



CITY OF | **UPPER  
ARLINGTON**  
**OHIO**

## **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED DECEMBER 31, 2009**





Mary Taylor, CPA  
Auditor of State

Members of City Council  
City of Upper Arlington  
3600 Tremont Road  
Upper Arlington, Ohio 43221

We have reviewed the *Independent Auditor's Report* of the City of Upper Arlington, Franklin County, prepared by Julian & Grube, Inc., for the audit period January 1, 2009 through December 31, 2009. 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 Upper Arlington is responsible for compliance with these laws and regulations.

*Mary Taylor*

Mary Taylor, CPA  
Auditor of State

August 5, 2010

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**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED  
DECEMBER 31, 2009**

**ISSUED BY:**

**CITY OF UPPER ARLINGTON, OHIO  
FINANCE DEPARTMENT**

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*Finance Director***

**Mary J. Wehner, CPA, CIA  
*Finance Manager***

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*Management Assistant***

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*Fiscal Technician***

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*Payroll Administrator***



CITY OF | **UPPER ARLINGTON**



**CITY OF UPPER ARLINGTON, OHIO  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 For The Year Ended December 31, 2009**

**Introductory Section**

	<u>Page</u>
Table of Contents .....	i
Letter of Transmittal .....	v
Certificate of Achievement for Excellence in Financial Reporting .....	xi
Organizational Chart .....	xii
List of City Officials .....	xiii

**Financial Section**

Independent Auditor's Report .....	1
<b>A. Required Supplementary Information – MD&amp;A</b>	
Management's Discussion & Analysis .....	4
<b>B. Basic Financial Statements</b>	
<b>Government-wide Financial Statements:</b>	
Statement of Net Assets .....	19
Statement of Activities .....	20
<b>Fund Financial Statements:</b>	
<b>Governmental Fund Financial Statements:</b>	
Balance Sheet .....	22
Reconciliation of the Balance Sheet to the Statement of Net Assets – Governmental Funds.....	25
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds.....	26
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	29
<b>Proprietary Fund Financial Statements:</b>	
Statement of Net Assets .....	30
Statement of Revenues, Expenses, and Changes in Fund Net Assets .....	32
Statement of Cash Flows .....	34
<b>Fiduciary Fund Financial Statement:</b>	
Statement of Fiduciary Assets and Liabilities .....	38

**CITY OF UPPER ARLINGTON, OHIO  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 For The Year Ended December 31, 2009**

**Notes to the Basic Financial Statements:**

1. Summary of Significant Accounting Policies .....	39
2. Cash and Investments .....	46
3. Receivables.....	51
4. Capital Assets .....	52
5. Interfund Transactions .....	54
6. Long-term Liabilities .....	55
7. Risk Management.....	59
8. Joint Operating Agreement.....	60
9. Subsequent Event.....	60
10. Contingent Liabilities.....	61
11. Pension Plans .....	61
12. Postretirement Benefit Plans .....	62
13. Upper Arlington Community Improvement Corporation.....	64
12. Fund Deficit.....	64

**C. Budgetary Information**

Budgetary Comparison Schedules (Non-GAAP Budgetary Basis) .....	66
Notes to the Required Supplementary Information .....	69

**D. Other Supplementary Information**

Fund Descriptions-Major Governmental Funds.....	72
Budgetary Comparison Schedules (Non-GAAP Budgetary Basis)	
All Major General Fund Accounts:	
General Operating Account .....	74
Capital Asset Management Account.....	76
Police and Fire Pension Account.....	77
Capital Equipment Account.....	78
Self-Insured Loss Account.....	79
Communications and Technology Account .....	80
Total General Fund Accounts .....	82
Budgetary Comparison Schedules (Non-GAAP Budgetary Basis)	
General Obligation Bond Retirement Fund .....	85
All Major Capital Project Funds:	
Bonded Improvement Fund .....	86
Estate Tax Capital Projects Fund .....	87
Fund Descriptions – Nonmajor Governmental Funds .....	88
Combining Balance Sheet-Nonmajor Governmental Funds.....	90
Statement of Revenues, Expenditures, and Changes in Fund Balances –	
Nonmajor Governmental Funds.....	94



**CITY OF UPPER ARLINGTON, OHIO  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 For The Year Ended December 31, 2009**

Budgetary Comparison Schedules (Non-GAAP Budgetary Basis) –	
All Nonmajor Special Revenue Funds:	
Law Enforcement Fund .....	98
Enforcement Education Fund .....	99
Civil Service Fund .....	100
Tax Incentive Review Fund.....	101
Tree Planting Fund.....	102
Life Long Learning and Leisure Fund .....	103
Mayor’s Court Computer Fund.....	104
Clerk of Court Fund.....	105
Neighborhood Lighting Fund.....	106
Economic Development Venture Fund .....	107
Emergency Medical Services Fund .....	108
Budgetary Comparison Schedules (Non-GAAP Budgetary Basis) –	
All Nonmajor Capital Projects Funds:	
Infrastructure Improvement Fund.....	109
Chelsea TIF Fund .....	110
Horizon TIF Fund .....	111
Arlington Crossing TIF Fund.....	112
Kingsdale West TIF Fund .....	113
Kingsdale Core TIF Fund.....	114
Fund Descriptions – Enterprise Funds .....	115
Budgetary Comparison Schedules (Non-GAAP Budgetary Basis) –	
Enterprise Funds:	
Water Surcharge Fund .....	116
Sanitary Sewer Surcharge Fund .....	117
Stormwater Fund .....	118
Swimming Pools Fund .....	119
Solid Waste Fund .....	120
Fund Description-Internal Service Fund .....	121
Budgetary Comparison Schedules (Non-GAAP Budgetary Basis) –	
Internal Service Fund-Employee Benefits Fund .....	122
Fund Descriptions – Fiduciary Funds – Agency Funds .....	123
Combining Statement of Fiduciary Assets and Liabilities – Fiduciary Funds (Agency Funds Only) .....	124
Combining Statement of Changes in Assets and Liabilities –	
Fiduciary Funds (Agency Funds Only) .....	126

**CITY OF UPPER ARLINGTON, OHIO  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 For The Year Ended December 31, 2009**

**E. Statistical Section**

Statistical Section Description.....	127
Financial Trends:	
Net Assets by Component –Table 1 .....	129
Changes in Net Assets – Table 2 .....	130
Fund Balances of Governmental Funds –Table 3 .....	132
Changes in Fund Balances of Governmental Funds –Table 4.....	134
Revenue Capacity:	
Governmental Activities Tax Revenues by Source – Table 5 .....	136
Principal Property Taxpayers –Table 6.....	137
Property Tax Rates-Direct and Overlapping Governments –Table 7.....	138
Assessed Value and Estimated Value of Taxable Property –Table 8 .....	140
Principal Employers-Ranked by Number of Full-time Employees –Table 9...	141
Income Tax Statistics –Table 10.....	142
Income Tax Revenue Base and Collections (Cash Basis) – Table 11.....	144
Special Assessment Billings and Collections –Table 12 .....	145
Property Tax Levies and Collections –Table 13 .....	146
Enterprise Funds Summary Data – Table 14 .....	148
Debt Capacity:	
Ratios of Outstanding Debt by Type – Table 15.....	150
Ratios of General Bonded Debt Outstanding – Table 16 .....	151
Direct and Overlapping Governmental Activities Debt – Table 17 .....	152
Legal Debt Margin Information – Table 18 .....	154
Demographic and Economic Information –	
Demographic and Economic Statistics – Table 19 .....	156
Operating Information:	
Full-time Equivalent City Government Employees by Function – Table 20 ...	157
Capital Asset Statistics – Table 21 .....	158
Operating Indicators by Function – Table 22 .....	160



June 16, 2010

To the Honorable Frank Ciotola and Members of City Council,  
And Citizens of the City of Upper Arlington:

The Comprehensive Annual Financial Report (CAFR) of the City of Upper Arlington, Ohio (City), for the fiscal year ended December 31, 2009, is submitted herewith. The report has a complete set of financial statements presented in accordance with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with generally accepted auditing standards by Julian and Grube, Incorporated. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report. The MD&A provides a narrative introduction, overview, and analysis of the basic financial statements and complements this letter of transmittal and should be read in conjunction with it.

The City's Finance Department is responsible for management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed its anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

In developing and revising the City's accounting and reporting control systems, consideration is given to the adequacy of internal controls to provide reasonable but not absolute assurance regarding the safeguarding of assets from loss, theft, or misuse and reliability of financial records for preparing the City's financial statements in conformity with GAAP and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and the evaluation of costs and benefits requires estimates and judgments by management.

As management, we believe the data presented is accurate in all material aspects and that all disclosures necessary to enable the reader to acquire the maximum understanding of the City's financial activity have been included.

### **Profile of the Government**

The City of Upper Arlington was organized on February 8, 1941, and is a home-rule, Municipal Corporation organized under the laws of the State of Ohio. The City covers nine square miles, located just northwest of downtown Columbus. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: public safety, public service, parks and recreation, and community development.

As required by GAAP, the accompanying financial statements include all the organizations, activities and functions in which the City (primary government) and its component unit exercise financial accountability. The component unit discussed below is included in the City's reporting entity because of the significance of its operations and/or financial relationship with the City.



*Discretely Presented Component Unit* – A 12-member board governs the Community Improvement Corporation (CIC) of Upper Arlington. For financial reporting purposes, the CIC is reported separately from the City's operations because its purpose is to assist the City as a whole in the revitalization and enhancement of property within the City, and its governing body is not the same as that of the primary government.

The annual budget serves as the foundation for the City's financial planning and control. The City complies with the requirements of the Ohio Revised Code in the adoption of the budget. Appropriations for the operation of various City departments are established through the passage of an ordinance by City Council. Budgetary control is facilitated through the maintenance of an encumbrance system for purchase orders, and through the use of the City's automated financial system. The Council is required to hold public hearings on the proposed budget and to adopt the budget by no later than December 31, the close of the City's fiscal year.

The appropriated budget is prepared by fund, (e.g., General Fund), department (e.g., Police) and line item (e.g., Personal Services). The City Council may pass supplemental appropriations at any time by ordinance. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. The General Fund and the Street Construction Maintenance and Repair Fund, a major special revenue fund, are presented in the required supplementary section, beginning on page 66. For governmental funds, other than the General Fund and the major special revenue fund with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 98.

### **Factors Affecting Financial Condition**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City operates.

**Local economy.** Employment in the Columbus Metropolitan Statistical Area (MSA) should grow modestly in 2010 as the labor market begins to turn. The Columbus Chamber's annual Blue Chip Economic Forecast predicts a net increase of 800 jobs (0.1%) regionally. Regional estimates for key business sectors in Upper Arlington are mixed: Business and Professional Services should see 2.7% growth and Healthcare/Social Services are projected to grow by 2.0%. However, Retail should see a net decline of 1.5% and Financial Activities are projected to decline 1.6% as these sectors continue to absorb excess capacity. Economists surveyed by *The Wall Street Journal* generally expect U.S. output to grow at a moderate but steady pace of about 3% over the course of the year.

At a time when you might expect construction projects to be significantly reduced, reinvestment in Upper Arlington remained strong. The City's Development Department reported a combined residential and commercial construction value of more than \$58 million, a decline from a 2008 spike, but comparable to 2007 numbers and still an impressive statistic for a community of our size, especially during a time of economic upheaval. The residential construction value of \$22.3 million resulted from three new single-family homes, 95 additions, and 170 remodeling/renovation projects. Commercial activity fell from a 2008 spike, but was comparable to recent years with some significant projects underway. Highlights include:

- Commencement of the Kingsdale redevelopment project;
- The Arlington Commons retail/restaurant and office project on Lane Avenue;
- A new two-story, 11,000 square foot mixed-use building began construction on Lane Avenue, located between the OSU Development building and Vassar Place;
- The fifth and final 20,000 square foot office condominium project was completed at Arlington Falls;
- An extension to the Holy Trinity Lutheran Church sanctuary;
- 12,000 square feet of new classroom space at Greensview Elementary School;
- A new 7,500 square foot gymnasium and conversion of the old gym to a multi-purpose facility, and a new 11,000 square foot media center at Barrington Elementary School;
- Phase III of the Wellington School expansion project, comprised of a 116,000 square foot, two-story addition to the north of the existing school building.

Economic development activity remains steady, with increased awareness of Upper Arlington as a business- and development-friendly community. Continuing efforts to attract and retain a diverse mix of smaller medical and professional office users will be key to maintaining a healthy business base. In 2009 specifically, a number of businesses moved to Upper Arlington, or committed to expansions, including:

- Farmers Citizens Bank
- Anderson Reporting
- UBS, which consolidated its regional offices into the final office condominium at Arlington Falls
- Pickett Holtslaw Byrne Realty
- Asian American Community Center
- TeamWork Solutions
- Hamilton Capital Wealth Management
- Herb Gillen Agency
- Keller Williams

**Long-term financial planning.** The City of Upper Arlington's Master Plan, adopted in 2001, serves as the community's vision for its future, and comprehensively addresses a wide range of goals and considerations within the areas of land use, housing, community facilities and appearance, economic development, transportation and infrastructure, and implementation. The Master Plan's ultimate goal is to preserve and enhance the community's quality of life, while assuring fiscal stability over the long term. Built into the Master Plan are several implementation strategies designed to keep the document alive and evolving over a 10-year period, at which time a major review and update will occur. As 2009 drew to a close, City Staff began initial preparations for the review and update process, with implementation steps expected to begin in 2010.

A significant portion of the City's role in reinvesting in Upper Arlington is to protect and enhance those investments already made as the community grew and took shape over the course of many decades – our underground and surface infrastructure, public facilities and parks. The City remains committed to improving its aging infrastructure through its Capital Improvement Program (CIP). The CIP maintains a seven-year funding of approximately \$6.4 million annually through 2016.

Using the adopted financial and debt policies for capital investments, the CIP plan consists of a combination of cash and financing. The City issues general obligation bonds for financing capital improvement projects. The bonds are primarily paid with income tax receipts. The City dedicates 13.3% of income taxes collected for capital improvements to pay principal and interest on the related debt. The plan incorporates \$10 million of bonds issued in 2008 and 2009 and proposes an additional \$10 million in bond issues in years 2012 through 2014. The remaining \$19 million of the 2009-2016 CIP plan will be supported with cash.

**Relevant financial policies.** A debt policy was adopted on September 8, 2003 to establish conditions for the use of debt and to create policies that minimize the City's debt service and issuance costs, retain the highest credit rating and maintain full and complete financial disclosure and reporting.

In addition, City financial policies dictate that a reserve will be maintained in the Unrestricted Fund Balance at a level for meeting the day-to-day obligations of the City equal to 20% of the General Fund operating budget.

### **Major initiatives**

Amidst continuing financial challenges, we successfully retained Triple A financial ratings from Moody's Investors Service, and from Standard & Poor's. These are the highest ratings available, and reaffirm the City takes its fiscal responsibilities seriously. It also means the City can expect to benefit from the lowest possible interest rates in the marketplace at any given time for future bond sales.

One of the community's top goals for many years took significant steps toward becoming a reality in 2009. Echo/Continental's decision at the close of 2008 to purchase and redevelop the Kingsdale Shopping Center put into motion much needed revitalization for the heart of our

community. Following many months of good faith research, negotiation and planning, work began in earnest at the site in the summer of 2009. Plans for the development include a new Giant Eagle “Market District” grocery store to open by the fall of 2010, and approximately 100,000 square feet of additional retail and restaurant space consisting of both renovated existing space and new construction. Class A office/medical and additional retail space is planned for the south end of the site as part of a second phase, to be explored in greater detail following completion of the first phase of construction, and as key requirements outlined within a Development Agreement between the City and Echo/Continental are met.

Work successfully came to an end at the close of 2009 on the new Fire Station 72 on Reed Road. This project provides state-of-the-art facilities for the City’s fire and emergency medical equipment and personnel, enabling the division to integrate new technologies and upgraded equipment in future years. At an approximate cost of \$6.3 million, the new 32,000 square foot station replaces the current 10,000 square foot facility built in 1959. In August 2008, City Council approved legislation authorizing the City to issue \$6 million in bonds to help finance the construction. It will be repaid using a portion of the annual revenues generated by the Emergency Medical Services Billing program. In 2010, once the old station has been razed, the portion of Reed Road Park surrounding Station 72 is to be redeveloped with sand volleyball courts, skate park, and additional parking, with entry to the park from Reed Road.

Sunny 95 Park moved from planning to reality in 2009, as initial site preparation for the 15-acre site occurred, including: re-grading and new turf for the entire park and its athletic fields; a parking lot off Windham Road; a multi-use asphalt pathway; a fenced pond with a decorative fountain; and extensive landscaping, including rain gardens, believed to be the largest in Franklin County. Future facilities proposed for the park include an all-season indoor facility with restrooms, a catering kitchen, an outdoor performance stage and amphitheatre, a patio, and an adjoining sensory garden. This facility is a fundraising project of the Upper Arlington Community Foundation, and will incorporate the community’s oldest known barn into its interior. Additional facilities planned include tennis courts and a playground.

The City embarked on a series of new community outreach and engagement endeavors in 2009. First and foremost, after many months of planning and development, the City launched its new website ([www.uaoh.net](http://www.uaoh.net)) at the close of the year. The new site brings residents a full slate of interactive options such as enhanced search engine capabilities and intuitive navigation, trackable service requests and reporting forms, expanded online registration and payment options, and more. With the launch of a new Internet station dedicated to Upper Arlington – WUAR Radio – the City partnered with the station to host a monthly news show based on its quarterly resident newsletter. A community discussion process known as Art of Hosting was introduced to Upper Arlington in 2009. In April, more than 30 community members experienced a training workshop to learn the tools and processes, thanks to a grant from an anonymous donor. Since that time, a core team of participants has worked to develop a framework tailored to Upper Arlington, with the techniques already used to help a number of community entities address projects and issues, including the Schools, the new STAY UA – Services to Age in Your Upper Arlington – program, and the High School Team Delta Max student-run program that encourages a drug and alcohol-free lifestyle for teens.

The STAY UA pilot program was launched in the spring of 2009, designed to help elderly and infirmed residents when they need it most by providing a link between the City’s emergency responders and appropriate community support services, such as home safety surveys, transportation, in-home nursing, meal services and more. Initially funded for six months through a grant from the Rev. John R. Glenn Foundation through National Church Residences, the program was extended for an additional six months in the fall of 2009, while efforts were undertaken to establish the program on a permanent basis.

Significant progress was made toward transitioning the Public Services Department to a more streamlined operation, reflective of reductions in the City’s fleet and recent service-delivery enhancements. Using a combination of cross training to enable employees to perform a wider range of duties, and not filling some positions as they have become vacant from retirements or employees leaving for other positions, the department is on track to save the City considerable operating dollars moving forward.

In one of the City's more successful years of grant seeking, approximately \$2 million in grants or loans were successfully attained, including: American Recovery and Reinvestment Act Federal stimulus funds to install sidewalks on several streets that serve as school and/or bus routes; funds to support reconstruction of Arlington Avenue in the Mallway district, a project that includes waterline replacement as well as safety and aesthetic enhancements to the area; and grants supporting the purchase of computer and communications equipment for use by the Police and Fire divisions.

### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the 22nd consecutive Certificate of Achievement for Excellence in Financial Reporting to the City of Upper Arlington for its comprehensive annual report for the fiscal year ended December 31, 2008.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both GAAP and applicable legal requirements.

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

The preparation of this report could not have been accomplished without the efficient and dedicated efforts of the entire Staff of the Finance Department. We wish to express our appreciation to everyone who contributed to its preparation.

Respectfully submitted,



Catherine M. Armstrong, CPA  
Finance Director



Virginia L. Barney  
City Manager



CITY OF | **UPPER ARLINGTON**

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# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Upper Arlington  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2008

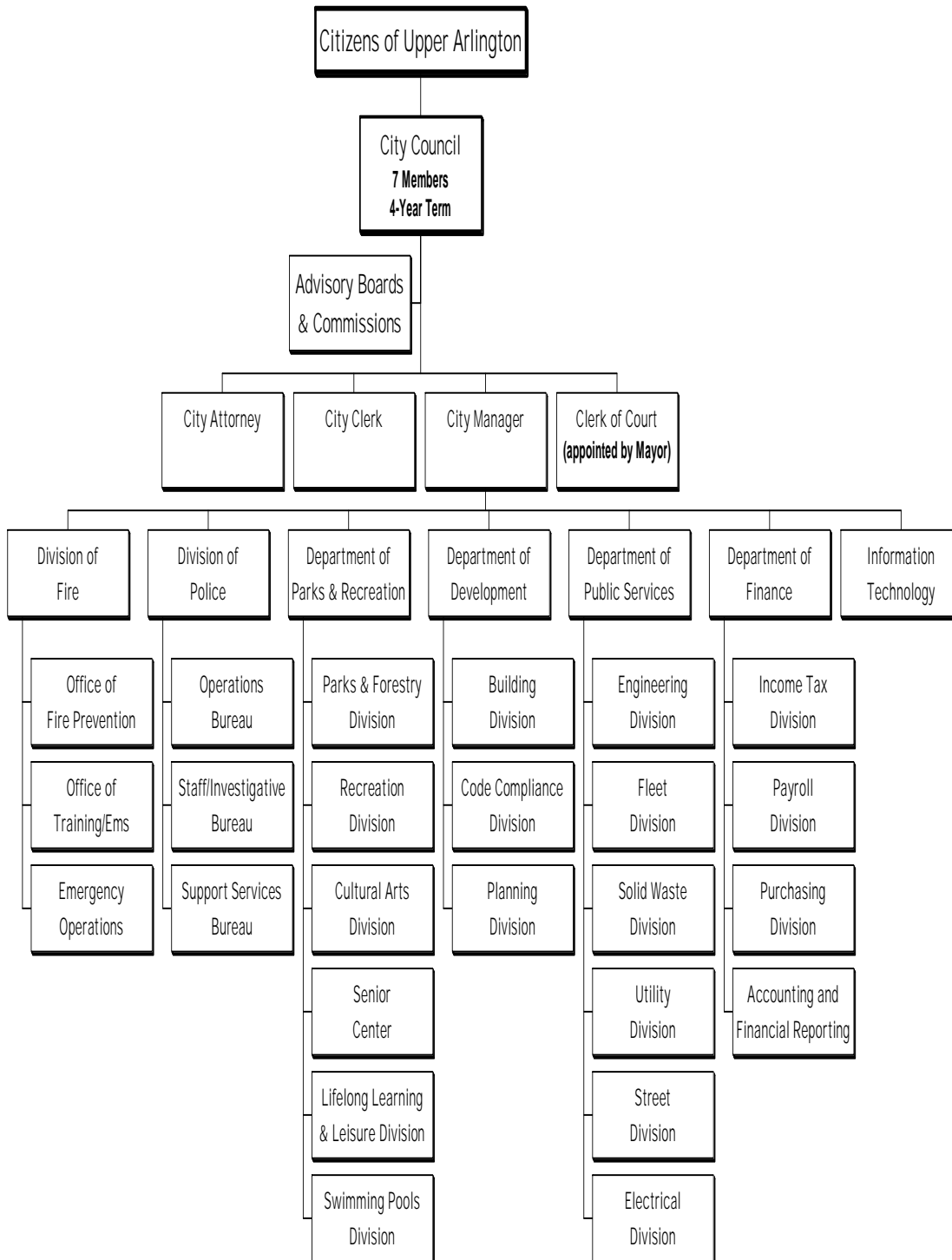
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



President

Executive Director

# Organizational Chart



**CITY OF UPPER ARLINGTON, OHIO**  
**LIST OF CITY OFFICIALS**  
**December 31, 2009**

**City Council**

President/Mayor	Donald B. Leach, Jr.
Vice President/Vice Mayor	Mary Ann Krauss
Council Member	Frank Ciotola
Council Member	Linda Mauger
Council Member	Edward F. Seidel, Jr.
Council Member	Wade Steen
Council Member	Erik F. Yassenoff

**Appointed Officials**

City Manager	Virginia L. Barney
City Attorney	Jeanine Hummer
City Clerk	Beverly Clevenger
Clerk of Court	Melissa Kohler

**Executive Staff**

Assistant City Manager	Joseph T. Valentino
Development Director	Dean Sivinski
Finance Director	Catherine M. Armstrong
Fire Division Chief	Mitchell Ross
Parks and Recreation Director	Timothy O. Moloney
Police Division Chief	Brian Quinn
Public Services Director	Darryl Hughes



CITY OF | **UPPER ARLINGTON**

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## **Julian & Grube, Inc.**

*Serving Ohio Local Governments*

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

### **Independent Auditor's Report**

Members of City Council  
City of Upper Arlington  
3600 Tremont Road  
Upper Arlington, OH 43221

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Upper Arlington, Franklin County, Ohio, as of and for the year ended December 31, 2009, which collectively comprise the City of Upper Arlington's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Upper Arlington's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Upper Arlington, Franklin County, Ohio, as of December 31, 2009, and the respective changes in financial position and where applicable, cash flows, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 16, 2010, on our consideration of the City of Upper Arlington's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Independent Auditor's Report  
City of Upper Arlington

The management's discussion and analysis on pages 4 - 15 and budgetary comparison information and notes on pages 66 - 70 are not a required part of the basic financial statements, but are supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to opine on the financial statements that collectively comprise the City of Upper Arlington's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining and individual nonmajor funds financial statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical tables to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.



Julian & Grube, Inc.  
June 16, 2010

**A. REQUIRED SUPPLEMENTARY INFORMATION – MD&A**

## **City of Upper Arlington, Ohio Management's Discussion and Analysis**

As management of the City of Upper Arlington (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City of Upper Arlington for the year ended December 31, 2009. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found at the front of this report.

### **Financial Highlights**

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$99,913,047 (net assets). Of this amount, \$38,115,950 (unrestricted net assets) may be used to meet the government's ongoing governmental activities obligations and \$3,585,376 (unrestricted net assets) may be used to meet the business-type activities obligations to citizens and creditors.
- The City's total net assets increased by \$722,062, or .7%.
- At the end of the current fiscal year, the unreserved fund balance for the General Fund was \$25,505,591, or 83.6% of the total General Fund expenditures.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$48,299,305, a decrease of \$1,060,464 in comparison with the prior year. Approximately 88.6% of this total amount, or \$42,811,812, is considered unreserved at December 31, 2009. Though unreserved, the City has committed through the budgeting process to a seven-year infrastructure improvement plan of approximately \$6.4 million a year, or a total infrastructure improvement plan of \$45.0 million. Accordingly, the City has set aside \$14,476,039 within capital project funds and \$294,082 within its debt service fund. In addition, the City has designated \$6,563,339 of the General Fund balance for payment of pension obligations as well as capital acquisitions and related debt. Another \$2,536,100 has been segregated within special revenue funds such as the Street Maintenance and Repair Fund. After accounting for these funds set aside for the aforementioned purposes, the unreserved and undesignated fund balance of the City's governmental funds is \$18,942,252.

### **Overview of the Financial Statements**

This management's discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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



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

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

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees or charges (business-type activities). The governmental activities of the City include public safety, general government, public services, parks and recreation, and community development. The business-type activities of the City include five enterprise activities: a sanitary sewer system, a stormwater system, a water management system, solid waste collection, and three swimming pool facilities.

The government-wide financial statements can be found on pages 19-21 of this report.

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

**Governmental funds.** *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on the *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The City of Upper Arlington maintains 21 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the General Obligation Bond Retirement Fund, Street Construction Maintenance and Repair Fund, Bonded Improvement Fund, and the Estate Tax Capital Projects Fund, all of which are considered major funds. Data from the other 16 governmental funds are combined into a single, aggregated presentation.

Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* in the supplemental section of this report.

The basic governmental fund financial statements can be found on pages 22 – 29 of this report.

**Proprietary funds.** The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its water, sanitary sewer, storm sewer, swimming pool, and solid waste collection operations. *Internal service* funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City maintains one internal service fund to recover costs and pay premiums for employee health and dental benefits.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Surcharge, Sanitary Sewer Surcharge, Stormwater, Swimming Pools, and Solid Waste funds, which are considered to be major funds of the City. Additionally, the internal service fund is presented in the proprietary fund financial statements.

The basic proprietary fund financial statements can be found on pages 30 – 37 of this report.

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

The basic fiduciary fund financial statement can be found on page 38 of this report.

**Notes to the basic financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 39 – 64 of this report.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City. Required supplementary information can be found on pages 66 – 70 of this report.

Other Supplementary Information, including additional budgetary schedules and the combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the other required supplemental information. The additional budgetary schedules, and combining and individual fund statements and schedules can be found on pages 72 – 126 of this report.

Additionally, the Statistical Section of this report, which can be used to enhance the understanding of the economic condition of the City as a whole, can be found on pages 127-161.

<b>City of Upper Arlington</b>						
<b>Net Assets</b>						
(in thousands)						
	<u>Governmental activities</u>		<u>Business-type activities</u>		Total	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Current and other assets	\$ 67,948	\$ 68,236	\$ 4,045	\$ 4,173	\$ 71,993	\$ 72,409
Capital assets	<u>62,452</u>	<u>52,103</u>	<u>21,345</u>	<u>21,116</u>	<u>83,797</u>	<u>73,219</u>
Total assets	\$ <u>130,400</u>	\$ <u>120,339</u>	\$ <u>25,390</u>	\$ <u>25,289</u>	\$ <u>155,790</u>	\$ <u>145,628</u>
Long-term liabilities outstanding	\$ 39,131	\$ 30,212	\$ 2,826	\$ 3,195	\$ 41,957	\$ 33,407
Other liabilities	<u>13,540</u>	<u>12,819</u>	<u>379</u>	<u>211</u>	<u>13,919</u>	<u>13,030</u>
Total liabilities	\$ <u>52,671</u>	\$ <u>43,031</u>	\$ <u>3,205</u>	\$ <u>3,406</u>	\$ <u>55,876</u>	\$ <u>46,437</u>
Net assets:						
Invested in capital assets, net of related debt	\$ 32,666	\$ 29,923	\$ 18,600	\$ 18,025	\$ 51,266	\$ 47,948
Restricted	6,946	6,879			6,946	6,879
Unrestricted	<u>38,116</u>	<u>40,506</u>	<u>3,585</u>	<u>3,858</u>	<u>41,701</u>	<u>44,364</u>
Total net assets	\$ <u>77,728</u>	\$ <u>77,308</u>	\$ <u>22,185</u>	\$ <u>21,883</u>	\$ <u>99,913</u>	\$ <u>99,191</u>

### Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The City's assets exceed liabilities by \$99,913,047 at the close of 2009.

A large portion of the City's net assets (51.4 percent) reflects its investment in capital assets (e.g. land, buildings, improvements other than buildings, machinery and equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding plus any significant unspent bond proceeds. The City uses these capital assets to provide services to citizens; therefore, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net assets, (7.0 percent) represents resources that are subject to restrictions on how they may be used. The remaining balance of unrestricted net assets, \$41,701,326, may be used to meet the government's on-going obligations to citizens and creditors. It is important to note that although the total unrestricted net assets are \$41,701,326, the unrestricted net assets of the City's business-type activities, \$3,585,376, may not be used to fund governmental activities.

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

- ❑ The increase in governmental activities total assets was \$10,060,781, or 8.4%.
- ❑ The increase in governmental activities total liabilities was \$9,640,202, or 22.4%.

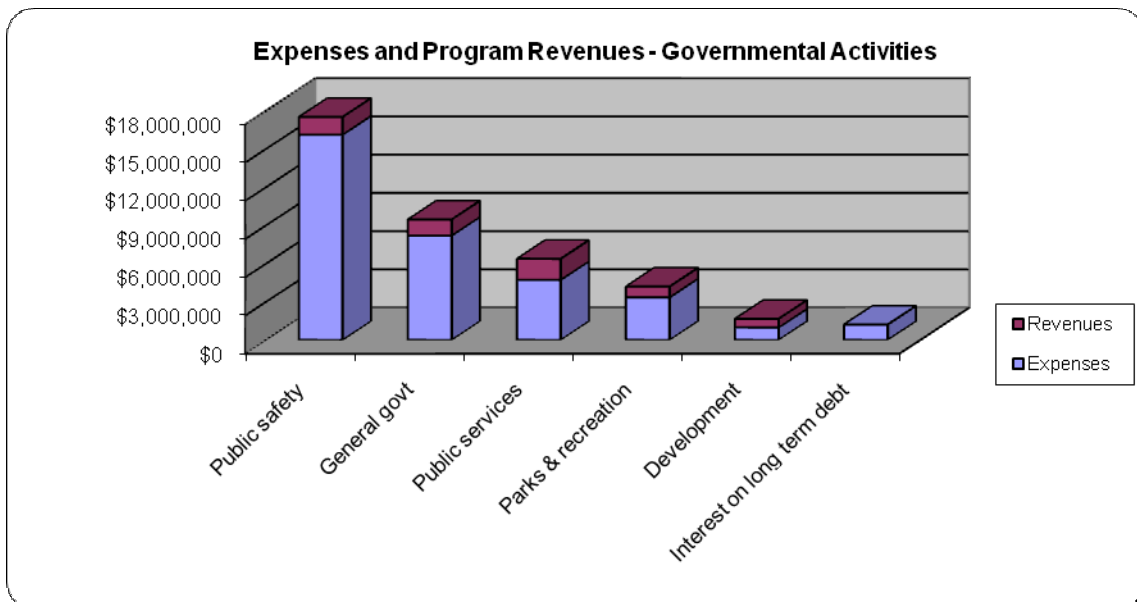
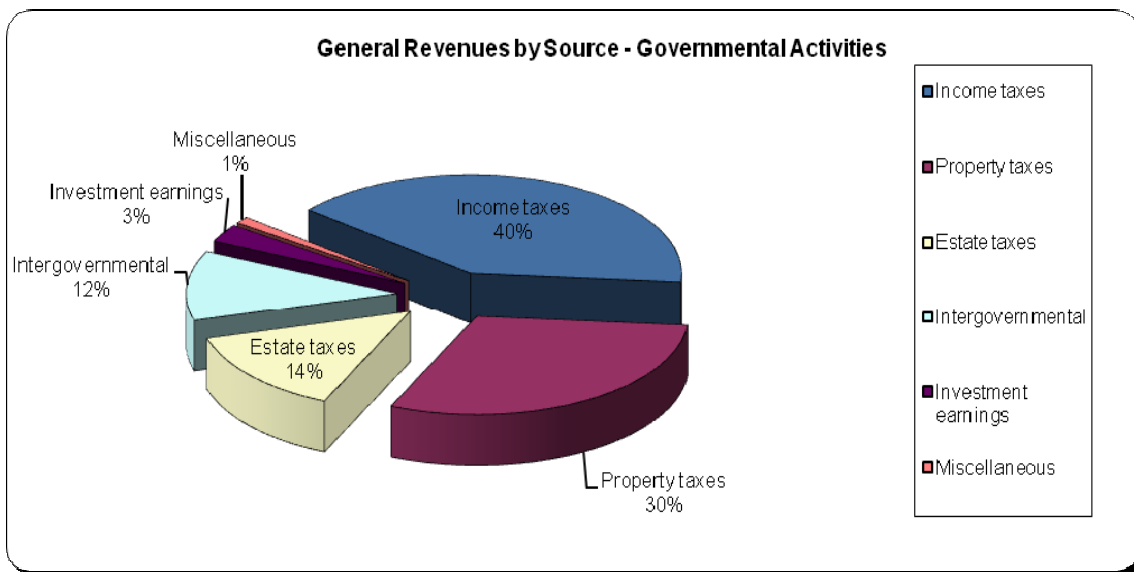
These increases were a result of the issuance of \$10.1 million in bonds in September of 2009, as well increases in accounts payable, accrued liabilities, compensated absences, and unearned revenue.

