

CITY OF COLUMBUS, OHIO

General Purpose Financial Statements
and Individual Enterprise Funds' Financial Statements

December 31, 2000

(With Independent Auditors' Report Thereon)

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STATE OF OHIO
OFFICE OF THE AUDITOR
JIM PETRO, AUDITOR OF STATE

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140
Telephone 614-466-4514
800-282-0370
Facsimile 614-466-4490
www.auditor.state.oh.us

The Honorable Hugh J. Dorrian
City Auditor
City of Columbus
90 W. Broad St.
Columbus, OH 43215

We have reviewed the independent auditor's report of the City of Columbus, Franklin County, prepared by KPMG LLP, for the audit period January 1, 2000 through December 31, 2000. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

JIM PETRO
Auditor of State

May 2, 2001

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CITY OF COLUMBUS, OHIO

Table of Contents

	<u>Page No.</u>
Independent Auditors' Report	1
General Purpose Financial Statements:	
Combined:	
Balance Sheet—All Fund Types, Account Groups, and Discretely Presented Component Unit	2
Statement of Revenues, Expenditures and Changes in Fund Balances— All Governmental Funds	10
Statement of Revenues, Expenditures and Changes in Fund Balances— Budget and Actual—General, Special Revenue and Debt Service Funds— Budget Basis	12
Statement of Revenues, Expenses and Changes in Retained Earnings— All Proprietary Fund Types and Discretely Presented Component Unit	16
Statement of Cash Flows—All Proprietary Fund Types and Discretely Presented Component Unit	18
Notes to the General Purpose Financial Statements	22
Combining Financial Statements—All Enterprise Funds:	
Balance Sheet	66
Statement of Revenues, Expenses and Changes in Retained Earnings	68
Statement of Cash Flows	70
Independent Auditors' Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	75
Independent Auditors' Report on Compliance With Requirements Applicable to Each Major Program, Internal Control Over Compliance in Accordance With OMB Circular A-133 and Schedule of Receipts and Expenditures of Federal, State, and County Awards	77
Schedule of Receipts and Expenditures of Federal, State and County Awards	79
Notes to Schedule of Receipts and Expenditures of Federal, State and County Awards	92
Schedule of Findings and Questioned Costs	98

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Two Nationwide Plaza
Columbus, OH 43215-2577

Telephone 614 249 2300
Fax 614 249 2348

Independent Auditors' Report

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

We have audited the accompanying general purpose financial statements of the City of Columbus, Ohio (the City) and the combining financial statements of its Enterprise Funds as of and for the year ended December 31, 2000 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 these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City as of December 31, 2000, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America. Also, in our opinion, the combining financial statements of its Enterprise Funds referred to above present fairly, in all material respects, the financial position of each of the individual Enterprise Funds of the City as of December 31, 2000, and the results of their operations and their cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 6, 2001 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

KPMG LLP

April 6, 2001

CITY OF COLUMBUS, OHIO

Combined Balance Sheet—All Fund Types, Account Groups, and Discretely Presented Component Unit

December 31, 2000

<u>Assets</u>	Governmental Fund Types			
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
Cash and cash equivalents:				
Cash and investments with treasurer—Note C	\$ 103,269,950	46,856,362	138,929,260	216,312,735
Cash and investments with fiscal and escrow agents and other—Note C	—	328,144	—	—
Investments—Note C	—	29,092	3,250,952	—
Receivables (net of allowances for uncollectibles)—Note D	69,847,227	30,297,881	137,396,868	100,000
Due from other:				
Governments	7,363,922	4,067,563	—	796,117
Funds—Note E	3,930,639	110,721	3,807	457,283
Interfund receivables—Note E	—	—	4,349,806	—
Inventory	—	—	—	—
Deferred charges and other—Note L	—	—	—	—
Restricted assets—Note G:				
Cash and cash equivalents:				
Cash and investments with treasurer and other—Note C	—	—	—	—
Cash and cash equivalents with trustees— Note C	—	—	—	—
Investments with trustees—Note C	—	—	—	—
Accrued interest receivable—Note D	—	—	—	—
Property, plant and equipment—Note F:				
At cost	—	—	—	—
Less accumulated depreciation, where applicable	—	—	—	—
Net property, plant and equipment	—	—	—	—
Amount available in debt service fund	—	—	—	—
Amount to be provided for retirement of general long-term obligations	—	—	—	—
Total assets	\$ 184,411,738	81,689,763	283,930,693	217,666,135

Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)
Enterprise— Note S	Internal Service	Agency	General Fixed Assets	General Long-Term Obligations	Primary Government (carried forward)
89,543,876	23,393,397	37,189,017	—	—	655,494,597
—	—	20,273	—	—	348,417
—	—	20,350	—	—	3,300,394
46,433,099	106,174	—	—	—	284,181,249
1,200,717	303,282	—	—	—	13,731,601
324,158	5,353,141	321,511	—	—	10,501,260
—	—	—	—	—	4,349,806
13,542,161	968,603	—	—	—	14,510,764
1,427,870	—	—	—	—	1,427,870
36,733,742	—	—	—	—	36,733,742
10,538,184	—	—	—	—	10,538,184
5,911,422	—	—	—	—	5,911,422
98,517	—	27,557	—	—	126,074
1,859,134,658	40,150,540	—	726,372,441	—	2,625,657,639
(600,521,194)	(22,280,872)	—	—	—	(622,802,066)
1,258,613,464	17,869,668	—	726,372,441	—	2,002,855,573
—	—	—	—	148,677,027	148,677,027
—	—	—	—	723,464,989	723,464,989
1,464,367,210	47,994,265	37,578,708	726,372,441	872,142,016	3,916,152,969

(Continued)

CITY OF COLUMBUS, OHIO

Combined Balance Sheet—All Fund Types, Account Groups, and Discretely Presented Component Unit (Continued)

December 31, 2000

<u>Assets</u>	<u>Totals (Memorandum Only)</u>	<u>Component Unit</u>
	<u>Primary Government (brought forward)</u>	<u>CMAA</u>
Cash and cash equivalents:		
Cash and investments with treasurer—Note C	\$ 655,494,597	–
Cash and investments with fiscal and escrow agents and other— Note C	348,417	45,269,275
Investments—Note C	3,300,394	–
Receivables (net of allowances for uncollectibles)—Note D	284,181,249	4,281,107
Due from other:		
Governments	13,731,601	2,473,349
Funds—Note E	10,501,260	–
Interfund receivables—Note E	4,349,806	–
Inventory	14,510,764	–
Deferred charges and other—Note L	1,427,870	2,244,511
Restricted assets—Note G:		
Cash and cash equivalents:		
Cash and investments with treasurer and other—Note C	36,733,742	56,459,611
Cash and cash equivalents with trustees—Note C	10,538,184	–
Investments with trustees—Note C	5,911,422	10,073,251
Accrued interest receivable—Note D	126,074	–
Property, plant and equipment—Note F:		
At cost	2,625,657,639	408,984,211
Less accumulated depreciation, where applicable	<u>(622,802,066)</u>	<u>(96,681,750)</u>
Net property, plant and equipment	2,002,855,573	312,302,461
Amount available in debt service fund	148,677,027	–
Amount to be provided for retirement of general long-term obligations	<u>723,464,989</u>	–
Total assets	<u>\$ 3,916,152,969</u>	<u>433,103,565</u>

See accompanying notes to the general purpose financial statements.

Totals (Memorandum Only)	
Reporting Entity	
<u>2000</u>	<u>1999</u>
655,494,597	614,143,286
45,617,692	34,896,073
3,300,394	3,319,359
288,462,356	289,552,302
16,204,950	4,043,911
10,501,260	16,926,009
4,349,806	3,242,958
14,510,764	14,266,110
3,672,381	17,068,197
93,193,353	105,849,483
10,538,184	8,213,535
15,984,673	22,759,896
126,074	160,630
3,034,641,850	2,883,430,303
<u>(719,483,816)</u>	<u>(665,588,329)</u>
2,315,158,034	2,217,841,974
148,677,027	135,216,099
<u>723,464,989</u>	<u>657,400,136</u>
<u><u>4,349,256,534</u></u>	<u><u>4,144,899,958</u></u>

(Continued)

CITY OF COLUMBUS, OHIO

Combined Balance Sheet—All Fund Types, Account Groups, and Discretely Presented Component Unit (Continued)

December 31, 2000

<u>Liabilities</u>	<u>Governmental Fund Types</u>			
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
Accounts payable	\$ 3,822,547	6,200,137	–	10,568,325
Customer deposits	–	–	–	–
Due to other:				
Governments	936,874	–	–	–
Funds—Note E	419,934	2,666,321	324,159	200,672
Other	4,730,253	–	1,576,753	–
Due to primary government—Note E	–	–	–	–
Interfund payables—Note E	2,071,382	–	2,278,424	–
Payable from restricted assets:				
Accounts payable	–	–	–	–
Due to other funds—Note E	–	–	–	–
Due to other	–	–	–	–
Accrued interest payable	–	–	–	–
Deferred revenue and other—Note H	39,613,956	10,991,764	129,660,553	3,252,166
Matured bonds and interest payable—Note G	–	–	1,413,777	–
Accrued interest payable	–	–	–	–
Accrued wages and benefits—Note G	20,904,087	3,385,257	–	–
Accrued vacation and sick leave—Note G	–	–	–	–
Notes payable—Note G	–	–	–	–
Bonds and loans payable, net—Note G	–	–	–	–
Obligation under capitalized lease—Notes G and J	–	–	–	–
Total liabilities	72,499,033	23,243,479	135,253,666	14,021,163
<u>Equity and Other Credits</u>				
Investment in general fixed assets	–	–	–	–
Contributed capital—Note T	–	–	–	–
Retained earnings	–	–	–	–
Fund balances (deficit):				
Reserved for encumbrances	27,316,624	83,042,088	8,373,245	113,759,448
Reserved for non-current loans receivable	–	22,190,839	–	–
Unreserved:				
Designated for future years' expenditures	35,521,147	–	–	–
Undesignated	49,074,934	(46,786,643)	140,303,782	89,885,524
Total fund balance/retained earnings	111,912,705	58,446,284	148,677,027	203,644,972
Total equity and other credits—Note O	111,912,705	58,446,284	148,677,027	203,644,972
Commitments and contingencies— Notes B, G and J				
Total liabilities, equity and other credits	\$ 184,411,738	81,689,763	283,930,693	217,666,135

Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)
Enterprise– Note S	Internal Service	Agency	General Fixed Assets	General Long-Term Obligations	Primary Government (carried forward)
7,501,745	8,642,798	–	–	–	36,735,552
324,159	4,754,935	–	–	–	5,079,094
1,987,864	–	27,829,879	–	–	30,754,617
1,263,175	27,588	5,563,437	–	–	10,465,286
76,963	–	4,185,392	–	–	10,569,361
–	–	–	–	–	–
–	–	–	–	–	4,349,806
4,611,744	–	–	–	–	4,611,744
35,974	–	–	–	–	35,974
34,264	–	–	–	–	34,264
1,399,723	–	–	–	–	1,399,723
1,374,724	–	–	–	–	184,893,163
–	–	–	–	–	1,413,777
4,842,117	15,684	–	–	–	4,857,801
2,756,464	5,843,053	–	–	2,622,000	35,510,861
4,350,101	1,448,230	–	–	46,775,602	52,573,933
1,541,300	–	–	–	4,250,924	5,792,224
839,740,842	5,535,000	–	–	814,173,490	1,659,449,332
–	–	–	–	4,320,000	4,320,000
871,841,159	26,267,288	37,578,708	–	872,142,016	2,052,846,512
–	–	–	726,372,441	–	726,372,441
126,677,039	20,735,692	–	–	–	147,412,731
465,849,012	991,285	–	–	–	466,840,297
–	–	–	–	–	232,491,405
–	–	–	–	–	22,190,839
–	–	–	–	–	35,521,147
–	–	–	–	–	232,477,597
465,849,012	991,285	–	–	–	989,521,285
592,526,051	21,726,977	–	726,372,441	–	1,863,306,457
1,464,367,210	47,994,265	37,578,708	726,372,441	872,142,016	3,916,152,969

(Continued)

CITY OF COLUMBUS, OHIO

Combined Balance Sheet—All Fund Types, Account Groups, and Discretely Presented Component Unit (Continued)

December 31, 2000

<u>Liabilities</u>	Totals (Memorandum Only) Primary Government (brought forward)	Component Unit CMAA
Accounts payable	\$ 36,735,552	4,848,978
Customer deposits	5,079,094	170,704
Due to other:		
Governments	30,754,617	—
Funds—Note E	10,465,286	—
Other	10,569,361	—
Due to primary government—Note E	—	4,000,000
Interfund payables—Note E	4,349,806	—
Payable from restricted assets:		
Accounts payable	4,611,744	3,827,219
Due to other funds—Note E	35,974	—
Due to other	34,264	—
Accrued interest payable	1,399,723	3,687,911
Deferred revenue and other—Note H	184,893,163	—
Matured bonds and interest payable—Note G	1,413,777	—
Accrued interest payable	4,857,801	—
Accrued wages and benefits—Note G	35,510,861	2,012,494
Accrued vacation and sick leave—Note G	52,573,933	—
Notes payable—Note G	5,792,224	—
Bonds and loans payable, net—Note G	1,659,449,332	149,345,173
Obligation under capitalized lease—Notes G and J	4,320,000	—
Total liabilities	2,052,846,512	167,892,479
<u>Equity and Other Credits</u>		
Investment in general fixed assets	726,372,441	—
Contributed capital—Note T	147,412,731	146,692,750
Retained earnings	466,840,297	118,518,336
Fund balances (deficit):		
Reserved for encumbrances	232,491,405	—
Reserved for non-current loans receivable	22,190,839	—
Unreserved:		
Designated for future years' expenditures	35,521,147	—
Undesignated	232,477,597	—
Total fund balance/retained earnings	989,521,285	118,518,336
Total equity and other credits—Note O	1,863,306,457	265,211,086
Commitments and contingencies— Notes B, G and J		
Total liabilities, equity and other credits	3,916,152,969	433,103,565

See accompanying notes to the general purpose financial statements.

Totals (Memorandum Only)	
Reporting Entity	
<u>2000</u>	<u>1999</u>
41,584,530	43,476,138
5,249,798	5,142,809
30,754,617	36,809,278
10,465,286	16,889,301
10,569,361	11,150,224
4,000,000	4,000,000
4,349,806	3,242,958
8,438,963	10,775,824
35,974	36,708
34,264	111,227
5,087,634	5,224,495
184,893,163	187,412,042
1,413,777	1,532,126
4,857,801	5,642,439
37,523,355	31,000,091
52,573,933	50,967,913
5,792,224	4,493,166
1,808,794,505	1,774,791,026
4,320,000	5,180,000
<u>2,220,738,991</u>	<u>2,197,877,765</u>
726,372,441	671,377,858
294,105,481	283,526,474
585,358,633	529,410,202
232,491,405	224,559,563
22,190,839	21,975,829
35,521,147	33,660,140
<u>232,477,597</u>	<u>182,512,127</u>
<u>1,108,039,621</u>	<u>992,117,861</u>
2,128,517,543	1,947,022,193
<u><u>4,349,256,534</u></u>	<u><u>4,144,899,958</u></u>

CITY OF COLUMBUS, OHIO

Combined Statement of Revenues, Expenditures and Changes in Fund Balances— All Governmental Fund Types

Year ended December 31, 2000

	Governmental Fund Types			
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
Revenues:				
Income taxes—Note M	\$ 315,609,936	–	105,202,263	–
Property taxes—Note N	39,048,679	–	–	–
Grants and subsidies	–	52,133,878	–	4,232,525
Investment income	32,745,517	1,448,700	2,047,553	–
Special assessments	–	–	178,626	–
Licenses and permits	10,700,325	7,528,544	–	–
Shared revenues	61,981,953	24,473,051	–	–
Charges for services	27,098,603	34,539,740	562,485	–
Fines and forfeits	12,591,162	2,604,741	–	–
Miscellaneous—Note P	11,233,571	15,400,830	18,998,061	1,674,518
Total revenues	<u>511,009,746</u>	<u>138,129,484</u>	<u>126,988,988</u>	<u>5,907,043</u>
Expenditures:				
Current:				
General government	58,115,803	14,061,461	433,182	–
Public service	49,003,094	32,396,876	–	–
Public safety	319,830,494	3,132,613	–	–
Trade and development	27,165,374	14,545,100	646,152	–
Health	–	36,712,093	–	–
Recreation and parks	–	62,501,097	–	–
Public utilities	–	12,963,135	–	–
Capital outlay	7,552,200	11,898,868	–	104,168,533
Debt service:				
Principal retirement and payment of obligation under capitalized lease—Note G	–	–	60,388,037	–
Interest and fiscal charges	–	–	38,929,272	–
Total expenditures	<u>461,666,965</u>	<u>188,211,243</u>	<u>100,396,643</u>	<u>104,168,533</u>
Excess (deficiency) of revenues over expenditures	49,342,781	(50,081,759)	26,592,345	(98,261,490)
Other financing sources (uses):				
Operating transfers in—Note Q	12,532,476	58,236,569	12,651,193	2,603,548
Operating transfers out—Note Q	(54,174,149)	(8,973,598)	(25,782,610)	(2,604,109)
Proceeds from bonds and long-term notes—Note G	–	–	–	137,892,132
Total other financing sources (uses)	<u>(41,641,673)</u>	<u>49,262,971</u>	<u>(13,131,417)</u>	<u>137,891,571</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	7,701,108	(818,788)	13,460,928	39,630,081
Fund balances at beginning of year	<u>104,211,597</u>	<u>59,265,072</u>	<u>135,216,099</u>	<u>164,014,891</u>
Fund balances at end of year	<u>\$ 111,912,705</u>	<u>58,446,284</u>	<u>148,677,027</u>	<u>203,644,972</u>

See accompanying notes to the general purpose financial statements.

