



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

CITY OF GROVE CITY
FRANKLIN COUNTY

TABLE OF CONTENTS

<u>TITLE</u>	<u>PAGE</u>
Report of Independent Accountants on Compliance and on Internal Control Required by <i>Government Auditing Standards</i>	1

This Page Intentionally Left Blank



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

35 North Fourth Street
Columbus, Ohio 43215
Telephone 614-466-3402
800-443-9275
Facsimile 614-728-7199
www.auditor.state.oh.us

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

Members of Council
City of Grove City
Franklin County
PO Box 427
4035 Broadway
Grove City, Ohio 43123

We have audited the general purpose financial statements of the City of Grove City, Franklin County, Ohio (the City), as of and for the year ended December 31, 1999, and have issued our report thereon dated April 28, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to management of the City in a separate letter dated April 28, 2000.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the City in a separate letter dated April 28, 2000.

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

A handwritten signature in black ink, appearing to read "Jim Petro". The signature is fluid and cursive, with a large loop at the end.

JIM PETRO
Auditor of State

April 28, 2000



1999

Comprehensive Annual Financial Report



For the Year Ended
December 31, 1999



City of
Grove City, Ohio

*A Community of
People Working Together*



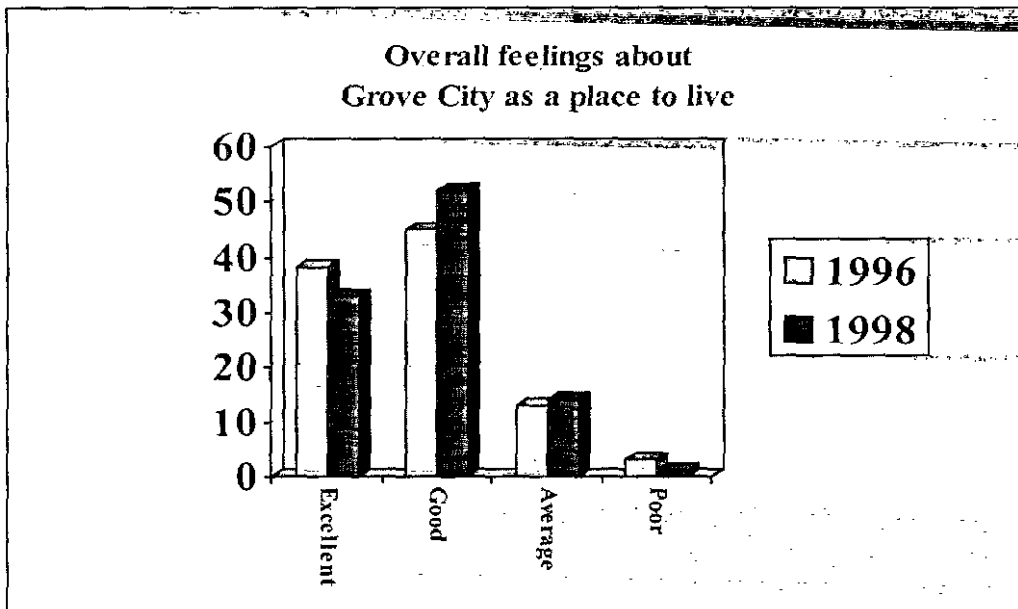
COMPREHENSIVE ANNUAL FINANCIAL REPORT of the City of Grove City, Ohio For the Year Ended December 31, 1999

Grove City Surveys Tell It Like It Is. Community Satisfaction

92% designated fire/paramedic service as above average.

92% voiced satisfaction in safety services

85% graded the city above average as a place to live



Issued by
Department of Finance
Robert E. Behlen, Director

4035 Broadway
Grove City, Ohio 43123

CITY OF GROVE CITY, OHIO
Comprehensive Annual Financial Report

For The Year Ended December 31, 1999

TABLE OF CONTENTS

INTRODUCTORY SECTION

Title Page	
Table of Contents	i
Letter of Transmittal	v
Organizational Chart	xvi
List of Principal Officials	xvii
Certificate of Achievement For Excellence In Financial Reporting	xviii

FINANCIAL SECTION

Independent Auditor's Report	1
General Purpose Financial Statements (Combined Statements - Overview)	3
Combined Balance Sheet - All Fund Types and Account Groups	4
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types and Expendable Trust Fund	8
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - All Governmental Fund Types and Expendable Trust Fund (Non-GAAP Budgetary Basis)	10
Combined Statement of Revenues, Expenses, and Changes in Fund Equity - Proprietary Fund Type	15
Combined Statement of Revenues, Expenses, and Changes in Fund Balance - Budget and Actual - Proprietary Fund Type (Non-GAAP Budgetary Basis)	16
Combined Statement of Cash Flows - Proprietary Fund Type	17
Notes to the General Purpose Financial Statements	19

CITY OF GROVE CITY, OHIO

Table Of Contents
(Continued)

Combining, Individual Fund and Account Group Statements and Schedules	52
General Fund:	53
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)	54
Special Revenue Funds:	58
Combining Balance Sheet	60
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	64
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) for the following Funds:	
Street Maintenance Fund	68
State Highway Fund	69
Police Pension Fund	70
General Recreation Fund	71
City Permissive MVL Fund	72
County Permissive MVL Fund	73
Senior Nutrition Fund	74
Drug Law Enforcement Fund	75
DARE Program Fund	76
Community Development Fund	77
Community Environment Fund	78
Enforcement And Education Fund	79
COPS Fast Grant Fund	80
Big Splash Fund	81
Total - Special Revenue Funds	82
Debt Service Fund	84
Capital Projects Funds:	85
Combining Balance Sheet	86
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	88

CITY OF GROVE CITY, OHIO

Table Of Contents
(Continued)

Schedule of Revenues, Expenditures, and Changes in Fund
Balance - Budget and Actual (Non-GAAP Budgetary Basis)
for the following Funds:

City Improvement Fund	90
Sewer Improvement Fund	91
Road Improvement Fund	92
Recreation Development Fund	93
Total - Capital Projects Funds	94

Enterprise Funds:

Combining Balance Sheet	96
Combining Statement of Revenues, Expenses, and Changes in Fund Equity	97
Schedule of Revenues, Expenses, and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) for the following Funds:	
Water Fund	100
Sewer Fund	101
Total - Enterprise Funds	102
Combining Statement of Cash Flows	103

Fiduciary Funds:

Combining Balance Sheet - Expendable Trust and Agency Funds	105
Combining Statement of Changes in Assets and Liabilities - All Agency Funds	106

General Fixed Assets Account Group:

Schedule of General Fixed Assets by Program and Department	111
Schedule of Changes in General Fixed Assets by Program and Department	112
Schedule of General Fixed Assets by Source	114
Schedule of General Fixed Assets by Source	115

CITY OF GROVE CITY, OHIO

Table Of Contents
(Continued)

STATISTICAL SECTION

General Fund Expenditures by Program - Last Ten Years 117

General Fund Revenues by Source - Last Ten Years 118

Real Property Tax Levies and Collections - Last Ten Years 119

Tangible Personal Property Tax Levies and Collections - Last Ten Years 120

Assessed and Estimated Actual Value of Taxable Property - Last Ten Years 121

Property Tax Rates - Direct and Overlapping Governments - Last Ten Years 122

Principal Property Taxpayers 123

Special Assessment Billings and Collections - Last Ten Years 124

Legal Debt Margin 125

Ratio of Net General Obligation Bonded Debt to Assessed Value and Net
General Obligation Bonded Debt Per Capita - Last Ten Years 126

Ratio of Annual Debt Service Expenditures for General Bonded
Debt to Total General Fund Expenditures - Last Ten Years 127

Computation of Direct and Overlapping General Obligation Bonded Debt 128

Revenue Bond Coverage - Last Ten Years 129

Demographic Statistics - Last Ten Years 130

Property Value, Construction and Bank Deposits - Last Ten Years 131

Miscellaneous Statistics 132

COMMUNITY SECTION

Visual Presentation of Grove City 133

The City of Grove City, Ohio

P.O. Box 427 • 4035 Broadway • Grove City, Ohio 43123-0427
(614) 277-3000

CHERYL L. GROSSMAN
Mayor

April 28, 2000

Honorable Citizens of Grove City
and Members of City Council
Grove City, Ohio

We are pleased to present our Comprehensive Annual Financial Report of the City of Grove City for the fiscal year ended December 31, 1999. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The Comprehensive Annual Financial Report is presented in four sections as follows:

1. The introductory section includes the table of contents, this transmittal letter, the City's organizational chart, a list of principal officials, and a Certificate of Achievement for Excellence in Financial Reporting.
2. The financial section includes the general purpose financial statements and the combining, individual fund and account group statements and schedules, as well as an independent auditor's report on the financial statements and schedules.
3. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.
4. The community section provides a visual presentation of the Grove City community.

