7,971
Contractual services	-	72,713	43,156	29,557
Total recreation and parks	<u>-</u>	<u>93,971</u>	<u>56,443</u>	<u>37,528</u>
Total recreation and parks	<u>-</u>	<u>93,971</u>	<u>56,443</u>	<u>37,528</u>
Total expenditures	<u>-</u>	<u>93,971</u>	<u>56,443</u>	<u>37,528</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	61,942	(32,029)	5,499	37,528
<b>Fund balance at beginning of year</b>	426,615	426,615	426,615	-
<b>Lapsed encumbrances</b>	2,267	2,267	2,267	-
<b>Fund balance at end of year</b>	<u>\$ 490,824</u>	<u>\$ 396,853</u>	<u>\$ 434,381</u>	<u>\$ 37,528</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Tree Replacement**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-24

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Other revenue	\$ 38,324	\$ 38,324	\$ 38,324	\$ -
Total revenues	<u>38,324</u>	<u>38,324</u>	<u>38,324</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Recreation and parks				
Recreation and parks				
Materials and supplies	-	59,045	33,903	25,142
Other	-	1,000	500	500
Total recreation and parks	<u>-</u>	<u>60,045</u>	<u>34,403</u>	<u>25,642</u>
Total recreation and parks	<u>-</u>	<u>60,045</u>	<u>34,403</u>	<u>25,642</u>
Total expenditures	<u>-</u>	<u>60,045</u>	<u>34,403</u>	<u>25,642</u>
Excess (deficiency) of revenues over expenditures	38,324	(21,721)	3,921	25,642
<b>Other financing sources (uses)</b>	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	38,324	(21,721)	3,921	25,642
<b>Fund balance at beginning of year</b>	60,045	60,045	60,045	-
<b>Lapsed encumbrances</b>	11,377	11,377	11,377	-
<b>Fund balance at end of year</b>	<u>\$ 109,746</u>	<u>\$ 49,701</u>	<u>\$ 75,343</u>	<u>\$ 25,642</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Gatrell Arts and Vocational Rehabilitation**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-25

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Other revenue	\$ 3,145	\$ 3,145	\$ 3,145	\$ -
Total revenues	<u>3,145</u>	<u>3,145</u>	<u>3,145</u>	<u>-</u>
<b>Expenditures</b>				
Recreation and parks				
Recreation and parks				
Contractual services	-	1,990	-	1,990
Total recreation and parks	-	1,990	-	1,990
Total recreation and parks	-	1,990	-	1,990
Total expenditures	-	1,990	-	1,990
Excess of revenues over expenditures	3,145	1,155	3,145	1,990
<b>Other financing sources (uses)</b>	-	-	-	-
Excess of revenues and other financing sources over expenditures and other uses	3,145	1,155	3,145	1,990
<b>Fund balance at beginning of year</b>	31,083	31,083	31,083	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance at end of year</b>	<u>\$ 34,228</u>	<u>\$ 32,238</u>	<u>\$ 34,228</u>	<u>\$ 1,990</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Columbus Housing**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-26

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Miscellaneous	\$ 931,118	\$ 931,118	\$ 931,118	\$ -
Total revenues	<u>931,118</u>	<u>931,118</u>	<u>931,118</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Development				
Development administration				
Contractual services	-	1,011,000	931,118	79,882
Total development administration	-	1,011,000	931,118	79,882
Total development	-	1,011,000	931,118	79,882
Total expenditures	-	1,011,000	931,118	79,882
Excess (deficiency) of revenues over expenditures	931,118	(79,882)	-	79,882
<b>Other financing sources (uses)</b>	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	931,118	(79,882)	-	79,882
<b>Fund balance (deficit) at beginning of year</b>	(65,899)	(65,899)	(65,899)	-
<b>Lapsed encumbrances</b>	65,899	65,899	65,899	-
<b>Fund balance (deficit) at end of year</b>	<u>\$ 931,118</u>	<u>\$ (79,882)</u>	<u>\$ -</u>	<u>\$ 79,882</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Development Services**  
**Budget Basis**

Exhibit B-27

**Year ended December 31, 2002**

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Licenses and permits	\$ 14,191,669	\$ 14,191,669	\$ 14,191,669	\$ -
Charges for services	7,801,331	7,801,331	7,801,331	-
Miscellaneous	59,211	59,211	59,211	-
Total revenues	<u>22,052,211</u>	<u>22,052,211</u>	<u>22,052,211</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Public safety				
Fire				
Personal services	129,570	129,570	117,806	11,764
Contractual services	5,865	5,865	1,731	4,134
Total fire	<u>135,435</u>	<u>135,435</u>	<u>119,537</u>	<u>15,898</u>
Total public safety	<u>135,435</u>	<u>135,435</u>	<u>119,537</u>	<u>15,898</u>
Development				
Building services				
Personal Services	11,284,564	10,879,296	9,632,919	1,246,377
Materials and supplies	436,172	153,671	96,831	56,840
Contractual services	1,529,967	2,259,991	1,951,406	308,585
Other	19,160	19,160	15,265	3,895
Capital outlay	61,400	19,144	19,144	-
Total building services	<u>13,331,263</u>	<u>13,331,262</u>	<u>11,715,565</u>	<u>1,615,697</u>
Total development	<u>13,331,263</u>	<u>13,331,262</u>	<u>11,715,565</u>	<u>1,615,697</u>
Public Service				
Service director				
Personal services	352,485	352,485	252,341	100,144
Total service director	<u>352,485</u>	<u>352,485</u>	<u>252,341</u>	<u>100,144</u>
Transportation				
Personal services	8,438,476	8,428,476	6,601,424	1,827,052
Materials and supplies	80,300	80,300	38,298	42,002
Contractual services	1,339,099	1,539,099	1,437,470	101,629
Other	5,000	17,334	12,750	4,584
Capital outlay	180,554	178,220	95,880	82,340
Total transportation	<u>10,043,429</u>	<u>10,243,429</u>	<u>8,185,822</u>	<u>2,057,607</u>
Total public service	<u>10,395,914</u>	<u>10,595,914</u>	<u>8,438,163</u>	<u>2,157,751</u>
Total expenditures	<u>23,862,612</u>	<u>24,062,611</u>	<u>20,273,265</u>	<u>3,789,346</u>
Excess (deficiency) of revenues over expenditures	(1,810,401)	(2,010,400)	1,778,946	3,789,346
<b>Other financing sources (uses)</b>				
Operating transfers in	-	1,855,342	1,855,342	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(1,810,401)	(155,058)	3,634,288	3,789,346
<b>Fund balance at beginning of year</b>	-	-	-	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance (deficit) at end of year</b>	<u>\$ (1,810,401)</u>	<u>\$ (155,058)</u>	<u>\$ 3,634,288</u>	<u>\$ 3,789,346</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Urban Development Action Grants**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-28

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Miscellaneous	\$ 66,668	\$ 66,668	\$ 66,668	\$ -
Total revenues	<u>66,668</u>	<u>66,668</u>	<u>66,668</u>	<u>-</u>
<b>Expenditures</b>				
Current				
General government				
Finance				
Contractual services	-	66,668	66,368	300
Total finance	<u>-</u>	<u>66,668</u>	<u>66,368</u>	<u>300</u>
Total expenditures	<u>-</u>	<u>66,668</u>	<u>66,368</u>	<u>300</u>
Excess of revenues over expenditures	66,668	-	300	300
<b>Fund balance at beginning of year</b>	56,722	56,722	56,722	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance at end of year</b>	<u>\$ 123,390</u>	<u>\$ 56,722</u>	<u>\$ 57,022</u>	<u>\$ 300</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Community Development Act**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-29

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u>
	<u>Original</u>	<u>Final</u>		<u>Positive</u> <u>(Negative)</u>
<b>Revenues</b>				
Grants and subsidies	\$ 9,791,642	\$ 9,791,642	\$ 9,791,642	\$ -
Investment earnings	63,806	63,806	63,806	-
License and permits	514	514	514	-
Charges for services	174,220	174,220	174,220	-
Miscellaneous	4,654,331	4,654,331	4,654,331	-
Total revenues	<u>14,684,513</u>	<u>14,684,513</u>	<u>14,684,513</u>	<u>-</u>
<b>Expenditures</b>				
Current				
General government				
Office of education				
Personal services	250,000	250,000	248,989	1,011
Contractual services	5,266	25,266	20,000	5,266
Total office of education	<u>255,266</u>	<u>275,266</u>	<u>268,989</u>	<u>6,277</u>
Finance				
Personal services	431,472	431,472	382,610	48,862
Materials and supplies	7,400	7,400	2,668	4,732
Contractual services	434,014	434,014	422,863	11,151
Other	105,000	85,000	81,345	3,655
Total Finance	<u>977,886</u>	<u>957,886</u>	<u>889,486</u>	<u>68,400</u>
Total general government	<u>1,233,152</u>	<u>1,233,152</u>	<u>1,158,475</u>	<u>74,677</u>
Public service				
Refuse				
Personal services	15,000	15,000	7,781	7,219
Materials and supplies	17,000	17,000	13,183	3,817
Contractual services	168,000	168,000	141,004	26,996
Total refuse	<u>200,000</u>	<u>200,000</u>	<u>161,968</u>	<u>38,032</u>
Transportation				
Personal services	151,071	151,071	113,738	37,333
Contractual services	10,000	10,000	-	10,000
Total transportation	<u>161,071</u>	<u>161,071</u>	<u>113,738</u>	<u>47,333</u>
Total public service	<u>361,071</u>	<u>361,071</u>	<u>275,706</u>	<u>85,365</u>
Development				
Development administration				
Personal services	774,129	774,129	730,421	43,708
Materials and supplies	7,646	7,646	-	7,646
Contractual services	37,401	37,401	13,820	23,581
Total development administration	<u>819,176</u>	<u>819,176</u>	<u>744,241</u>	<u>74,935</u>
Economic development				
Personal services	1,152,672	1,152,672	1,065,378	87,294
Materials and supplies	14,100	14,100	5,363	8,737
Contractual services	1,073,854	1,073,854	1,025,417	48,437
Other	1,485,000	3,597,318	3,596,762	556
Total economic development	<u>3,725,626</u>	<u>5,837,944</u>	<u>5,692,920</u>	<u>145,024</u>
Neighborhood services				
Personal services	834,840	834,840	812,890	21,950
Materials and supplies	12,500	12,500	-	12,500
Contractual services	685,367	718,824	438,380	280,444
Other	16,742	16,742	-	16,742
Capital outlay	33,457	-	-	-
Total neighborhood services	<u>1,582,906</u>	<u>1,582,906</u>	<u>1,251,270</u>	<u>331,636</u>

(Continued)

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Community Development Act**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-29 (Continued)

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<b>Variance with</b> <b>Final Budget-</b>
	<u>Original</u>	<u>Final</u>		<b>Positive</b> <b>(Negative)</b>
Housing				
Personal services	1,926,640	1,926,640	1,797,025	129,615
Materials and supplies	38,733	38,733	28,902	9,831
Contractual services	1,779,521	1,897,521	1,863,401	34,120
Other	2,945,000	3,465,000	3,453,340	11,660
Capital outlay	38,000	-	-	-
Total housing	<u>6,727,894</u>	<u>7,327,894</u>	<u>7,142,668</u>	<u>185,226</u>
Total development	<u>12,855,602</u>	<u>15,567,920</u>	<u>14,831,099</u>	<u>736,821</u>
Health				
Health				
Personal services	321,435	321,435	308,352	13,083
Materials and supplies	4,319	4,319	2,729	1,590
Contractual services	13,975	13,975	13,383	592
Total health	<u>339,729</u>	<u>339,729</u>	<u>324,464</u>	<u>15,265</u>
Total health	<u>339,729</u>	<u>339,729</u>	<u>324,464</u>	<u>15,265</u>
Recreation and parks				
Recreation and parks				
Personal services	184,194	184,194	182,936	1,258
Materials and supplies	17,505	17,505	15,331	2,174
Contractual services	73,558	73,558	60,465	13,093
Other	1,000	1,000	670	330
Capital outlay	45,000	45,000	45,000	-
Total recreation and parks	<u>321,257</u>	<u>321,257</u>	<u>304,402</u>	<u>16,855</u>
Total recreation and parks	<u>321,257</u>	<u>321,257</u>	<u>304,402</u>	<u>16,855</u>
Total expenditures	<u>15,110,811</u>	<u>17,823,129</u>	<u>16,894,146</u>	<u>928,983</u>
Excess (deficiency) of revenues over expenditures	(426,298)	(3,138,616)	(2,209,633)	928,983
<b>Other financing sources (uses)</b>				
Transfers out	<u>(55,110)</u>	<u>(55,110)</u>	<u>(55,110)</u>	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(481,408)	(3,193,726)	(2,264,743)	928,983
<b>Fund balance (deficit) at beginning of year</b>	(7,137,998)	(7,137,998)	(7,137,998)	-
<b>Lapsed encumbrances</b>	1,638,903	1,638,903	1,638,903	-
<b>Fund balance (deficit) at end of year</b>	<u>\$ (5,980,503)</u>	<u>\$ (8,692,821)</u>	<u>\$ (7,763,838)</u>	<u>\$ 928,983</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Health**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-30

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Grants and subsidies	\$ 4,800	\$ 4,800	\$ 4,800	\$ -
Licenses and permits	1,547,938	1,547,938	1,547,938	-
Charges for services	4,039,205	4,039,205	4,039,205	-
Miscellaneous	169,487	169,487	169,487	-
Total revenues	<u>5,761,430</u>	<u>5,761,430</u>	<u>5,761,430</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Health				
Health				
Personal services	15,140,234	15,150,234	14,931,683	218,551
Materials and supplies	800,255	690,438	565,915	124,523
Contractual services	9,364,092	9,991,841	9,991,841	-
Other	3,500	10,000	5,234	4,766
Capital outlay	8,000	15,000	9,783	5,217
Total health	<u>25,316,081</u>	<u>25,857,513</u>	<u>25,504,456</u>	<u>353,057</u>
Total health	<u>25,316,081</u>	<u>25,857,513</u>	<u>25,504,456</u>	<u>353,057</u>
Total expenditures	<u>25,316,081</u>	<u>25,857,513</u>	<u>25,504,456</u>	<u>353,057</u>
Excess (deficiency) of revenues over expenditures	(19,554,651)	(20,096,083)	(19,743,026)	353,057
<b>Other financing sources (uses)</b>				
Operating transfers in	18,860,079	18,860,079	18,860,079	-
Operating transfers out	(502,932)	(282,000)	(282,000)	-
Total other financing sources (uses)	<u>18,357,147</u>	<u>18,578,079</u>	<u>18,578,079</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(1,197,504)	(1,518,004)	(1,164,947)	353,057
<b>Fund balance at beginning of year</b>	1,180,452	1,180,452	1,180,452	-
<b>Lapsed encumbrances</b>	389,859	389,859	389,859	-
<b>Fund balance at end of year</b>	<u>\$ 372,807</u>	<u>\$ 52,307</u>	<u>\$ 405,364</u>	<u>\$ 353,057</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Health Department Grants**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-31

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Grants and subsidies	\$ 10,485,288	\$ 10,485,288	\$ 10,485,288	\$ -
Charges for service	804,308	804,308	804,308	-
Miscellaneous	169,795	169,795	169,795	-
Total revenues	11,459,391	11,459,391	11,459,391	-
<b>Expenditures</b>				
Current				
Health				
Health				
Personal services	-	8,637,357	7,478,844	1,158,513
Materials and supplies	-	769,400	687,356	82,044
Contractual services	-	4,167,040	3,030,013	1,137,027
Other	-	607,846	88,073	519,773
Capital outlay	-	66,840	45,800	21,040
Total health	-	14,248,483	11,330,086	2,918,397
Total health	-	14,248,483	11,330,086	2,918,397
Total expenditures	-	14,248,483	11,330,086	2,918,397
Excess (deficiency) of revenues over expenditures	11,459,391	(2,789,092)	129,305	2,918,397
<b>Other financing sources (uses)</b>				
Operating transfers in	282,000	282,000	282,000	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	11,741,391	(2,507,092)	411,305	2,918,397
<b>Fund balance (deficit) at beginning of year</b>	(543,375)	(543,375)	(543,375)	-
<b>Lapsed encumbrances</b>	38,943	38,943	38,943	-
<b>Fund balance (deficit) at end of year</b>	\$ 11,236,959	\$ (3,011,524)	\$ (93,127)	\$ 2,918,397

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Storm Sewer Maintenance**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-32

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Investment earnings	\$ 507,374	\$ 507,374	\$ 507,374	\$ -
Charges for services	19,815,917	19,815,917	19,815,917	-
Miscellaneous	154,946	154,946	154,946	-
Total revenues	20,478,237	20,478,237	20,478,237	-
<b>Expenditures</b>				
Current				
Public utilities				
Storm sewers				
Personal services	2,263,071	2,263,071	1,970,294	292,777
Materials and supplies	20,000	20,000	2,188	17,812
Contractual services	10,723,000	10,575,408	9,968,147	607,261
Other	10,000	157,656	155,380	2,276
Total storm sewers	13,016,071	13,016,135	12,096,009	920,126
Total public utilities	13,016,071	13,016,135	12,096,009	920,126
Total expenditures	13,016,071	13,016,135	12,096,009	920,126
Excess of revenues over expenditures	7,462,166	7,462,102	8,382,228	920,126
<b>Other financing sources (uses)</b>				
Operating transfers out	(4,921,151)	(5,076,097)	(4,650,172)	425,925
Excess of revenues and other financing sources over expenditures and other uses	2,541,015	2,386,005	3,732,056	1,346,051
<b>Fund balance at beginning of year</b>	5,521,130	5,521,130	5,521,130	-
<b>Lapsed encumbrances</b>	2,003,926	2,003,926	2,003,926	-
<b>Fund balance at end of year</b>	\$ 10,066,071	\$ 9,911,061	\$ 11,257,112	\$ 1,346,051

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**County Auto License**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-33

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Shared revenues	\$ 2,306,000	\$ 2,306,000	\$ 2,306,000	\$ -
Total revenues	<u>2,306,000</u>	<u>2,306,000</u>	<u>2,306,000</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Public service				
Transportation				
Contractual services	-	976,000	976,000	-
Capital outlay	-	<u>1,372,406</u>	<u>1,330,000</u>	<u>42,406</u>
Total transportation	-	<u>2,348,406</u>	<u>2,306,000</u>	<u>42,406</u>
Total public service	-	<u>2,348,406</u>	<u>2,306,000</u>	<u>42,406</u>
Total expenditures	-	<u>2,348,406</u>	<u>2,306,000</u>	<u>42,406</u>
Excess (deficiency) of revenues over expenditures	2,306,000	(42,406)	-	42,406
<b>Fund balance at beginning of year</b>	42,406	42,406	42,406	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance at end of year</b>	<u>\$ 2,348,406</u>	<u>\$ -</u>	<u>\$ 42,406</u>	<u>\$ 42,406</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Street Construction Maintenance and Repair**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-34

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Investment earnings	\$ 119,260	\$ 119,260	\$ 119,260	\$ -
Licenses and permits	903,774	903,774	903,774	-
Shared revenues	20,498,644	20,498,644	20,498,644	-
Charges for services	6,414,988	6,414,988	6,414,988	-
Miscellaneous	439,254	439,254	439,254	-
Total revenues	<u>28,375,920</u>	<u>28,375,920</u>	<u>28,375,920</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Public service				
Service director				
Personal services	1,237,111	1,237,111	1,024,700	212,411
Total service director	<u>1,237,111</u>	<u>1,237,111</u>	<u>1,024,700</u>	<u>212,411</u>
Transportation				
Personal services	17,058,247	18,554,138	18,297,427	256,711
Materials and supplies	1,671,198	1,271,198	1,141,227	129,971
Contractual services	5,757,589	7,067,698	6,159,186	908,512
Capital outlay	321,221	121,221	101,411	19,810
Total transportation	<u>24,808,255</u>	<u>27,014,255</u>	<u>25,699,251</u>	<u>1,315,004</u>
Total public service	<u>26,045,366</u>	<u>28,251,366</u>	<u>26,723,951</u>	<u>1,527,415</u>
Total expenditures	<u>26,045,366</u>	<u>28,251,366</u>	<u>26,723,951</u>	<u>1,527,415</u>
Excess of revenues over expenditures	2,330,554	124,554	1,651,969	1,527,415
<b>Other financing sources (uses)</b>				
Operating transfers out	(304,835)	-	-	-
Excess of revenues and other financing sources over expenditures and other uses	2,025,719	124,554	1,651,969	1,527,415
<b>Fund balance at beginning of year</b>	1,433,441	1,433,441	1,433,441	-
<b>Lapsed encumbrances</b>	183,009	183,009	183,009	-
<b>Fund balance at end of year</b>	<u>\$ 3,642,169</u>	<u>\$ 1,741,004</u>	<u>\$ 3,268,419</u>	<u>\$ 1,527,415</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Municipal Motor Vehicle Tax**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-35

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u>
	<u>Original</u>	<u>Final</u>		<u>Positive</u> <u>(Negative)</u>
<b>Revenues</b>				
Miscellaneous	\$ 2,981,950	\$ 2,981,950	\$ 2,981,950	\$ -
<b>Total revenues</b>	<u>2,981,950</u>	<u>2,981,950</u>	<u>2,981,950</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Public service				
Transportation				
Materials and supplies	-	930,000	900,000	30,000
Contractual services	-	1,740,258	1,501,161	239,097
Capital outlay	-	354,414	265,814	88,600
<b>Total transportation</b>	<u>-</u>	<u>3,024,672</u>	<u>2,666,975</u>	<u>357,697</u>
<b>Total public service</b>	<u>-</u>	<u>3,024,672</u>	<u>2,666,975</u>	<u>357,697</u>
<b>Total expenditures</b>	<u>-</u>	<u>3,024,672</u>	<u>2,666,975</u>	<u>357,697</u>
Excess (deficiency) of revenues over expenditures	2,981,950	(42,722)	314,975	357,697
<b>Other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	2,981,950	(42,722)	314,975	357,697
<b>Fund balance at beginning of year</b>	654,455	654,455	654,455	-
<b>Lapsed encumbrances</b>	502,489	502,489	502,489	-
<b>Fund balance at end of year</b>	<u>\$ 4,138,894</u>	<u>\$ 1,114,222</u>	<u>\$ 1,471,919</u>	<u>\$ 357,697</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Treasury Investment Earnings**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-36