<u>Totals (Memorandum Only)</u>	
<u>Reporting Entity</u>	
<u>2000</u>	<u>1999</u>
420,812,199	410,963,564
39,048,679	34,402,910
56,366,403	53,585,574
36,241,770	20,614,362
178,626	161,423
18,228,869	17,425,437
86,455,004	81,577,009
62,200,828	54,234,814
15,195,903	15,214,177
<u>47,306,980</u>	<u>45,832,332</u>
<u>782,035,261</u>	<u>734,011,602</u>
72,610,446	65,797,744
81,399,970	77,414,273
322,963,107	291,930,623
42,356,626	43,831,491
36,712,093	34,475,654
62,501,097	55,361,521
12,963,135	12,327,104
123,619,601	140,064,143
60,388,037	60,851,053
<u>38,929,272</u>	<u>35,711,431</u>
<u>854,443,384</u>	<u>817,765,037</u>
(72,408,123)	(83,753,435)
86,023,786	88,431,254
(91,534,466)	(98,531,254)
<u>137,892,132</u>	<u>163,667,537</u>
<u>132,381,452</u>	<u>153,567,537</u>
59,973,329	69,814,102
<u>462,707,659</u>	<u>392,893,557</u>
<u>522,680,988</u>	<u>462,707,659</u>

CITY OF COLUMBUS, OHIO

Combined Statement of Revenues, Expenditures and Changes in Fund Balances— Budget and Actual—General, Special Revenue and Debt Service Funds— Budget Basis—Note R

Year ended December 31, 2000

	General Fund		
	Revised <u>Budget</u>	<u>Actual</u>	Variance— Favorable (unfavorable)
Revenues:			
Income taxes	\$ 319,900,000	318,170,343	(1,729,657)
Property taxes	38,700,000	38,948,679	248,679
Grants and subsidies	—	—	—
Investment income	24,300,000	25,909,826	1,609,826
Special assessments	—	—	—
Licenses and permits	10,315,000	10,704,354	389,354
Shared revenues	61,738,000	61,981,953	243,953
Charges for services	25,315,000	25,681,155	366,155
Fines and forfeits	12,650,000	12,591,162	(58,838)
Miscellaneous	5,252,000	5,280,387	28,387
Total revenues	498,170,000	499,267,859	1,097,859
Expenditures:			
Current:			
General government	58,462,007	57,313,456	1,148,551
Public service	41,045,196	40,577,124	468,072
Public safety	323,250,477	322,450,192	800,285
Trade and development	31,461,820	29,949,878	1,511,942
Health	—	—	—
Recreation and parks	—	—	—
Public utilities	—	—	—
Expenditures paid through county auditor	1,000,000	1,037,333	(37,333)
Debt service:			
Principal retirement and payment of obligation under capitalized lease	—	—	—
Interest and fiscal charges	—	—	—
Total expenditures	455,219,500	451,327,983	3,891,517
Excess (deficiency) of revenues over expenditures	42,950,500	47,939,876	4,989,376
Other financing sources (uses):			
Operating transfers in	100,000	850,000	750,000
Operating transfers out	(56,376,147)	(56,095,525)	280,622
Total other financing sources (uses)	(56,276,147)	(55,245,525)	1,030,622
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(13,325,647)	(7,305,649)	6,019,998
Fund balances at beginning of year	70,880,471	70,880,471	—
Lapsed encumbrances	2,263,522	2,263,522	—
Fund balances (deficit) at end of year	\$ 59,818,346	65,838,344	6,019,998

Special Revenue Fund

Revised <u>Budget</u>	<u>Actual</u>	Variance— Favorable (unfavorable)
	-	-
	-	-
51,639,013	51,639,013	-
1,899,680	1,899,680	-
	-	-
6,502,946	6,502,946	-
23,231,025	23,231,025	-
34,483,402	34,483,402	-
2,601,964	2,601,964	-
19,278,717	19,278,717	-
139,636,747	139,636,747	-
22,048,981	21,136,882	912,099
41,370,621	39,751,583	1,619,038
7,624,408	5,239,479	2,384,929
33,767,943	31,089,908	2,678,035
40,539,820	38,391,191	2,148,629
83,072,094	66,890,194	16,181,900
13,754,044	12,972,217	781,827
	-	-
	-	-
	-	-
242,177,911	215,471,454	26,706,457
(102,541,164)	(75,834,707)	26,706,457
58,546,377	58,546,377	-
(9,761,268)	(8,607,628)	1,153,640
48,785,109	49,938,749	1,153,640
(53,756,055)	(25,895,958)	27,860,097
(26,562,941)	(26,562,941)	-
10,301,933	10,301,933	-
(70,017,063)	(42,156,966)	27,860,097

(Continued)

CITY OF COLUMBUS, OHIO

Combined Statement of Revenues, Expenditures and Changes in Fund Balances— Budget and Actual—General, Special Revenue and Debt Service Funds— Budget Basis—Note R (Continued)

Year ended December 31, 2000

	Debt Service Fund		Variance— Favorable (unfavorable)
	Revised Budget	Actual	
Revenues:			
Income taxes	\$ 106,056,780	106,056,780	—
Property taxes	82,237	82,237	—
Grants and subsidies	—	—	—
Investment income	1,618,731	1,618,731	—
Special assessments	227,673	227,673	—
Licenses and permits	—	—	—
Shared revenues	—	—	—
Charges for services	562,486	562,486	—
Fines and forfeits	—	—	—
Miscellaneous	92,910,295	92,910,295	—
Total revenues	201,458,202	201,458,202	—
Expenditures:			
Current:			
General government	477,931	409,997	67,934
Public service	9,000,000	9,000,000	—
Public safety	1,567,253	1,567,253	—
Trade and development	1,335,000	1,335,000	—
Health	—	—	—
Recreation and parks	1,350,000	1,350,000	—
Public utilities	—	—	—
Expenditures paid through county auditor	—	—	—
Debt service:			
Principal retirement and payment of obligation under capitalized lease	108,715,076	100,397,748	8,317,328
Interest and fiscal charges	67,976,968	63,478,929	4,498,039
Total expenditures	190,422,228	177,538,927	12,883,301
Excess (deficiency) of revenues over expenditures	11,035,974	23,919,275	12,883,301
Other financing sources (uses):			
Operating transfers in	87,191,991	87,191,991	—
Operating transfers out	(92,307,804)	(86,716,049)	5,591,755
Total other financing sources (uses)	(5,115,813)	475,942	5,591,755
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	5,920,161	24,395,217	18,475,056
Fund balances at beginning of year	90,771,194	90,771,194	—
Lapsed encumbrances	2,281,852	2,281,852	—
Fund balances (deficit) at end of year	\$ 98,973,207	117,448,263	18,475,056

See accompanying notes to the general purpose financial statements.

Totals (Memorandum Only)

<u>Revised Budget</u>	<u>Actual</u>	Variance— Favorable (unfavorable)
425,956,780	424,227,123	(1,729,657)
38,782,237	39,030,916	248,679
51,639,013	51,639,013	—
27,818,411	29,428,237	1,609,826
227,673	227,673	—
16,817,946	17,207,300	389,354
84,969,025	85,212,978	243,953
60,360,888	60,727,043	366,155
15,251,964	15,193,126	(58,838)
<u>117,441,012</u>	<u>117,469,399</u>	<u>28,387</u>
839,264,949	840,362,808	1,097,859
80,988,919	78,860,335	2,128,584
91,415,817	89,328,707	2,087,110
332,442,138	329,256,924	3,185,214
66,564,763	62,374,786	4,189,977
40,539,820	38,391,191	2,148,629
84,422,094	68,240,194	16,181,900
13,754,044	12,972,217	781,827
1,000,000	1,037,333	(37,333)
108,715,076	100,397,748	8,317,328
<u>67,976,968</u>	<u>63,478,929</u>	<u>4,498,039</u>
<u>887,819,639</u>	<u>844,338,364</u>	<u>43,481,275</u>
(48,554,690)	(3,975,556)	44,579,134
145,838,368	146,588,368	750,000
<u>(158,445,219)</u>	<u>(151,419,202)</u>	<u>7,026,017</u>
<u>(12,606,851)</u>	<u>(4,830,834)</u>	<u>7,776,017</u>
(61,161,541)	(8,806,390)	52,355,151
135,088,724	135,088,724	—
14,847,307	14,847,307	—
<u>88,774,490</u>	<u>141,129,641</u>	<u>52,355,151</u>

CITY OF COLUMBUS, OHIO

Combined Statement of Revenues, Expenses and Changes in Retained Earnings— All Proprietary Fund Types and Discretely Presented Component Unit

Year ended December 31, 2000

	Enterprise— <u>Note S</u>	Internal <u>Service</u>	Totals <u>(Memorandum Only)</u> <u>Primary Government</u>
Operating revenues:			
Charges for services	\$ 255,362,982	88,842,964	344,205,946
Other	<u>5,600,330</u>	<u>945,993</u>	<u>6,546,323</u>
Total operating revenues	260,963,312	89,788,957	350,752,269
Operating expenses:			
Personal services	61,715,390	18,326,376	80,041,766
Material and supplies	14,419,086	9,280,689	23,699,775
Contractual services	46,042,592	57,639,590	103,682,182
Purchased power	28,447,282	—	28,447,282
Depreciation	43,498,031	4,467,371	47,965,402
Other	<u>2,004,767</u>	<u>34,478</u>	<u>2,039,245</u>
Total operating expenses	<u>196,127,148</u>	<u>89,748,504</u>	<u>285,875,652</u>
Operating income (loss)	64,836,164	40,453	64,876,617
Nonoperating revenues (expenses):			
Investment income	7,544,576	—	7,544,576
Interest expense	(41,348,647)	(259,028)	(41,607,675)
Other, net	<u>68,837</u>	<u>—</u>	<u>68,837</u>
Net nonoperating revenues (expenses)	<u>(33,735,234)</u>	<u>(259,028)</u>	<u>(33,994,262)</u>
Income (loss) before operating transfers	31,100,930	(218,575)	30,882,355
Operating transfers in—Note Q	<u>5,510,680</u>	<u>—</u>	<u>5,510,680</u>
Net income (loss)	36,611,610	(218,575)	36,393,035
Add depreciation on fixed assets acquired by capital grants	<u>3,646,177</u>	<u>—</u>	<u>3,646,177</u>
Increase (decrease) in retained earnings	40,257,787	(218,575)	40,039,212
Retained earnings at beginning of year	<u>425,591,225</u>	<u>1,209,860</u>	<u>426,801,085</u>
Retained earnings at end of year	<u>\$ 465,849,012</u>	<u>991,285</u>	<u>466,840,297</u>

See accompanying notes to the general purpose financial statements.

Component Unit CMAA	Totals (Memorandum Only)	
	Reporting Entity	
	2000	1999
51,602,531	395,808,477	379,578,394
955,626	7,501,949	5,215,611
<u>52,558,157</u>	<u>403,310,426</u>	<u>384,794,005</u>
15,396,036	95,437,802	90,721,894
1,649,375	25,349,150	21,220,367
13,217,367	116,899,549	107,799,668
—	28,447,282	32,963,630
8,952,713	56,918,115	56,000,726
6,363	2,045,608	5,783,252
<u>39,221,854</u>	<u>325,097,506</u>	<u>314,489,537</u>
13,336,303	78,212,920	70,304,468
4,664,496	12,209,072	11,446,727
(7,141,503)	(48,749,178)	(51,703,503)
(131,154)	(62,317)	2,006,871
<u>(2,608,161)</u>	<u>(36,602,423)</u>	<u>(38,249,905)</u>
10,728,142	41,610,497	32,054,563
—	5,510,680	10,100,000
<u>10,728,142</u>	<u>47,121,177</u>	<u>42,154,563</u>
5,181,077	8,827,254	7,959,134
15,909,219	55,948,431	50,113,697
102,609,117	529,410,202	479,296,505
<u>118,518,336</u>	<u>585,358,633</u>	<u>529,410,202</u>

CITY OF COLUMBUS, OHIO

Combined Statement of Cash Flows— All Proprietary Fund Types and Discretely Presented Component Unit

Year ended December 31, 2000

	Enterprise— <u>Note S</u>	Internal <u>Service</u>	Totals (Memorandum Only) <u>Primary Government</u>
Operating activities:			
Cash received from customers	\$ 265,662,499	90,111,629	355,774,128
Quasi external operating receipts	—	—	—
Cash paid to employees	(64,514,375)	(17,795,460)	(82,309,835)
Cash paid to suppliers	(98,428,712)	(66,575,060)	(165,003,772)
Other receipts	5,322,720	504,561	5,827,281
Other payments	(563,205)	(36,089)	(599,294)
Net cash provided by operating activities	107,478,927	6,209,581	113,688,508
Capital and related financing activities:			
Proceeds from sale of land	68,837	—	68,837
Purchases of property, plant and equipment	(62,944,453)	(768,783)	(63,713,236)
Contributed capital/contributions	—	—	—
Proceeds from issuance of bonds, loans and notes	26,819,363	500,000	27,319,363
Principal payments on notes	(175,500)	—	(175,500)
Principal payments on bonds and loans	(64,874,386)	(520,000)	(65,394,386)
Interest paid on bonds, notes and loan	(43,019,260)	(257,414)	(43,276,674)
Operating transfers in	5,510,680	—	5,510,680
Payment for deferred charges	—	—	—
Net cash used by capital and related financing activities	(138,614,719)	(1,046,197)	(139,660,916)
Investing activities:			
Purchase of investment securities	(5,709,234)	—	(5,709,234)
Proceeds from maturity of investment securities	7,418,949	—	7,418,949
Interest received on cash and investments	7,932,782	—	7,932,782
Net cash provided (used) by investing activities	9,642,497	—	9,642,497
Increase (decrease) in cash and cash equivalents	(21,493,295)	5,163,384	(16,329,911)
Cash and cash equivalents at beginning of year (including \$114,063,018 in Enterprise and Component Unit restricted accounts)	158,309,097	18,230,013	176,539,110
Cash and cash equivalents at end of year (including \$103,731,537 in Enterprise and Component Unit restricted accounts)	\$ 136,815,802	23,393,397	160,209,199

Component Unit	Totals	
	(Memorandum Only)	
	Reporting Entity	
<u>CMAA</u>	<u>2000</u>	<u>1999</u>
52,084,640	407,858,768	297,617,399
–	–	77,550,877
(15,263,082)	(97,572,917)	(94,904,830)
(12,316,332)	(177,320,104)	(159,944,774)
–	5,827,281	2,251,685
(6,363)	(605,657)	(1,571,934)
<u>24,498,863</u>	<u>138,187,371</u>	<u>120,998,423</u>
–	68,837	3,202,819
(35,355,272)	(99,068,508)	(147,022,993)
18,043,811	18,043,811	13,250,693
–	27,319,363	97,395,276
–	(175,500)	(81,000)
(5,635,000)	(71,029,386)	(142,330,710)
(7,200,441)	(50,477,115)	(54,512,762)
–	5,510,680	10,100,000
–	–	(2,733,000)
<u>(30,146,902)</u>	<u>(169,807,818)</u>	<u>(222,731,677)</u>
–	(5,709,234)	(13,232,610)
5,277,251	12,696,200	50,388,395
4,459,607	12,392,389	13,074,698
<u>9,736,858</u>	<u>19,379,355</u>	<u>50,230,483</u>
4,088,819	(12,241,092)	(51,502,771)
<u>97,640,067</u>	<u>274,179,177</u>	<u>325,681,948</u>
<u>101,728,886</u>	<u>261,938,085</u>	<u>274,179,177</u>

(Continued)

CITY OF COLUMBUS, OHIO

Combined Statement of Cash Flows— All Proprietary Fund Types and Discretely Presented Component Unit (Continued)

Year ended December 31, 2000

	Enterprise— Note S	Internal Service	Totals (Memorandum Only) Primary Government
Operating income (loss)	\$ 64,836,164	40,453	64,876,617
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	43,498,031	4,467,371	47,965,402
Amortization, net	753,473	—	753,473
Decrease (increase) in operating assets and increase (decrease) in operating liabilities:			
Receivables	392,396	(32,899)	359,497
Due from other governments	(1,200,717)	(303,282)	(1,503,999)
Due from other funds	5,649,343	1,120,056	6,769,399
Inventory	(148,824)	(95,830)	(244,654)
Other	—	—	—
Accounts payable—net of items affecting property, plant and equipment	(5,003,184)	1,228,713	(3,774,471)
Customer deposits	(124,594)	209,735	85,141
Due to other funds	(1,768,687)	3,761	(1,764,926)
Due to other	—	—	—
Deferred revenue	(318,258)	—	(318,258)
Accrued wages and benefits	1,140,132	(407,579)	732,553
Accrued vacation and sick leave	(226,348)	(20,918)	(247,266)
	\$ 107,478,927	6,209,581	113,688,508
Net cash provided by operating activities	\$ 107,478,927	6,209,581	113,688,508
Supplemental Information:			
Noncash activities:			
Contributions of equipment	\$ —	358,408	358,408
Gain (loss) on disposal of assets, net	—	—	—
Change in fair value of investments	533,746	—	533,746
OWDA loan increase for capitalized interest	\$ 1,265,956	—	1,265,956

See accompanying notes to the general purpose financial statements.

Component Unit <u>CMAA</u>	Totals	
	(Memorandum Only)	
	Reporting Entity	
	<u>2000</u>	<u>1999</u>
13,336,303	78,212,920	70,304,468
8,952,713	56,918,115	56,000,726
–	753,473	1,253,919
(473,517)	(114,020)	(7,513,395)
–	(1,503,999)	–
–	6,769,399	(1,256,228)
–	(244,654)	(1,170,426)
(41,321)	(41,321)	200,003
1,170,349	(2,604,122)	6,132,692
21,848	106,989	(251,520)
–	(1,764,926)	(283,604)
–	–	6,976
–	(318,258)	(272,584)
1,532,488	2,265,041	(2,325,025)
–	(247,266)	172,421
<u>24,498,863</u>	<u>138,187,371</u>	<u>120,998,423</u>
<u>–</u>	<u>358,408</u>	<u>1,336,960</u>
<u>(8,793)</u>	<u>(8,793)</u>	<u>2,298,577</u>
<u>123,183</u>	<u>656,929</u>	<u>(1,558,947)</u>
<u>–</u>	<u>1,265,956</u>	<u>738,585</u>

CITY OF COLUMBUS, OHIO

Notes to the General Purpose Financial Statements

December 31, 2000

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 general purpose financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, in that the general purpose 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, trade and development, health, recreation and parks, and public utilities (storm sewer system). In addition, the City owns and operates three major enterprise activities: a water system, a sanitary 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 \$28,430,000 at December 31, 2000, 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 can abolish CMAA via legislation of the Council. 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.

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 received by the Conservatory District in 2000 from the City were \$1,122,542, including the operating subsidy of \$897,542; 32.7% of its total revenue and support. The City's 2001 subsidy to the Conservatory District is budgeted as \$1,091,000. 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

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

of the Conservatory District as a joint venture pursuant to GASB Statement No. 14. The Conservatory District's financial activity is reported in Note U of this report. Complete financial statements may be obtained from the Conservatory District at 1777 East Broad Street, Columbus, Ohio 43203.

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

(a) Basis of Presentation—Fund Accounting

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

GOVERNMENTAL FUNDS

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.

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).

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, 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.

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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. The City does not have any trust funds.

ACCOUNT GROUPS

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

General Long-Term Obligations Account Group—This account group is established to account for all long-term obligations of the City and certain other liabilities that are not accounted for in the proprietary funds.

(b) Basis of Accounting

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

All governmental fund types and agency funds use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

In applying the susceptible to accrual concept to intergovernmental revenues (i.e., grants and subsidies), the legal and contractual requirements of the numerous individual programs are used as guidance. When monies must be expended on the specific purpose or project before any amounts will be paid to the City, revenues are recognized based upon expenditures incurred.

Licenses and permits, shared revenues (which represent a portion of Ohio state taxes and license fees which are returned to the City), fines and forfeits and miscellaneous revenues are recorded as revenues when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned because they are measurable and available. Property taxes levied for collection in 2000 and uncollected at December 31, 2000 are recorded as receivables, net of an allowance for uncollectibles. Property tax revenue is recognized to the extent cash is received during the year and delinquent taxes are received within 60 days thereafter. Property taxes levied in 2000 but not due for collection until 2001 are recorded as property taxes receivable and deferred revenue.

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In accordance with GASB Statement No. 22, *Accounting for Taxpayer Assessed Tax Revenues in Governmental Funds*, city income tax received by the City within 60 days after year-end and attributable to tax liabilities prior to December 31, 2000 is determined to be both measurable and available, net of an allowance for income tax refunds. All other income taxes are recorded as revenues when received in cash because they are not measurable and available until actually received.

Special assessments are recorded as revenue to the extent that individual installments are due within 60 days. All other special assessment amounts are reflected as deferred revenue.

All proprietary funds are accounted for on a flow of economic resources measurement focus. The City uses enterprise funds and internal service funds but does not utilize nonexpendable trust funds or pension trust funds. With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Proprietary fund types utilize the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

Pursuant to GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting*, the City follows GASB guidance as applicable to its proprietary funds, and Financial Accounting Standards Boards 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 preparation of the general purpose 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 general purpose financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(c) Budgetary Data

City Council follows the procedures outlined below in establishing the expenditure budget data reported in the general purpose financial statements:

- (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.

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- (4) Transfers of appropriations of less than \$25,000 can be made between budget Object Level Ones 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 2000, all appropriations were approved as required. Appropriations for budgeted governmental funds were as follows:

	<u>Original budget</u>	<u>Revisions</u>	<u>Revised budget</u>
General	\$ 507,357,456	4,238,191	511,595,647
Special Revenue	210,453,784	41,485,395	251,939,179
Debt Service	279,075,440	3,654,592	282,730,032

- (5) The City maintains budgetary control 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, Special Revenue fund and Debt Service 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.