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements of the City are not misleading.

The primary government consists of all funds and departments which provide various services including a public safety department, a public service department, a street maintenance department, a parks and recreation department, a senior center, an engineering department, and general administrative services. The City of Grove City is responsible for the construction, maintenance and repairs associated with all public infrastructure that includes the water and sewer lines. The City of Columbus provides water and sewer treatment services and maintenance on certain water lines pursuant to a long-term contract. Council and the City Administrator have direct responsibility for the activities mentioned above.

Department of Finance • (614) 277-3025

Web Address: <http://www.ci.grove-city.oh.us>

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 the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the organization's budget, the issuance of its debt or the levying of its taxes.

The Grove City Area Community Improvement Corporation (CIC), a not for profit corporation established by state law, provides financing services to the City by means of issuing Certificates of Participation. Because this service entirely benefits the City, the CIC is considered a blended component unit of the City. However, since the CIC has had no activity since the issuance of the Certificates of Participation, no financial information has been presented for the CIC.

Jackson Township, responsible for the provision of fire prevention and emergency medical services, and the Southwestern City School District have been excluded from the City's financial statements. Each has its own governing authority and neither are fiscally dependent on the City. In addition, the Grove City Public Library, established by the Southwestern City School District's Board of Education that is under the control of a board of trustees appointed by the Southwestern City School District, is not considered a component unit of the City.

The City participates in the Franklin County General Health District, a jointly governed organization that provides health services, and is a member of the Central Ohio Health Care Consortium, a risk sharing health insurance pool.

THE CITY AND FORM OF GOVERNMENT

The City of Grove City, Ohio, is a rapidly expanding community of approximately 26,717 residents and one of the fastest growing municipalities in Ohio. Only seven miles from downtown Columbus, the City is the southern gateway to the 1.6 million inhabitants of the Columbus Metropolitan Area. Interstate 270 (the Columbus outerbelt) forms the City's northern boundary, and Interstate 71 provides three interchanges within the corporate boundaries of the City. Rail service is provided by CSX, while private air service is available at Bolton Field, five miles northwest of the City. Public air service is available 15 miles northeast at Port Columbus International Airport via Interstates 270 or 670, while Rickenbacker Port Authority, one of the country's fastest growing freight airports, is less than 10 miles east of the City.

Grove City operates under a Home-Rule City Charter adopted by the electorate November 4, 1958, which became effective July 1, 1959, and was amended December 6, 1962, November 2, 1982, and again November 5, 1985. This charter provides for the Mayor-Council-Administrator form of government, whereby the legislative powers of the City are vested in a five member City Council, one of whom is elected at large for a two year term with the remaining members elected by wards for four year overlapping terms, two elected each biennium. The Council fixes compensation of City officials and employees and enacts ordinances and resolutions relating to City services, tax levies, appropriations, indebtedness, licensing of regulated businesses and trades, and other municipal purposes.

The Mayor is the chief executive officer of the municipal corporation. Elected to a four-year term, the Mayor serves part-time and holds authority to appoint the City Administrator and other Directors, including the Director of Finance and the Director of Law.

The City Administrator holds a full-time professional position as chief administrative officer of the City, responsible for its daily operations.

The Director of Finance is the chief fiscal and accounting officer of the City. The responsibilities of this office include preparation and management of the capital and operating budgets, and debt and treasury programs of the City.

ECONOMIC CONDITION AND OUTLOOK

The Columbus Metropolitan Area is the only urban center in the northeast quadrant of the U.S. to have maintained continuous commercial, industrial and residential growth throughout the past two decades. The heart of the metropolitan area is Franklin County with a diverse industrial base that is expected to grow 29 percent by the year 2010. The unemployment rate for the County registers well below the Ohio and national averages, with labor costs below the mean for selected occupational groups in ten similarly sized U.S. metropolitan areas.

Grove City is a vital link to the growth of the Columbus Metropolitan Area. With more than \$635 million in building permits issued over the past ten years, Grove City has contributed to the Columbus area's commerce and industry as well as to its population. In the past ten years, assessed value of taxable property, which includes real property, public utility property and tangible personal property, has climbed from \$188 million to \$517 million. Approximately 65.2 percent of the current tax base is in residential property while the remainder is made up of commercial (14.5 percent), industrial (5.5 percent), personal and public utility inventory (14.6 percent) and agricultural (.2 percent) categories.

Grove City continues to experience excellent financial growth that is a direct result of the increase in income tax revenue generated by its expanding employment base and strong fiscal management. Grove City's diverse employment base is demonstrated by its business residents, varying from the 3M Company, which employs 50 people, to the Beulah Park Jockey Club, a thoroughbred horse track which employs in excess of 300 persons, to Wal-Mart Distribution which employs over 1,000 associates. The total Grove City work force is estimated at 15,184 workers

The largest employer in the City is the Southwestern City School District with over 1,500 teachers, administrators and support personnel. Manufacturing and distribution are also major contributors to the Grove City employment environment. Prominent manufacturers in the City include the Ohio Auto Auction (325 employees), TOSOH SMD, Inc. (280 associates), Horton Emergency Vehicles (280 employees), Simmons USA (230 employees), Tigerpoly Manufacturing (120 associates), Kirk Williams Company (126 employees), Ross Labs (100 employees), Airborne Express (100 employees), Phillips Consumer Electronics (75 employees), Decisionone (100 employees), Ashland Chemical (20 employees), Video Duplication Services (40 employees), Instantwhip, Inc. (40 employees) and Toolex, Inc. (35 employees).

Access and availability of well-priced land have attracted other industry leaders to Grove City. Wal-Mart and Pier One Imports have developed major distribution centers on Southwest Boulevard; Borders Group, McGraw Hill Publishing, Lennox, Fruehauf Trailer, and Augsburg Fortress Publishing have located in 2,260,000 square feet of new distribution space on Gantz Road in SOUTHPARK; and Roadway Package Systems has located at I-71 and State Route 665 in the GROVE CITY INDUSTRIAL PARK. These facilities provide employment for over 3,500 people. In 1996, Amana, General Medical and Kittles Furniture Distribution became the first tenants in CAPITAL PARK SOUTH, bringing an additional 140 jobs to the Grove City area, followed by Hills Distribution, Buckeye Aquarium Supply, Bovon Corporation, and Quill Corporation providing 220 jobs in 1997 and 1998. In 1998, the Banana Republic division of The Gap located in the GATEWAY BUSINESS PARK, bringing an additional 300 jobs.

Opportunities for residential, commercial and industrial development within the City have been enhanced by major expansions of the City's water distribution, sanitary sewer and street systems. These infrastructure improvements are a result of a comprehensive planning process that coordinates actions of the City Administration and Council with the Grove City Area Developers.

To accommodate such industrial and commercial growth, the City cooperated with private investors to develop seven business and industrial parks: GROVE CITY INDUSTRIAL PARK, a 100 acre park with 1 to 20 acre tracts available at I-71 and State Route 665; SOUTHPARK, a 350 acre park with 1 to 20 acre tracts available at I-71 and I-270; CAPITAL PARK SOUTH, a 150 acre park with 1 to 30 acre tracts available at I-270 and State Route 62; SOUTHPOINTE, a 53 acre park with 6 major buildings; GATEWAY BUSINESS PARK, a 114 acre park with 4 major buildings and 35 acres available at I-71 and State Route 665; GATEWAY BUSINESS PARK II, a 232 acre park that was platted in 1999 and GATEWAY TO THE CITY OFFICE PARK, a 35 acre park with 3 of its 16 platted sites currently occupied or under construction at I-71 and Stringtown Road.