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u>
	<u>Original</u>	<u>Final</u>		<u>Positive</u> <u>(Negative)</u>
<b>Revenues</b>	\$ -	\$ -	\$ -	\$ -
<b>Expenditures</b>				
Current				
General government				
City auditor				
Other	-	2,612,710	2,612,710	-
<b>Total city auditor</b>	<u>-</u>	<u>2,612,710</u>	<u>2,612,710</u>	<u>-</u>
<b>Total general government</b>	<u>-</u>	<u>2,612,710</u>	<u>2,612,710</u>	<u>-</u>
<b>Total expenditures</b>	<u>-</u>	<u>2,612,710</u>	<u>2,612,710</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	(2,612,710)	(2,612,710)	-
<b>Other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	-	(2,612,710)	(2,612,710)	-
<b>Fund balance at beginning of year</b>	2,672,353	2,672,353	2,672,353	-
<b>Lapsed encumbrances</b>	17,658	17,658	17,658	-
<b>Fund balance at end of year</b>	<u>\$ 2,690,011</u>	<u>\$ 77,301</u>	<u>\$ 77,301</u>	<u>\$ -</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Golf Course Operations**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-37

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<b>Variance with Final Budget- Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Charges for services	\$ 4,326,677	\$ 4,326,677	\$ 4,326,677	\$ -
Miscellaneous	17,044	17,044	17,044	-
Total revenues	<u>4,343,721</u>	<u>4,343,721</u>	<u>4,343,721</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Recreation and parks				
Golf				
Personal services	3,042,243	3,042,243	2,931,256	110,987
Materials and supplies	486,100	459,087	411,678	47,409
Contractual services	1,172,515	1,197,515	1,097,031	100,484
Other	3,200	3,200	2,378	822
Capital outlay	230,900	232,913	232,913	-
Total golf	<u>4,934,958</u>	<u>4,934,958</u>	<u>4,675,256</u>	<u>259,702</u>
Total recreation and parks	<u>4,934,958</u>	<u>4,934,958</u>	<u>4,675,256</u>	<u>259,702</u>
Total expenditures	<u>4,934,958</u>	<u>4,934,958</u>	<u>4,675,256</u>	<u>259,702</u>
Excess (deficiency) of revenues over expenditures	(591,237)	(591,237)	(331,535)	259,702
<b>Other financing sources (uses)</b>				
Operating transfers out	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(591,237)	(591,237)	(331,535)	259,702
<b>Fund balance at beginning of year</b>	1,315,853	1,315,853	1,315,853	-
<b>Lapsed encumbrances</b>	209,604	209,604	209,604	-
<b>Fund balance at end of year</b>	<u>\$ 934,220</u>	<u>\$ 934,220</u>	<u>\$ 1,193,922</u>	<u>\$ 259,702</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Recreation and Parks Operations**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-38

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Charges for services	\$ 2,474,185	\$ 2,474,185	\$ 2,474,185	\$ -
Miscellaneous	539,227	539,227	539,227	-
Total revenues	3,013,412	3,013,412	3,013,412	-
<b>Expenditures</b>				
Current				
Recreation and parks				
Recreation and parks				
Personal services	23,222,503	23,854,713	23,820,857	33,856
Materials and supplies	1,245,900	1,321,888	1,313,697	8,191
Contractual services	5,877,816	5,836,501	5,799,709	36,792
Other	64,000	100,750	94,182	6,568
Capital outlay	282,000	282,843	282,703	140
Total recreation and parks	30,692,219	31,396,695	31,311,148	85,547
Total recreation and parks	30,692,219	31,396,695	31,311,148	85,547
Total expenditures	30,692,219	31,396,695	31,311,148	85,547
Excess (deficiency) of revenues over expenditures	(27,678,807)	(28,383,283)	(28,297,736)	85,547
<b>Other financing sources (uses)</b>				
Operating transfers in	27,242,440	27,242,440	27,242,440	-
Operating transfers out	(189,520)	(189,520)	(189,520)	-
Total other financing sources (uses)	27,052,920	27,052,920	27,052,920	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(625,887)	(1,330,363)	(1,244,816)	85,547
<b>Fund balance at beginning of year</b>	283,054	283,054	283,054	-
<b>Lapsed encumbrances</b>	350,280	350,280	350,280	-
<b>Fund balance (deficit) at end of year</b>	\$ 7,447	\$ (697,029)	\$ (611,482)	\$ 85,547

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Recreation & Parks Grants**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-39

	Budgeted Amounts		Actual Amounts	Variance with Final Budget- Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Grants and subsidies	\$ 39,395,457	\$ 39,395,457	\$ 39,395,457	\$ -
Investment earnings	44,175	44,175	44,175	-
Charges for service	441,719	441,719	441,719	-
Miscellaneous	129,441	129,441	129,441	-
Total revenues	40,010,792	40,010,792	40,010,792	-
<b>Expenditures</b>				
Current				
Recreation and parks				
Recreation and parks				
Personal services	-	10,446,246	7,347,740	3,098,506
Materials and supplies	-	230,794	190,372	40,422
Contractual services	-	29,363,855	27,635,009	1,728,846
Other	2,917	64,184	64,184	-
Capital outlay	-	14,510,029	10,034,145	4,475,884
Total recreation and parks	2,917	54,615,108	45,271,450	9,343,658
Total recreation and parks	2,917	54,615,108	45,271,450	9,343,658
Total expenditures	2,917	54,615,108	45,271,450	9,343,658
Excess (deficiency) of revenues over expenditures	40,007,875	(14,604,316)	(5,260,658)	9,343,658
<b>Other financing sources (uses)</b>				
Operating transfers in	189,520	189,520	189,520	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	40,197,395	(14,414,796)	(5,071,138)	9,343,658
<b>Fund balance (deficit) at beginning of year</b>	(20,825,776)	(20,825,776)	(20,825,776)	-
<b>Lapsed encumbrances</b>	50,056	50,056	50,056	-
<b>Fund balance (deficit) at end of year</b>	\$ 19,421,675	\$ (35,190,516)	\$ (25,846,858)	\$ 9,343,658

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Private Grants**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-40

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Grants and subsidies	\$ 647,199	\$ 647,199	\$ 647,199	\$ -
Miscellaneous	391,342	391,342	391,342	-
Total revenues	<u>1,038,541</u>	<u>1,038,541</u>	<u>1,038,541</u>	<u>-</u>
<b>Expenditures</b>				
Current				
General government				
Office of education				
Personal services	-	173,220	142,741	30,479
Materials and supplies	9,171	6,171	6,171	-
Contractual services	30,952	565,702	565,702	-
Total office of education	<u>40,123</u>	<u>745,093</u>	<u>714,614</u>	<u>30,479</u>
Total general government	<u>40,123</u>	<u>745,093</u>	<u>714,614</u>	<u>30,479</u>
Public service				
Transportation				
Capital outlay	-	20,000	20,000	-
Total transportation	<u>-</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Total public service	<u>-</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Public safety				
Fire				
Materials and supplies	-	3,600	-	3,600
Contractual services	-	2,220	-	2,220
Total fire	<u>-</u>	<u>5,820</u>	<u>-</u>	<u>5,820</u>
Total public safety	<u>-</u>	<u>5,820</u>	<u>-</u>	<u>5,820</u>
Development				
Housing				
Contractual services	-	85,477	85,477	-
Total housing	<u>-</u>	<u>85,477</u>	<u>85,477</u>	<u>-</u>
Total development	<u>-</u>	<u>85,477</u>	<u>85,477</u>	<u>-</u>
Health				
Health				
Personal Services	27,390	283,697	283,697	-
Materials & supplies	11,970	-	-	-
Contractual services	-	197,095	155,725	41,370
Capital outlay	2,000	-	-	-
Total health	<u>41,360</u>	<u>480,792</u>	<u>439,422</u>	<u>41,370</u>
Total health	<u>41,360</u>	<u>480,792</u>	<u>439,422</u>	<u>41,370</u>
Recreation and parks				
Recreation and parks				
Personal services	59,236	59,000	59,000	-
Materials & supplies	5,342	5,342	5,342	-
Contractual services	4,252	11,988	11,988	-
Capital outlay	-	30,000	7,500	22,500
Total recreation and parks	<u>68,830</u>	<u>106,330</u>	<u>83,830</u>	<u>22,500</u>
Total recreation and parks	<u>68,830</u>	<u>106,330</u>	<u>83,830</u>	<u>22,500</u>
Total expenditures	<u>150,313</u>	<u>1,443,512</u>	<u>1,343,343</u>	<u>100,169</u>
Excess (deficiency) of revenues over expenditures	888,228	(404,971)	(304,802)	100,169
<b>Other financing sources (uses)</b>				
Transfers in	<u>112,355</u>	<u>112,355</u>	<u>112,355</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	1,000,583	(292,616)	(192,447)	100,169
<b>Fund balance at beginning of year</b>	346,335	346,335	346,335	-
<b>Lapsed encumbrances</b>	52,063	52,063	52,063	-
<b>Fund balance at end of year</b>	\$ <u>1,398,981</u>	\$ <u>105,782</u>	\$ <u>205,951</u>	\$ <u>100,169</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Urban Site Acquisition Loan Fund**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-41

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Miscellaneous	\$ 900,183	\$ 900,183	\$ 900,183	\$ -
<b>Expenditures</b>				
Current				
Development				
Economic development				
Other	-	1,100,000	1,100,000	-
Total economic development	-	1,100,000	1,100,000	-
Total expenditures	-	1,100,000	1,100,000	-
Excess (deficiency) of revenues over expenditures	900,183	(199,817)	(199,817)	-
<b>Other financing sources (uses)</b>				
Operating transfers in	1,550,000	1,550,000	1,550,000	-
Excess of revenues and other financing sources over expenditures and other uses	2,450,183	1,350,183	1,350,183	-
<b>Fund balance (deficit) at beginning of year</b>	(1,350,000)	(1,350,000)	(1,350,000)	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance at end of year</b>	\$ 1,100,183	\$ 183	\$ 183	\$ -

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Collection Fees**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-42

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Income taxes	\$ 58,453	\$ 58,453	\$ 58,453	\$ -
Fines & forfeitures	84,393	84,393	84,393	-
Total revenues	142,846	142,846	142,846	-
<b>Expenditures</b>				
Current				
General government				
City attorney				
Contractual services	-	58,453	6,808	51,645
Total City attorney	-	58,453	6,808	51,645
Total general government	-	58,453	6,808	51,645
Total expenditures	-	58,453	6,808	51,645
Excess of revenues over expenditures	142,846	84,393	136,038	51,645
<b>Other financing sources (uses)</b>	-	-	-	-
Excess of revenues and other financing sources over expenditures and other uses	142,846	84,393	136,038	51,645
<b>Fund balance at beginning of year</b>	-	-	-	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance at end of year</b>	\$ 142,846	\$ 84,393	\$ 136,038	\$ 51,645

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Easton TIF**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-43

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Investment earnings	\$ 180,891	\$ 180,891	\$ 180,891	\$ -
Miscellaneous	1,423,894	1,423,894	1,423,894	-
Total revenues	<u>1,604,785</u>	<u>1,604,785</u>	<u>1,604,785</u>	<u>-</u>
<b>Expenditures</b>	-	-	-	-
Excess of revenues over expenditures	1,604,785	1,604,785	1,604,785	-
<b>Other financing sources (uses)</b>				
Operating transfers out	<u>(1,502,198)</u>	<u>(1,502,198)</u>	<u>(1,502,198)</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	102,587	102,587	102,587	-
<b>Fund balance at beginning of year</b>	2,488,649	2,488,649	2,488,649	-
<b>Lapsed encumbrances</b>	5,475	5,475	5,475	-
<b>Fund balance at end of year</b>	<u>\$ 2,596,711</u>	<u>\$ 2,596,711</u>	<u>\$ 2,596,711</u>	<u>\$ -</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Polaris TIF**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-44

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Investment earnings	\$ 159,488	\$ 159,488	\$ 159,488	\$ -
Miscellaneous	1,283,958	1,283,958	1,283,958	-
Total revenues	<u>1,443,446</u>	<u>1,443,446</u>	<u>1,443,446</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Public Service				
Public service director				
Contractual services	-	29,000	29,000	-
Total public service director	-	29,000	29,000	-
Total public service	-	29,000	29,000	-
Total expenditures	<u>-</u>	<u>29,000</u>	<u>29,000</u>	<u>-</u>
Excess of revenues over expenditures	1,443,446	1,414,446	1,414,446	-
<b>Other financing sources (uses)</b>				
Operating transfers out	<u>(100,000)</u>	<u>(882,735)</u>	<u>(655,441)</u>	<u>227,294</u>
Excess of revenues and other financing sources over expenditures and other uses	1,343,446	531,711	759,005	227,294
<b>Fund balance at beginning of year</b>	159,160	159,160	159,160	-
<b>Lapsed encumbrances</b>	2,626	2,626	2,626	-
<b>Fund balance at end of year</b>	<u>\$ 1,505,232</u>	<u>\$ 693,497</u>	<u>\$ 920,791</u>	<u>\$ 227,294</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Tuttle Crossing TIF**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-45

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Miscellaneous	\$ 616,771	\$ 616,771	\$ 616,771	\$ -
Total revenues	<u>616,771</u>	<u>616,771</u>	<u>616,771</u>	<u>-</u>
<b>Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	616,771	616,771	616,771	-
<b>Other financing sources (uses)</b>				
Operating transfers out	<u>-</u>	<u>(835,425)</u>	<u>(835,425)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	616,771	(218,654)	(218,654)	-
<b>Fund balance at beginning of year</b>	1,260,717	1,260,717	1,260,717	-
<b>Lapsed encumbrances</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance at end of year</b>	<u>\$ 1,877,488</u>	<u>\$ 1,042,063</u>	<u>\$ 1,042,063</u>	<u>\$ -</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Nationwide Pen Site TIF**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-46

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Investment earnings	\$ 133,808	\$ 133,808	\$ 133,808	\$ -
Miscellaneous	<u>1,220,537</u>	<u>1,220,537</u>	<u>1,220,537</u>	<u>-</u>
Total revenues	<u>1,354,345</u>	<u>1,354,345</u>	<u>1,354,345</u>	<u>-</u>
<b>Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	1,354,345	1,354,345	1,354,345	-
<b>Other financing sources (uses)</b>				
Operating transfers out	<u>-</u>	<u>(1,916,409)</u>	<u>(1,916,409)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	1,354,345	(562,064)	(562,064)	-
<b>Fund balance at beginning of year</b>	695,872	695,872	695,872	-
<b>Lapsed encumbrances</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance at end of year</b>	<u>\$ 2,050,217</u>	<u>\$ 133,808</u>	<u>\$ 133,808</u>	<u>\$ -</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Nationwide Off Sites TIF**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-47

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Investment earnings	\$ 9,842	\$ 9,842	\$ 9,842	\$ -
Miscellaneous	406,529	406,529	406,529	-
Total revenues	<u>416,371</u>	<u>416,371</u>	<u>416,371</u>	<u>-</u>
<b>Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	416,371	416,371	416,371	-
<b>Other financing sources (uses)</b>				
Operating transfers out	<u>-</u>	<u>(201,777)</u>	<u>(201,777)</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	416,371	214,594	214,594	-
<b>Fund balance at beginning of year</b>	201,777	201,777	201,777	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance at end of year</b>	<u>\$ 618,148</u>	<u>\$ 416,371</u>	<u>\$ 416,371</u>	<u>\$ -</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Miranova TIF**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-48

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Miscellaneous	\$ 330,301	\$ 330,301	\$ 330,301	\$ -
Total revenues	<u>330,301</u>	<u>330,301</u>	<u>330,301</u>	<u>-</u>
<b>Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	330,301	330,301	330,301	-
<b>Other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures and other uses	330,301	330,301	330,301	-
<b>Fund balance at beginning of year</b>	-	-	-	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance at end of year</b>	<u>\$ 330,301</u>	<u>\$ 330,301</u>	<u>\$ 330,301</u>	<u>\$ -</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Brewery District TIF**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-49

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Investment earnings	\$ 31,812	\$ 31,812	\$ 31,812	\$ -
Total revenues	<u>31,812</u>	<u>31,812</u>	<u>31,812</u>	<u>-</u>
<b>Expenditures</b>				
Current				
Development				
Other	-	100,000	100,000	-
Total expenditures	<u>-</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	31,812	(68,188)	(68,188)	-
<b>Other financing sources (uses)</b>				
Proceeds from debt	510,285	510,285	510,285	-
Operating transfers out	(20,000)	(20,000)	(11,754)	8,246
Total other financing sources (uses)	<u>490,285</u>	<u>490,285</u>	<u>498,531</u>	<u>8,246</u>
Excess of revenues and other financing sources over expenditures and other uses	522,097	422,097	430,343	8,246
<b>Fund balance at beginning of year</b>	-	-	-	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance at end of year</b>	<u>\$ 522,097</u>	<u>\$ 422,097</u>	<u>\$ 430,343</u>	<u>\$ 8,246</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Recreation Debt Service**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-50

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Charges for service	\$ 517,757	\$ 517,757	\$ 517,757	\$ -
Total revenues	<u>517,757</u>	<u>517,757</u>	<u>517,757</u>	<u>-</u>
<b>Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	517,757	517,757	517,757	-
<b>Other financing sources (uses)</b>				
Operating transfers out	(1,117,851)	(2,382,919)	(1,489,075)	893,844
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(600,094)	(1,865,162)	(971,318)	(893,844)
<b>Fund balance at beginning of year</b>	1,018,189	1,018,189	1,018,189	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance (deficit) at end of year</b>	<u>\$ 418,095</u>	<u>\$ (846,973)</u>	<u>\$ 46,871</u>	<u>\$ (893,844)</u>

**City of Columbus, Ohio**  
**Schedule of Revenues, Expenditures and**  
**Changes in Fund Balance - Budget and Actual**  
**Capitol South**  
**Budget Basis**  
**Year ended December 31, 2002**

Exhibit B-51

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u>	<u>Variance with</u> <u>Final Budget-</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Miscellaneous	\$ 350,015	\$ 350,015	\$ 350,015	\$ -
Total revenues	<u>350,015</u>	<u>350,015</u>	<u>350,015</u>	<u>-</u>
<b>Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	350,015	350,015	350,015	-
<b>Other financing sources (uses)</b>				
Operating transfers out	<u>(2,000,000)</u>	<u>(3,550,000)</u>	<u>(3,186,210)</u>	<u>363,790</u>
Total other financing sources (uses)	<u>(2,000,000)</u>	<u>(3,550,000)</u>	<u>(3,186,210)</u>	<u>363,790</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(1,649,985)	(3,199,985)	(2,836,195)	363,790
<b>Fund balance at beginning of year</b>	17,096,606	17,096,606	17,096,606	-
<b>Lapsed encumbrances</b>	-	-	-	-
<b>Fund balance at end of year</b>	<u>\$ 15,446,621</u>	<u>\$ 13,896,621</u>	<u>\$ 14,260,411</u>	<u>\$ 363,790</u>

# City of Columbus, Ohio

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# City of Columbus, Ohio

## **Internal Service Funds**

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government, generally on a cost-reimbursement basis. The title of the funds indicates the type of service provided. The Internal Service Funds are:

- **Employee Benefits**
- **Fleet Management**
- **Information Services**
- **Purchasing/Contract**
- **Telecommunications**
- **Land Acquisition**

**City of Columbus, Ohio**

Exhibit C-1

Combining Statement of Net Assets

Internal Service Funds

December 31, 2002

(amounts expressed in thousands)

	<u>Employee Benefits</u>	<u>Fleet Management</u>	<u>Information Services</u>	<u>Purchasing/ Contract</u>	<u>Telecom- munications</u>	<u>Land Acquisition</u>	<u>Total</u>
<b>ASSETS</b>							
Current assets:							
Cash and cash equivalents							
Cash and investments with treasurer	\$ 32,533	\$ 2,167	\$ 2,500	\$ 82	\$ 266	\$ 70	\$ 37,618
Receivables (net of allowances for uncollectibles)	-	-	26	-	3	-	29
Due from other funds	24	166	158	-	-	23	371
Inventory	-	1,003	-	-	-	-	1,003
Total current assets	<u>32,557</u>	<u>3,336</u>	<u>2,684</u>		<u>269</u>	<u>93</u>	<u>39,021</u>
Noncurrent assets:							
Property, plant and equipment, at cost	-	4,917	31,296	-	3,549	-	39,762
Less accumulated depreciation	-	(2,674)	(25,234)	-	(2,643)	-	(30,551)
Net property, plant and equipment	-	<u>2,243</u>	<u>6,062</u>		<u>906</u>	-	<u>9,211</u>
Total noncurrent assets:	-	<u>2,243</u>	<u>6,062</u>		<u>906</u>	-	<u>9,211</u>
	<u>32,557</u>	<u>5,579</u>	<u>82</u>		<u>1,175</u>	<u>93</u>	<u>48,232</u>
<b>LIABILITIES</b>							
Current liabilities:							
Accounts payable	4,248	1,151	724	-	10	-	6,133
Due to other funds	-	22	15	-	-	-	37
Accrued interest payable	-	1	11	-	-	-	12
Accrued wages and benefits	6,536	8,746	328	-	8	21	7,135
Accrued vacation and sick leave	87	509	8397	-	-	5	998
Current portion of:							
Bonds payable	-	30	610	-	-	-	640
Total current liabilities	<u>10,871</u>	<u>1,955</u>	<u>2,085</u>		<u>18</u>	<u>26</u>	<u>14,955</u>
Noncurrent liabilities:							
Bonds payable	-	480	3,165	-	-	-	3,645
Total noncurrent liabilities:	-	<u>480</u>	<u>3,165</u>		-	-	<u>3,645</u>
	<u>10,871</u>	<u>2,435</u>	<u>5,250</u>		<u>18</u>	<u>26</u>	<u>18,600</u>
<b>NET ASSETS</b>							
Investment capital assets	-	1,733	2,287	-	906	-	4,926
Unrestricted	21,686	1,411	1,209	-	251	67	24,706
<b>Total net assets</b>	<u>\$ 21,686</u>	<u>\$ 3,144</u>	<u>\$ 3,496</u>	<u>\$ -</u>	<u>\$ 1,157</u>	<u>\$ 67</u>	<u>\$ 29,632</u>