Capital Project funds, pursuant to the City’s charter, are not required to be budgeted annually. Capital Project funds’ appropriations, after their initial appropriations by Council at the time capital monies are received (bond proceeds, etc.), remain intact until they are expended or modified by Council. Such monies are appropriated on a project level with specific identification of each project being budgeted. Budget basis financial statements for the City’s Capital Project funds are not, therefore, presented in this report because such statements would not be meaningful, nor are they required.

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.

Special Revenue fund and Debt Service fund disbursements are made only when cash is received; therefore, their revenues are not budgeted. Accordingly, the budgeted revenues presented in the accompanying general purpose financial statements for these funds represent actual revenues. Additionally, revenues for Capital Project funds and the proprietary funds are not budgeted.

The City’s budgetary process is based upon accounting for certain transactions on a basis other than GAAP. To provide a meaningful comparison of actual results with the budget, the actual results of operations are presented in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances—Budget and Actual—General, Special Revenue and Debt Service Funds—Budget Basis in accordance with the budget basis of accounting. Budgetary expenditures did not exceed appropriations in any individual fund.

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

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

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

CMAA's budgetary basis of accounting is maintained on a modified accrual basis. This basis of accounting differs from GAAP in that certain expenses are reported on a cash basis. This includes an expense classification for the debt service payable during the year or immediately after year-end and any capital assets expected to be acquired. Therefore, depreciation is not budgeted. All other revenues and expenses are maintained on the accrual basis. State statute does not require a specific budgetary basis of accounting under ORC Section 4582. CMAA has adopted this basis of accounting to comply with certain airline agreements.

(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.

The City does not engage in any form of derivatives, except STAROhio, 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.

(h) Property, Plant and Equipment—General Fixed Assets

Fixed assets purchased for general governmental purposes are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for certain assets acquired prior to 1960) in the General Fixed Assets Account Group. Contributed fixed assets are recorded at fair market value at the date received.

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

No depreciation has been provided on general fixed assets, nor has interest been capitalized during construction.

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(i) Property, Plant and Equipment—Proprietary Funds

Property, plant and equipment acquired by the proprietary funds are stated at cost (or estimated historical cost for certain assets acquired prior to 1960), including interest capitalized during construction, where applicable (see Note F). Contributed fixed assets are recorded at fair market value at the date received. Depreciation of property, plant, and equipment has been provided 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, water lines and fire hydrants	40
Sewer mains	100

(j) Pensions

Governmental funds record the provision for pension cost when the obligation is incurred and will be liquidated with available and measurable resources; otherwise, those amounts are provided for in the general long-term obligations account group. Pension cost for proprietary fund types is recorded when incurred (see Note K).

(k) 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. In previous years the City insured certain of its major buildings valued over \$1 million. The policy had a \$500,000 deductible. No losses occurred in 1998, 1999 or 2000 that exceeded insurance coverages. The City does not presently insure its buildings.

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 (\$950,000 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. 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*.

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
	(in thousands)				
Claims liability at January 1	\$ 5,800	7,300	5,000	5,450	5,550
Incurred claims, net of favorable settlements	47,101	35,796	40,382	29,378	29,422
Claims paid	<u>(47,901)</u>	<u>(37,296)</u>	<u>(38,082)</u>	<u>(29,828)</u>	<u>(29,522)</u>
Claims liability at December 31	<u>\$ 5,000</u>	<u>5,800</u>	<u>7,300</u>	<u>5,000</u>	<u>5,450</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.

(l) 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 employees has been recorded in the General Long-Term Obligations Account Group, except for the unused portion of an employee's prior year sick leave accrual which is recorded in the fund that ultimately disburses this accrual to the employee after year-end. Vacation and sick leave accumulated by proprietary fund type employees is recorded as an expense when earned in the proprietary fund types.

Payment of vacation and sick leave recorded in the General Long-Term Obligations Account Group 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.

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

For governmental fund types, bond premiums and discounts, as well as issuance costs and accounting losses on refundings, are recognized during the current period. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures. For proprietary fund types, bond premiums and discounts, as well as issuance costs and accounting losses on refundings, are deferred and amortized over the life of the bonds principally using the effective interest method.

(n) Interfund Transactions

The City has the following types of transactions among funds:

- (1) *Operating Transfers*: Legally authorized transfers that are reported when incurred as "Operating transfers in" by the recipient fund and as "Operating transfers out" by the disbursing fund.
- (2) *Reimbursements*: Reimbursements of expenditures made by one fund for another that are recorded as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.
- (3) *Quasi-External Transactions*: Charges or collections for services rendered by one fund to another that are recorded as revenues of the recipient fund and expenditures or expenses of the disbursing fund.
- (4) *Residual Equity Transfers*: Transfers of equity between funds that are non-recurring or non-routine.

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The City's interfund receivables and payables at December 31, 2000 are presented in Note E and transfers are presented in Note Q.

(o) Contributed Capital

Proprietary fund type contributed capital is recorded at the fair market value of the related assets at the date received. Depreciation on contributed fixed assets resulting from capital grants is allocated to contributed capital using the straight-line method over the same lives as described for the related property, plant and equipment in Note A(i). Contributed capital in the Sewer Enterprise Fund results primarily from capital grants. Contributed capital in the Water and Electricity Enterprise and the Internal Service Funds results primarily from assets contributed from other City sources.

(p) Comparative Data

Comparative total data for the reporting entity for the prior year have been presented in the accompanying general purpose financial statements and are presented only to facilitate financial analysis. However, comparative data (i.e., presentation of prior year totals by fund type) have not been presented in the general purpose financial statements because their inclusion would make the statements unduly complex and difficult to read.

(q) Total Columns on the General Purpose Financial Statements

Total columns on the general purpose financial statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or cash flows in conformity with GAAP, nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

(r) GASB Statements Nos. 33 and 34

This report does not incorporate GASB Statement Nos. 33 and 34, *Recipient Reporting for Certain Shared Nonexchange Revenues* and *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, respectively. The City intends to adopt and implement these GASB Statements at the required time. The City has not completed the process of evaluating the impact of adopting these statements, and therefore is unable to disclose the impact that adopting these statements will have on its financial position and results of operations when such statements are implemented.

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, 2000, claims approximating \$252 million 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.

(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 subrental 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 2000. 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, 2000, including certain amounts refunded in 1992 and 1997 and additional bonds issued in 1997, was \$167.4 million net of premiums and discounts of \$18.5 million, or a gross amount of \$185.9 million.

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, 2000 fair value was \$3,029,350 above the City's net cost for its investments. At December 31, 1999 fair value was \$2,879,555 below 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.

NOTE C—CASH AND INVESTMENTS (Continued)

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, except STAROhio. STAROhio is 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, 2000.

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, 2000 was 36.7 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.

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, 2000 was 238.8 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;

NOTE C—CASH AND INVESTMENTS (Continued)

- (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.

The revenue bond agreements of the water, sanitary sewer and electric enterprises (see Subsequent Event section of Note G in this report) 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 the 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 110% 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.

At December 31, 2000, the carrying amount of all City deposits, exclusive of money market funds in the amount of \$10,538,184 held by bond trustees, was \$25,463,021. Balances per the banks were \$26,932,375. 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:

Risk Category		
(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	\$	26,018,127
(1) Insured by Federal Deposit Insurance Corporation (FDIC)		565,831
(3) Amount considered uncollateralized		<u>348,417</u>
Total balances per banks	\$	<u><u>26,932,375</u></u>

The money market funds, amounting to \$10,538,184, 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.

Type of Investment	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	\$ 539,150,128	—	—	539,150,128	536,685,771
U.S. government Securities	83,462,877	—	—	83,462,877	82,896,784
Bonds and notes—other	1,983,246	—	—	1,983,246	1,984,346
	<u>\$ 624,596,251</u>	<u>—</u>	<u>—</u>	<u>624,596,251</u>	<u>621,566,901</u>
STAROhio				<u>75,555,221</u>	<u>75,555,221</u>
	Total investments			<u>700,151,472</u>	<u>697,122,122</u>
Carrying amount of deposits:					
High yield savings account			\$ 1,000,097		
Certificates of deposit			20,000,000		
Other			<u>4,462,924</u>	25,463,021	
Money market funds held by bond trustees				10,538,184	
Cash and collection items on hand				435,015	
Less: City Auditor warrants payable				<u>(24,260,936)</u>	
	Total			<u>\$ 712,326,756</u>	
Per combined balance sheet:					
Cash and investments with treasurer				655,494,597	
Cash and investments with fiscal and escrow agents				348,417	
Investments, Debt Service Fund and other				3,300,394	
Restricted assets:					
Cash and investments with treasurer and other				36,733,742	
Cash and cash equivalents with trustees				10,538,184	
Investments with trustees				<u>5,911,422</u>	
	Total			<u>\$ 712,326,756</u>	

Component Unit: 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 \$313,099 and the bank balance was \$744,428 of which the FDIC insured \$299,126 (Category 1) and the remaining \$445,302 was collateralized with eligible securities in amounts equal to at least 110% of the carrying value of the deposits by the financial institution but not in CMAA's name (Category 3). In addition CMAA has \$4,890 in cash on hand at December 31, 2000 that was uncollateralized (Category 3).

CMAA's investments and custodial risk categorization at December 31, 2000 consisted of: \$10,073,251 of U.S. Treasury Notes which are included in Category 2, \$4,719,376 in a repurchase agreement included in Category 3, and \$96,691,521 of money market and STAROhio funds which are not required to be categorized due to their nature.

NOTE D—RECEIVABLES

Receivables at December 31, 2000 consist of the following:

	<u>Taxes</u>	<u>Customer and other accounts</u>	<u>Lease</u>	<u>CDA and UDAG loans</u>	<u>Special assessments</u>	<u>Accrued interest</u>	<u>Gross receivables</u>	<u>Less allowance for uncollectibles</u>	<u>Net</u>
	(in thousands)								
General	\$ 61,206	961	-	-	-	7,680	69,847	-	69,847
Special revenue	-	6,950	-	67,355	-	286	74,591	44,293	30,298
Debt service	6,931	3,010	127,513	-	472	472	138,398	1,002	137,396
Capital projects	-	142	-	-	-	-	142	42	100
Enterprise:									
Water	-	17,843	-	-	-	793	18,636	2,170	16,466
Sewer	-	23,506	-	-	610	817	24,933	780	24,153
Electricity	-	6,408	-	-	1,031	257	7,696	1,783	5,913
Total enterprise	-	47,757	-	-	1,641	1,867	51,265	4,733	46,532
Internal service Agency	-	106	-	-	-	-	106	-	106
	-	-	-	-	-	28	28	-	28
Total primary Government	68,137	58,926	127,513	67,355	2,113	10,333	334,377	50,070	284,307
Component Unit—CMAA	-	4,725	-	-	-	-	4,725	444	4,281
Total reporting Entity	\$ <u>68,137</u>	<u>63,651</u>	<u>127,513</u>	<u>67,355</u>	<u>2,113</u>	<u>10,333</u>	<u>339,102</u>	<u>50,514</u>	<u>288,588</u>

Taxes receivable in the General Fund include \$39,613,956 for property taxes levied in 2000 but not due for collection until 2001, and approximately \$800,000 of delinquent property taxes. General and Debt Service taxes receivable also include income taxes receivable of \$20,792,360 and \$6,930,787, respectively, at December 31, 2000. Special Revenue Community Development Act (CDA) and Urban Development Action Grant (UDAG) loans include \$64,817,708 of CDA loans and \$2,536,890 of UDAG loans.

Substantially all receivables are due in 2001 except:

- (a) Deferred special assessment receivables in the Debt Service Fund of \$350,973, Sewer Enterprise special assessment receivables of \$525,567, and Electricity Enterprise special assessment receivables of \$849,157, which have not yet been recorded as revenues.
- (b) \$62,149,679 of CDA loans and \$2,452,925 of UDAG loans, not including allowance for uncollectible CDA and UDAG loans of \$44,293,140.
- (c) The Debt Service lease receivable of \$127,513,330 represents the gross amounts due under a capital lease of the City's solid waste resource recovery plant to SWACO (see Note H). The total amount of the receivable at December 31, 2000 is recorded as deferred revenue.
- (d) Debt Service customer and other accounts include a \$1,895,000 long term note receivable, \$1,796,250 of which is accounted for as deferred revenue.

The City receives funds from HUD to bring substandard housing into compliance with the City housing code under the CDA program. The UDAG program is used to finance development projects within the City. Funds received under these programs that are loaned to eligible recipients are recorded as CDA and UDAG loans receivable.

NOTE D—RECEIVABLES (Continued)

Enterprise customer and other accounts receivable include unbilled charges for services at December 31, 2000 as follows:

	(in thousands)
Water	\$ 7,366
Sewer	9,112
Electricity	<u>2,495</u>
	<u>\$ 18,973</u>

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

Interfund balances at December 31, 2000 consist of the following individual fund receivables and payables:

	<u>Due From</u>	<u>Due To</u>
	(in thousands)	
General	\$ <u>3,931</u>	<u>420</u>
Special revenue:		
Cable communications	2	—
Law enforcement	12	—
Municipal court clerk	1	—
Health	95	21
Storm sewer maintenance	—	61
Street construction maintenance and repair	—	109
Treasury investment earnings	—	2,463
Golf course operations	—	5
Recreation and parks operations	—	7
Recreation and parks grants	1	—
	<u>111</u>	<u>2,666</u>
Debt service—		
General bond retirement	3	324
Nationwide Pen Site TIF	1	—
	<u>4</u>	<u>324</u>
Capital projects:		
Streets and highways V-95, V-99	—	148
Nationwide development	—	10
General permanent improvement	457	—
Local transportation improvement	—	16
State issue street projects	—	27
	<u>457</u>	<u>201</u>
Enterprise:		
Restricted assets and liabilities—		
Water	—	33
Electricity	—	3
Other:		
Water	—	318
Sewer	—	772
Electricity	324	173
	<u>324</u>	<u>1,299</u>

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

	<u>Due from</u>	<u>Due to</u>
	(in thousands)	
Internal service:		
Employee benefits	\$ 14	1
Information services	92	-
Telecommunications	12	-
Construction inspection	5,211	27
Land acquisition	24	-
	<u>5,353</u>	<u>28</u>
Agency:		
Payroll deposits	321	3
Community health care deposits	-	95
Construction inspections	-	4,995
Parade fees	-	1
Police Property Room	-	12
Purchasing deposits	-	457
	<u>321</u>	<u>5,563</u>
	<u>\$ 10,501</u>	<u>10,501</u>

Due to/from Primary Government/Component Unit:

	<u>Due from</u>	<u>Due to</u>
	(in thousands)	
Debt service—		
Special income tax	\$ 4,000	-
Less allowance for doubtful account (see below)	<u>(4,000)</u>	<u>-</u>
Component unit—CMAA	<u>-</u>	<u>4,000</u>
	<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.

Interfund Receivables/Payables:

	<u>Receivable</u>	<u>Payable</u>
	(in thousands)	
General	\$ -	2,071
Debt service:		
Special income tax	4,349	-
Recreation debt service	<u>-</u>	<u>2,278</u>
	<u>\$ 4,349</u>	<u>4,349</u>

NOTE F—PROPERTY, PLANT AND EQUIPMENT

A summary of proprietary fund type property, plant and equipment at December 31, 2000 follows:

	Enterprise				Internal Service	Component Unit— CMAA
	Water	Sewer	Electricity	Total		
	(in thousands)					
Land	\$ 29,141	5,334	1,702	36,177	58	20,657
Buildings	157,288	37,570	4,932	199,790	2,198	230,418
Improvements other than buildings	323,022	1,003,246	87,572	1,413,840	2,559	132,612
Machinery and equipment	60,442	36,626	27,659	124,727	35,336	16,677
Construction in progress	24,061	60,540	-	84,601	-	8,620
	593,954	1,143,316	121,865	1,859,135	40,151	408,984
Less accumulated depreciation	(242,310)	(308,528)	(49,684)	(600,522)	(22,281)	(96,682)
	\$ 351,644	834,788	72,181	1,258,613	17,870	312,302

Construction in progress is composed of the following:

	Project authori- zation (excluding capitalized interest)	Expended to December 31, 2000 (excluding capitalized interest) (in thousands)	Committed	Capitalized interest
Enterprise funds:				
Water	\$ 28,027	21,820	6,063	1,421
Sewer	78,997	54,885	14,717	4,876
Total enterprise	\$ 107,024	76,705	20,780	6,297

Interest capitalized during 2000 for projects completed during 2000 is composed of the following:

(in thousands)

Sewer \$ 260

Existing resources and/or issuance of additional debt will fund construction commitments.

A summary of changes in general fixed assets follows:

	Balance December 31, 1999	Additions	Deletions	Balance December 31, 2000
	(in thousands)			
Land	\$ 101,719	11,469	-	113,188
Buildings	239,727	16,291	25	255,993
Improvements other than buildings	105,816	6,833	8	112,641
Machinery and equipment	224,116	26,179	5,745	244,550
	\$ 671,378	60,772	5,778	726,372

General fixed assets are funded primarily through the issuance of general obligation bonds.