Immediate access to Interstates 71 and 270 has established Grove City as a travel center offering over 1,320 guest rooms that account for gross sales exceeding \$9.1 million per year. A growing list of restaurants complements the variety of accommodations found in the City.

The City offers a wide range of housing opportunities. Between 1980 and 1999, the average cost of a newly constructed single family dwelling increased from \$58,000 to \$172,134. In 1999, the selling price ranged from \$80,000 to \$375,000.

The projected development area of the City of Grove City is approximately 23 square miles. Of the 13.41 square miles currently within the City, 9.29 are developed, with the balance in agricultural use or holdings.

MAJOR INITIATIVES

FOR THE YEAR

Construction of the Wal-Mart distribution center continues to benefit Grove City. Not only has it brought State recognition through grant support, it also has enticed other business and industry to the area. For instance, Security Capital Industrial Trust has completed a 300,000 sq. ft. facility in its 150 acre CAPITAL PARK SOUTH. The Nationwide Enterprise consolidated a number of functions to a 300,000 sq. ft. facility leased from the Pizzuti/Welsh Organization in SOUTHPARK. The Pizzuti group of SOUTHPARK also completed a 200,000 sq. ft. facility.

Ruscilli Development completed the platting of a second phase of GATEWAY BUSINESS PARK, a 232 plus acre industrial park on the north-west side of State Route 665 and I-71 to complement their successful 114 acre phase one on the north-east. Annexation and completion of development agreements with the City of Grove City, the Southwestern City School District and the developer allowed the City to initiate contracts for the extension of water and sanitary sewer lines under I-71 and induced the State of Ohio to install a traffic signal at State Route 665 and I-71 south.

Summer brought a number of dedications and the ground breaking of four industrial buildings totaling in excess of one million square feet of space valued at \$6,825,000. Residential and commercial developments continued to expand in 1999 with 242 single family permits valued at \$41,656,313 and 15 commercial permits valued at \$11,350,000 being issued.

The Ohio Public Works Commission (Issue II Infrastructure Improvements) awarded the City \$2.4 million in loans and grants for the 1998 construction of Hoover Road from Buckeye Ranch to Holton Road, South Broadway, and Woodgrove Avenue to the south corporation line which finally were completed in late October, 1999. The Ohio Public Works Commission also awarded the City \$703,276 in loans and grants for the extension of the Marsh Run Sanitary Sewer to connect with the City of Columbus. This project is substantially complete and is waiting to be connected to the Columbus trunk that is under construction.

The City of Grove City completed street lighting projects on Haughn Road, a sanitary sewer trunk to serve the Seeds road area, the extension of Quail Creek Blvd. to Borror Road, installation of traffic control devices at Southpark and Gantz Road and Gantz and Home Roads, and the 1999 Street resurfacing program. All of these projects and their positive impact on the community took a back seat to the opening of the Big Splash, a family aquatic center featuring a 12 thousand square foot pool, with slides and water play equipment located at Evans Park, which opened July 23, 1999. Twenty-seven thousand visitors passed through the gates in this shortened yet sweltering first season.

"Vibrant", "dynamic", "exciting" were the words most often used in describing the health of our business community in 1999. Grove City welcomed a diverse group of new corporate citizens which included Nationwide Insurance, Becker Powder, Rexnord Metal, a new Kroger store anchoring the new Buckeye Grove Shopping Center, Hilton Garden Inn, Holiday Inn Express, Roadhouse Grill and the Marzetti Distribution Center. The development department also focused attention on beautification projects and updating land use and comprehensive plans for the City.

With the area growing rapidly, the City's community-based policing strategy has made an impact on crime. The City's eight block watch groups, its strict enforcement of traffic laws, and the "Don't Tempt a Thief Program," (an ongoing public awareness effort in cooperation with the local business community), have helped to decrease the number of reported major crimes. These efforts have been complemented with an expanded D.A.R.E. program and Explorer post activities, a 5 percent increase in house watches, and an increase in foot patrols in targeted public parks, residential and business districts. The police department also increased the staffing for the bike patrol and speakers bureau that have been well received by the community. These achievements have been assisted with the implementation of in-car video and speed trailer technology.

In 1999, 14,110 citizens took advantage of the 1,257 classes offered by the Parks and Recreation Department amidst the challenges of the opening of the Big Splash at Evans Park and the first operational year of the new softball fields at Fryer Park. The inaugural year serviced 197 softball teams in regular league play and fourteen tournaments including the Grove City High School Alumni Tournament in July. The Department also saw growth in overall citizen participation in recreation programming, particularly in day care, latch key programs and with the establishment of a new Youth Baseball program. Family oriented community events were expanded with an Easter egg hunt, a summer concert series at the Town Center pavilion, Arts in the Alley, Boo on Broadway, the Fall Kite Festival and the Holiday Celebration. This year also saw the passing of Barry Babbert, long-time Director of the Department.

The Building Department, with three full-time inspectors and one zoning compliance officer, made over 7,800 inspections in response to 3,275 permits issued for new construction and alteration of structures in excess of \$99 million of new value, and over 2,000 inspections in response to property management and other environmental code violations. The Department also participated in the recodification of the City development code.

The Service Department coordinated activities and provided continuity in the midst of a number of street and utility projects in progress, and the day to day maintenance of City owned infrastructure. These efforts were highlighted by the continued success of the Adopt-a-Street program, the curbside recycling program in conjunction with the Grove City Chapter of Keep America Beautiful, and the planting of 852 new trees. Through the work of the Department and the Tree Commission, the City received the title of Tree City U.S.A. for the seventh year and hosted a spring and fall public tree sale and Arbor Week programs.

The Finance Department continued to receive a positive return from income tax and personal property tax surveillance which realized over \$432,000 for the City, as well as increased personal property revenue to the township and the school district. Surveillance of building license registrations with the assistance of the Building Department realized increased revenues of \$44,000. The Department participated in the further development of computer-based information systems, management of \$5.6 million of outside funding for

capital projects and other City programs. The Department also actively participated on the executive committee of the Central Ohio Health Care Consortium that has managed the health care expenditures of Grove City and twelve other communities over the last seven years with an average expenditure increase of under seven percent for the period. This year will mark the eleventh year of filing General Purpose Financial Statements according to Generally Accepted Accounting Principles (GAAP) and the tenth submission of a Comprehensive Annual Financial Report (CAFR) to the Government Finance Officers Association for their Certificate of Achievement program.

FOR THE FUTURE

The Ohio Public Works Commission (Issue II Infrastructure Improvements) awarded the City \$1.7 million for the reconstruction of Hoover Road from Sonora Drive to Dartmoor Road. This project is scheduled to start in the spring of 2000. The City hopes to continue to be successful in leveraging local capital project monies through this competitive funding program which was renewed by the voters of Ohio.

The City of Grove City has appropriated \$4 million for fiscal year 2000 to fund the balance of the project cost for the "Issue II" projects discussed above and other capital improvements scheduled for 2000. Most notably, upcoming projects include: the first phase of the Stringtown Road - I-71 landscaping; the reconstruction of Home Road-Broadway to Hoover Road; cost sharing various sections of Buckeye Parkway that is the planned north-south boulevard on the east side of Grove City; the completion of the East Hoover 21" waterline project; and the extension of water and sanitary sewer lines to Fryer Park to support the development of the YMCA at Fryer Park.

The City of Grove City also appropriated the \$3.35 million of proceeds from the issuance of general obligation notes for the installation of the Dennis Lane Storm Relief Trunk Sewer, the acquisition of land for the development of Westside Storm Retention and the development of engineering plans for the reconstruction of the last phase of Hoover Road. The City will also see the completion of the reconstruction of Midland, Connor Streets and Cleveland Avenue that received \$475,000 in matching funding from Community Development Block Grants (CDBG) in the fall of 2000.

Residential and commercial developments will continue to expand in 2000. C.V. Perry will continue to develop a 300 plus home single family residential subdivision known as Hoover Crossing, located south of Grove City High School, and Martha's Wood, a custom built subdivision. White Oaks Development will build 200 single family homes in the Indian Trails and Quail Creek subdivision, as well as develop the Hawthorn Woods subdivision, which is a planned community of custom home sites north of Indian Trails. Homes will also be built on the more than 800 developed lots in the Concord Lakes, Hoover Park, Rush Creek Scioto Meadows and Tanglebrook subdivisions.