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## City of Columbus, Ohio

Exhibit C-2

Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets  
Internal Service Funds  
For the Year Ended December 31, 2002  
(amounts expressed in thousands)

	<b>Employee Benefits</b>	<b>Fleet Management</b>	<b>Information Services</b>	<b>Purchasing/ Contract</b>	<b>Telecom- munications</b>	<b>Land Acquisition</b>	<b>Total</b>
<b>OPERATING REVENUES</b>							
Charges for service	\$ 60,935	\$ 18,272	\$ 18,001	\$ -	\$ 242	\$ 305	\$ 97,755
Other	4	97	44	-	-	4	149
<b>operating revenues</b>	<u>60,939</u>	<u>18,369</u>	<u>18,045</u>	<u>-</u>	<u>242</u>	<u>309</u>	<u>97,904</u>
<b>OPERATING EXPENSES</b>							
Personal services	794	7,169	6,863	-	107	557	15,490
Materials and supplies	21	8,782	1,133	-	56	4	9,996
Contractual services	54,990	3,307	7,644	-	96	43	66,080
Depreciation	-	313	3,634	-	156	-	4,103
Other	-	2	-	-	-	-	2
<b>operating expenses</b>	<u>55,805</u>	<u>19,573</u>	<u>19,274</u>	<u>-</u>	<u>415</u>	<u>604</u>	<u>95,671</u>
<b>Total o</b>	5,134	(1,204)	(1,229)	-	(173)	(295)	2,233
<b>Nonoperating revenues (expenses)</b>							
Interest expense	-	(24)	(202)	-	-	-	(226)
Other, net	-	521	-	(7)	-	(14)	500
<b>Operating income (loss)</b>	<u>-</u>	<u>497</u>	<u>(202)</u>	<u>(7)</u>	<u>-</u>	<u>(14)</u>	<u>274</u>
<b>Total nonoperating revenues (expenses)</b>	-	497	(202)	(7)	-	(14)	274
	5,134	(707)	(1,431)	(7)	(173)	(309)	2,507
<b>Total net assets at beginning of year</b>	<u>16,552</u>	<u>3,851</u>	<u>4,927</u>	<u>89</u>	<u>1,330</u>	<u>376</u>	<u>27,125</u>
<b>Total net assets at end of year</b>	<u>\$ 21,686</u>	<u>\$ 3,144</u>	<u>\$ 3,496</u>	<u>\$ -</u>	<u>\$ 1,157</u>	<u>\$ 67</u>	<u>\$ 29,632</u>
<b>Net income (loss)</b>							

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**City of Columbus, Ohio**  
 Combining Statement of Cash Flows  
 Internal Service Funds  
 For the Year Ended December 31, 2002  
 (amounts expressed in thousands)

	<u>Employee Benefits</u>	<u>Fleet Management</u>	<u>Information Services</u>	<u>Purchasing/ Contract</u>	<u>Telecom- munications</u>	<u>Land Acquisition</u>	<u>Total</u>
<b>OPERATING ACTIVITIES:</b>							
Quasi external operating receipts	\$ 60,925	\$ 18,171	\$ 17,902	\$ -	\$ 261	\$ 313	\$ 97,572
Cash paid to employees	(776)	(7,108)	(6,730)	-	(101)	(557)	(15,272)
Cash paid to suppliers	(55,216)	(11,742)	(9,351)	-	(151)	(51)	(76,511)
Other receipts	5	98	45	-	1	4	153
Other payments	-	(25)	(45)	-	-	-	(70)
<b>Net cash provided (used) by operating activities</b>	<u>4,938</u>	<u>(606)</u>	<u>1,821</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>CAPITAL FINANCING ACTIVITIES:</b>							
Purchases of property, plant, and equipment	-	(52)	(230)	-	-	-	(282)
Principal payments on bonds and notes	-	(30)	(620)	-	-	-	(650)
Interest paid on bonds and notes	-	(24)	(204)	-	-	-	(228)
<b>Net cash used by capital financing activities</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10</u>	<u>(291)</u>	<u>5,872</u>	<u>-</u>
Increase (decrease) in cash and cash equivalents	4,938	(712)	767	-	10	(291)	4,712
<b>Cash and cash equivalents at beginning of year</b>	<u>27,595</u>	<u>2,879</u>	<u>1,733</u>	<u>-</u>	<u>256</u>	<u>361</u>	<u>32,906</u>
<b>Cash and cash equivalents at end of year</b>	<u>\$ 32,533</u>	<u>\$ 2,167</u>	<u>\$ 2,500</u>	<u>\$ -</u>	<u>\$ 266</u>	<u>\$ 70</u>	<u>\$ 37,618</u>

(Continued)

**City of Columbus, Ohio**  
 Combining Statement of Cash Flows  
 Internal Service Funds  
 For the Year Ended December 31, 2002  
 (amounts expressed in thousands)

	<u>Employee Benefits</u>	<u>Fleet Management</u>	<u>Information Services</u>	<u>Purchasing/ Contract</u>	<u>Telecom- munications</u>	<u>Land Acquisition</u>	<u>Total</u>
<b>Reconciliation of operating income to net cash provided (used) by operating activities:</b>							
Operating income (loss)	\$ 5,134	\$ (1,204)	\$ (1,229)	\$ -	\$ (173)	\$ (295)	\$ 2,233
Depreciation	-	313	3,634	-	156	-	4,103
Decrease (increase) in operating assets and increase (decrease) in operating liabilities:							
Receivables	-	21	-	-	-	-	21
Due from other funds	(11)	(166)	(158)	-	20	8	(307)
Inventory	-	14	-	-	-	-	14
Accounts payable -- net of items g property, plant and equipment	(1,704)	333	(574)	-	2	(5)	(1,948)
Due to other funds	-	22	15	-	-	-	37
Accrued wages and benefits	1,507	74	115	-	5	3	1,704
Accrued vacation and sick leave	12	(13)	18	-	-	-	-
<b>Net cash provided (used) by operating activities</b>	<u>\$ 4,938</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Noncash investing, capital, and financing activities:</b>							
Contributions of equipment	\$ -	\$ 515	\$ -	\$ -	\$ (2)	\$ 15	\$ 515
	(606)	1,821	-	10	(291)	5,872	-

# City of Columbus, Ohio

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# City of Columbus, Ohio

## **Fiduciary Funds - Agency Funds**

**Agency funds** - used to account for assets held by the government as an agent for individuals, private organizations, other governments, and/or other funds. Assets held for other funds or governments include payroll taxes and other employee withholdings and income taxes and utility charges collected by the City on behalf of other governments. Their titles are descriptive of their nature. They are:

- Payroll Deposit
- Unclaimed money
- Short North SID Deposit
- Capital Crossroads SID
- Health Deposit
- Construction Insp. Deposit
- City Auditor's Deposit
- City Attorney's Deposit
- Safety Agency Deposit
- Police Property Room Deposit
- Suburb Utility Surcharges
- Suburb Income Tax
- City Treasurer's Deposit
- Purchasing Deposit
- Recreation Deposit
- Development Deposit
- Convention Facility Tax
- Service Department Deposit

**City of Columbus, Ohio**  
**Schedule of Changes in Assets and Liabilities**  
**Agency Funds—Individual Fund Grouping**  
**For the Year Ended December 31, 2002**

Exhibit D-1

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Agency Funds	Assets				Liabilities			
	Balance January 1, 2002	Additions	Deletions	Balance December 31, 2002	Balance January 1, 2002	Additions	Deletions	Balance December 31, 2002
Payroll deposit	\$ 23,073,820	261,190,058	258,198,556	26,065,322	\$ 23,073,820	261,190,058	258,198,556	26,065,322
Unclaimed money	1,208,425	1,286,943	820,818	1,674,550	1,208,425	1,286,943	820,818	1,674,550
Short North SID deposit	-	108,948	108,948	-	-	108,948	108,948	-
Capital Crossroads SID	-	1,175,487	1,175,487	-	-	1,175,487	1,175,487	-
Health deposit	150,019	1,980,152	1,954,411	175,760	150,019	1,980,152	1,954,411	175,760
Construction Insp. deposit	5,331,900	5,707,048	6,489,005	4,549,943	5,331,900	5,707,048	6,489,005	4,549,943
City auditor's deposit	802,449	35,814	-	838,263	802,449	35,814	-	838,263
City attorney's deposit	36,447	113,831	137,003	13,275	36,447	113,831	137,003	13,275
Safety agency deposit	99,315	121,666	108,664	112,317	99,315	121,666	108,664	112,317
Police property room deposit	1,098,254	748,915	536,365	1,310,804	1,098,254	748,915	536,365	1,310,804
Suburb utility surcharges	415,735	4,744,737	4,732,668	427,804	415,735	4,744,737	4,732,668	427,804
Suburb income tax	3,516,280	35,050,719	36,134,026	2,432,973	3,516,280	35,050,719	36,134,026	2,432,973
City treasurer's deposit	37,094	249,687	240,409	46,372	37,094	249,687	240,409	46,372
Purchasing deposit	173,185	128,324	55,599	245,910	173,185	128,324	55,599	245,910
Recreation deposit	28,011	70,395	69,911	28,495	28,011	70,395	69,911	28,495
Development deposit	797,936	666,248	684,085	780,099	797,936	666,248	684,085	780,099
Convention facility tax	989,962	12,853,665	13,843,627	-	989,962	12,853,665	13,843,627	-
Service department deposit	835,169	912,434	629,523	1,118,080	835,169	912,434	629,523	1,118,080
<b>Total all agency funds</b>	<b>\$ 38,594,001</b>	<b>327,145,071</b>	<b>325,919,105</b>	<b>39,819,967</b>	<b>\$ 38,594,001</b>	<b>327,145,071</b>	<b>325,919,105</b>	<b>39,819,967</b>

**Capital Assets  
Used in the Operation  
of Governmental Funds**

**City of Columbus, Ohio**  
**Capital Assets Used in the Operation of Governmental Funds**  
**Schedule by Source<sup>1</sup>**  
**December 31, 2002**  
(amounts expressed in thousands)

Exhibit E-1

Governmental Funds Capital Assets:

Land	\$	175,032
Buildings		289,306
Improvements other than buildings		129,564
Machinery and equipment		235,636
Infrastructure		<u>871,866</u>
Total governmental funds capital assets	\$	<u><u>1,701,404</u></u>

Investment in governmental funds capital assets by source:

General obligation bonds	\$	1,152,970
General fund revenues		92,425
Special revenue funds		89,202
Other revenues		<u>366,807</u>
Total governmental funds capital assets	\$	<u><u>1,701,404</u></u>

<sup>1</sup> This schedule includes capital assets reported in Internal Services Funds. The capital assets of internal service funds are included as governmental activities in the statement of net assets.

# City of Columbus, Ohio

Exhibit E-2

Capital Assets Used in the Operation of Governmental Funds  
 Schedule By Function and Activity<sup>1</sup>  
 December 31, 2002  
 (amounts expressed in thousands)

Function and activity	Total	Land	Buildings	Improvements other than Buildings	Machinery and Equipment	Infrastructure
<i>General Government:</i>						
City Council	\$ 255	\$ -	\$ 38	\$ -	\$ 217	\$ -
City Auditor	2,071	-	6	-	2,065	-
Income Tax	122	-	1	-	121	-
City Treasurer	383	-	29	-	354	-
City Attorney	201	-	6	-	195	-
Real Estate	285	269	-	-	16	-
Municipal Court - Judges	19,390	-	18,736	-	654	-
Municipal Court - Clerk	2,336	-	-	-	2,336	-
Civil Service Commission	198	-	-	-	198	-
Mayor	17	-	1	-	16	-
Community Relations Commissi	31	-	-	-	31	-
EBO Office	25	-	-	-	25	-
Finance	4,035	23	-	68	3,944	-
Human Resources	32	-	-	-	32	-
Technology	50	-	-	-	50	-
Sinking Fund	13	-	-	-	13	-
Total General Government	<u>29,444</u>	<u>292</u>	<u>18,817</u>	<u>68</u>	<u>10,267</u>	<u>-</u>
<i>Public Service:</i>						
Service Director	1,037	1,000	-	-	37	-
Refuse Director	53,206	1,126	8,057	4,436	39,587	-
Facilities Management	145,687	60,349	74,296	7,972	3,070	-
Transportation	988,847	40,666	14,062	19,495	42,758	871,866
Total Public Service	<u>1,188,777</u>	<u>103,141</u>	<u>96,415</u>	<u>31,903</u>	<u>85,452</u>	<u>871,866</u>
<i>Public Safety:</i>						
Safety Director	749	-	11	-	738	-
Communications	11,736	35	27	42	11,632	-
Police	81,724	576	44,083	646	36,419	-
Fire	74,505	3,573	31,019	797	39,116	-
Total Public Safety	<u>168,714</u>	<u>4,184</u>	<u>75,140</u>	<u>1,485</u>	<u>87,905</u>	<u>-</u>
<i>Development:</i>						
Development Director	21,654	7,183	5,424	8,584	463	-
Regulations	4,234	-	4	-	4,230	-
Economic Development	679	281	382	-	16	-
Planning	375	69	-	22	284	-
Neighborhood Development	1,993	786	-	502	705	-
Total Development	<u>28,935</u>	<u>8,319</u>	<u>5,810</u>	<u>9,108</u>	<u>5,698</u>	<u>-</u>
<i>Health:</i>						
Health Administration	2,718	839	364	-	1,515	-
<i>Recreation &amp; Parks:</i>						
Administration	201,680	48,302	69,501	76,325	7,552	-
Administration (Zoo)	22,199	4,963	13,311	3,578	347	-
Golf Courses	19,175	4,979	7,750	4,105	2,341	-
Total Recreation & Parks	<u>243,054</u>	<u>58,244</u>	<u>90,562</u>	<u>84,008</u>	<u>10,240</u>	<u>-</u>
<i>Internal Service:</i>						
Employee Benefits	-	-	-	-	-	-
Fleet Management	4,917	13	2,159	128	2,617	-
Information Services	31,296	-	34	2,419	28,843	-
Purchasing	-	-	-	-	-	-
Telecommunications	3,549	-	5	445	3,099	-
Land Acquisition	-	-	-	-	-	-
Total Internal Service	<u>39,762</u>	<u>13</u>	<u>2,198</u>	<u>2,992</u>	<u>34,559</u>	<u>-</u>
Total governmental funds capital assets	<u>\$ 1,701,404</u>	<u>\$ 175,032</u>	<u>\$ 289,306</u>	<u>\$ 129,564</u>	<u>\$ 235,636</u>	<u>\$ 871,866</u>

<sup>1</sup>See note on Exhibit E-1.

# City of Columbus, Ohio

Exhibit E-3

## Capital Assets Used in the Operation of Governmental Funds Schedule of Changes By Function and Activity<sup>1</sup> For the Year Ended December 31, 2002

Function and Activity	Governmental Funds			Governmental Funds
	Capital Assets January 1, 2002	Net Additions	Net Deductions	Capital Assets December 31, 2002
<i>General Government:</i>				
City Council	\$ 199	\$ 102	\$ 46	\$ 255
City Auditor	2,065	11	5	2,071
Income Tax	122	-	-	122
City Treasurer	374	9	-	383
City Attorney	201	-	-	201
Real Estate	299	-	14	285
Municipal Court - Judges	19,448	-	58	19,390
Municipal Court - Clerk	1,618	763	45	2,336
Civil Service Commission	198	-	-	198
Mayor	17	-	-	17
Community Relations Commission	31	-	-	31
EBO Office	47	-	22	25
Finance	3,974	117	56	4,035
Human Resources	32	-	-	32
Technology	-	307	257	50
Sinking Fund	13	-	-	13
Total General Government	28,638	1,309	503	29,444
<i>Public Service:</i>				
Service Director	42	1,026	31	1,037
Refuse Director	54,106	2,221	3,121	53,206
Street Maintenance & Repair	30,084	-	-	30,084
Traffic Engineering	43,139	4,445	2,480	45,104
Facilities Management	140,254	6,511	1,078	145,687
Construction Inspection	1,511	-	-	1,511
Total Public Service	269,136	14,203	6,710	276,629
<i>Public Safety:</i>				
Safety Director	585	178	14	749
Communications	18,922	56	7,242	11,736
Police	82,511	3,587	4,374	81,724
Fire	70,690	5,455	1,640	74,505
Total Public Safety	172,708	9,276	13,270	168,714
<i>Development:</i>				
Development Director	21,662	21	29	21,654
Regulations	4,328	-	94	4,234
Economic Development	675	4	-	679
Planning	375	-	-	375
Neighborhood Development	2,078	31	116	1,993
Total Development	29,118	56	239	28,935
<i>Health:</i>				
Health Administration	4,007	133	1,422	2,718
<i>Recreation &amp; Parks:</i>				
Administration	189,342	18,720	6,382	201,680
Administration (Zoo)	17,727	4,472	-	22,199
Golf Courses	18,373	1,000	198	19,175
Total Recreation & Parks	225,442	24,192	6,580	243,054
<i>Internal Service:</i>				
Fleet Management	4,842	587	512	4,917
Information Services	31,049	276	29	31,296
Purchasing	70	-	70	-
Telecommunications	3,522	36	9	3,549
Land Acquisition	96	-	96	-
Total Internal Service	39,579	899	716	39,762
<i>Infrastructure:</i>				
Storm sewer	72,181	-	72,181	-
Streets	825,349	94,551	7,752	912,148
Total Infrastructure	897,530	94,551	79,933	912,148
Total governmental funds capital assets	\$ 1,666,158	\$ 144,619	\$ 109,373	\$ 1,701,404

<sup>1</sup>See note on Exhibit E-1.

**STATISTICAL  
SECTION**



**City of Columbus, Ohio**  
**General Governmental Expenditures by Function (1)**  
**Last Ten Fiscal Years**  
**(in thousands, except %)**

Table 1

<u>Fiscal year</u>	<u>General government</u>	<u>Public service</u>	<u>Public safety</u>	<u>Development</u>	<u>Health</u>	<u>Recreation &amp; parks</u>	<u>Public utilities (2)</u>	<u>Debt service</u>	<u>Capital outlay</u>	<u>Total</u>	
1993	53,536 11.57	53,846 11.64	201,272 43.51	24,073 5.20	24,956 5.40	38,714 8.37	9,708 2.10	48,152 10.41	8,346 1.80	462,603 100.00	%
1994	59,525 12.26	59,055 12.17	211,597 43.58	25,876 5.33	26,739 5.51	39,712 8.18	6,331 1.30	48,297 9.95	8,372 1.72	485,504 100.00	%
1995	61,417 11.24	55,442 10.15	224,158 41.03	40,127 7.35	28,102 5.14	44,276 8.10	10,248 1.88	69,999 12.81	12,529 2.30	546,298 100.00	%
1996	62,352 10.99	58,269 10.27	241,863 42.64	26,995 4.76	29,233 5.15	48,169 8.49	10,338 1.82	72,309 12.75	17,776 3.13	567,304 100.00	%
1997	60,085 9.94	65,880 10.89	256,283 42.38	36,842 6.09	30,827 5.10	50,622 8.37	10,711 1.77	75,750 12.53	17,776 2.93	604,776 100.00	%
1998	72,011 10.96	69,067 10.52	265,701 40.45	42,031 6.40	33,126 5.04	53,624 8.16	11,938 1.82	84,205 12.82	25,140 3.83	656,843 100.00	%
1999	65,798 9.43	77,414 11.09	291,930 41.82	43,831 6.28	34,476 4.94	55,362 7.93	12,327 1.77	94,828 13.58	22,097 3.16	698,063 100.00	%
2000	72,611 9.68	81,400 10.85	322,963 43.05	42,357 5.64	36,712 4.89	62,501 8.33	12,963 1.73	99,317 13.24	19,451 2.59	750,275 100.00	%
2001	81,858 10.11	95,808 11.83	342,649 42.32	52,419 6.47	37,529 4.64	68,662 8.48	11,100 1.37	107,238 13.25	12,376 1.53	809,639 100.00	%
2002	85,963 10.50	90,495 11.05	355,237 43.37	54,068 6.60	38,678 4.72	71,696 8.75	- -	108,850 13.29	14,046 1.72	819,033 100.00	%

(1) Includes Primary Government General, Special Revenue, and Debt Service Funds presented on modified accrual basis of accounting.

(2) Prior to 2002, storm sewer financial activities, a public utility servicer, were accounted for in a special revenue fund. In 2002, those

activities and net assets were transferred to an enterprise fund.

Source: City of Columbus, Ohio, City Auditor.