NOTE G—NOTES PAYABLE AND LONG-TERM OBLIGATIONS

A summary of notes payable and long-term obligation transactions for the year ended December 31, 2000 follows:

Fund type/account group	Balance December 31, <u>1999</u>	<u>Additions</u>	<u>Deletions</u>	Balance December 31, <u>2000</u>
General long-term obligations:				
Accrued pension	\$ 2,453,600	2,622,000	2,453,600	2,622,000
Accrued vacation and sick leave	44,922,316	1,853,286	–	46,775,602
General obligation notes—				
Ohio Public Works Commission Loans	3,729,161	622,132	217,362	4,133,931
Single Family Mortgage Revenue Note (FNMA)	588,505	–	471,512	116,993
General obligation bonds:				
Fixed rate	665,202,653	137,270,000	55,554,163	746,918,490
Variable rate	40,490,000	–	3,285,000	37,205,000
Revenue bonds (Tax Increment Financing)	30,050,000	–	–	30,050,000
Obligation under capitalized lease—Note J	<u>5,180,000</u>	<u>–</u>	<u>860,000</u>	<u>4,320,000</u>
Total General Long-Term Obligations	792,616,235	142,367,418	62,841,637	872,142,016
Enterprise:				
Water:				
General obligation bonds:				
Fixed rate	183,743,485	–	15,612,775	168,130,710
Variable rate	53,975,000	–	3,140,000	50,835,000
Revenue bonds—fixed rate	<u>60,950,000</u>	<u>–</u>	<u>3,745,000</u>	<u>57,205,000</u>
Total Water	298,668,485	–	22,497,775	276,170,710
Sewer:				
General obligation notes	–	298,600	–	298,600
General obligation bonds	216,984,207	–	19,993,197	196,991,010
Revenue bonds:				
Fixed rate	101,590,000	–	8,890,000	92,700,000
Variable rate	51,600,000	–	–	51,600,000
OWDA/EPA Revenue Loans	<u>131,211,849</u>	<u>22,086,980</u>	<u>5,960,473</u>	<u>147,338,356</u>
Total Sewer	501,386,056	22,385,580	34,843,670	488,927,966
Electricity:				
General obligation notes	175,500	1,242,700	175,500	1,242,700
General obligation bonds:				
Fixed rate	28,142,457	3,191,083	3,617,941	27,715,599
Variable rate	9,120,000	–	915,000	8,205,000
Revenue bonds—variable rate	<u>47,600,000</u>	<u>–</u>	<u>3,000,000</u>	<u>44,600,000</u>
Total Electricity	<u>85,037,957</u>	<u>4,433,783</u>	<u>7,708,441</u>	<u>81,763,299</u>
Total Enterprise	885,092,498	26,819,363	65,049,886	846,861,975
Internal service:				
G.O. Bonds—Information Services	4,955,000	500,000	490,000	4,965,000
G.O. Bonds—Fleet Management	<u>600,000</u>	<u>–</u>	<u>30,000</u>	<u>570,000</u>
Total Internal Service	<u>5,555,000</u>	<u>500,000</u>	<u>520,000</u>	<u>5,535,000</u>
Total Primary Government Notes Payable and Long-Term Obligations	1,683,263,733	169,686,781	128,411,523	1,724,538,991
Component Unit—CMAA:				
City general obligation bonds being repaid by CMAA revenues to the City	33,395,000	–	4,965,000	28,430,000
Airport Improvement Revenue Bonds—fixed rate	<u>122,835,000</u>	<u>–</u>	<u>670,000</u>	<u>122,165,000</u>
Total Component Unit	<u>156,230,000</u>	<u>–</u>	<u>5,635,000</u>	<u>150,595,000</u>
Total Reporting Entity Notes Payable and Long-Term Obligations	<u>\$ 1,839,493,733</u>	<u>169,686,781</u>	<u>134,046,523</u>	<u>1,875,133,991</u>

NOTE G—NOTES PAYABLE AND LONG-TERM OBLIGATIONS (Continued)

Bonds and loans payable accounted for in the Enterprise Funds and CMAA are comprised of the following:

	Enterprise Funds				CMAA
	Water	Sewer	Electricity	Total	
	(in thousands)				
Amount per Note G—Notes Payable and Long-Term Obligations	\$ 276,171	488,928	81,763	846,862	150,595
Unamortized premium on bonds	2,841	1,210	-	4,051	18
Less: Short term notes payable	-	(299)	(1,243)	(1,542)	-
Less: Unamortized bond discount	(596)	(1,593)	-	(2,189)	(1,268)
Less: Unamortized deferred amount on refunding	(4,597)	(2,844)	-	(7,441)	-
Amount per Balance Sheet	<u>\$ 273,819</u>	<u>485,402</u>	<u>80,520</u>	<u>839,741</u>	<u>149,345</u>

The principal retirement and payment of obligations under the capitalized lease in the Debt Service Fund is comprised of the following:

	(in thousands)
General obligation notes (OPWC Loans)	\$ 217
Single Family Mortgage Revenue Note (FNMA)	472
General obligation bonds	58,839
Obligation under capitalized lease	860
Total	<u>\$ 60,388</u>

Proceeds from bonds and long-term notes consist of the following:

	Capital Projects Fund
	(in thousands)
OPWC notes	\$ 622
General obligation bonds, original issue	137,270
Total	<u>\$ 137,892</u>

Accrued Pension

Accrued pensions in the amount of \$2,622,000 represent pension costs only; employer’s share payable in March 2001 and budgeted in 2001 appropriations. The amount is not payable from 2000 available funds.

Accrued Vacation and Sick Leave

City employees are granted sick leave and vacation at varying amounts and, at the time of the employee’s termination are reimbursed for the unused portion at various rates. 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 non-proprietary funds is recorded in the General Long-Term Obligations Account Group. Such benefits accumulated in proprietary funds are recorded as expenses when earned in the proprietary fund types. Additions and deletions of accrued vacation and sick leave are shown net because it is impracticable for the City to determine these amounts separately. This liability, exclusive of proprietary fund types, at December 31, 2000 was \$46,775,602.

NOTE G—NOTES PAYABLE AND LONG-TERM OBLIGATIONS (Continued)

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 and bonds are general obligations of the City and are held by the Debt Service Fund or the City's pooled cash and investments with Treasurer. At December 31, 2000, such notes were as follows:

<u>Accounted for in:</u>	<u>Date issued</u>	<u>Maturity date</u>	<u>Interest rate</u>	<u>Amount</u>
Electricity Enterprise:	5/17/2000	7/17/2001	5.9%	\$ 106,700
	5/17/2000	7/17/2001	5.9%	131,000
	11/22/2000	11/22/2002	5.9%	<u>1,005,000</u>
Total Electricity			\$	<u>1,242,700</u>
Sewer Enterprise:	9/13/2000	7/17/2001	6.0%	\$ <u>298,600</u>

Long-Term Notes

All 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. Notes included in General Long-Term Obligations are as follows.

The Ohio Public Works Commission (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.

Notes in the amount of \$4,133,931 accounted for in the General Long-Term Obligations Account Group represent the amounts due on twelve loans from the Ohio Public Works Commission (OPWC) for infrastructure and storm sewer improvements. These notes are non-interest-bearing and have serial maturities, with final maturities July 1, 2021. 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.

NOTE G—NOTES PAYABLE AND LONG-TERM OBLIGATIONS (Continued)

Grant and loan commitments and loans outstanding at December 31, 2000 were as follows:

Project	Project number	Total grant commitment	Total loan commitment	Total loaned at 12/31/00	Repaid by City		Outstanding loans at 12/31/2000
					Prior to 2000	In 2000	
Sawmill Road	CC515	\$ —	200,000	200,000	60,000	10,000	130,000
Roberts Road	CC522	—	902,277	902,277	276,192	44,721	581,364
Neil Avenue	CC814	2,278,407	55,962	55,962	6,995	2,797	46,170
Cleveland Ave. North	CC903	2,503,277	1,347,918	1,347,918	134,792	67,396	1,145,730
Cleveland Ave. South	CC914	2,773,435	1,051,993	1,051,993	78,900	52,600	920,493
Main Street Rehab.	CC019	440,743	88,935	88,935	6,669	4,447	77,819
Mound Street Rehab.	CC017	546,095	98,600	98,600	7,395	4,930	86,275
Livingston Ave. Rehab.	CC015	1,621,538	351,333	351,333	26,350	17,567	307,416
Group 6	CC013	360,699	57,486	57,486	—	2,874	54,612
Edgehill Improvements	CC15A	577,235	161,660	161,660	—	8,083	153,577
US 23 Culvert	CC18A	304,654	38,955	38,955	1,948	1,947	35,060
James Road	CC08B	2,866,594	623,173	595,415	—	—	595,415
Total		\$	4,978,292	4,950,534	599,241	217,362	4,133,931

The following table summarizes the City’s future debt service requirements on its OPWC loans and loan commitments outstanding at December 31, 2000. The table assumes all loan commitments of the OPWC, as shown above, will be fulfilled.

	General Long-Term Obligations Account Group OPWC Loans <u>Principal</u>
	(in thousands)
2001	\$ 124,260
2002	248,521
2003	248,521
2004	248,521
2005	248,521
2006-2021	<u>3,043,345</u>
Total	<u>\$ 4,161,689</u>

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.

Non-enterprise:	Issue Date	Maturity Date	Interest Rate	Outstanding at 12/31/2000
Federal National Mortgage Association (FNMA) Single Family Mortgage Revenue Note	8/11/98	9/1/09	6.63%	\$ 116,993

NOTE G—NOTES PAYABLE AND LONG-TERM OBLIGATIONS (Continued)

Long-Term Summary

Long-term debt payable at December 31, 2000 is summarized below:

	<u>Years of issue</u>	<u>Years due through</u>	<u>Interest rate</u>	<u>Weighted Average interest rate</u>	<u>Amount</u> (in thousands)
General obligation notes—					
Ohio Public Works Commission Loans	1993-1998	2021	0%	0%	\$ 4,134
Revenue notes—					
Federal National Mortgage Association	1998	2009	6.63%	6.63%	117
General obligation bonds:					
Non-Enterprise:					
Fixed rate	1961-2000	2021	3.50% to 12.375%	4.93%	746,918
Variable rate	1995-1996	2017	2.70% to 5.75%	3.99%	37,205
Enterprise bonds:					
Water:					
Fixed rate	1961-1998	2019	3.5% to 12.375%	5.72%	168,131
Variable rate	1995-1996	2017	2.70% to 5.75%	3.99%	50,835
Sewer					
Electricity:					
Fixed rate	1980-2000	2013	4.68% to 9.37%	5.48%	27,716
Variable rate	1996	2009	2.70% to 5.75%	3.99%	8,205
Internal Service—Information Services	1994-2000	2011	4.59% to 5.35%	4.88%	4,965
Internal Service—Fleet Management	1998	2019	4.53%	4.53%	570
Revenue bonds/loans:					
Non-Enterprise (Tax Increment Financing)	1999	2024	5.00%	5.00%	30,050
Water (series 1991)	1991	2001	5.75% to 5.85%	5.80%	3,665
Water (series 1999)	1999	2010	3.15% to 5.00%	4.74%	53,540
Sewer (series 1992)	1992	2008	5.50% to 6.4%	6.11%	92,700
Sewer (series 1994 variable interest rate)	1994	2011	2.80% to 5.85%	4.09%	51,600
			Variable (4.80% at year end)		
Electricity (series 1984 variable interest rate)	1984	2009	3.30% to 4.35%	4.07%	44,600
			Variable (4.35% at year end)		
(OWDA-EPA loans)—Sewer	1977-1999	2022	3.54% to 6.75%	4.19%	147,338
Component unit—CMAA					
General obligation bonds	1971-1999	2008	6.12% to 12.25%	6.06%	28,430
Revenue bonds	1994-1998	2028	4.50% to 5.98%	5.27%	122,165
Total long-term debt					\$ <u>1,819,875</u>

Variable Interest Rate Bonds

The variable interest rate bonds were issued, pursuant to ordinances adopted by Council, in the Electricity Enterprise in 1984 and 1996; Sewer Enterprise in 1994; Water Enterprise in 1995 and 1996; and Non-enterprise in 1995 and 1996, respectively. The 1984 Electricity (monthly interest rate mode) and the 1994 Sewer (weekly interest rate mode) bonds are revenue bonds. The Water Enterprise, the 1996 Electricity 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.

NOTE G—NOTES PAYABLE AND LONG-TERM OBLIGATIONS (Continued)

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 General Long-Term Obligation Account Group (\$37,205,000); the Water Enterprise Fund (\$50,835,000); and the Electricity Enterprise Fund (\$8,205,000). 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 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 or 2% over the Federal Funds rate. This increased interest, at an assumed interest rate of 8.50%, is reflected in the following table as Debt Service Fund, Water Enterprise Fund, and Electricity Enterprise Fund general obligation bonds.

The Sewer variable interest rate revenue bonds, \$51.6 million, carry no letter of credit or liquidity enhancements. If a put bond proves to be unremarketable by the remarketing agent, the City is required by statute to buy the bonds into its own portfolio. While a specific interest rate is not required of the Sewer variable interest rate bonds if purchased into the City's investment portfolio, the following table also assumes an 8.50% rate for these bonds.

The following table shows the additional interest the City would have to pay if the variable rate bonds are purchased by the banks at 8.50% interest. The following table reflects the results, described in Subsequent Event – Current Refunding section of this Note G, where the Electricity Enterprise revenue bonds are refunded with fixed rate general obligation bonds.

	Debt Service Fund General Obligation Bonds	Enterprise Funds		
		Water General Obligation Bonds	Sewer Revenue Bonds	Electricity General Obligation Bonds
(in thousands)				
Year ending December 31:				
2001	\$ 1,673	2,236	2,275	370
2002	1,525	2,094	2,275	329
2003	1,377	1,953	2,275	288
2004	1,258	1,811	2,275	246
2005	1,139	1,670	2,275	205
2006-2010	3,914	6,224	9,948	410
2011-2015	1,029	2,689	408	–
2016 and thereafter	23	143	–	–
	<u>\$ 11,938</u>	<u>18,820</u>	<u>21,731</u>	<u>1,848</u>

NOTE G—NOTES PAYABLE AND LONG-TERM OBLIGATIONS (Continued)

The City may, at its option, convert the variable rate bond issues 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, 2000 assuming current interest rates on variable rate debt (in thousands). The following table reflects the results, described in Subsequent Event – Current Refunding section of this Note G, where the Electricity Enterprise revenue bonds are refunded with fixed rate general obligation bonds.

Year ending December 31:	Non-Proprietary General Long-Term Obligations			Internal Service General Long-Term Obligations	
	Bonds	Notes	Interest	Bonds	Interest
	2001	\$ 63,634	124	42,460	600
2002	70,245	249	39,058	650	228
2003	68,722	249	35,282	640	197
2004	67,008	249	31,583	655	166
2005	63,754	249	27,907	645	133
2006-2010	261,883	1,242	91,060	2,025	277
2011–2015	160,541	1,160	36,325	200	47
2016 and thereafter	58,386	640	8,424	120	11
	<u>\$ 814,173</u>	<u>4,162</u>	<u>312,099</u>	<u>5,535</u>	<u>1,315</u>

Year ending December 31:	Enterprise funds				
	Water		Sewer OWDA/ EPA		
	Bonds	Interest	Bonds	EPA	Interest
2001	\$ 22,733	14,026	29,797	6,341	23,633
2002	23,053	12,726	30,349	8,221	23,379
2003	22,328	11,516	30,390	8,378	21,210
2004	21,457	10,353	30,755	8,370	19,019
2005	21,574	9,167	14,309	8,288	16,916
2006-2010	102,908	28,599	129,799	44,235	54,566
2011–2015	45,892	8,819	63,026	48,332	19,579
2016 and thereafter	16,226	1,229	12,866	35,084	4,996
	<u>\$ 276,171</u>	<u>96,435</u>	<u>341,291</u>	<u>167,249</u>	<u>183,298</u>

Year ending December 31:	Enterprise funds (continued)		Component Unit-CMAA	
	Electricity		Bonds	Interest
	Bonds	Interest		
2001	\$ 7,963	2,620	6,290	8,007
2002	8,539	2,976	6,745	7,619
2003	8,274	2,487	7,400	7,197
2004	8,559	2,096	7,490	6,765
2005	8,590	1,666	7,580	6,329
2006-2010	25,351	2,765	19,555	27,615
2011–2015	1,320	86	20,580	22,343
2016 and thereafter	–	–	74,955	24,438
	<u>\$ 68,596</u>	<u>14,696</u>	<u>150,595</u>	<u>110,313</u>

NOTE G—NOTES PAYABLE AND LONG-TERM OBLIGATIONS (Continued)

The variable interest rate bonds are included in the future debt service requirements based on their stated maturity dates at the weighted average interest rates for 2000. Although these bonds may be payable upon demand (as described previously), the City intends to repay these issues in accordance with the respective redemption schedules, except as described in the Subsequent Event – Current Refunding section of this Note G.

Restricted Assets

In conjunction with the issuance of the Water, Sewer, and Electricity 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. 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, 2000:

	Water	Sewer	Electricity	Total Enterprise	Component Unit— CMAA
	(in thousands)				
Restricted assets—					
Held by the City and CMAA—					
Construction funds	\$ 20,337	6,005	7,392	33,734	35,408
Funds due to City, including interest	—	—	—	—	6,600
Debt service funds	—	—	—	—	14,281
Customer deposits	—	—	—	—	171
Replacement reserve fund	—	—	3,000	3,000	—
Held by trustees—					
Construction Funds	—	—	—	—	4,386
Debt service funds	1,743	6,147	8,559	16,449	5,687
Accrued interest receivable on investments	5	13	81	99	—
Total restricted assets	<u>\$ 22,085</u>	<u>12,165</u>	<u>19,032</u>	<u>53,282</u>	<u>66,533</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 Sewer Enterprise Funds and all revenue and special funds of the Electricity Enterprise Fund 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 \$821,000 and \$592,777 respectively at December 31, 2000; \$896,000 and \$636,126 at December 31, 1999.

OWDA

Loans payable to the Ohio Water Development Authority (OWDA/EPA), \$147,338,356 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 (\$28,430,000) 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

NOTE G—NOTES PAYABLE AND LONG-TERM OBLIGATIONS (Continued)

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 August 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. \$34,875,000 of these bonds remain outstanding at December 31, 2000 and carry interest rates ranging from 5.25% to 6.25%.

CMAA issued additional Airport Improvement Revenue Bonds, Series 1998A and 1998B, dated February 1, 1998, in the total amount of \$87,290,000; all of which remain outstanding at December 31, 2000. The 1998 bonds carry interest rates ranging from 4.50% to 5.25% and have a final maturity date of January 1, 2028.

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

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, 2000, the City’s total net debt amounted to 4.92% of the total assessed value of all property within the City and unvoted net debt amounted to 0.77% of the total assessed value of all property within the City. The City had a legal debt margin for total debt of \$722,429,384 and a legal debt margin for unvoted debt of \$611,528,901. The aggregate amount of the City’s unvoted debt is also subject to overlapping debt restrictions with other political subdivisions.

Voted Debt Authority

Various amounts and purposes of debt were authorized (voted) by the City’s voters in May 1991, November 1995 and November 1999. The remaining unissued amounts and purposes of these authorizations are shown in the following table.

	<u>Date authorized</u>	<u>Total authorized</u>	<u>Issued in 1991–1999</u> (in thousands)	<u>Issued in 2000</u>	<u>Unissued as of 12/31/00</u>
Sanitary sewer systems	1991	\$ 325,000	216,315	-	108,685
Public safety	1995	29,300	24,455	4,845	-
Refuse collection	1995	14,500	12,485	2,015	-
Public safety	1999	28,255	-	9,645	18,610
Recreations and parks	1999	59,375	12,715	16,055	30,605
Refuse collection	1999	10,675	-	3,310	7,365
Streets and highways	1999	203,720	1,015	79,270	123,435
Health	1999	30,500	23,050	3,875	3,575
Electricity	1999	28,330	1,115	3,080	24,135
Storm sewers	1999	30,000	17,710	5,000	7,290
Water System	1999	200,000	-	-	200,000
		<u>\$ 959,655</u>	<u>308,860</u>	<u>127,095</u>	<u>523,700</u>

Bonds identified above as Sanitary sewer system, Electricity facilities, and Water system are accounted for in the respective enterprise funds. Other bonds are accounted for in General Long-Term Obligation Account Group.