- ❑ The increase in business-type activities total assets was \$100,797, or .4%.
- ❑ The business-type activities total liabilities decreased by \$200,686, or 5.9%.

The overall increase in net business type assets was primarily due to contributed capital infrastructure offset by operating losses within the funds.

**Governmental activities.** Governmental net assets increased by \$420,579, or .5%. The City's income tax revenue was below projections for 2009 at \$12.2 million, and below the 2008 revenue total of \$13.6 million. Overall revenues decreased approximately \$3.0 million as income tax revenues decreased \$1.5 million and investment income fell \$1.7 million. In addition charges for services decreased \$95 thousand and intergovernmental revenues declined \$698 thousand. Revenues from estate taxes increased \$449 thousand and property taxes increased \$262 thousand this same period. Governmental expenses decreased by \$291 thousand.

The following charts illustrate both the 2009 revenues and expenses for governmental activities.

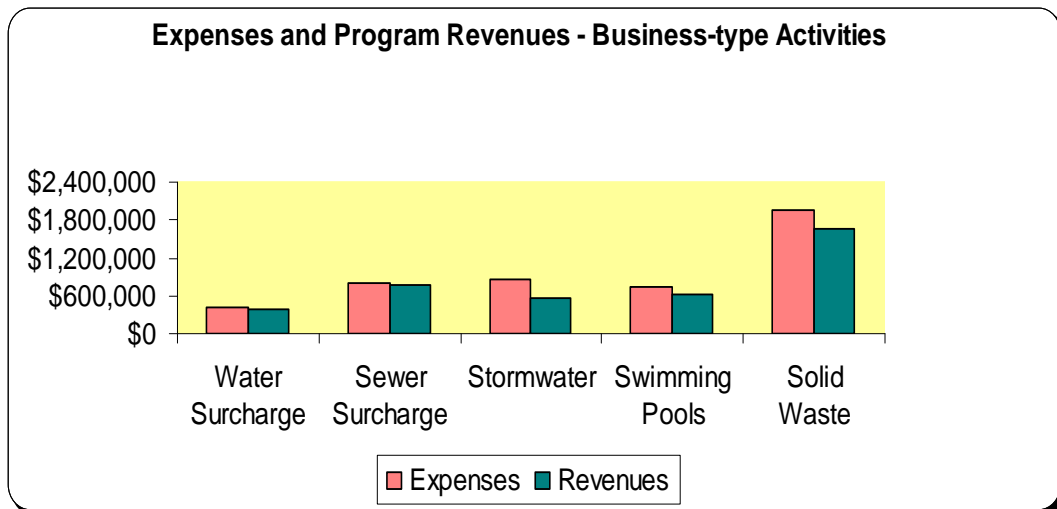
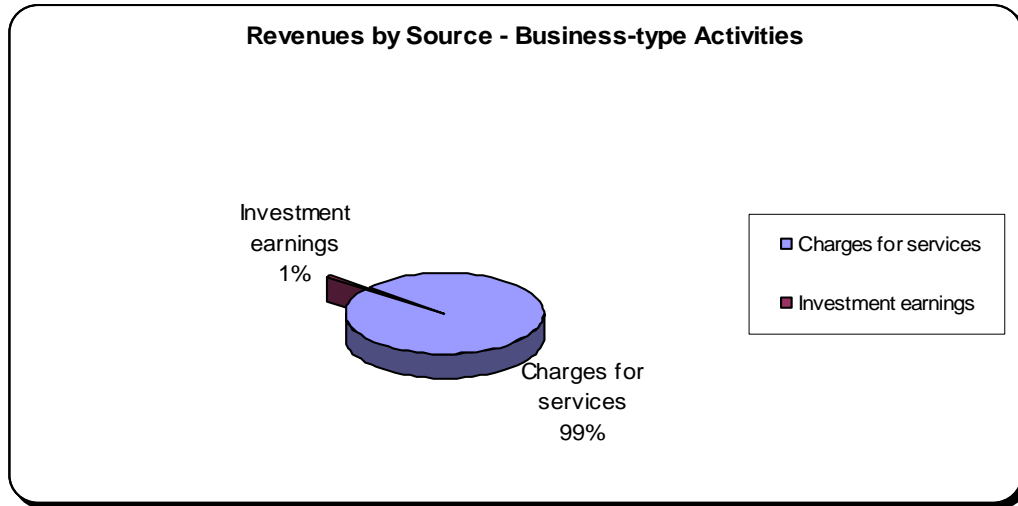


**City of Upper Arlington  
Changes in Net Assets**

	Governmental Activities		Business – Type Activities		Total	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
<b>Revenues:</b>						
<i>Program revenues:</i>						
Charges for services	\$ 3,941,284	\$ 3,693,331	\$ 3,957,616	\$ 4,305,362	\$ 7,898,900	\$ 7,998,693
Operating grants & contributions	1,813,340	1,632,317	364	32,340	1,813,704	1,664,657
Capital grants & contributions	79,800	194,607		13,837	79,800	208,444
<i>General revenues:</i>						
Income taxes	12,173,360	13,626,518			12,173,360	13,626,518
Estate taxes	4,191,686	3,742,723			4,191,686	3,742,723
Property taxes	9,109,176	8,847,280			9,109,176	8,847,280
Intergovernmental unrestricted	3,484,158	4,182,228			3,484,158	4,182,228
Unrestricted investment earnings	887,257	2,562,328	35,734	185,049	922,991	2,747,377
Other miscellaneous revenues	331,685	486,370		238,603	331,685	724,973
<b>Total revenues</b>	<b>36,011,746</b>	<b>38,967,702</b>	<b>3,993,714</b>	<b>4,775,191</b>	<b>40,005,460</b>	<b>43,742,893</b>
<b>Expenses:</b>						
Public safety	16,110,459	15,775,860			16,110,459	15,775,860
General government	8,189,078	8,850,818			8,189,078	8,850,818
Public services	4,708,526	4,888,768			4,708,526	4,888,768
Parks and recreation	3,346,205	3,330,706			3,346,205	3,330,706
Community development	984,248	991,681			984,248	991,681
Interest on long-term debt	1,204,757	996,509			1,204,757	996,509
Water surcharge			400,103	563,901	400,103	563,901
Sanitary sewer surcharge			793,796	735,634	793,796	735,634
Stormwater			858,251	683,075	858,251	683,075
Swimming pools			735,539	686,328	735,539	686,328
Solid waste			1,952,436	2,333,771	1,952,436	2,333,771
<b>Total expenses</b>	<b>34,543,273</b>	<b>34,834,342</b>	<b>4,740,125</b>	<b>5,002,709</b>	<b>39,283,398</b>	<b>39,837,051</b>
Increase (decrease) in net assets before transfers	1,468,473	4,133,360	(746,411)	(227,518)	722,062	3,905,842
Transfers	(1,047,894)	(895,110)	1,047,894	895,110	–	–
Increase (decrease) in net assets	420,579	3,238,250	301,483	667,592	722,062	3,905,842
Net assets ---- January 1 <sup>st</sup>	77,307,736	74,069,486	21,883,249	21,215,657	99,190,985	95,285,143
<b>Net assets---- December 31<sup>st</sup></b>	<b>\$ 77,728,315</b>	<b>\$ 77,307,736</b>	<b>\$ 22,184,732</b>	<b>\$ 21,883,249</b>	<b>\$ 99,913,047</b>	<b>\$ 99,190,985</b>

**Business-type activities.** Business-type activities increased net assets by \$301,483. The key elements of the increase was the current year transfers of capital assets from governmental sources of \$852,394 and operating transfers of \$195,500. This increase is offset by combined operating losses of \$655,399, resulting from non-cash depreciation and amortization expenses of \$825,406.

The following chart illustrates both 2009 revenues and expenses for the business type activities.



## Financial Analysis of the Government's Funds

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

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

As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$48,299,305, a decrease of \$1,060,464 in comparison with the prior year. Approximately 88.6% of this total amount, or \$42,811,812, is available for spending at the City's discretion (unreserved fund balance). Though unreserved, the City has committed through the budgeting process to a seven-year infrastructure improvement plan of approximately \$6.4 million a year, or a total infrastructure improvement plan of \$45.0 million. Accordingly, the City has set aside \$14,476,039 within capital project funds and \$294,082 within its debt service fund. In addition, the City has designated \$6,563,339 of the General Fund balance for payment of pension obligations as well as capital acquisitions and related debt. Another \$2,536,100 has been segregated within special revenue funds such as the Street Maintenance and Repair Fund. After accounting for these funds set aside for the aforementioned purposes, the unreserved and undesignated fund balance of the City's governmental funds is \$18,942,252.

The remainder of the governmental fund balances is reserved. It has already been committed to liquidate contracts and purchase orders for the prior period (\$4,624,226), risk management utilization (\$655,031) and inventory (\$208,236).

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unreserved fund balance of the General Fund was \$25,505,591, while the total fund balance was \$26,754,156. The City has designated \$359,425 of the General Fund balance for payment of pension obligations and \$6,203,914 for capital acquisitions and related debt.

The fund balance of the City's General Fund decreased by \$3,219,193 in 2009. The key factors in this decrease are as follows:

- ❑ A decrease in monies from operations of \$1,766,429 and
- ❑ An increase in transfers in the amount of \$2,404,877 for on-going assistance to other funds.

The fund balance of the City's Street Construction Maintenance and Repair Fund decreased by \$235,833 primarily due to decreased revenues.

The fund balance of the City's General Obligation Bond Retirement Fund increased by \$65,434.

The fund balance of the City's Bonded Improvement Fund increased by \$867,503. This increase was the net result of the issuance general obligation bonds in the amount of \$10,090,000 and capital outlay expenditures for the construction, furnishing, and equipping of a new Reed Road Fire Station and improvements to the City's infrastructure.

The Estate Tax Fund balance increased by \$1,351,893 primarily as a result of an increase in monies transferred in over the previous year.

**Proprietary funds.** The City's proprietary funds provide the same type of information found in the business-type activities of the government-wide financial statements, with the exception of the allocation of the internal service fund net assets and related net income, but in more detail.

Unrestricted net assets at the end of the year amounted to \$239,138 for the Water Surcharge Fund; \$61,332 for the Sanitary Sewer Surcharge Fund; \$2,900,846 for the Stormwater Fund; \$338,888 for the Swimming Pools Fund; and \$(43,807) for the Solid Waste Fund. The change in net assets for the proprietary funds was \$824,056, \$17,553, (\$290,690), (\$127,438), and (\$135,042), respectively.

**Capital Asset and Debt Administration**

**Capital assets.** The City's investment in capital assets for its governmental and business-type activities as of December 31, 2009, amounts to \$83,795,212 net of accumulated depreciation. This investment in capital assets includes land, buildings, improvements, machinery and equipment, infrastructure and construction in progress. The City's overall investment in capital assets increased \$10,576,069, or 14.4%.

**Major capital asset events during the current fiscal year included the following:**

- **Key Construction/Reconstruction:** The City continued its strategy of capital improvements for its aging infrastructure. Engineering and studies for street, waterline, and stormwater projects that have begun or will begin in future years included: Fishinger Road, Arlington Avenue, Henderson Road, Ridgeview & Farleigh Roads, Cranford Road, and Waltham Road.

**Key Construction-in-progress infrastructure projects included:** Reed Road Fire Station, Coventry Road, Oxford and Wickliffe Roads, Collingswood Road waterline, Sunny 95 Park, and the 2009 Annual Street Maintenance Program.

**Key Completed infrastructure projects included:** Ramsgate Road waterline improvements and the 2008 Annual Street Maintenance program.

**City of Upper Arlington's Capital Assets  
(net of accumulated depreciation)**

	Governmental Activities		Business-type Activities		Total	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Land	\$ 4,454,512	\$ 4,454,512	\$ 1,236,573	\$ 1,236,573	\$ 5,691,085	\$ 5,691,085
Building	1,107,105	1,195,016	-	-	1,107,105	1,195,016
Improvements	3,757,490	3,358,921	4,140,716	4,232,674	7,898,206	7,591,595
Machinery and equipment	3,520,615	3,385,050	280,559	272,971	3,801,174	3,658,021
Infrastructure	35,499,595	33,838,040	15,451,761	15,246,866	50,951,356	49,084,906
Construction in progress	<u>14,112,071</u>	<u>5,871,603</u>	<u>234,215</u>	<u>126,917</u>	<u>14,346,286</u>	<u>5,998,520</u>
Total	<u>\$62,451,388</u>	<u>\$52,103,142</u>	<u>\$21,343,824</u>	<u>\$21,116,001</u>	<u>\$83,795,212</u>	<u>\$73,219,143</u>



Additional information on the City's capital assets can be found in note 4 on pages 52 - 53 of this report.

**Long-term debt.** At the end of the current fiscal year, the City had total bonded debt outstanding of \$37,351,188. This debt is backed by the full faith and credit of the City. The City does not have any revenue bonds.

**City of Upper Arlington's Outstanding Bonded General Obligation Debt**

	Governmental Activities		Business-type Activities		Total	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
General						
Obligation Bonds	\$36,054,333	\$27,208,550	\$ 1,296,855	\$ 1,405,000	\$ 37,351,188	\$ 28,613,550
Total	\$36,054,333	\$27,208,550	\$ 1,296,855	\$ 1,405,000	\$ 37,351,188	\$ 28,613,550

During the current fiscal year, the City's total bonded debt increased by \$8,737,638. This increase was the result of the issuance general obligation bonds in the amount of \$10,090,000, net of retirements of principal of \$922,000 and savings realized from the refunding of \$8,490,000 of existing debt.

The City has received a "Aaa" rating from Moody's and a "AAA" rating from Standard & Poor's for general obligation debt. These are the highest ratings available, and Upper Arlington is one of just four Ohio communities to have achieved this distinction.

The City is within all of its legal debt limitations. The Ohio Revised Code provides that the net debt (as defined in the Ohio Revised Code) of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total taxation value of the property. The statutory limitations on debt are measured by the ratio of net debt to tax valuation and expressed in terms of a percentage. The current debt limitation for the City is \$166,032,057, which is significantly greater than the City's outstanding general obligation debt.

Additional information on the City's long-term debt can be found in note 6 on pages 55 - 59 of this report.

**General Fund Budgetary Highlights**

In 2009, the City amended the 2009 General Fund budget by an increase of \$3,600,990. Major factors included \$2,566,707 in transfers to capital projects funds in accordance with capital improvement management policies, \$208,000 to the Kingsdale CORE TIF Fund for infrastructure improvements, \$17,587 for appropriation of grants and donations received by the City, \$250,000 for park land improvements, \$183,696 for purchases of capital equipment and improvements, \$175,000 for subsidies to operating funds, \$35,000 for vacation and leave balance payments to retirees, \$45,000 for restoration of salary and benefit costs previously reduced from the original proposed budget, (\$80,000) for reductions in fuel and consulting

budgets, and \$200,000 for an unused contingency for emergencies during City Council's winter break.

The increase in transfers to capital projects funds were possible due to additional estate tax revenue received and the existing fund balance. The additional park land improvements and purchases of capital equipment were possible from the existing budgeted revenues and existing fund balance. The \$175,000 for subsidies to operating funds, \$35,000 for vacation and leave balance payments to retirees, \$45,000 of salary and benefit costs were made possible from the existing budgeted General Fund revenues. The unused contingency for emergencies was budgeted from the existing unappropriated fund balance.

#### Economic Factors and Next Year's Budgets and Rates

- ❑ The unemployment rate for 2009 for the Columbus area (Upper Arlington is a first-tier suburb) was 9.8 percent, which represents an unfavorable increase from a rate of 5.3 percent a year ago. This compares favorably to the state's 2009 average unemployment rate of 10.2 percent and unfavorably to the national average rate of 9.3 percent.
- ❑ Income tax collections were 3.8% below budget projections for 2009 at \$12.9 million. This resulted in a decrease of \$266 thousand in actual collections in 2009 as compared to 2008, and can be primarily attributed to the net profits and individual tax components of the income tax collections.
- ❑ The assessed value of the property in the City remained stable, and the related property tax collections increased 1.5% to \$9.4 million in 2009.
- ❑ The Development Department issued 378 residential and commercial permits in 2009, with a total construction value of approximately \$58.0 million. The continued high level of home renovations speaks to residents' continued confidence in the City as a stable and desirable residential community.
- ❑ The City does not have a permanent source of revenue to fund capital infrastructure maintenance or improvements. The City has committed through the budgeting process to a seven-year infrastructure improvement plan of approximately \$6.4 million a year or a total infrastructure improvement plan of \$45.0 million. Issuing debt and utilizing unrestricted fund balances are the planned funding sources for this infrastructure improvement plan.

All of these factors were considered in preparing the City's Budget for the 2009 fiscal year.

During the current fiscal year, unreserved fund balance in the General Fund declined \$3,219,193 to a fund balance of \$26,754,156. The City has appropriated \$34,046,676 for operating expenditures in the 2010 fiscal year budget, which includes the 2010 budgeted revenues of \$33,634,408.

#### Other Budgetary Highlights

**Rate changes:** Additionally, the Development and Parks and Recreation Departments charge for licenses and fees in the governmental funds, and those rates were increased at varying percentages for program expenses.

Health insurance costs increased 10.3% during the current fiscal year. The City continues its efforts to contain these costs through requiring employee contributions for health care and the offering of Health Savings Accounts.

**Requests for Information**

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director, 3600 Tremont Road, Upper Arlington, Ohio, 43221. This report is also available on the City's website at [www.ua-ohio.net](http://www.ua-ohio.net).



CITY OF | **UPPER ARLINGTON**

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## **B. BASIC FINANCIAL STATEMENTS**



CITY OF | **UPPER ARLINGTON**

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**City of Upper Arlington, Ohio**  
Statement of Net Assets  
December 31, 2009

	<u>Primary Government</u>			<u>Component Unit</u>
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	<u>The Upper Arlington Community Improvement Corporation</u>
<b>ASSETS</b>				
Cash, cash equivalents and investments	\$ 48,124,301	\$ 3,786,399	\$ 51,910,700	
Cash, cash equivalents in segregated accounts				\$ 55,791
Accounts receivable (net of allowance for uncollectibles)	19,290,285	155,770	19,446,055	
Inventories	208,236		208,236	
Deferred charges	408,834	20,292	429,126	
Internal balances	(83,216)	83,216	-	
Capital assets:				
Land	4,454,512	1,236,573	5,691,085	
Construction in progress	14,112,071	234,215	14,346,286	
Other capital assets, net of accumulated depreciation	43,884,805	19,873,036	63,757,841	
Total assets	<u>\$ 130,399,828</u>	<u>\$ 25,389,501</u>	<u>\$ 155,789,329</u>	<u>\$ 55,791</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 1,468,061	\$ 349,605	\$ 1,817,666	
Accrued liabilities	1,015,303	28,364	1,043,667	
Unearned revenue	11,057,464	595	11,058,059	
Noncurrent liabilities:				
Due within one year				
Accrued vacation and sick leave	1,552,460	36,782	1,589,242	
Ohio Public Works Commission Loans - current		246,193	246,193	
Bonds & notes payable, net - current	1,985,000	150,000	2,135,000	
Due in more than one year:				
Accrued vacation and sick leave	1,523,892	44,955	1,568,847	
Ohio Public Works Commission Loans		1,201,420	1,201,420	
Bonds & notes payable, net	34,069,333	1,146,855	35,216,188	
Total liabilities	<u>52,671,513</u>	<u>3,204,769</u>	<u>55,876,282</u>	<u>-</u>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	32,665,841	18,599,356	51,265,197	
Restricted for:				
Capital projects	3,219,021		3,219,021	
Debt service	185,636		185,636	
Street construction, maintenance and repair	1,734,944		1,734,944	
Public safety	822,964		822,964	
Economic development	535,615		535,615	
Pension obligations	386,421		386,421	
Other purposes	61,923		61,923	
Unrestricted	38,115,950	3,585,376	41,701,326	\$ 55,791
Total net assets	<u>\$ 77,728,315</u>	<u>\$ 22,184,732</u>	<u>\$ 99,913,047</u>	<u>\$ 55,791</u>

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

**City of Upper Arlington, Ohio**  
**Statement of Activities**  
For the Year Ended December 31, 2009

<b>Functions/Programs</b>	<b>Expenses</b>	<b>Program Revenues</b>		
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
<b>Governmental activities:</b>				
Public Safety	\$ 16,110,459	\$ 1,369,611	\$ 8,635	\$ 9,800
General Government	8,189,078	971,423	222,464	70,000
Public Services	4,708,526	75,865	1,582,241	
Parks and Recreation	3,346,205	847,515		
Community Development	984,248	676,870		
Interest on long-term debt	1,204,757			
Total governmental activities	34,543,273	3,941,284	1,813,340	79,800
<b>Business-type activities:</b>				
Water Surcharge	400,103	378,310		
Sanitary Sewer Surcharge	793,796	770,913		
Stormwater	858,251	536,686		
Swimming Pools	735,539	607,844	257	
Solid Waste	1,952,436	1,663,863	107	
Total business-type activities	4,740,125	3,957,616	364	-
Total primary government	\$ 39,283,398	\$ 7,898,900	\$ 1,813,704	\$ 79,800
<b>Component Unit -</b>				
Community Improvement Corporation of Upper Arlington	\$ 10,773	\$ -	\$ -	\$ -
<b>General revenues:</b>				
Income taxes				
Property taxes				
Estate taxes				
Intergovernmental unrestricted				
Unrestricted investment earnings				
Miscellaneous				
<b>Transfers</b>				
Total general revenues				
Changes in net assets				
Net assets - beginning				
Net assets - ending				

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



<u>Primary Government</u>			<u>Component Unit</u>
<b>Net (Expense) Revenue and Changes in Net Assets</b>			<b>The Upper Arlington Community Improvement Corporation</b>
<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	
\$ (14,722,413)		\$ (14,722,413)	
(6,925,191)		(6,925,191)	
(3,050,420)		(3,050,420)	
(2,498,690)		(2,498,690)	
(307,378)		(307,378)	
<u>(1,204,757)</u>		<u>(1,204,757)</u>	
<u>(28,708,849)</u>		<u>(28,708,849)</u>	
	\$ (21,793)	(21,793)	
	(22,883)	(22,883)	
	(321,565)	(321,565)	
	(127,438)	(127,438)	
	<u>(288,466)</u>	<u>(288,466)</u>	
	<u>(782,145)</u>	<u>(782,145)</u>	
<u>(28,708,849)</u>	<u>(782,145)</u>	<u>(29,490,994)</u>	
			<u>\$ (10,773)</u>
12,173,360		12,173,360	
9,109,176		9,109,176	
4,191,686		4,191,686	
3,484,158		3,484,158	
887,257	35,734	922,991	566
331,685		331,685	
<u>(1,047,894)</u>	<u>1,047,894</u>	<u>-</u>	
<u>29,129,428</u>	<u>1,083,628</u>	<u>30,213,056</u>	<u>566</u>
420,579	301,483	722,062	(10,207)
77,307,736	21,883,249	99,190,985	65,998
<u>\$ 77,728,315</u>	<u>\$ 22,184,732</u>	<u>\$ 99,913,047</u>	<u>\$ 55,791</u>

**City of Upper Arlington, Ohio**  
**Balance Sheet**  
**Governmental Funds**  
**December 31, 2009**

<b>ASSETS</b>	<b>General</b>	<b>Street Construction Maintenance and Repair</b>
Cash, cash equivalents and investments	\$ 24,761,287	\$ 665,237
Receivables (net of allowance for uncollectibles)	16,778,701	772,968
Inventories	114,441	93,795
Total assets	<u>\$ 41,654,429</u>	<u>\$ 1,532,000</u>
<b>LIABILITIES AND FUND BALANCES</b>		
Liabilities:		
Accounts payable	\$ 255,990	\$ 18,320
Due to other funds	141,364	11,993
Deferred revenue	13,439,793	575,438
Accrued liabilities	838,676	47,431
Accrued vacation & sick leave liability	224,450	
Total liabilities	<u>14,900,273</u>	<u>653,182</u>
Fund balances:		
Reserved for:		
Encumbrances	479,093	14,498
Inventory	114,441	93,795
Self-Insurance	655,031	
Unreserved:		
Designated for capital acquisitions & related debt	6,203,914	
Designated for pension obligations	359,425	
Undesignated, reported in:		
General fund	18,942,252	
Special revenue funds		770,525
Capital project funds		
Debt service funds		
Total fund balances	<u>26,754,156</u>	<u>878,818</u>
Total liabilities and fund balances	<u>\$ 41,654,429</u>	<u>\$ 1,532,000</u>

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

<b>General Obligation Bond Retirement</b>	<b>Bonded Improvement</b>	<b>Estate Tax Capital Projects</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 279,843	\$ 7,729,900	\$ 9,760,550	\$ 3,792,912	\$ 46,989,729
932,111		44,295	749,360	19,277,435
				208,236
<u>\$ 1,211,954</u>	<u>\$ 7,729,900</u>	<u>\$ 9,804,845</u>	<u>\$ 4,542,272</u>	<u>\$ 66,475,400</u>
	\$ 481,699	\$ 366,347	\$ 92,332	\$ 1,214,688
	121	863	536	154,877
\$ 917,872			751,616	15,684,719
	505	4,196	6,553	897,361
				224,450
<u>917,872</u>	<u>482,325</u>	<u>371,406</u>	<u>851,037</u>	<u>18,176,095</u>
	2,106,277	1,539,493	484,865	4,624,226
				208,236
				655,031
				6,203,914
				359,425
				18,942,252
			1,765,575	2,536,100
	5,141,298	7,893,946	1,440,795	14,476,039
294,082				294,082
<u>294,082</u>	<u>7,247,575</u>	<u>9,433,439</u>	<u>3,691,235</u>	<u>48,299,305</u>
<u>\$ 1,211,954</u>	<u>\$ 7,729,900</u>	<u>\$ 9,804,845</u>	<u>\$ 4,542,272</u>	<u>\$ 66,475,400</u>



CITY OF | **UPPER ARLINGTON**

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**City of Upper Arlington, Ohio**  
 Reconciliation of the Balance Sheet to the Statement  
 of Net Assets - Governmental Funds  
 December 31, 2009

Total Governmental Fund Balances	\$	48,299,305
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not functional resources and therefore are not reported in the funds.		62,451,388
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.		
Property taxes		113,866
Income taxes		2,386,282
Estate taxes		83,452
Intergovernmental revenues		2,043,655
Deferred charges		408,834
Long-term liabilities, including bonds and notes payable, are not due and payable in the current period and therefore are not reported in the funds.		
Interest payable		(117,942)
Accrued vacation and sick leave		(2,851,902)
Bonds and Notes payable		(35,884,994)
Deferred amounts on refundings, net		412,266
Premium on bonds, net		(530,055)
Accretion bonds, net		(51,550)
Internal service fund activity is used to account for insurance cost on a reimbursement basis activity by fund and department. The assets and liabilities are recorded in the governmental activities in the statement of net assets.		965,710
Net Assets of Governmental Activities	<u>\$</u>	<u>77,728,315</u>

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

**City of Upper Arlington, Ohio**  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2009

<b>REVENUES</b>	<b><u>General</u></b>	<b><u>Street Construction Maintenance and Repair</u></b>	<b><u>General Obligation Bond Retirement</u></b>
Taxes:			
Property	\$ 8,270,326		\$ 848,689
Income	12,915,601		
Estate	4,175,460		
Motor fuel		\$ 1,111,446	
Intergovernmental	3,258,305	369,250	135,319
Licenses and permits	818,838		
Charges for services	1,601,835	1,665	
Fines and forfeits	362,334		
Investment earnings	740,181	2,671	
Miscellaneous	870,406	12,975	
Total revenues	33,013,286	1,498,007	984,008
<b>EXPENDITURES</b>			
Current:			
Public safety	16,122,842		
General government	7,676,611		
Public services	1,092,736	1,733,840	
Parks and recreation	2,902,302		
Community development	975,685		
Debt service:			
Principal	104,846		1,382,000
Interest	2,348		1,174,405
Bond issuance costs			91,329
Capital outlay:			
Capital outlay	1,618,830		
Total expenditures	30,496,200	1,733,840	2,647,734
Excess (deficiency) of revenues over (under) expenditures	2,517,086	(235,833)	(1,663,726)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in			1,637,831
Transfers out	(5,800,538)		
Issuance of bonds			
Refunding bonds issued			6,714,994
Premium on issuance of bonds			434,357
Repayment of refunding bonds			(7,058,022)
Proceeds from sale of capital assets	64,259		
Total other financing sources and uses	(5,736,279)	-	1,729,160
Net change in fund balances	(3,219,193)	(235,833)	65,434
Fund balances -- January 1	29,973,349	1,114,651	228,648
Fund balances -- December 31	\$ 26,754,156	\$ 878,818	\$ 294,082

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

<u>Bonded Improvement</u>	<u>Estate Tax Capital Projects</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
			\$ 9,119,015
			12,915,601
			4,175,460
			1,111,446
		\$ 445,188	4,208,062
			818,838
		309,328	1,912,828
		25,785	388,119
\$ 15,105	\$ 114,159	15,141	887,257
		13,259	896,640
<u>15,105</u>	<u>114,159</u>	<u>808,701</u>	<u>36,433,266</u>
		128,901	16,251,743
		262,364	7,938,975
626	5,059	60,177	2,892,438
		246,988	3,149,290
			975,685
			1,486,846
			1,176,753
143,306			234,635
<u>9,329,527</u>	<u>1,323,914</u>	<u>1,328,544</u>	<u>13,600,815</u>
<u>9,473,459</u>	<u>1,328,973</u>	<u>2,026,974</u>	<u>47,707,180</u>
(9,458,354)	(1,214,814)	(1,218,273)	(11,273,914)
182,551	2,566,707	1,400,500	5,787,589
		(182,551)	(5,983,089)
10,090,000			10,090,000
			6,714,994
53,306			487,663
			(7,058,022)
		110,056	174,315
<u>10,325,857</u>	<u>2,566,707</u>	<u>1,328,005</u>	<u>10,213,450</u>
867,503	1,351,893	109,732	(1,060,464)
<u>6,380,072</u>	<u>8,081,546</u>	<u>3,581,503</u>	<u>49,359,769</u>
<u>\$ 7,247,575</u>	<u>\$ 9,433,439</u>	<u>\$ 3,691,235</u>	<u>\$ 48,299,305</u>



CITY OF | **UPPER ARLINGTON**

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**City of Upper Arlington, Ohio**  
 Reconciliation of the Statement of Revenues, Expenditures, and  
 Changes in Fund Balances of Governmental Funds  
 To the Statement of Activities  
 For the Year Ended December 31, 2009

Amounts reported for governmental activities in the statement of activities (page 20 - 21) are different because:

Net change in fund balances --- total government funds (page 27)		\$ (1,060,464)
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those activities is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.</p>		
Capital asset additions	14,224,291	
Depreciation	<u>(3,026,080)</u>	11,198,211
Net carrying value of governmental assets disposed of in 2009.		(14,840)
Contributions of capital assets, net.		(835,125)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. The amount is the net effect of the reversal of prior year items against current year accruals.		(678,064)
The issuance of long-term debt (e.g. bonds, notes, and loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		(8,541,158)
Some expenses such as accrued vacation and sick leave, reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		(6,978)
The net revenue of certain activities of internal service funds is reported with governmental activities.		358,997
Change in net assets of governmental activities (page 21)		<u>\$ 420,579</u>

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

**City of Upper Arlington, Ohio**  
**Statement of Net Assets**  
**Proprietary Funds**  
**December 31, 2009**

	<b>Business-type Activities - Enterprise Funds</b>		
	<b>Major Funds</b>		
	<b>Water Surcharge</b>	<b>Sanitary Sewer Surcharge</b>	<b>Stormwater</b>
<b>ASSETS</b>			
Current assets:			
Cash, cash equivalents and investments	\$ 226,066	\$ 171,572	\$ 2,962,906
Accounts receivable (net of allowance for uncollectibles)	25,965	51,148	41,151
Due from other funds			
Deferred charges			20,292
Total current assets	<u>252,031</u>	<u>222,720</u>	<u>3,024,349</u>
Noncurrent assets:			
Capital assets:			
Land	514		
Improvements	238,244		
Infrastructure	11,370,921	9,648,173	11,574,760
Machinery and equipment	76,502	490,389	447,508
Construction in progress	107,934	126,281	
Less accumulated depreciation	<u>(4,815,538)</u>	<u>(5,631,837)</u>	<u>(7,682,111)</u>
Total capital assets (net of accumulated depreciation)	<u>6,978,577</u>	<u>4,633,006</u>	<u>4,340,157</u>
Total noncurrent assets	<u>6,978,577</u>	<u>4,633,006</u>	<u>4,340,157</u>
Total assets	<u>\$ 7,230,608</u>	<u>\$ 4,855,726</u>	<u>\$ 7,364,506</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	\$ 1,382	\$ 102,686	\$ 78,860
Due to other funds	1,578	2,975	1,210
Unearned revenue			
Accrued liabilities	7,240	12,511	7,605
Accrued vacation and sick leave	1,212	19,447	16,123
Ohio Public Works Commission Loans - current	100,774	145,419	
General obligation bonds - current			150,000
Total current liabilities	<u>112,186</u>	<u>283,038</u>	<u>253,798</u>
Noncurrent liabilities:			
Accrued vacation and sick leave	1,481	23,769	19,705
General obligation bonds payable (net of unamortized discounts)			1,146,855
Ohio Public Works Commission Loans	<u>517,360</u>	<u>684,060</u>	
Total noncurrent liabilities	<u>518,841</u>	<u>707,829</u>	<u>1,166,560</u>
Total liabilities	<u>631,027</u>	<u>990,867</u>	<u>1,420,358</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	6,360,443	3,803,527	3,043,302
Unrestricted	239,138	61,332	2,900,846
Total net assets	<u>\$ 6,599,581</u>	<u>\$ 3,864,859</u>	<u>\$ 5,944,148</u>

Adjustment to consolidate the internal service fund activities related to the enterprise funds.  
Net assets of business-type activities.