FINANCIAL INFORMATION

ACCOUNTING CONTROLS

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

BUDGETARY CONTROLS

Detailed provisions for the City's budget, tax levies, and appropriations are set forth in the Ohio Revised Code and the City Charter. With the assistance of the Finance Director, the Mayor is required to submit to Council a tax budget of estimated revenues and expenditures for all funds, except agency funds, of the City for the next succeeding fiscal year by the first Council meeting in July. The budget is required to be adopted by the legislative body on or before July 15 and to be submitted to the County Budget Commission by July 20 of each year. The Finance Director submits to Council an appropriation ordinance, based on the tax budget, for the next succeeding fiscal year. Council is required to adopt the appropriation ordinance (the budget) in its original form, or with those revisions as it may find proper, within ninety days of the beginning of the fiscal year covered by such ordinance.

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

Budgetary control is maintained by an encumbrance of purchase commitment amounts prior to the release of purchase orders to vendors. Requisitions for the expenditure of monies are submitted to the City Administrator for approval and submitted to the Finance Office for the preparation of a purchase order and certification. The purchase order is reviewed for certification of the availability of funds, and the estimated expenditure is encumbered against the available appropriation. Encumbrances which would exceed the available appropriation are not approved or recorded until City Council authorizes additional appropriations. Unencumbered appropriations lapse at the end of each year. The City's accounting system provides interim financial reports which detail year-to-date expenditures plus encumbrances versus the original appropriations plus any additional appropriations made to date. The reports permit the Finance Director and other City officials to ascertain the status of a department's appropriations at any time during the year.

BASIS OF ACCOUNTING

During the year, the accounting records are maintained on a cash basis for all fund types. For this report, adjusting entries are prepared for the various funds to convert the cash basis records to modified accrual for all governmental and fiduciary fund types and accrual for the proprietary fund type. The modified accrual basis of accounting requires that revenues be recognized when both measurable and available. Expenditures are recorded as liabilities when the fund liability is incurred, except for principal and interest on general and special assessment long-term debt, which are recognized as fund liabilities when due. The accrual basis of accounting, used for the proprietary funds, recognizes revenues when earned and expenses when incurred. A more detailed explanation of the basis of accounting for the various funds is included in the Notes to the General Purpose Financial Statements located in the Financial Section of this report.

GENERAL GOVERNMENT FUNCTIONS

The General Fund encompasses the general government functions of the City and all other functions not accounted for in other funds. General Fund revenues, increases or decreases from 1998, percent of total, and percent of increase (decrease) from the prior year are summarized below:

<u>Revenues:</u>	<u>1999</u>	<u>1998</u>	<u>Increase (Decrease) From 1998</u>	<u>Percent Of Increase (Decrease)</u>	<u>Percent Of Total</u>
Property Taxes	\$753,183	\$734,475	\$18,708	2.55%	4.91%
Municipal Income Taxes	10,698,896	9,224,779	1,474,117	15.98	69.80
Other Local Taxes	477,630	439,456	38,174	8.69	3.12
Intergovernmental	1,682,116	1,530,720	151,396	9.89	10.97
Charges for Services	175,587	155,333	20,254	13.04	1.15
Licenses and Permits	486,585	413,211	73,374	17.76	3.17
Fines and Forfeitures	141,700	140,474	1,226	0.87	0.92
Special Assessments	19,159	21,715	(2,556)	(11.77)	0.12
Interest	626,214	649,587	(23,373)	(3.60)	4.09
Miscellaneous	268,134	312,142	(44,008)	(14.10)	1.75
Totals	<u>\$15,329,204</u>	<u>\$13,621,892</u>	<u>\$1,707,312</u>	<u>12.53%</u>	<u>100.00%</u>

- Municipal Income Taxes increased for 1999 as a direct result of a 4.5 percent increase on base wages on existing employees and a 11.5 percent increase on new employment.
- Charges for Services increased due to the increase in cruiser rentals as a result of the number of private street construction projects underway in 1999 that needed additional surveillance.
- Licenses and Permits revenue increased due to the volume and nature of licenses and permits sold by the Building Department.
- The decrease in Special Assessments was due to the lower amount of weed and nuisance assessments certified for collection in 1999.
- The decline in Miscellaneous revenues from 1998 to 1999 was due to the large onetime rebate from the Bureau of Workers' compensation received in 1998.

The following schedule presents a summary of the General Fund expenditures, the increases and decreases, percent of total, and percent of increase (decrease) from the prior year.

<u>Expenditures:</u>	<u>1999</u>	<u>1998</u>	<u>Increase (Decrease) From 1998</u>	<u>Percent Of Increase (Decrease)</u>	<u>Percent Of Total</u>
Current Operations and Maintenance:					
Security of Persons and Property	\$3,996,718	\$3,516,454	\$480,264	13.66%	27.71%
Public Health	146,768	135,473	11,295	8.34	1.02
Leisure Time Activities	377,104	1,243,413	(866,309)	(69.67)	2.61
Community Environment	499,185	542,429	(43,244)	(7.97)	3.46
General Government	3,239,772	2,618,287	621,485	23.74	22.46
Capital Outlay	5,674,602	3,605,279	2,069,323	57.40	39.34
Debt Service:					
Principal Retirement	394,034	367,768	26,266	7.14	2.73
Interest and Fiscal Charges	96,489	115,278	(18,789)	(16.30)	0.67
Totals	<u>\$14,424,672</u>	<u>\$12,144,381</u>	<u>\$2,280,291</u>	<u>18.78%</u>	<u>100.00%</u>

- Security of Persons and Property expenditures went up in 1999 in part due to increases of 7 percent in employee compensation and benefits, 1 percent in supplies, and 4.6 percent in contractual services.
- Expenditures from Leisure Time Activities decreased significantly due to the progress of capital projects at Fryer Park and the Big Splash at Evans Park.
- General Government expenditures were more in 1999 due to an increase in base wages and benefits of 8.6 percent, (with 1.2 percent of that cost due to the hiring of a magistrate for Mayor's Court), a 5 percent increase for costs of equipment and software upgrades for Y2K, and 4 percent more for supplies and contractual services.
- Higher expenditures for Capital Outlay was a result of an increase in the number and scope of projects undertaken during 1999.
- In 1999, the City's Debt Service Principal Retirement increased, and Interest and Fiscal Charges decreased due to higher principal and lower interest payments on the Certificates of Participation.

GENERAL FUND BALANCE

The fund balance of the General Fund increased \$890,782, or by 9.29 percent in 1999. Management believes that the unreserved balance of \$7,274,810 and expected future growth in General Fund resources will ensure that the City can continue to provide the same level of services to its citizens in 2000.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for certain revenue sources which are restricted by law or are used for expenditures for specific purposes. All Special Revenue Funds are subject to an annual budget. The Special Revenue Funds include Street Maintenance, State Highway, Police Pension, General Recreation, City Permissive MVL, County Permissive MVL, Senior Nutrition, Drug Law Enforcement, DARE Program, Community Development, Community Environment, Enforcement And Education, COPS Fast Grant, and Big Splash funds.

CAPITAL PROJECTS FUNDS

The Capital Projects Funds account for all major capital improvement projects of the City, including the construction of additional water and sewer lines. The primary sources for financing the City's capital improvement programs are general obligation bond, note and loan proceeds and grant money.

A fund equity deficit of \$117,961 exists in the Road Improvement Capital Projects Fund at December 31, 1999, because of the application of generally accepted accounting principles to the financial reporting of this fund. Note proceeds used to finance the project are not recognized as "other financing sources," but rather as a fund liability. The deficit will be reduced when the notes are repaid.

ENTERPRISE FUNDS

The Enterprise Funds account for the operations of the City's water distribution and sewer collection systems. The City provides water distribution and sewage collection services, while the City of Columbus provides water purification and sewage treatment services. The City of Columbus bills Grove City residents for these services. Monthly, the City of Columbus remits to Grove City its portion of the charges for services.