NOTE G—NOTES PAYABLE AND LONG-TERM OBLIGATIONS (Continued)

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 respective libraries. The lessees make lease payments directly to the revenue bond trustees 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 general purpose financial statements. All payments of principal and interest were made when due. Bonds remaining outstanding at December 31, 2000 are as follows:

<u>Title</u>	<u>Issue date</u>	<u>Interest rates</u>	<u>Original amount</u>	<u>Outstanding at December 31, 2000</u>	<u>Final maturity date</u>
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%	\$ 2,225,000	1,650,000	January 1, 2015

A description of all of the City's advance refunded, defeased, bonds with remaining outstanding amounts follows:

<u>Description of defeased bonds</u>	<u>Interest rate %</u>	<u>Date issued</u>	<u>Date defeased</u>	<u>Redemption or call date</u>	<u>Original amount</u>	<u>Amount retired or not subject to refunding</u>	<u>Amount refunded (in thousands)</u>	<u>Defeased amount redeemed</u>	<u>Amount outstanding at December 31, 2000</u>
General Long-Term Obligations Account Group:									
Various Purpose Series 1991-1(U)–G.O.	6.00 to 9.00	6/15/91	3/15/93	9/15/00 &01	\$ 73,280	4,065	69,215	32,540	36,675 (1)
Various Purpose Series 1991-2(L)–G.O.	5.70 to 8.60	6/15/91	3/15/93	9/15/00 &01	19,745	1,520	18,225	12,185	6,040 (1)
Various Purpose Series 1991-3(U)–G.O.	5.50 to 6.40	11/1/91	1/15/98	11/1/01	\$ 10,795	4,840	5,955	–	5,955 (1)
Various Purpose Series 1991-4(L)–G.O.	5.50 to 6.20	11/1/91	1/15/98	11/1/01	2,600	1,620	980	–	980 (1)
Various Purpose Series 1992-1(U)–G.O.	5.90 to 6.30	3/1/92	1/15/98	3/1/02	5,110	2,955	2,155	–	2,155 (1)
Streets & Highways 1992 (L)–G.O.	6.20 to 6.50	3/1/92	1/15/98	3/1/02	500	225	275	–	275 (1)

NOTE G—NOTES PAYABLE AND LONG-TERM OBLIGATIONS (Continued)

<u>Description of defeased bonds</u>	<u>Interest rate %</u>	<u>Date issued</u>	<u>Date defeased</u>	<u>Redemp- tion or call date</u>	<u>Original amount</u>	<u>Amount retired or not sub- ject to refunding</u>	<u>Amount refunded</u>	<u>Deceased amount redeemed</u> (in thousands)	<u>Amount outstanding at December 31, 2000</u>
General Long-Term Obligations Account Group (Continued):									
Various Purpose Series 1992-2 (U)—G.O.	5.80 to 6.00	7/1/92	1/15/98	7/1/02	11,355	6,785	4,570	—	4,570 (1)
Various Purpose Series 1992-3 (L)—G.O.	5.90 to 6.25	7/1/92	1/15/98	7/1/02	5,815	4,960	855	—	855 (1)
Various Purpose Series 1992-4 (U)—G.O.	5.70 to 6.00	11/1/92	1/15/98	5/1/03	5,895	3,465	2,430	—	2,430 (1)
Various Purpose Series 1992-5 (L)—G.O.	5.70 to 6.00	11/1/92	1/15/98	5/1/03	4,145	3,065	1,080	—	1,080 (1)
Various Purpose Series 1994-1 (L)—G.O.	5.70 to 6.00	5/15/94	1/15/98	5/15/04	38,110	28,805	9,305	—	9,305 (1)
Water Enterprise Fund:									
Waterworks Enlargement No. 42 (U)—G.O.	6.00 to 9.00	6/15/91	3/15/93	9/15/00 &01	38,070	1,900	36,170	15,215	20,955 (1)
Waterworks Enlargement No. 43 (U)—G.O.	5.80 to 6.40	11/1/91	1/15/98	11/1/01	8,840	3,960	4,880	—	4,880 (1)
Waterworks Enlargement No. 44 (U)—G.O.	5.60 to 6.00	11/1/92	1/15/98	5/1/03	45,830	22,900	22,930	—	22,930 (1)
Water System Revenue Refunding Bonds, Series 1991	6.00 to 6.375	12/1/91	4/15/99	11/1/01	72,695	20,035	52,660	—	52,660 (1)

NOTE G—NOTES PAYABLE AND LONG-TERM OBLIGATIONS (Continued)

<u>Description of defeased bonds</u>	<u>Interest rate %</u>	<u>Date issued</u>	<u>Date defeased</u>	<u>Redemp- tion or call date</u>	<u>Original amount</u>	<u>Amount retired or not sub- ject to refunding</u>	<u>Amount refunded (in thousands)</u>	<u>Defeased amount redeemed</u>	<u>Amount Outstanding at December 31, 2000</u>
Sewer Enterprise Fund:									
Sewer Improvement No. 26 (U)–G.O.	6.00	6/15/91	11/15/93	9/15/11	101,320	96,250	5,070	–	5,070 (1)(2)
Sewer Improvement No. 26 (U)–G.O.	6.00 to 6.875	6/15/91	4/8/94	9/15/05, 06, 07, 08, 09 & 10	96,250	65,845	30,405	–	30,405 (1)(2)
Sewer Improvement No. 26 (U)–G.O.	6.50 to 6.75	6/15/91	1/15/98	9/15/01	65,845	50,650	15,195	–	15,195 (1)
Sewer Improvement No. 28 (U)–G.O.	5.60 to 6.00	11/1/92	1/15/98	5/1/03	28,300	14,150	14,150	–	14,150 (1)
Sewer Improvement No. 27 (E-U) Refunding Bonds— G.O.	6.00 to 6.30	12/15/91	3/15/99	2/15/02	22,420	9,120	13,300	–	13,300 (1)
Electricity Enterprise Fund:									
Various Purpose Series 1991-1 (U)–G.O.	6.00 to 9.00	6/15/91	3/15/93	9/15/00 &01	1,300	105	1,195	865	330(1)
Various Purpose Series 1991-2 (L)–G.O.	5.70 to 8.60	6/15/91	3/15/93	9/15/00 &01	1,060	70	990	560	430(1)
Various Purpose Series 1992-2 (U)–G.O.	5.80	7/1/92	1/15/98	7/1/02	495	450	45	–	45(1)

(1) 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.

(2) 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 on 9/15/01.

NOTE G—NOTES PAYABLE AND LONG-TERM OBLIGATIONS (Continued)

Tax Increment Financing Districts (TIF)

The City, pursuant to the Ohio Revised Code and City ordinances, has established nine TIF's. 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 "in lieu of payments" as though the TIF had not been established. These "in lieu of payments" are then dedicated to the payments for various public improvements within or adjacent to the TIF area. However, payments from one of the TIF's 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.

"In lieu of payments" revenue was \$2,288,766 in 2000 and is accounted for in the Debt Service Fund since these monies are intended to pay principal and interest on bonds whose proceeds will be used to construct public improvements. Expenditures for public improvements in 2000, and accounted for in Capital Projects Funds, were \$15,685,677. Corresponding fixed assets are accounted for in the City's infrastructure accounts and are not capitalized in these financial statements.

TIF's have a longevity of the shorter period of 30 years or until the public improvements are paid for. The property tax exemption then ceases, "in Lieu of payments" cease and property taxes then apply to the property values.

Advance Refundings and Defeasances

There were no refundings of bonds, current or advance, in 2000 and therefore, no defeasances.

Subsequent Event – Current Refunding

The City of Columbus, Ohio Variable Rate Demand Electric System Revenue Bonds Series 1984 (monthly variable rate mode), issued pursuant to a trust agreement dated as of September 1, 1984 in the amount of \$70,000,000, with \$44,600,000 remaining outstanding at December 31, 2000, were refunded by the issuance of limited (unvoted) general obligation bonds in the amount of \$32,675,000 dated March 1, 2001 with final maturities on March 1, 2008. The refunding was accomplished as follows:

Reacquisition price and net carrying amount of the refunded bonds	\$ 44,600,000
Funds used to accomplish the refunding:	
• Principal amount of new bonds issued	\$ 32,675,000
• Bond reserve fund held by trustee, originating as part of refunded bonds, and restricted in its final use to payment of the revenue bonds	7,000,000
• Replacement reserve fund, held by City, originating as part of refunded bonds, and restricted in its final use to payment of the revenue bonds	3,000,000
• Bond payment fund, held by trustee; an accumulation of an equivalent of monthly principal payments on the refunded bonds	1,925,000
Total	\$ 44,600,000

The trustee held the above funds, plus interest, and on April 2, 2001 redeemed the refunded bonds. The letter of credit issued by the Union Bank of Switzerland, which secured the refunded bonds, expired April 6, 2001. No necessary deferred amounts will result from this current refunding.

NOTE H—ELECTRICITY ENTERPRISE OPERATIONS

During 2000, the Electricity Enterprise Fund received approximately 22.7% (23.0% in 1999) of its charges for services from other funds of the City for electric power. The City, via the bond indenture, has pledged to the holders of the Variable Rate Demand Electric System Revenue Bonds—Series 1984 (Note G) to retain these City divisions as customers of the Electricity Enterprise thereby ensuring a customer base for the enterprise.

Included in receivables (Note D) in the Debt Service Fund is \$127,513,330 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. Negotiations continue seeking alternative uses of the Plant. Because the asset underlying the lease was no longer a functioning asset the lease was transferred from the Electricity Enterprise Fund to the Debt Service Fund in 1994. General obligation bonds related to the construction of the underlying assets were also transferred, in 1994, from the Electricity Enterprise Fund to the General Long-Term Obligations Account Group. Revenue bonds related to construction of the underlying asset remain as a liability of the Electricity Enterprise Fund because total revenues of the enterprise are pledged in support of these bonds. All lease receivable amounts not received within 60 days after year-end have been accounted for as deferred revenue in the Debt Service Fund.

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 general obligation and Electricity Enterprise revenue 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 should 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, would grant a credit to SWACO against the new 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 2000, the City paid SWACO \$10.9 million for landfill tipping fees.

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 ENTERPRISE OPERATIONS (Continued)

All deficiencies in lease payments from SWACO will be subsidized by the City from the Electricity Enterprise Fund for debt service requirements on the revenue bonds and from the Debt Service Fund for debt service requirements on the general obligation bonds. It is the opinion of management that the City is fully capable of meeting the debt service requirements of these bonds.

A reconciliation of the debt service on the City's bonds related to the SWACO agreement to the City's receivables and deferred revenue at December 31, 2000 follows:

Debt service: 1/1/95-12/31/99	\$ 89,751,312
2000	18,309,788
Projected debt service:	
2001-2010	146,890,363
Less 2001 principal maturity paid to revenue bond trustee in 9-12/2000	(1,100,000)
Less debt service prorated to Alum Creek transfer station vacated by SWACO (2001-2004)	(339,520)
Less debt service reserve fund held by trustee	(7,000,000)
Less maintenance reserve fund held by City	(3,000,000)
Total debt service till final maturities	<u>\$ 243,511,943</u>
65% of total debt service	\$ 158,282,763
Less payments made by SWACO:	
1995-1999	(24,550,117)
2000	(7,460,607)
Less credits, in lieu of payments:	
Retired facility fee: 1999	(1,728,730)
2000	(2,355,280)
Environmental costs and other:	
1998-1999	(542,415)
2000	(122,366)
Interest due on deferred payments:	
1998-1999	4,149,410
2000	<u>1,840,672</u>
Amount due from SWACO to City (Note D)	<u>\$ 127,513,330</u>

Debt service for 1995 through 2000 includes actual principal and interest on the general obligation bonds and principal and interest on the revenue bonds paid to the revenue bond trustee. Also included are associated bond costs: letter of credit fees, trustee fees and remarketing agent fees. Total principal, interest and associated bond costs are then reduced by interest earned and collected by the revenue bond trustee. Estimated amounts for years 2001 to 2010 include actual principal and interest on the general obligation bonds, actual principal and estimated interest (monthly mode variable interest rates) remaining to be paid to the revenue bond trustee and estimated associated bond costs.

The City's Electricity Enterprise (Enterprise) celebrated its 101st year of operation in 2000. The Enterprise presently serves 3,723 commercial customers and 9,530 residential customers and in 2000 had operating revenues of \$50.6 million (\$47.4 million in 1999). The Ohio legislature, as did some other states, has enacted legislation deregulating certain aspects of the electricity industry. The ultimate effects of such legislation are unknown at present.

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

NOTE H—ELECTRICITY ENTERPRISE OPERATIONS (Continued)

in effect until December 31, 2008, subject to the supplier's option to terminate on December 31 of 2005, 2006 or 2007.

In 2000 the City, from its Debt Service Fund, transferred \$5.5 million (\$10.1 million in 1999) to the Electricity Enterprise Fund to assist in meeting its operating requirements. The City intends, at present, to continue to support and operate its Electricity Enterprise.

NOTE I—PROPERTY LEASED TO OTHER

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.

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. The Zoo uses and occupies the premises solely for zoological, conservation, educational, research and recreational purposes. The City accounts for these assets in the General Fixed Assets Account Group. 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, 2000 were approximately \$5.4 million.

The City also leases a building under a capitalized lease. The cost of this building, \$19.8 million, is included in the General Fixed Assets Account Group and the related liability in the General Long-Term Obligations Account Group. 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, 2000:

Year ending December 31:	
2001	\$ 1,268,450
2002	1,178,150
2003	1,087,850
2004	1,007,025
2005	915,675
	<hr/>
Total minimum lease payments	5,457,150
Less—amount representing interest at 12.5%	(1,137,150)
	<hr/>
Present value of net minimum lease payments	\$ 4,320,000
	<hr/> <hr/>

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 Public Employees Retirement System of Ohio (PERS). Both P&F and PERS are cost sharing, multiple-employer public employee retirement systems administered by their respective Retirement Boards, 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, 2000 was \$380.2 million. Of this amount, \$175.4 million was covered by P&F, \$197.3 million was covered by PERS and \$7.5 million was not subject to pension benefit calculations.

Employer and employee required contributions to P&F and PERS 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.

Required contributions to P&F and PERS are used to fund pension obligations and health care programs. Rates required attributable to 2000 payroll costs are summarized as follows:

	Percentage of covered payroll—January 1, 2000 to December 31, 2000				
	Employee share			Employer	
	<u>Paid by City</u>	<u>Paid by employee</u>	<u>Total</u>	<u>Share</u>	<u>Total</u>
Police	6.5	3.5	10.0%	19.5%	29.5%
Fire	8.5	1.5	10.0%	24.0%	34.0%
PERS:					
Full time	8.5	-	8.5%	13.55%	22.05%
Part time	6.0	2.5	8.5%	13.55%	22.05%

For the temporary period only of July 1, 2000 to December 31, 2000 the employer's share, for both full time and part time PERS covered employees, was reduced to a rate of 8.13%.

PERS 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. PERS is a cost-sharing multiple-employer defined benefit pension plan.
- B. PERS 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.
- D. PERS issues a stand-alone financial report. Interested parties may obtain a copy by making a written request to PERS at: 277 East Town Street, Columbus, Ohio 43215-4642 or calling (614) 466-2085 or 1-800-222-PERS (7377).
- E. The Retirement Board instituted a temporary employment contribution rate rollback for calendar year 2000. The rate rollback was 20% for state and local governments divisions and 6% for law enforcement divisions. The 2000 employer contribution rate for state employers was 10.65% of covered payroll. For local government employer units, the rate was 10.84% of covered payroll. For law enforcement, the employer rate was 15.70% of covered payroll. (Only the local government data applies to the City.)

NOTE K—PENSION PLANS (Continued)

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:

	<u>Employee share paid by employee</u>	<u>Employee share paid by City</u>	<u>Employer share paid by City</u>	<u>Total paid by City</u>
	(in thousands)			
2000	\$ 314	16,455	21,200	37,655
1999	304	15,758	25,612	41,370
1998	292	14,772	24,015	38,787
1997	282	13,875	22,566	36,441
1996	291	13,316	21,691	35,007

Participants in PERS 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. PERS also provides death and disability benefits. Benefits are established by the ORC.

PERS 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. 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 PERS is set aside for the funding of post retirement health care. The Ohio Revised Code provides statutory authority for employer contributions. The employer contribution rate was rolled back for the year 2000. For local government employer units the rate was 10.84% of covered payroll; 4.30% 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 PERS.
- C. Summary of Assumptions:

Actuarial Review. The assumptions and calculations below were based on the Systems latest Actuarial Review performed as of December 31, 1999.

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 unfounded 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.

NOTE K—PENSION PLANS (Continued)

Investment Return. The investment assumption rate for 1999 was 7.75%.

Active Employee Total Payroll. An annual increase of 4.75% compounded annually, is the base portion of the individual pay increase assumption. This assumes no change in the number of active employees. Additionally, annual pay increases, over and above the 4.75% base increase, were assumed to range from 0.54% to 5.1%.

Health Care. Health care costs were assumed to increase 4.75% annually.

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

1. The number of active contributing participants was 401,339.
2. The City's contribution used to fund OPEB was \$8.4 million.
3. \$10,805.5 million represents the actuarial value of the Retirement System's net assets available for OPEB at December 31, 1999.
4. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$12,473.6 million and \$1,668.1 million, respectively.

E. The Retirement Board initiated significant policy changes during 2000.

The Retirement Board enacted a temporary employer contribution rate rollback for calendar year 2000. The decision to rollback rates was based on the December 31, 1998 actuarial study, which indicated that the actuarial assets exceeded actuarial liabilities. The temporary rate rollback was 20% for both the state and local government divisions and 6% for law enforcement divisions. The Board reallocated employer contributions from 4.20% to 4.30% at the beginning of the year to improve health care financing. The proportion of contributions dedicated to funding OPEB increased during the year for those reasons. (Only the local government data applies to the City.)

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.

NOTE K—PENSION PLANS (Continued)

E. The ORC provides statutory authority for employee and employer contributions. The required contributions are:

	<u>Employees</u>	<u>Employer</u>
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:

<u>Year</u>	<u>Employee share paid by employee</u>	<u>Employee share paid by City</u> (in thousands)	<u>Employer share paid by City</u>	<u>Total paid by City</u>
Police:				
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
1997	2,855	5,342	15,984	21,326
1996	3,088	4,632	15,054	19,686
Fire:				
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
1997	882	5,001	14,119	19,120
1996	800	4,536	12,806	17,342

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.

NOTE K—PENSION PLANS (Continued)

- 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 7.0% and 7.25% of covered payroll in 1999 and 2000, respectively. The allocation is 7.5% in 2001. 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 \$95,004,633, net of member contributions of \$5,518,098, for the year ended December 31, 1999. Eligible benefit recipients totaled 12,467 for police and 9,807 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 2000 allocated to postretirement care was approximately \$6.8 million for police and \$5.9 million for fire.

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

The liability for past service costs at the time PERS 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—DEFERRED CHARGES AND OTHER

At December 31, 2000 deferred charges consisted only of unamortized bond issuance costs of:

	(in thousands)
Water	\$ 719
Sewer	<u>709</u>
	<u>\$ 1,428</u>

NOTE M—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.

As indicated in note A (b) and in accordance with GASB Statement No. 22, *Accounting for Tax Payer Assessed Tax Revenues in Governmental Funds*, 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 other income taxes are recognized as revenue when received. The City has consistently followed this practice for many years.

NOTE N—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 2000 were levied after October 1, 1999 on the assessed value listed as of January 1, 1999, the lien date. One half of these taxes were due January 20, 2000 with the remaining balance due on June 20, 2000. Tangible personal property taxes attach as a lien and were levied on January 1, 2000. One half of this tax was due on April 30, 2000 and the remaining balance was due on September 20, 2000.

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 2000 levy was based was approximately \$12.398 billion. The assessed value for 2000, upon which the 2001 levy will be based, is approximately \$12.939 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, 2000 were 96.71% of the tax levy.

Property taxes levied in 2000 but not due for collection until 2001 are recorded in the General Fund as taxes receivable and deferred revenues at December 31, 2000 in the amount of \$39,613,956.

NOTE O—DEFICIT FUND EQUITIES

Fund equity balances at December 31, 2000 include the following individual fund deficits:

	Fund/accumulated <u>(deficit)</u>	Contributed <u>capital</u> (in thousands)	Total fund <u>equity (deficit)</u>
Debt Service—			
Recreation Debt Service	\$ (1,780)	-	(1,780)
Internal Service:			
Information Services	(6,656)	16,586	9,930
Telecommunications	(862)	2,495	1,633
Enterprise—			
Electricity Fund	(4,607)	17,634	13,027

The deficits in the Recreation Debt Service Fund and Internal Service Funds should be eliminated by future charges for services. The Electricity Fund deficit should be eliminated by future charges for services and operating transfers from the Special Income Tax Debt Service Fund, if necessary.

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 allowed to be recorded against certain accounts receivable that are not recognized as revenue on the budget basis of accounting.