**City of Columbus, Ohio**  
**General Governmental Revenues by Source (1)**  
**Last Ten Fiscal Years**  
**(in thousands, except %)**

Table 2

<b>Fiscal year</b>	<b>Income taxes</b>	<b>Property taxes</b>	<b>Grants and subsidies</b>	<b>Investment earnings</b>	<b>Special assessments</b>	<b>Licenses and permits</b>	<b>Shared revenues</b>	<b>Charges for services</b>	<b>Fines and forfeits</b>	<b>Miscellaneous</b>	<b>Total</b>
1993	274,327 57.05	26,889 5.59	27,467 5.71	7,160 1.49	66 0.01	8,148 1.69	52,723 10.96	44,560 9.27	12,045 2.51	27,523 5.72	480,908 100.00 %
1994	289,776 55.44	29,522 5.65	32,425 6.20	10,767 2.06	97 0.02	9,190 1.76	58,740 11.24	52,094 9.96	11,967 2.29	28,131 5.38	522,709 100.00 %
1995	312,257 53.65	29,507 5.07	44,815 7.70	16,097 2.77	135 0.02	10,553 1.81	63,137 10.85	56,805 9.76	13,943 2.40	34,750 5.97	581,999 100.00 %
1996	325,131 56.37	30,132 5.22	35,757 6.20	16,636 2.88	278 0.05	10,243 1.78	66,885 11.60	52,682 9.13	13,999 2.43	25,047 4.34	576,790 100.00 %
1997	349,429 55.06	31,856 5.02	45,500 7.17	18,622 2.93	196 0.03	11,840 1.87	70,359 11.09	54,781 8.63	16,183 2.55	35,836 5.65	634,602 100.00 %
1998	381,377 54.06	33,496 4.75	52,778 7.48	21,501 3.05	161 0.02	14,229 2.02	79,409 11.26	53,441 7.58	15,320 2.17	53,682 7.61	705,394 100.00 %
1999	410,964 57.38	34,403 4.80	49,246 6.88	20,610 2.88	161 0.02	17,425 2.43	81,577 11.39	54,235 7.57	15,214 2.12	32,411 4.53	716,246 100.00 %
2000	420,812 54.22	39,049 5.03	52,133 6.72	36,241 4.67	179 0.02	18,229 2.35	86,455 11.14	62,201 8.01	15,196 1.96	45,633 5.88	776,128 100.00 %
2001	434,986 53.59	40,881 5.04	69,923 8.61	29,379 3.62	100 0.01	20,133 2.48	85,374 10.52	73,193 9.02	15,975 1.96	41,799 5.15	811,743 100.00 %
2002	435,567 55.54	41,520 5.29	76,130 9.71	14,195 1.81	99 0.01	23,567 3.01	79,634 10.15	57,051 7.27	19,108 2.44	37,346 4.77	784,217 100.00 %

(1) Includes Primary Government General, Special Revenue, and Debt Service Funds presented on modified accrual basis of accounting.

Source: City of Columbus, Ohio, City Auditor.

**City of Columbus, Ohio**  
**Property Tax Levies and Collections**  
**Last Ten Fiscal Years**

Table 3

Fiscal year	Total tax levy	Current tax collections	Percent of levy collected	Delinquent tax collections	Total tax collections	Percent of total tax collections to tax levy	Outstanding delinquent taxes	Percent of outstanding taxes to tax levy
<u>Franklin County (1)</u>								
1993	\$ 26,691,620	25,815,203	96.7	\$ 995,536	26,810,739	100.4	\$ 2,202,084	8.3
1994	28,518,945	27,905,466	97.8	1,482,625	29,388,091	103.0	2,045,461	7.2
1995	28,987,569	28,318,667	97.7	1,072,973	29,391,640	101.4	2,069,850	7.1
1996	29,774,228	28,920,406	97.1	963,489	29,883,895	100.4	2,285,876	7.7
1997	31,591,109	30,840,137	97.6	1,039,115	31,879,252	100.9	1,918,120	6.1
1998	32,534,565	31,818,835	97.8	1,093,519	32,912,354	101.2	2,108,344	6.5
1999	34,666,856	33,960,069	98.0	706,787	34,666,856	100.0	2,405,944	6.9
2000	38,579,140	37,295,711	96.7	1,063,510	38,359,221	99.4	2,889,008	7.5
2001	40,143,446	38,774,229	96.6	1,439,087	40,213,316	100.2	3,233,123	8.1
2002	41,113,475	38,954,842	94.7	1,671,021	40,625,863	98.8	3,756,375	9.1
<u>Fairfield County (1)</u>								
2002	\$ 318,439	295,862	92.9 %	\$ 6,933	302,795	95.1 %	\$ 13,691	4.3 %
<u>Delaware County (1)</u>								
2002	\$ 323,071	319,674	98.9 %	\$ 21,612	341,286	105.6 %	\$ 28,131	8.7 %

(1) City of Columbus entered Fairfield County in 1975 and Delaware County in 1991. Because the vast majority of property within the City lies within Franklin County, the above table demonstrates a ten year history of the property within Franklin County, but only current year data for Fairfield and Delaware counties

Sources: Franklin, Fairfield, and Delaware County Auditors

**City of Columbus, Ohio**  
**Assessed and Estimated Actual Value of Taxable Property**  
**Last Ten Fiscal Years**  
**(in thousands, except %)**

Tax year	For	Real Property		Personal Property		Public Utilities		Total		Percent of total assessed to total estimated actual value
		Assessed value	Estimated actual value	Assessed value	Estimated actual value (2)	Assessed value	Estimated actual value (2)	Assessed value	Estimated actual value	
<u>Franklin County (1)</u>										
1993	1994	\$ 7,228,738	20,653,537	1,356,017	5,424,068	549,883	1,571,094	9,134,638	27,648,699	33.0
1994	1995	7,334,469	20,955,626	1,325,368	5,301,472	552,569	1,578,769	9,212,406	27,835,867	33.1
1995	1996	7,523,751	21,496,431	1,365,419	5,461,676	518,908	1,482,594	9,408,078	28,440,701	33.1
1996	1997	8,043,277	22,980,791	1,464,285	5,857,140	519,964	1,485,611	10,027,526	30,323,542	33.1
1997	1998	8,300,546	23,715,846	1,523,089	6,092,356	539,815	1,542,329	10,363,450	31,350,531	33.1
1998	1999	8,710,415	24,886,900	1,547,605	6,190,420	540,892	1,545,406	10,798,912	32,622,726	33.1
1999	2000	9,991,033	28,545,809	1,619,657	6,478,628	558,957	1,597,020	12,169,647	36,621,457	33.2
2000	2001	10,312,863	29,465,323	1,746,957	6,987,828	554,901	1,585,431	12,614,721	38,038,582	33.2
2001	2002	10,632,901	30,379,717	1,754,763	7,019,052	463,164	1,323,326	12,850,828	38,722,095	33.2
2002	2003	11,958,533	34,167,237	1,852,911	7,411,644	427,848	1,222,423	14,239,292	42,801,304	33.3
<u>Fairfield County (1)</u>										
2002	2003	\$ 122,249	345,372	1,120	4,481	221	631	123,590	350,484	35.3 %
<u>Delaware County (1)</u>										
2002	2003	\$ 120,026	342,932	61,927	247,706	6,245	17,843	188,198	608,481	30.9 %

(1) City of Columbus entered Fairfield County in 1975 and Delaware County in 1991. Because the vast majority of property within the City lies within Franklin County, the above table demonstrates a ten year history of that property within Franklin County, but only current year data for Fairfield and Delaware Counties.

(2) Real Property and Public Utilities have been calculated by the respective county auditors applying flat percentage factors of 25% and 35%, respectively. While differing percentage factors actually apply within property type, the assessed value figures are properly indicated above.

Sources: Franklin, Fairfield, and Delaware County Auditors.  
each

## City of Columbus, Ohio

Table 5

### Property Tax Rates - Direct and Overlapping Governments Last Ten Fiscal Years (Per \$ 1,000 of Assessed Valuation)

Fiscal Year	Effective Rate (1)		Total Rate								Joint Vocational School and Other	
	Class 1 Res/Agr	Class 2 All other		General Fund	Police Pensions	Fire Pensions	Total City	County	School	Library		
<u>Franklin County (2)</u>												
1993 for 1994	49.53	55.50	73.01	2.54	0.30	0.30	3.14	14.57	53.10	2.20	-	
1994 for 1995	49.40	55.40	72.92	2.54	0.30	0.30	3.14	14.57	53.01	2.20	-	
1995 for 1996	49.64	56.12	73.14	2.54	0.30	0.30	3.14	14.82	52.98	2.20	-	
1996 for 1997	52.00	60.44	78.57	2.54	0.30	0.30	3.14	15.12	58.11	2.20	-	
1997 for 1998	52.05	60.39	78.60	2.54	0.30	0.30	3.14	15.22	58.04	2.20	-	
1998 for 1999	54.12	62.33	80.83	2.54	0.30	0.30	3.14	17.54	57.95	2.20	-	
1999 for 2000	49.04	59.56	80.55	2.54	0.30	0.30	3.14	17.64	57.57	2.20	-	
2000 for 2001	48.63	58.62	80.35	2.54	0.30	0.30	3.14	17.64	57.37	2.20	-	
2001 for 2002	48.39	58.16	80.35	2.54	0.30	0.30	3.14	17.64	57.37	2.20	-	
2002 for 2003	46.20	57.41	81.78	2.54	0.30	0.30	3.14	17.64	58.80	2.20	-	
<u>Fairfield County (2)</u>												
2002 for 2003	42.54	41.58	82.05	2.30	0.30	0.30	2.90	7.05	-	-	72.10	
<u>Delaware County (2)</u>												
2002 for 2003	38.40	37.43	61.31	1.50	0.30	0.30	2.10	5.30	50.56	0.15	3.20	

(1) The effective rate is determined by multiplying the total rate by a composite reduction factor which is determined annually by the State Tax Commissioner to

adjust for changes in the valuation of the property tax base.

(2) The City of Columbus entered Fairfield County in 1975 and Delaware County in 1991. Because the vast majority of property within the City lies within Franklin County, the above table demonstrates a ten year history of that property within Franklin County, but only current year data for Fairfield and

Delaware counties.

Sources: Franklin, Fairfield, and Delaware County Auditors.

**City of Columbus, Ohio**  
**Principal Property Taxpayers**  
**Franklin County**  
**December 31, 2002**

Table 6

	Assessed valuation (in thousands)	% of total assessed valuation
<u>Public Utilities</u>		
1. Columbus Southern Power Company	\$ 227,715	1.60 %
2. Ohio Bell Telephone Company (Ameritech)	104,090	0.73
3. Columbia Gas of Ohio Inc.	37,387	0.26
4. New Par	13,370	0.09
<u>Real Estate</u>		
1. Nationwide Mutual Insurance Company	58,450	0.41
2. Capitol South Community Urban Redevelopment Corp	43,704	0.31
3. Distribution Land Corporation	38,302	0.27
4. American Electric Power Service Corporation	29,770	0.21
5. Equitable Life Assurance	28,033	0.20
6. Duke Realty LP	25,979	0.18
7. Battelle Memorial Institute	18,094	0.13
8. Anheuser Busch Inc.	17,776	0.12
9. VV USA City LP	16,975	0.12
10. Trizechahn Regional	16,800	0.12
<u>Tangible Personal Property</u>		
1. Lucent Technologies Inc.	77,550	0.54
2. Anheuser Busch Inc.	66,003	0.46
3. Techneglas Inc.	43,920	0.31
4. Abbott Laboratories	39,147	0.27
5. I B M Credit Corporation	34,338	0.24
6. Sears Roebuck & Company	31,384	0.22
7. Roxane Laboratories Inc.	31,018	0.22
8. Ameritech New Media Inc.	19,947	0.14
9. Ricart Properties Inc.	18,295	0.13
10. Kal Kan Foods Inc.	17,684	0.13
Total Principal Property Taxpayers	1,055,731	7.41
All Others	13,183,561	92.59
Total Assessed Valuation in Franklin County	\$ 14,239,292	100.00 %

Source: Franklin County Auditor

## City of Columbus, Ohio

Table 7

### Special Assessment Billings and Collections Last Ten Fiscal Years

<u>Fiscal year</u>	<u>Special assessment debt service requirements</u>	<u>Special assessment requirements billed by County Auditor</u>	<u>Special assessments collected</u>
1993	60,991	N.A.	78,895
1994	59,372	N.A.	108,603
1995	103,869	N.A.	163,759
1996	291,322	251,329	279,809
1997	270,904	312,006	344,745
1998	749,068	1,234,815	525,163
1999	453,997	1,970,085	1,374,804
2000	448,576	2,303,866	1,233,392
2001	388,785	1,946,808	916,666
2002	431,248	3,334,082	2,065,070

Responsibility for the billing and collection of special assessments is, under Ohio Law, vested with the County Auditor's office. Data relative to Special assessment requirements billed during certain years are not available (N.A.).

All Special assessment type debt is general obligation debt of the City.

Sources: City of Columbus, Ohio, City Auditor and Franklin County Auditor.

**City of Columbus, Ohio**  
**Statement of Legal Debt Margins**  
**December 31, 2002**

Table 8

		(in thousands)	
<u>Line</u>		Total debt limit 10.5%	Total unvoted debt limit 5.5%
1	Total assessed property value, per		
2	Franklin County	\$ 14,239,292	14,239,292
3	Fairfield County	123,590	123,590
4	Delaware County	188,198	188,198
5	Total (lines 2 through 4)	<u>\$ 14,551,080</u>	<u>14,551,080</u>
6	Debt limit 10.5% & 5.5% of assessed value (x line 5)	<u>\$ 1,527,863</u>	<u>800,309</u>
7	<u>Total Outstanding Bond and Note Debt</u>		
8	Bonds & Long-Term Notes Payable	\$ 1,898,329	911,630
9	Notes, Short-Term	-	-
10	Total (lines 8 + 9)	<u>1,898,329</u>	<u>911,630</u>
11	<u>Exemptions:</u>		
12	Debt Service Fund Balances Applicable to Non-Enterprise G.O. Bonds	165,985	165,985
13	G.O. Assessment Bonds (Non-Enterprise)	258	258
14	G.O. Limited Enterprise debt (Unvoted; supported by enterprise revenues)		
15	Water Bonds	58,743	58,743
16	Sanitary Sewer Bonds	28,902	28,902
17	Storm Sewer Bonds	7,198	7,198
18	Electric Bonds	7,711	7,711
19	Airport Bonds	15,630	15,630
20	Total (lines 15 through 19)	<u>118,184</u>	<u>118,184</u>
21	G.O. Unlimited Enterprise debt (Voted; supported by enterprise revenues)		
22	Water Bonds	185,771	-
23	Sanitary Sewer Bonds	190,628	-
24	Storm Sewer Bonds	44,574	-
25	Electric Bonds	23,090	-
26	Airport Bonds	2,815	-
27	Total (lines 22 through 26)	<u>446,878</u>	<u>-</u>
28	Revenue Bonds and Long-Term Notes		
29	Water	48,790	48,790
30	Sewer:		
31	Sewer Revenue	123,240	123,240
32	OWDA/EPA	237,625	237,625
33	Non-Enterprise Bonds (TIF)	36,905	36,905
34	Non-Enterprise Note (TIF)	1,221	1,221
35	Component Unit - CMAA	122,017	122,017
36	Total (lines 29 through 35)	<u>569,798</u>	<u>569,798</u>
37	Urban Redevelopment Bonds	6,325	6,325
38	Taxable Single Family Mortgage Revenue Note (FNMA)	66	66
39	Total Exemptions (lines 12, 13, 20, 27, 36, 37 and 38)	<u>1,307,494</u>	<u>860,616</u>
40	Net Debt (line 10 less line 39)	<u>590,835</u>	<u>51,014</u>
41	Total Legal Debt Margin (line 6 less line 40)	<u>\$ 937,028</u>	<u>749,295</u>
42	Percent of Net Debt to Assessed Value (lines 40 / 5)	4.06%	0.35%
43	Percent of Legal Debt Limit	<u>10.50%</u>	<u>5.50%</u>
44	Percent of Legal Debt Margin (line 43 less line 42)	<u>6.44%</u>	<u>5.15%</u>

Source: City of Columbus, Ohio, City Auditor

## City of Columbus, Ohio

Table 9

### Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt Per Capita Last Ten Fiscal Years (dollar amounts in thousands, except per capita)

Fiscal Year	Population (1)	Assessed value (2)	Gross bonded debt (3)	Less debt service funds	Less payable from Enterprise Revenues, TIF Revenues, and Component Unit		Net general bonded debt	Ratio of net general bonded debt to assessed value	Net general bonded debt per capita
					General obligation bonds	Revenue bonds (3)			
1993	650,902	9,178,540	1,386,970	48,417	699,682	354,508	284,363	3.10	436.88
1994	659,899	9,266,927	1,421,080	64,831	521,108	394,407	440,734	4.76	667.88 (5)
1995	665,734	9,483,390	1,441,001	73,436	534,083	396,339	437,143	4.61	656.63
1996	675,045	10,130,785	1,472,951	76,367	519,756	408,449	468,379	4.62	693.85
1997	684,928	10,483,853	1,550,476	88,053	554,058	424,708	483,657	4.61	706.14
1998	696,849	10,972,327	1,727,458	118,942	567,085	519,494	521,937	4.76	749.00
1999	698,495	12,397,530	1,786,762	135,216	525,360	546,425	579,761	4.68	830.01
2000	711,470	12,939,074	1,819,875	148,677	480,308	545,775	645,115	4.99	906.74
2001	720,230	13,107,854	1,857,435	160,083 (4)	542,989	528,446	625,917	4.78	869.05
2002	726,601	14,551,080	1,898,329	165,985 (4)	565,062 (6)	569,864	597,418	4.11	822.21

The City does not pay general obligation debt service from property taxes. General obligation debt accounted for in enterprise funds and component unit (CMAA) is paid from the respective enterprise fund and CMAA. All other general obligation debt service is paid from income taxes, certain recreation fees payments in lieu of taxes, and special assessments.

- Sources:
- (1) U.S. Bureau of Census for 2000; City of Columbus; Department of Trade and Development for 1991-1995; and Mid Ohio Regional Planning Commission for 1996-1999 and 2001-2002.
  - (2) Franklin, Fairfield, and Delaware County Auditors; from Table 4.
  - (3) Gross bonded debt includes long-term notes. Revenue bonds include long-term Ohio Water Development Authority/EPA notes, Fannie Mae Taxable Single Family Mortgage Revenue Notes, and TIF Revenue bonds and long-term notes; excludes capitalized lease payable.
  - (4) Debt service fund balances applicable to non-enterprise G.O. bonds only.
  - (5) Beginning in 1994 data reflect the transfer of the general obligation bonds related to the direct financing lease with SWACO, from the Electricity Enterprise Fund to the General Long-Term Obligations Account Group. See Note H to the Basic Financial Statements.

## City of Columbus, Ohio

Table 10

### Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Governmental Expenditures Last Ten Fiscal Years (in thousands, except %)

Fiscal year	<u>Principal</u>	<u>Interest</u>	<u>Total debt service (1)</u>	<u>Total general governmental expenditures (2)</u>	<u>Ratio of debt service to total general governmental expenditures</u>
1993	\$ 26,381	21,771	48,152	462,603	10.41 %
1994	26,138	22,159	48,297	485,504	9.95
1995	38,476	31,523	69,999	546,298	12.81
1996	42,264	30,045	72,309	567,304	12.75
1997	44,634	31,116	75,750	604,776	12.53
1998	50,689	33,516	84,205	656,843	12.82
1999	60,840	33,186	94,026	698,063	13.47
2000	59,916	37,413	97,329	750,275	12.97
2001	64,743	40,928	105,671	809,639	13.05
2002	70,362	36,292	106,654	819,033	13.02

(1) Includes all general obligation bond debt service other than proprietary; excludes FNMA revenue note (\$21,579 principal and \$5,154 interest)

(2) Includes revenue bonds (\$600,000 principal and \$1,569,384 interest) in 2002, and includes total governmental funds, exclusive of Capital Projects Funds.

Source: City of Columbus, Ohio, City Auditor.

# City of Columbus, Ohio

Table 11

## Computation of Direct and Overlapping Debt

Debt of the City, authorized by the Council but not by a vote of the electors, is subject to overlapping restrictions with each respective county and school district. Limitations apply to each county total and should not be considered cumulatively. Total debt service charges for any one year of all overlapping debt must not exceed ten mills (1%) of the assessed property value. This determination is made by the respective county auditor: each time a subdivision proposes to issue unvoted debt. The most recent data prepared by the county auditor: for this purpose is as of December 31, 2002.