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

<b>Business-type Activities - Enterprise Funds</b>			<b>Governmental Activities</b>	
<b>Major Funds</b>			<b>Internal Service Fund - Employee Benefits</b>	
<b>Swimming Pools</b>	<b>Solid Waste</b>	<b>Total</b>		
\$ 341,208	\$ 84,647	\$ 3,786,399	\$	1,134,572
	37,506	155,770		12,850
		20,292		160,640
<u>341,208</u>	<u>122,153</u>	<u>3,962,461</u>	<u>1,308,062</u>	<u>-</u>
1,236,059		1,236,573		
4,570,343		4,808,587		
		32,593,854		
45,022		1,059,421		
		234,215		
<u>(459,340)</u>		<u>(18,588,826)</u>		
5,392,084	-	21,343,824		
<u>5,392,084</u>	<u>-</u>	<u>21,343,824</u>		<u>-</u>
\$ 5,733,292	\$ 122,153	\$ 25,306,285	\$	1,308,062
\$ 717	\$ 165,960	\$ 349,605	\$	253,373
		5,763		
595		595		
1,008		28,364		
		36,782		
		246,193		
		150,000		
<u>2,320</u>	<u>165,960</u>	<u>817,302</u>	<u>253,373</u>	
		44,955		
		1,146,855		
		1,201,420		
<u>-</u>	<u>-</u>	<u>2,393,230</u>	<u>-</u>	
<u>2,320</u>	<u>165,960</u>	<u>3,210,532</u>	<u>253,373</u>	
5,392,084		18,599,356		
338,888	(43,807)	3,496,397		1,054,689
<u>\$ 5,730,972</u>	<u>\$ (43,807)</u>	<u>22,095,753</u>	<u>\$</u>	<u>1,054,689</u>
		88,979		
		<u>\$ 22,184,732</u>		

**City of Upper Arlington, Ohio**  
Statement of Revenues, Expenses, and Changes in Fund Net Assets  
Proprietary Funds  
For the Year Ended December 31, 2009

	<b>Business-type Activities - Enterprise Funds</b>		
	<b>Major Funds</b>		
	<b>Water Surcharge</b>	<b>Sanitary Sewer Surcharge</b>	<b>Stormwater</b>
Operating revenues:			
Charges for sales and services:			
Charges for services	\$ 378,310	\$ 770,913	\$ 536,686
Total operating revenues	<u>378,310</u>	<u>770,913</u>	<u>536,686</u>
Operating expenses:			
Personal services	89,645	462,586	248,955
Materials and supplies	52,390	86,707	264,259
Contractual services			
Self-insurance			
Depreciation and amortization, net	237,451	218,335	271,001
Total operating expenses	<u>379,486</u>	<u>767,628</u>	<u>784,215</u>
Operating income (loss)	<u>(1,176)</u>	<u>3,285</u>	<u>(247,529)</u>
Nonoperating revenues (expenses):			
Miscellaneous revenues			
Investment earnings			35,810
Interest expense	(21,882)	(32,729)	(73,572)
Loss on disposal of assets		(283)	(5,399)
Total nonoperating revenue (expenses)	<u>(21,882)</u>	<u>(33,012)</u>	<u>(43,161)</u>
Income (loss) before contributions	(23,058)	(29,727)	(290,690)
Capital contributions	847,114	5,280	
Transfers in		42,000	
Change in net assets	<u>824,056</u>	<u>17,553</u>	<u>(290,690)</u>
Total net assets -- January 1	<u>5,775,525</u>	<u>3,847,306</u>	<u>6,234,838</u>
Total net assets -- December 31	<u>\$ 6,599,581</u>	<u>\$ 3,864,859</u>	<u>\$ 5,944,148</u>

Adjustment to consolidate the internal service fund activities related to the enterprise funds.

Change in net assets of business-type activities.

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

<b>Business-type Activities - Enterprise Funds</b>			<b>Governmental</b>
<b>Major Funds</b>			<b>Activities</b>
<b>Swimming Pools</b>	<b>Solid Waste</b>	<b>Total</b>	<b>Internal Service Fund - Employee Benefits</b>
\$ 607,844	\$ 1,663,863	\$ 3,957,616	\$ 3,464,449
607,844	1,663,863	3,957,616	3,464,449
438,867		1,240,053	
69,507	3,833	476,696	
128,546	1,942,314	2,070,860	
98,619		825,406	3,092,408
735,539	1,946,147	4,613,015	3,092,408
(127,695)	(282,284)	(655,399)	372,041
257	107	364	
	(76)	35,734	
		(128,183)	
	(6,289)	(11,971)	-
257	(6,258)	(104,056)	-
(127,438)	(288,542)	(759,455)	372,041
		852,394	
	153,500	195,500	
(127,438)	(135,042)	288,439	372,041
5,858,410	91,235		682,648
\$ 5,730,972	\$ (43,807)		\$ 1,054,689
		13,044	
		\$ 301,483	

**City of Upper Arlington, Ohio**  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2009

	<b>Business-type Activities - Enterprise Funds</b>		
	<b>Major Funds</b>		
	<b>Water Surcharge</b>	<b>Sanitary Sewer Surcharge</b>	<b>Stormwater</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers and users	\$ 373,167	\$ 760,290	\$ 533,439
Payments to suppliers and contractual services	(52,921)	(88,423)	(187,264)
Payments to employees	(87,222)	(439,605)	(265,660)
Net cash provided (used) by operating activities	<u>233,024</u>	<u>232,262</u>	<u>80,515</u>
<b>CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES</b>			
Donations & grants			
Transfer in		42,000	
Net cash provided (used) by non-capital financing activities	<u>-</u>	<u>42,000</u>	<u>-</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCIAL ACTIVITIES</b>			
Current refunding bonds issued			1,300,000
Premium from current refunding bonds issued			26,240
Purchases of capital assets		(16,291)	(146,146)
Principal paid on capital debt	(97,621)	(140,460)	(130,000)
Payment to refunded bonds escrow agent			(1,304,595)
Issuance cost on refunding bonds issued			(21,645)
Interest paid on capital debt	(21,882)	(32,729)	(73,572)
Proceeds from sales of capital assets			
Net cash provided (used) by capital and related financial activities	<u>(119,503)</u>	<u>(189,480)</u>	<u>(349,718)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest and dividends received			<u>43,809</u>
Net increase (decrease) in cash and cash equivalents	113,521	84,782	(225,394)
Cash and cash equivalents, January 1	<u>112,545</u>	<u>86,790</u>	<u>3,188,300</u>
Cash and cash equivalents, December 31	<u>\$ 226,066</u>	<u>\$ 171,572</u>	<u>\$ 2,962,906</u>

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

<b>Business-type Activities - Enterprise Funds</b>			<b>Governmental</b>
<b>Major Funds</b>			<b>Activities</b>
<b>Swimming Pools</b>	<b>Solid Waste</b>	<b>Total</b>	<b>Internal Service Fund - Employee Benefits</b>
\$ 607,424	\$ 1,643,764	\$ 3,918,084	\$ 3,439,003
(200,203)	(1,983,315)	(2,512,126)	(3,144,554)
(438,354)	-	(1,230,841)	
(31,133)	(339,551)	175,117	294,449
257	32,447	32,704	
	153,500	195,500	
257	185,947	228,204	-
		1,300,000	
		26,240	
		(162,437)	
		(368,081)	
		(1,304,595)	
		(21,645)	
		(128,183)	
-	52,968	52,968	
-	52,968	(605,733)	-
	781	44,590	
(30,876)	(99,855)	(157,822)	294,449
372,084	184,502	3,944,221	840,123
<u>\$ 341,208</u>	<u>\$ 84,647</u>	<u>\$ 3,786,399</u>	<u>\$ 1,134,572</u>

(continued)

**City of Upper Arlington, Ohio**  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2009

	<b>Business-type Activities - Enterprise Funds</b>		
	<b>Major Funds</b>		
	<b>Water Surcharge</b>	<b>Sanitary Sewer Surcharge</b>	<b>Stormwater</b>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>			
Operating income (loss)	\$ (1,176)	\$ 3,285	\$ (247,529)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation & amortization expense, net	237,451	218,335	271,001
(Increase) decrease in accounts receivable	(5,143)	(10,623)	(3,247)
(Increase) decrease in due from other funds			
Increase (decrease) in accounts payable	(531)	(1,716)	76,995
Increase (decrease) in due to other funds	424	560	86
Increase (decrease) in unearned revenue			
Increase (decrease) in accrued liabilities	2,273	846	281
Increase (decrease) in accrued vacation and sick leave	(274)	21,575	(17,072)
Total adjustments	<u>234,200</u>	<u>228,977</u>	<u>328,044</u>
Net cash provided (used) by operating activities	<u>\$ 233,024</u>	<u>\$ 232,262</u>	<u>\$ 80,515</u>
<b>Non cash investing, capital, and financing activities:</b>			
Contributions of capital assets from governmental activities	\$ 835,125	\$ -	\$ -
Contributions of capital assets from enterprise funds	<u>\$ 11,989</u>	<u>\$ 5,280</u>	<u>\$ -</u>
Decrease in fair value of investments	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (53,711)</u>
Loss on disposal of assets	<u>\$ -</u>	<u>\$ (283)</u>	<u>\$ (5,399)</u>

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



<b>Business-type Activities - Enterprise Funds</b>			<b>Governmental Activities Internal Service Fund - Employee Benefits</b>
<b>Major Funds</b>			
<b>Swimming Pool</b>	<b>Solid Waste</b>	<b>Total</b>	
\$ (127,695)	\$ (282,284)	\$ (655,399)	\$ 372,041
98,619		825,406	
	(20,099)	(39,112)	1,348
(2,150)	(5,150)	67,448	(25,446)
	(614)	456	(53,494)
(420)		(420)	
513	(5,586)	(1,673)	
	(25,818)	(21,589)	
96,562	(57,267)	830,516	(77,592)
<u>\$ (31,133)</u>	<u>\$ (339,551)</u>	<u>\$ 175,117</u>	<u>\$ 294,449</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 835,125</u>	
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,269</u>	
<u>\$ -</u>	<u>\$ (3,876)</u>	<u>\$ (57,587)</u>	
<u>\$ -</u>	<u>\$ (6,289)</u>	<u>\$ (11,971)</u>	

**City of Upper Arlington, Ohio**  
Statement of Fiduciary Assets and Liabilities  
Fiduciary Funds  
December 31, 2009

	<b>Agency Funds</b>
<b>ASSETS:</b>	
Cash and investments	\$ 2,752,861
Cash with third party fiscal agent	22,176
Total assets	\$ 2,775,037
 <b>LIABILITIES:</b>	
Due to others	\$ 2,775,037
Total liabilities	\$ 2,775,037

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

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements**  
**December 31, 2009**

**Note (1) – Summary of Significant Accounting Policies**

(a) Reporting entity

The City of Upper Arlington (City) was organized on February 8, 1941 and is a home-rule, municipal corporation organized under the laws of the State of Ohio. The City operates under the Council-Manager form of government. Elected officials include seven council members.

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds, departments, boards and agencies that are not legally separate from the City. For the City of Upper Arlington this includes the departments that provide the following services as authorized by its charter: public safety, public service, parks and recreation, and community development.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board, and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance deficits of or provide financial support to the organization; or the City is obligated for the debt of the organization. Component units may also include organizations for which the City approves the budget, the issuance of debt, or the levying of taxes. The City has one component unit, the City of Upper Arlington Community Improvement Corporation (CIC).

The CIC was formed pursuant to Resolution 19-93 passed December 13, 1993. The CIC was designated as a not-for-profit organization of the City to assist in the revitalization and enhancement of property through advancing, encouraging and promoting industrial, economic, commercial and civic development. The CIC is governed by a twelve member board. The CIC is dependent upon the City for financial support and therefore presented as a component unit of the City. Financial statements can be obtained from Catherine Armstrong, Finance Director, 3600 Tremont Road, Upper Arlington, Ohio 43221.

(b) Government-wide and fund financial statements

Beginning January 1, 2003, the City changed its financial reporting to comply with Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. Financial information of the City, including the City's discretely presented component unit, is presented in the accompanying statements in the following format:

- Management's discussion and analysis, a part of the required supplementary information, introduces the basic financial statements and provides analytical overview of the City's financial statements.
- Basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The basic financial statements report information on all of the nonfiduciary activities of the primary government and its component units.

The statement of net assets and statement of activities measure and report all the assets, liabilities, revenues and expenses, gains, and losses. Governmental activities are reported separately from the business-type activities. Taxes and intergovernmental revenues support governmental activities while revenues such as fees and charges support business-type activities. Interfund activity has been removed from these statements.

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

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

Program revenues include charges paid by the recipients of goods or services offered by programs and grants and/or contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including taxes, are presented as general revenues.

Fund financial statements consist of a series of statements focusing on information about the City's major governmental funds, proprietary funds, and fiduciary funds.

Notes to the financial statements provide information that is essential to a user's understanding of the basic financial statements.

- Required supplementary information (RSI) is comprised of budgetary comparison schedules and other types of data required by GASB.

In June 2008, the GASB issued Statement No. 53, "*Accounting and Financial Reporting for Derivative Instruments.*" This Statement establishes accounting and financial reporting requirements for derivative instruments entered into by state and local governments. The requirements of this new Statement are effective for financial statements for periods beginning after June 15, 2009. The implementation of GASB Statement No. 53 had no effect on these financial statements.

In March 2009, the GASB issued Statement No. 55, "*The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments.*" This statement is to incorporate the hierarchy currently utilized into the authoritative literature. The provisions of this statement are effective immediately. The implementation of GASB Statement No. 55 had no impact on these financial statements.

In March 2009, the GASB issued Statement No. 56, "*Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards.*" This statement is to incorporate the AICPA accounting and financial reporting currently utilized into the authoritative literature. The provisions of this statement are effective immediately. The implementation of GASB Statement No. 56 had no impact on these financial statements.

In December 2009, the GASB issued Statement No. 57, "*OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans.*" This statement is to address issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers. The provisions of this statement are effective immediately. The implementation of GASB Statement No. 57 had no impact on these financial statements.

In December 2009, the GASB issued Statement No. 58, "*Accounting and Financial Reporting for Chapter 9 Bankruptcies.*" This statement is to provide accounting and financial reporting guidance for governments that have petitioned for protection from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code. The provision of this statement is effective for reporting periods beginning after June 15, 2009. The implementation of GASB Statement No. 58 had no impact on these financial statements.

(c) Measurement focus and basis of accounting

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 preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclose contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

The accounts of the City are organized on the basis of funds where each is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The basis of accounting refers to when revenues and expenditures (expenses) are recognized in the accounts of the financial statements and relates to the timing of the measurements made.

The government-wide and the proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the time of related cash flows.

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

All enterprise funds are reported on a full accrual basis of accounting and the economic resources measurement. As allowed by GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting*, and amended by GASB Statement No. 34, the government-wide statements and proprietary fund statements follow all GASB pronouncements and Financial Accounting Standards Board Statements (FASB) and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins issued on or before November 30, 1989, except those that conflict with GASB Pronouncements. The City has the option to apply FASB pronouncements issued after November 30, 1989, for business-type activities and enterprise funds, but has chosen not to do so.

Non-exchange transactions, where the City receives value without directly giving equal value in return, include taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from income tax is recognized in the fiscal year for which the taxes are earned. Estate tax revenue is recognized in the fiscal year in which the estate is settled. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Motor Vehicle tax and Intergovernmental revenue are also recognized in the fiscal year in which all eligibility requirements have been satisfied.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's water, sewer, solid waste and stormwater functions and other various functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include: charges to customers or applicants for goods, services, or privileges provided, operating grants and contributions, and capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes and unrestricted intergovernmental revenues. Unrestricted intergovernmental revenues primarily include Homestead and Rollback taxes related to the collection of property taxes in Ohio.

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

Amounts reported as operating revenues and operating expenses in proprietary funds generally result from providing services and producing and delivering goods in connection with the principal ongoing operations. The principal operating revenues of the City's proprietary funds are charges for services. Operating expenses for proprietary funds include the cost of commodities, and operating and administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and nonoperating expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, and then unrestricted resources as they are needed.

The City reports the following major governmental funds:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The special revenue fund, Street Construction Maintenance and Repair Fund, is recorded as a major fund based on the City's taxpayers' interest in the activity of this fund. The resources of this fund are restricted as to use by State of Ohio statute. Services related to the maintenance and reconstruction of the City's streets are allowed, as are those services related to clean, clear and repair streets, streetlights, and traffic signals. The revenue is obtained from gasoline taxes and motor vehicle licenses.

The General Obligation Bond Retirement Fund, a debt service fund, is used to account for the accumulation of resources for, and the payment of, general obligation long-term debt principal, interest and related costs. The City is reporting the fund as a major fund based on the significant debt issuance and debt refunding activity in the current year.

The Bonded Improvement Fund, a capital projects fund, receives the proceeds from the issuance of bonds and records expenditures in connection with significant capital projects with useful lives of more than five years. The fund is reported as a major fund due to having over 10% of the governmental assets and 5% of total governmental and enterprise assets combined.

The Estate Tax Capital Projects Fund is reported as a major fund due to having over 10% of the governmental assets and 5% of total governmental and enterprise assets combined. When collection of estate tax revenue exceeds \$2.1 million in any year, the excess amount is transferred to the Estate Tax Capital Projects Fund. The resources of the Estate Tax Capital Projects Fund are dedicated for capital improvements with an emphasis on infrastructure.

The City reports the following major proprietary funds:

The Water Surcharge, Sanitary Sewer Surcharge, Stormwater, Swimming Pools, and Solid Waste Funds are the major proprietary funds of the City. The Water Surcharge, Sanitary Sewer Surcharge, Stormwater, and Solid Waste Funds account for the utility activities of the government. The Swimming Pools Fund provides funds for operating and maintaining the City's three swimming pools. The City maintains these funds 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.

Additionally, the City reports the following fund types:

Other special revenue funds are used to account for revenues derived from specific taxes, grants, or other restricted revenue sources. The use and limitation of the special revenue funds are specified by City ordinance or federal and state statutes. The City has the following nonmajor special revenue funds: Law Enforcement, Tree Planting, Enforcement Education, Tax Incentive Review, Mayor's Court Computer, Life Long Learning and Leisure, Civil Service, Clerk of Court, Economic Development Venture, and Neighborhood Lighting.

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

Other capital project funds are used to account for financial resources used for acquisition or construction of major capital facilities (other than those financed by proprietary funds). The City has six nonmajor capital project funds: the Infrastructure Improvement Fund, the Chelsea TIF Fund, the Horizon TIF Fund, the Kingsdale Core TIF Fund, the Kingsdale West TIF Fund, and the Arlington Crossing TIF Fund.

Internal service funds are used to account for financing services provided by one department to other departments of the City generally on a cost-reimbursement basis. The City operates one internal service fund, the Employee Benefits Fund, which recovers the costs of and pays claims for the health and dental plans of the employees of the City.

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. Agency Funds are custodial in nature and do not involve measurement of results of operations. The City's agency funds are as follows: Returnable Bonds Fund, Unclaimed Funds, Construction Withholding Fund, Mayor's Court Fund, Flexible Benefits Fund, Payroll Clearing Fund, and the Revolving Fund.

(d) Assets, liabilities, and net assets or equity

1. Deposits and investments

City funds are pooled and invested to improve cash management. The City's cash and cash equivalents are considered to be cash on hand and demand deposits. The proprietary funds consider all highly liquid investments to be cash equivalents when purchased.

Investments for the City, as well as for its component unit, are reported at fair value as in accordance with GASB Statement 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on December 31<sup>st</sup>. The STAR Ohio reported value is the same as the fair value of the pool shares.

2. Receivables and payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" for the current portion of the Interfund activity or "loans to/from other funds" for the non-current portion of the Interfund activity. Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

Property taxes include amounts levied against all real, public utility and tangible (used in business) property located in the City. All property taxes are collected on behalf of the City by Franklin County. All property tax receivables are shown net of an allowance for uncollectibles.

The property tax receivable is the amount levied for collection in 2009 and remained uncollected at December 31, 2009, and the amount assessed in 2009 for collection in 2010. Delinquent property taxes collected within 60 days are recorded as revenue. Accrued property taxes receivables represent delinquent taxes outstanding and current property taxes, which are measurable as of December 31, 2009. Although, property tax collections for the next year are measurable, they are not intended to finance current year operations, hence are not considered "available" under the modified accrual basis. Full accrual basis considers property taxes an imposed, non-exchange revenue and recognized in the period for which the taxes are levied.

Property taxes are levied, creating the lien as of January 1 on property assessed as of the same date. Due and collection dates, as established by Franklin County, were January 20, 2009 and June 22, 2009 for those taxes due during 2009. Pursuant to State law, the assessed value is

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

determined by using 35% of the property's appraised market value. The appraisals occur every six years with an update three years following the appraisal. The County elected not to conduct a revaluation of residential real estate during the most recent November 2008 appraisal period. Public utility property taxes are assessed on tangible personal property, as well as land and improvements, at true value (normally 50% of cost). Tangible personal property tax revenues received in 2009 (other than public utility property) represent the collection of 2009 taxes. Tangible personal property taxes received in 2009 were levied after October 1, 2008, on the true value as of December 31, 2008. The tangible personal property assessment percentage for property was completely phased out for 2009 and years following. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

House Bill No. 66 was signed into law on June 30, 2005. House Bill No. 66 phases out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroads. The tax on general business and railroad property has been eliminated during calendar year 2009, and the tax on telephone and telecommunications property will be eliminated by calendar year 2011. Reducing the assessment rate on the property each year phases out the tax. The bill replaces the revenue lost by the City due to the phasing out of the tax. In calendar years 2006-2010, the City will be fully reimbursed for the lost revenue. In calendar 2011-2017, the reimbursements will be phased out.

The City levies an income 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 employee compensation and remit this tax at least quarterly. Corporation and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. The City utilizes the Regional Income Tax Agency (RITA) to administer and collect taxes for the City with the guidance of the City's finance department. The income tax receivable includes both balances already filed by taxpayers and tax estimates, net of non-collectible taxes and refunds.

3. Inventories

Inventories are valued at cost using the first in/first out (FIFO) method. The costs of governmental fund-types inventories are recorded as expenditures when consumed rather than when purchased.

4. Capital assets

Capital assets, which include property, plant equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements and proprietary fund statements. The City defines capital assets as assets with an estimated useful life in excess of five years and an initial, individual cost of more than \$2,500. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Pursuant to the implementation of GASB Statement 34, the historical costs of governmental infrastructure assets (retroactive to January 1, 1980) are included as part of the governmental capital assets reported in the government-wide statements. Donated capital assets are recorded at estimated fair market value at the time of donation.

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

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



**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

Capital assets of the primary government, as well as the component units, are depreciated using the straight line method over the following estimated useful lives:

<u>Asset Description</u>	<u>Estimated Useful Life (years)</u>
Machinery and Equipment	
(Autos and trucks, computer equipment)	5 – 8
(Other equipment, furniture & fixtures)	10 – 25
Buildings	40
Infrastructure (water/sewer/stormwater lines)	50
Infrastructure (streets, lights)	15 – 30
Improvements	8 – 50

5. Compensated absences

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

Vacation and sick leave accumulated by governmental fund type and proprietary fund type employees is recorded as an expense when incurred in the government-wide financial statements and the proprietary fund types. Vacation and sick leave accumulated by governmental fund type employees are recorded as an expenditure when due in the governmental fund financial statements. When paid, compensated absences for governmental activities are paid from the fund to which the employee's payroll is charged.

The City uses the vesting method in determining the liability of sick leave recorded. The timing of future payments for vacation and sick leave is dependent on many factors and therefore 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.

6. Long-term obligations

In the government-wide and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest rate method. Bonds payable are reported net of the applicable unamortized bond premium or discount.

In the governmental fund financial statements, bond premiums and discounts, as well as bond issuance costs, are recognized during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

7. Fund equity/Restricted Net Assets

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for specific purpose. In addition, though unreserved, the City has committed through the budgeting process to a seven-year infrastructure improvement plan of \$45.0 million. Accordingly, the City has set aside \$14,476,039 within capital project funds, and \$294,082 within its debt service fund. Within the General Fund balance, the City has designated \$359,425 for payment of pension

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

obligations and \$6,203,914 for capital acquisitions and related debt. In addition, another \$2,536,100 has been segregated within the special revenue funds such as the Street Construction Maintenance and Repair Fund.

In the government-wide financial statements, restrictions of net assets are for amounts that are legally restricted by outside parties for use for a specific purpose or net assets invested in capital assets. At December 31, 2009, none of the City's \$6,946,524 restricted net assets on the Statement of Net Assets were restricted by enabling legislation, as defined by GASB Statement No. 46, *Net Assets Restricted by Enabling Legislation*. The City reports restricted net assets for pension obligations as residents have passed police and fire pension property tax levies, the proceeds of which are to be exclusively used for payment of safety forces pension benefits.

**Note (2) – 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, 2009 fair value was \$483,607 above the City's net cost for its investments. At December 31, 2008 fair value was \$1,166,156 above the City's net cost for its investments. Fair value is determined by quoted market prices and acceptable other pricing methodologies.

The City pools its cash, except for that held by trustees, and fiscal and escrow agents, for maximum investing efficiency. Earnings on the pool are allocated to individual funds according to Chapter 221 of the Upper Arlington City Code. In management's opinion, all statutory requirements were met in distributing earnings of the pool to various funds.

The City Code, Chapter 221, Depositories and Investments, provides the City with its authorized investment instruments, which do not include derivatives. The City does invest in STAR Ohio, an investment pool managed by the State Treasurer's office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the 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 STAR Ohio are valued at STAR Ohio's share price, which represents the price the investment could be sold for on December 31, 2009.

Management of STAR Ohio 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 STAR Ohio portfolio at December 31, 2009 were 61 days. The City is prohibited from using reverse repurchase agreements and does not leverage its investment portfolio in any manner. The City purchases investments, except for certificate of deposits, only through its investment advisor, United American Capital Corporation (UACC). UACC is contracted by the City to make investment recommendations and must acknowledge in writing their comprehension and receipt of the City policies.

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. The investments permitted by the City Code as well as limitations on investments are described in detail below. The average days to maturity of the City's investments at December 31, 2009 were 744 days.

Investments as permitted by Chapter 221 of the Upper Arlington City Code are as follows:

- (A) U.S. Treasury Bills, Notes, and Bonds; various federal agency securities including issues of Federal National Mortgage Association (FNMA), Federal Home Loan Mortgage Corp. (FHLMC), Federal Home Loan Bank (FHLB), Federal Farm Credit Bank (FFCB), Student Loan Marketing Association (SLMA), Government National Mortgage Association (GNMA), Tennessee Valley Authority (TVA) and other agencies or instrumentalities of the United States. GNMA mortgage-backed, pass-

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

through securities are considered as eligible investments of the City and are not derivative securities, as defined under Ohio Revised Code § 135.14(C). Eligible investments include securities that may be "called", by the issuer, prior to the final maturity date. Any eligible investment may be purchased at a premium or a discount. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities.

(B) Bonds and other obligations of the State of Ohio.

(C) Bonds and other obligations of any county, township, school district, municipal corporation, or other legally constituted taxing subdivision of Ohio, which is not at the time of such investment, in default in the payment of principal on any of its obligations.

(D) Certificates of Deposit issued by institutions whose deposits are insured by the Federal Deposit Insurance Corporation (FDIC), provided that such institutions maintain banking operations within the State of Ohio. Certificates of deposit shall be collateralized using eligible securities or instruments as defined under Ohio Revised Code § 135.18 or 135.181. The selection of Ohio Revised Code § 135.18 or 135.181 for purposes of collateralization, shall be determined by the Finance Director. Under either method, the Finance Director may require an additional percentage of eligible collateral to compensate for any depreciation of market value of such pledged collateral, less any portion insured by the FDIC.

(E) Repurchase Agreements with any eligible institution mentioned in Ohio Revised Code § 135.03, or any eligible securities dealer pursuant to (M) of Ohio Revised Code § 135.14. Repurchase agreements transacted with eligible securities dealers shall be executed on a delivery vs. payment basis. Eligible repurchase agreement collateral is restricted to securities listed in C.O. § 221.06(A), limited to final maturity dates of ten (10) years. The market value of securities subject to a repurchase agreement must exceed the principal value of the repurchase agreement amount by at least two percent (2%). Term repurchase agreements shall be limited to a maximum of thirty (30) days.

(F) Banker's acceptances issued by any domestic bank rated in the highest category by one of two nationally recognized rating agencies.

(G) No-load money market mutual funds, as defined in Ohio Revised Code § 135.14(B)(5), rated in the highest category by at least one nationally recognized rating agency, investing exclusively in the same types of eligible securities as defined in Division B(1) or B(2) under Ohio Revised Code § 135.14, and repurchase agreements secured by such obligations. Eligible money market funds shall comply with Ohio Revised Code § 135.01, regarding limitations and restrictions.

(H) Commercial paper issues of companies incorporated under the laws of the United States, rated A1+, A1 by Standard & Poor's and P1 by Moody's. The maximum maturity of commercial paper shall be two hundred and seventy (270) days from the date of purchase.

(I) Medium term notes issued by a corporation, domiciled within the United States and having assets in excess of \$500 million, provided that such medium term notes have a maximum maturity of five (5) years and are highly rated, at the time of purchase, by Standard & Poor's or Moody's.

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

If a security has a split rating, the higher of the two ratings shall be used to determine the eligibility for investment purposes. In no event shall a corporate security, at the time of purchase, be rated less than A- by Standard & Poor's or less than an A3 by Moody's.

(J) The State Treasurer's investment pool (STAR OHIO), pursuant to Ohio Revised Code § 135.45.

Limitations on Investments by Chapter 221 of the Upper Arlington City Code are as follows:

(A) Limitations on investments of any single institution or issuer:

(1) The City's investment with any individual issuer shall not constitute more than five percent (5%) of such issuer's total outstanding issue in banker's acceptances, commercial paper or corporate medium term notes.

(2) The total value of certificates of deposit, purchased from any individual financial institution, shall not exceed three percent (3%) of that institutions total time deposits, provided that such total deposits do not exceed five percent (5%) of the City's average portfolio at the time of purchase.

(B) Limitations on the investment of interim funds:

The aggregate investments in bankers acceptances and commercial paper shall not exceed twenty five percent (25%) of the City's average portfolio, at the time of purchase.

(1) The aggregate total of all corporate medium term notes shall not exceed fifteen percent (15%) of the average portfolio, based upon purchase cost or book value, at the time of purchase. Commercial paper and bankers acceptances shall not be considered when calculating the maximum holdings in any single issuer.

(2) The use of derivative securities, as defined in Ohio Revised Code § 135.14 (C), is expressly prohibited.

(3) Collateralized mortgage obligations (CMOs) of any kind are expressly prohibited.

(C) All eligible investments will mature within five (5) years from the date of settlement, unless the investment is matched to a specific obligation or debt of the City, and the investment is specifically approved by the Finance Director.

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

### Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned. The City's policy is that any financial institution located within the City of Upper Arlington is an institution, which is eligible to become a public depository for active deposits (as defined by Chapter 221.02 of the City Code). All deposits, except for deposits held by fiscal and escrow agents or trustees, are collateralized with eligible securities in amounts equal to at least 105% of the total amount of all public moneys on deposit with the institutions. Such collateral, as permitted by Chapter 135 of the ORC and Chapter 221 of the City of Upper Arlington City Code, is held with the qualified trustee approved by the Finance Director.

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

At December 31, 2009, the carrying value of the City's cash deposits, exclusive of money market funds in the amount of \$94,620 held by bond trustees, was \$2,118,517. \$300,000 of this amount was non-negotiable certificates of deposit. Cash balances per the banks were \$2,460,357. \$500,000 of the City's bank deposits were insured by Federal depository insurance. Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, as of December 31, 2009, \$1,960,357 of the City's bank balance of \$2,460,357 was exposed to custodial risk as follows:

Uninsured and collateral held by the pledging financial institutions agents  
not in the City's name \$ 1,960,357

Additionally, within its agency funds, the City had cash on hand with a third-party fiscal agent in the amount of \$22,176.

Investments

At year-end, the City had the following investments and maturities as follows:

Investment Type	Fair Value	Investment Maturities				
		12 months or less	13 to 24 Months	25 to 36 Months	37 to 48 months	49 to 60 months
STAR Ohio	\$5,539,503	\$5,539,503				
Federal Agency--FFCB	9,450,432	4,538,672	\$1,534,689	\$2,367,696	\$1,009,375	
Federal Agency--FHLB	9,324,296	2,028,438	2,803,046	1,777,734	2,715,078	
Federal Agency--FHLMC	14,626,910	3,014,913	5,602,522	5,018,005	991,470	
Federal Agency--FNMA	13,509,283	2,010,625	3,029,128	3,005,937	1,987,500	\$3,476,093
Total investments	<u>\$52,450,424</u>	<u>\$17,132,151</u>	<u>\$12,969,385</u>	<u>\$12,169,372</u>	<u>\$6,703,423</u>	<u>\$3,476,093</u>

*Interest Rate Risk.* As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy generally limits investment portfolio maturities to five years or less.