Operating resources are provided by user charges. The City administration and Council review and set user charges on an annual basis. Construction and acquisition of capital assets utilized in the distribution and collection system are financed by revenue bonds, Enterprise Fund resources, and/or contributions by developers.

At December 31, 1999, the Water and Sewer Enterprise Funds have deficit retained earnings of \$756,683 and \$3,669,750, respectively, as a result of accumulated operating losses. Although there was a net loss in the enterprise funds during 1999, the construction of new water and sewer lines during 2000 will allow for better pressure and service to existing residents and provide the availability of service to new residential, commercial, and industrial clients. The deficits will be eliminated by an increase in consumption due to the expanded user base.

FIDUCIARY FUNDS

The City uses Fiduciary Funds to account for assets held in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. The City's Fiduciary Funds include an Expendable Trust Fund and Agency Funds.

DEBT ADMINISTRATION

The Debt Service Fund accumulates resources for the payment of principal and interest on long-term general obligations of the City and special assessment obligations with governmental commitment. The sources of revenue for the bond retirement fund include intergovernmental revenues, interest, property taxes and special assessments. The City maintains an "A1" rating from Moody's Investors Service, Inc. on general obligation bond issues. Under State statutes, the City's debt limitation is 10.5 percent of the total assessed property valuation. As of December 31, 1999 the City's net debt of \$7,963,415 was well below the legal limit of \$54,291,559, and net general obligation bonded debt per capita payable from property taxes equaled \$170.43.

The City's general obligation and special assessment bonded indebtedness decreased from the December 31, 1998 balance of \$6,162,432 to \$5,701,872 at December 31, 1999. During the year, the City retired \$393,604 and \$66,956 in general obligation and special assessment bonds, respectively. General obligation bonds are retired with property tax revenues, while special assessment bonds are retired from the assessments applied against specific benefitted property owners.

The City's outstanding note liability at December 31, 1999, was \$3,410,000, which consisted of the balance of \$60,000 for a note issued in 1995, and new bond anticipation notes issued in 1999 in the amount of \$3,350,000. The 1995 note will be retired next year with a \$60,000 payment from general fund revenues. The City retired its Seeds Road Improvement Note in 1999 with a payment of \$300,000 from the general fund. The 1999 notes will be retired in 2000 by bond proceeds.

The December 31, 1999 outstanding balance of Certificates of Participation was \$1,865,000, a decrease of \$320,000 from the prior year.

The City's outstanding Ohio Public Works Commission (OPWC) loans, payable from governmental funds, was \$1,690,623 at December 31, 1999, with \$69,224 being retired during the year. The City received \$669,515 in new loans during 1999.

The Enterprise Funds have outstanding mortgage revenue bonds of \$1,135,000 at December 31, 1999. The City retired \$135,000 from the Water Fund. Mortgage revenue bonds are retired with the operating revenues of the Enterprise Funds.

The Enterprise Funds also have outstanding OPWC loans of \$1,443,579 at December 31, 1999. The City retired \$41,688 and received new loan proceeds of \$613,706 during 1999.

CASH MANAGEMENT

Cash management is a vital component of the City's overall financial strategy. An aggressive cash management program is maintained by the Finance Director. Major considerations are cash flows necessary to pay City liabilities and available interest rates. As City funds become available, they are invested immediately in short-term certificates of deposit or in other securities authorized by State statutes. Interest earnings are allocated to funds based on the requirements of the Ohio Constitution and State statutes. All deposits are covered by pooled collateral with a face value equal to at least 110 percent of deposits.

RISK MANAGEMENT

The City maintains comprehensive insurance coverage with private carriers for real property, building contents, vehicles and general liability insurance and police professional liability insurance. The City also carries public officials liability insurance.

OTHER INFORMATION

INDEPENDENT AUDIT

Included in this report is an unqualified audit opinion rendered on the City's financial statements for the year ended December 31, 1999, by the Auditor of State. City management plans to continue to subject the financial statements to an annual independent audit as part of the preparation of a Comprehensive Annual Financial Report. An annual audit serves to maintain and strengthen the City's accounting and budgetary controls.

CERTIFICATE OF ACHIEVEMENT

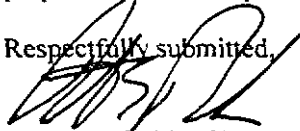
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Grove City, Ohio, for its 1998 comprehensive annual financial report. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized CAFR. The report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting, and its attainment is a significant accomplishment for the City. We believe this comprehensive annual financial report meets the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA for review and determination of its eligibility for a certificate for 1999.

ACKNOWLEDGMENTS

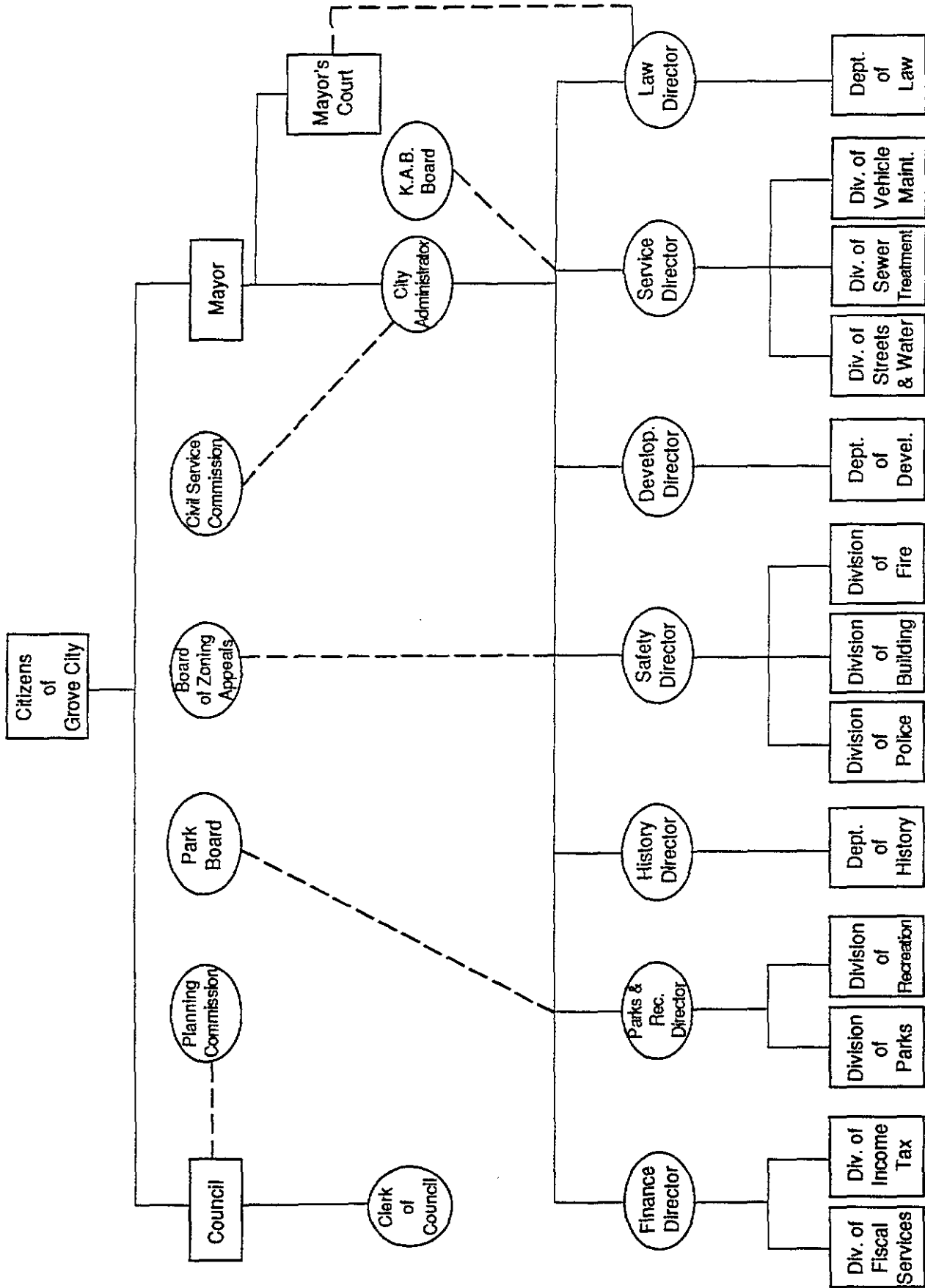
Sincere gratitude goes to Mayor Cheryl L. Grossman for her support and to City Council for granting the funds for this project. The Finance Department prepared this Comprehensive Annual Financial Report with the efficient and dedicated services of its entire staff. Special acknowledgment is extended to the Local Government Services Division of the Office of The Auditor of State for their continued guidance in the preparation of this report.