NOTE P—MISCELLANEOUS REVENUES

For the year ended December 31, 2000, miscellaneous revenues consisted of the following:

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
	(in thousands)			
Hotel/motel taxes	\$ 3,764	7,536	-	-
Refunds and reimbursements	7,146	1,670	-	-
Rent	74	112	11,924	31
Premiums/accrued interest received	-	-	4,697	-
Capital contribution	-	-	-	627
Payments in lieu of property taxes	-	-	2,289	-
Donations	-	1,005	-	1
CDA and UDAG loan interest	-	961	-	-
City auto license tax	-	3,004	-	-
Commissions	71	56	-	-
Sale of assets	6	54	-	442
Other	173	1,003	88	574
	<u>\$ 11,234</u>	<u>15,401</u>	<u>18,998</u>	<u>1,675</u>

NOTE Q—TRANSFERS

For the year ended December 31, 2000, operating transfers presented in conformity with generally accepted accounting principles (GAAP) consisted of the following:

	Total transfers out	Transfers in				
		<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Capital Projects Funds</u>	<u>Enterprise Funds</u>
General Fund:						
Recreation	\$ 29,586	-	29,586	-	-	-
Health	20,560	-	20,560	-	-	-
Other	4,028	-	1,130	2,898	-	-
Total General Fund	54,174	-	51,276	2,898	-	-
Special Revenue Funds—						
Other	8,974	-	3,759	5,215	-	-
Total Special Revenue Funds	8,974	-	3,759	5,215	-	-
Debt Service Funds:						
Electric subsidy	5,511	-	-	-	-	5,511
Recreation Debt Service Fund	276	-	-	276	-	-
Tipping fees	11,343	11,343	-	-	-	-
Other	8,652	1,189	3,201	4,262	-	-
Total Debt Service Funds	25,782	12,532	3,201	4,538	-	5,511
Capital Projects Funds—						
Other	2,604	-	-	-	2,604	-
Total Capital Projects Fund	2,604	-	-	-	2,604	-
Total	<u>\$ 91,534</u>	<u>12,532</u>	<u>58,236</u>	<u>12,651</u>	<u>2,604</u>	<u>5,511</u>

NOTE R—BUDGET BASIS OF ACCOUNTING

Adjustments necessary to convert the results of operations and fund balances at end of year on the GAAP basis to the budget basis are as follows:

	Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses			Fund balances at end of year		
	General	Special Revenue	Debt Service	General	Special Revenue	Debt Service
	(in thousands)					
GAAP basis	\$ 7,701	(819)	13,461	111,913	58,446	148,677
Increases (decreases) from revenues:						
Received in cash during year but already accrued as receivables (GAAP) at December 31, 1999	68,076	29,439	150,072	-	-	-
Accrued as receivables at December 31, 2000 but not recognized in budget	(81,141)	(34,476)	(141,750)	(81,141)	(34,476)	(141,750)
Deferred at December 31, 1999 but not recognized in budget	(35,190)	(9,067)	(138,479)	-	-	-
Deferred at December 31, 2000 but recognized in budget	39,614	10,992	129,661	39,614	10,992	129,661
Increases (decreases) from encumbrances:						
Expenditures of amounts encumbered during the year ended December 31, 1999	22,764	67,116	23,772	-	-	-
Recognized as expenditures in the budget	(31,248)	(88,270)	(23,578)	(37,433)	(89,371)	(36,581)
Increases (decreases) from expenditures:						
Accrued as liabilities at December 31, 1999 recognized as expenditures (GAAP) but not in budget	(30,767)	(13,063)	(6,205)	-	-	-
Accrued as liabilities at December 31, 2000	32,885	12,252	5,593	32,885	12,252	5,593
Decreases in deferred charges	-	-	11,848	-	-	11,848
Budget basis	\$ (7,306)	(25,896)	24,395	65,838	(42,157)	117,448

NOTE S—SEGMENTS OF ENTERPRISE ACTIVITIES

Significant financial data for the three enterprise funds for the year ended December 31, 2000 are as follows:

	Enterprise Funds			
	Water	Sewer	Electricity	Total
	(in thousands)			
Operating revenues	\$ 93,803	116,570	50,590	260,963
Operating expenses:				
Depreciation	15,167	25,071	3,260	43,498
Other	57,614	54,153	40,862	152,629
Total operating expenses	72,781	79,224	44,122	196,127
Operating income	\$ 21,022	37,346	6,468	64,836
Net income	\$ 8,834	18,689	9,089	36,612
Total assets	\$ 433,298	931,126	99,943	1,464,367
Net working capital	\$ 50,941	75,777	5,574	132,292
Bonds and loans payable, net	\$ 273,819	485,401	80,521	839,741
Total equity	\$ 147,990	431,509	13,027	592,526
Property, plant and equipment:				
Additions	\$ 17,579	43,957	2,914	64,450
Deletions	838	1,690	-	2,528

NOTE T—CONTRIBUTED CAPITAL

	<u>Water</u>	<u>Sewer</u>	<u>Electricity</u>	<u>Total Enterprise</u>	<u>Internal Service</u>	<u>Component Unit— CMAA</u>
(in thousands)						
Contributed capital:						
Beginning of year balance	\$ 767	111,922	17,634	130,323	20,504	132,699
Additions	-	-	-	-	232	19,175
Depreciation	-	(3,646)	-	(3,646)	-	(5,181)
End of year balance	<u>\$ 767</u>	<u>108,276</u>	<u>17,634</u>	<u>126,677</u>	<u>20,736</u>	<u>146,693</u>

NOTE U—JOINT VENTURE—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, 2000 are as follows:

	<u>General Fund</u>	<u>Enterprise Fund</u>
Cash and investments	\$ 426,579	77,626
Receivables (net of allowances for uncollectibles)	25,486	-
Other Assets	45,502	50,337
Total assets	<u>\$ 497,567</u>	<u>127,963</u>
Accounts payable	\$ 203,402	3,139
Customer deposits	91,921	-
Other liabilities	90,487	51,251
Total liabilities	<u>385,810</u>	<u>54,390</u>
Fund balance	<u>111,757</u>	<u>73,573</u>
Total liabilities and fund balance	<u>\$ 497,567</u>	<u>127,963</u>
Revenues (including City payments of \$1,122,542)	\$ 3,368,114	67,766
Expenditures	<u>(3,442,878)</u>	<u>(54,161)</u>
Deficiency of revenues and other financing sources over expenditures	<u>\$ (74,764)</u>	<u>13,605</u>

NOTE T—CONTRIBUTED CAPITAL

The Conservatory District at December 31, 2000 also has a balance of \$90,000 in an endowment fund. This balance is recorded in the General Fund.

In addition, approximately \$143,517 in investments, not included as assets, are 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.

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<u>Electricity</u>	<u>Total</u>
1,512,077	89,543,876
5,831,811	46,433,099
148,094	1,200,717
324,158	324,158
914,796	13,542,161
–	1,427,870
10,391,581	36,733,742
4,050,291	10,538,184
4,508,750	5,911,422
80,797	98,517
121,864,591	1,859,134,658
<u>(49,683,593)</u>	<u>(600,521,194)</u>
<u>72,180,998</u>	<u>1,258,613,464</u>
<u>99,943,353</u>	<u>1,464,367,210</u>
1,792,625	7,501,745
324,159	324,159
220,846	1,987,864
172,970	1,263,175
72,537	76,963
199,573	4,611,744
3,023	35,974
9,500	34,264
294,646	1,399,723
849,157	1,374,724
235,604	4,842,117
338,575	2,756,464
640,099	4,350,101
1,242,700	1,541,300
<u>80,520,599</u>	<u>839,740,842</u>
86,916,613	871,841,159
17,634,053	126,677,039
<u>(4,607,313)</u>	<u>465,849,012</u>
<u>13,026,740</u>	<u>592,526,051</u>
–	–
<u>99,943,353</u>	<u>1,464,367,210</u>

CITY OF COLUMBUS, OHIO

Combining Statement of Revenues, Expenses and Changes in Retained Earnings – All Enterprise Funds

Year ended December 31, 2000

	<u>Water</u>	<u>Sewer</u>
Operating revenues:		
Charges for service	\$ 92,099,541	115,160,940
Other	1,703,463	1,409,292
Total operating revenues	93,803,004	116,570,232
Operating expenses:		
Personal services	28,643,071	25,281,703
Materials and supplies	9,010,086	4,996,588
Contractual services	18,858,432	23,434,879
Purchased power	–	–
Depreciation	15,167,093	25,071,327
Other	1,101,877	439,839
Total operating expenses	72,780,559	79,224,336
Operating income (loss)	21,022,445	37,345,896
Nonoperating revenues (expenses):		
Investment income	2,106,412	4,488,208
Interest expense	(14,363,467)	(23,145,294)
Other, net	68,837	–
Net nonoperating expenses	(12,188,218)	(18,657,086)
Income (loss) before operating transfers	8,834,227	18,688,810
Operating transfers in—Note Q	–	–
Net income	8,834,227	18,688,810
Add depreciation on fixed assets acquired by capital grants	–	3,646,177
Increase in retained earnings	8,834,227	22,334,987
Retained earnings (deficit) at beginning of year	138,388,129	300,898,982
Retained earnings (deficit) at end of year	\$ 147,222,356	323,233,969

See accompanying notes to the general purpose financial statements.

<u>Electricity</u>	<u>Total</u>
48,102,501	255,362,982
<u>2,487,575</u>	<u>5,600,330</u>
50,590,076	260,963,312
7,790,616	61,715,390
412,412	14,419,086
3,749,281	46,042,592
28,447,282	28,447,282
3,259,611	43,498,031
<u>463,051</u>	<u>2,004,767</u>
<u>44,122,253</u>	<u>196,127,148</u>
6,467,823	64,836,164
949,956	7,544,576
(3,839,886)	(41,348,647)
–	68,837
<u>(2,889,930)</u>	<u>(33,735,234)</u>
3,577,893	31,100,930
<u>5,510,680</u>	<u>5,510,680</u>
9,088,573	36,611,610
–	3,646,177
<u>9,088,573</u>	<u>40,257,787</u>
<u>(13,695,886)</u>	<u>425,591,225</u>
<u>(4,607,313)</u>	<u>465,849,012</u>

CITY OF COLUMBUS, OHIO

Combining Statement of Cash Flows – All Enterprise Funds

Year ended December 31, 2000

	<u>Water</u>	<u>Sewer</u>
Operating activities:		
Cash received from customers	\$ 94,135,299	123,429,412
Cash paid to employees	(28,026,007)	(28,834,743)
Cash paid to suppliers	(28,765,944)	(32,990,852)
Other receipts	668,357	3,875,085
Other payments	(131,465)	(80,572)
	37,880,240	65,398,330
Net cash provided by operating activities		
Capital and related financing activities:		
Proceeds from sale of land	68,837	–
Purchases of property, plant and equipment	(17,344,621)	(42,454,701)
Proceeds from issuance of bonds, loans and notes	–	22,385,580
Principal payments on notes	–	–
Principal payments on bonds and loans	(22,497,775)	(34,843,670)
Interest paid on bonds, loans and notes	(15,145,609)	(24,181,174)
Operating transfers in	–	–
	(54,919,168)	(79,093,965)
Net cash used in capital and related financing activities		
Investing activities:		
Purchase of investment securities	–	(1,402,672)
Proceeds from maturity of investment securities	725,630	–
Interest received on investments	2,139,975	4,702,664
	2,865,605	3,299,992
Net cash provided by investing activities		
Increase (decrease) in cash and cash equivalents		
	(14,173,323)	(10,395,643)
Cash and cash equivalents at beginning of year (including \$51,058,285 in total restricted accounts)		
	71,334,433	74,096,386
Cash and cash equivalents at end of year (including \$47,271,926 in total restricted accounts)		
	\$ 57,161,110	63,700,743

See accompanying notes to the general purpose financial statements.

<u>Electricity</u>	<u>Total</u>
48,097,788	265,662,499
(7,653,625)	(64,514,375)
(36,671,916)	(98,428,712)
779,278	5,322,720
<u>(351,168)</u>	<u>(563,205)</u>
4,200,357	107,478,927
–	68,837
(3,145,131)	(62,944,453)
4,433,783	26,819,363
(175,500)	(175,500)
(7,532,941)	(64,874,386)
(3,692,477)	(43,019,260)
<u>5,510,680</u>	<u>5,510,680</u>
(4,601,586)	(138,614,719)
(4,306,562)	(5,709,234)
6,693,319	7,418,949
<u>1,090,143</u>	<u>7,932,782</u>
<u>3,476,900</u>	<u>9,642,497</u>
3,075,671	(21,493,295)
<u>12,878,278</u>	<u>158,309,097</u>
<u>15,953,949</u>	<u>136,815,802</u>

(Continued)

CITY OF COLUMBUS, OHIO

Combining Statement of Cash Flows – All Enterprise Funds (Continued)

Year ended December 31, 2000

	<u>Water</u>	<u>Sewer</u>
Operating income (loss)	\$ 21,022,445	37,345,896
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	15,167,093	25,071,327
Amortization, net	448,436	305,037
Decrease (increase) in operating assets and increase (decrease) in operating liabilities:		
Receivables	425,211	(195,508)
Due from other governments	(517,887)	(534,736)
Due from other funds	1,953,748	3,491,000
Inventory	(133,989)	122,528
Accounts payable – net of items affecting property, plant and equipment	(520,239)	807,590
Customer deposits	–	–
Due to other funds	(300,991)	(1,419,694)
Deferred revenue	–	(115,492)
Accrued wages and benefits	480,487	546,406
Accrued vacation and sick leave	<u>(144,074)</u>	<u>(26,024)</u>
Net cash provided by operating activities	<u>\$ 37,880,240</u>	<u>65,398,330</u>
Supplemental information:		
Noncash activities:		
Change in fair value of investments	<u>\$ 231,406</u>	<u>236,288</u>
OWDA loan increase for capitalized interest	<u>\$ –</u>	<u>1,265,956</u>

See accompanying notes to the general purpose financial statements.

<u>Electricity</u>	<u>Total</u>
6,467,823	64,836,164
3,259,611	43,498,031
–	753,473
162,693	392,396
(148,094)	(1,200,717)
204,595	5,649,343
(137,363)	(148,824)
(5,290,535)	(5,003,184)
(124,594)	(124,594)
(48,002)	(1,768,687)
(202,766)	(318,258)
113,239	1,140,132
<u>(56,250)</u>	<u>(226,348)</u>
<u>4,200,357</u>	<u>107,478,927</u>
<u>66,052</u>	<u>533,746</u>
<u>–</u>	<u>1,265,956</u>

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Two Nationwide Plaza
Columbus, OH 43215-2577

Telephone 614 249 2300
Fax 614 249 2348

**Independent Auditors' Report on Compliance and on Internal
Control Over Financial Reporting Based on an Audit of
Financial Statements Performed in Accordance With
*Government Auditing Standards***

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

and

The Honorable Jim Petro
Auditor of State

We have audited the general purpose financial statements of the City of Columbus, Ohio (the City) and the combining financial statements of its Enterprise Funds, as of and for the year ended December 31, 2000, and have issued our report thereon dated April 6, 2001. 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 general purpose financial statements and the combining financial statements of its Enterprise Funds 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 general purpose and combining 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 general purpose financial statements and the combining financial statements of its Enterprise Funds 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.

We noted other matters involving the internal control over financial reporting that we have reported to management of the City in a separate letter dated April 6, 2001.

This report is intended 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 those specified parties.

KPMG LLP

April 6, 2001



Two Nationwide Plaza
Columbus, OH 43215-2577

Telephone 614 249 2300
Fax 614 249 2348

**Independent Auditors' Report on Compliance With
Requirements Applicable to Each Major Program, Internal Control
Over Compliance in Accordance With OMB Circular A-133 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 Jim Petro
Auditor of State

Compliance

We have audited the compliance of the City of Columbus (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, 2000. 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 each of its major federal programs for the year ended December 31, 2000.

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 the 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 operations that we consider to be material weaknesses.

Schedule of Receipts and Expenditures of Federal, State, and County Awards

We have audited the general purpose financial statements of the City and the combining financial statements of its Enterprise Funds for the year ended December 31, 2000, and have issued our report thereon dated April 6, 2001. Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole and the combining financial statements of the City's Enterprise Fund. The accompanying Schedule of Receipts and Expenditures of Federal, State, and County Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

This report is intended 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 those specified parties.

KPMG LLP

April 6, 2001

City of Columbus, Ohio
Schedule of Receipts and Expenditures of Federal, State, and County Awards
Year Ended December 31, 2000

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	Receipts	City Match and Miscellaneous Receipts	Expenditures
Federal Grants								
Department of Agriculture								
518303	286	USDA	10.570	-	\$ 510,907	\$ 510,907	-	510,907
500016	251	Special Supplemental Nutritional Program for Women, Infants, and Children	10.557	142-N	2,672,989	534,598	-	547,176
500020	251	Ohio Infant Mortality Reduction	10.557	142-AF	90,000	22,500	-	26,922
508282	251	Ohio Infant Mortality Reduction	10.557	142-AF	72,000	-	-	-
508324	251	Special Supplemental Nutritional Program for Women, Infants, and Children 1998-99	10.557	142-N	2,731,777	-	-	31,930
508332	251	Ohio Infant Mortality Reduction	10.557	142-AF	90,000	-	-	1,943
509008	251	Special Supplemental Nutritional Program for Women, Infants, and Children 1999-2000	10.557	142-N	2,813,730	2,103,806	33,947	2,213,711
509019	251	Ohio Infant Mortality Reduction	10.557	142-AF	90,000	72,000	-	83,905
Total for CFDA 10.557						2,732,904	33,947	2,905,587
510008	286	Summer Food Service Program for Children	10.559	-	915,630	915,630	-	915,630
519004	286	Summer Food Service Program for Children	10.559	-	801,695	38,792	-	23,874
Total for CFDA 10.559						954,422	-	939,504
Total Department of Agriculture						\$ 4,198,233	33,947	4,355,998
Department of Education								
500019	251	Special Education-Grants for Infants and Families with Disabilities	84.181	-	41,167	-	1,456	6,180
508334	251	Special Education-Grants for Infants and Families with Disabilities	84.181	-	36,682	8,457	1,208	1,456
509020	251	Special Education-Grants for Infants and Families with Disabilities	84.181	-	36,682	32,438	-	27,722
Total Department of Education						\$ 40,895	2,664	35,358
Department of Energy								
509027	251	Clean Cities Program	81.041	-	32,879	21,045	-	16,092
576004	749	Energy Task Force for the Urban Consortium	81.081	95-17	17,874	-	-	8,982
Total Department of Energy						\$ 21,045	-	25,074

City of Columbus, Ohio
Schedule of Receipts and Expenditures of Federal, State, and County Awards
Year Ended December 31, 2000

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	Receipts	City Match and Miscellaneous Receipts	Expenditures
Environmental Protection Agency								
650010		US EPA/OWDA Water Pollution Control Loan	66.458	-	-	-	418,423	560,211
650339		US EPA/OWDA Water Pollution Control Loan	66.458	-	-	-	8,135,472	8,083,527
650432		US EPA/OWDA Water Pollution Control Loan	66.458	-	-	-	581,731	591,101
		Total CFDA 66.458				-	9,135,626	9,234,839
From Ohio Environmental Protection Agency:								
448298	220	Brownfields Assessment Project	66.811	-	200,000	107,427	-	107,427
		Total Environmental Protection Agency				\$ 107,427	9,135,626	9,342,266
Department of Health and Human Services								
518020	286	Low-Income Home Energy Assistance	93.568	HEAP-06	37,253	37,253	-	44,006
448220	220	Social Services Block Grant	93.667	G-9501-04-ECUR	2,947,368	93,035	-	387,222
500017	251	Healthy Start Initiative	93.926	-	-	-	-	59,948
509018	251	Healthy Start Initiative	93.926	-	180,000	86,578	-	112,192
		Total for CFDA 93.926				86,578	-	172,140
		Total Department of Health and Human Services				216,866	-	603,368
From the Ohio Department of Aging:								
518318	286	Special Programs for the Aging-Title III, Part F-Preventive Health Service	93.043	-	110,000	58,106	782	72,419
518301	286	Special Programs for the Aging-Title III, Part B-Grants for Supportive Services & Senior Centers	93.044	88-06	1,517,241	1,509,194	8,047	1,324,585
518306	286	Special Programs for the Aging-Title III, Part B-In-House Services for Frail Older Individuals	93.044	88-06	42,000	39,809	-	43,558
518303	286	Special Programs for the Aging-Title III, Part C-Nutrition Services	93.045	-	2,150,000	1,537,594	24,091	1,097,602
518324	286	Special Programs for the Aging-Title III, Part A-Nutrition Services	93.045	-	569,540	370,284	225,143	596,088
		Total for CFDA 93.044 & 93.045, Aging Cluster				3,456,881	257,281	3,061,833
518139	286	(4) Medical Assistance Program (PASSPORT)	93.778	-	19,000,000	14,069,915	-	14,069,915
		Total Ohio Department of Aging				17,584,902	258,063	17,204,167