*Credit Risk.* The City's investments in U.S. government securities can include: U.S. Treasury Bills, Notes, and Bonds. Federal agency securities can include: Federal National Mortgage Association (FNMA), Federal Home Loan Mortgage Corp. (FHLMC), Federal Home Loan Bank (FHLB), Federal Farm Credit Bank (FFCB), Student Loan Marketing Association (SLMA), Government National Mortgage Association (GNMA), and Tennessee Valley Authority (TVA). The City's investments in the FFCB, FHLB, and FHLMC Coupon Notes were rated AAA and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The City's investment in FNMA Coupon Notes were rated AAA by both Standard and Poor's and Fitch. Standard and Poor's has assigned STAR Ohio an AAAM money market rating. Ohio law requires that Star Ohio maintain the highest rating provided by at least one nationally recognized standard service rating. Additionally, the Money Market funds held by Trustees have an AAAM money market rating. The City's investment policy limits investments held to those issued by the U.S. Government or any of its agencies; STAR Ohio, and only very highly-rated money market funds, commercial paper, banker's acceptances, repurchase agreements, bonds and other obligations of the State of Ohio, bonds and other obligations of any county, township, school district, municipal corporation, or other legally constituted taxing subdivision of Ohio, which is not at the time of such investment, in default in the payment of principal on any of its obligations. Additionally, the City may invest in medium term notes issued by a corporation, domiciled within the United States and having assets in excess of \$500 million provided that they are highly rated by Standard & Poors and/or Moodys.

*Concentration of Credit Risk.* The City through its investment policy limits investments with any individual issuer to 5% of such issuer's total outstanding issue in banker's acceptances, commercial paper, or

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

corporate medium notes, and limits the value of certificates of deposits to 3% of that institution's total time deposits, provided that such total deposits do not exceed 5% of the City's average portfolio at the time of purchase.

*Custodial Credit Risk.* The City's investments are not exposed to custodial credit risk, as defined by GASB Statement No. 40 as they are either insured, registered, held by the City, or held by an agent in the name of the City. However, the City has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the City or qualified trustee.

**Reconciliation of Cash and Investments to the Statement of Net Assets:** The following is a reconciliation of cash and investments to the Statement of Net Assets as of December 31, 2009:

Investments (summarized previous page)	\$46,910,921
Certificates of deposit (non-negotiable)	300,000
Carrying amount of the City's deposits	1,818,517
Star Ohio	5,539,503
Money Market Funds held by Trustee	94,620
Amount held by third party agent	22,176
Total	\$54,685,737
 <b>Governmental Activities</b>	
Governmental Funds	
Cash, cash equivalents and investments	\$46,989,729
Internal Service Fund	
Cash, cash equivalents and investments	1,134,572
Total cash, cash equivalents and investments - Governmental Activities	\$48,124,301
<b>Business-Type Activities</b>	
Enterprise Funds	
Cash, cash equivalents and investments	3,786,399
<b>Agency Funds</b>	
	2,775,037
Total	\$54,685,737

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

**Note (3) – Receivables**

Receivables as of year-end for the City's funds, including the applicable allowances for uncollectibles, are as follows:

	GOVERNMENTAL MAJOR FUNDS						
	General	Street Maint.	General Obligation Bond Retirement	Estate Tax	Nonmajor Governmental Funds	Governmental Total	Internal Service Fund
Receivables:							
Interest	\$146,435	\$3,019		\$44,295	\$5,201	\$198,950	
Taxes	14,686,879	555,387	878,859			16,121,125	
Intergovernmental	1,513,425	214,562	53,252		269,636	2,050,875	
Service payments					471,598	471,598	
Charges for services	305,965				2,925	308,890	
Other	125,997					125,997	\$12,850
Total receivables	<u>\$16,778,701</u>	<u>\$772,968</u>	<u>\$932,111</u>	<u>\$44,295</u>	<u>\$749,360</u>	<u>\$19,277,435</u>	<u>\$12,850</u>

	BUSINESS-TYPE MAJOR FUNDS				
	Water Surcharge	Sanitary Sewer Surcharge	Stormwater	Solid Waste	Business- type Total
Receivables:					
Interest			\$13,449	\$384	\$13,833
Customer Accounts	\$25,965	\$51,148	27,702	37,122	141,937
Total receivables	<u>\$25,965</u>	<u>\$51,148</u>	<u>\$41,151</u>	<u>\$37,506</u>	<u>\$155,770</u>

There are two meanings for deferred revenue in the public sector; they are unearned revenue and unavailable revenue. Unearned revenue can be found in government-wide financial reporting as well as in the governmental fund, proprietary fund, and fiduciary fund financial statements. Unavailable revenue is unique to governmental funds, since it is tied to the modified accrual basis of accounting.

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue reported in the governmental funds were as follows:

	GOVERNMENTAL				
	General	Street Maint.	General Obligation Bond Retirement	Nonmajor Governmental Funds	Total
Deferred Revenue:					
Taxes receivable	\$12,116,677	\$432,928	\$864,620		\$13,414,225
Intergovernmental	1,145,329	142,510	53,252	\$269,636	1,610,727
Service payments				471,598	471,598
Charges for services	177,787			10,382	188,169
Total deferred revenue	<u>\$13,439,793</u>	<u>\$575,438</u>	<u>\$917,872</u>	<u>\$751,616</u>	<u>\$15,684,719</u>

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

**Note (4) – Capital Assets**

Capital asset activity for the year ended December 31, 2009 was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
<b>Governmental activities:</b>					
Capital assets, not being depreciated:					
Land	\$4,454,512				\$4,454,512
Construction in progress	5,871,603	\$12,909,618		(\$4,669,150)	14,112,071
Total capital assets, not being depreciated	10,326,115	12,909,618		(4,669,150)	18,566,583
Capital assets, being depreciated:					
Buildings	9,737,866				9,737,866
Improvements other than buildings	4,869,570	108,766		412,245	5,390,581
Machinery and equipment	13,889,394	1,144,054	\$(340,570)	48,154	14,741,032
Infrastructure	47,252,816	61,853		3,409,791	50,724,460
Total capital assets being depreciated	75,749,646	1,314,673	(340,570)	3,870,190	80,593,939
Less accumulated depreciation for:					
Buildings	8,542,850	87,911			8,630,761
Improvements other than buildings	1,510,649	122,442			1,633,091
Machinery and equipment	10,504,344	1,005,638	(325,730)	36,165	11,220,417
Infrastructure	13,414,776	1,810,089			15,224,865
Total accumulated depreciation	33,972,619	3,026,080	(325,730)	36,165	36,709,134
Total capital assets being depreciated, net	41,777,027	(1,711,407)	(14,840)	3,834,025	43,884,805
Governmental capital assets, net	<u>\$52,103,142</u>	<u>\$11,198,211</u>	<u>(\$14,840)</u>	<u>(\$835,125)</u>	<u>\$62,451,388</u>
<b>Business-type activities:</b>					
Capital assets, not being depreciated:					
Land	\$1,236,573				\$1,236,573
Construction in progress	126,917	\$123,345		\$(16,047)	234,215
Total capital assets, not being depreciated	1,363,490	123,345		(16,047)	1,470,788
Capital assets, being depreciated:					
Improvements other than buildings	4,808,587				4,808,587
Machinery and equipment	1,662,122	140,866	\$(695,413)	(48,154)	1,059,421
Infrastructure	31,730,693			863,161	32,593,854
Total capital assets being depreciated	38,201,402	140,866	(695,413)	815,007	38,461,862
Less accumulated depreciation for:					
Improvements other than buildings	575,913	91,958			667,871
Machinery and equipment	1,389,151	73,619	(647,743)	(36,165)	778,862
Infrastructure	16,483,827	658,266			17,142,093
Total accumulated depreciation	18,448,891	823,843	(647,743)	(36,165)	18,588,826
Total capital assets being depreciated, net	19,752,511	(682,977)	(47,670)	851,172	19,873,036
Business-type capital assets, net	<u>\$21,116,001</u>	<u>(\$559,632)</u>	<u>(\$47,670)</u>	<u>\$835,125</u>	<u>\$21,343,824</u>



**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

Depreciation expense was charged to functions/programs of the primary government as follows:

<b>Governmental activities:</b>	
Public safety	\$ 456,567
General government	340,362
Public services	2,018,758
Parks and recreation	204,242
Community development	6,151
Total depreciation expense - governmental activities	<u>\$ 3,026,080</u>
<b>Business-type activities:</b>	
Water Surcharge	\$ 237,451
Sanitary Sewer Surcharge	218,335
Stormwater	269,438
Swimming pools	<u>98,619</u>
Total depreciation expense - business-type activities	<u>\$ 823,843</u>

**Construction commitments**

The City has active construction projects as of December 31, 2009. The projects include rebuilding streets, waterlines, etc. At year-end, the City's commitments with contractors are as follows:

<u>Project</u>	<u>Spent-to-date</u>	<u>Remaining Commitment</u>
Street maintenance	\$2,021,723	\$587,052
Reed Road fire station	7,040,717	420,717
Coventry Road	1,031,108	156,700
Oxford & Wickliffe Roads	970,571	310,763
Collingswood Road waterline	903,217	409,263
Sunny 95 Park	897,284	1,080,630
Other park improvements	11,848	13,500
Crafton Park Road	313,327	130,555
Kingsdale TIF District improvements	175,387	46,557
Henderson Road engineering	123,643	249,776
Fishinger Road engineering	109,161	114,540
Riverside Drive waterline	90,743	187,188
Waltham Road engineering	87,953	172,128
Other projects	75,316	31,591
Ridgeview & Farleigh engineering	60,367	24,045
Donna & Hillview engineering	56,380	18,138
Cranford Road waterline engineering	39,996	57,958
Sidewalk projects	29,519	471,080
Stormwater project engineering	4,323	24,752
<b>Total</b>	<u>\$14,042,583</u>	<u>\$4,506,933</u>

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

**Note (5) – Interfund Transactions**

During the course of operations, transactions occur between individual funds for goods provided or services rendered. In the fund financial statements, these receivables and payables are reported as “due from other funds” or “due to other funds” on the balance sheet, and are normally expected to be liquidated in a year or less.

In the fund financial statements, transactions that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “interfund receivables/payables” on the balance sheet. In the government-wide statement of net assets, these interfund receivable and payable balances have been eliminated to avoid the duplicating effect on assets and liabilities.

Interfund balances at December 31, 2009 represent the premium charges payable to the Internal Service Fund – Employee Benefit Fund for the funding of medical insurance payments.

**Interfund transfers:**

Interfund transfers arise under three circumstances in where the receiving fund (1) lacks a dedicated funding source to fund operations, (2) the funding source is not sufficient to fund operations, or (3) the funding source is not reliable to fund operations.

-----Transfers In-----

	Bonded Improvement Fund	General Obligation Bond Retirement Fund	Estate Tax Capital Projects Fund	Nonmajor Governmental Funds	Solid Waste Enterprise Fund	Sewer Enterprise Fund	Total
Transfers Out:							
General Fund		\$1,637,831	\$2,566,707	\$1,400,500	\$153,500	\$42,000	\$5,800,538
Non-major governmental funds	\$182,551						182,551
	<u>\$182,551</u>	<u>\$1,637,831</u>	<u>\$2,566,707</u>	<u>\$1,400,500</u>	<u>\$153,500</u>	<u>\$42,000</u>	<u>\$5,983,089</u>

In 2009, the Bonded Improvement Fund received transfers of \$182,551 from the Law Enforcement Fund for the Police Division’s portion of the newly constructed fire station which includes an indoor police firing range and police offices. All transfers were made in accordance with Ohio Revised Code Sections 5705.14, 5705.15, and 5705.16.

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

**Note (6) – Long-term Liabilities**

Long-term liability activity for the year ended December 31, 2009 is as follows:

	<u>Beginning Balance</u>	<u>Additions/ Accretion</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<b>Governmental activities:</b>					
Debt payable:					
General obligation bonds	\$ 27,087,000	\$ 16,804,994	\$ 8,007,000	\$ 35,884,994	\$1,985,000
Accretion		54,270	2,720	51,550	
Premium	121,550	433,393	24,888	530,055	
Deferred refunding cost		(433,022)	(20,756)	(412,266)	
Installment loan	104,846		104,846		
Total debt payable	27,313,396	16,859,635	8,118,698	36,054,333	1,985,000
Accrued vacation & sick leave	2,898,892	2,273,352	2,095,892	3,076,352	1,552,460
Governmental activity					
Long-term liabilities	<u>\$ 30,212,288</u>	<u>\$19,132,987</u>	<u>\$10,214,590</u>	<u>\$39,130,685</u>	<u>\$3,537,460</u>
<b>Business-type activities:</b>					
Water Surcharge activities:					
Ohio Public Works Comm.	\$ 715,755		\$ 97,621	\$ 618,134	\$ 100,774
Total water activities					
Sewer Surcharge activities:					
Ohio Public Works Comm.	969,939		140,460	829,479	145,419
Stormwater activities:					
General obligation bonds	1,405,000	\$1,300,000	1,405,000	1,300,000	150,000
Premium		26,240	1,640	24,600	
Deferred refunding cost		(29,595)	(1,850)	(27,745)	
Total debt payable	3,090,694	\$ 1,296,645	1,642,871	2,744,468	396,193
Accrued vacation & sick leave	103,326	60,495	82,084	81,737	36,782
Business-type activity					
Long-term liabilities	<u>\$ 3,194,020</u>	<u>\$1,357,140</u>	<u>\$1,724,955</u>	<u>\$2,826,205</u>	<u>\$432,975</u>

Liquidations of the Governmental activities' compensated absence liability are charged primarily to the General Fund, the Street Construction Maintenance and Repair Fund, and the Neighborhood Lighting Fund as appropriate. Liquidations of the Business-type activities' compensated absence liabilities are charged to the Water Surcharge Fund, the Sanitary Sewer Surcharge Fund, or Stormwater Fund, as appropriate.

In September 2009 the City sold \$7,987,994 of general obligation refunding bonds. The refunding bonds consisted of four series of voted bonds with final maturities through December 2020.

A summary of the refundings are as follows:

	Governmental <u>Type</u>	Business Type <u>Stormwater Fund</u>
Amount paid to escrow agent	\$ 7,058,022	\$ 1,304,595
Net carrying amount of old bonds	6,625,000	1,275,000
Deferred amount on the refunding	<u>\$ 433,022</u>	<u>\$ 29,595</u>

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

Nominal decrease in debt service, economic gain, and present value savings on the refunding is calculated as follows:

Refunded old bond		
Principal	\$ 6,625,000	\$ 1,275,000
Interest	<u>2,181,140</u>	<u>319,975</u>
	<u>8,806,140</u>	<u>1,594,975</u>
Refunding new bonds		
Principal	6,714,994	1,300,000
Interest	<u>1,655,971</u>	<u>168,198</u>
	<u>8,370,965</u>	<u>1,468,198</u>
Unadjusted reduction in aggregate debt service	<u>\$ 435,175</u>	<u>\$ 126,777</u>
Economic gain - present value of adjusted reduction in aggregate debt service		
	<u>\$ 398,106</u>	<u>\$ 119,687</u>

The refunded bonds are considered defeased at December 31, 2009, and for accounting purposes the assets and liabilities for these defeased bonds are not reflected in the City's financial statements. Additionally, in 2009 the City issued \$2,770,000 of Various Purpose term bonds due in 2016 and issued \$7,230,000 of Build America term bonds due in 2029 for infrastructure improvement. The Build America Bonds are part of the federal American Recovery and Reinvestment Act and the City receives an interest rate subsidy of 35% of the interest due with each payment.

A reconciliation of long-term liabilities as shown in the statement of net assets as of December 31, 2009 is as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Bonds and loans payable outstanding at December 31, 2009	\$ 35,884,994	\$ 2,747,613
Accretion	51,550	
Unamortized premium on bonds	530,055	24,600
Unamortized deferred funding cost on bonds	<u>(412,266)</u>	<u>(27,745)</u>
	<u>\$36,054,333</u>	<u>\$2,744,468</u>
Statement of Net Assets:		
Long-term liabilities, due within one year	\$1,985,000	\$396,193
Long-term liabilities, due in more than one year	<u>34,069,333</u>	<u>2,348,275</u>
	<u>\$ 36,054,333</u>	<u>\$ 2,744,468</u>

**General Obligation Bonds and Loans:**

The special assessment bonds are backed by full faith and credit of the City. If unpaid from other sources, the outstanding debt will be met by the City levying an ad valorem property tax within the ten-mill limit imposed by the Ohio Revised Code.

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

General obligation bonds are direct obligations and pledge the full faith and credit of the City. The City issues general obligation bonds and notes to provide funds for acquisition and construction of major capital equipment, infrastructure and facilities. General obligation bonds have been issued for both governmental and business-type activities. General obligation bonds currently outstanding are as follows:

**Governmental Activities Long-Term Liabilities**

A summary of bonds payable outstanding at December 31, 2009 is as follows:

General obligation debt:	Year of Maturity	% Rate of Interest	Annual Principal Payments	Balance at 12/31/2008	Principal Issued	Principal Retired	Principal Refunded	Balance at 12/31/2009
1998B Voted Issue 4	2009	4.72	\$133,036-\$275,000	\$2,990,000		\$275,000	\$2,715,000	\$0
2009C Issue 4 Refunding	2017	2.52	\$239,997-\$380,000	0	2,714,997			2,714,997
2001B Voted Issue 4	2011	4.72	\$190,000-\$245,000	3,480,000		225,000	2,775,000	\$480,000
2009C Various Purpose Refunding	2020	2.92	\$45,000-\$370,000	0	2,774,997			2,774,997
2001A Building Renovation	2011	4.98	\$70,000-\$100,000	1,420,000		\$90,000	\$1,135,000	\$195,000
2009A Building Renovation Refunding	2020	2.92	\$15,000-\$150,000	0	1,225,000			1,225,000
2003 Various Purpose	2023	3.50	\$239,988-\$705,000	8,140,000		420,000		7,720,000
2008 Fire Station	2028	4.01	\$169,200-\$432,000	6,000,000		169,200		5,830,800
2008 Infrastructure	2028	4.01	\$112,800-\$288,000	3,972,000		112,800		3,859,200
2009 Various Purpose	2016	2.0	\$370,000-\$425,000	0	2,770,000			2,770,000
2009 Build America Bonds	2029	3.5	\$465,000-\$685,000	0	7,320,000	0	0	7,320,000
<b>Total general obligation debt</b>				\$26,002,000	\$16,804,994	\$1,292,000	\$6,625,000	\$34,889,994
<b>Special assessment debt:</b>								
1998 Neighborhood Lighting	2018	4.68	\$85,000-\$135,000	\$1,085,000		\$90,000		\$995,000
<b>Total bonds payable</b>				\$27,087,000	\$16,804,994	\$1,382,000	\$6,625,000	\$35,884,994

Year	General Obligation Bonds		Special Assessment Bonds	
	Principal	Interest	Principal	Interest
2010	\$1,895,000	\$1,335,870	\$90,000	\$47,635
2011	1,945,000	1,282,836	95,000	43,495
2012	1,995,000	1,226,566	100,000	39,030
2013	2,055,000	1,176,428	105,000	34,330
2014	2,105,000	1,123,758	110,000	29,343
2015-2019	10,359,994	5,075,933	495,000	61,595
2020-2024	8,640,000	2,596,607		
2025-2029	5,895,000	855,347		
<b>Total</b>	\$34,889,994	\$14,673,345	\$995,000	\$255,428

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

Installment Loans

In fiscal 2004 the City entered into a financing arrangement to refurbish HVAC equipment within the Municipal Service Center. The amount of this loan was \$500,000 and was repaid over five years in equal installments of \$107,394. Final principal and interest payments in the amounts of \$104,846 and \$2,348, respectively, were made from the General fund in the current year.

**Business-Type Activities Long-Term Liabilities**

General obligation debt:	Year of Maturity	% Rate of Interest	Annual Principal Payments	Balance at 12/31/2008	Principal Issued	Principal Retired	Principal Refunded	Balance at 12/31/2009
1998 Turkey Run Stormwater	2018	2.39	\$100,000- \$130,000	\$1,405,000		\$130,000	\$1,275,000	\$0
2009A Turkey Run Stormwater Refunding Bonds	2017	2.39	\$150,000- \$175,000	\$0	\$1,300,000			\$1,300,000
<b>Total bonds payable</b>				<b>\$1,405,000</b>	<b>\$1,300,000</b>	<b>\$130,000</b>	<b>\$1,275,000</b>	<b>\$1,300,000</b>

**Loans Payable:**

Ohio Public Works Commission (OPWC) loans

Ohio Public Works Commission (OPWC) loans are backed by the full faith and credit of the City. The loans from the OPWC were made through the State Issue Two Program for infrastructure renovations. These loans generally are issued as 20-year loans with fairly equal amounts of principal maturing each year. The annual interest rate of the loans is 3.5%. The Ohio Public Works Commission loans currently outstanding are as follows:

	Year of Maturity	Annual Principal Payments	Balance at 12/31/2008	Principal Borrowed	Principal Retired	Balance at 12/31/2009
<b>Water activities:</b>						
Leeds Road Waterline	2014	\$12,561- \$23,456	\$236,934	\$0	\$39,785	\$197,149
Western Fire Loop Transmission Line	2016	\$20,102- \$35,355	\$478,821	\$0	\$57,836	\$420,985
Total water activities			<u>\$715,755</u>	<u>\$0</u>	<u>\$97,621</u>	<u>\$618,134</u>
<b>Sewer activities:</b>						
Mountview Canterbury	2014	\$9,530- \$17,797	\$179,771	\$0	\$30,187	\$149,584
Sanitary sewer projects	2016	\$34,815- \$67,308	\$790,168	\$0	\$110,273	\$679,895
Total sewer activities			<u>\$969,939</u>	<u>\$0</u>	<u>\$140,460</u>	<u>\$829,479</u>
Total OPWC loans payable			<b>\$1,685,694</b>	<b>\$0</b>	<b>\$238,081</b>	<b>\$1,447,613</b>

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

Annual debt service requirements for long-term liabilities recorded in Business-type activities, excluding other contractual liabilities and compensated absences, at December 31, 2009 are as follows:

Year	General Obligation Bonds		Loans Payable	
	Principal	Interest	Principal	Interest
2010	\$150,000	\$31,800	\$246,193	\$46,499
2011	150,000	28,800	254,582	38,110
2012	160,000	25,800	263,258	29,434
2013	160,000	22,600	272,231	20,460
2014	160,000	19,400	239,537	11,180
2015-2017	520,000	32,025	171,812	5,381
Totals	\$1,300,000	\$160,425	\$1,447,613	\$151,064

**Operating Leases:**

The City has no non-cancelable operating leases as of December 31, 2009.

**Conduit Debt:**

In 1999, the City was conduit issuer of \$1.2 million in Individual Bonds for the Wellington School, a private school in Upper Arlington. The Wellington School redeemed these bonds in 2009 and there is no balance outstanding as of December 31, 2009. These bonds are not listed as part of the City's debt since the City had no obligation for the repayment of the debt.

**Note (7) – Risk Management**

Prior to October 1, 1997, the City is exposed to various risks of loss related to torts, including theft of, damage to, and destruction of assets, errors and omissions, personal injuries, and natural disasters. The City provides coverage for up to \$1,000,000 for each liability claim and \$1,000 for each property damage claim. To provide funding for potential claims, the City established by ordinance a reservation of the General Fund balance of \$655,031 for these losses. In addition, the City also passed legislation that reserves \$5,000,000 of the City's unvoted debt capacity to cover potential catastrophic claims, judgments, and actions.

On October 1, 1997, the City established membership in the Central Ohio Risk Management Agency (CORMA) Self-Insurance Pool, Inc. CORMA was formed pursuant to ORC Section 2744.081. Members consist of the cities of Upper Arlington, Westerville, Pickerington, Dublin, Powell, and Grove City. Each member has two representatives on the Board of Trustees. This Board establishes its own budget, hires and fires personnel and determines annual rates for its members. Membership in CORMA enables the City to take advantage of any economies to be realized from an insurance pool with other cities and also provides the City with more control over claims than what is normally available with traditional insurance coverage.

As part of participating in CORMA, coverage is provided for up to \$20,000,000 annual umbrella/excess liability for liability claims and \$200,000,000 limit for property claims for the pool. Coverage is provided on an annual aggregate basis for crime (\$975,000 blanket public employee dishonesty, \$475,000 forgery/computer fraud, and \$75,000 money and securities). Coverage is provided for general liability (\$900,000/\$2,000,000), law enforcement liability (\$900,000/\$1,000,000), public official liability (\$900,000/\$2,000,000), employment practices liability (\$1,900,000/\$2,000,000) and automobile liability (\$900,000). Pool retentions are \$25,000 per loss for property and \$550,000 aggregate for liability, with a \$100,000 per loss self-insurance retention. A third-party broker, with expertise in public entity pools, markets the program, identifies coverage lines and limits, and recommends the best insurer and insurance for procurement.

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

The City self-administers deductible amounts and any other amounts not covered by CORMA. Claims liabilities and expenses are estimated through a case by case review of all claims.

The City is also self-insured for the employees' health care. To account for and finance its uninsured health claims, the City established an Employee Benefit Fund (an internal service fund). All operating funds of the City participate in the program and make payments to the Employee Benefit Fund based on actuarial estimates of the amounts needed to pay prior and current year claims. The City purchases specific stop loss insurance for health care claims, which exceed \$50,000 per covered individual in one year and aggregate stop loss coverage at 125% of annual estimated claims.

Settlements did not exceed insurance coverage in the past three years. There were no significant reductions in insurance coverage from the prior year.

Changes in the balances of claims liabilities during the past two years are as follows:

	<u>General Liability</u>		<u>Health Claims</u>
		<u>2008</u>	
Unpaid claims - January 1, 2008	\$ 3,071		\$ 155,231
Incurred claims	39,834		2,927,075
Payment of claims	(36,736)		(2,775,439)
Unpaid claims - December 31, 2008	<u>\$ 6,169</u>		<u>\$ 306,867</u>
		<u>2009</u>	
Unpaid claims - January 1, 2009	\$ 6,169		\$ 306,867
Incurred claims	21,173		2,482,264
Payment of claims	(19,912)		(2,535,758)
Unpaid claims - December 31, 2009	<u>\$ 4,908</u>		<u>\$ 253,373</u>

A claims liability of \$253,373 in the internal service fund accounts payable balance represents an estimate for incurred but unpaid claims liabilities and incurred but not reported claims liabilities.

**Note (8) – Joint Operating Agreement**

In 2003 the City of Upper Arlington and the Upper Arlington City School District (District) entered into a joint operating agreement to provide recreational facilities at Burbank Park for the benefit of the residents of the City. Whereas, pursuant to Ohio Revised Code Section 755.16, this agreement shall establish the working partnership between the City and the District regarding joint acquisition and construction of the project, as well as its shared operation and maintenance. The agreement establishes a four (4) member operations committee consisting of the Superintendent of the School District, the City Manager, the School District's Athletic Director, and the Parks and Recreation Director of the City.

The Agreement shall exist until:

One year from date of certificate of establishment (July 11, 2003), and shall automatically renew for consecutive periods of one (1) year each for so long as the project is used for public athletic and recreational uses for the benefit of the residents of the City.

**Note (9) – Subsequent Event**

There were no significant subsequent events.



**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

**Note (10) – Contingent Liabilities**

The City is a defendant in a number of lawsuits pertaining to matters, which are incidental to performing routine governmental functions. City management is of the opinion that ultimate settlement of such claims will not result in a material adverse effect on the City's financial position as of December 31, 2009.

**Note (11) – Pension Plans**

**A. Ohio Public Employees Retirement System**

Plan Description – The city participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan in which the member invests both member and employer contributions (employers contributions vest over five years at 20% per year.). Under the member-Directed Plan, members accumulate retirement assets equal to the value of the member and vested employers contributions plus any investment earnings. The Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan. Under the Combined Plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the Traditional Pension plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the Member-Directed Plan. While members in the State and local divisions may participate in all three plans, law enforcement (generally sheriffs, deputy sheriffs and township police) and public safety divisions exist only with the traditional pension plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that may be obtained by writing to OPERS, Attention: Finance Director, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

Funding Policy – The Ohio Revised Code provides statutory authority for members and employer contributions. For 2009, member and contribution rates were consistent across all three plans. While members in the State and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the Traditional Plan. The 2009 member contribution rates were 10.00% for members in State and local classifications. Public safety and law enforcement members contributed 10.10%. The City's contribution rate for 2009 was 14.00%, except for those plan members in law enforcement or public safety, for whom the City's contribution was 17.63% of covered payroll.

The City's contribution rate for pension benefits for 2009 was 7.00% from January 1 through March 31, 2009 and 8.5% from April 1 through December 31, 2009, except for those plan members in law enforcement and public safety. For those classifications, pension contributions were 10.63% from January 1 through March 31, 2009 and 12.13% from April 1 through December 31, 2009. The City's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2009, 2008, and 2007 were \$1,202,715, \$1,256,676, and \$1,234,054, respectively; 88 percent has been contributed for 2009, and 100 percent has been contributed for 2008 and 2007. Contributions to the member-directed plan for 2009 were \$28,366 made by the City and \$20,261 made by the plan members.

**B. Ohio Police and Fire Pension Fund**

Plan Description – The City contributes to the Ohio Police and Fire Pension Fund (OP&F) a cost-sharing Multiple-employer defined benefit pension plan. OP&F provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial statements and required

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

supplementary information for the plan. That report may be obtained by writing to the OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy – Plan members are required to contribute 10.0% of their annual covered salary, while the City is required to contribute 19.50% and 24.00% for police officers and firefighters, respectively. Contribution rates are established by State statute. For 2009, the portion of the City's contributions to fund pension obligations was 12.75% for police officers and 17.25% for firefighters. The City's required contributions for pension obligations to OP&F for police officers and firefighters were \$1,944,490 for the year ended December 31, 2009, \$1,981,153 for the year ended December 31, 2008, and \$1,847,001 for the year ended December 31, 2007. 70 percent and 69 percent has been contributed for police and fire, respectively for 2009. 100 percent has been contributed for both police and fire for 2008 and 2007.

**Note (12) – Post Retirement Benefit Plans**

**A. Ohio Public Employees Retirement System**

Plan Description – OPERS maintains a cost-sharing multiple employer defined benefit post-employment healthcare plan, which includes a medical plan, prescription drug program and Medicare Part B premium reimbursement, to qualifying members of both the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

To qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have ten years or more of qualifying Ohio service credit. The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

Disclosures for the healthcare plan are presented separately in the OPERS financial report which may be obtained by writing to OPERS, Attention: Finance Director, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

Funding Policy – The post-employment healthcare plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). State statute requires that public employers fund post-employment healthcare through contributions to OPERS. A portion of each employer's contribution to the Traditional or Combined Plans is set aside for the funding of post-employment health care.

Employer contribution rates are expressed as a percentage of the covered payroll of active employees. In 2009, local government employers contributed 14.00% of covered payroll (17.63% for public safety and law enforcement). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for the funding of the postemployment health care benefits. The portion of employer contributions allocated to fund post-employment healthcare for 2009 was 7.00% from January 1, through March 31, 2009 and 5.50% from April 1 through December 31, 2009.

The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. Active members do not make contributions to the post-employment healthcare plan.

The City's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2009, 2008, and 2007 were \$491,695, \$628,338, and \$492,586, respectively; 88 percent has been contributed for 2009, and 100 percent has been contributed for 2008 and 2007.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Board of Trustees on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates increased as of January 1,

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

2006, January 1, 2007 and January 1, 2008, which allowed additional funds to be allocated to the health care plan.

**B. Ohio Police and Fire Pension Fund**

Plan Description – The City contributes to the OP&F Pension Fund sponsored health care program, a cost-sharing multiple-employer defined postemployment health care plan administered by OP&F. OP&F provides healthcare benefits including coverage for medical, prescription drugs, dental, vision, Medicare Part B Premium and long term care to retirees, qualifying benefit recipients and their eligible dependents.

OP&F provides access to post-employment health care coverage to any person who receives or is eligible to receive a monthly service, disability or survivor benefit check or is a spouse or eligible dependent child of such person.

The Ohio Revised Code allows, but does not mandate OP&F to provide OPEB benefits. Authority for the OP&F Board of Trustees to provide health care coverage to eligible participants and to establish and amend benefits is codified in Chapter 742 of the Ohio Revised Code.

OP&F issues a publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to the OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy – The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F (defined benefit pension plan). Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.50% and 24.00% of covered payroll for police and fire employers, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.50% of covered payroll for police employer units and 24.00% of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

OP&F maintains funds for health care in two separate accounts. One for health care benefits under an IRS Code section 115 trust and one for Medicare Part B reimbursements administrated as an Internal Revenue Code 401(h) account, both of which are within the defined benefit pension plan, under the authority granted by the Ohio Revised Code to the OP&F Board of Trustees.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan into Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For the year ended December 31, 2009, the employer contribution allocated to the health care plan was 6.75% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that the pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401 (h).

The OP&F Board of Trustees also is authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions to OP&F which were allocated to fund post-employment healthcare benefits for police officers and firefighters were \$531,152 for the year ended December 31, 2009, \$608,884 for the year ended December 31, 2008, and \$568,328 for the year ended December 31, 2007. 70 percent and 69 percent has been contributed for police and fire, respectively for 2009. 100 percent has been contributed for both police and fire for 2008 and 2007.

**City of Upper Arlington, Ohio**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2009**

**Note (13) – Upper Arlington Community Improvement Corporation (CIC)**

**Description of Reporting Entity**

The Upper Arlington Community Improvement Corporation (CIC) was formed pursuant to Resolution 19-93 passed on December 13, 1993 and incorporated as a corporation not-for-profit under Sections 1702 and 1724 of the Ohio Revised Code. The CIC was created to assist the City in the revitalization and enhancement of property, and to advance, encourage, and promote industrial, economic, commercial and civic development of the City of Upper Arlington. The CIC has been designated as the City of Upper Arlington's agent for economic development.

**Summary of Significant Accounting Policies**

Basis of Accounting.

The Financial Statements of the CIC are prepared using the accrual basis of accounting.

Cash Deposits.

The carrying amount of deposits for CIC, a discretely presented component unit, was \$55,791 with a cash balance per the bank of \$55,791. The CIC deposit was insured by Federal depository insurance.

Federal Income Tax.

The CIC is exempt from federal income tax under Section 501 (c) (6) of the Internal Revenue Code.

Use of Estimates.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Note (14) – Fund Deficit**

The Solid Waste Enterprise fund had a GAAP basis deficit fund balance at December 31, 2009 of \$43,807. This deficit will be funded by future charges for services and/or operating transfers from the General Fund.