Political subdivision of State of Ohio	Principal outstanding (in thousands)	Percentage applicable to Columbus	Amount applicable to Columbus (in thousands)	Mills required
<b>Per Franklin County Auditor:</b>				
Direct				
City of Columbus	\$ 333,285	100.00 %	\$ 333,285	3.1972
Overlapping				
Franklin County	151,356	58.11	87,953	0.6628
School District	<u>914</u>	21.51	<u>197</u>	<u>0.8455</u>
Total	<u>\$ 485,555</u>		<u>\$ 421,435</u>	<u>4.7055</u>
<b>Per Fairfield County Auditor:</b>				
Direct				
City of Columbus	\$ 2,893	100.00 %	\$ 2,893	3.1972
Overlapping				
Fairfield County	47,003	4.92	2,313	1.7705
School District	<u>-</u>	-	<u>-</u>	<u>-</u>
Total	<u>\$ 49,896</u>		<u>\$ 5,206</u>	<u>4.9677</u>
<b>Per Delaware County Auditor:</b>				
Direct				
City of Columbus	\$ 4,405	100.00 %	\$ 4,405	3.1972
Overlapping				
Delaware County	85,240	3.82	3,256	1.7323
School District	610	9.03	55	0.0819
JVSD	<u>355</u>	5.00	<u>18</u>	<u>0.0234</u>
Total	<u>\$ 90,255</u>		<u>\$ 7,734</u>	<u>5.0348</u>

The City does not pay general obligation debt service from property taxes. General obligation debt service relating to enterprise funds is paid from the respective enterprise fund. All other general obligation debt service is paid from income taxes, certain charges for services, and payments in lieu of taxes designated by the City for that purpose and accounted for in a debt service fund and from special assessments

## City of Columbus, Ohio

Table 12

### Water Enterprise Revenue Bond Coverage (1) Water System Revenue Refunding Bonds Series 1999 1993 through 2002 (in thousands, except coverages)

Line	As defined in indenture	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
A	Gross revenues, including interest	70,718	77,950	83,464	89,368	94,690	100,108	102,417	95,978	100,506	100,037
B	Construction and rebate funds interest	-	-	-	-	-	-	-	-	-	-
C	Revenues (A - B)	<u>70,718</u>	<u>77,950</u>	<u>83,464</u>	<u>89,368</u>	<u>94,690</u>	<u>100,108</u>	<u>102,417</u>	<u>95,978</u>	<u>100,506</u>	<u>100,037</u>
D	Gross O & M expenses	50,993	55,818	56,946	62,409	67,182	69,821	73,420	72,781	78,679	80,109
E	Depreciation	(10,433)	(10,097)	(10,627)	(12,430)	(12,718)	(14,004)	(16,413)	(15,167)	(16,749)	(15,446)
F	Payment to/for Ohio water rights	(1,645)	(1,522)	(1,184)	(1,215)	(1,150)	(1,322)	(1,158)	(1,204)	(1,204)	(1,213)
G	O & M expenses (D - E - F)	<u>38,915</u>	<u>44,199</u>	<u>45,135</u>	<u>48,764</u>	<u>53,314</u>	<u>54,495</u>	<u>55,849</u>	<u>56,410</u>	<u>60,726</u>	<u>63,450</u>
H	Net revenues (C - G)	<u>31,803</u>	<u>33,751</u>	<u>38,329</u>	<u>40,604</u>	<u>41,376</u>	<u>45,613</u>	<u>46,568</u>	<u>39,568</u>	<u>39,780</u>	<u>36,587</u>
I	System reserve fund balance on January 31	20,000	18,700	23,000	28,000	32,000	35,000	39,000	37,171	34,371	36,928
J	O & M expense reserve requirement (G x 10%)	(3,892)	(4,420)	(4,514)	(4,876)	(5,331)	(5,450)	(5,585)	(5,641)	(6,073)	(6,345)
K	System reserve fund available (I - J)	<u>16,108</u>	<u>14,280</u>	<u>18,486</u>	<u>23,124</u>	<u>26,669</u>	<u>29,550</u>	<u>33,415</u>	<u>31,530</u>	<u>28,298</u>	<u>30,583</u>
L	Adjusted net revenues (H + K)	<u>47,911</u>	<u>48,031</u>	<u>56,815</u>	<u>63,728</u>	<u>68,045</u>	<u>75,163</u>	<u>79,983</u>	<u>71,098</u>	<u>68,078</u>	<u>67,170</u>
M	Revenue bonds principal	-	-	2,240	2,325	2,595	2,770	3,040	3,745	4,020	4,395
N	Revenue bonds interest	4,422	4,422	4,422	4,309	4,189	4,050	3,989	2,963	2,756	2,530
O	General obligation bond principal	8,752	8,807	12,112	12,517	15,062	16,229	17,431	18,753	18,713	18,658
P	General obligation bond interest	12,637	12,290	12,687	12,714	12,121	12,522	12,947	12,183	10,647	9,724
Q	General obligation note interest	-	-	-	-	-	-	-	-	-	-
R	Payment to/for Ohio water rights	1,645	1,522	1,184	1,215	1,150	1,322	1,158	1,204	1,204	1,213
S	Total debt service requirements (M - R)	<u>27,456</u>	<u>27,041</u>	<u>32,645</u>	<u>33,080</u>	<u>35,117</u>	<u>36,893</u>	<u>38,565</u>	<u>38,848</u>	<u>37,340</u>	<u>36,520</u>

**Rate covenant tests:**

Adjusted net revenues vs. total debt service											
Required ratio of lines L ÷ S		1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Actual ratio of lines L ÷ S		1.75	1.78	1.74	1.93	1.94	2.04	2.07	1.83	1.82	1.84
Adjusted net revenues vs. revenue bond debt service											
Required ratio of lines L ÷ (M + N)		1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25
Actual ratio of lines L ÷ (M + N)		10.83	10.86	8.53	9.61	10.03	11.02	11.38	10.60	10.05	9.70

**Bond reserve requirement test:**

Adjusted net revenues vs. revenue bond debt service											
Required ratio of lines L ÷ (M + N)		1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Actual ratio of lines L ÷ (M + N)		10.83	10.86	8.53	9.61	10.03	11.02	11.38	10.60	10.05	9.70

(1) The Water System Revenue Refunding Bonds Series 1999 includes a partial refunding of the Series 1991; both series require three coverage tests. Two rate covenant tests determine if the City is required to increase user rates or engage an independent engineer to assist in determining adequate rates. The bond reserve requirement test determines whether the City will be required to establish a debt service reserve fund. The City has exceeded all coverage requirements.

Source: City of Columbus, Ohio, City Auditor.

**City of Columbus, Ohio**

Table 13

**Sanitary Sewer Enterprise Revenue Bond Coverage (1)  
Sanitary Sewer System Revenue Refunding Bonds Series 1992 (2), 1994 and 2002  
1993 through 2002**

**(in thousands, except coverages)**

Line	As defined in indenture	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
A	Gross revenue, including interest	107,407	112,574	117,906	116,972	121,695	129,084	121,110	121,058	119,237	125,795
B	O & M expenses, net of depreciation	(47,598)	(51,581)	(50,232)	(48,549)	(50,613)	(54,226)	(55,786)	(54,153)	(59,568)	(61,476)
C	Net revenues (A - B)	<u>59,809</u>	<u>60,993</u>	<u>67,674</u>	<u>68,423</u>	<u>71,082</u>	<u>74,858</u>	<u>65,324</u>	<u>66,905</u>	<u>59,669</u>	<u>64,319</u>
D	System reserve fund at January 31	24,364	19,000	24,000	37,000	50,000	60,306	72,000	66,647	66,562	66,562
E	O & M expense reserve requirement (B x 10%)	(4,760)	(5,158)	(5,023)	(4,855)	(5,061)	(5,423)	(5,578)	(5,415)	(5,967)	(6,148)
F	System reserve fund available (D - E)	<u>19,604</u>	<u>13,842</u>	<u>18,977</u>	<u>32,145</u>	<u>44,939</u>	<u>54,883</u>	<u>66,422</u>	<u>61,232</u>	<u>60,595</u>	<u>60,414</u>
G	Adjusted net revenue (C + F)	<u>79,413</u>	<u>74,835</u>	<u>86,651</u>	<u>100,568</u>	<u>116,021</u>	<u>129,741</u>	<u>131,746</u>	<u>128,137</u>	<u>120,264</u>	<u>124,733</u>
H	Revenue bond principal	6,335	6,715	1,625	1,705	7,620	8,015	8,435	8,890	9,380	9,900
I	Revenue bond interest	10,308	9,902	9,581	9,297	9,146	8,652	8,064	8,091	6,902	7,085
J	General obligation bond principal	15,349	15,366	18,181	18,106	17,253	17,698	18,320	19,993	20,417	20,478
K	General obligation bond interest	19,849	17,924	15,914	14,708	13,519	13,672	13,656	12,401	11,152	11,109
L	General obligation note interest	-	2	3	-	-	27	-	-	18	-
M	OWDA/EPA principal	1,552	2,102	2,190	2,922	3,053	5,326	5,604	5,961	7,598	4,830
N	OWDA/EPA interest	1,065	1,921	1,989	2,467	2,336	5,027	4,826	4,727	6,199	4,221
O	Total debt service (H - N)	<u>54,458</u>	<u>53,932</u>	<u>49,483</u>	<u>49,205</u>	<u>52,927</u>	<u>58,417</u>	<u>58,905</u>	<u>60,063</u>	<u>61,666</u>	<u>57,623</u>

**Rate covenant tests:**

Adjusted net revenues vs. total debt service	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Required ratio of lines G ÷ O	1.46	1.39	1.75	2.04	2.19	2.22	2.24	2.13	1.95	2.16	
Actual ratio of lines G ÷ O											
Adjusted net revenues vs. revenue bond debt service	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.25
Required ratio of lines G ÷ (H + I)	4.77	4.50	7.73	9.14	6.92	7.78	7.99	7.55	7.39	7.34	

**Bond Reserve Requirement test:**

Adjusted net revenues vs. revenue bond debt service	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Required ratio of lines G ÷ (H + I)	4.77	4.50	7.73	9.14	6.92	7.78	7.99	7.55	7.39	7.34	

Actual ratio of lines G ÷ (H + I)

- (1) The Sanitary Sewer System Refunding Bonds Series 1992 and 1994 require three coverage tests. Two rate covenant tests determine if the City is required to increase user rates or engage an independent engineer to assist in determining adequate rates. The bond reserve requirement test determines whether the City will be required to establish debt service reserve funds. The City has exceeded all coverage requirements.
- (2) The 1992 bonds were called for redemption by the Trustee on June 1, 2002. These 1992 bonds were refunded (a current refunding) on April 2, 2002 with Series 2002 bonds requiring the same coverage tests.

Source: City of Columbus, Ohio, City Auditor.

**City of Columbus, Ohio**  
**City Income Tax Revenue**  
**Net of Refunds**  
**Last Ten Fiscal Years**  
**(in thousands, except percent)**

Table 14

***GAAP (modified accrual) Basis:***

<u>Fiscal Year</u>	<u>General Fund</u>	<u>Debt Service Funds</u>	<u>Other Governmental Funds</u>	<u>Total</u>	<u>% Increase Over Prior Year</u>
1993	205,744	68,583	-	274,327	4.87 %
1994	217,215	72,561	-	289,776	5.63
1995	234,309	77,947	-	312,256	7.76
1996	243,848	81,283	-	325,131	4.12
1997	262,072	87,357	-	349,429	7.47
1998	286,034	95,343	-	381,377	9.14
1999	308,223	102,741	-	410,964	7.76
2000	315,610	105,202	-	420,812	2.40
2001	326,259	108,727	-	434,986	3.37
2002	326,612	108,897	58	435,567	0.13

***Budget (cash) Basis***  
***(collections, net of refunds):***

1993	205,620	68,540	-	274,160	6.53 %
1994	217,415	72,627	-	290,042	5.79
1995	234,030	77,854	-	311,884	7.53
1996	244,820	81,607	-	326,427	4.66
1997	257,891	85,963	-	343,854	5.34
1998	288,668	96,222	-	384,890	11.93
1999	301,794	100,623	-	402,417	4.55
2000	318,170	106,057	-	424,227	5.42
2001	329,210	109,737	-	438,947	3.47
2002	328,205	109,402	58	437,665	(0.29)

Source: City of Columbus, Ohio, City Auditor

## City of Columbus, Ohio

Table 15

### Business Indicators (1) 1993—2002

<u>Year</u>	Square Mile Area City of Columbus <u>Year End</u>	Air Passengers (000)	Scheduled Airline Freight (000 lbs.) (2)
1993	199.3	4,702	130,614
1994	199.9	5,440	129,787
1995	204.3	5,640	98,297
1996	209.2	6,276	82,767
1997	212.0	6,517	81,173
1998	212.5	6,420	60,728
1999	214.7	6,542	51,329
2000	216.6	6,873	49,772
2001	218.6	6,680	33,649
2002	221.2	6,741	23,591

<u>Year</u>	Active Gas Meters	Telephone Access Lines	New Car Sales
1993	340,000	673,603	56,069
1994	344,890	710,121	67,378
1995	359,222	756,432	42,993
1996	364,751	N.A.	87,232
1997	404,742	N.A.	93,666
1998	404,937	N.A.	86,414
1999	414,824	836,971	54,920
2000	419,865	813,214	52,819
2001	427,844	855,027	49,812
2002	444,612	769,332	41,865

<u>Year</u>	<u>New Truck Sales</u>	<u>All Vehicle Registrations</u>	
		<u>Columbus, Ohio</u>	<u>Franklin County (Includes Columbus)</u>
1993	12,019	446,663	709,665
1994	15,981	465,844	732,928
1995	29,984	475,608	745,402
1996	21,910	491,487	772,661
1997	26,699	497,131	777,427
1998	28,838	516,543	795,869
1999	48,856	693,200	1,054,030
2000	38,092	668,609	1,072,923
2001	35,284	692,880	1,084,172
2002	30,654	664,144	1,094,862

(1) Franklin County data unless otherwise indicated.

(2) Includes cargo, freight and mail. Data representative of Columbus Municipal Airport Authority only.

N.A. Information not available.

Sources: Columbus Area Chamber of Commerce, Research Department; Columbia Gas of Ohio; Ameritech; Columbus Municipal Airport Authority; The Polk Company, Government Relations; and the State of Ohio, Bureau of Motor Vehicles.

## City of Columbus, Ohio

Table 16

### Growth in Land Area Selected Years

<u>Year</u>	<u>Square miles at December 31</u>	<u>Square miles annexed (1)</u>
1950	39.977	-
1955	54.406	14.429
1960	91.210	36.804
1965	104.700	13.490
1970	143.894	39.194
1975	173.210	29.316
1980	183.112	9.902
1985	187.316	4.204
1990	196.028	8.712
1991	196.829	0.801
1992	198.344	1.515
1993	199.323	0.979
1994	199.965	0.642
1995	204.279	4.314
1996	209.218 (2)	1.953
1997	212.015	2.797
1998	213.535	1.520
1999	214.676	1.141
2000	216.633	1.957
2001	218.554	1.921
2002	221.232	2.678

(1) Net of de-annexations.

(2) 1996 includes 2.986 square miles resulting from refined remeasurements of City area.

Source: City of Columbus, Division of Engineering and Construction, Maps Section.

## City of Columbus, Ohio

Table 17

### Largest Employers in the Greater Columbus Area Ranked by Number of Employees

<b>1.</b> State of Ohio	27,707	<b>25.</b> Ross Products	2,429
<b>2.</b> The Ohio State University	17,169	<b>26.</b> Big Lots Inc.	2,400
<b>3.</b> United States Postal Service	5,306 (1)	<b>27.</b> South-Western City School District	2,381
* Defense Supply Center	2,446 (1)	<b>28.</b> Children's Hospital Inc.	2,366
* Defense Finance & Accounting Service Center	2,231 (1)	<b>29.</b> Medco Health Solutions Inc.	2,250
<b>4.</b> Nationwide Companies	10,444	<b>30.</b> Big Bear Stores Co.	2,047
<b>5.</b> Bank One Corp.	8,991	<b>31.</b> Battelle	2,035
<b>6.</b> City of Columbus	8,805	<b>32.</b> National City Bank	1,930
<b>7.</b> Columbus Public Schools	8,784	<b>33.</b> Arc Industries Inc.	1,920
<b>8.</b> Ohio Health	8,158	<b>34.</b> Ashland Inc.	1,916
<b>9.</b> Limited Brands	7,200	<b>35.</b> Dispatch Printing Co.	1,900
<b>10.</b> Franklin County	6,830	<b>36.</b> Verizon Wireless	1,834
<b>11.</b> Honda of America	6,550	<b>37.</b> State Farm	1,747
<b>12.</b> Kroger Co.	5,952	<b>38.</b> Lucent Technologies	1,701
<b>13.</b> Wendy's International Inc.	4,900	<b>39.</b> Westerville City Schools	1,639
<b>14.</b> Mount Carmel Hospitals	4,877	<b>40.</b> Hilliard City Schools	1,620
<b>15.</b> American Electric Power	3,794	<b>41.</b> Quest Communications	1,600
<b>16.</b> Catholic Diocese of Columbus	3,600	<b>42.</b> United Parcel Service	1,570
<b>17.</b> Huntington Bancshares Inc.	3,478	<b>43.</b> Alliance Data Systems	1,500
<b>18.</b> Wal-Mart Stores Inc.	3,400	<b>44.</b> Cardinal Health	1,500
<b>19.</b> Bob Evans Farms Inc.	3,017	<b>45.</b> Dublin City Schools	1,406
<b>20.</b> Value City Department Stores	2,810	<b>46.</b> Chemical Abstract Service	1,400
<b>21.</b> SBC Ameritech Ohio	2,675	<b>47.</b> Netjets Inc.	1,394
<b>22.</b> Meijer Inc.	2,650	<b>48.</b> Owens Corning	1,329
<b>23.</b> Discover Financial Services	2,600	<b>49.</b> Columbia Gas of Ohio Inc.	1,255
<b>24.</b> Chase Home Finance	2,457	<b>50.</b> Worthington City Schools	1,250

(1) Greater Columbus Federal government employment total was 13,700 as of October, 2002 including those agencies shown above.

**Source: Reprinted with permission of Business First of Columbus, Inc.**  
December 13, 2002

**City of Columbus, Ohio**  
**Estimated Civilian Labor Force**  
**and Annual Average Unemployment Rates**  
**1993—2002**

Table 18

Year	Franklin County		(Labor Force in Thousands) Columbus M.S.A. (1)		Ohio		U.S.
	Labor force (2)	Unem- ployment rate (3)	Labor force (2)	Unem- ployment rate (3)	Labor force (2)	Unem- ployment rate (3)	Unem- ployment rate (3)
1993	552.9	4.6 %	757.1	4.9 %	5,480.0	6.5 %	6.8 %
1994	561.2	3.9	767.8	4.1	5,537.0	5.5	6.1
1995	562.4	3.3	769.4	3.5	5,573.0	4.8	5.6
1996	574.0	2.9	794.0	3.1	5,643.0	4.9	5.4
1997	588.3	2.7	813.7	2.9	5,756.0	4.6	4.9
1998	581.9	2.5	811.8	2.7	5,678.0	4.3	4.5
1999	593.4	2.5	829.9	2.6	5,749.0	4.3	4.2
2000	604.3	2.4	850.8	2.5	5,783.0	4.1	4.0
2001	622.0	2.8	875.5	2.8	5,857.0	4.3	4.8
2002	624.7	4.4	882.9	4.4	5,828.0	5.7	5.8

- (1) The Columbus M.S.A. includes Delaware, Fairfield, Franklin, Licking, Madison, and Pickaway counties.
- (2) Civilian labor force is the estimated number of persons 16 years of age and over, employed and unemployed distributed by place of residence.
- (3) The unemployment rate is equal to the estimate of unemployed persons divided by the estimated civilian labor force.

Source: Ohio Department of Job and Family Services, Bureau of Labor Market Information (preliminary data that is subject to change).

**City of Columbus, Ohio**  
**Estimated Per Capita Income**  
**1993—2002**

Table 19

Year	Columbus M.S.A. (1)		Franklin County (1)		Ohio (2)		United States (2)	
	Per capita income	% of national average	Per capita income	% of national average	Per capita income	% of national average	Per capita income	
1993	\$ 21,645	101.3 %	\$ 22,596	105.7 %	\$ 20,379	95.4 %	\$ 21,368	
1994	22,738	102.5	23,650	106.6	21,370	96.3	22,186	
1995	23,910	102.4	24,943	106.8	22,560	96.6	23,359	
1996	24,863	101.7	25,959	106.2	23,493	96.1	24,436	
1997	25,728	101.7	26,647	105.4	24,163	95.6	25,288	
1998	28,454	104.6	29,425	108.2	26,073	95.8	27,203	
1999	29,777	104.3	30,820	108.0	27,171	95.2	28,546	
2000	30,619	103.9	31,685	107.5	27,977	94.9	29,469	
2001	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
2002	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

(1) Per capita income has been restated for years 1993 to 1996 using revised Bureau of Census population estimates.

(2) Per capita income information has been computed using revised Bureau of Census population estimates.

Accordingly, all years have been restated and benchmarked against this new data.

N.A. = Information not available.

Source: U.S. Department of Commerce, Division of Regional Measurement, Bureau of Economic Analysis

## City of Columbus, Ohio

Columbus Metropolitan Statistical Area Employment (1)  
Nonagricultural Wage and Salary Employment in Selected Industries (2)  
Annual Average Data for 1993—2002  
(in thousands, except percent)

<u>Industry</u>	<u>1993</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	Percentage of Total 2002 employment
<b>Total</b>	<b>728.0</b>	<b>755.9</b>	<b>784.4</b>	<b>798.9</b>	<b>814.2</b>	<b>836.2</b>	<b>857.9</b>	<b>888.1</b>	<b>889.9</b>	<b>N.A.</b>	<b>N.A.</b>
<b>Manufacturing:</b>	<b>92.2</b>	<b>92.0</b>	<b>93.3</b>	<b>91.6</b>	<b>92.8</b>	<b>93.3</b>	<b>93.0</b>	<b>95.0</b>	<b>91.2</b>	<b>N.A.</b>	<b>N.A.</b>
Durable Goods	54.6	54.4	55.8	54.3	55.6	55.2	55.8	57.6	54.9	N.A.	N.A.
Nondurable Goods	37.6	37.7	37.5	37.4	37.2	38.1	37.2	37.4	36.3	N.A.	N.A.
<b>Nonmanufacturing:</b>	<b>635.8</b>	<b>663.9</b>	<b>691.1</b>	<b>707.3</b>	<b>721.4</b>	<b>742.9</b>	<b>764.9</b>	<b>793.1</b>	<b>798.7</b>	<b>N.A.</b>	<b>N.A.</b>
Construction	27.4	29.8	31.2	32.6	35.0	35.5	38.1	40.4	40.1	N.A.	N.A.
Transportation and Public Utilities	30.8	32.8	34.5	35.7	36.2	38.0	40.3	42.9	43.1	N.A.	N.A.
Wholesale Trade	36.7	38.2	39.4	40.2	41.5	42.7	44.2	46.0	45.8	N.A.	N.A.
Retail Trade	153.0	161.5	171.3	176.5	171.7	174.4	177.7	184.2	182.8	N.A.	N.A.
Finance, Insurance, and Real Estate	60.9	63.2	64.3	67.6	71.2	75.2	77.8	76.8	78.0	N.A.	N.A.
Services	194.6	204.9	216.0	220.5	229.1	238.9	247.2	261.5	265.1	N.A.	N.A.
Government:	<b>131.7</b>	<b>132.7</b>	<b>133.6</b>	<b>133.7</b>	<b>136.7</b>	<b>137.5</b>	<b>138.9</b>	<b>141.3</b>	<b>143.8</b>	<b>N.A.</b>	<b>N.A.</b>
Federal Government	15.3	15.2	15.3	14.2	15.6	14.7	14.3	14.6	13.8	N.A.	N.A.
State Government	57.3	57.9	58.0	57.5	58.5	58.6	58.5	58.7	59.6	N.A.	N.A.
Local Government	59.1	59.6	60.3	62.0	62.6	64.2	66.1	68.0	70.4	N.A.	N.A.