City of Columbus, Ohio
Schedule of Receipts and Expenditures of Federal, State, and County Awards
Year Ended December 31, 2000

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	Receipts	City Match and Miscellaneous Receipts	Expenditures
From the Ohio Department of Health:								
500002	251	HIV/STD Prevention Program	93.118	-	138,540	134,151	1,694	121,632
509333	251	HIV/STD Prevention Program	93.118	142-AH	92,595	-	-	10,436
Total for CFDA 93.118						<u>134,151</u>	<u>1,694</u>	<u>132,068</u>
500022	251	Childhood Lead Poisoning Prevention Program	93.197	-	101,575	50,788	-	49,380
508322	251	Childhood Lead Poisoning Prevention Program 1997-98	93.197	142-E	112,874	47,013	-	58,606
Total for CFDA 93.197						<u>97,801</u>	<u>-</u>	<u>107,986</u>
500001	251	Childhood Immunization Grants	93.268	-	397,890	364,008	-	350,384
500009	251	Hepatitis C Vaccine Intervention Program	93.268	-	20,000	20,000	-	16,955
509344	251	Childhood Immunization Grants 1999	93.268	142-AA	399,642	-	-	19,078
Total for CFDA 93.268						<u>384,008</u>	<u>-</u>	<u>386,417</u>
500006	251	HIV Care Formula Grants 1998-98	93.917	142-AI	40,000	20,000	-	21,234
509004	251	HIV Care Formula Grants 1999-2000	93.917	142-AI	20,000	9,952	-	17,779
Total for CFDA 93.917						<u>29,952</u>	<u>-</u>	<u>39,013</u>
500003	251	Cooperative Agreements-State Based Comprehensive Breast/Cervical Cancer Early Detection Programs 1998	93.919	-	146,000	70,254	-	124,869
500023	251	Cooperative Agreements-State Based Comprehensive Breast/Cervical Cancer Early Detection Programs 2000	93.919	-	146,000	73,548	-	31,389
508303	251	Cooperative Agreements-State Based Comprehensive Breast/Cervical Cancer Early Detection Programs 1997	93.919	142-AG	359,563	61,117	-	4,590
Total for CFDA 93.919						<u>204,919</u>	<u>-</u>	<u>160,848</u>
508312	251	HIV Prevention Activities-Health Department Based	93.940	142-AL	486,435	-	-	6,209
509001	220	HIV Prevention Activities-Health Department Based	93.940	142-AL	555,129	93,070	-	144,270
509025	251	HIV Prevention Activities-Health Department Based	93.940	-	560,129	420,096	7,515	432,189
Total for CFDA 93.940						<u>513,166</u>	<u>7,515</u>	<u>582,668</u>
500013	251	Health Delivery Services to Persons with AIDS 1997-97	93.959	142	120,702	13,808	-	29,410
508338	251	Health Delivery Services to Persons with AIDS 1997-98	93.959	142	111,058	-	-	19,298
509024	251	Health Delivery Services to Persons with AIDS 1998-99	93.959	142	114,900	79,061	-	31,955
Total for CFDA 93.959						<u>92,869</u>	<u>-</u>	<u>80,663</u>

City of Columbus, Ohio
Schedule of Receipts and Expenditures of Federal, State, and County Awards
Year Ended December 31, 2000

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	City Match and Miscellaneous		
						Receipts	Receipts	Expenditures
508318	251	STD Diagnostic & Treatment Services	93.977	142-ADI	108,000	-	-	7,197
509002	251	STD Diagnostic & Treatment Services	93.977	142-D	100,768	69,900	-	42,302
509026	251	STD Diagnostic & Treatment Services	93.977	-	267,208	267,208	-	221,371
Total for CFDA 93.977						<u>337,108</u>	<u>-</u>	<u>270,870</u>
500004	251	Preventive Health & Health Services Block Grant	93.991	-	113,317	111,756	1,562	100,620
508317	251	Preventive Health & Health Services Block Grant	93.991	142-M	350,000	-	-	54,374
509335	251	Preventive Health & Health Services Block Grant	93.991	142-M	149,007	11,542	181	3,336
Total for CFDA 93.991						<u>123,298</u>	<u>1,743</u>	<u>158,330</u>
500018	251	Maternal & Child Health Svs Block Grant to the States	93.994	142-L	1,228,965	359,357	288,000	132,451
508331	251	Maternal & Child Health Svs Block Grant to the States 1998-99	93.994	142-L	694,947	-	-	29,043
509017	251	Maternal & Child Health Svs Block Grant to the States 1999-00	93.994	142-L	1,126,576	863,555	66,000	1,196,521
Total for CFDA 93.994						<u>1,222,912</u>	<u>354,000</u>	<u>1,358,015</u>
Total Ohio Department of Health						<u>3,140,184</u>	<u>364,952</u>	<u>3,276,878</u>
From the Franklin County A.D.A.M.H. Board:								
500027	251	2000 HIV Early Intervention Services	93.959	-	337,407	103,410	-	132,751
500028	251	2000 Lifestyle Risk Reduction/COA	93.959	-	140,576	66,975	-	78,371
500030	251	2000 Women's Alcohol Recovery	93.959	-	124,284	42,232	35,580	101,279
508328	251	HIV Early Intervention Services	93.959	-	336,893	-	-	2,085
508329	251	Block Grants for Prevention & Treatment of Substance Abuse	93.959	-	120,460	-	-	6,561
509011	251	1999 Lifestyle Risk Reduction - COA	93.959	-	135,576	132,000	-	79,850
509013	251	1999 HIV Early Intervention Svcs	93.959	-	337,407	235,571	-	188,900
509015	251	1999 Women's Alcohol Recovery	93.959	-	121,414	128,092	20,390	141,493
Total Franklin County A.D.A.M.H Board						<u>708,280</u>	<u>55,970</u>	<u>731,290</u>
Total Department of Health and Human Services						<u>\$ 21,650,232</u>	<u>678,985</u>	<u>21,815,703</u>
Department of Housing and Urban Development								
458005	202	Homeownership & Opportunity for People Everywhere	14.185	H3-920H0011-I-A	802,000	98,206	-	98,206
518002	286	Congregate Housing Services Program	14.191	-	183,786	99,948	13,651	148,009
sbf 001	248	Community Development Block Grant-Non-loan program	14.218	B-96-MC-39-009		11,496,685	-	11,361,994
sbf 002	248	Community Development Block Grant-Loan program	14.218	B-96-MC-39-009		-	1,874,640	5,138,708
Total for CFDA 14.218						<u>11,496,685</u>	<u>1,874,640</u>	<u>16,500,702</u>

City of Columbus, Ohio
Schedule of Receipts and Expenditures of Federal, State, and County Awards
Year Ended December 31, 2000

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	City Match and Miscellaneous		
						Receipts	Receipts	Expenditures
sbf 016	243	Urban Development Action Grant	14.221	B-81-AA-39-0110	6,000,000	-	50,469	155,740
sbf 018	243	Urban Development Action Grant	14.221	B-81-AA-39-0111	1,000,000	-	1,000,000	-
Total for CFDA 14.221						-	1,050,469	155,740
458084	220	Emergency Shelter Grants Program	14.231	-	255,000	328,404	-	322,071
458001	201	HOME Investment Partnerships Program-Non-loan program	14.239	-	8,602,381	-	111,387	547,743
458001	201	HOME Investment Partnerships Program-Loan program	14.239	-	8,602,381	3,404,969	-	10,952,026
Total for CFDA 14.239						3,404,969	111,387	11,499,769
508274	220	Housing for People with AIDS (HOPWA)	14.241	OH16H97-FO51	429,000	491,225	-	495,537
449006	220	Empowerment Zones Program	14.244	-	3,000,000	703,220	-	951,191
449005	220	Lead-Based paint Hazard Control in Priority Housing	14.900	OHLAG0055-95	1,124,223	602,186	-	282,698
508101	220	Lead-Based paint Hazard Control in Priority Housing	14.900	OHLAG0055-95	4,687,684	533,987	-	537,900
Total for CFDA 14.900						1,136,173	-	820,598
Total Department of Housing and Urban Development						\$ 17,758,830	3,050,147	30,991,823
Department of Interior								
From the Ohio Historical Society:								
448290	220	Historic Preservation Fund-Grants-In-Aid	15.904	-	25,000	25,000	-	20,133
448291	220	Historic Preservation Fund-Grants-In-Aid	15.904	-	174	-	-	174
Total Department of Interior						\$ 25,000	-	20,307
Department of Justice								
240002	220	Juvenile Justice and Delinquency Prevention	16.540	99-JJ-OP2-0209	47,964	21,630	-	37,131
330005	220	Operation Nite Light (99 JAJBG)	16.523	98-WF-VA2-8782	106,107	14,561	11,790	27,997
338003	222	Local Law Enforcement Block Grant (LLEBG)	16.592	98LBVX3306	1,028,750	-	34,959	965,475
338004	222	Local Law Enforcement Block Grant (LLEBG)	16.592	-	1,112,418	1,001,176	152,449	490,870
Total for CFDA 16.592						1,001,176	187,408	1,456,345
330003	222	Bulletproof Vest Partnership	16.607	-	31,000	31,000	-	-
340001	220	State & Local Domestic Preparedness	16.607	00-TE-CX-0090	200,000	20,142	-	24,229
349001	220	State & Local Domestic Preparedness	16.607	98-TE-CX-0025	250,000	124,259	-	132,066
Total for CFDA 16.607						175,401	-	156,295
338223	220	Public Safety Partnership and Community Policing Grants	16.710	95-CC-WX-0308	2,850,000	254,508	331,028	937,145
338258	220	COPS Universal Hiring Supplemental Program	16.710	95-CC-WX-0308	1,350,000	507,184	863,215	1,189,060
Total for CFDA 16.710						761,692	1,194,243	2,126,205

City of Columbus, Ohio
Schedule of Receipts and Expenditures of Federal, State, and County Awards
Year Ended December 31, 2000

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	Receipts	City Match and Miscellaneous Receipts	Expenditures
From the Alliance for Cooperative Justice:								
240001	220	Byrne Formula Grant	16.579	DG-E01-7721	111,482	55,968	38,425	75,951
250001	220	Byrne Formula Grant	16.579	99-DG-F02-7476	85,576	35,163	28,526	59,539
259001	220	Byrne Formula Grant	16.579	98-DG-F02-7476	85,433	42,433	-	14,050
348269	220	Byrne Formula Grant	16.579	95-DG-B01-7676	22,818	3,127	-	-
349004	220	Byrne Formula Grant	16.579	-	24,121	1,532	-	20,337
Total Alliance for Cooperative Justice						138,223	66,951	169,877
From the Ohio Attorney General's Office:								
258278	220	Byrne Formula Grant	16.579	97DG-F02-7476	81,556	-	-	6,917
Total for CFDA 16.579						138,223	66,951	176,794
From the Alliance for Cooperative Justice:								
248270	220	Violence Against Women Formula Grants	16.588	96-WF-VA2-8758	105,144	89,924	-	115,671
248271	220	Violence Against Women Formula Grants	16.588	96-WF-VA5-8757	72,960	68,210	-	91,794
248295	220	Violence Against Women Formula Grants	16.588	99VADSCE317	103,032	128,789	-	89,889
330004	220	Violence Against Women Formula Grants	16.588	98-WF-VA2-8782	88,541	-	-	692
339005	220	Violence Against Women Formula Grants	16.588	98-WF-VA2-8782	111,514	31,260	-	47,911
339006	220	Violence Against Women Formula Grants	16.588	97-WF-VA3-8773	2,920	1,617	-	-
Total for CFDA 16.588						319,800	-	345,957
From the Ohio Attorney General's Office:								
338281	220	Justice Research, Development, and Evaluation Project Grants	16.560	97-DN-VX-0009	69,979	69,979	-	76,102
250003	220	Crime Victim Assistance	16.575	98VADSCN318	47,279	7,880	16,068	15,011
258276	220	Crime Victim Assistance	16.575	-	38,655	-	-	282
258297	220	Crime Victim Assistance	16.575	98VADSCN318	44,602	-	-	25,771
259003	220	Crime Victim Assistance	16.575	98VADSCN318	44,603	33,452	-	59,459
Total for CFDA 16.575						41,332	16,068	100,523
Total Department of Justice						\$ 2,543,794	1,476,460	4,503,349

City of Columbus, Ohio
Schedule of Receipts and Expenditures of Federal, State, and County Awards
Year Ended December 31, 2000

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	Receipts	City Match and Miscellaneous Receipts	Expenditures
Department of Labor								
From the Ohio Bureau of Employment Services:								
448265	220	One Stop Career Center System Project	17.248	-	390,000	-	-	21,200
		Total Department of Labor				\$ -	-	21,200
Department of Transportation								
From the Ohio Department of Highway Safety:								
338076	220	Highway Planning & Construction	20.205	PF-FRA-189	2,184,026	-	-	-
548077	220	Highway Planning & Construction	20.205	PF-FRA-189	630,838	68,462	145,009	112,206
		Total for CFDA 20.205				68,462	145,009	112,206
338096	220	State & Community Highway Safety	20.600	-	12,000	9,102	-	-
338299	220	Selected Traffic Enforcement Program	20.600	-	64,000	11,363	-	-
339007	220	Selected Traffic Enforcement Program	20.600	-	98,715	89,899	-	77,743
500024	251	Safe Communities	20.600	-	50,000	5,000	-	5,132
500025	251	Child Safety Seat Distribution	20.600	-	62,699	-	-	2,184
500026	251	Van Grant	20.600	-	59,163	-	-	9,916
508337	251	Safe Communities	20.600	-	44,500	10,463	-	-
508339	251	1998 Regional Child Passenger Safety	20.600	-	20,600	-	-	9,591
509022	251	1999 Safe Communities	20.600	-	40,000	16,628	-	21,551
509023	251	Child Passenger Safety	20.600	-	45,454	20,818	-	36,318
549001	220	Franklin County - Columbus Signal	20.600	-	550,000	197,327	1,357	285,076
		Total for CFDA 20.600				360,600	1,357	447,511
		Total Ohio Department of Highway Safety				429,062	146,366	559,717
From the Ohio Department of Transportation:								
560001	765	Highway Planning & Construction - Weather Monitoring System	20.205		1,200,000	-	-	6,273
561034	765	Highway Planning & Constr. - Spring-Sandusky Interchange	20.205	I-70-3-3(13)92	7,027,726	145,009	-	305,639
561119	765	Highway Planning & Construction - IR670 - IR71 - IR270	20.205	-	9,726	-	-	4,909
565186	765	Highway Planning & Construction - Town Street Bridge	20.205	-	126,855	-	-	48,064
567270	765	Highway Planning & Construction - North Outerbelt Widening	20.205	NH-270--5(57)	1,891,193	342,557	-	4,457
		Total Ohio Department of Transportation				487,566	-	369,342
		Total Department of Transportation				\$ 916,628	146,366	929,059
Veteran's Administration								
338204	220	SMOCTA-Service Members	64.000	-	20,000	1,357	-	-
		Total Veteran's Administration				\$ 1,357	-	-

City of Columbus, Ohio
Schedule of Receipts and Expenditures of Federal, State, and County Awards
Year Ended December 31, 2000

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	Receipts	City Match and Miscellaneous Receipts	Expenditures
Federal Emergency Management Agency								
440002	220	Hazard Mitigation Grant	83.548	FEMA-DR-1227	500,000	370,358	-	350,545
		Total Federal Emergency Management Agency				\$ 370,358	-	350,545
Total Federal Assistance - Primary Government						\$ 47,633,799	14,524,195	72,390,682
Other Federal Assistance-Component Unit								
Drug Enforcement Administration								
		State and Local Task Force Agreement	16.	-	-	92,678	-	92,678
		Equitable Sharing Agreement	16.	-	-	103,935	-	103,935
		Total Drug Enforcement Administration				\$ 196,613	-	196,613
Federal Aviation Administration								
		Airport Improvement Program	20.106	-	-	\$ 2,131,433	-	1,995,851
Total Federal Assistance - Reporting Entity						\$ 49,961,845	14,524,195	74,583,146

City of Columbus, Ohio
Schedule of Receipts and Expenditures of Federal, State, and County Awards
Year Ended December 31, 2000

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	Receipts	City Match and Miscellaneous Receipts	Expenditures
<i>State Grants</i>								
Department of Aging								
518139	286	State Portion of Medical Assistance Program (PASSPORT)		-	-	582,912	293,179	1,638,936
518912	286	Multi-Purpose Senior Centers - HB1084		-	37,000	9,525	-	10,754
518006	286	RSS/Assisted Living		GRF-490-412	85,734	74,998	-	72,873
518025	286	Senior Volunteer Program		GRF-490-506	38,000	36,667	-	41,664
518047	286	Alzheimer's Respite		GRF-490-512	218,890	386,729	-	412,528
518308	286	Home Care Ombudsman		GRF-490-510	222,321	198,137	-	198,137
518315	286	Senior Block Grant		GRF-490-411	1,278,381	1,278,381	-	1,370,338
		Total Department of Aging				<u>\$ 2,567,349</u>	<u>293,179</u>	<u>3,745,230</u>
Ohio Department of Alcohol and Drug Addiction Services								
460001	220	OBWC-Drug Free		-	10,000	10,000	-	1,156
		Total Ohio Department of Alcohol and Drug Addiction Services				<u>\$ 10,000</u>	<u>-</u>	<u>1,156</u>
Department of Development								
440003	220	Ohio Empowerment		-	466,666	183,930	-	188,259
518482	286	Service Coordination Program		-	37,000	31,000	-	36,802
		Total Department of Development				<u>\$ 214,930</u>	<u>-</u>	<u>225,061</u>
Ohio Environmental Protection Agency								
500007	251	2000 Project Clear		-	55,738	55,738	-	26,623
508310	251	Community Risk Program		-	517,000	40,000	-	69,945
						<u>\$ 95,738</u>	<u>-</u>	<u>96,568</u>

City of Columbus, Ohio
 Schedule of Receipts and Expenditures of Federal, State, and County Awards
 Year Ended December 31, 2000

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	Receipts	City Match and Miscellaneous Receipts	Expenditures
Ohio Department of Health								
500005	251	Health Systems Improvement		-	230,800	38,467	-	38,040
500008	251	Welcome Home		-	330,000	110,295	-	123,659
500011	251	Franklin County Early Start		-	95,777	47,889	-	28,762
500012	251	Franklin County Early Start		-	91,032	45,516	-	42,236
500014	251	State AIDS Community-Based Care		-	40,875	10,219	-	13,368
500029	251	2000 ADA Prevention Services		-	54,166	18,250	-	17,715
508040	251	Ohio Childhood		-	6,522	2,495	4,027	6,261
508001	251	State Health Subsidy		-	785,000	278,568	28,820	411,486
508052	251	Chemical Emergency Preparedness		-	97,160	25,421	-	25,404
509003	251	Welcome Home		-	154,000	102,650	-	104,139
509005	251	Franklin County Early Start 1		-	95,777	87,796	-	43,035
509006	251	Franklin County Early Start 2		-	91,032	68,274	-	58,179
509010	251	State AIDS Community-Based Care		-	57,625	25,255	-	32,424
509012	251	1999 ADA Prevention Services		-	40,740	30,136	-	27,250
509016	251	1999 Ohio Immunization Action Plan		-	66,800	3,000	-	23,880
509343	251	Scioto Valley Health Systems Agency		-	159,316	60,496	-	77,771
Total Ohio Department of Health						\$ 954,727	32,847	1,073,609
Ohio Department of Human Services								
500015	251	In-Home Parenting		-	33,221	14,949	-	15,982
509009	251	1999 In-Home Parenting		-	32,420	17,831	-	14,305
						\$ 32,780	-	30,287
Ohio Historical Preservation Office								
448292	220	Emerson Burkhart Mural		-	5,753	5,753	-	-
448296	220	Historic Preservation		-	174	-	174	-
						\$ 5,753	174	-