**C. REQUIRED SUPPLEMENTARY INFORMATION –  
OTHER THAN MD&A**

**City of Upper Arlington, Ohio**  
**Budgetary Comparison Schedule**  
**General Fund**  
For the Year Ended December 31, 2009

	<b>General Fund</b>			
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance positive (negative)</b>
<b>REVENUES:</b>				
Income tax	\$ 14,377,906	\$ 13,363,431	\$ 12,855,544	\$ (507,887)
Property taxes	8,222,279	8,235,012	8,253,792	18,780
Intergovernmental	3,307,280	3,231,764	3,431,553	199,789
Estate Tax	2,100,000	3,738,080	4,823,460	1,085,380
Charges for services	740,000	777,000	742,832	(34,168)
Investment earnings	1,003,000	1,221,000	1,283,044	62,044
Fines and forfeits	385,000	338,300	362,334	24,034
Licenses and permits	871,000	775,000	818,838	43,838
Miscellaneous	1,042,144	1,152,540	684,470	(468,070)
Reimbursements	201,000	207,630	222,330	14,700
Total revenues	<u>32,249,609</u>	<u>33,039,757</u>	<u>33,478,197</u>	<u>438,440</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Police</b>				
Personal services	7,004,330	6,999,330	6,846,030	153,300
Other than personal services	317,300	322,300	296,205	26,095
Capital outlay	149,200	153,500	153,203	297
<b>Fire</b>				
Personal services	8,275,076	8,275,076	7,878,443	396,633
Other than personal services	305,250	307,537	240,677	66,860
<b>Board of Health</b>				
Other than personal services	205,316	205,316	200,315	5,001
<b>Parks and recreation</b>				
Personal services	2,217,111	2,222,111	2,214,069	8,042
Other than personal services	781,200	792,200	704,121	88,079
Capital outlay	586,600	835,600	832,948	2,652
<b>Development</b>				
Personal services	909,124	909,124	896,207	12,917
Other than personal services	131,100	131,100	77,722	53,378
<b>Public Service Administration</b>				
Personal services	963,346	963,346	735,251	228,095
Other than personal services	50,650	50,650	22,863	27,787
Capital outlay	-	1,000	1,000	-
<b>Streets Administration</b>				
Personal services	352,229	377,229	340,273	36,956
Other than personal services	14,750	14,750	6,190	8,560
Capital outlay	288,772	288,772	272,460	16,312
<b>Fleet Maintenance</b>				
Personal services	727,395	739,395	739,391	4
Other than personal services	213,400	201,400	174,973	26,427
<b>City Manager</b>				
Personal services	1,006,186	1,021,186	1,014,125	7,061
Other than personal services	168,125	168,125	115,654	52,471
<b>City Attorney</b>				
Personal services	614,545	614,545	608,331	6,214
Other than personal services	132,400	132,400	61,500	70,900
<b>City Clerk</b>				
Personal services	282,809	282,809	276,023	6,786
Other than personal services	13,155	13,155	10,909	2,246

(continued)

**City of Upper Arlington, Ohio**  
**Budgetary Comparison Schedule**  
**General Fund**  
For the Year Ended December 31, 2009  
(continued)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance positive (negative)</u>
<b>City Council</b>				
Personal services	113,900	113,900	105,052	8,848
Other than personal services	9,000	9,000	7,705	1,295
<b>Clerk of Court</b>				
Personal services	165,274	160,274	143,068	17,206
Other than personal services	123,600	128,600	120,543	8,057
<b>Finance</b>				
Personal services	842,256	842,256	830,501	11,755
Other than personal services	220,044	220,044	207,944	12,100
Capital outlay	24,000	24,000	21,037	2,963
<b>Facilities Maintenance</b>				
Personal services	216,757	216,757	195,880	20,877
Other than personal services	747,357	747,357	703,777	43,580
Capital outlay	112,500	296,196	263,297	32,899
<b>Information Technology</b>				
Personal services	413,348	413,348	397,364	15,984
Other than personal services	364,500	364,500	358,105	6,395
Capital outlay	421,136	421,136	348,058	73,078
<b>General Administration</b>				
Personal services	129,200	174,200	160,577	13,623
Other than personal services	1,536,123	1,646,123	1,196,393	449,730
 Total expenditures	<u>31,148,364</u>	<u>31,799,647</u>	<u>29,778,184</u>	<u>2,021,463</u>
 Excess (deficiency) of revenues over expenditures	1,101,245	1,240,110	3,700,013	2,459,903
 <b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Proceeds from sale of Capital outlay assets	-	-	64,259	64,259
Operating transfers-out	(2,459,765)	(5,409,472)	(5,352,472)	57,000
 Total other financing sources (uses)	<u>(2,459,765)</u>	<u>(5,409,472)</u>	<u>(5,288,213)</u>	<u>121,259</u>
 Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(1,358,520)	(4,169,362)	(1,588,200)	2,581,162
 <b>Fund balances at beginning of year</b>	23,786,368	23,786,368	23,786,368	
<b>Lapsed encumbrances</b>	27,100	27,100	27,100	
<b>Fund balances at end of year</b>	<u>\$ 22,454,948</u>	<u>\$ 19,644,106</u>	<u>\$ 22,225,268</u>	<u>\$ 2,581,162</u>
 Adjustments necessary to convert the results of operations at end of year on the budget basis to the modified accrual basis (GAAP) are as follows:				
 <b>Excess of revenues and other financing sources over expenditures and other uses per the Budgetary Comparison Schedule</b>				\$ (1,588,200)
 Increases (decreases) from revenues:				(464,911)
(Increases) decreases from expenditures:				(718,016)
(Increases) decreases from other financing sources (uses)				(448,066)
 <b>Net change in fund balance per the Statement of Revenues, Expenditures, and and Changes in Fund Balances</b>				<u>\$ (3,219,193)</u>

**City of Upper Arlington, Ohio**  
 Budgetary Comparison Schedule  
 Street Construction Maintenance and Repair Fund  
 For the Year Ended December 31, 2009

<b>Street Construction Maintenance and Repair Fund</b>				
<b>REVENUES:</b>	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance positive (negative)</b>
Taxes:				
Motor Fuel	\$ 445,000	\$ 425,000	\$ 429,679	\$ 4,679
Intergovernmental	1,154,000	1,154,000	1,110,775	(43,225)
Charges for services	-	-	1,665	1,665
Investment earnings	37,000	26,500	20,261	(6,239)
Reimbursements	12,000	12,000	12,975	975
Total revenues	<u>1,648,000</u>	<u>1,617,500</u>	<u>1,575,355</u>	<u>(42,145)</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Streets Division</b>				
Personal services	944,448	944,448	877,509	66,939
Other than personal services	380,250	380,250	337,443	42,807
<b>Electrical Division</b>				
Personal services	481,415	481,415	389,646	91,769
Other than personal services	178,400	178,400	149,376	29,024
Total expenditures	<u>1,984,513</u>	<u>1,984,513</u>	<u>1,753,974</u>	<u>230,539</u>
Excess (deficiency) of revenues over expenditures	(336,513)	(367,013)	(178,619)	188,394
<b>OTHER FINANCING SOURCES (USES):</b>				
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(336,513)	(367,013)	(178,619)	188,394
<b>Fund balances at beginning of year</b>	804,929	804,929	804,929	
<b>Lapsed encumbrances</b>	225	225	225	
<b>Fund balances at end of year</b>	<u>\$ 468,641</u>	<u>\$ 438,141</u>	<u>\$ 626,535</u>	<u>\$ 188,394</u>

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

<b>Excess of revenues and other financing sources over expenditures and other uses per the Budgetary Comparison Schedule</b>	\$ (178,619)
Increases (decreases) from revenues:	(77,348)
(Increases) decreases from expenditures:	20,134
<b>Net change in fund balance per the Statement of Revenues, Expenditures, and Changes in Fund Balances</b>	<u>\$ (235,833)</u>



City of Upper Arlington, Ohio  
Notes to the Required Supplementary Information  
December 31, 2009

**Budgetary Information**

The City adopts annual expenditure budgets for all governmental, proprietary, and agency fund types, with the exception of the Flexible Benefits Fund. The CIC, a component unit of the City, does not adopt an annual expenditure budget. The City Council follows procedures outlined below in establishing the expenditure budget data reported in the Municipal Program of Services Adopted Budget for 2009 – 2010.

In November, the City Manager 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. Budget estimates are distributed throughout the City including newspapers and libraries. Public hearings are held to obtain taxpayers' comments.

Subsequent to January 1, and after publication of the proposed budget ordinance, the budget is legally enacted through passage of the ordinance. The budget specifies expenditure amounts by character for each activity within each fund.

No transfer of appropriations can be made without City Council action, with the exception of certain transfers within a department's appropriation, within a fund, if the amounts are less than \$5,000. Expenditures cannot legally exceed appropriations at the character level. During 2009 various transfers of appropriations, supplemental appropriations, and reductions in appropriation were made in the following amounts:

General Fund	\$3,600,990
Special Revenue Funds	(\$43,000)
Debt Service Fund	\$8,500,000
Capital Project Funds	\$7,128,041
Enterprise Funds	(\$30,000)

Unencumbered appropriations lapse at year-end and encumbered appropriations are carried forward to the next fiscal year.

The City's budgetary process is based upon accounting for certain transactions on a basis other than accounting principles generally accepted in the United States of America (GAAP).

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

**General Fund Budgetary Highlights**

The difference between the original budget and the final amended budget was \$3,600,990 and is summarized as follows:

- ❑ \$2,774,707 in fund transfers to capital projects funds.
- ❑ \$183,696 for purchases of capital equipment and improvements.
- ❑ \$175,000 in fund transfers to subsidize enterprise funds.
- ❑ \$17,587 in appropriations of grants and donations received by the City.
- ❑ \$250,000 for park improvements.

City of Upper Arlington, Ohio  
Notes to the Required Supplementary Information  
December 31, 2009

- \$35,000 for vacation and leave balance payments to retirees.
- \$45,000 for salary and benefit costs previously cut from the original proposed budget.
- (\$80,000) for reductions in fuel and consulting budgets.
- \$200,000 for an unused contingency for emergencies during City Council's winter break.

**D. OTHER SUPPLEMENTARY INFORMATION**

## CITY OF UPPER ARLINGTON

### **MAJOR GOVERNMENTAL FUNDS**

#### **General Fund**

The General Fund receives funds, which are not accounted for in any other fund of the City. The revenues are used to finance the general operations of the City. Due to legal requirements, activities of the General Fund are accounted for in the following accounts:

General Operating Account - This account is used for revenues that are not restricted as to use, and funds the general operations of the City.

Capital Asset Management Account - Codified Ordinance Section 211.01 provides that 13 1/3% of net income tax collections are to be used only for the payment of obligations incurred in connection with the City's capital improvements program or for the payment of interest and principal of bonds and notes issued by the City.

Police and Fire Pension Account - One and six-tenths of a mill of the property tax has been set aside for the purpose of paying police and fire pensions. In accordance with state law, the funds are required to be placed in a separate account. Transfers are made to the General Operating Account to pay the cost of pensions.

Capital Equipment Account - The City's Charter provides that one-half mill of the property tax be used for the City's capital outlay program.

Self-Insured Loss Account - By ordinance, City Council has established this account in order to provide for a reserve to fund losses as a result of assuming the risk for general liabilities. Transfers are periodically made to the account from the General Operating Account.

Communications and Technology Account - By ordinance, City Council has established this account in order to provide for the maintenance and upgrade of the City's communication and technology equipment and software.

Emergency Medical Services (EMS) Account – By ordinance, City Council has established this account in order to pay the cost of activities for emergency medical service supplies and capital needs for the Fire Division. The fees received are from insurance companies and Medicare for providing emergency medical services to the Community. The EMS account is shown as a special revenue fund in the budgetary statements but as a general fund account in the GAAP statements.

#### **Special Revenue Funds**

##### **Street Construction Maintenance and Repair Fund**

The Ohio Revised Code Sections 4501.04 and 5735.27 requires this separate fund to account for receipts from the licensing of motor vehicles and receipts from fuel taxes. The funds are used for the construction, maintenance and repair of the City's streets. The budgetary Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget to Actual, is included in the Required Supplementary Information – Other Than MD&A, section of this report.

## CITY OF UPPER ARLINGTON

### MAJOR GOVERNMENTAL FUNDS, continued

#### General Obligation Bond Retirement Fund

The fund, a debt service fund, receives property taxes and other receipts for the retirement of debt issued by the City. The funds are used for the payment of interest and principal on outstanding debt.

#### Capital Project Funds:

##### Bonded Improvement Fund

Sources of revenue are the proceeds of bonds and notes issued for the purpose of undertaking the construction and repair of capital facilities including infrastructure. Funds are used to pay the cost of the improvements.

##### Estate Tax Capital Projects Fund

Created by C.O. 137.12, this fund is used to account for estate tax revenues in excess of \$2.1 million for the purpose of capital needs.

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
General Operating Account  
For the Fiscal Year Ended December 31, 2009

	General Operating Account			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Income tax	\$ 12,461,331	\$ 11,581,685	\$ 11,143,004	\$ (438,681)
Property taxes	5,398,279	5,398,279	5,424,827	26,548
Intergovernmental	2,927,000	2,851,484	3,022,275	170,791
Estate Tax	2,100,000	3,738,080	4,823,460	1,085,380
Charges for services	740,000	777,000	742,832	(34,168)
Investment earnings	973,000	1,198,000	1,263,762	65,762
Fines and forfeits	385,000	338,300	362,334	24,034
Licenses and permits	871,000	775,000	818,838	43,838
Miscellaneous	916,000	1,010,000	540,202	(469,798)
Reimbursements	181,000	187,630	132,629	(55,001)
 Total revenues	 <u>26,952,610</u>	 <u>27,855,458</u>	 <u>28,274,163</u>	 <u>418,705</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Police</b>				
Personal services	7,004,330	6,999,330	6,846,030	153,300
Other than personal services	317,300	322,300	296,205	26,095
<b>Fire</b>				
Personal services	8,275,076	8,275,076	7,878,443	396,633
Other than personal services	305,250	307,537	240,677	66,860
<b>Board of Health</b>				
Other than personal services	205,316	205,316	200,315	5,001
<b>Parks and recreation</b>				
Personal services	2,217,111	2,222,111	2,214,069	8,042
Other than personal services	781,200	792,200	704,121	88,079
<b>Development</b>				
Personal services	909,124	909,124	896,207	12,917
Other than personal services	131,100	131,100	77,722	53,378
<b>Public Service Administration</b>				
Personal services	963,346	963,346	735,251	228,095
Other than personal services	50,650	50,650	22,863	27,787
<b>Streets Administration</b>				
Personal services	352,229	377,229	340,273	36,956
Other than personal services	14,750	14,750	6,190	8,560
<b>Fleet Maintenance</b>				
Personal services	727,395	739,395	739,391	4
Other than personal services	213,400	201,400	174,973	26,427
<b>City Manager</b>				
Personal services	1,006,186	1,021,186	1,014,125	7,061
Other than personal services	168,125	168,125	115,654	52,471
<b>City Attorney</b>				
Personal services	614,545	614,545	608,331	6,214
Other than personal services	132,400	132,400	61,500	70,900
<b>City Clerk</b>				
Personal services	282,809	282,809	276,023	6,786
Other than personal services	13,155	13,155	10,909	2,246
<b>City Council</b>				
Personal services	113,900	113,900	105,052	8,848
Other than personal services	9,000	9,000	7,705	1,295
<b>Clerk of Court</b>				
Personal services	165,274	160,274	143,068	17,206
Other than personal services	123,600	128,600	120,543	8,057

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
General Operating Account, cont.

	Adopted Budget	Revised Budget	Actual	Variance
<b>Finance</b>				
Personal services	842,256	842,256	830,501	11,755
Other than personal services	112,650	112,650	105,094	7,556
<b>Facilities Maintenance</b>				
Personal services	216,757	216,757	195,880	20,877
Other than personal services	747,357	747,357	703,777	43,580
<b>Information Technology</b>				
Personal services	413,348	413,348	397,364	15,984
Other than personal services	364,500	364,500	358,105	6,395
<b>General Administration</b>				
Personal services	129,200	174,200	160,577	13,623
Other than personal services	1,486,123	1,596,123	1,176,481	419,642
 Total expenditures	<u>29,408,762</u>	<u>29,622,049</u>	<u>27,763,419</u>	<u>1,858,630</u>
 Excess (deficiency) of revenues over expenditures	<u>(2,456,152)</u>	<u>(1,766,591)</u>	<u>510,744</u>	<u>2,277,335</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Proceeds from sale of capital assets	-	-	64,258	64,258
Interaccount transfers-in	2,456,152	2,456,152	2,419,392	(36,760)
Operating transfers-in				
Operating transfers-out	<u>(1,270,000)</u>	<u>(4,219,707)</u>	<u>(4,162,707)</u>	<u>57,000</u>
Total other financing sources (uses)	<u>1,186,152</u>	<u>(1,763,555)</u>	<u>(1,679,057)</u>	<u>84,498</u>
 Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u>(1,270,000)</u>	<u>(3,530,146)</u>	<u>(1,168,313)</u>	<u>2,361,833</u>
 Fund balances at beginning of year	16,491,000	16,491,000	16,491,000	
Lapsed encumbrances	17,148	17,148	17,148	
 Fund balances at end of year	<u>\$ 15,238,148</u>	<u>\$ 12,978,002</u>	<u>\$ 15,339,835</u>	<u>\$ 2,361,833</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Capital Asset Management Account  
For the Fiscal Year Ended December 31, 2009

	Capital Asset Management Account			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Income tax	\$ 1,916,575	\$ 1,781,746	\$ 1,712,540	\$ (69,206)
Total revenues	<u>1,916,575</u>	<u>1,781,746</u>	<u>1,712,540</u>	<u>(69,206)</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Finance</b>				
Other than personal services	107,394	107,394	102,850	4,544
Total expenditures	<u>107,394</u>	<u>107,394</u>	<u>102,850</u>	<u>4,544</u>
Excess (deficiency) of revenues over expenditures	<u>1,809,181</u>	<u>1,674,352</u>	<u>1,609,690</u>	<u>(64,662)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating transfers-out	<u>(1,189,765)</u>	<u>(1,189,765)</u>	<u>(1,189,765)</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,189,765)</u>	<u>(1,189,765)</u>	<u>(1,189,765)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	619,416	484,587	419,925	(64,662)
Fund balances at beginning of year	5,087,821	5,087,821	5,087,821	
Fund balances at end of year	<u>\$ 5,707,237</u>	<u>\$ 5,572,408</u>	<u>\$ 5,507,746</u>	<u>\$ (64,662)</u>



**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Police and Fire Pension Account  
For the Fiscal Year Ended December 31, 2009

	Police and Fire Pension Account			
	Adopted Budget	Revised Budget	Actual	Variance
<b><u>REVENUES:</u></b>				
Property taxes	\$ 2,140,000	\$ 2,140,000	\$ 2,134,304	\$ (5,696)
Intergovernmental	281,721	281,721	304,440	22,719
	<u>2,421,721</u>	<u>2,421,721</u>	<u>2,438,744</u>	<u>17,023</u>
<b><u>EXPENDITURES:</u></b>				
Current:				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>2,421,721</u>	<u>2,421,721</u>	<u>2,438,744</u>	<u>17,023</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Interaccount transfers-out	(2,456,152)	(2,456,152)	(2,419,392)	36,760
Total other financing sources (uses)	<u>(2,456,152)</u>	<u>(2,456,152)</u>	<u>(2,419,392)</u>	<u>36,760</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(34,431)	(34,431)	19,352	53,783
Fund balances at beginning of year	299,595	299,595	299,595	-
Fund balances at end of year	<u>\$ 265,164</u>	<u>\$ 265,164</u>	<u>\$ 318,947</u>	<u>\$ 53,783</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Capital Equipment Account  
For the Fiscal Year Ended December 31, 2009

	Capital Equipment Account			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Property taxes	\$ 684,000	\$ 696,733	\$ 694,661	\$ (2,072)
Intergovernmental	98,559	98,559	104,838	6,279
Miscellaneous	-	4,300	4,300	-
Total revenues	<u>782,559</u>	<u>799,592</u>	<u>803,799</u>	<u>4,207</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Police</b>				
Capital outlay	149,200	153,500	153,203	297
<b>Parks and recreation</b>				
Capital Outlay	586,600	835,600	832,948	2,652
<b>Public Service Administration</b>				
Capital Outlay	-	1,000	1,000	-
<b>Streets Administration</b>				
Capital Outlay	288,772	288,772	272,460	16,312
<b>Finance</b>				
Capital Outlay	24,000	24,000	21,037	2,963
<b>Facilities Maintenance</b>				
Capital Outlay	112,500	296,196	263,297	32,899
<b>Information Technology</b>				
Capital outlay	284,070	284,070	225,577	58,493
Total expenditures	<u>1,445,142</u>	<u>1,883,138</u>	<u>1,769,522</u>	<u>113,616</u>
Excess (deficiency) of revenues over expenditures	<u>(662,583)</u>	<u>(1,083,546)</u>	<u>(965,723)</u>	<u>117,823</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(662,583)	(1,083,546)	(965,723)	117,823
Fund balances at beginning of year	1,333,319	1,333,319	1,333,319	-
Lapsed encumbrances	9,952	9,952	9,952	-
Fund balances at end of year	<u>\$ 680,688</u>	<u>\$ 259,725</u>	<u>\$ 377,548</u>	<u>\$ 117,823</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Self-Insured Loss Account  
For the Fiscal Year Ended December 31, 2009

	Self-Insured Loss Account			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Investment earnings	\$ 30,000	\$ 23,000	\$ 19,282	\$ (3,718)
Reimbursements	20,000	20,000	89,701	69,701
 Total revenues	<u>50,000</u>	<u>43,000</u>	<u>108,983</u>	<u>65,983</u>
<b>EXPENDITURES:</b>				
Current:				
<b>General Administration</b>				
Other than personal services	50,000	50,000	19,912	30,088
 Total expenditures	<u>50,000</u>	<u>50,000</u>	<u>19,912</u>	<u>30,088</u>
 Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(7,000)</u>	<u>89,071</u>	<u>96,071</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Excess (deficiency) of revenues and other financing sources over expenditures and other uses	<u>-</u>	<u>(7,000)</u>	<u>89,071</u>	<u>96,071</u>
 Fund balances at beginning of year	562,331	562,331	562,331	-
 Fund balances at end of year	<u>\$ 562,331</u>	<u>\$ 555,331</u>	<u>\$ 651,402</u>	<u>\$ 96,071</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Communications and Technology Account  
For the Fiscal Year Ended December 31, 2009

Communications and Technology Account				
	Adopted Budget	Revised Budget	Actual	Variance
<b><u>REVENUES:</u></b>				
Miscellaneous	\$ 126,144	\$ 138,240	\$ 139,968	\$ 1,728
Total revenues	126,144	138,240	139,968	1,728
<b><u>EXPENDITURES:</u></b>				
Current:				
<b>Information Technology</b>				
Capital outlay	137,066	137,066	122,481	14,585
Total expenditures	137,066	137,066	122,481	14,585
Excess (deficiency) of revenues over expenditures	(10,922)	1,174	17,487	16,313
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(10,922)	1,174	17,487	16,313
Fund balances at beginning of year	12,302	12,302	12,302	
Fund balances at end of year	\$ 1,380	\$ 13,476	\$ 29,789	\$ 16,313



CITY OF | **UPPER ARLINGTON**

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**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Total General Fund Accounts  
For the Fiscal Year Ended December 31, 2009

	Total General Fund Accounts			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Income tax	\$ 14,377,906	\$ 13,363,431	\$ 12,855,544	\$ (507,887)
Property taxes	8,222,279	8,235,012	8,253,792	18,780
Intergovernmental	3,307,280	3,231,764	3,431,553	199,789
Estate Tax	2,100,000	3,738,080	4,823,460	1,085,380
Charges for services	740,000	777,000	742,832	(34,168)
Investment earnings	1,003,000	1,221,000	1,283,044	62,044
Fines and forfeits	385,000	338,300	362,334	24,034
Licenses and permits	871,000	775,000	818,838	43,838
Miscellaneous	1,042,144	1,152,540	684,470	(468,070)
Reimbursements	201,000	207,630	222,330	14,700
	<u>32,249,609</u>	<u>33,039,757</u>	<u>33,478,197</u>	<u>438,440</u>
Total revenues				
<b>EXPENDITURES:</b>				
Current:				
<b>Police</b>				
Personal services	7,004,330	6,999,330	6,846,030	153,300
Other than personal services	317,300	322,300	296,205	26,095
Capital outlay	149,200	153,500	153,203	297
<b>Fire</b>				
Personal services	8,275,076	8,275,076	7,878,443	396,633
Other than personal services	305,250	307,537	240,677	66,860
<b>Board of Health</b>				
Other than personal services	205,316	205,316	200,315	5,001
<b>Parks and recreation</b>				
Personal services	2,217,111	2,222,111	2,214,069	8,042
Other than personal services	781,200	792,200	704,121	88,079
Capital outlay	586,600	835,600	832,948	2,652
<b>Development</b>				
Personal services	909,124	909,124	896,207	12,917
Other than personal services	131,100	131,100	77,722	53,378
<b>Public Service Administration</b>				
Personal services	963,346	963,346	735,251	228,095
Other than personal services	50,650	50,650	22,863	27,787
Capital outlay	-	1,000	1,000	-
<b>Streets Administration</b>				
Personal services	352,229	377,229	340,273	36,956
Other than personal services	14,750	14,750	6,190	8,560
Capital outlay	288,772	288,772	272,460	16,312
<b>Fleet Maintenance</b>				
Personal services	727,395	739,395	739,391	4
Other than personal services	213,400	201,400	174,973	26,427
<b>City Manager:</b>				
Personal services	1,006,186	1,021,186	1,014,125	7,061
Other than personal services	168,125	168,125	115,654	52,471
<b>City Attorney</b>				
Personal services	614,545	614,545	608,331	6,214
Other than personal services	132,400	132,400	61,500	70,900
<b>City Clerk</b>				
Personal services	282,809	282,809	276,023	6,786
Other than personal services	13,155	13,155	10,909	2,246
<b>City Council</b>				
Personal services	113,900	113,900	105,052	8,848
Other than personal services	9,000	9,000	7,705	1,295

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Total General Fund Accounts, cont.  
For the Fiscal Year Ended December 31, 2009

<b>Clerk of Court</b>				
Personal services	165,274	160,274	143,068	17,206
Other than personal services	123,600	128,600	120,543	8,057
<b>Finance</b>				
Personal services	842,256	842,256	830,501	11,755
Other than personal services	220,044	220,044	207,944	12,100
Capital outlay	24,000	24,000	21,037	2,963
<b>Facilities Maintenance</b>				
Personal services	216,757	216,757	195,880	20,877
Other than personal services	747,357	747,357	703,777	43,580
Capital outlay	112,500	296,196	263,297	32,899
<b>Information Technology</b>				
Personal services	413,348	413,348	397,364	15,984
Other than personal services	364,500	364,500	358,105	6,395
Capital outlay	421,136	421,136	348,058	73,078
<b>General Administration</b>				
Personal services	129,200	174,200	160,577	13,623
Other than personal services	1,536,123	1,646,123	1,196,393	449,730
Total expenditures	<u>31,148,364</u>	<u>31,799,647</u>	<u>29,778,184</u>	<u>2,021,463</u>
Excess (deficiency) of revenues over expenditures	<u>1,101,245</u>	<u>1,240,110</u>	<u>3,700,013</u>	<u>2,459,903</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Proceeds from sale of capital assets	-	-	64,259	64,259
Operating transfers-out	(2,459,765)	(5,409,472)	(5,352,472)	57,000
Interaccount transfers-in	2,456,152	2,456,152	2,419,392	(36,760)
Interaccount transfers-out	<u>(2,456,152)</u>	<u>(2,456,152)</u>	<u>(2,419,392)</u>	<u>36,760</u>
Total other financing sources (uses)	<u>(2,459,765)</u>	<u>(5,409,472)</u>	<u>(5,288,213)</u>	<u>121,259</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(1,358,520)	(4,169,362)	(1,588,200)	2,581,162
Fund balances at beginning of year	23,786,368	23,786,368	23,786,368	-
Lapsed encumbrances	27,100	27,100	27,100	-
Fund balances at end of year	<u>\$ 22,454,948</u>	<u>\$ 19,644,106</u>	<u>\$ 22,225,268</u>	<u>\$ 2,581,162</u>



CITY OF | **UPPER ARLINGTON**

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**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
General Obligation Bond Retirement Fund  
For the Fiscal Year Ended December 31, 2009

	General Obligation Bond Retirement Fund			
	Adopted	Revised	Actual	Variance
	Budget	Budget		
<b>REVENUES:</b>				
Property taxes	\$ 859,340	\$ 859,340	\$ 846,717	\$ (12,623)
Intergovernmental	86,000	86,000	102,792	16,792
Total revenues	<u>945,340</u>	<u>945,340</u>	<u>949,509</u>	<u>4,169</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Finance</b>				
Other than personal services	2,780,700	2,780,700	2,727,450	53,250
Total expenditures	<u>2,780,700</u>	<u>2,780,700</u>	<u>2,727,450</u>	<u>53,250</u>
Excess (deficiency) of revenues over expenditures	<u>(1,835,360)</u>	<u>(1,835,360)</u>	<u>(1,777,941)</u>	<u>57,419</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Proceeds from advance refunding	-	4,000,000	3,999,997	(3)
Proceeds from current refunding	-	4,015,000	4,014,997	(3)
Premium on advance refunding	-	350,000	337,527	(12,473)
Premium on current refunding	-	135,000	123,070	(11,930)
Bond issuance costs on current refundings	-	(57,000)	(55,455)	1,545
Bond issuance costs on advance refunding	-	(58,000)	(57,519)	481
Operating transfers-in	1,833,630	1,833,630	1,841,403	7,773
Payment to bond escrow agent for advance refundings	-	(4,285,000)	(4,280,005)	4,995
Payment to retire refunded bonds	-	(4,100,000)	(4,082,612)	17,388
Total other financing sources (uses)	<u>1,833,630</u>	<u>1,833,630</u>	<u>1,841,403</u>	<u>7,773</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(1,730)	(1,730)	63,462	65,192
Fund balances at beginning of year	216,381	216,381	216,381	-
Fund balances at end of year	<u>\$ 214,651</u>	<u>\$ 214,651</u>	<u>\$ 279,843</u>	<u>\$ 65,192</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Bonded Improvement Fund  
For the Fiscal Year Ended December 31, 2009

	Bonded Improvement Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Investment earnings	\$ 150,000	\$ 25,000	\$ 21,725	\$ (3,275)
Total revenues	<u>150,000</u>	<u>25,000</u>	<u>21,725</u>	<u>(3,275)</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Fire</b>				
Capital	-	80,385	80,384	1
<b>Finance</b>				
Other than personal services				
<b>Streets</b>				
Capital	2,196,383	7,090,998	4,955,498	2,135,500
<b>Finance</b>				
Other than personal services	-	145,000	143,306	1,694
<b>Utilities</b>				
Capital	-	425,000	414,380	10,620
Total expenditures	<u>2,196,383</u>	<u>7,741,383</u>	<u>5,593,568</u>	<u>2,147,815</u>
Excess (deficiency) of revenues over expenditures	<u>(2,046,383)</u>	<u>(7,716,383)</u>	<u>(5,571,843)</u>	<u>2,144,540</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Proceeds from sale of bonds	10,000,000	10,000,000	10,143,306	143,306
Transfers in	187,500	187,500	182,551	(4,949)
Total other financing sources (uses)	<u>10,187,500</u>	<u>10,187,500</u>	<u>10,325,857</u>	<u>138,357</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	8,141,117	2,471,117	4,754,014	2,282,897
Fund balances at beginning of year	384,000	384,000	384,000	-
Lapsed encumbrances	3,310	3,310	3,310	-
Fund balances at end of year	<u>\$ 8,528,427</u>	<u>\$ 2,858,427</u>	<u>\$ 5,141,324</u>	<u>\$ 2,282,897</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Estate Tax Capital Projects Fund  
For the Fiscal Year Ended December 31, 2009

Estate Tax Capital Projects Fund				
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Investment earnings	\$ 520,000	\$ 295,000	\$ 245,272	\$ (49,728)
Total revenues	<u>520,000</u>	<u>295,000</u>	<u>245,272</u>	<u>(49,728)</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Streets</b>				
Capital	2,963,204	4,252,827	2,538,910	1,713,917
Total expenditures	<u>2,963,204</u>	<u>4,252,827</u>	<u>2,538,910</u>	<u>1,713,917</u>
Excess (deficiency) of revenues over expenditures	<u>(2,443,204)</u>	<u>(3,957,827)</u>	<u>(2,293,638)</u>	<u>1,664,189</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating transfers-in	-	2,566,707	2,566,707	-
Total other financing sources (uses)	<u>-</u>	<u>2,566,707</u>	<u>2,566,707</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(2,443,204)	(1,391,120)	273,069	1,664,189
Fund balances at beginning of year	7,490,785	7,490,785	7,490,785	-
Lapsed encumbrances	4,520	4,520	4,520	-
Fund balances at end of year	<u>\$ 5,052,101</u>	<u>\$ 6,104,185</u>	<u>\$ 7,768,374</u>	<u>\$ 1,664,189</u>

## CITY OF UPPER ARLINGTON

### NONMAJOR GOVERNMENTAL FUNDS

#### Special Revenue Funds:

##### Law Enforcement Fund

Established pursuant to Ohio Revised Section 2933.43, the fund accounts for the deposit of moneys received from the seizure of tangible property relinquished in accordance with the Contraband Seizure Forfeiture Act. Funds are used solely for law enforcement purposes.

##### Enforcement Education Fund

Established in 1995 pursuant to C.O. Section 225.03, the revenue of this Fund derived from Operating a Motor Vehicle Intoxicated (OVI) convictions, is used to pay the costs incurred in both enforcing and informing the public of the laws governing operation of a motor vehicle while under the influence of alcohol.

##### Civil Service Fund

Established in 1995 pursuant to C.O. Section 225.04, this Fund is used to pay the expenses associated with the Civil Service Commission. The money is transferred from the General Fund and used to pay the Civil Service Commission Secretary and the cost of tests that are required for promotional examinations.

##### Tax Incentive Review Fund

Created by C.O. 225.07, the fund receives required fees and pays administrative expenses associated with tax incentive agreements.