(1) Columbus Metropolitan Statistical Area includes Delaware, Franklin, Fairfield, Licking, Madison, and Pickaway counties.

(2) Nonagricultural employment excludes farm workers, proprietors, the self-employed, unpaid family workers, and domestic workers.

N.A. = Information not available.

Source: Ohio Department of Job and Family Services, Labor Market Information Bureau

## City of Columbus, Ohio

Table 21

### School Enrollment Trends in Franklin County 1993—2002

<u>Year</u>	<u>The Ohio State University</u>	<u>Columbus State Community College</u>	<u>Other Colleges/Universities (1)</u>	<u>Total Colleges/Universities</u>	<u>Columbus Public Schools (2)</u>
1993	50,365	14,863	13,884	79,112	63,439
1994	50,000	16,795	14,348	81,143	62,915
1995	48,676	15,999	14,432	79,107	62,812
1996	48,352	16,330	14,439	79,121	63,368
1997	48,278	16,340	14,652	79,270	64,248
1998	48,511	16,600	14,969	80,080	65,054
1999	48,003	17,662	15,600	81,265	64,339
2000	47,952	18,094	15,943	81,989	64,859
2001	48,477	19,462	16,678	84,617	64,548
2002	49,676	22,222	17,140	89,038	63,628

(1) Includes Capital University, Columbus College of Art & Design, Franklin University, Ohio Dominican College, Otterbein College and Mt.Carmel College of Nursing.

Devry Institute of Technology, Fall 2002 enrollment was approximately 3,300 students. Also, in Franklin County there are 41 proprietary schools with an estimated enrollment of 6,926 students.

(2) The Columbus City School District is a political subdivision under Ohio law, separate and distinct from the City of Columbus. Fifteen other public school districts lie partially or wholly within Franklin County. Enrollment in these districts, for Franklin County only, is estimated at 110,166. Additionally, the Catholic Diocese of Columbus operates 31 elementary and secondary schools in Franklin County with approximately 13,155 students. The 75 additional nonpublic schools located in Franklin County have an estimated enrollment of 13,047.

Sources: Columbus Public Schools; Catholic Diocese of Columbus; Ohio Department of Education; Ohio Board of Regents; The Ohio State University; Columbus State Community College; Association of Independent Colleges and Universities of Ohio; State Board of Proprietary School Registration.

**City of Columbus, Ohio**

Table 22

**City of Columbus and  
Franklin County, Ohio  
Land Area  
December 31, 2002**

<u>Jurisdiction</u>	<u>Square Miles</u>
Columbus.....	221.2 (1)
Less portion outside of Franklin County.....	(4.4) (2)
Other incorporated areas in Franklin County excluding Columbus.....	132.1 (2)
Unincorporated Townships within Franklin County.....	<u>195.0</u> (2)
Total approximate area of Franklin County	<u><u>543.9</u></u>

Sources: (1) City of Columbus, Department of Public Service &  
Transportation - City Map Room  
(2) Franklin County Engineer

**City of Columbus, Ohio**  
**Exempted Real Property**  
**in Franklin County**  
**1993—2002**

Table 23

<u>Year</u>	<u>Amount</u> <u>(in thousands)</u>
1993	\$ 2,609,716
1994	2,724,979
1995	2,790,753
1996	2,237,768
1997	2,272,602
1998	2,295,563
1999	2,282,662
2000	2,733,229
2001	2,881,736
2002	2,809,079

Exempted real property represents assessed value of certain real property owned by governmental entities (e.g., state, county, city, schools, etc.) or owned by religious or charitable organizations.

Source: Franklin County Auditor.

## City of Columbus, Ohio

Table 24

### Salaries of Principal Officials December 31, 2002

<u>Title</u>	Annual Salary		
	<u>2002</u>	<u>2003</u>	
Mayor	\$ 124,073	\$ 129,036	
President of City Council	42,755	44,037	
Member of Council	35,541	36,607	
City Attorney	112,112	116,596	
City Auditor	112,112	116,596	
City Clerk	87,813	88,293	(1)
City Treasurer	84,462	85,718	(1)
Department Heads/Directors:			
Civil Service Executive Secretary	112,995	114,339	(1)
Health Commissioner	131,953	139,199	(1)
Recreation and Parks	118,722	120,418	(1)
Public Safety	120,283	121,742	(1)
Public Service	112,245	113,589	(1)
Community Relations	90,884	91,966	(1)
Development	112,245	113,589	(1)
Equal Business Opportunity	88,647	89,703	(1)
Education	74,837	75,733	(1)
Human Resources	101,744	102,960	(1)
Technology	127,814	129,542	(1)
Utilities	113,095	114,439	(1)
Finance	112,245	113,589	

(1) Hourly rate at January, 2003 annualized X 2,080 hours.

Source: City of Columbus, Ohio, City Auditor.

## City of Columbus, Ohio

Table 25

### Surety Bond Coverage December 31, 2002

<u>Position</u>	<u>Coverage</u>	<u>Amount</u>	
City Treasurer	Fidelity Bond	\$ 5,000,000	(1)
Deputy Treasurer	Fidelity Bond	\$ 5,000,000	(1)
Police through the rank of Sergeant	Honesty Blanket Position Bond	\$ 25,000	(2)
All other employees and elected or appointed officials including all officially appointed members of City Boards and/or Commissions	Faithful Performance Blanket Bond	\$ 250,000	(1)

(1) Fidelity bonds are provided by The Cincinnati Insurance Company.

(2) Honesty Blanket Position and Faithful Performance Blanket bonds are provided by the St. Paul Fire and Marine Insurance Company.

Source: City of Columbus, Ohio, City Auditor.

**City of Columbus, Ohio**  
**Miscellaneous Statistics**  
**December 31, 2002**

Table 26

Date of incorporation	March 3, 1834
Form of government	Council/Mayor
Area	221.2 square miles
Miles of streets, alleys	1,978.70 miles (exclusive of 72.40 freeway miles)
Number of traffic signals	950 (600 computerized)
Number of parking meters	4,597
City fleet (licensed on-road):	
Fire	394
Police	1,188
Refuse	277
Other	1,637
Fire protection:	
Number of stations	31
	1—Administration Building
	1—Training Academy
Number of fire companies	33 Engine / 16 Ladder
Number of firefighters & officers	1,534
Police protection:	
Number of stations	1—Headquarters
	1—Heliport
	1—Training Academy
	14—Substations
Number of precincts	19
Number of police officers	1,827 (exclusive of volunteers)
Municipal water division:	
Number of customer accounts	257,697
Average daily pumpage	146.02 million gallons
Miles of water mains	2,479 owned - 3,322 maintained
Municipal sewer division:	
Number of customer accounts - sanitary	253,490
Number of customer accounts - storm	189,831
Sanitary sewers	2,326.03 miles
Storm sewers	1,728.85 miles
Combined sanitary/storm sewers	204.10 miles
Municipal electric division:	
Number of streetlights	45,514
Number of customers	13,269
Recreation & parks:	
Recreation centers	28
Playgrounds	128
Parks/parkland	333 parks, 14,544 acres (land and water)
Swimming pools	11
Senior citizens centers	7
Athletic complexes	5
Specialized facilities	7
Shelterhouses	8
Tennis courts	141
Golf courses	7
Reservoirs	3

Source: City of Columbus, City Auditor

**City of Columbus, Ohio**  
**Comparison of Building Permits Issued**  
**1993-2002**

Table 27

Year	New Construction		Alterations & Additions		Total	
	Permits issued	Valuation (in thousands)	Permits issued	Valuation (in thousands)	Permits issued	Valuation (in thousands)
1993	2,930	\$ 367,207	6,071	\$ 173,218	9,001	\$ 540,425
1994	3,298	471,540	6,081	207,546	9,379	679,086
1995	2,778	473,647	6,092	275,963	8,870	749,610
1996	3,473	532,599	5,497	330,900	8,970	863,499
1997	3,470	840,187	6,515	583,530	9,985	1,423,717
1998	4,324	1,189,922	6,466	570,222	10,790	1,760,144
1999	4,188	866,932	5,287	692,390	9,475	1,559,322
2000	3,880	1,287,368	5,058	723,754	8,938	2,011,122
2001	4,125	1,194,028	3,682	589,247	7,807	1,783,275
2002	4,179	831,872	3,200	421,685	7,379	1,253,557

Source: City of Columbus, Ohio, Department of Development, Building and Development Services

**City of Columbus, Ohio**  
**Average Cost of Housing Construction**  
**1993—2002**

Table 28

Year	Single-family average structure cost	% Change from previous year	% Change from 1992	Multi-family average unit cost	% Change from previous year	% Change from 1992
1993	\$ 78,706	5.4 %	5.4 %	\$ 31,892	27.6 %	27.6 %
1994	82,374	4.7	10.3	38,078	19.4	52.4
1995	92,159	11.9	23.4	36,288	(4.7)	45.2
1996	90,597	(1.7)	21.3	36,173	(0.3)	44.8
1997	92,327	1.9	23.7	62,806	73.6	151.4
1998	89,561	(3.0)	20.0	46,155	(26.5)	84.7
1999	102,377	14.3	37.1	36,129	(21.7)	44.6
2000	129,906	26.9	74.0	42,517	17.7	70.2
2001	130,403	0.4	74.7	45,800	7.7	83.3
2002	133,643	2.5	79.0	43,526	(5.0)	74.2

Source: City of Columbus, Ohio, Department of Development, Building Services

# City of Columbus, Ohio

Table 29

## Compliance Information Securities and Exchange Commission Rule 15c2-12(b)(5)(i)(C) and (D)

In the spirit of full disclosure and in compliance with the above Rule, the City is pleased to disclose the following regarding its outstanding obligations.

### Description of Material Events:

1. There were no delinquencies of principal and/or interest payments.
2. There were no non-payment related defaults.
3. There were no unscheduled draws on debt service reserves reflecting financial difficulties.
4. There were no unscheduled draws on credit enhancements reflecting financial difficulties.
5. There were no substitutions of credit or liquidity providers. No current provider failed to perform.
6. There have been no adverse tax opinions affecting the tax-exempt status of any of the City's outstanding obligations.
7. There have been no modifications to rights of the holders of the City's obligations.
8. The City currently refunded (not a defeasance), with bonds dated April 2, 2002, its Sewerage System Revenue Refunding Bonds, Series 1992 in the outstanding principal amount of \$73,420,000. The Series 1992 bonds were refunded by the issuance of revenue bonds, entitled City of Columbus, Ohio Sewerage System Revenue Refunding Bonds, Series 2002, in the amount of \$71,640,000 with a final maturity on June 1, 2008. The refunding was accomplished as follows:

Reacquisition price and net carrying amount of the refunded bonds	\$ 74,888,400.00
<hr/>	
Funds used to accomplish the refunding:	
• Principal amount of new bonds issued	\$ 71,640,000.00
• Plus: Premium received on new bonds issued	3,534,340.10
• Less: Amount of premium received used to pay costs of issuance on new bonds issued	(285,940.10)
Total	\$ 74,888,400.00
<hr/>	

9. There were no defeasances in 2002.
10. The City did not release, substitute, or sell any property (the City has not secured any of its obligations with any of its property) securing repayment of obligations.

# City of Columbus, Ohio

Table 29 (Continued)

## Compliance Information Securities and Exchange Commission Rule 15c2-12(b)(5)(i)(C) and (D)

11. Ratings of the City’s bonds and any changes occurring since the City’s 2001 CAFR are as follows.

<u>Bond Description</u>	<u>Moody’s Investors Service</u>		<u>Standard and Poor’s</u>	
	<u>Prior Rating</u>	<u>Current Rating</u>	<u>Prior Rating</u>	<u>Current Rating</u>
General Obligation Fixed Rate Bonds	Aaa	Aaa	AAA	AAA
General Obligation Variable Rate Demand Bonds	Aaa/VMIG1	Aaa/VMIG1	AAA/A1+	AAA/A1+
1999 Water System Revenue Refunding Bonds	Aa2	Aa2	AA	AA
1994 Sewer System Adjustable Rate Refunding Revenue Bonds	Aa2/VMIG1	Aa2/VMIG1	AA/A1+	AA/A1+
2002 Sewer System Revenue Refunding Bonds	Aa2	Aa2	AA	AA

12. The City will continue to provide all the necessary information, contained below under “Continuing Disclosure Undertaking”, on an annual basis as is required by the Rule.

### Continuing Disclosure Undertaking:

The following provides the Annual Information and/or indicates where in this report the Annual Information may be obtained.

- (1.) **Electricity System – Electricity Enterprise Fund** – see respective financial statements contained in this report.
- (2.) **Municipal Airport Authority** – see respective financial statements contained in this report.
- (3.) **Sewer System – Sewer Enterprise Fund** – see respective financial statements contained in this report.
- (4.) **Summary of Financial Information – Summary of Certain Financial Statements for General Fund and Debt Service Funds** – see respective financial statements contained in this report.
- (5.) **Water System – Water Enterprise Fund** – see respective financial statements contained in this report.
- (6.) **Water System – Outstanding Debt** – see respective financial statements, Note G and Table 11 contained in this report.
- (7.) **Debt Summary – Outstanding Debt** – see Note G contained in this report.
- (8.) **Debt Summary – Conduit Type Debt** – see Note G contained in this report.
- (9.) **Debt Summary – Overlapping Debt** – see Table 11 contained in this report.
- (10.) **Certain Municipal Income Tax Matters – Historical City Income Tax Revenues** – see Table 14 contained in this report.
- (11.) **Certain Property Tax Matters – Ad Valorem Taxes Levied and Collected** – see Table 3 contained in this report.
- (12.) **Certain Property Tax Matters – Principal Taxpayers** – see Table 6 contained in this report.

# City of Columbus, Ohio

Table 29 (continued)

## Compliance Information Securities and Exchange Commission Rule 15c2-12(b)(5)(i)(C) and (D)

- (13.) **Certain Property Tax Matters – Tax Rates** – see Table 5 contained in this report.
- (14.) **Certain Property Tax Matters – Assessed Value of Taxable Property** – see Table 4 contained in this report.
- (15.) **Electricity System – Rate Determination** – see section entitled “Electricity” contained in the Transmittal Letter of this report.
- (16.) **Debt Summary – Historical Debt Information** – see section entitled “Debt Administration – Bond and Note History” contained in the Transmittal Letter of this report.
- (17.) **Water System – Largest Customers** – see table below.

### Water Enterprise – Ten Largest Customers (Based upon 2002 Sales)

<u>Customer</u>	<u>Total Charges (in thousands)</u>	<u>% of Total Water Charges</u>
City of Reynoldsburg	\$ 1,854	2.06%
City of Gahanna	1,549	1.72
Anheuser Busch Inc.	1,493	1.66
Franklin County Sanitation Engineer	926	1.03
City of Bexley	914	1.01
OSU Physical Facilities	807	0.90
Abbott Laboratories	270	0.30
7 Up Columbus	206	0.23
Kal Kan Foods	183	0.20
Village of Obetz	<u>180</u>	<u>0.20</u>
Total	<u>\$ 8,382</u>	<u>9.31%</u>

Source: Department of Public Utilities, Division of Water

- (18.) **Sewer System – Largest Customers** – see table below.

### Sewer Enterprise – Ten Largest Customers (Based upon 2002 Sales)\*

<u>Customer</u>	<u>Total Charges (in thousands)</u>	<u>% of Total Sewer Charges</u>
Anheuser Busch Inc.	\$ 4,887	4.54%
Franklin County Sanitation Engineer	1,703	1.58
OSU Physical Facilities	1,677	1.56
Abbott Laboratories	1,074	1.00
Kal Kan Foods	646	0.60
Worthington Better Living	523	0.49
7 Up Columbus	380	0.35
LS-II Electro-Galvan Co.	262	0.24
Plaskolite	197	0.18
Ohio Health Corp.	<u>181</u>	<u>0.17</u>
Total	<u>\$ 11,530</u>	<u>10.71%</u>

Source: Department of Public Utilities, Division of Sewerage and Drainage

\* does not include information for storm water

# City of Columbus, Ohio

Table 29 (continued)

## Compliance Information Securities and Exchange Commission Rule 15c2-12(b)(5)(i)(C) and (D)

- (19.) **Electricity System – Largest Customers** – see table below.

### Electricity Enterprise – Ten Largest Customers (Based upon 2002 Sales)

<u>Customer</u>	<u>Total Charges (in thousands)</u>	<u>% of Total Electric Charges</u>
City of Columbus – Division of Sewerage & Drains	\$ 5,314	10.15%
City of Columbus – Division of Water	4,019	7.67
Franklin County	1,466	2.80
Martin Marietta / Shelly Materials	1,173	2.24
State Hilltop Properties	1,154	2.20
City of Columbus – Division of Facilities Management	1,124	2.14
Columbus State Community College	1,119	2.14
Columbus Public Schools	1,047	2.00
Ohio Building Authority	1,033	1.97
Franklin International	<u>786</u>	<u>1.50</u>
Total	<u>\$ 18,235</u>	<u>34.81%</u>

Source: Department of Public Utilities, Division of Electricity

- (20.) **Tax Increment Revenues – Easton** – The following is an update to the information provided in the Official Statement, dated June 3, 1999 and relating to the original issuance of \$30,050,000 City of Columbus, Ohio Tax Increment Financing Bonds, Series 1999 (Easton Project), under the caption “TAX INCREMENT REVENUES.” (See Page 11 of the Official Statement.):

Based upon billing data for collection year 2002, the top ten obligors with respect to TIF Payments, and their respective percentages of the total TIF Payments for that collection year (\$1,438,735), are as follows:

<u>Rank</u>	<u>Name of Obligor</u>	<u>% of Total TIF Payments</u>
1	Easton Towne Center LLC	41.22%
2	Easton Market LLC	18.15
3	MORSO Holding Co.	10.87
4	Lowe’s Home Centers Inc.	3.53
5	Dayton Hudson Corp.	3.39
6	Robert Lindemann TR	2.87
7	Georgetown/Chase PH II	2.71
8	Granddad LLC	0.85
9	Bisys Crossings I LLC	0.59
10	Northeast Office Venture	0.52

# City of Columbus, Ohio

Table 29 (continued)

## Compliance Information Securities and Exchange Commission Rule 15c2-12(b)(5)(i)(C) and (D)

### (21.) **Debt Summary – Projected Additional Debt**

To be eligible for capital improvements funding (i.e., from issuance of debt), an asset must have a useful life of at least five years and be considered non-operational. Some examples of capital improvements projects include the purchase of major equipment items, street lighting, street improvements, land acquisition for recreational needs, building construction and facility rehabilitation. The City's current capital improvements program (CIP), for the period 2003 through 2008, provides for approximately \$1.7 billion in funding for various capital improvements. A copy of the current CIP may be obtained by contacting the Department of Finance, City Hall, 90 West Broad Street, Columbus, Ohio 43215.

This Comprehensive Annual Financial Report of the City of Columbus, Ohio will be distributed to approximately 500 recipients including the Municipal Securities Rulemaking Board, all nationally recognized municipal securities information repositories (NRMSIRS), and to the Ohio Municipal Advisory Council. This report is also available on the City's website. The Internet address is: <http://www.cityofcolumbus.org>.

# **SINGLE AUDIT SECTION**





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

The Honorable Hugh J. Dorrian  
City Auditor  
City of Columbus, Ohio

and

The Honorable Betty Montgomery  
Auditor of State of Ohio

We have audited the financial statements of the City of Columbus, Ohio (the "City") as of and for the year ended December 31, 2002, and have issued our report thereon dated April 17, 2003. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**COMPLIANCE**

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

**INTERNAL CONTROL OVER FINANCIAL REPORTING**

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more

of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted certain matters involving the internal control over financial reporting, which we have presented to management and the City in a separate letter dated April 17, 2003.

\* \* \* \* \*

This report is intended solely for the information and use of the City's management, the Auditor of State of Ohio, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

*Deloitte & Touche LLP*

April 17, 2003



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL  
OVER COMPLIANCE AND SCHEDULE OF RECEIPTS AND EXPENDITURES  
OF FEDERAL, STATE AND COUNTY AWARDS**

The Honorable Hugh J. Dorrian  
City Auditor  
City of Columbus, Ohio

and

The Honorable Betty Montgomery  
Auditor of State of Ohio

**COMPLIANCE**

We have audited the compliance of the City of Columbus, Ohio (the "City") with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2002. The City's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended December 31, 2002.

## INTERNAL CONTROL OVER COMPLIANCE

The management of the City is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control 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 noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program 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 compliance and its operation that we consider to be material weaknesses.

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND OTHER

We have audited the basic financial statements of the City as of and for the year ended December 31, 2002, and have issued our report thereon dated April 17, 2003. Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying schedule of expenditures of federal awards and other is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. This schedule is the responsibility of the management of the City of Columbus, Ohio. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

This report is intended solely for the information of the City's management, the Ohio Auditor of State, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified users.