Respectfully submitted,



Robert E. Behlen III
Finance Director

City of Grove City Organizational Chart



○ = Mayoral Appointments - - - = Policy/Advisory
 ○ = Council Appointments

CITY OF GROVE CITY, OHIO

List of Principal Officials

Elected City Officials

MAYOR

CHERYL L. GROSSMAN

City Council

Mike Milovich	<i>Council President Councilman Ward 4</i>
Vaughn Radi	<i>Councilman Ward 1</i>
Arthur “Budd” Eversman	<i>Councilman Ward 2</i>
Steven Bennett	<i>Councilman Ward 3</i>
Christopher Fulton	<i>Council Member At Large</i>

Appointed City Officials

Charles W. Boso, Jr.	<i>City Administrator</i>
Robert E. Behlen III	<i>Finance Director</i>
Thomas R. Clark	<i>Law Director</i>

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Grove City,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 1998

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.



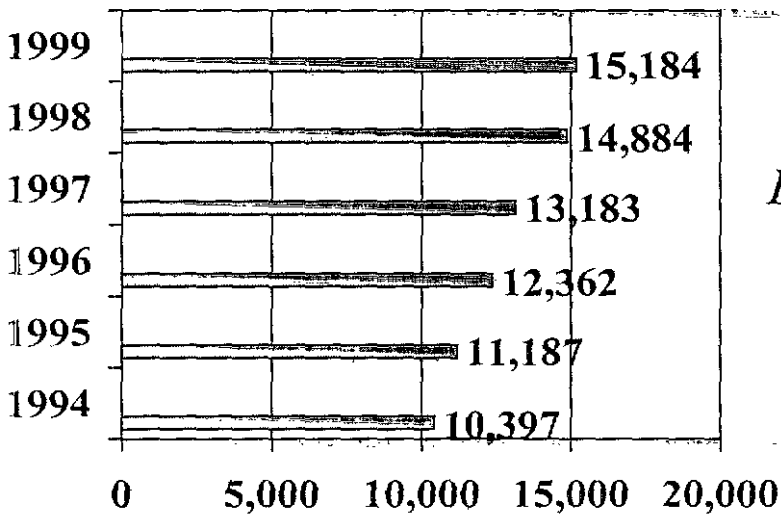
Greg Brueck
President

Jeffrey L. Esler
Executive Director

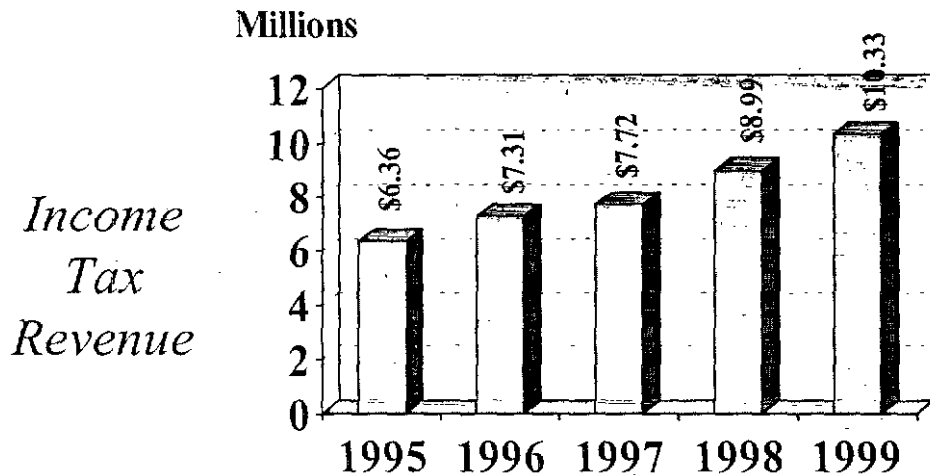
City of Grove City, Ohio

FINANCIAL SECTION

Business Thrives in Grove City.



*Employment
Base*



*Income
Tax
Revenue*



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

35 North Fourth Street
Columbus, Ohio 43215
Telephone 614-466-3402
800-443-9275
Facsimile 614-728-7199
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Members of Council
City of Grove City
Franklin County
PO Box 427
4035 Broadway
Grove City, Ohio 43123

We have audited the accompanying general purpose financial statements of the City of Grove City, Franklin County, Ohio, (the City) as of and for the year ended December 31, 1999. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Grove City, Franklin County, Ohio, as of December 31, 1999, and the results of its operations and the cash flows of its proprietary fund type for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 28, 2000 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements of the City, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the general purpose financial statements taken as a whole.

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

A handwritten signature in black ink, appearing to read "Jim Petro", with a large, stylized flourish at the end.

JIM PETRO
Auditor of State

April 28, 2000

GENERAL PURPOSE FINANCIAL STATEMENTS

The general purpose financial statements of the City include the basic combined financial statements, presented by fund type and account group, and notes to the financial statements that are essential to the fair presentation of financial position and results of operations and cash flows of its proprietary fund type.

CITY OF GROVE CITY, OHIO

Combined Balance Sheet - All Fund Types And Account Groups

As Of December 31, 1999

	<i>Governmental Fund Types</i>		
	<i>General</i>	<i>Special Revenue</i>	<i>Debt Service</i>
<u>Assets And Other Debits</u>			
<u>Assets</u>			
Equity In Pooled Cash And Cash Equivalents	\$9,174,544	\$1,927,527	\$743,548
Cash And Cash Equivalents In Segregated Accounts	0	0	0
Cash And Cash Equivalents With Fiscal And Escrow Agents	0	248,833	6,199
Receivables:			
Taxes	2,711,523	477,072	726,086
Accounts	1,476	1,622	0
Due From Other Governments	288,008	112,777	2,411
Special Assessments	109,321	0	541,727
Accrued Interest	97,597	0	7,435
Due From Other Funds	129,102	20,011	0
Interfund Receivable	100,644	70	0
Materials And Supplies Inventory	5,287	24,538	0
Prepaid Items	23,668	0	0
Unamortized Bond Issue Costs	0	0	0
Restricted Assets:			
Equity In Pooled Cash And Cash Equivalents	0	0	0
Cash And Cash Equivalents With Fiscal And Escrow Agents	359,067	0	0
Fixed Assets (Net, Where Applicable, Of Accumulated Depreciation)	0	0	0
<u>Other Debits</u>			
Amount Available In Debt Service Fund	0	0	0
Amount Available In General Fund For Certificates Of Participation	0	0	0
Amount To Be Provided From General Government Resources	0	0	0
Amount To Be Provided From Special Assessments	0	0	0
Total Assets And Other Debits	\$13,000,237	\$2,812,450	\$2,027,406

continued

<i>Capital Projects</i>	<i>Proprietary Fund Type</i>	<i>Fiduciary Fund Types</i>	<i>Account Groups</i>		<i>Total (Memorandum Only)</i>
	<i>Enterprise</i>	<i>Expendable Trust And Agency</i>	<i>General</i>	<i>General</i>	
			<i>Fixed Assets</i>	<i>Long-Term Debt</i>	
\$3,616,385	\$1,916,627	\$632,119	\$0	\$0	\$18,010,750
0	0	4,770	0	0	4,770
35,758	0	0	0	0	290,790
0	0	8,697	0	0	3,923,378
0	430,390	0	0	0	433,488
0	0	0	0	0	403,196
0	37,747	0	0	0	688,795
28,397	0	0	0	0	133,429
0	10,528	483	0	0	160,124
0	45,905	0	0	0	146,619
0	0	0	0	0	29,825
0	0	0	0	0	23,668
0	37,049	0	0	0	37,049
0	77,800	0	0	0	77,800
0	201,332	0	0	0	560,399
0	27,204,888	0	13,704,339	0	40,909,227
0	0	0	0	753,793	753,793
0	0	0	0	359,067	359,067
0	0	0	0	8,772,637	8,772,637
0	0	0	0	394,664	394,664
<u>\$3,680,540</u>	<u>\$29,962,266</u>	<u>\$646,069</u>	<u>\$13,704,339</u>	<u>\$10,280,161</u>	<u>\$76,113,468</u>