##### Tree Planting Fund

Established pursuant to C.O. Section 158.05 to receive money given to the Tree Commission, the fund's expenditures are to be made for the furtherance of tree planting and care and related arboricultural activities, subject to appropriations made by City Council.

##### Life Long Learning and Leisure Fund

The Life Long Learning and Leisure Fund created by C.O. Section 225.02, accounts for the operations of continuing education classes.

##### Mayor's Court Computer Fund

Established in 1995 pursuant to C.O. Section 171.05, the Mayor's Court collects a \$3.00 fee on each case. Revenues are to be used to pay the cost of computerization of the Mayor's Court and for computerized legal research services.

##### Clerk of Court Fund

Enacted by C.O. 171.06, the Clerk of Courts Fund was created to account for fees established by the Rules of Court. The revenue is to be used to pay the cost of computerization of the Clerk of Courts' office. The current fee is \$3.00.

## **Special Revenue Funds, continued**

### **Neighborhood Lighting Fund**

This fund is used to account for the maintenance of neighborhood lights of which a yearly maintenance fee is charged.

### **Economic Development Venture Fund**

Established by C.O. 225.06 the fund commenced in January 1999 to stimulate investment in Upper Arlington by providing incentives and maintaining an attractive economic climate for business and expansion and new business recruitment.

## **Capital Project Funds:**

### **Infrastructure Improvement Fund**

Created by C.O. 137.10, the Infrastructure Improvement Fund was created to account for a seven-year capital project program. The General Fund provides an annual fund transfer to fund the program.

### **Tax Increment Financing (TIF) Districts**

The City, pursuant to the Ohio Revised Code and City ordinances, has established five TIFs. A TIF represents a geographic area wherein property values created after the commencement date of the TIF are exempt, in whole or in part, from property taxes. Owner of such property, however, must pay amounts equal to the property taxes, known as "service fees," as though the TIF had not been established. These "service fees" will then repay the City for capital outlay expenditures relating to public improvements within or adjacent to the TIF area. Property values existing before the commencement date of a TIF continue to be subjected to property taxes. The City has created capital project funds to account for five TIFs: the Chelsea TIF Fund, the Horizon TIF Fund, the Kingsdale West TIF Fund, the Kingsdale Core TIF Fund, and the Arlington Crossing TIF Fund.

**City of Upper Arlington, Ohio**  
Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2009

	<b>Law Enforcement</b>	<b>Enforcement Education</b>	<b>Civil Service</b>
<b>ASSETS</b>			
Cash, cash equivalents and investments	\$ 657,402	\$ 21,982	\$ 9,711
Receivables (net of allowance for uncollectibles)	2,983		
Total assets	<u>\$ 660,385</u>	<u>\$ 21,982</u>	<u>\$ 9,711</u>
 <b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable			\$ 2,042
Due to other funds	\$ 249		
Deferred revenue			
Accrued liabilities	2,415		
Total liabilities	<u>2,664</u>	<u>-</u>	<u>2,042</u>
 Fund balances:			
Reserved for:			
Encumbrances	13,020	3,100	
Unreserved, reported in:			
Special revenue funds	644,701	18,882	7,669
Capital project funds			
Total fund balances	<u>657,721</u>	<u>21,982</u>	<u>7,669</u>
Total liabilities and fund balances	<u>\$ 660,385</u>	<u>\$ 21,982</u>	<u>\$ 9,711</u>

<b>Tax Incentive Review</b>	<b>Tree Planting</b>	<b>Life Long Learning &amp; Leisure</b>	<b>Mayor's Court Computer</b>	<b>Clerk of Court</b>
\$ 24,469	\$ 34,462	\$ 27,652	\$ 71,398	\$ 63,668
<u>\$ 24,469</u>	<u>\$ 34,462</u>	<u>\$ 27,652</u>	<u>\$ 71,398</u>	<u>\$ 63,668</u>
		\$ 4,947		\$ 2
		62		
		7,457		
		3,262		
<u>-</u>	<u>-</u>	<u>15,728</u>	<u>-</u>	<u>2</u>
		450		
24,469	34,462	11,474	71,398	63,666
<u>24,469</u>	<u>34,462</u>	<u>11,924</u>	<u>71,398</u>	<u>63,666</u>
<u>\$ 24,469</u>	<u>\$ 34,462</u>	<u>\$ 27,652</u>	<u>\$ 71,398</u>	<u>\$ 63,668</u>

(continued)

**City of Upper Arlington, Ohio**  
Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2009

	<u>Neighborhood Lighting</u>	<u>Economic Development Venture</u>	<u>Total Nonmajor Special Revenue</u>	<u>Infrastructure Improvement</u>
<b>ASSETS</b>				
Cash, cash equivalents and investments	\$ 488,672	\$ 536,323	\$ 1,935,739	\$ 842,215
Receivables (net of allowance for uncollectibles)	5,143		8,126	268,610
Total assets	<u>\$ 493,815</u>	<u>\$ 536,323</u>	<u>\$ 1,943,865</u>	<u>\$ 1,110,825</u>
 <b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 8,094	\$ 708	\$ 15,793	\$ 76,539
Due to other funds	72		383	153
Deferred revenue	2,925		10,382	268,610
Accrued liabilities	243		5,920	633
Total liabilities	<u>11,334</u>	<u>708</u>	<u>32,478</u>	<u>345,935</u>
 Fund balances:				
Reserved for:				
Encumbrances		129,242	145,812	292,496
Unreserved, reported in:				
Special revenue funds	482,481	406,373	1,765,575	
Capital project funds				472,394
Total fund balances	<u>482,481</u>	<u>535,615</u>	<u>1,911,387</u>	<u>764,890</u>
Total liabilities and fund balances	<u>\$ 493,815</u>	<u>\$ 536,323</u>	<u>\$ 1,943,865</u>	<u>\$ 1,110,825</u>



<b>Capital Projects</b>					<b>Total Nonmajor Capital Projects</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Chelsea TIF</b>	<b>Horizon TIF</b>	<b>Arlington Crossing TIF</b>	<b>Kingsdale West TIF</b>	<b>Kingsdale Core TIF</b>		
\$ 533,534	\$ 414,672	\$ -	\$ 18,797	\$ 47,955	\$ 1,857,173	\$ 3,792,912
227,044	190,264		55,316		741,234	749,360
<u>\$ 760,578</u>	<u>\$ 604,936</u>	<u>\$ -</u>	<u>\$ 74,113</u>	<u>\$ 47,955</u>	<u>\$ 2,598,407</u>	<u>\$ 4,542,272</u>
					\$ 76,539	\$ 92,332
					153	536
\$ 227,044	\$ 190,264		\$ 55,316		741,234	751,616
					633	6,553
<u>227,044</u>	<u>190,264</u>	<u>-</u>	<u>55,316</u>	<u>-</u>	<u>818,559</u>	<u>851,037</u>
				46,557	339,053	484,865
533,534	414,672		18,797	1,398	1,440,795	1,765,575
<u>533,534</u>	<u>414,672</u>	<u>-</u>	<u>18,797</u>	<u>47,955</u>	<u>1,779,848</u>	<u>3,691,235</u>
<u>\$ 760,578</u>	<u>\$ 604,936</u>	<u>\$ -</u>	<u>\$ 74,113</u>	<u>\$ 47,955</u>	<u>\$ 2,598,407</u>	<u>\$ 4,542,272</u>

**City of Upper Arlington, Ohio**  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2009

	<u>Law Enforcement</u>	<u>Enforcement Education</u>	<u>Civil Service</u>
<b>REVENUES</b>			
Intergovernmental	\$ 8,635		
Charges for services			
Fines and forfeits		\$ 3,435	
Investment earnings	8,389		
Miscellaneous			
Total revenues	<u>17,024</u>	<u>3,435</u>	<u>-</u>
<b>EXPENDITURES</b>			
Current:			
Public Safety	111,285	253	
General Government			\$ 39,776
Public Services			
Parks and Recreation			
Capital outlay:			
Capital outlay			
Total expenditures	<u>111,285</u>	<u>253</u>	<u>39,776</u>
Excess (deficiency) of revenues over (under) expenditures	(94,261)	3,182	(39,776)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in			20,000
Transfers out	(182,551)		
Proceeds from sale of capital assets	110,056		
Total other financing sources and uses	<u>(72,495)</u>	<u>-</u>	<u>20,000</u>
Net change in fund balances	(166,756)	3,182	(19,776)
Fund balances -- January 1	824,477	18,800	27,445
Fund balances -- December 31	<u>\$ 657,721</u>	<u>\$ 21,982</u>	<u>\$ 7,669</u>

<u>Tax Incentive Review</u>	<u>Tree Planting</u>	<u>Life Long Learning &amp; Leisure</u>	<u>Mayor's Court Computer</u>	<u>Clerk of Court</u>
	\$ 19,968	\$ 228,135	\$ 11,175	\$ 11,175
\$ 5,657		139		
<u>5,657</u>	<u>19,968</u>	<u>228,274</u>	<u>11,175</u>	<u>11,175</u>
5,000			9,535	7,828
	10,462	236,526		
<u>5,000</u>	<u>10,462</u>	<u>236,526</u>	<u>9,535</u>	<u>7,828</u>
657	9,506	(8,252)	1,640	3,347
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
657	9,506	(8,252)	1,640	3,347
23,812	24,956	20,176	69,758	60,319
<u>\$ 24,469</u>	<u>\$ 34,462</u>	<u>\$ 11,924</u>	<u>\$ 71,398</u>	<u>\$ 63,666</u>

(continued)

**City of Upper Arlington, Ohio**  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2009

	<u>Neighborhood Lighting</u>	<u>Economic Development Venture</u>	<u>Total Nonmajor Special Revenue</u>	<u>Infrastructure Improvement</u>
<b>REVENUES</b>				
Intergovernmental			\$ 8,635	
Charges for services	\$ 61,225		309,328	
Fines and forfeits			25,785	
Investment earnings	6,752		15,141	
Miscellaneous			5,796	
Total revenues	<u>67,977</u>	<u>-</u>	<u>364,685</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current:				
Public Safety			128,901	
General Government		\$ 217,588	262,364	
Public Services	46,960		46,960	\$ 786
Parks and Recreation			246,988	
Capital outlay:				
Capital outlay				1,168,499
Total expenditures	<u>46,960</u>	<u>217,588</u>	<u>685,213</u>	<u>1,169,285</u>
Excess (deficiency) of revenues over (under) expenditures	21,017	(217,588)	(320,528)	(1,169,285)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in		422,500	442,500	750,000
Transfers out			(182,551)	
Proceeds from sale of capital assets			110,056	
Total other financing sources and uses	<u>-</u>	<u>422,500</u>	<u>370,005</u>	<u>750,000</u>
Net change in fund balances	21,017	204,912	49,477	(419,285)
Fund balances -- January 1	461,464	330,703	1,861,910	1,184,175
Fund balances -- December 31	<u>\$ 482,481</u>	<u>\$ 535,615</u>	<u>\$ 1,911,387</u>	<u>\$ 764,890</u>

<b>Capital Projects</b>					<b>Total Nonmajor Capital Projects</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Chelsea TIF</b>	<b>Horizon TIF</b>	<b>Arlington Crossing TIF</b>	<b>Kingsdale West TIF</b>	<b>Kingsdale Core TIF</b>		
\$ 232,856	\$ 184,900		\$ 18,797		\$ 436,553	\$ 445,188
						309,328
						25,785
						15,141
		\$ 4,955	2,508		7,463	13,259
<u>232,856</u>	<u>184,900</u>	<u>4,955</u>	<u>21,305</u>	<u>-</u>	<u>444,016</u>	<u>808,701</u>
						128,901
						262,364
2,312	2,656	4,955	2,508		13,217	60,177
						246,988
				\$ 160,045	1,328,544	1,328,544
<u>2,312</u>	<u>2,656</u>	<u>4,955</u>	<u>2,508</u>	<u>160,045</u>	<u>1,341,761</u>	<u>2,026,974</u>
230,544	182,244	-	18,797	(160,045)	(897,745)	(1,218,273)
				208,000	958,000	1,400,500
						(182,551)
						110,056
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>208,000</u>	<u>958,000</u>	<u>1,328,005</u>
230,544	182,244	-	18,797	47,955	60,255	109,732
302,990	232,428	-	-	-	1,719,593	3,581,503
<u>\$ 533,534</u>	<u>\$ 414,672</u>	<u>\$ -</u>	<u>\$ 18,797</u>	<u>\$ 47,955</u>	<u>\$ 1,779,848</u>	<u>\$ 3,691,235</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Law Enforcement Fund  
For the Fiscal Year Ended December 31, 2009

	Law Enforcement Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b><u>REVENUES:</u></b>				
Investment earnings	\$ 22,000	\$ 31,000	\$ 25,641	\$ (5,359)
Intergovernmental	-	-	8,635	8,635
Miscellaneous	7,500	7,500	-	(7,500)
Total revenues	<u>29,500</u>	<u>38,500</u>	<u>34,276</u>	<u>(4,224)</u>
<b><u>EXPENDITURES:</u></b>				
Current:				
<b>Police</b>				
Personal services	72,280	72,280	22,515	49,765
Other than personal services	15,800	15,800	3,890	11,910
Capital	146,000	146,000	95,236	50,764
Total expenditures	<u>234,080</u>	<u>234,080</u>	<u>121,641</u>	<u>112,439</u>
Excess (deficiency) of revenues over expenditures	<u>(204,580)</u>	<u>(195,580)</u>	<u>(87,365)</u>	<u>108,215</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Proceeds from sale of capital assets	50,000	50,000	110,055	60,055
Operating transfers-out	(187,500)	(187,500)	(182,551)	4,949
Total other financing sources (uses)	<u>(137,500)</u>	<u>(137,500)</u>	<u>(72,496)</u>	<u>65,004</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(342,080)	(333,080)	(159,861)	173,219
Fund balances at beginning of year	798,428	798,428	798,428	-
Fund balances at end of year	<u>\$ 456,348</u>	<u>\$ 465,348</u>	<u>\$ 638,567</u>	<u>\$ 173,219</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Enforcement Education Fund  
For the Fiscal Year Ended December 31, 2009

	Enforcement Education Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Fines and forfeitures	\$ 3,000	\$ 3,000	\$ 3,435	\$ 435
Total revenues	<u>3,000</u>	<u>3,000</u>	<u>3,435</u>	<u>435</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Police</b>				
Other than personal services	1,000	1,000	253	747
Capital	6,000	6,000	3,100	2,900
Total expenditures	<u>7,000</u>	<u>7,000</u>	<u>3,353</u>	<u>3,647</u>
Excess (deficiency) of revenues over expenditures	<u>(4,000)</u>	<u>(4,000)</u>	<u>82</u>	<u>4,082</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(4,000)	(4,000)	82	4,082
Fund balances at beginning of year	18,800	18,800	18,800	-
Fund balances at end of year	<u>\$ 14,800</u>	<u>\$ 14,800</u>	<u>\$ 18,882</u>	<u>\$ 4,082</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Civil Service Fund  
For the Fiscal Year Ended December 31, 2009

	Civil Service Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Total revenues	\$ -	\$ -	\$ -	\$ -
<b>EXPENDITURES:</b>				
Current:				
<b>City Manager</b>				
Other than personal services	47,000	47,000	38,234	8,766
Total expenditures	47,000	47,000	38,234	8,766
Excess (deficiency) of revenues over expenditures	(47,000)	(47,000)	(38,234)	8,766
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating transfers-in	20,000	20,000	20,000	-
Total other financing sources (uses)	20,000	20,000	20,000	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(27,000)	(27,000)	(18,234)	8,766
Fund balances at beginning of year	27,445	27,445	27,445	-
Fund balances at end of year	\$ 445	\$ 445	\$ 9,211	\$ 8,766



**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Tax Incentive Review Fund  
For the Fiscal Year Ended December 31, 2009

	Tax Incentive Review Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Miscellaneous	\$ 4,500	\$ 4,500	\$ 5,657	\$ 1,157
Total revenues	<u>4,500</u>	<u>4,500</u>	<u>5,657</u>	<u>1,157</u>
<b>EXPENDITURES:</b>				
Current:				
<b>City Manager:</b>				
Other than personal services	5,000	-	-	-
Personal services	-	5,000	5,000	-
Total expenditures	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(500)</u>	<u>(500)</u>	<u>657</u>	<u>1,157</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(500)	(500)	657	1,157
Fund balances at beginning of year	23,812	23,812	23,812	-
Fund balances at end of year	<u>\$ 23,312</u>	<u>\$ 23,312</u>	<u>\$ 24,469</u>	<u>\$ 1,157</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Tree Planting Fund  
For the Fiscal Year Ended December 31, 2009

	Tree Planting Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b><u>REVENUES:</u></b>				
Charges for services	\$ 13,500	\$ 13,500	\$ 19,968	\$ 6,468
Total revenues	13,500	13,500	19,968	6,468
<b><u>EXPENDITURES:</u></b>				
Current:				
<b>Parks and recreation</b>				
Other than personal services	13,500	13,500	10,462	3,038
Total expenditures	13,500	13,500	10,462	3,038
Excess (deficiency) of revenues over expenditures	-	-	9,506	9,506
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	-	-	9,506	9,506
Fund balances at beginning of year	24,956	24,956	24,956	-
Fund balances at end of year	\$ 24,956	\$ 24,956	\$ 34,462	\$ 9,506

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Life Long Learning and Leisure Fund  
For the Fiscal Year Ended December 31, 2009

	Life Long Learning and Leisure Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Charges for services	\$ 295,000	\$ 295,000	\$ 230,971	\$ (64,029)
Total revenues	<u>295,000</u>	<u>295,000</u>	<u>230,971</u>	<u>(64,029)</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Parks and recreation</b>				
Personal services	103,942	94,942	92,708	2,234
Other than personal services	189,000	155,000	144,425	10,575
Total expenditures	<u>292,942</u>	<u>249,942</u>	<u>237,133</u>	<u>12,809</u>
Excess (deficiency) of revenues over expenditures	<u>2,058</u>	<u>45,058</u>	<u>(6,162)</u>	<u>(51,220)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating transfers-in	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	2,058	45,058	(6,162)	(51,220)
Fund balances at beginning of year	28,155	28,155	28,155	-
Lapsed encumbrances	263	263	263	-
Fund balances at end of year	<u>\$ 30,476</u>	<u>\$ 73,476</u>	<u>\$ 22,256</u>	<u>\$ (51,220)</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Mayor's Court Computer Fund  
For the Fiscal Year Ended December 31, 2009

	Mayor's Court Computer Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Fines and forfeitures	\$ 12,000	\$ 12,000	\$ 11,175	\$ (825)
Total revenues	<u>12,000</u>	<u>12,000</u>	<u>11,175</u>	<u>(825)</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Clerk of Court</b>				
Other than personal services	12,000	12,000	6,166	5,834
Capital outlay	8,500	8,500	3,399	5,101
Total expenditures	<u>20,500</u>	<u>20,500</u>	<u>9,565</u>	<u>10,935</u>
Excess (deficiency) of revenues over expenditures	<u>(8,500)</u>	<u>(8,500)</u>	<u>1,610</u>	<u>10,110</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(8,500)	(8,500)	1,610	10,110
Fund balances at beginning of year	69,788	69,788	69,788	-
Fund balances at end of year	<u>\$ 61,288</u>	<u>\$ 61,288</u>	<u>\$ 71,398</u>	<u>\$ 10,110</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Clerk of Court Fund  
For the Fiscal Year Ended December 31, 2009

	Clerk of Court Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b><u>REVENUES:</u></b>				
Fines and forfeitures	\$ 13,500	\$ 13,500	\$ 11,175	\$ (2,325)
	<u>13,500</u>	<u>13,500</u>	<u>11,175</u>	<u>(2,325)</u>
<b><u>EXPENDITURES:</u></b>				
Current:				
<b>Clerk of Court</b>				
Other than personal services	11,000	11,000	7,833	3,167
Total expenditures	<u>11,000</u>	<u>11,000</u>	<u>7,833</u>	<u>3,167</u>
Excess (deficiency) of revenues over expenditures	<u>2,500</u>	<u>2,500</u>	<u>3,342</u>	<u>842</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	2,500	2,500	3,342	842
Fund balances at beginning of year	60,326	60,326	60,326	-
Fund balances at end of year	<u>\$ 62,826</u>	<u>\$ 62,826</u>	<u>\$ 63,668</u>	<u>\$ 842</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Neighborhood Lighting Fund  
For the Fiscal Year Ended December 31, 2009

	Neighborhood Lighting Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Charges for services	\$ 62,000	\$ 62,000	\$ 61,950	\$ (50)
Investment earnings	21,000	17,500	14,814	(2,686)
Total revenues	<u>83,000</u>	<u>79,500</u>	<u>76,764</u>	<u>(2,736)</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Public Service Administration</b>				
Personal services	23,931	23,931	22,840	1,091
Other than personal services	40,000	40,000	18,525	21,475
Total expenditures	<u>63,931</u>	<u>63,931</u>	<u>41,365</u>	<u>22,566</u>
Excess (deficiency) of revenues over expenditures	<u>19,069</u>	<u>15,569</u>	<u>35,399</u>	<u>19,830</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating transfers-out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	19,069	15,569	35,399	19,830
Fund balances at beginning of year	441,184	441,184	441,184	-
	1,995	1,995	1,995	
Fund balances at end of year	<u>\$ 462,248</u>	<u>\$ 458,748</u>	<u>\$ 478,578</u>	<u>\$ 19,830</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Economic Development Venture Fund  
For the Fiscal Year Ended December 31, 2009

	Economic Development Venture Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Total revenues	\$ -	\$ -	\$ -	\$ -
<b>EXPENDITURES:</b>				
Current:				
<b>City Manager:</b>				
Other than personal services	500,000	500,000	108,630	391,370
Total expenditures	500,000	500,000	108,630	391,370
Excess (deficiency) of revenues over expenditures	(500,000)	(500,000)	(108,630)	391,370
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating transfers-in	500,000	500,000	422,500	(77,500)
Total other financing sources (uses)	500,000	500,000	422,500	(77,500)
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	-	-	313,870	313,870
Fund balances at beginning of year	77,503	77,503	77,503	-
Lapsed encumbrances	15,000	15,000	15,000	-
Fund balances at end of year	<u>\$ 92,503</u>	<u>\$ 92,503</u>	<u>\$ 406,373</u>	<u>\$ 313,870</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Emergency Medical Services Fund  
For the Fiscal Year Ended December 31, 2009

	Emergency Medical Services Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b><u>REVENUES:</u></b>				
Charges for services	\$ 808,000	\$ 808,000	\$ 871,986	\$ 63,986
Total revenues	808,000	808,000	871,986	63,986
<b><u>EXPENDITURES:</u></b>				
Current:				
<b>Fire</b>				
Other than personal services	137,600	137,600	118,957	18,643
Capital	498,800	498,800	306,976	191,824
Total expenditures	636,400	636,400	425,933	210,467
Excess (deficiency) of revenues over expenditures	171,600	171,600	446,053	274,453
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Operating transfers-out	(448,066)	(448,066)	(448,066)	-
Total other financing sources (uses)	(448,066)	(448,066)	(448,066)	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(276,466)	(276,466)	(2,013)	274,453
Fund balances at beginning of year	1,492,602	1,492,602	1,492,602	-
Fund balances at end of year	\$ 1,216,136	\$ 1,216,136	\$ 1,490,589	\$ 274,453



**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Infrastructure Improvement Fund  
For the Fiscal Year Ended December 31, 2009

	Infrastructure Improvement Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Parks and recreation</b>				
Capital	350,000	323,640	312,784	10,856
<b>Streets</b>				
Capital	500,000	602,315	578,831	23,484
Total expenditures	<u>850,000</u>	<u>925,955</u>	<u>891,615</u>	<u>34,340</u>
Excess (deficiency) of revenues over expenditures	<u>(850,000)</u>	<u>(925,955)</u>	<u>(891,615)</u>	<u>34,340</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating transfers-in	750,000	750,000	750,000	-
Total other financing sources (uses)	<u>750,000</u>	<u>750,000</u>	<u>750,000</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(100,000)	(175,955)	(141,615)	34,340
Fund balances at beginning of year	614,795	614,795	614,795	-
Fund balances at end of year	<u>\$ 514,795</u>	<u>\$ 438,840</u>	<u>\$ 473,180</u>	<u>\$ 34,340</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Chelsea TIF Fund  
For the Fiscal Year Ended December 31, 2009

	Chelsea TIF Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b><u>REVENUES:</u></b>				
Payments in lieu of taxes	\$ 218,000	\$ 231,668	\$ 232,856	\$ 1,188
Total revenues	<u>\$ 218,000</u>	<u>\$ 231,668</u>	<u>\$ 232,856</u>	<u>\$ 1,188</u>
<b><u>EXPENDITURES:</u></b>				
Current:				
<b>City Manager:</b>				
Other than personal services	4,000	4,000	2,475	1,525
Total expenditures	<u>4,000</u>	<u>4,000</u>	<u>2,475</u>	<u>1,525</u>
Excess (deficiency) of revenues over expenditures	<u>214,000</u>	<u>227,668</u>	<u>230,381</u>	<u>2,713</u>
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	214,000	227,668	230,381	2,713
Fund balances at beginning of year	303,153	303,153	303,153	-
Fund balances at end of year	<u><u>\$ 517,153</u></u>	<u><u>\$ 530,821</u></u>	<u><u>\$ 533,534</u></u>	<u><u>\$ 2,713</u></u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Horizon TIF Fund  
For the Fiscal Year Ended December 31, 2009

	Horizon TIF Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b><u>REVENUES:</u></b>				
Payments in lieu of taxes	\$ 92,000	\$ 184,889	\$ 184,900	\$ 11
Total revenues	\$ 92,000	\$ 184,889	\$ 184,900	\$ 11
<b><u>EXPENDITURES:</u></b>				
Current:				
<b>City Manager:</b>				
Other than personal services	2,000	4,000	2,656	1,344
Total expenditures	2,000	4,000	2,656	1,344
Excess (deficiency) of revenues over expenditures	90,000	180,889	182,244	1,355
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	90,000	180,889	182,244	1,355
Fund balances at beginning of year	232,428	232,428	232,428	-
Fund balances at end of year	\$ 322,428	\$ 413,317	\$ 414,672	\$ 1,355

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Arlington Crossing TIF Fund  
For the Fiscal Year Ended December 31, 2009

	Arlington Crossing TIF Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b><u>REVENUES:</u></b>				
Total revenues	\$ -	\$ -	\$ -	\$ -
<b><u>EXPENDITURES:</u></b>				
Current:				
<b>City Manager:</b>				
Other than personal services	-	4,955	4,955	-
Total expenditures	-	4,955	4,955	-
Excess (deficiency) of revenues over expenditures	-	(4,955)	(4,955)	-
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Capital contributions	-	4,955	4,955	-
Total other financing sources (uses)	-	4,955	4,955	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	-	-	-	-
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ -	\$ -

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Kingsdale West TIF Fund  
For the Fiscal Year Ended December 31, 2009

Kingsdale West TIF Fund				
	Adopted Budget	Revised Budget	Actual	Variance
<b><u>REVENUES:</u></b>				
Payments in lieu of taxes	\$ -	\$ 18,610	\$ 18,797	\$ 187
Total revenues	\$ -	\$ 18,610	\$ 18,797	\$ 187
<b><u>EXPENDITURES:</u></b>				
Current:				
<b>City Manager:</b>				
Capital	-	2,508	2,508	-
Total expenditures	-	2,508	2,508	-
Excess (deficiency) of revenues over expenditures	-	16,102	16,289	187
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Capital contributions	-	2,508	2,508	-
Total other financing sources (uses)	-	2,508	2,508	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	-	18,610	18,797	187
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ 18,610	\$ 18,797	\$ 187

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Kingsdale Core TIF Fund  
For the Fiscal Year Ended December 31, 2009

	Kingsdale Core TIF Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Total revenues	\$ -	\$ -	\$ -	\$ -
<b>EXPENDITURES:</b>				
Current:				
<b>City Manager:</b>				
Capital	-	208,000	206,603	1,397
Total expenditures	-	208,000	206,603	1,397
Excess (deficiency) of revenues over expenditures	-	(208,000)	(206,603)	1,397
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating transfers-in	-	208,000	208,000	-
Total other financing sources (uses)	-	208,000	208,000	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	-	-	1,397	1,397
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ 1,397	\$ 1,397

## CITY OF UPPER ARLINGTON

### ENTERPRISE FUNDS

#### Water Surcharge Fund

For the purpose of paying the cost of maintaining the City's water distribution system, a surcharge is applied to the consumption of water by all users within the City. Established pursuant to C.O. Section 137.07, funds may be used for the construction and reconstruction of the water distribution system, including the repair/replacement of fire hydrants.

#### Sanitary Sewer Surcharge Fund

For the purpose of paying the cost of maintaining the City's sanitary sewer system, a surcharge is applied to the consumption of water by all users within the City. Established pursuant to C.O. Section 137.06, funds may be used for enlargement or replacement of the system and construction and reconstruction of main and interceptor sewers.

#### Stormwater Fund

Pursuant to C.O. Section 937.13, all revenues from stormwater drainage service charges, permit and inspection fees, direct charges and investment earnings are deposited into this fund. Funds are used to pay the operating expenses of the stormwater management utility, including the purchase of capital equipment, and capital improvements, including the payment of principal and interest on debt issued for such purposes.

#### Swimming Pools Fund

Pursuant to C.O. Section 225.01, the fund was established by a management agreement between the City and the Upper Arlington Board of Education (Board). Revenues are generated from admission to the Pool. Expenditures are for operating costs and capital equipment.

#### Solid Waste Fund

Revenues are generated from the refuse collection fees charged to the City's residents. Expenditures are for operating costs and capital equipment.

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenses and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Water Surcharge Fund  
For the Fiscal Year Ended December 31, 2009

	Water Surcharge Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Charges for services	\$ 360,000	\$ 360,000	\$ 373,167	\$ 13,167
Total revenues	<u>360,000</u>	<u>360,000</u>	<u>373,167</u>	<u>13,167</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Utilities</b>				
Personal services	71,790	88,790	87,223	1,567
Other than personal services	246,853	241,853	173,823	68,030
Capital outlay	3,200	3,200	-	3,200
Total expenditures	<u>321,843</u>	<u>333,843</u>	<u>261,046</u>	<u>72,797</u>
Excess (deficiency) of revenues over expenditures	<u>38,157</u>	<u>26,157</u>	<u>112,121</u>	<u>85,964</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	38,157	26,157	112,121	85,964
Fund balances at beginning of year	109,545	109,545	109,545	-
Lapsed encumbrances	-	-	1,200	1,200
Fund balances at end of year	<u>\$ 147,702</u>	<u>\$ 135,702</u>	<u>\$ 222,866</u>	<u>\$ 87,164</u>



**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenses and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Sanitary Sewer Surcharge Fund  
For the Fiscal Year Ended December 31, 2009

	Sanitary Sewer Surcharge Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Charges for services	\$ 810,000	\$ 810,000	\$ 759,999	\$ (50,001)
Miscellaneous	1,500	15,000	291	(14,709)
Total revenues	<u>811,500</u>	<u>825,000</u>	<u>760,290</u>	<u>(64,710)</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Utilities</b>				
Personal services	423,429	451,429	439,605	11,824
Other than personal services	271,839	271,839	258,677	13,162
Capital outlay	150,000	150,000	129,443	20,557
Total expenditures	<u>845,268</u>	<u>873,268</u>	<u>827,725</u>	<u>45,543</u>
Excess (deficiency) of revenues over expenditures	<u>(33,768)</u>	<u>(48,268)</u>	<u>(67,435)</u>	<u>(19,167)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating transfers-in	-	42,000	42,000	-
Total other financing sources (uses)	<u>-</u>	<u>42,000</u>	<u>42,000</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(33,768)	(6,268)	(25,435)	(19,167)
Fund balances at beginning of year	71,790	71,790	71,790	-
Fund balances at end of year	<u>\$ 38,022</u>	<u>\$ 65,522</u>	<u>\$ 46,355</u>	<u>\$ (19,167)</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenses and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Stormwater Fund  
For the Fiscal Year Ended December 31, 2009

	Stormwater Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Charges for services	\$ 525,000	\$ 525,000	\$ 540,408	\$ 15,408
Investment earnings	175,000	175,000	97,564	(77,436)
Total revenues	<u>700,000</u>	<u>700,000</u>	<u>637,972</u>	<u>(62,028)</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Utilities</b>				
Personal services	367,782	358,979	265,660	93,319
Other than personal services	543,250	544,280	386,493	157,787
Capital outlay	1,508,500	1,508,500	331,542	1,176,958
Total expenditures	<u>2,419,532</u>	<u>2,411,759</u>	<u>983,695</u>	<u>1,428,064</u>
Excess (deficiency) of revenues over expenditures	<u>(1,719,532)</u>	<u>(1,711,759)</u>	<u>(345,723)</u>	<u>1,366,036</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating transfers-out	(195,799)	(203,572)	(203,572)	-
Total other financing sources (uses)	<u>(195,799)</u>	<u>(203,572)</u>	<u>(203,572)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(1,915,331)	(1,915,331)	(549,295)	1,366,036
Fund balances at beginning of year	2,762,928	2,762,928	2,762,928	-
Fund balances at end of year	<u>\$ 847,597</u>	<u>\$ 847,597</u>	<u>\$ 2,213,633</u>	<u>\$ 1,366,036</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenses and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Swimming Pools Fund  
For the Fiscal Year Ended December 31, 2009

	Swimming Pools Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Charges for services	\$ 625,000	\$ 637,000	\$ 607,424	\$ (29,576)
Miscellaneous	-	-	257	257
Total revenues	<u>625,000</u>	<u>637,000</u>	<u>607,681</u>	<u>(29,319)</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Parks and recreation</b>				
Personal services	442,802	442,802	438,355	4,447
Other than personal services	212,650	212,650	167,078	45,572
Total expenditures	<u>655,452</u>	<u>655,452</u>	<u>605,433</u>	<u>50,019</u>
Excess (deficiency) of revenues over expenditures	<u>(30,452)</u>	<u>(18,452)</u>	<u>2,248</u>	<u>20,700</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(30,452)	(18,452)	2,248	20,700
Fund balances at beginning of year	335,245	335,245	335,245	-
Lapsed encumbrances	3,550	3,550	3,550	-
Fund balances at end of year	<u>\$ 308,343</u>	<u>\$ 320,343</u>	<u>\$ 341,043</u>	<u>\$ 20,700</u>

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenses and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Solid Waste Fund  
For the Fiscal Year Ended December 31, 2009

	Solid Waste Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b>REVENUES:</b>				
Charges for services	\$ 1,908,840	\$ 1,908,840	\$ 1,655,326	\$ (253,514)
Investment earnings	5,000	7,000	4,660	(2,340)
Miscellaneous	210,000	100	107	7
Intergovernmental	-	32,340	32,340	-
Total revenues	<u>2,123,840</u>	<u>1,948,280</u>	<u>1,692,433</u>	<u>(255,847)</u>
<b>EXPENDITURES:</b>				
Current:				
<b>Solid Waste</b>				
Other than personal services	2,056,849	1,986,849	1,980,986	5,863
Total expenditures	<u>2,056,849</u>	<u>1,986,849</u>	<u>1,980,986</u>	<u>5,863</u>
Excess (deficiency) of revenues over expenditures	<u>66,991</u>	<u>(38,569)</u>	<u>(288,553)</u>	<u>(249,984)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating transfers-in	-	153,500	153,500	-
Proceeds from sale of capital assets	-	-	52,968	52,968
Total other financing sources (uses)	<u>-</u>	<u>153,500</u>	<u>206,468</u>	<u>52,968</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	66,991	114,931	(82,085)	(197,016)
Fund balances at beginning of year	161,702	161,702	161,702	-
Lapsed encumbrances	6,938	6,938	6,938	
Fund balances at end of year	<u>\$ 235,631</u>	<u>\$ 283,571</u>	<u>\$ 86,555</u>	<u>\$ (197,016)</u>

## CITY OF UPPER ARLINGTON

### *Internal Service Fund*

#### Employee Benefits Fund

Pursuant to Codified Ordinances Section 137.05, moneys are deposited into the fund for the purpose of paying the cost of employee benefits, including but not limited to health care, prescriptions, dental care, life insurance, and long and short-term disability benefits. Revenues come from the proportionate cost of employee benefits contained in the operating budgets of departments of other funds, third party reimbursements and refunds for employee benefits.