*Deloitte & Touche*

April 17, 2003

**City of Columbus, Ohio  
 Schedule of Receipts and Expenditures of Federal, State, and County Awards  
 Year Ended December 31, 2002**

<b>Grant No. (1)</b>	<b>Fund</b>	<b>Grant Title</b>	<b>CFDA</b>	<b>Grant No. (2)</b>	<b>Grant Award (3)</b>	<b>Receipts</b>	<b>City Match and Miscellaneous Receipts</b>	<b>Expenditures</b>
<b>Federal Grants</b>								
<b>Department of Agriculture</b>								
510216	286	Wetlands Reserve Program	10.072	-	\$ 22,241	\$ -	-	17,153
500016	251	2000 Women, Infants, and Children Program	10.557	142-N	2,759,682	86,438	-	18,680
500020	251	2000 Ohio Infant Mortality Reduction	10.557	142-AF	90,000	-	-	33,048
501016	251	2001 Women, Infants, and Children Program	10.557	142-N	3,125,279	1,592,323	-	2,492,896
501020	251	2001 Ohio Infant Mortality Reduction	10.557	142-AF	130,000	91,785	-	131,778
502016	251	2002 Women, Infants, and Children Program	10.557	142-N	3,207,801	737,059	-	683,459
502020	251	2002 Ohio Infant Mortality Reduction	10.557	142-AF	150,000	37,500	-	27,003
508282	251	Ohio Infant Mortality Reduction	10.557	142-AF	72,000	-	-	10,973
Total for CFDA 10.557						<u>2,545,105</u>	<u>-</u>	<u>3,397,837</u>
511016	286	2001 Summer Food Service Program for Children	10.559	-	1,368,344	6,267	-	14,277
512016	286	2002 Summer Food Service Program for Children	10.559	-	1,192,607	876,914	-	876,914
Total for CFDA 10.559						<u>883,181</u>	<u>-</u>	<u>891,191</u>
518309	286	Senior Farmers Market	10.572	-	135,000	122,785	-	90,632
511020	286	Wildlife Habitat Incentive Program	10.914	-	24,000	-	-	18,678
Total Department of Agriculture						<u>\$ 3,551,071</u>	<u>-</u>	<u>4,415,491</u>
<b>Department of Education</b>								
500019	251	2000 MCH Early Intervention	84.181	-	41,167	2,343	-	622
501019	251	2001 MCH Early Intervention	84.181	-	81,096	38,893	-	33,264
Total Department of Education						<u>\$ 41,236</u>	<u>-</u>	<u>33,886</u>
<b>Department of Energy</b>								
509027	251	Clean Cities Program	81.041	-	74,374	30,479	-	18,540
Total Department of Energy						<u>\$ 30,479</u>	<u>-</u>	<u>18,540</u>
<b>From Ohio Environmental Protection Agency:</b>								
448298	220	Brownfields Assessment Project	66.811	-	263,284	61,147	-	70,584
Total Environmental Protection Agency						<u>\$ 61,147</u>	<u>-</u>	<u>70,584</u>

**City of Columbus, Ohio  
Schedule of Receipts and Expenditures of Federal, State, and County Awards  
Year Ended December 31, 2002**

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	City Match and Miscellaneous		
						Receipts	Receipts	Expenditures
<b>Department of Health and Human Services</b>								
518019	286	Title VII, Prevention of Elder Abuse	93.041		30,000	15,416	-	24,416
518307	286	Title IIIIE - Caregiver Support	93.052	88-06	1,976,455	570,278	-	524,942
518310	286	Title IV - Senior Medicare	93.048		123,128	38,500	40,000	41,774
502045	286	Public Health Infrastructure	93.283		522,670	241,473	-	38,960
518020	286	Low-Income Home Energy Assistance	93.568	HEAP-06	118,512	23,627	-	28,203
448220	220	Social Services Block Grant	93.667	G-9501-04-ECUR	2,947,368	57,000	-	96,515
500017	251	Healthy Start Initiative	93.926	-	2,000,000	-	250	-
501017	251	Healthy Start Initiative	93.926	-	2,000,000	524,692	-	370,117
502017	251	Healthy Start Initiative	93.926	-	500,000	127,926	-	210,829
		Total for CFDA 93.926				652,618	250	580,946
		Total Department of Health and Human Services				1,598,912	40,250	1,335,756
<b>From the Ohio Department of Aging:</b>								
518318	286	Special Programs for the Aging-Title III, Part F-Preventive Health Service	93.043	-	281,391	78,261	285	84,909
518301	286	Supportive Services & Senior Centers	93.044	88-06	6,198,399	1,704,831	8,584	1,611,247
518303	286	Special Programs for the Aging-Title III, Part C-Nutrition Services	93.045	-	8,475,608	2,256,661	15,797	2,345,197
518324	286	Special Programs for the Aging-Title III, Part A-Nutrition Services	93.045	-	1,335,280	350,807	243,579	675,281
		Total for CFDA 93.045				2,607,468	259,376	3,020,478
518139	286	(4) Medical Assistance Program (PASSPORT)	93.778	-	70,415,498	22,009,166	316,200	22,168,053
		Total Ohio Department of Aging				26,399,726	584,445	26,884,687
<b>From the Ohio Department of Health:</b>								
502004	251	HIV/STD Prevention Program	93.118	-	223,753	223,753	-	214,300
501004	251	HIV/STD Prevention Program	93.118	-	235,519	-	-	44,467
		Total for CFDA 93.118				223,753	-	258,767
500022	251	Childhood Lead Poisoning Prevention Program	93.197	-	101,575	611	-	-
501022	251	Childhood Lead Poisoning Prevention Program	93.197	-	101,575	45,000	8,342	45,866
502022	251	Childhood Lead Poisoning Prevention Program	93.197	-	90,000	45,000	-	43,450
508322	251	Childhood Lead Poisoning Prevention Program 1997-98	93.197	142-E	126,413	826	-	-
		Total for CFDA 93.197				91,437	8,342	89,316
502006	251	Childhood Immunization Grants	93.268	-	355,963	285,646	-	291,581
502007	251	Childhood Immunization Grants	93.268	-	10,000	10,000	-	9,437
501006	251	Childhood Immunization Grants	93.268	-	533,391	61,220	26	67,322
		Total for CFDA 93.268				356,866	26	368,340

**City of Columbus, Ohio**  
**Schedule of Receipts and Expenditures of Federal, State, and County Awards**  
**Year Ended December 31, 2002**

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	City Match and Miscellaneous		
						Receipts	Receipts	Expenditures
502009	251	HIV Care Formula Grants 2002	93.917	142-AI	31,000	18,418	-	19,329
501009	251	HIV Care Formula Grants 2001-2002	93.917	142-AI	57,003	34,558	-	36,721
Total for CFDA 93.917						52,976	-	56,050
508303	251	Cooperative Agreements-State Based Comprehensive Breast/Cervical Cancer Early Detection Programs 1997	93.919	142-AG	360,143	-	-	11,536
500003	251	Cooperative Agreements-State Based Comprehensive Breast/Cervical Cancer Early Detection Programs 1998	93.919	-	146,000	-	-	3,890
501023	251	Cooperative Agreements-State Based Comprehensive Breast/Cervical Cancer Early Detection Programs 2001	93.919	-	152,525	114,457	-	112,026
502023	251	Cooperative Agreements-State Based Comprehensive Breast/Cervical Cancer Early Detection Programs 2002	93.919	-	136,975	34,244	-	42,074
Total for CFDA 93.919						148,701	-	169,526
502005	251	HIV Prevention Activities-Health Department Based	93.940	142-AL	762,107	583,908	-	548,034
501005	251	HIV Prevention Activities-Health Department Based	93.940	142-AL	614,705	54,577	-	139,498
Total for CFDA 93.940						638,485	-	687,532
501013	251	Health Delivery Services to Persons with AIDS 2000-01	93.959	142	120,702	93,476	-	64,847
502013	251	Health Delivery Services to Persons with AIDS 2002-03	93.959	142	120,702	-	-	46,429
Total for CFDA 93.959						93,476	-	111,276
502003	251	STD Diagnostic & Treatment Services	93.977		516,919	516,919	-	297,010
501003	251	STD Diagnostic & Treatment Services	93.977		288,511	-	226	52,788
508318	251	STD Diagnostic & Treatment Services	93.977	142-ADI	108,000	-	-	4,419
Total for CFDA 93.977						516,919	226	354,217
500004	251	Preventive Health & Health Services Block Grant	93.991	-	113,317	-	-	1,620
501001	251	Preventive Health & Health Services Block Grant	93.991	-	157,800	26,262	-	20,622
508317	251	Preventive Health & Health Services Block Grant	93.991	142-M	450,250	100,000	-	110,852
Total for CFDA 93.991						126,262	-	133,094
500018	251	Maternal & Child Health Svs Block Grant to the States	93.994	142-L	1,252,228	-	74,707	1,117
501018	251	Maternal & Child Health Svs Block Grant to the States	93.994	142-L	1,228,965	1,057,326	94,245	1,466,197
502018	251	Maternal & Child Health Svs Block Grant to the States	93.994	142-L	722,291	206,369	137,644	173,562
Total for CFDA 93.994						1,263,695	306,596	1,640,876
Total Ohio Department of Health						3,512,570	315,190	3,868,994

**City of Columbus, Ohio**  
**Schedule of Receipts and Expenditures of Federal, State, and County Awards**  
**Year Ended December 31, 2002**

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	City Match and Miscellaneous		
						Receipts	Receipts	Expenditures
<b>From the Franklin County A.D.A.M.H. Board:</b>								
509011	251	1999 Lifestyle Risk Reduction - COA	93.959	-	167,750	-	-	27,897
509015	251	1999 Women's Alcohol Recovery	93.959	-	121,414	-	-	5,164
500027	251	2000 HIV Early Intervention Services	93.959	-	337,407	138,325	14,854	23,733
500028	251	2000 Lifestyle Risk Reduction/COA	93.959	-	140,576	16,282	26,662	-
500030	251	2000 Women's Alcohol Recovery	93.959	-	227,404	63,812	1,961	14,021
501027	251	2001 HIV Early Intervention Services	93.959	-	337,407	213,354	14,000	191,663
501028	251	2001 Lifestyle Risk Reduction/COA	93.959	-	156,000	83,926	8,715	89,217
501030	251	2001 Women's Alcoh	93.959	-	247,672	113,546	35,240	129,405
502027	251	2002 HIV Early Intervention Services	93.959	-	330,321	110,901	-	121,609
502028	251	2002 Lifestyle Risk Reduction/COA	93.959	-	131,153	60,420	3,752	40,233
502030	251	2002 Women's Alcohol Recovery	93.959	-	182,244	112,810	45,067	99,982
508329	251	Block Grants for Prevention & Treatment of Substance Abuse	93.959	-	120,460	-	-	24,116
Total Franklin County A.D.A.M.H Board						913,376	150,251	767,040
Total Department of Health and Human Services						\$ 32,424,584	1,090,136	32,856,477
<b>Department of Housing and Urban Development</b>								
458004	201	Housing Development Grant Program	14.174	-	-	-	-	1,287,588
518002	286	Congregate Housing Services Program	14.191	-	656,215	185,362	92,006	310,297
sbf 001	248	Community Development Block Grant-Non-loan program	14.218	B-96-MC-39-009		9,791,642	-	12,510,790
sbf 002	248	Community Development Block Grant-Loan program	14.218	B-96-MC-39-009		-	2,231,223	2,414,851
Total for CFDA 14.218						9,791,642	2,231,223	14,925,641
sbf 016	243	Urban Development Action Grant	14.221	B-81-AA-39-0110	6,000,000	-	-	722
sbf 018	243	Urban Development Action Grant	14.221	B-81-AA-39-0111	1,000,000	-	-	173,642
Total for CFDA 14.221						-	-	174,364
458084	220	Emergency Shelter Grants Program	14.231	-	1,210,779	287,386	-	287,386
458001	201	HOME Investment Partnerships Program-Non-loan program	14.239	-	18,130,483	-	35,204	1,042,362
458001	201	HOME Investment Partnerships Program-Loan program	14.239	-	18,130,483	5,860,070	-	32,750,148
Total for CFDA 14.239						5,860,070	35,204	33,792,510
508274	220	Housing for People with AIDS (HOPWA)	14.241	OH16H97-FO51	1,821,611	401,447	-	400,932
449006	220	Empowerment Zones Program	14.244	-	7,377,627	3,473,434	-	3,474,318
449003	204	Central City Loan	14.246	-	3,000,000	-	115,491	21,642
442004	220	Lead-Based paint Hazard Control in Priority Housing	14.900	OHLAG0055-95	2,334	2,334	-	-
449005	220	Lead-Based paint Hazard Control in Priority Housing	14.900	OHLAG0055-95	1,124,223	215,886	-	343,197
508101	220	Lead-Based paint Hazard Control in Priority Housing	14.900	OHLAG0055-95	4,687,684	-	-	299,898
Total for CFDA 14.900						218,220	-	643,095
Total Department of Housing and Urban Development						\$ 20,217,561	2,473,924	55,317,773

**City of Columbus, Ohio**  
**Schedule of Receipts and Expenditures of Federal, State, and County Awards**  
**Year Ended December 31, 2002**

<b>Grant No. (1)</b>	<b>Fund</b>	<b>Grant Title</b>	<b>CFDA</b>	<b>Grant No. (2)</b>	<b>Grant Award (3)</b>	<b>Receipts</b>	<b>City Match and Miscellaneous Receipts</b>	<b>Expenditures</b>
<b>Department of Interior</b>								
<b>From the Ohio Historical Society:</b>								
512021	220	Cultural Arts Center	15.914	-	2,635	-	-	2,635
440004	220	Eddie Rickenbacker	15.915	-	10,000	10,000	-	-
Total Department of Interior						\$ 10,000	-	2,635
<b>Department of Justice</b>								
330005	220	Operation Nite Light (99 JAJBG)	16.523	98-WF-VA2-8782	135,181	23,567	-	4,301
332005	220	Operation Nite Light (01 JAJBG)	16.523	01-JB-007-F13	114,238	68,618	-	110,444
332010	220	S.T.O.P. Teenage Opportunity to Purchase	16.523	00-JB-013-A049	128,216	30,588	12,693	35,441
Total for CFDA 16.523						122,773	12,693	150,186
338004	222	Local Law Enforcement Block Grant (LLEBG)	16.592	-	1,112,418	-	1,318	228,197
338005	222	Local Law Enforcement Block Grant (LLEBG)	16.592	00-LB-BX-1632	1,042,719	-	7,865	541,778
338006	222	Local Law Enforcement Block Grant (LLEBG)	16.592	01-LB-BX-1435	910,916	-	116,311	435,038
338007	222	Local Law Enforcement Block Grant (LLEBG)	16.592	96-LB-VX-1457	701,568	701,568	5,804	20,046
Total for CFDA 16.592						701,568	131,298	1,225,059
330003	220	Bulletproof Vest Partnership	16.607	-	31,000	-	-	22,428
331003	220	Bulletproof Vest Partnership	16.607	-	73,207	73,207	-	33,307
332003	220	Bulletproof Vest Partnership	16.607	-	68,516	106	-	-
340001	220	State & Local Domestic Preparedness	16.607	00-TE-CX-0090	200,000	5,584	-	792
Total for CFDA 16.607						78,897	-	56,527
331011	220	National Incident Based Reporting	16.733	-	500,000	500,000	-	500,000
From the Alliance for Cooperative Justice:								
240001	220	Byrne Formula Grant	16.579	DG-E01-7721	207,514	91,555	-	17,866
251001	220	2001 Specialized Probation Supervision	16.579	99-DG-F02-7476	85,576	42,788	28,526	97,142
Total Alliance for Cooperative Justice						134,343	28,526	115,008
252004	220	2002 Planning In Community Prosecution	16.609	-	75,000	-	-	1,497
<b>From the Alliance for Cooperative Justice:</b>								
241004	220	Violence Against Women Formula Grants	16.588	96-WF-VA2-8758	28,429	-	-	389
241005	220	Violence Against Women Formula Grants	16.588	96-WF-VA5-8757	56,470	-	-	18,000
248270	220	Violence Against Women Formula Grants	16.588	96-WF-VA2-8758	398,534	137,445	-	123,687
248271	220	Violence Against Women Formula Grants	16.588	96-WF-VA5-8757	267,679	49,226	-	70,443
248295	220	Violence Against Women Formula Grants	16.588	99VADSCE317	439,333	104,479	-	102,358
331007	220	Violence Against Women Formula Grants	16.588	00-WF-VA3-8782	133,380	63,312	3,230	31,538
332007	220	Violence Against Women Formula Grants	16.588	01-WF-VA3-8782	46,416	3,466	-	4,709
Total for CFDA 16.588						357,928	3,230	351,124

**City of Columbus, Ohio**  
**Schedule of Receipts and Expenditures of Federal, State, and County Awards**  
**Year Ended December 31, 2002**

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	City Match and Miscellaneous		
						Receipts	Receipts	Expenditures
<b>From the Ohio Attorney General's Office:</b>								
338281	220	Justice Research, Development, and Evaluation Project Grants	16.560	97-DN-VX-0009	69,979	130	-	130
332012	220	Crime Laboratory Improvements	16.564		210,000	-	-	25,678
240003	220	Telecomm Harrasment Grant	16.575	DG-E02-B515	101,918	17,641	-	101,015
250003	220	2000 Probation Svcs - Victim Advocates	16.575	98VADSCN318	47,279	-	-	2
251003	220	2001 Probations Svcs - Victim Advocates	16.575	98VADSCN318	63,039	35,459	-	55,247
258276	220	Crime Victim Assistance	16.575	-	38,655	-	-	2,091
258297	220	Crime Victim Assistance	16.575	98VADSCN318	44,602	-	2,105	-
259003	220	Crime Victim Assistance	16.575	98VADSCN318	44,603	-	-	12
252003	220	2002 Probations Svcs - Victim Advocates	16.575	03VADSCE478	47,279	11,820	48,081	24,546
		Total for CFDA 16.575				64,920	50,186	182,913
		Total Department of Justice				\$ 1,960,559	225,933	2,608,122
<b>Department of Transportation</b>								
<b>From the Ohio Department of Highway Safety:</b>								
540002	220	Highway Planning & Construction	20.205		300,000	-	-	29,000
548077	220	Highway Planning & Construction	20.205	PF-FRA-189	630,838	96,504	-	102,259
		Total for CFDA 20.205				96,504	-	131,259
331006	220	State & Community Highway Safety	20.600	-	32,869	15,027	-	8,398
332006	220	State & Community Highway Safety	20.600	-	71,125	71,125	-	71,125
338096	220	State & Community Highway Safety	20.600	-	12,000	-	-	13,603
340002	220	2000 EMS Grant	20.600	-	71,778	36,373	-	3,359
341002	220	2001 EMS Grant	20.600	-	940	-	-	940
342002	220	2002 EMS Grant	20.600	-	32,020	30,468	-	30,468
343002	220	2003 EMS Grant	20.600	-	500	500	-	500
343003	220	2003 EMS Grant	20.600	-	35,425	-	-	11,216
500024	251	Safe Communities	20.600	-	50,000	10,467	1,851	93
500025	251	Child Safety Seat Distribution	20.600	-	62,699	-	6,790	-
500026	251	Van Grant	20.600	-	59,163	-	3,962	1,190
501024	251	2001 Safe Communities	20.600	-	110,000	71,339	-	63,820
501025	251	2001 Occupant Protection Program	20.600	-	61,894	57,391	-	49,503
501026	251	2001 Child Passenger Van Grant	20.600	-	60,209	56,445	-	47,605
502024	251	2002 Safe Communities	20.600	-	100,000	-	-	12,415
502025	251	2002 Occupant Protection Program	20.600	-	68,667	-	-	3,585
502026	251	2002 Child Passenger Van Grant	20.600	-	68,431	-	-	3,585
509022	251	1999 Safe Communities	20.600	-	40,000	-	-	1,105
509023	251	Child Passenger Safety	20.600	-	45,454	-	4,149	39
549001	220	Franklin County - Columbus Signal	20.600	-	550,000	234,916	-	54,900
		Total for CFDA 20.600				584,051	16,752	377,449
		Total Ohio Department of Highway Safety				680,555	16,752	508,708

**City of Columbus, Ohio  
 Schedule of Receipts and Expenditures of Federal, State, and County Awards  
 Year Ended December 31, 2002**

<b>Grant No. (1)</b>	<b>Fund</b>	<b>Grant Title</b>	<b>CFDA</b>	<b>Grant No. (2)</b>	<b>Grant Award (3)</b>	<b>Receipts</b>	<b>City Match and Miscellaneous Receipts</b>	<b>Expenditures</b>
<b>From the Ohio Department of Transportation:</b>								
561001	765	Highway Planning & Construction - Hard Road	20.205	-	8,250,000	-	365,000	843,392
561034	765	Highway Planning & Constr. - Spring-Sandusky Interchange	20.205	I-70-3-3(13)92	7,027,726	-	-	1,515
565185	765	Highway Planning & Construction - Main Street Bridge	20.205	-	1,992,827	-	225,925	905,520
565186	765	Highway Planning & Construction - Town Street Bridge	20.205	-	126,855	-	257,000	371,812
Total Ohio Department of Transportation						-	847,925	2,122,239
Total Department of Transportation						\$ 680,555	864,677	2,630,947
<b>Federal Emergency Management Agency</b>								
343004	220	FEMA - Assistance to Firefighters	83.554	-	500,000	-	12,987	-
Total Federal Assistance - Primary Government						\$ 58,977,192	4,667,657	97,954,455
<b>Other Federal Assistance - Loans</b>								
		US EPA/OWDA Water Pollution Control Loan	66.458	-	20,508,475	-	7,944,807	6,137,917
<b>Other Federal Assistance-Component Unit Drug Enforcement Administration</b>								
		Equitable Sharing Agreement	16.000	-	-	\$ 286,467	-	141,904
<b>Transportation Security Administration</b>								
		Explosives Detection Canine Team Program		DTFA01-02-A-02035	-	120,500	-	120,500
		Law Enforcement Personnel Agreement		DTSA20-02-P-50105	-	260,031	-	260,031
Total Transportation Security Administration						\$ 380,531	-	380,531
<b>Federal Aviation Administration</b>								
		Airport Improvement Program	20.106	-	-	\$ 7,970,485	-	7,972,055
<b>Total Federal Assistance - Reporting Entity</b>						\$ 67,614,675	12,612,464	112,586,862