City of Columbus, Ohio
Schedule of Receipts and Expenditures of Federal, State, and County Awards
Year Ended December 31, 2000

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	Receipts	City Match and Miscellaneous Receipts	Expenditures
Department of Natural Resources								
510006	286	Goodale Park		-	10,000	10,000	-	10,000
510007	286	Natureworks		-	10,114	9,525	-	9,525
510102	286	Scioto Peninsula		-	12,000,000	13,300	-	13,300
519478	286	Natureworks		DELA-006	10,218	9,763	-	10,218
598279	220	1998 Recycle Ohio		-	140,675	-	-	1,763
518680	286	Angler Education		-	6,583	-	-	235
599001	220	1999 Recycle Ohio Grant		-	140,960	7,416	-	1,884
590001	220	2000 Recycle Ohio Grant		-	116,867	116,868	60,000	174,103
518780	286	Angler Education		-	5,995	4,102	-	7,402
338203	220	State Marine Patrol		-	7,408	10,500	-	1,666
518562	286	Mill Creek Launch Ramp		-	21,306	3,196	-	-
Total Department of Natural Resources						\$ 184,670	60,000	230,096
Department of Rehabilitation and Corrections								
250002	220	Misdemeanor Diversion		-	175,033	91,457	-	80,694
258273	220	Misdemeanor Diversion		-	115,635	-	-	2,497
258288	220	Misdemeanor Diversion		-	139,463	-	-	1,811
259002	220	Misdemeanor Diversion		-	171,828	85,914	-	90,325
Total Department of Rehabilitation and Corrections						\$ 177,371	-	175,327
Ohio Arts Council								
510002	286	2000 Festival Latino-OAC		-	24,288	24,288	-	22,300
510003	286	PAINT		-	24,256	24,256	-	24,256
510004	286	Art Exploration		-	4,304	4,304	-	4,304
518548	286	1997 Youth Theatre Program		FY98-0824	9,463	-	-	9,463
518626	286	Music in the Air-Donations/Grants		-	12,310	-	81,666	82,967
518728	286	Visions: Community Outreach		-	5,365	5,365	-	-
519001	286	1999 Youth Theatre Program		-	6,888	6,888	-	5,754
Total Ohio Arts Council						\$ 65,101	81,666	149,044
Ohio Attorney General's Office								
330001	220	DARE Law Enforcement Program		-	220,090	\$ 85,000	-	85,000
P.U.C.O								
330000	220	PUCO Hazardous Material Training		-	3,600	-	-	3,600
340000	220	PUCO Hazardous Material Training		-	13,785	10,788	-	10,788
349002	220	PUCO Hazardous Material Training		-	12,198	8,638	-	1,080
Total P.U.C.O.						\$ 19,426	-	15,468

City of Columbus, Ohio
Schedule of Receipts and Expenditures of Federal, State, and County Awards
Year Ended December 31, 2000

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	Receipts	City Match and Miscellaneous Receipts	Expenditures
Ohio Public Works Commission								
560002	764	Group 9 Intersection		-	2,146,198	238,444	-	11,743
560003	764	Kingston Ave / 3rd		-	685,577	-	-	48
560004	764	Stelzer Road Bridge		-	3,475,339	-	389,650	670,024
560005	763	Chatterton Road Improvement		-	4,691,451	-	230,000	25
560006	763	Sullivant Ave		-	5,094,634	-	-	416
560007	764	Group 10 Intersection		-	1,958,257	-	11,705	46
560008	764	ADA Curb Ramp Installation		-	630,532	-	-	555
567404	766	Jamer-Stelzer Construction		-	1,350,000	437,705	-	956,607
567028	764	Group 6 Intersection Improvements		CC011A-CC111	480,932	-	-	18
567029	764	Livingston Ave Rehab		CC011A-CC111	1,972,871	-	26,323	49,200
567032	764	Holt Ave Culvert		CC011A-CC111	311,760	-	-	29,765
567034	764	Edgehill Road Improvements		CC011A-CC111	901,929	-	26,716	-
568036	764	James Road Improvement		CC011A-CC111	2,866,594	2,240,610	-	2,514,025
562006	763	Roadway - Intersections - West		CC412	1,010,873	-	38,000	60
563018	763	Dublin - Frantz & Hayden Run Rds		-	1,300,080	-	-	59,763
569020	763	Group 8 Intersection Improvements		-	2,017,653	855,163	21,465	966,216
569021	763	Belle Street Roadway		-	2,155,572	573,015	-	244,452
Total Ohio Public Works Commission						\$ 4,344,937	743,859	5,502,963
Other Agency								
330002	220	Task 35 Local		-	303,000	\$ 14,148	-	133,302
Total State Assistance						\$ 8,771,930	1,211,725	11,463,111

City of Columbus, Ohio
Schedule of Receipts and Expenditures of Federal, State, and County Awards
Year Ended December 31, 2000

Grant No. (1)	Fund	Grant Title	CFDA	Grant No. (2)	Grant Award (3)	Receipts	City Match and Miscellaneous Receipts	Expenditures
County Grants								
A.D.A.M.H. Board								
500031	251	2000 Outpatient Treatment		-	530,788	97,821	72,000	218,332
508231	251	1996 Alcohol Treatment Services		-	7,138	-	-	9,043
509014	251	ADA Outpatient Treatment		-	337,918	293,179	114,739	289,193
508325	251	ADA Outpatient Treatment		-	369,273	-	-	40,821
508320	251	Performance Incentive Fund		-	15,000	12,557	-	-
518018	286	Volunteer Guardianship Program		-	272,000	125,608	54,128	130,411
Total A.D.A.M.H. Board						\$ 529,165	240,867	687,800
Board of Health								
590003	220	Comprehensive Antidumping Enforcement		-	54,400	32,207	-	30,449
599002	220	Comprehensive Antidumping Enforcement		-	44,000	9,692	-	-
Total Board of Health						\$ 41,899	-	30,449
Franklin County Children Services								
500010	251	Great Start Program		-	84,932	42,466	-	35,597
509007	251	Great Start Program		-	84,932	77,854	-	38,346
500021	251	FCCS Intake & Investigations		-	62,843	-	-	13,892
509021	251	FCCS Intake & Investigations		-	61,591	61,591	874	44,718
508336	251	FCCS Intake & Investigations		-	97,577	-	-	874
Total Franklin County Children Services						\$ 181,911	874	133,427
Franklin County Commissioners								
510005	286	Franklin County Seniors Options		-	9,320	9,320	-	-
519002	286	Franklin County Seniors Options		-	8,900	8,900	-	3,050
518335	286	Franklin County Seniors Options		-	1,955,022	1,971,339	154	1,882,967
Total Franklin County Commissioners						\$ 1,989,559	154	1,886,017
Total County Assistance						2,742,534	241,895	2,737,693
Total Private Assistance, net						45,750	1,239,418	1,110,701
Total State Assistance (See above)						8,771,930	1,211,725	11,463,111
Total Federal Assistance - Primary Government (See above)						47,633,799	14,524,195	72,390,682
Total Assistance						59,194,013	\$ 17,217,233	\$ 87,702,187
Increase (decrease) in Accrued Grant and Contract Revenue						(2,827,610)		
Total Grant and Contract Revenue						\$ 56,366,403		

See accompanying Notes to the Schedule of Receipts and Expenditures of Federal, State and County Awards.
See Independent Auditor's Report on Schedule of Receipts and Expenditures of Federal, State and County Awards.

CITY OF COLUMBUS, OHIO

Notes to Schedule of Receipts and Expenditures of Federal, State, and County Awards

December 31, 2000

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 general purpose 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 General Purpose Financial Statements

Grant revenues are reported in the City's special revenue and capital projects funds and as contributed capital in the sewer enterprise fund and the Columbus Municipal Airport Authority's discretely presented financial statements. See the Schedule for the reconciliation between the general purpose financial statements prepared in accordance with generally accepted accounting principles 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, 2000;

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Outstanding</u>
Community Development Block Grant	14.218	\$53,865,682
HOME Investment Partnership	14.239	\$10,952,026

CITY OF COLUMBUS, OHIO

Notes to Schedule of Receipts and Expenditures of Federal, State, and County Awards

December 31, 2000

Note F—Subrecipients

Of the federal expenditures presented in the schedule, the City provided federal awards to subrecipients as follows:

	Federal CFDA Number	\$	Amount Provided to Subrecipients
Columbus Board of Education	10.559		635,659
Columbus Public Schools	10.559		218,602
Total CFDA No. 10.559			854,261
Columbus Housing Partnership	14.185		4,000
Columbus Metropolitan Housing Authority	14.185		94,206
Total CFDA No. 14.185			98,206
Amethyst, Inc.	14.218		71,096
Catholic Social Services, Inc.	14.218		51,666
Christmas in April/Columbus	14.218		15,987
Columbus Housing Partnership	14.218		254,927
Columbus Neighborhood Design	14.218		266,617
Columbus Neighborhood Housing Services Inc.	14.218		135,372
Columbus Works Inc.	14.218		99,277
Community Shelter Board	14.218		592,067
East Fifth Avenue Business Assoc.	14.218		1,469
Franklinton Board of Trade	14.218		39,182
Greater Hilltop Community Development Co.	14.218		61,515
Greater Hilltop Resource Center, Inc.	14.218		3,038
Greater Linden Development Corp.	14.218		307,101
Homes on the Hill Community	14.218		16,092
Italian Village Society	14.218		3,484
Livingston Ave. Collaborative For Community	14.218		4,608
Long Street Business Association	14.218		14,779
Main Street Business Association	14.218		32,416
Merion Village Association	14.218		20,717
Merion-Southwood Information Center	14.218		8,169
Mid-Ohio Regional Planning Commission	14.218		7,691
Mid-Ohio Board for an Independent	14.218		106,411
Miracit Development Corporation, Inc.	14.218		9,000
Mt. Vernon Ave. District Improvement Assoc.	14.218		16,452
Neighborhood Empowerment Council Inc.	14.218		71,122
Ohio Hunger Task Force Inc.	14.218		25,981
Parsons Avenue Merchants Association	14.218		25,243
Short North Business Association	14.218		54,540

CITY OF COLUMBUS, OHIO

Notes to Schedule of Receipts and Expenditures of Federal, State, and County Awards

December 31, 2000

	Federal CFDA Number	Amount Provided to Subrecipients
Short North Health and Wellness Inc.	14.218	\$ 56,303
Somerset Civic Association	14.218	8,183
St. John Learning Center	14.218	50,981
University Community Business	14.218	30,110
Total CFDA No. 14.218		2,461,596
Community Shelter Board	14.231	322,071
Columbus Housing Partnership	14.239	62,714
Homes on the Hill Community	14.239	31,035
Miracit Development Corporation, Inc.	14.239	40,664
New Beginnings Christian Community	14.239	41,639
St. Stephen's Community Homes	14.239	30,188
Total CFDA No. 14.239		206,240
Columbus AIDS Taskforce	14.241	383,091
Community Shelter Board	14.241	82,390
Licking County Coalition for Housing	14.241	15,714
Total CFDA No. 14.241		481,195
City of Cleveland, Ohio	14.900	672
NARI, Central Ohio Chapter	14.900	3,625
Northside Development Corporation	14.900	24,500
Total CFDA No. 14.900		28,797
Campus Partners for Community	15.904	20,133
Ohio State University Dept. of Aviation	17.248	21,200
Columbus Urban Growth Corp.	66.811	107,427
American Red Cross of Greater Columbus	93.044	52,315
Catholic Social Services Inc.	93.044	299,586
Clintonville-Beechwood Community	93.044	36,454
CMACAO	93.044	21,675
Community Action Agency of Fayette County	93.044	25,243
Fayette County Commissioners	93.044	19,834
Hospice and Health Services of Fairfield Co.	93.044	66,616
Legal Aid Society of Columbus	93.044	49,959
Licking County Aging Program	93.044	47,588
Lifecare Alliance	93.044	170,056
Madison County Senior Citizens Center	93.044	33,279
Meals on Wheels of Fairfield County Inc.	93.044	15,647

CITY OF COLUMBUS, OHIO

Notes to Schedule of Receipts and Expenditures of Federal, State, and County Awards

December 31, 2000

	Federal CFDA Number	Amount Provided to Subrecipients
Ohio State Legal Services Association	93.044	\$ 25,929
Pickaway County Commission on Aging	93.044	44,706
Richwood Civic Center	93.044	12,000
Rural Legal Aid Society of West Central Ohio	93.044	2,325
Salvation Army	93.044	6,002
YWCA of Licking County	93.044	1,914
Total CFDA No. 93.044		931,128
Fayette County Commissioners	93.045	68,765
Licking County Aging Program Inc.	93.045	212,016
Lifecare Alliance	93.045	797,781
Meals on Wheels of Fairfield County Inc.	93.045	162,570
Ohio Association of AREA	93.045	4,594
Pickaway County Commission on Aging	93.045	97,511
Total CFDA No. 93.045		1,343,237
Catholic Social Services Inc	93.046	3,000
Clintonville-Beechwold Community	93.046	4,182
Community Action Agency of Fayette County	93.046	2,230
Community Action Organization	93.046	7,022
Meals on Wheels of Fairfield County Inc	93.046	3,908
Pickaway County Community Action	93.046	1,702
Salvation Army	93.046	263
Total CFDA No. 93.046		22,307
Catholic Social Services Inc.	93.568	7,650
Clintonville-Beechwold Comm. Resource Center	93.568	2,850
Community Action Organization	93.568	950
Fayette County Commissioners	93.568	2,850
Madison County Senior Citizens Center	93.568	1,900
Meals on Wheels of Fairfield County	93.568	2,850
Pickaway County Commission on Aging	93.568	2,850
Total CFDA 93.568		21,900
Community Partners	93.667	28,800
United Way of Franklin County	93.667	78,696
Urban Concern, Inc.	93.667	23,378
Young Women's Christian Association	93.667	57,642
Total CFDA No. 93.667		188,516

CITY OF COLUMBUS, OHIO

Notes to Schedule of Receipts and Expenditures of Federal, State, and County Awards

December 31, 2000

	Federal CFDA Number	Amount Provided to Subrecipients
Catholic Social Services, Inc.	93.778	\$ 24,954
Cerebral Palsy of Columbus and Franklin County	93.778	144,272
Columbus West Health Care Co. LTD. Partnership	93.778	77,403
Fayette County Commissioners	93.778	80,731
Hospice & Health Services of Fairfield County	93.778	154,044
L.E.A.D.S. Community Action Agency	93.778	13,862
Lancaster Fairfield Co. Comm. Action Program	93.778	7,555
Licking County Aging Program	93.778	230,406
Lifecare Alliance	93.778	1,449,569
Madison County Senior Citizens Center	93.778	20,063
Meals on Wheels of Fairfield County	93.778	100,001
Pickaway County Commission on Aging	93.778	59,816
Salvation Army	93.778	84,711
Total CFDA 93.778		2,447,387
Columbus AIDS Task Force	93.917	17,003
Ohio AIDS Coalition	93.917	7,064
Total CFDA 93.917		24,067
Asian American Community Service Council	93.919	130
Business Resources Unlimited	93.926	1,150
Columbus Medical Association Foundation	93.926	3,972
Ohio Hispanic Coalition	93.926	1,500
Total CFDA No. 93.926		6,622
American Social Health Association	93.940	869
Children's Research Institute	93.940	4,928
Columbus AIDS Task Force	93.940	180,162
Columbus Urban League	93.940	51,122
Ohio State University Research Foundation	93.940	7,669
Total CFDA No. 93.940		244,750
American Social Health Association	93.959	244
American Social Health Association	93.977	1,148
Arlington Park Elementary School	93.991	225
Columbus Public Schools	93.991	900
Total CFDA No. 93.991		1,125

CITY OF COLUMBUS, OHIO

Notes to Schedule of Receipts and Expenditures of Federal, State, and County Awards

December 31, 2000

	Federal CFDA Number	Amount Provided to Subrecipients
American Red Cross of Greater Columbus	97.999	\$ 16,450
Boston Public Health Commission	97.999	769
Catholic Social Services Inc.	97.999	240,521
City of Westerville	97.999	9,525
Clintonville-Beechwold Community	97.999	8,964
Columbus Urban Growth Corp.	97.999	150,000
Community Action Agency of Fayette County	97.999	9,092
Community Action Organization	97.999	60,319
CPMM Services Group	97.999	411
Fayette County Commissioners	97.999	54,517
Hospice and Health Services	97.999	1,365
Hospice and Health Services of Fairfield County	97.999	1,616
Jewish Family Services	97.999	10,000
Jewish Family Services Employment Resources	97.999	27,827
L.E.A.D.S. Community Action Agency	97.999	8,343
Labor Ready Mid Atlantic	97.999	2,015
Licking County Aging Program	97.999	119,085
Lifecare Alliance	97.999	564,584
Madison County Senior Citizens Center	97.999	38,557
Meals on Wheels of Fairfield County Inc.	97.999	106,051
OSU/Center for Survey Research	97.999	51,139
Pickaway County Commission on Aging	97.999	56,422
Pickaway County Community Action	97.999	21,680
Pickaway County Treasurer	97.999	1,229
Prevention Institute, The	97.999	50,000
Salvation Army	97.999	8,660
Total CFDA 97.999		1,619,141
Global Action Plan for the Earth	99.999	25,000
Global Action Plan for the Earth, Inc.	99.999	45,000
Heartland Victorian Village	99.999	21,905
Living Fait Apostolic Church	99.999	800
Puerto Rican & Caribbean Organization	99.999	350
Puerto Rican Cultural Society	99.999	750
Total CFDA No. 99.999		93,805
Total federal awards provided to subrecipients		\$ 11,546,633

CITY OF COLUMBUS, OHIO

Schedule of Findings and Questioned Costs

December 31, 2000

(1) SUMMARY OF AUDITORS' RESULTS

- (a) The type of report issued on the general purpose financial statements: **Unqualified opinion**
- (b) Reportable conditions in internal control were disclosed by the audit of the financial statements: **None reported**
Material weaknesses: **None**
- (c) Noncompliance which is material to the general purpose financial statements: **None**
- (d) Reportable conditions in internal control over major programs: **None reported**
Material weaknesses: **None**
- (e) The type of report issued on compliance for major programs: **Unqualified**
- (f) Any audit findings which are required to be reported under section .510(a) of OMB Circular A-133: **No**
- (g) Major programs: **Medicaid Cluster (PASSPORT) (CFDA #93.778), Community Development Block Grant (CFDA #14.218) and Airport Improvement Program (20.106)**
- (h) Dollar threshold used to distinguish between Type A and Type B programs: **\$1,688,998**
- (i) Auditee qualified as a low-risk auditee under section .530 of OMB Circular A-133:
Yes

(2) FINDINGS RELATING TO THE GENERAL PURPOSE FINANCIAL STATEMENTS REPORTED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*:

None

(3) FINDINGS AND QUESTIONED COSTS RELATING TO FEDERAL AWARDS:

None



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140
Telephone 614-466-4514
800-282-0370
Facsimile 614-466-4490

CITY OF COLUMBUS

FRANKLIN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
MAY 15, 2001**