**City of Upper Arlington, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (NON-GAAP Budgetary Basis)  
Internal Service Fund - Employee Benefits Fund  
For the Fiscal Year Ended December 31, 2009

	Employee Benefits Fund			
	Adopted Budget	Revised Budget	Actual	Variance
<b><u>REVENUES:</u></b>				
Charges for services	\$ 3,369,958	\$ 3,369,958	\$ 3,374,716	\$ 4,758
Reimbursements	183,600	183,600	64,287	(119,313)
Total revenues	<u>3,553,558</u>	<u>3,553,558</u>	<u>3,439,003</u>	<u>(114,555)</u>
<b><u>EXPENDITURES:</u></b>				
Current:				
<b>Finance</b>				
Personal services	3,221,289	3,221,289	2,662,011	559,278
Other than personal services	614,788	614,788	482,543	132,245
Total expenditures	<u>3,836,077</u>	<u>3,836,077</u>	<u>3,144,554</u>	<u>691,523</u>
Excess (deficiency) of revenues over expenditures	<u>(282,519)</u>	<u>(282,519)</u>	294,449	576,968
<b><u>OTHER FINANCING SOURCES (USES):</u></b>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(282,519)	(282,519)	294,449	576,968
Fund balances at beginning of year	840,123	840,123	840,123	-
Fund balances at end of year	<u>\$ 557,604</u>	<u>\$ 557,604</u>	<u>\$ 1,134,572</u>	<u>\$ 576,968</u>

## CITY OF UPPER ARLINGTON

### **FIDUCIARY FUNDS - Agency Funds**

#### **Returnable Bonds Fund**

The fund accounts for moneys temporarily on deposit from citizens pending the return of City property such as traps.

#### **Unclaimed Funds**

The fund accounts for moneys owed to citizens that cannot be immediately located.

#### **Construction Withholding Fund**

The fund holds the ten percent withholding required by construction contracts until acceptance of the project.

#### **Mayor's Court Fund**

The fund receives fines and forfeitures from citizens as a result of violating City laws.

#### **Flexible Benefits Fund**

The Flexible Benefits Fund accounts for funds on deposits for payment of Employee's health care claims by a third party administrator.

#### **Payroll Clearing Fund**

The fund accounts for payroll and deduction checks of employees.

#### **Revolving Fund**

The fund accounts for miscellaneous deposits of funds collected by the City and due to other governments.

**City of Upper Arlington, Ohio**  
Combining Statement of Fiduciary Assets and Liabilities  
Fiduciary Funds - (Agency Funds Only)  
As of December 31, 2009

	<b>Agency Funds</b>				
	<b>Returnable Bonds Fund</b>	<b>Unclaimed Funds</b>	<b>Construction Withholding Fund</b>	<b>Mayor's Court Fund</b>	<b>Flexible Benefits Fund</b>
<b>ASSETS:</b>					
Cash and investments	\$ 7,816	\$ 1,209	\$ 1,295,228	\$ 12,390	
Cash with third party fiscal agent					\$ 22,176
Total assets	<u>\$ 7,816</u>	<u>\$ 1,209</u>	<u>\$ 1,295,228</u>	<u>\$ 12,390</u>	<u>\$ 22,176</u>
<b>LIABILITIES:</b>					
Due to others	\$ 7,816	\$ 1,209	\$ 1,295,228	\$ 12,390	\$ 22,176
Total liabilities	<u>\$ 7,816</u>	<u>\$ 1,209</u>	<u>\$ 1,295,228</u>	<u>\$ 12,390</u>	<u>\$ 22,176</u>



	<u>Agency Funds</u>		
	<u>Payroll Clearing Fund</u>	<u>Revolving Fund</u>	<u>Total Agency Funds</u>
<b>ASSETS:</b>			
Cash and investments	\$ 1,421,922	\$ 14,296	\$ 2,752,861
Cash with third party fiscal agent			22,176
Total assets	<u>\$ 1,421,922</u>	<u>\$ 14,296</u>	<u>\$ 2,775,037</u>
<b>LIABILITIES:</b>			
Due to others	\$ 1,421,922	\$ 14,296	\$ 2,775,037
Total liabilities	<u>\$ 1,421,922</u>	<u>\$ 14,296</u>	<u>\$ 2,775,037</u>

**City of Upper Arlington, Ohio**  
 Agency Funds  
 Combining Statement of Changes in Assets and Liabilities  
 Fiduciary Funds - (Agency Funds Only)  
 For the Fiscal Year Ended December 31, 2009

	Balances Jan. 1, 2009	Additions	Deductions	Balances Dec. 31, 2009
<b>RETURNABLE BONDS FUNDS</b>				
<b>Assets</b>				
Cash and investments	\$ -	7,816		\$ 7,816
<b>Liabilities</b>				
Due to others	\$ -	7,816		\$ 7,816
<b>UNCLAIMED FUNDS</b>				
<b>Assets</b>				
Cash and investments	\$ 1,964	234	989	\$ 1,209
<b>Liabilities</b>				
Due to others	\$ 1,964	234	989	\$ 1,209
<b>CONSTRUCTION WITHHOLDING FUND</b>				
<b>Assets</b>				
Cash and investments	\$ 313,418	1,132,638	150,828	\$ 1,295,228
<b>Liabilities</b>				
Due to others	\$ 313,418	1,132,638	150,828	\$ 1,295,228
<b>MAYOR'S COURT FUND</b>				
<b>Assets</b>				
Cash and investments	\$ 5,014	543,131	535,755	\$ 12,390
<b>Liabilities</b>				
Due to others	\$ 5,014	543,131	535,755	\$ 12,390
<b>FLEXIBLE BENEFITS FUND</b>				
<b>Assets</b>				
Cash with third party fiscal agent	\$ 12,523	173,991	164,338	\$ 22,176
<b>Liabilities</b>				
Due to others	\$ 12,523	173,991	164,338	\$ 22,176
<b>PAYROLL CLEARING FUND</b>				
<b>Assets</b>				
Cash and investments	\$ 1,547,759	26,442,477	26,568,314	\$ 1,421,922
<b>Liabilities</b>				
Due to others	\$ 1,547,759	26,442,477	26,568,314	\$ 1,421,922
<b>REVOLVING FUND</b>				
<b>Assets</b>				
Cash and investments	\$ 20,275	118,772	124,751	\$ 14,296
<b>Liabilities</b>				
Due to others	\$ 20,275	118,772	124,751	\$ 14,296
<b>TOTAL AGENCY FUNDS</b>				
<b>Assets</b>				
Cash and investments	\$ 1,888,430	28,245,068	27,380,637	\$ 2,752,861
Cash with third party fiscal agent	12,523	173,991	164,338	22,176
<b>Total Assets</b>	<b>\$ 1,900,953</b>	<b>28,419,059</b>	<b>27,544,975</b>	<b>\$ 2,775,037</b>
<b>Liabilities</b>				
Due to others	\$ 1,900,953	28,419,059	27,544,975	\$ 2,775,037

**CITY OF UPPER ARLINGTON**  
**STATISTICAL SECTION**

This part of the City's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health. These tables are presented in accordance with the Governmental Accounting Standards Board (GASB) Statement No. 44, *Economic Condition Reporting: The Statistical Section*.

<u><b>Contents</b></u>	<u><b>Tables</b></u>
<b><i>Financial Trends</i></b> These schedules contain trend information to help understand how the City's financial performance and wellbeing has changed over time.	1-4
<b><i>Revenue Capacity</i></b> These schedules contain information to help assess the City's most significant revenue sources.	5-14
<b><i>Debt Capacity</i></b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	15-18
<b><i>Demographic and Economic Information</i></b> This schedule contains service and infrastructure data to help the reader understand how the information in the City's financial activities take place.	19
<b><i>Operating Information</i></b> These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	20-22



CITY OF | **UPPER ARLINGTON**

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**City of Upper Arlington, Ohio**  
**Net Assets by Component**  
**Last Seven (1)**  
**(accrual basis of accounting)**  
**(amounts expressed in thousands)**

	Year						
	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
<b>Governmental Activities</b>							
Invested in capital assets, net of related debt	\$ 32,666	\$ 29,923	\$ 26,458	\$ 23,100	\$ 22,915	\$ 19,492	\$ 19,581
Restricted	6,947	6,879	6,903	6,252	7,184	5,178	1,241
Unrestricted	38,116	40,506	40,708	38,682	33,047	34,869	41,647
<b>Total Governmental Activities Net Assets</b>	<u>\$ 77,729</u>	<u>\$ 77,308</u>	<u>\$ 74,069</u>	<u>\$ 68,034</u>	<u>\$ 63,146</u>	<u>\$ 59,539</u>	<u>\$ 62,469</u>
<b>Business-type activities</b>							
Invested in capital assets, net of related debt	\$ 18,599	\$ 18,025	\$ 17,613	\$ 17,972	\$ 16,539	\$ 12,460	\$ 10,539
Restricted	-	-	-	-	-	-	-
Unrestricted	3,585	3,858	3,603	3,131	3,227	5,489	3,085
<b>Total Business-Type Activities Net Assets</b>	<u>\$ 22,184</u>	<u>\$ 21,883</u>	<u>\$ 21,216</u>	<u>\$ 21,103</u>	<u>\$ 19,766</u>	<u>\$ 17,949</u>	<u>\$ 13,624</u>
<b>Primary Government</b>							
Invested in capital assets, net of related debt	\$ 51,265	\$ 47,948	\$ 44,071	\$ 41,072	\$ 39,454	\$ 31,952	\$ 30,120
Restricted	6,947	6,879	6,903	6,252	7,184	5,178	1,241
Unrestricted	41,701	44,364	44,311	41,813	36,274	40,358	44,732
<b>Total Primary Government Net Assets</b>	<u>\$ 99,913</u>	<u>\$ 99,191</u>	<u>\$ 95,285</u>	<u>\$ 89,137</u>	<u>\$ 82,912</u>	<u>\$ 77,488</u>	<u>\$ 76,093</u>

## Note:

- (1) GASB Statement No. 44, *Economic Condition Reporting*: The Statistical Section recommended that this information be presented starting with the year in which a government implemented GASB Statement No. 34.
- (2) For comparative purposes, data for year 2006 has been restated for the reclassification of the Community Improvement Corporation discretely presented component unit from the Governmental Activities Net Assets.

## Source:

1. City of Upper Arlington Finance Department

**City of Upper Arlington, Ohio**  
**Changes in Net Assets, Last Seven Years**  
**(accrual basis of accounting)**  
**(amounts expressed in thousands)**

	Year						
	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
<b>Expenses</b>							
Governmental Activities:							
Public Safety	\$ 16,110	\$ 15,776	\$ 15,082	\$ 14,266	\$ 13,436	\$ 13,227	\$ 12,172
General Government	8,189	8,851	7,154	8,200	8,710	8,212	7,067
Public Services	4,709	4,889	5,679	5,167	4,882	4,868	4,317
Parks and Recreation	3,346	3,331	3,269	3,142	3,025	3,021	2,897
Community Development	984	991	944	853	875	870	724
Interest on long-term debt	1,205	996	958	1,111	1,095	1,006	977
<i>Total Governmental Activities Expenses</i>	<u>34,543</u>	<u>34,834</u>	<u>33,086</u>	<u>32,739</u>	<u>32,023</u>	<u>31,204</u>	<u>28,154</u>
Business-Type activities:							
Water	400	564	318	333	325	643	341
Sewer	794	736	700	660	697	671	718
Stormwater	858	683	704	692	635	643	686
Swimming pool	736	686	626	603	635	539	555
Solid Waste	1,952	2,334	1,949	1,983	1,855	1,789	1,688
<i>Total Business-Type Activities Expenses</i>	<u>4,740</u>	<u>5,003</u>	<u>4,297</u>	<u>4,271</u>	<u>4,147</u>	<u>4,285</u>	<u>3,988</u>
<i>Total Primary Government Expenses</i>	<u>\$ 39,283</u>	<u>\$ 39,837</u>	<u>\$ 37,383</u>	<u>\$ 37,010</u>	<u>\$ 36,170</u>	<u>\$ 35,489</u>	<u>\$ 32,142</u>
<b>Program Revenues</b>							
Governmental Activities:							
Charges for services:							
Public Safety	\$ 1,370	\$ 493	\$ 1,297	\$ 988	\$ 1,275	\$ 8	\$ 10
General Government	971	698	616	173	59	68	-
Public Services	76	79	106	76	65	321	1
Parks and Recreation	848	860	805	815	741	503	965
Community Development	677	760	781	774	796	964	614
Operating grants and contributions	1,813	1,632	1,703	1,704	1,688	70	84
Capital grants and contributions	80	195	248	300	91	-	119
<i>Total Governmental Activities Program Revenues</i>	<u>5,835</u>	<u>4,717</u>	<u>5,556</u>	<u>4,830</u>	<u>4,715</u>	<u>1,934</u>	<u>1,793</u>
Business-Type Activities:							
Charges for services:							
Water	378	338	332	288	368	324	315
Sewer	771	734	708	550	680	629	605
Stormwater	537	542	552	521	531	555	571
Swimming pools	608	640	658	632	603	445	375
Solid Waste	1,664	2,052	1,872	1,794	1,780	1,823	1,375
Operating grants and contributions	-	32	5	-	-	-	-
Capital grants and contributions	-	14	6	1,434	1,814	610	-
<i>Total Business-Type Activities Program Revenues</i>	<u>3,958</u>	<u>4,352</u>	<u>4,133</u>	<u>5,219</u>	<u>5,776</u>	<u>4,386</u>	<u>3,241</u>
<i>Total Primary Government Program Revenues</i>	<u>\$ 9,793</u>	<u>\$ 9,069</u>	<u>\$ 9,689</u>	<u>\$ 10,049</u>	<u>\$ 10,491</u>	<u>\$ 6,320</u>	<u>\$ 5,034</u>

Table 2

	Year						
	2009	2008	2007	2006	2005	2004	2003
<b>Net(Expense)Revenue</b>							
Governmental Activities	\$ (28,708)	\$ (30,117)	\$ (27,530)	\$ (27,909)	\$ (27,308)	\$ (29,270)	\$ (26,361)
Business-Type Activities	(782)	(651)	(164)	948	1,629	101	(747)
<i>Total Primary Government Net Expense</i>	<u>(29,490)</u>	<u>(30,768)</u>	<u>(27,694)</u>	<u>(26,961)</u>	<u>(25,679)</u>	<u>(29,169)</u>	<u>(27,108)</u>
<b>General Revenues and Other Changes in Net Assets</b>							
Governmental Activities:							
Taxes							
Income taxes	12,173	13,627	14,615	12,944	14,292	11,109	12,580
Property taxes	9,109	8,847	8,826	9,098	7,834	7,881	7,350
Estate taxes	4,192	5,186	2,282	3,761	3,775	3,287	1,581
Intergovernmental	3,484	4,182	3,594	3,616	2,866	5,780	5,644
Unrestricted investment earnings	887	2,562	2,693	2,134	1,078	855	1,097
Miscellaneous	332	1,289	1,556	1,414	1,319	1,578	1,599
Transfers	(1,048)	(895)	-	(160)	(250)	(4,150)	(2,273)
Total governmental activities	<u>29,129</u>	<u>34,798</u>	<u>33,566</u>	<u>32,807</u>	<u>30,914</u>	<u>26,340</u>	<u>27,578</u>
Business-type activities:							
Investment earnings	35	185	276	228	109	75	91
Miscellaneous	-	239	-	-	(172)	-	4
Transfers	1,048	895	-	160	251	4,150	2,273
<i>Total Business-Type Activities</i>	<u>1,083</u>	<u>1,319</u>	<u>276</u>	<u>388</u>	<u>188</u>	<u>4,225</u>	<u>2,368</u>
<i>Total Primary Government</i>	<u>30,212</u>	<u>36,117</u>	<u>33,842</u>	<u>33,195</u>	<u>31,102</u>	<u>30,565</u>	<u>29,946</u>
<b>Change in Net Assets</b>							
Governmental activities	421	4,681	6,036	4,898	3,606	(2,930)	1,217
Business-type activities	301	668	112	1,336	1,817	4,326	1,621
<i>Total Primary Government Change in Net Assets</i>	<u>\$ 722</u>	<u>\$ 5,349</u>	<u>\$ 6,148</u>	<u>\$ 6,234</u>	<u>\$ 5,423</u>	<u>\$ 1,396</u>	<u>\$ 2,838</u>

**City of Upper Arlington, Ohio**  
**Fund Balances of Governmental Funds**  
**Last Ten Years**  
(modified accrual basis of accounting)  
(amounts expressed in thousands)

	Year			
	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
General fund				
Reserved	\$ 1,248	\$ 1,302	\$ 878	\$ 1,038
Unreserved	25,506	28,671	27,554	26,462
<i>Total General Fund</i>	<u>\$ 26,754</u>	<u>\$ 29,973</u>	<u>\$ 28,432</u>	<u>\$ 27,500</u>
All other governmental funds				
Reserved	\$ 4,239	\$ 7,251	\$ 2,087	\$ 1,103
Unreserved, reported in:				
Special revenue funds	2,536	2,628	2,723	2,324
Capital projects funds	14,476	9,279	10,879	11,752
Debt service funds	294	229	685	916
<i>Total All Other Governmental Funds</i>	<u>\$ 21,545</u>	<u>\$ 19,387</u>	<u>\$ 16,374</u>	<u>\$ 16,095</u>

## Sources:

1. City of Upper Arlington Finance Department

## Note:

- (1) For comparative purposes, data for year 2006 has been restated for the reclassification of the Community Improvement Corporation discretely presented component unit from the Governmental Fund Balances.



Table 3

<b>Year</b>					
<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
\$ 820	\$ 1,929	\$ 3,000	\$ 6,906	\$ 6,086	\$ 5,144
<u>21,739</u>	<u>22,180</u>	<u>24,326</u>	<u>24,117</u>	<u>17,636</u>	<u>14,726</u>
<u>\$ 22,559</u>	<u>\$ 24,109</u>	<u>\$ 27,326</u>	<u>\$ 31,023</u>	<u>\$ 23,722</u>	<u>\$ 19,870</u>
\$ 1,373	\$ 4,384	\$ 2,621	\$ 1,732	\$ 2,767	\$ 1,124
1,646	1,244	1,258	1,218	1,234	886
13,866	12,272	14,134	10,209	15,445	7,577
<u>986</u>	<u>926</u>	<u>1,043</u>	<u>1,246</u>	<u>749</u>	<u>747</u>
<u>\$ 17,871</u>	<u>\$ 18,826</u>	<u>\$ 19,056</u>	<u>\$ 14,405</u>	<u>\$ 20,195</u>	<u>\$ 10,334</u>

**City of Upper Arlington, Ohio**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Years**  
**(modified accrual basis of accounting)**  
**(amounts expressed in thousands)**

	<u>Year</u>			
	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Revenues</b>				
Taxes	\$ 27,322	\$ 27,576	\$ 27,261	\$ 26,228
Intergovernmental	4,208	4,372	4,295	4,783
Licenses and permits	819	862	917	733
Charges for services	1,913	1,911	1,812	1,585
Fines and forfeits	388	362	362	394
Investment earnings	887	1,997	2,218	2,134
Miscellaneous	896	1,569	2,051	2,045
<i>Total Revenues</i>	<u>36,433</u>	<u>38,649</u>	<u>38,916</u>	<u>37,902</u>
<b>Expenditures</b>				
Public Safety	16,252	15,188	14,677	13,531
General Government	7,939	8,510	6,909	6,538
Public Services	2,892	2,998	3,875	3,453
Parks and Recreation	3,149	3,147	3,025	2,897
Community Development	975	968	936	850
Health Services	-	-	-	-
Capital outlay	13,601	7,114	6,686	4,667
Debt services				
Principal	1,487	4,964	1,195	1,848
Interest	1,177	1,227	972	991
Other charges	235	120		
<i>Total Expenditures</i>	<u>47,707</u>	<u>44,236</u>	<u>38,275</u>	<u>34,775</u>
<i>Excess of Revenues Over(Under) Expenditures</i>	(11,274)	(5,587)	641	3,127
<b>Other Financing Sources (Uses)</b>				
Transfers in	5,787	3,348	5,826	2,661
Transfers out	(5,983)	(3,396)	(5,826)	(2,822)
Bonds/Notes issued	10,090	9,972	3,972	3,972
Refunding bonds and escrow transfer	6,715			
Premium on bonds/notes issued	488	123	40	25
Payment of refunding notes	-	-	(3,972)	(3,972)
Repayment of refunding bonds	(7,058)			
Installment loan issued	-	-		
Sale of capital assets	174	94	530	174
<i>Total Other Financing Sources (Uses)</i>	<u>10,213</u>	<u>10,141</u>	<u>570</u>	<u>38</u>
<i>Net Change in Fund Balances</i>	<u>\$ (1,061)</u>	<u>\$ 4,554</u>	<u>\$ 1,211</u>	<u>\$ 3,165</u>
 Debt Service as a Percentage of Noncapital Expenditures	 8.64%	 16.99%	 6.86%	 9.43%

Sources:

1. City of Upper Arlington Finance Department

Note:

(1) For comparative purposes, the revenue and expenditure data for year 2006 has been restated for the reclassification of the Community Improvement Corporation discretely presented component unit from the Governmental Funds.

Table 4

<u>Year</u>						
<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	
\$ 27,056	\$ 23,881	\$ 24,580	\$ 27,772	\$ 27,048	\$ 24,203	
3,510	4,427	3,896	3,372	2,687	2,623	
866	703	624	623	307	333	
1,561	1,139	966	1,435	905	843	
439	414	355	342	367	379	
1,365	855	1,096	1,870	2,172	2,202	
1,005	1,121	1,355	1,306	1,261	1,309	
<u>35,802</u>	<u>32,540</u>	<u>32,872</u>	<u>36,720</u>	<u>34,747</u>	<u>31,892</u>	
13,079	12,723	11,821	11,472	10,698	9,916	
6,239	6,045	6,600	7,311	6,437	6,620	
3,490	3,648	2,601	2,044	2,383	2,019	
2,858	2,791	2,618	2,967	2,316	1,981	
863	855	719	622	602	492	
161	167	157	154	161	138	
8,585	10,759	10,499	9,020	3,505	5,198	
1,821	1,757	1,311	1,331	1,506	1,236	
1,103	967	955	714	608	529	
	15	102				
<u>38,199</u>	<u>39,727</u>	<u>37,383</u>	<u>35,635</u>	<u>28,216</u>	<u>28,129</u>	
(2,397)	(7,187)	(4,511)	1,085	6,531	3,763	
8,026	3,399	5,337	2,341	6,859	9,095	
(8,277)	(7,539)	(5,885)	(2,421)	(6,939)	(9,577)	
3,972	3,972	10,000		6,778		
33	35	105				
(3,972)						
	500			482		
110	64	112				
<u>(108)</u>	<u>431</u>	<u>9,669</u>	<u>(80)</u>	<u>7,180</u>	<u>(482)</u>	
<u>\$ (2,505)</u>	<u>\$ (6,756)</u>	<u>\$ 5,158</u>	<u>\$ 1,005</u>	<u>\$ 13,711</u>	<u>\$ 3,281</u>	
9.87%	9.40%	8.43%	7.68%	8.55%	7.70%	

**City of Upper Arlington, Ohio**  
**Governmental Activities Tax Revenues by Source**  
**Last Seven Years**  
 (accrual basis of accounting)  
 (amounts expressed in thousands)

<u>Year</u>	<u>Income Tax</u>	<u>Property Tax</u>	<u>Estate Tax</u>	<u>Motor Fuel Tax (2)</u>	<u>Total</u>
2009	\$ 12,173	\$ 9,109	\$ 4,192	\$ 1,018	\$ 26,492
2008	\$ 13,627	\$ 8,847	\$ 3,743	\$ 1,139	\$ 27,356
2007	\$ 14,616	\$ 8,826	\$ 2,282	\$ 1,131	\$ 26,855
2006	\$ 12,944	\$ 9,098	\$ 3,761	\$ 1,132	\$ 26,935
2005	\$ 14,292	\$ 7,834	\$ 3,775	\$ 1,095	\$ 26,996
2004	\$ 11,109	\$ 7,881	\$ 3,287	\$ 960	\$ 23,237
2003	\$ 12,580	\$ 7,350	\$ 1,581	\$ 964	\$ 22,475

Note:

- (1) GASB Statement No. 44, Economic Condition Reporting: The Statistical Section recommended that this information be presented starting with the year in which a government implemented GASB Statement No. 34.
- (2) Years 2003 through 2006 include reclasses for consistency in presentation.

Sources:

1. City of Upper Arlington Finance Department

**City of Upper Arlington, Ohio  
Principal Property Taxpayers  
Current and Nine Years Ago**

	2009		2000	
	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
<b>Public Utilities</b>				
Columbus Southern Power Co.	\$10,172,660	0.64%	\$12,430,970	1.13%
Columbia Gas of Ohio Inc.	1,371,400	0.09%	3,717,720	0.34%
Ohio Bell Telephone			7,691,810	0.70%
<b>Real Estate</b>				
Time Warner Inc	8,050,040	0.51%		
Echo/Continental	7,746,100	0.49%		
Lane Avenue 450 LLC	7,509,380	0.47%		
Kingsdale Condominiums	3,977,210	0.25%		
New Plan Financing I Inc.	3,903,760	0.25%		
Scioto Country Club Inc.	3,872,680	0.24%	3,220,530	0.29%
Kimco Development Corporation	3,850,640	0.24%	2,646,140	0.24%
Kenbrook Village Company	2,541,000	0.16%		
Lane Avenue Office	2,156,000	0.14%		
First Community Village	2,143,960	0.14%	6,597,510	0.60%
RRC Acquisitions Inc.			6,068,240	0.55%
New Plan Financing I Inc.			3,246,600	0.29%
Compuserve Inc.			5,085,320	0.46%
UAP-Columbus JV-326132			5,237,050	0.47%
<b>Tangible Personal Property (1)</b>				
Ohio Bell Telephone Company	1,037,810	0.07%		
New Par	138,670	0.01%		
Sprintcom, Inc.	54,190	0.00%		
Time Warner Telecom of Ohio Inc.	27,210	0.00%		
TWC Digital Telephone, LLC	21,330	0.00%		
T Mobile Central LLC	14,700	0.00%		
Sprint Nextel Corporation	14,360	0.00%		
Cincinnati SMSA Ltd Partnership	13,830	0.00%		
Dieca Communications, Inc.	7,570	0.00%		
Choice One Communications of Ohio Inc.	5,510	0.00%		
XO Communications Services, Inc.	3,410	0.00%		
Time Warner Entertainment Company LP			2,179,050	0.20%
Compuserv Interactive Services, Inc.			2,520,870	0.23%
Ameritech New Media, Inc.			1,454,110	0.13%
Comdisco, Inc.			761,670	0.07%
Worldcom Advanced Networks, Inc.			9,380,640	0.85%
Lazarus, Inc.			1,582,840	0.14%
Fifth Third Bank of Columbus			1,080,850	0.10%
Stein Mart			725,400	0.07%
Circuit City Stores, Inc.			661,410	0.06%
Barnes & Noble Booksellers, Inc.			592,540	0.05%
ALL OTHERS	<u>1,522,624,270</u>	<u>96.30%</u>	<u>1,026,551,237</u>	<u>93.03%</u>
TOTAL ASSESSED VALUATION	<u>\$1,581,257,690</u>	<u>100.00%</u>	<u>\$1,103,432,507</u>	<u>100.00%</u>

Source: Franklin County, Ohio; County Auditor

**City of Upper Arlington, Ohio  
Property Tax Rates  
Direct and Overlapping Governments  
Last Ten Years**

<u>Fiscal Year</u>	<u>City of Upper Arlington</u>					<u>Overlapping Rates Franklin County</u>			
	<u>Operating Millage</u>	<u>Debt Service Millage</u>	<u>Police &amp; Fire Pension Millage</u>	<u>Capital Equipment Millage</u>	<u>Total City Millage</u>	<u>Operating Millage</u>	<u>Specialty Service Millage(1)</u>	<u>Metro Parks Millage</u>	<u>Total County Millage</u>
2009	3.90	0.54	1.54	0.50	6.48	1.47	15.85	0.75	18.07
2008	3.90	0.52	1.54	0.50	6.46	1.47	15.90	0.65	18.02
2007	3.90	0.44	1.54	0.50	6.38	1.47	16.37	0.65	18.49
2006	3.90	0.44	1.80	0.50	6.64	1.47	16.32	0.65	18.44
2005	3.90	0.54	1.80	0.50	6.74	1.47	16.32	0.65	18.44
2004	3.90	0.65	1.80	0.50	6.85	1.47	15.52	1.45	18.44
2003	3.90	0.66	1.80	0.50	6.86	1.47	15.52	0.55	17.54
2002	3.90	0.66	1.80	0.50	6.86	1.47	15.52	0.55	17.54
2001	3.90	0.76	1.60	0.50	6.76	1.47	15.52	0.55	17.54
2000	3.90	0.39	1.60	0.50	6.39	1.47	15.52	0.55	17.54

## Notes:

(1) Specialty service includes: Children Services, ADAMH Board, MR & DD, Zoological Park, Office on Aging

Source: Franklin County, Ohio; County Auditor

<b>Overlapping Rates</b>					
<b>Upper Arlington Schools</b>			<b>Library</b>		<b>Total Direct &amp; Overlapping Rates</b>
<b>Operating Millage</b>	<b>Debt Service Millage</b>	<b>Total School Millage</b>	<b>Operating Millage</b>	<b>Total Library Millage</b>	
100.11	1.97	102.08	2.00	2.00	128.63
94.46	1.97	96.43	2.00	2.00	122.91
93.91	1.97	95.88	2.00	2.00	122.75
93.91	1.97	95.88	2.00	2.00	122.96
93.91	1.97	95.88	2.00	2.00	123.06
93.91	2.33	96.24	2.00	2.00	123.53
86.11	3.00	89.11	2.00	2.00	115.51
86.11	3.04	89.15	2.00	2.00	115.55
86.11	3.41	89.52	1.00	1.00	114.82
79.91	3.41	83.32	1.00	1.00	108.25

**City of Upper Arlington, Ohio**  
**Assessed Value and Estimated Actual Value of Taxable Property**  
**Last Ten Years**

<u>Year Ended December 31</u>	<u>Real Property</u>			<u>Personal Property</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>	<u>Estimated Actual Taxable Value</u>	<u>Assessed Value as a Percentage of Actual Value</u>
	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Public Utility Property</u>	<u>General</u>				
2009	\$ 1,429,916,090	\$ 139,163,160	\$ 11,480,320	\$ 698,120	\$ 1,581,257,690	6.48	\$ 4,518,676,966	34.99%
2008	1,419,959,820	140,637,860	10,791,660	1,396,240	1,572,785,580	6.46	4,495,268,789	34.99%
2007	1,403,290,100	128,782,010	10,411,260	5,925,871	1,548,409,241	6.38	4,430,798,827	34.95%
2006	1,394,180,700	129,708,510	15,114,070	9,567,004	1,548,570,284	6.64	4,435,420,245	34.91%
2005	1,385,515,540	131,105,350	16,565,250	12,449,944	1,545,636,084	6.74	4,430,331,605	34.89%
2004	1,142,159,690	119,509,430	17,262,240	17,585,944	1,296,517,304	6.85	3,724,433,376	34.81%
2003	1,134,538,040	115,313,410	17,191,600	17,677,037	1,284,720,087	6.86	3,690,831,148	34.81%
2002	1,126,012,710	114,682,550	17,101,280	21,904,698	1,279,701,238	6.86	3,681,323,192	34.76%
2001	954,491,780	104,513,470	18,983,560	29,031,195	1,107,020,005	6.76	3,196,092,809	34.64%
2000	945,863,830	102,426,630	23,253,360	31,888,687	1,103,432,507	6.39	3,189,108,519	34.60%

Source: Franklin County, Ohio; County Auditor



**City of Upper Arlington, Ohio  
Principal Employers  
Ranked by Number of Full-time Employees  
Last Six Years**

Employer	2009		2008		2007		2006		2005		2004	
	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment
UA Board of Education	880	4.9%	880	4.9%	890	5.0%	883	5.2%	741	4.4%	758	4.3%
AOL Midwest	-	0.0%	-	0.0%	107	0.6%	230	1.4%	350	2.1%	442	2.5%
First Community Village	370	2.1%	410	2.3%	384	2.2%	350	2.1%	340	2.0%	350	2.0%
City of Upper Arlington	243	1.4%	245	1.4%	263	1.5%	260	1.5%	265	1.6%	265	1.5%
Kroger	143	0.8%	-	0.0%	113	0.6%	140	0.8%	140	0.8%	-	-
Giant Eagle	197	1.1%	200	1.1%	160	0.9%	150	0.9%	182	1.1%	-	-
Scioto Country Club	-	0.0%	-	0.0%	157	0.9%	197	1.2%	182	1.1%	-	-
Wellington School	170	1.0%	170	1.0%	170	1.0%	170	1.0%	167	1.0%	-	-
National Church Residences	173	1.0%	210	1.2%	173	1.0%	165	1.0%	161	0.9%	-	-
Willis HRH	132	0.7%	125	0.7%	130	0.7%	150	0.9%	150	0.9%	165	0.9%
Ohio State University	285	1.6%	300	1.7%	309							
CBC Companies	175	1.0%	170	1.0%	157							
Ohio Orthopaedic Center	170	1.0%	170	1.0%	unknown							
<b>Total</b>	<b>2,938</b>	<b>16.60%</b>	<b>2,880</b>	<b>16.30%</b>	<b>3,013</b>	<b>14.40%</b>	<b>2,695</b>	<b>16.0%</b>	<b>2,678</b>	<b>15.9%</b>	<b>1,980</b>	<b>11.2%</b>
Total City Employees	18,773 (1)		18,773		17,851		16,064		16,976		17,487	

Sources: City of Upper Arlington Finance Department  
Regional Income Tax Authority

Notes:

(1) Total City Employees data for 2008 was used as data from 2009 was not yet available.