**City of Columbus, Ohio  
 Schedule of Receipts and Expenditures of Federal, State, and County Awards  
 Year Ended December 31, 2002**

<b>Grant No. (1)</b>	<b>Fund</b>	<b>Grant Title</b>	<b>CFDA</b>	<b>Grant No. (2)</b>	<b>Grant Award (3)</b>	<b>Receipts</b>	<b>City Match and Miscellaneous Receipts</b>	<b>Expenditures</b>
<b>State Grants</b>								
<b>Department of Aging</b>								
518006	286	RSS/Assisted Living		GRF-490-412	85,734	53,003	-	50,248
518025	286	Senior Volunteer Program		GRF-490-506	38,000	24,554	-	19,345
518047	286	Alzheimer's Respite		GRF-490-512	218,890	428,990	-	425,375
518308	286	Home Care Ombudsman		GRF-490-510	222,321	189,002	-	188,813
518315	286	Senior Block Grant		GRF-490-411	1,278,381	1,158,464	-	1,210,229
		Total Department of Aging				<u>\$ 1,854,013</u>	<u>-</u>	<u>1,894,010</u>
<b>Ohio Department of Alcohol and Drug Addiction Services</b>								
501029	251	2001 ADA - Prevention		-	54,166	<u>30,500</u>	<u>768</u>	<u>19,492</u>
<b>Department of Development</b>								
440003	220	Ohio Empowerment		-	466,666	50,000	-	959
460002	220	Rickenbacker-Woods		-	475,000	-	-	1,179
518082	286	Housing Trust Fund Program		-	6,800	52,500	-	52,500
518482	286	Service Coordination Program		-	37,000	26,000	-	18,278
		Total Department of Development				<u>\$ 128,500</u>	<u>-</u>	<u>72,916</u>
<b>Ohio Environmental Protection Agency</b>								
500007	251	2000 Project Clear		-	55,738	-	-	9,172
512024	286	2002 Ohio Bio-Blitz - Bio Diversity Program		-	55,738	5,000	-	-
		Total Ohio Environmental Protection Agency				<u>5,000</u>	<u>-</u>	<u>9,172</u>

**City of Columbus, Ohio**  
**Schedule of Receipts and Expenditures of Federal, State, and County Awards**  
**Year Ended December 31, 2002**

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	City Match and Miscellaneous		
						Receipts	Receipts	Expenditures
<b>Ohio Department of Health</b>								
500005	251	Health Systems Improvement		-	230,800	-	-	5,815
500008	251	Welcome Home		-	330,000	-	-	773
500014	251	State AIDS Community-Based Care		-	40,875	1,153	8	-
500029	251	2000 ADA Prevention Services		-	54,166	-	-	11,359
501011	251	2001 Franklin County Early Start I		-	86,114	81,421	-	49,548
501012	251	2001 Franklin County Early Start 2		-	91,032	57,776	-	68,070
501014	251	2001 State AIDS Care		-	42,625	19,101	-	20,685
501015	251	2001 In-Home Parenting		-	33,221	41,361	-	38,411
501032	251	TB Enhancement/Tobacco Settlement		-	216,000	-	-	99,832
501035	251	2001 Community Access Program		-	122,157	122,157	-	122,149
501208	251	2001 Welcome Home		-	300,000	302,947	-	206,115
502035	251	2002 Community Access Program		-	66,600	41,235	-	252
502014	251	2002 State AIDS Care		-	46,900	34,867	-	36,691
502029	251	2002 ADA Prevention Services		-	66,916	23,000	5,000	19,050
502040	251	2002 Cardiovascular Health		-	158,000	130,837	1,562	121,041
508040	251	Ohio Childhood		-	6,522	30	13,431	9,552
508001	251	State Health Subsidy		-	785,000	240,612	-	254,927
508052	251	Chemical Emergency Preparedness		-	97,160	79,907	-	7,705
509016	251	1999 Ohio Immunization Action Plan		-	66,800	-	-	12,723
509343	251	Scioto Valley Health Systems Agency		-	159,316	33,029	-	-
Total Ohio Department of Health						\$ 1,209,433	20,001	1,084,698
<b>Department of Natural Resources</b>								
510102	286	Scioto Peninsula		-	12,000,000	6,709,277	-	6,584,738
510104	286	Urban Forestry Bicentennial Grant		-	20,000	20,000	-	-
510115	286	BioBlitz: Biodiversity in Your Backyard		-	4,700	-	-	242
511008	286	2001 Angler Education		-	4,027	-	-	1,193
512008	286	2002 Angler Education		-	3,352	3,352	-	152
598279	220	1998 Recycle Ohio		-	140,675	-	-	256
591001	220	2001 Recycle Ohio		-	141,499	21,996	15,167	35,622
592001	220	2002 Recycle Ohio Grant		-	140,960	113,198	40,830	149,835
599001	220	1999 Recycle Ohio Grant		-	140,960	-	-	301
338203	220	State Marine Patrol		-	7,408	-	-	1,156
Total Department of Natural Resources						\$ 6,867,823	55,997	6,773,495
<b>Department of Rehabilitation and Corrections</b>								
252002	220	2002 Misdemeanor Diversion		-	175,033	72,200	-	38,188
251002	220	2001 Misdemeanor Division		-	144,400	72,200	-	83,603
Total Department of Rehabilitation and Corrections						\$ 144,400	-	121,791

**City of Columbus, Ohio**  
**Schedule of Receipts and Expenditures of Federal, State, and County Awards**  
**Year Ended December 31, 2002**

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	City Match and Miscellaneous			
						Receipts	Receipts	Expenditures	
<b>Ohio Arts Council</b>									
510101	286	PAINT 2001		-	25,638	25,638	-	-	
510103	286	2001 Festival Latino - OAC		FY2001-0547	18,180	18,180	-	-	
510201	286	PAINT 2002		-	22,031	-	-	22,031	
510202	286	2002 Scioto Peninsula		-	4,750,000	-	-	259,343	
510203	286	2002 Festival Latino - OAC		-	18,625	-	-	18,625	
510206	286	Spring & Long Park		-	7,750,000	153,535	-	250,795	
518526	286	Poetry in the Park		-	200	200	-	-	
518626	286	Music in the Air-Donations/Grants		-	12,310	-	84,650	58,184	
518728	286	Visions: Community Outreach		-	5,365	-	-	15	
Total Ohio Arts Council						\$	<u>197,553</u>	<u>84,650</u>	<u>608,993</u>
<b>Ohio Attorney General's Office</b>									
331001	220	DARE Law Enforcement Program		-	202,397	\$ 85,000	-	85,000	
<b>Ohio Public Works Commission</b>									
560002	764	Group 9 Intersection		-	2,146,198	-	53,162	137,242	
560003	764	Kingston Ave / 3rd		-	685,577	15,109	-	14,173	
560004	764	Stelzer Road Bridge		-	3,475,339	82,886	-	4,449	
560005	763	Chatterton Road Improvement		-	4,691,451	923,388	700,000	1,864,245	
560006	763	Sullivant Ave		-	5,094,634	89,906	-	-	
560007	764	Group 10 Intersection		-	1,958,257	89,358	-	74,899	
560008	764	ADA Curb Ramp Installation		-	630,532	8,854	-	269,763	
561002	764	Greenlawn Avenue Improvements		-	6,575,132	3,758,165	1,391,931	4,771,084	
568036	764	James Road Improvement		CC011A-CC111	2,866,594	-	-	65,491	
569020	763	Group 8 Intersection Improvements		-	2,017,653	266,246	-	317,514	
569021	763	Belle Street Roadway		-	2,155,572	61,063	-	-	
Total Ohio Public Works Commission						\$	<u>5,294,975</u>	<u>2,145,093</u>	<u>7,518,860</u>
<b>Other Agency</b>									
331008	220	Interactive Crime Mapping		2001-RU-R63-9	80,000	74,854	765	25,605	
331009	220	Remote Fingerprint Identification		2001-RU-R63-9	35,000	35,000	-	35,000	
Total Other Agency							<u>109,854</u>	<u>765</u>	<u>60,605</u>
Total State Assistance						\$	<u>15,927,051</u>	<u>2,307,274</u>	<u>18,249,032</u>

**City of Columbus, Ohio**  
**Schedule of Receipts and Expenditures of Federal, State, and County Awards**  
**Year Ended December 31, 2002**

<b>Grant No.</b>	<b>Fund</b>	<b>Grant Title</b>	<b>CFDA</b>	<b>Grant No. (2)</b>	<b>Grant Award (3)</b>	<b>Receipts</b>	<b>City Match and Miscellaneous Receipts</b>	<b>Expenditures</b>
<b>(1)</b>								
<b>County Grants</b>								
<b>A.D.A.M.H. Board</b>								
500031	251	2000 Outpatient Treatment		-	530,788	63,425	11,620	28,961
501031	251	2001 Outpatient Treatment		-	472,744	349,233	12,489	289,334
502031	251	2002 Outpatient Treatment		-	357,896	169,941	98,906	226,652
502042	251	Consumer Outcomes Development		-	18,583	18,583	-	-
508231	251	1996 Alcohol Treatment Services		-	7,138	-	-	1,310
509014	251	ADA Outpatient Treatment		-	337,918	-	1,427	1,427
508325	251	ADA Outpatient Treatment		-	369,273	-	-	32,137
508320	251	Performance Incentive Fund		-	15,000	150	300	2,508
518018	286	Volunteer Guardianship Program		-	272,000	89,133	3,670	124,078
Total A.D.A.M.H. Board						<u>\$ 690,465</u>	<u>128,412</u>	<u>706,407</u>
<b>Board of Health</b>								
590003	220	2000 Comprehensive Antidumping Enforcement			54,400	-	-	8,160
591002	220	2001 Comprehensive Antidumping Enforcement			53,600	-	13,420	8,965
592002	220	2002 Comprehensive Antidumping Enforcement			62,278	-	46,709	44,583
Total Board of Health						<u>\$ -</u>	<u>60,129</u>	<u>61,708</u>
<b>Franklin County Department of Jobs and Family Services</b>								
500021	251	FCCS Intake & Investigations		-	62,843	3,799	-	874
501021	251	2001 FCCS Intake & Investigations		-	60,320	119,514	-	113,991
501034	251	Teen Pregnancy Prevention		-	73,188	68,283	-	70,726
502036	251	2002 Help Me Grow - At Risk		-	37,554	37,554	-	37,554
502044	251	Help Me Grow - Oversight & Planning		-	202,265	84,277	-	36,773
502046	251	Help Me Grow Direct Services		-	316,693	21,870	-	98,485
Total Franklin County Department of Jobs and Family Services						<u>\$ 335,297</u>	<u>-</u>	<u>358,403</u>
<b>Franklin County Commissioners</b>								
442002	286	Columbus Community Hospital Redevelopment		-	55,000	55,000	-	55,000
518335	286	Franklin County Seniors Options		-	10,977,166	2,189,770	84	2,150,866
511005	286	Franklin County Seniors Options		-	9,646	-	-	9,255
512005	286	Franklin County Seniors Options		-	9,984	9,984	-	-
Total Franklin County Commissioners						<u>\$ 2,254,754</u>	<u>84</u>	<u>2,215,121</u>
<b>Other Agency</b>								
441008	220	CMHA Homebuyer Assistance			120,000	<u>\$ 45,000</u>	<u>-</u>	<u>75,000</u>
Total County Assistance						3,325,516	188,625	3,416,639
Total Private Assistance, net						937,360	1,408,600	2,060,767
Total State Assistance (See above)						15,927,051	2,307,274	18,249,032
Total Federal Assistance - Reporting Entity (See above)						<u>67,614,675</u>	<u>12,612,464</u>	<u>112,586,862</u>
Total Assistance						87,804,602	<u>\$ 16,516,963</u>	<u>\$ 136,313,300</u>
Other Federal Assistance - Component Unit (CMAA)						(8,637,483)		
Increase (decrease) in Accrued Grant and Contract Revenue						<u>2,225,651</u>		
Total Grant and Contract Revenue per GAAP financial statements						<u>\$ 81,392,770</u>		

# CITY OF COLUMBUS, OHIO

## Notes to Schedule of Receipts and Expenditures of Federal, State, and County Awards December 31, 2002

### **Note A-General**

The accompanying Schedule of Receipts and Expenditures of Federal, State, and County Awards (the Schedule) presents the activity of all federal, state and county award programs of the City of Columbus, Ohio (the City). The City's reporting entity is defined in Note A to the City's basic financial statements. All federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included on the Schedule.

### **Note B-Basis of Accounting**

The accompanying Schedule is presented using the cash basis of accounting in which revenues are recognized when received and expenditures are recognized when paid.

### **Note C-Relationship to Basic Financial Statements**

Grant revenues are reported in the City's special revenue and capital projects funds and as capital contributions in the Columbus Municipal Airport Authority's discretely presented financial statements. See the Schedule for the reconciliation between the fund financial statements prepared in accordance with generally accepted accounting principles (GAAP) and the Schedule prepared on the cash basis of accounting.

### **Note D-Schedule References**

1. Grant No. represents the City's Performance Accounting System classification structure and is used for internal purposes only.
2. Grant number for pass-through grants is the State of Ohio's grant number.
3. Grant award amounts represent grantor's share only.
4. The P.A.S.S.P.O.R.T. program is funded by both federal and state Medicaid. The amount presented is the federal portion only.

### **Note E-Loans Outstanding**

The City administers loan programs with funding received from the Department of Housing and Urban Development. Following are the loan balances outstanding for these programs as of December 31, 2002:

<b>Program Title</b>	<b>Federal CFDA Number</b>	<b>Amount Outstanding</b>
Community Development Block Grant	14.218	\$41,361,607
HOME Investment Partnership	14.239	32,750,148
Housing Development Grant Program	14.174	1,287,588
Homeownership Opportunities For People Everywhere	14.185	111,200
Rental Rehabilitation	14.230	3,353,257
Section 108	14.246	897,843
Urban Development Action Grant	14.221	2,384,148

# CITY OF COLUMBUS, OHIO

## Notes to Schedule to Receipts and Expenditures of Federal, State, and County Awards

December 31, 2002

### Note F - Subrecipients

Of the federal expenditures presented in the schedule, the City provided federal awards to subrecipients as follows:

	<b>Federal CFDA Number</b>	<b>Amount Provided to Subrecipients</b>
Columbus Public Schools	10.559	820,433
Lifecare Alliance	10.576	90,632
Franklin County Commissioners	14.191	12,957
Senior Independence	14.191	14,211
Total CFDA 14.191		27,168
Community Shelter Board	14.231	287,386
Community Development	14.239	428,243
Homes On The Hill Community	14.239	39,932
Neighborhood House Inc.	14.239	97,407
St. Stephen's Community Homes	14.239	45,000
Total CFDA 14.239		610,582
Columbus Aids Task Force	14.241	338,790
Licking County Coalition For Housing	14.241	47,627
Total CFDA 14.241		386,417
Columbus Compact Inc.	14.244	3,335,631
City Of Cleveland, Ohio	14.900	2,100
Columbus Urban Growth Corp.	66.811	70,584
Catholic Social Services Inc.	93.041	24,416
Alzheimer's Association	93.044	13,507
Alzheimer's Home Care Inc.	93.044	25,558
American Red Cross	93.044	12,932
American Red Cross-Central Ohio Region	93.044	80,914
Carol Strawn Center	93.044	1,239
Catholic Social Services Inc.	93.044	234,099
Clintonville-Beechwold Community	93.044	9,752
Columbus Neighborhood Health Center	93.044	25,185
Community Action Agency Of Fayette County	93.044	20,869
Community Action Organization	93.044	14,044
Community Resources Center	93.044	24,979
East Central Ohio Alzheimer's Association	93.044	2,065
Elder Choices Of Central Ohio	93.044	124,890
Fayette County Commissioners	93.044	14,853
Heritage Day Health Centers	93.044	85,665
Hospice & Health Services	93.044	17,004
Hospice & Health Svcs Of Fairfield County	93.044	36,887
Isabelle Ridgeway Adult Day Care Center	93.044	20,251
L.E.A.D.S. Community Action Agency	93.044	7,867
Legal Aid Society Of Columbus	93.044	50,999
Licking County Aging Program Inc.	93.044	64,481
Life Center: Adult Day Care	93.044	10,084

## CITY OF COLUMBUS, OHIO

### Notes to Schedule to Receipts and Expenditures of Federal, State, and County Awards

December 31, 2002

	<b>Federal CFDA Number</b>	<b>Amount Provided to Subrecipients</b>
Lifecare Alliance	93.044	294,977
Madison County Senior Citizens Center	93.044	30,109
Meals On Wheels Of Fairfield County Inc.	93.044	30,738
Meals On Wheels-Older Adult Alternatives	93.044	12,457
Memorial Hospital Of Union County	93.044	20,200
Ohio State Legal Services Association	93.044	24,244
Pickaway County Commission On Aging	93.044	67,268
Pickaway County Community Action	93.044	2,479
Richwood Civic Center	93.044	20,901
Salvation Army	93.044	6,350
Senior Services For Independent Living	93.044	63,510
Union County Agency Transportation Services	93.044	2,883
Western Ohio Legal Services Association	93.044	2,851
Total CFDA 93.044		1,477,091
Alzheimer's Association	93.045	200
Ambassador Nursing Services Of Central Ohio	93.045	6,531
Asian American Community Service Council	93.045	500
Council For Older Adults	93.045	138,677
Employment For Seniors Inc.	93.045	387
Fayette County Commissioners	93.045	98,769
Licking County Aging Program Inc.	93.045	259,436
Lifecare Alliance	93.045	1,339,534
Madison County Community Hospital	93.045	67,318
Meals On Wheels Of Fairfield County Inc.	93.045	124,083
Meals On Wheels-Older Adult Alternatives	93.045	66,880
Memorial Hospital Of Union County	93.045	100,969
Ohio Association Of Area Agencies on Aging	93.045	1,603
Pickaway County Commission On Aging	93.045	116,790
Total CFDA 93.045		2,321,677
Community Action Agency Of Fayette County	93.052	28,282
Council For Older Adults	93.052	52,336
Licking County Aging Program Inc.	93.052	64,622
Madison County Senior Citizens Center	93.052	15,589
Meals On Wheels Of Fairfield County Inc.	93.052	16,689
Meals On Wheels-Older Adult Alternatives	93.052	17,223
Memorial Hospital Of Union County	93.052	16,835
Ohio Association Of Area Agencies on Aging	93.052	385
Ohio Hospice Organization	93.052	1,500
Pickaway County Commission On Aging	93.052	9,028
Total CFDA 93.052		222,489
Council For Older Adults	93.084	5,000
Licking County Aging Program Inc.	93.084	5,000
Meals On Wheels-Older Adult Alternatives	93.084	5,000
Total CFDA 93.084		15,000
Columbus Neighborhood Health Center	93.268	732
Ohio AIDS Coalition	93.268	9,000
Total CFDA 93.268		9,732

## CITY OF COLUMBUS, OHIO

### Notes to Schedule to Receipts and Expenditures of Federal, State, and County Awards

December 31, 2002

	<b>Federal CFDA Number</b>	<b>Amount Provided to Subrecipients</b>
Catholic Social Services Inc.	93.568	5,250
Clintonville-Beechwold Comm Resource Center	93.568	950
Community Resources Center	93.568	950
Council For Older Adults	93.568	1,900
Elder Choices Of Central Ohio	93.568	2,400
Fayette County Commissioners	93.568	1,900
Madison County Senior Citizens Center	93.568	950
Meals On Wheels Of Fairfield County Inc.	93.568	1,900
Meals On Wheels-Older Adult Alternatives	93.568	950
Memorial Hospital Of Union County	93.568	1,900
Pickaway County Commission On Aging	93.568	1,900
Total CFDA 93.568		20,950
 Columbus Compact Inc.	 93.667	 96,515
American Social Health Association	93.917	218
Ohio AIDS Coalition	93.917	18,072
Total CFDA 93.917		18,290
 Neighborhood House Inc.	 93.926	 269,837
Children's Research Institute	93.940	13,732
Columbus AIDS Task Force	93.940	132,121
Columbus Urban League	93.940	34,356
Total CFDA 93.940		180,209
 Action For Children	 93.959	 3,000
CMA CAO	93.977	10,653
Columbus AIDS Task Force	93.977	10,000
Enrichment Assoc Of Community Healing	93.977	7,500
Links Community Center	93.977	5,000
Southside Community Action Newtork Association	93.977	10,065
Stonewall Columbus	93.977	18,862
Total CFDA 93.977		62,080
Total federal awards provided to subreceptients		10,352,219

# CITY OF COLUMBUS

## SCHEDULE OF FINDING AND QUESTIONED COSTS FOR THE YEAR ENDED DECEMBER 31, 2002

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### PART I – SUMMARY OF AUDITORS’ RESULTS

1. The independent auditors’ report on the financial statements expressed an unqualified opinion.
2. No reportable conditions in internal control over financial reporting were identified.
3. No instance of noncompliance considered material to the financial statements was disclosed.
4. No reportable conditions in internal control over compliance with requirements applicable to major federal awards programs were identified.
5. The independent auditors’ report on compliance with requirements applicable to major federal award programs expressed an unqualified opinion.
6. The audit disclosed no findings which are required to be reported by OMB Circular A-133.
7. The organization’s major programs were: Airport Improvement Program (AIP) (CFDA #20.106), Aging Cluster (CFDA #93.044 and #93.045), and HOME Investment Partnership Program (CFDA 14.239).
8. Dollar threshold used to distinguish between Type A and Type B programs: \$2,316,491.
9. The Auditee did qualify as a low-risk auditee as that term is defined in OMB Circular A-133.

### PART II – FINANCIAL STATEMENT FINDINGS SECTION

No matters are reportable.

### PART III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters are reportable.

### PART IV – SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

<b>Number</b>	<b>Finding</b>	<b>Status</b>	<b>Contact</b>
01-01	Establishing procedures to identify vendors or subrecipients who have been suspended or debarred parties.	Corrected.	Barbara Johnson, Procurement Manager.