CITY OF GROVE CITY, OHIO

Combined Balance Sheet - All Fund Types And Account Groups

(Continued)

As Of December 31, 1999

	Governmental Fund Types		
	General	Special Revenue	Debt Service
<u>Liabilities, Fund Equity, And Other Credits</u>			
<u>Liabilities</u>			
Accounts Payable	\$235,993	\$34,929	\$0
Contracts Payable	814,329	28,101	0
Due To Other Funds	0	0	0
Accrued Wages	107,485	12,887	0
Accrued Compensated Absences	15,694	3,457	0
Contracts Retainage Payable	127,453	0	0
Interfund Payable	45,754	94,033	0
Due To Other Governments	152,759	21,570	0
Deferred Revenue	956,022	468,375	1,267,813
Deposits Held And Due To Others	0	0	0
Matured Interest Payable	0	0	5,800
Accrued Interest Payable	750	0	0
Notes Payable	60,000	0	0
Loans Payable	0	0	0
Capital Leases Payable	0	0	0
General Obligation Bonds Payable	0	0	0
Revenue Bonds Payable	0	0	0
Certificates Of Participation	0	0	0
Special Assessment Debt With Governmental Commitment	0	0	0
Total Liabilities	2,516,239	663,352	1,273,613
<u>Fund Equity And Other Credits</u>			
Investment In General Fixed Assets	0	0	0
Contributed Capital	0	0	0
Retained Earnings:			
Reserved:			
Reserved For Future Debt Service	0	0	0
Reserved For Replacement And Improvement	0	0	0
Unreserved (deficit)	0	0	0
Fund Balance:			
Reserved For Encumbrances	2,844,834	286,227	0
Reserved For Inventory	5,287	24,538	0
Reserved For Debt Service	359,067	0	753,793
Unreserved Undesignated (deficit)	7,274,810	1,838,333	0
Total Fund Equity And Other Credits	10,483,998	2,149,098	753,793
Total Liabilities, Fund Equity And Other Credits	\$13,000,237	\$2,812,450	\$2,027,406

See Accompanying Notes To The General Purpose Financial Statements

<i>Capital Projects</i>	<i>Proprietary Fund Type</i>	<i>Fiduciary Fund Types</i>	<i>Account Groups</i>		<i>Total (Memorandum Only)</i>
	<i>Enterprise</i>	<i>Expendable Trust And Agency</i>	<i>General Fixed Assets</i>	<i>General Long-Term Debt</i>	
\$20,000	\$4,052	\$275	\$0	\$0	\$295,249
120,378	77,349	44,262	0	0	1,084,419
0	0	160,124	0	0	160,124
0	6,470	0	0	0	126,842
0	41,210	0	0	728,673	789,034
109,077	19,271	0	0	0	255,801
0	6,832	0	0	0	146,619
0	73,321	8,972	0	273,115	529,737
0	37,747	0	0	0	2,729,957
0	0	431,787	0	0	431,787
0	0	0	0	0	5,800
25,590	6,014	0	0	0	32,354
3,350,000	0	0	0	0	3,410,000
0	1,443,579	0	0	1,690,623	3,134,202
0	0	0	0	20,878	20,878
0	0	0	0	5,307,208	5,307,208
0	1,135,000	0	0	0	1,135,000
0	0	0	0	1,865,000	1,865,000
0	0	0	0	394,664	394,664
<u>3,625,045</u>	<u>2,850,845</u>	<u>645,420</u>	<u>0</u>	<u>10,280,161</u>	<u>21,854,675</u>
0	0	0	13,704,339	0	13,704,339
0	31,537,854	0	0	0	31,537,854
0	201,332	0	0	0	201,332
0	77,800	0	0	0	77,800
0	(4,705,565)	0	0	0	(4,705,565)
2,819,382	0	0	0	0	5,950,443
0	0	0	0	0	29,825
0	0	0	0	0	1,112,860
(2,763,887)	0	649	0	0	6,349,905
<u>55,495</u>	<u>27,111,421</u>	<u>649</u>	<u>13,704,339</u>	<u>0</u>	<u>54,258,793</u>
<u>\$3,680,540</u>	<u>\$29,962,266</u>	<u>\$646,069</u>	<u>\$13,704,339</u>	<u>\$10,280,161</u>	<u>\$76,113,468</u>

CITY OF GROVE CITY, OHIO

**Combined Statement Of Revenues, Expenditures, And Changes In Fund Balances -
All Governmental Fund Types And Expendable Trust Fund
For The Year Ended December 31, 1999**

	<i>Governmental Fund Types</i>		
	<i>General</i>	<i>Special Revenue</i>	<i>Debt Service</i>
Revenues:			
Property Taxes	\$753,183	\$436,053	\$673,900
Municipal Income Taxes	10,698,896	0	0
Other Local Taxes	477,630	142,010	0
Intergovernmental	1,682,116	1,681,129	74,510
Charges For Services	175,587	932,044	0
Licenses And Permits	486,585	109,556	0
Fines And Forfeitures	141,700	7,561	0
Special Assessments	19,159	0	115,984
Interest	626,214	0	36,808
Miscellaneous	268,134	90,967	10,553
Total Revenues	15,329,204	3,399,320	911,755
Current Operations And Maintenance:			
Security Of Persons And Property	3,996,718	501,181	0
Public Health	146,768	29,235	0
Leisure Time Activities	377,104	1,027,273	0
Community Development	499,185	154,837	0
Transportation	0	847,889	0
General Government	3,239,772	0	0
Capital Outlay	5,674,602	535,923	0
Debt Service:			
Principal Retirement	394,034	0	460,560
Interest And Fiscal Charges	96,489	0	348,980
Total Expenditures	14,424,672	3,096,338	809,540
Excess Of Revenues Over (under) Expenditures	904,532	302,982	102,215
Other Financing Sources (uses):			
Proceeds Of Loans	0	0	0
Inception Of Capital Lease	25,688	0	0
Operating Transfers - In	0	41,855	0
Operating Transfers - Out	(41,855)	0	(312,300)
Total Other Financing Sources (uses)	(16,167)	41,855	(312,300)
Excess Of Revenues And Other Financing Sources Over (under) Expenditures And Other Financing Uses	888,365	344,837	(210,085)
Fund Balances (deficit) At Beginning Of Year - Restated (Note 2)	9,593,216	1,800,262	963,878
Increase In Reserve For Inventory	2,417	3,999	0
Fund Balances At End Of Year	\$10,483,998	\$2,149,098	\$753,793

See Accompanying Notes To The General Purpose Financial Statements

<i>Capital Projects</i>	<i>Fiduciary Fund Type</i>	<i>Total (Memorandum Only)</i>
	<i>Expendable Trust</i>	
\$0	\$0	\$1,863,136
0	0	10,698,896
0	0	619,640
1,091,768	0	4,529,523
0	0	1,107,631
157,143	0	753,284
0	0	149,261
0	0	135,143
29,883	0	692,905
0	115	369,769
<u>1,278,794</u>	<u>115</u>	<u>20,919,188</u>
0	0	4,497,899
0	0	176,003
0	0	1,404,377
0	0	654,022
0	0	847,889
0	0	3,239,772
1,898,573	782	8,109,880
0	0	854,594
29,064	0	474,533
<u>1,927,637</u>	<u>782</u>	<u>20,258,969</u>
<u>(648,843)</u>	<u>(667)</u>	<u>660,219</u>
669,515	0	669,515
0	0	25,688
312,300	0	354,155
0	0	(354,155)
<u>981,815</u>	<u>0</u>	<u>695,203</u>
332,972	(667)	1,355,422
(277,477)	1,316	12,081,195
0	0	6,416
<u>\$55,495</u>	<u>\$649</u>	<u>\$13,443,033</u>