(2) Data prior to 2004 was not available or kept.

**City of Upper Arlington, Ohio  
Income Tax Statistics  
Last Eight Years**

Income Averages for Upper Arlington Tax Years 2001-2008

<u>Tax Year</u>	<u>Income Range Tax Year</u>	<u>Individual Resident Filers</u>	<u>Percent of Filers</u>	<u>Local Taxable Income</u>	<u>Percent of Taxable Income</u>
2008	0-19,999	3,705	30.62%	\$28,214,260	2.5%
2008	20,000-49,999	1,618	13.37%	54,127,125	4.8%
2008	50,000-74,999	1,325	10.95%	75,408,280	6.8%
2008	75,000-99,999	1,242	10.26%	99,450,111	8.9%
2008	Over 100,000	4,211	34.80%	858,955,349	77.0%
	Total	12,101		\$1,116,155,125	
2007	0-19,999	3,664	30.11%	\$26,359,565	2.4%
2007	20,000-49,999	1,637	13.45%	54,251,610	4.9%
2007	50,000-74,999	1,407	11.56%	79,693,160	7.2%
2007	75,000-99,999	1,245	10.23%	100,589,849	9.1%
2007	Over 100,000	4,216	34.65%	849,276,468	76.5%
	Total	12,169		\$1,110,170,652	
2006	0-19,999	3,695	30.29%	\$26,984,865	2.5%
2006	20,000-49,999	1,672	13.71%	55,616,909	5.2%
2006	50,000-74,999	1,451	11.89%	82,344,261	7.7%
2006	75,000-99,999	1,267	10.39%	100,839,642	9.4%
2006	Over 100,000	4,114	33.72%	803,216,492	75.1%
	Total	12,199		\$1,069,002,169	
2005	0-19,999	3,803	30.73%	\$26,682,883	2.6%
2005	20,000-49,999	1,800	14.55%	61,121,765	6.0%
2005	50,000-74,999	1,503	12.15%	84,143,579	8.2%
2005	75,000-99,999	1,295	10.47%	103,131,636	10.1%
2005	Over 100,000	3,973	32.11%	746,916,424	73.1%
	Total	12,374		\$1,021,996,287	
2004	0-19,999	3,006	26.37%	\$20,217,366	2.0%
2004	20,000-49,999	2,220	19.47%	77,488,367	7.5%
2004	50,000-74,999	1,580	13.86%	98,128,545	9.5%
2004	75,000-99,999	1,242	10.89%	107,756,835	10.4%
2004	Over 100,000	3,352	29.40%	732,638,515	70.7%
	Total	11,400		\$1,036,229,628	
2003	0-19,999	3,048	26.19%	\$20,832,873	2.1%
2003	20,000-49,999	2,308	19.83%	80,697,366	8.0%
2003	50,000-74,999	1,681	14.45%	104,452,389	10.3%
2003	75,000-99,999	1,301	11.18%	113,105,862	11.2%
2003	Over 100,000	3,298	28.34%	691,332,818	68.4%
	Total	11,636		\$1,010,421,308	
2002	0-19,999	2,982	26.31%	\$20,697,810	2.0%
2002	20,000-49,999	2,258	19.92%	80,098,043	7.7%
2002	50,000-74,999	1,664	14.68%	102,703,820	9.9%
2002	75,000-99,999	1,257	11.09%	108,995,420	10.5%
2002	Over 100,000	3,173	28.00%	729,808,957	70.0%
	Total	11,334		\$1,042,304,050	
2001	0-19,999	2,848	25.38%	\$19,625,574	2.0%
2001	20,000-49,999	2,356	20.99%	83,669,809	8.6%
2001	50,000-74,999	1,675	14.93%	103,433,894	10.6%
2001	75,000-99,999	1,250	11.14%	108,490,644	11.1%
2001	Over 100,000	3,093	27.56%	659,380,501	67.7%
	Total	11,222		\$974,600,422	

**City of Upper Arlington, Ohio  
Income Tax Statistics  
Last Eight Years**

Local Taxes Paid by Upper Arlington Residents for Tax Years 2001-2008

Tax Year	Taxes Paid by Upper Arlington Residents	%	Taxes credited to other municipalities	%	Total Local Income tax Paid by Residents
2008	\$3,600,753	15.4%	\$19,827,002	84.6%	\$23,427,755
2007	\$3,368,303	14.8%	\$19,335,641	85.2%	\$22,703,944
2006	\$3,093,888	14.2%	\$18,743,528	85.8%	\$21,837,416
2005	\$2,640,738	12.9%	\$17,799,188	87.1%	\$20,439,926
2004	\$2,893,662	14.0%	\$17,830,931	86.0%	\$20,724,593
2003	\$2,468,736	12.2%	\$17,742,940	87.8%	\$20,211,676
2002	\$2,060,205	9.9%	\$18,803,243	90.1%	\$20,863,448
2001	\$2,539,492	13.0%	\$16,954,769	87.0%	\$19,494,261

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**Source: Regional Income Tax Agency, Brecksville, Ohio**

**Notes:**

- (1) Income reported represents income taxable at the local level. Local taxable income excludes some revenue sources taxable at the federal level, such as pensions, investment earnings, and capital gains.
- (2) While the City imposes a 2% income tax on its residents, a credit of up to 2% is allowed for income earned outside the City. Thus, the City's actual income tax collections are substantially less than 2% of local taxable income. In addition local taxable income includes income tax received from non-resident individuals who work within the jurisdiction, and are not required to file an annual return.
- (3) Differences in amounts reported as local tax collected by Upper Arlington residents and "Taxes from Individuals" amounts reported in Table 11 result from timing differences in collection and distribution of tax by the Regional Income Tax Agency (RITA), along with payments by non-resident individuals who remit payments for taxes from work performed inside the City.
- (4) Information for 2009 and years prior to 2001 was not available.

**City of Upper Arlington, Ohio**  
**Income Tax Revenue Base and Collections (Cash Basis)**  
**Last Ten Years**  
(amounts expressed in thousands)

<b>Tax Year</b>	<b>Tax Rate</b>	<b>Total Tax Collected</b>	<b>Taxes From Withholding</b>	<b>Percentage of Taxes From Withholding</b>	<b>Taxes From Net Profits</b>	<b>Percentage of Taxes From Net Profits</b>	<b>Taxes From Individuals</b>	<b>Percentage of Taxes From Individuals</b>
2009	2.0%	\$ 12,856	\$ 8,470	66%	\$ 1,368	11%	\$ 3,018	23%
2008	2.0%	13,459	8,861	66%	1,199	9%	3,399	25%
2007	2.0%	13,725	8,976	65%	1,590	12%	3,159	23%
2006	2.0%	12,948	8,537	66%	1,300	10%	3,111	24%
2005	2.0%	14,092	8,447	60%	2,070	15%	3,575	25%
2004	2.0%	12,103	7,789	64%	1,358	11%	2,956	24%
2003	2.0%	12,276	7,534	61%	1,447	12%	3,295	27%
2002	2.0%	12,835	8,407	66%	702	22%	3,726	29%
2001	2.0%	13,393	9,749	73%	734	5%	2,910	22%
2000	2.0%	11,974	8,468	71%	999	8%	2,507	21%

## Sources:

1. City of Upper Arlington Finance Department

**City of Upper Arlington, Ohio  
Special Assessment Billings and Collections  
Last Ten Years**

Year	Assessment Billings	Assessment Collections
2009	\$ 191,228	\$ 183,462
2008	164,544	158,503
2007	176,749	170,283
2006	170,875	165,602
2005	176,490	168,968
2004	193,890	180,040
2003	402,517	390,545
2002	247,721	241,828
2001	288,991	242,909
2000	357,762	307,461

Source: Franklin County, Ohio; County Auditor

**City of Upper Arlington, Ohio**  
**Property Tax Levies and Collections**  
**Last Ten Years**  
(amounts expressed in thousands)

<u>Year Ended December 31</u>	<u>Total Tax Levy for Year</u>	<u>Collected within the Year of the Levy</u>		<u>Total Collections to Date</u>			<u>Outstanding Delinquent Taxes</u>
		<u>Amount</u>	<u>Percentage of Levy</u>	<u>Delinquent Amount</u>	<u>Total Collected</u>	<u>Percentage of Levy</u>	
2009	\$ 10,227	\$ 10,328	101.0%	\$ 182	\$ 10,510	102.8%	\$ 285
2008	9,956	9,924	99.7%	156	10,080	101.2%	276
2007	9,825	9,783	99.6%	216	9,999	101.8%	271
2006	9,922	9,748	98.2%	154	9,902	99.8%	327
2005	8,676	8,538	98.4%	132	8,670	99.9%	231
2004	8,612	8,462	98.2%	192	8,654	100.5%	238
2003	8,560	8,404	98.2%	177	8,581	100.2%	291
2002	7,333	7,181	97.9%	197	7,378	100.6%	730
2001	6,931	6,763	97.6%	164	6,927	99.9%	882
2000	6,923	6,824	98.6%	129	6,953	100.4%	319

Sources:

1. Franklin County, Ohio Auditor's Office



CITY OF | **UPPER ARLINGTON**

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**City of Upper Arlington, Ohio**  
**Enterprise Funds Summary Data**  
**Last Ten Years**  
**(accrual basis of accounting)**

	Fiscal Year									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Water Surcharge Fund</b>										
Assets	\$7,230,608	\$6,502,281	\$6,360,422	\$6,434,128	\$5,904,731	\$5,236,168	\$5,468,767	\$5,678,422	\$5,564,038	\$5,600,115
Net Assets	6,599,581	5,775,525	5,542,374	5,529,978	4,789,701	3,919,893	3,953,820	3,979,289	3,653,058	3,498,150
Operating Revenue	378,310	338,368	331,769	287,526	367,837	323,738	315,387	361,719	322,848	451,220
Operating (Expense)	(379,486)	(538,746)	(292,343)	(297,320)	(281,602)	(592,922)	(283,715)	(233,576)	(245,057)	(212,019)
Non-operating										
Investment income	-	-	-	-	-	-	-	-	-	-
Interest expense	(21,882)	(24,936)	(27,893)	(35,732)	(43,170)	(50,303)	(57,141)	(39,750)	(89,717)	(118,007)
Other, net	-	-	-	-	-	-	-	-	-	-
Capital contributions	847,114	458,465	863	785,803	814,577	153,060	-	-	-	-
Transfers in	-	-	-	-	12,166	132,500	-	-	-	-
Changes in net asset/net income	824,056	233,151	12,396	740,277	869,808	(33,927)	(25,469)	180,340	78,576	204,713
Rate per 1000 cubic feet (MCF)	n/a	n/a	n/a	\$2.25	\$2.25	\$2.25	\$2.25	\$2.25	\$2.25	\$2.25
Surcharge rate on commodity	10%	10%	10%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
<b>Sewer Surcharge Fund</b>										
Assets	\$4,855,726	\$4,855,594	\$5,001,647	\$5,178,972	\$4,975,935	\$4,778,126	\$4,910,419	\$5,119,250	\$5,297,170	\$5,497,588
Net Assets	3,864,859	3,847,306	3,804,221	3,806,317	3,352,075	2,927,519	2,788,748	2,821,551	2,742,874	2,737,263
Operating Revenues	770,913	733,944	707,767	550,432	679,508	628,936	605,311	679,076	632,288	844,449
Operating (Expense)	(767,628)	(695,158)	(667,109)	(602,141)	(615,965)	(595,873)	(634,287)	(610,517)	(599,254)	(496,296)
Non-operating										
Investment income	-	-	-	-	-	-	-	-	-	-
Interest expense	(32,729)	(39,545)	(46,953)	(56,772)	(81,605)	(75,066)	(83,827)	(66,502)	(107,423)	(153,302)
Other, net	(283)	-	-	(717)	-	-	-	-	-	-
Capital contributions	5,280	43,844	4,199	563,440	327,211	68,882	-	-	-	-
Transfers in	42,000	-	-	-	115,407	111,892	80,000	80,000	80,000	-
Changes in net asset/net income	17,553	43,085	(2,096)	454,242	424,556	138,771	(32,803)	177,685	103,784	294,285
Rate per 1000 cubic feet (MCF)	n/a	n/a	n/a	\$4.90	\$4.90	\$4.90	\$4.90	\$4.90	\$4.65	\$4.65
Surcharge rate on commodity	18%	18%	18%	n/a	n/a	n/a	n/a	n/a	n/a	n/a
<b>Stormwater Fund</b>										
Assets	\$7,364,506	\$7,703,051	\$7,285,557	\$7,329,195	\$7,298,612	\$6,938,644	\$7,054,938	\$6,974,867	\$7,013,378	\$6,942,548
Net Assets	5,944,148	6,234,838	5,690,203	5,584,460	5,447,922	4,924,013	4,922,292	4,721,638	4,670,894	4,478,320
Operating Revenue	536,686	541,393	552,515	521,393	531,407	554,837	570,524	481,247	532,081	531,840
Operating (Expense)	(784,215)	(611,126)	(640,036)	(609,646)	(546,910)	(549,591)	(587,402)	(494,722)	(469,460)	(452,112)
Non-operating										
Investment income	35,810	158,057	269,598	224,481	106,217	72,928	91,524	135,425	108,322	128,905
Interest expense	(73,572)	(71,174)	(76,334)	(82,367)	(88,005)	(93,333)	(98,357)	(103,212)	(112,624)	(117,442)
Other, net	(5,399)	-	-	(205)	-	-	-	14,706	34,700	38,892
Capital contributions	-	527,485	-	84,882	521,200	16,880	224,365	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	346,913
Changes in net asset/net income	(290,690)	544,635	105,743	136,538	523,909	1,721	200,654	174,215	224,758	605,853
Annual residential rate	\$33.00	\$33.00	\$33.00	\$33.00	\$33.00	\$33.00	\$33.00	\$33.00	\$33.00	\$33.00



**City of Upper Arlington  
Enterprise Funds Summary Data, cont.**

	Fiscal Year									
	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Swimming Pools Fund</b>										
Assets	\$5,733,292	\$5,862,787	\$5,892,406	\$5,870,072	\$5,834,355	\$6,689,387	\$1,701,313	n/a	n/a	n/a
Net Assets	5,730,972	5,858,410	5,891,084	5,858,925	5,818,409	5,870,319	1,687,186	n/a	n/a	n/a
Operating Income	607,844	639,817	658,141	632,090	602,636	444,735	375,077	n/a	n/a	n/a
Operating (Expense)	(735,539)	(636,328)	(625,982)	(602,674)	(634,911)	(539,115)	(555,090)	n/a	n/a	n/a
Non-operating	-	-	-	-	634,911	-	-	n/a	n/a	n/a
Investment income	-	-	-	-	-	-	-	n/a	n/a	n/a
Interest expense	-	-	-	-	-	-	-	n/a	n/a	n/a
Other, net	257	-	-	-	(172,202)	-	-	n/a	n/a	n/a
Transfers in	-	-	-	11,100	1,560	3,906,000	366,696	n/a	n/a	n/a
Capital contributions	-	13,837	-	151,007	-	371,513	1,500,503	-	-	-
Changes in net asset/net income	(127,438)	(32,674)	32,159	40,516	(51,910)	4,183,133	1,687,186	n/a	n/a	n/a
Cost of a resident family membership	\$200.00	\$200.00	\$200.00	\$180.00	\$180.00	\$180.00	\$150.00	n/a	n/a	n/a
<b>Solid Waste Fund</b>										
Assets	\$122,153	\$235,106	\$438,585	\$602,488	\$507,750	\$632,074	\$822,501	\$827,703	\$633,994	\$711,178
Net Assets	(43,807)	91,235	206,575	323,739	357,469	307,684	271,550	479,359	283,890	256,465
Operating Income	1,663,863	2,051,840	1,871,859	1,794,062	1,780,473	1,823,425	1,374,436	1,728,627	1,608,683	1,577,837
Operating (Expense)	(1,946,147)	(2,362,771)	(2,201,569)	(1,981,547)	(1,854,940)	(1,789,696)	(1,687,663)	(1,555,217)	(1,611,401)	(1,451,708)
Non-operating	-	-	5,000	-	-	-	-	-	-	-
Investment income	(76)	26,992	6,095	5,933	2,611	2,405	4,168	10,420	7,899	19,017
Interest expense	-	-	-	-	-	-	-	-	-	-
Other, net	(6,182)	303,283	-	(1,478)	-	-	-	(1,603)	(1,531)	(3,329)
Transfers in	153,500	48,032	1,451	149,300	121,641	-	101,250	-	-	135,410
Transfers out	-	(182,716)	-	-	-	-	-	-	-	-
Changes in net asset/net income	(135,042)	(115,340)	(117,164)	(33,730)	49,785	36,134	(207,809)	202,928	28,671	292,813
Cost of a single trash sticker	\$2.40	\$2.40	\$3.10	\$2.50	\$2.50	\$2.50	\$2.25	\$2.25	\$2.25	\$2.10

**City of Upper Arlington, Ohio**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Years**  
(amounts expressed in thousands, except per capita amount)

<u>Fiscal Year</u>	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	<u>Percentage of Personal Income (1)</u>	<u>Per Capita (1)</u>
	<u>General Obligation Bonds &amp; Notes</u>	<u>Installment Loans</u>	<u>General Obligation Bonds</u>	<u>Ohio Public Works Commission Loans</u>			
2009	\$35,885	\$0	\$1,300	\$1,448	\$38,633	2.14%	\$1,114
2008	27,087	107	1,405	1,686	30,285	1.75%	890
2007	21,977	207	1,575	1,916	25,675	1.81%	762
2006	23,072	307	1,750	2,139	27,268	2.06%	864
2005	24,731	405	2,130	2,354	29,620	2.23%	939
2004	26,357	600	2,491	2,562	32,010	2.64%	1,005
2003	24,046	196	2,839	2,764	29,845	2.70%	923
2002	15,265	289	3,176	2,958	21,688	1.98%	661
2001	16,405	378	3,504	3,147	23,434	2.20%	704
2000	10,917	-	3,853	3,329	18,099	1.71%	538

## Notes:

(1) See the Schedule of Demographic and Economic Statistics on page 154 for personal income and population data.

## Sources:

1. City of Upper Arlington Finance Department

**City of Upper Arlington, Ohio**  
**Ratios of General Bonded Debt Outstanding**  
**Last Ten Years**  
(amounts expressed in thousands, except per capita amount)

<u>Year</u>	<u>General Obligation Bonds and notes</u>	<u>Less Amounts Available in G.O. Bond Retirement Fund</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value of Property</u>	<u>Per Capita</u>
2009	\$35,885	\$294	\$35,591	2.25%	\$1,026
2008	27,087	228	26,859	1.71%	789
2007	21,977	685	21,292	1.38%	632
2006	23,072	916	22,156	1.43%	702
2005	24,731	986	23,745	1.54%	753
2004	26,357	926	25,431	1.98%	798
2003	24,046	1,043	23,003	1.79%	712
2002	18,441	1,246	17,195	1.34%	524
2001	19,909	749	19,160	1.73%	575
2000	14,770	748	14,022	1.27%	417

**City of Upper Arlington, Ohio**  
**Direct and Overlapping Governmental Activities Debt**  
**As of December 31, 2009**

<u>Governmental Unit</u>	<u>Assessed Valuation</u>	<u>Gross General Obligation</u>	<u>Estimated Percentage Applicable to Upper Arlington</u>	<u>Estimated Share of Overlapping Debt</u>
Direct				
City of Upper Arlington	\$ 1,581,257,690	\$ 13,884,994	100.00%	\$ 13,884,994
Overlapping				
Franklin County	28,057,690,940	210,120,000	5.63%	11,836,583
Columbus City School District	9,966,954,700	507,535,804	0.02%	107,667
Dublin City School District	2,974,562,890	184,953,363	0.17%	315,191
Upper Arlington City School District	1,595,401,460	28,609,354	98.62%	28,214,386
Central Ohio JVS	4,821,128,860	5,450,000	0.11%	5,730
Subtotal, overlapping debt		936,668,521		40,479,557
Total direct and overlapping debt		<u>\$ 950,553,515</u>		<u>\$ 54,364,551</u>

Source: Auditor, Franklin County; Settlement Division



CITY OF | **UPPER ARLINGTON**

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**City of Upper Arlington, Ohio**  
**Legal Debt Margin Information**  
 (accrual basis of accounting)  
 (amounts expressed in thousands)

	Year			
	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Overall debt limit	\$ 115,860	\$ 116,237	\$ 134,369	\$ 134,896
Total net debt applicable to limit	14,022	19,160	17,195	23,004
Legal debt margin	\$ 101,838	\$ 97,077	\$ 117,174	\$ 111,892
Total net debt applicable to the limit as a percentage of debt limit	12.10%	16.48%	12.80%	17.05%
Unvoted Debt limit	\$ 60,689	\$ 60,886	\$ 70,384	\$ 70,660
Total net debt applicable to limit	9,312	14,597	8,219	14,438
Legal debt margin	\$ 51,377	\$ 46,289	\$ 62,165	\$ 56,222
Total net debt applicable to the limit as a percentage of debt limit	15.34%	23.97%	11.68%	20.43%
<u>Overall (Voted and Unvoted) Debt Limitation:</u>				
Total assessed value	\$1,581,258	(2)		
Debt limit (10 1/2% of total assessed value)	166,032			
Debt applicable to limit:				
General obligation bonds and notes	38,633			
Less: Amount set aside for repayment of general obligation debt	<u>294</u>			
Total net debt applicable to limit	<u>38,339</u>			
Legal debt margin	<u>\$ 127,693</u>			

## Notes:

1. City of Upper Arlington Finance Department
2. Excludes accretion on deep discount debt per state law.

		Year									
		<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>				
\$	136,134	\$	162,292	\$	162,600	\$	162,583	\$	165,143	\$	166,032
	25,431		26,861		24,822		23,552		28,263		38,339
\$	110,703	\$	135,431	\$	137,778	\$	139,031	\$	136,880	\$	127,693
	18.68%		16.55%		15.27%		14.49%		17.11%		23.09%
\$	71,308	\$	85,010	\$	85,171	\$	85,162	\$	86,503	\$	86,969
	17,290		18,101		16,496		15,917		21,793		32,849
\$	54,018	\$	66,909	\$	68,675	\$	69,245	\$	64,710	\$	54,120
	24.25%		21.29%		19.37%		18.69%		25.19%		37.77%

Unvoted Debt Limitation:

Total assessed value	\$ 1,581,258
Debt limit (5 1/2% of total assessed value)	86,969
Debt applicable to limit:	
General obligation bonds and notes	38,633
Less: Debt outside limitations	5,490
Debt within limitation	<u>33,143</u>
Less: Amount set aside for repayment of general obligation debt	<u>294</u>
Total net debt applicable to limit	<u>32,849</u>
Legal debt margin for unvoted debt	<u><u>\$ 54,120</u></u>

**City of Upper Arlington, Ohio**  
**Demographic and Economic Statistics**  
**Last Ten Years**  
(amounts expressed in thousands)

<u>Year</u>	<u>Population 1</u>	<u>Personal Income (amounts expressed in thousands)</u>	<u>Per Capita Personal Income 1</u>	<u>Median Age 1</u>	<u>School Enrollment 2</u>	<u>Unemployment</u>	
						<u>Local Rate 3</u>	<u>State Rate 3</u>
2009	34,690	\$1,808,910	52,145	42.2	5,415	9.8%	10.2%
2008	34,023	1,726,701	50,751	42.1	5,438	5.3%	6.5%
2007	33,686	1,415,654	42,025	42.6	5,492	4.9%	5.8%
2006	31,550	1,325,889	42,025	42.6	5,628	4.7%	5.5%
2005	31,550	1,325,889	42,025	42.6	5,440	4.6%	5.5%
2004	31,860	1,214,376	38,116	42.6	5,388	5.0%	5.7%
2003	32,323	1,103,895	34,152	42.6	5,491	4.7%	6.0%
2002	32,808	1,097,920	33,465	42.6	5,328	5.0%	5.7%
2001	33,308	1,067,055	32,036	42.6	5,400	3.8%	4.3%
2000	33,637	1,060,474	31,527	42.6	5,451	2.3%	4.1%

Notes:

\*\* Data not available or kept

Sources:

1. U.S. Census Bureau, Census 1990 and 2000
2. Ohio Department of Education Report Card
3. U.S. Bureau of Labor Statistics



**City of Upper Arlington, Ohio**  
**Full-time Equivalent City Government Employees by Function**  
**Last Ten Years**

Function	<b>Full-time Equivalent Employees as of December 31</b>				
	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Public Safety					
Police	65.0	65.0	65.0	65.0	65.0
Fire	64.0	64.0	64.0	64.0	64.0
General Government	47.6	47.6	47.6	47.0	47.5
Public Services	34.2	34.2	34.2	33.2	33.2
Parks and Recreation (2)	50.8	51.5	50.8	49.8	53.3
Community Development	10.0	10.0	10.0	10.0	10.0
Utilities (1)	12.2	12.2	12.2	12.2	12.2
Sanitation	-	23.2	23.2	23.2	23.2
<b>Total</b>	<b>283.8</b>	<b>307.7</b>	<b>307.0</b>	<b>304.4</b>	<b>308.4</b>

Function	<b>Full-time Equivalent Employees as of December 31</b>				
	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
Public Safety					
Police	63.0	63.0	60.0	60.0	63.0
Fire	64.0	64.0	65.0	65.0	63.0
General Government	47.5	46.0	47.0	47.0	43.9
Public Services	34.2	34.2	34.0	34.0	32.0
Parks and Recreation (2)	52.6	52.6	37.8	37.8	37.8
Community Development	10.0	10.0	8.0	8.0	8.0
Utilities (1)	12.2	12.2	11.8	11.8	11.7
Sanitation	23.2	23.2	23.5	23.5	22.5
<b>Total</b>	<b>306.7</b>	<b>305.2</b>	<b>287.1</b>	<b>287.1</b>	<b>281.9</b>

## Notes:

(1) Includes water, sewer and stormwater

(2) Includes seasonal employees for parks and recreation programs and swimming pools

## Sources:

1. City of Upper Arlington Finance Department

**City of Upper Arlington, Ohio  
Capital Asset Statistics  
Last Five Years**

<b>Function</b>	<b><u>2009</u></b>	<b><u>2008</u></b>	<b><u>2007</u></b>	<b><u>2006</u></b>	<b><u>2005</u></b>
<b>Public Safety - Police</b>					
Number of police stations	1	1	1	1	1
Number of police cruisers	15	15	13	15	13
Number of pieces of equipment	257	255	255	257	251
<b>Public Safety - Fire</b>					
Number of fire stations	3	3	3	3	3
Number of fire engines	3	3	3	3	3
Number of medics	4	3	3	3	3
Number of pieces of equipment	272	295	306	319	299
<b>Public Services</b>					
Miles of roads	204	154	154	153	153
Number of traffic signals	52	52	52	54	54
Number of streetlights	1427	1427	809	659	659
<b>Parks and Recreation</b>					
Number of parks	28	25	25	22	25
Acres of parkland	180	180	180	180	169
Number of swimming pools	3	3	3	3	3
Number of tennis courts	20	23	23	23	16
Number of senior centers	1	1	1	1	1
<b>Utilities</b>					
Number of fire hydrants	1,958	1,958	1,958	1,958	1,958
Number of catch basins	3400	3,400	3,400	3,400	3,400
Miles of sanitary sewer	145	145	145	143	143
<b>Solid Waste</b>					
Number of packer trucks	-	-	10	11	10
Number of satellite vehicles	-	7	21	22	23
Roll-Off Truck	-	-	1	1	-
Stake Bed Truck	-	-	1	1	-
Pick-up Trucks	-	3	4	3	-

Note:

Data for years prior to 2005 is not available.

Sources:

1. City of Upper Arlington departments



CITY OF | **UPPER ARLINGTON**

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**City of Upper Arlington, Ohio  
Operating Indicators by Function  
Last Ten Years**

Function	Operating Indicators by Function			
	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Public Safety - Police</b>				
Number of citations issued	4,497	4,181	4,293	3,616
Number of arrests	705	711	586	734
Number of accidents	496	539	516	555
<b>Public Safety - Fire</b>				
Number of fire responses	3,226	3,500	3,493	3,300
Number of EMS responses	3,916	4,000	3,954	3,533
Number of inspections	952	1,437	1,437	1,700
<b>General Government</b>				
Number of probation cases	302	269	216	227
Number of traffic cases	3,253	3,200	2,939	3,178
Number of fleet management repairs	2,370	2,407	2,898	2,874
<b>Public Services</b>				
Roadway repairs-surface (sq. ft.)	86,425	116,686	109,082	131,774
Street cleaning-leaf collection (cu. Yds.)	21,178	22,669	21,668	22,235
Street cleaning-snow removal (hours)	823	1168	2002	294
<b>Parks and Recreation</b>				
Number of registrations for programs	12,173	8,999	11,406	22,409
Number of programs/classes	1,461	1,383	802	1,146
Number of trees planted (less removed trees)	215	275	306	173
<b>Community Development</b>				
Number of building permits issued	378	383	376	380
Number of building inspections conducted	3,014	2,259	2,455	2,542
Number of code investigations	924	1017	934	698
<b>Utilities</b>				
Number of fire hydrant repairs (water)	86	97	75	106
Number of catch basin repairs (stormwater)	195	225	244	82
Number of manhole repairs (sewer)	28	54	42	63
<b>Solid Waste</b>				
Number of refuse collected (tons)	6,400	6,700	6,814	7,120
Number of yard waste collected (tons)	384	300	391	599
Number of recyclables collected (tons)	5,600	4,400	4,362	5,747

Note:

\*\* Data not available or kept

Sources:

1. City of Upper Arlington departments

<b>Operating Indicators by Function</b>						
<b><u>2005</u></b>	<b><u>2004</u></b>	<b><u>2003</u></b>	<b><u>2002</u></b>	<b><u>2001</u></b>	<b><u>2000</u></b>	<b><u>1999</u></b>
5014	5,275	5,265	4,902	5,182	5,394	5,096
806	872	907	824	808	776	892
549	583	609	638	627	721	725
3,410	2,438	3,491	3,640	3,474	2,142	2,605
2,894	2,914	3,621	3,777	3,045	2,674	4,000
1,757	1,138	1,517	1,027	1,647	1,065	2,134
244	236	223	289	218	252	186
3,486	3,520	4,114	4,022	4,586	4,540	4,357
3,194	3,242	3,661	3,428	3,125	**	**
121,610	105,439	108,308	107,050	145,298	136,865	421,043
23,941	21,091	20,068	22,470	20,687	18,905	18,452
1,465	1,000	661	584	188	1,114	2,348
25,663	10,816	13,697	9,578	8,314	15,153	15,228
927	612	639	647	557	482	596
390	170	280	240	210	**	**
433	406	432	383	350	360	384
2,481	2,469	2,318	1,639	1,407	1,578	1,516
664	964	862	536	450	331	318
175	117	88	95	99	81	73
57	108	137	101	155	247	118
113	119	120	119	43	**	**
6,406	7,542	7,693	7,538	7,766	8,408	8,370
640	667	855	733	955	1,095	1,269
5,701	5,456	5,750	5,586	5,677	5,410	4,572



CITY OF | **UPPER ARLINGTON**

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CITY OF | **UPPER**  
**ARLINGTON**

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**CITY OF UPPER ARLINGTON  
FRANKLIN COUNTY, OHIO**

**Supplemental Report**

DECEMBER 31, 2009

**CATHERINE M. ARMSTRONG, FINANCE DIRECTOR**

**CITY OF UPPER ARLINGTON  
FRANKLIN COUNTY, OHIO**

TABLE OF CONTENTS

Report on Internal Control Over Financial Reporting and on Compliance  
and Other Matters Based on an Audit of Financial Statements Performed  
in Accordance With *Government Auditing Standards* ..... 1 - 2



**Julian & Grube, Inc.**  
*Serving Ohio Local Governments*

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

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

Members of City Council  
City of Upper Arlington  
3600 Tremont Road  
Upper Arlington, OH 43221

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City of Upper Arlington, Franklin County, Ohio, as of and for the year ended December 31, 2009, which collectively comprise the City of Upper Arlington's basic financial statements and have issued our report thereon dated June 16, 2010. 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 the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Upper Arlington's internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of opining on the effectiveness of the City of Upper Arlington's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the City of Upper Arlington's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A material weakness is a deficiency, or combination of internal control deficiencies resulting in more than a reasonable possibility that a material misstatement of the City of Upper Arlington's financial statements will not be prevented, or detected and timely corrected.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above.

Members of Council  
City of Upper Arlington

Compliance and Other Matters

As part of reasonably assuring whether the City of Upper Arlington's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We intend this report solely for the information and use of management, members of Council, the Audit Committee and others within the City of Upper Arlington. We intend it for no one other than these specified parties.

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

Julian & Grube, Inc.  
June 16, 2010



**Mary Taylor, CPA**  
Auditor of State

**CITY OF UPPER ARLINGTON**

**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  
AUGUST 17, 2010**