CITY OF GROVE CITY, OHIO

**Combined Statement Of Revenues, Expenditures, And Changes In Fund Balances -
Budget And Actual - All Governmental Fund Types And Expendable Trust Fund
(Non-GAAP Budgetary Basis)**

For The Year Ended December 31, 1999

continued

	General Fund		Variance Favorable (Unfavorable)
	Revised Budget	Budgetary Actual	
<u>Revenues:</u>			
Property Taxes	\$845,200	\$753,183	(\$92,017)
Municipal Income Taxes	10,300,000	10,337,867	37,867
Other Local Taxes	435,000	467,252	32,252
Intergovernmental	1,582,000	1,602,261	20,261
Charges For Services	146,680	174,387	27,707
Licenses And Permits	426,000	482,977	56,977
Fines And Forfeitures	137,000	139,875	2,875
Special Assessments	2,200	19,159	16,959
Interest	567,123	593,589	26,466
Miscellaneous	319,320	328,101	8,781
Total Revenues	14,760,523	14,898,651	138,128
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Security Of Persons And Property	4,150,560	4,020,151	130,409
Public Health	152,081	147,671	4,410
Leisure Time Activities	785,335	727,464	57,871
Community Development	571,904	491,774	80,130
General Government	3,613,012	3,369,851	243,161
Capital Outlay	10,417,129	8,931,430	1,485,699
Debt Service	615,975	521,855	94,120
Total Expenditures	20,305,996	18,210,196	2,095,800
Excess Of Revenues Over (under) Expenditures	(5,545,473)	(3,311,545)	2,233,928
<u>Other Financing Uses:</u>			
Operating Transfers - Out	(30,400)	(30,400)	0
Excess Of Revenues Over (under) Expenditures and Other Financing Uses	(5,575,873)	(3,341,945)	2,233,928
Fund Balance At Beginning Of Year	3,759,671	3,759,671	0
Prior Year Encumbrances	4,801,057	4,801,057	0
Fund Balance At End Of Year	\$2,984,855	\$5,218,783	\$2,233,928

CITY OF GROVE CITY, OHIO

**Combined Statement Of Revenues, Expenditures, And Changes In Fund Balances -
Budget And Actual - All Governmental Fund Types And Expendable Trust Fund**

(Non-GAAP Budgetary Basis)

(Continued)

For The Year Ended December 31, 1999

continued

	Special Revenue Funds		
	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Property Taxes	\$438,889	\$436,053	(\$2,836)
Other Local Taxes	141,375	141,375	0
Intergovernmental	1,511,243	1,527,620	16,377
Charges For Services	989,459	932,044	(\$57,415)
Licenses And Permits	109,556	109,556	0
Fines And Forfeitures	7,628	7,628	0
Miscellaneous	83,514	95,881	12,367
Total Revenues	3,281,664	3,250,157	(31,507)
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Security Of Persons And Property	523,384	471,037	52,347
Public Health	45,627	40,047	5,580
Leisure Time Activities	1,221,435	1,050,686	170,749
Community Development	184,144	158,582	25,562
Transportation	1,079,216	968,802	110,414
Capital Outlay	903,683	797,178	106,505
Total Expenditures	3,957,489	3,486,332	471,157
Excess Of Revenues Over (under) Expenditures	(675,825)	(236,175)	439,650
<u>Other Financing Sources:</u>			
Operating Transfers - In	30,400	30,400	0
Excess Of Revenues And Other Financing Sources Over (under) Expenditures	(645,425)	(205,775)	439,650
Fund Balance At Beginning Of Year	1,312,436	1,312,436	0
Prior Year Encumbrances	481,246	481,246	0
Fund Balance At End Of Year	\$1,148,257	\$1,587,907	\$439,650

CITY OF GROVE CITY, OHIO

**Combined Statement Of Revenues, Expenditures, And Changes In Fund Balances -
Budget And Actual - All Governmental Fund Types And Expendable Trust Fund**

(Non-GAAP Budgetary Basis)

(Continued)

For The Year Ended December 31, 1999

continued

	<i>Debt Service Fund</i>		
	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<u>Revenues:</u>			
Property Taxes	\$701,818	\$673,900	(\$27,918)
Intergovernmental	90,000	72,099	(17,901)
Special Assessments	111,600	115,984	4,384
Interest	36,000	31,507	(4,493)
Miscellaneous	0	10,553	10,553
Total Revenues	939,418	904,043	(35,375)
<u>Expenditures:</u>			
Debt Service	1,160,821	1,121,740	39,081
Excess Of Revenues Over (under) Expenditures	(221,403)	(217,697)	3,706
Fund Balance At Beginning Of Year	961,245	961,245	0
Fund Balance At End Of Year	<u>\$739,842</u>	<u>\$743,548</u>	<u>\$3,706</u>

CITY OF GROVE CITY, OHIO

**Combined Statement Of Revenues, Expenditures, And Changes In Fund Balances -
Budget And Actual - All Governmental Fund Types And Expendable Trust Fund**

(Non-GAAP Budgetary Basis)

(Continued)

For The Year Ended December 31, 1999

continued

	Capital Projects Funds		
	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$3,299,783	\$1,091,768	(\$2,208,015)
Licenses And Permits	117,712	157,143	39,431
Total Revenues	3,417,495	1,248,911	(2,168,584)
<u>Expenditures:</u>			
Capital Outlay	7,964,995	5,458,720	2,506,275
Excess Of Revenues Over (under) Expenditures	(4,547,500)	(4,209,809)	337,691
<u>Other Financing Sources:</u>			
Proceeds Of Loans	1,062,166	1,283,221	221,055
Proceeds Of Notes	3,350,000	3,350,000	0
Total Other Financing Sources	4,412,166	4,633,221	221,055
Excess Of Revenues And Other Financing Sources Over (under) Expenditures	(135,334)	423,412	558,746
Fund Deficit At Beginning Of Year	(1,628,823)	(1,628,823)	0
Prior Year Encumbrances	1,773,153	1,773,153	0
Fund Balance At End Of Year	\$8,996	\$567,742	\$558,746

CITY OF GROVE CITY, OHIO

**Combined Statement Of Revenues, Expenditures, And Changes In Fund Balances -
Budget And Actual - All Governmental Fund Types And Expendable Trust Fund**

(Non-GAAP Budgetary Basis)

(Continued)

For The Year Ended December 31, 1999

	<i>Expendable Trust Fund</i>		
	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<u>Revenues:</u>			
Miscellaneous	\$0	\$115	\$115
<u>Expenditures:</u>			
Capital Outlay	1,871	1,337	534
Excess Of Revenues Over (under) Expenditures	(1,871)	(1,222)	649
Fund Balance At Beginning Of Year	1,316	1,316	0
Prior Year Encumbrances	555	555	0
Fund Balance At End Of Year	<u>\$0</u>	<u>\$649</u>	<u>\$649</u>

See Accompanying Notes To The General Purpose Financial Statements

CITY OF GROVE CITY, OHIO

**Combined Statement Of Revenues, Expenses, And Changes In Fund Equity -
Proprietary Fund Type**

For The Year Ended December 31, 1999

	<u>Enterprise</u>
<u>Operating Revenues:</u>	
Charges For Services	\$802,202
Other Revenues	536
	<hr/>
Total Operating Revenues	802,738
	<hr/>
<u>Operating Expenses:</u>	
Personal Services	324,841
Contractual Services	64,534
Materials And Supplies	40,266
Depreciation	674,165
	<hr/>
Total Operating Expenses	1,103,806
	<hr/>
Operating Loss	(301,068)
	<hr/>
<u>Non-Operating Revenues (expenses):</u>	
Interest Revenue	44,488
Interest And Fiscal Charges	(105,349)
	<hr/>
Total Non-Operating Revenues (expenses)	(60,861)
	<hr/>
Net Loss	(361,929)
	<hr/>
Retained Earnings (deficit) At Beginning Of Year - Restated (Note 2)	(4,064,504)
	<hr/>
Retained Earnings (deficit) At End Of Year	(4,426,433)
	<hr/>
Contributed Capital At Beginning Of Year	30,863,567
Tap-In Fees	674,287
	<hr/>
Contributed Capital At End Of Year	31,537,854
	<hr/>
Total Fund Equity At End Of Year	\$27,111,421
	<hr/>

See Accompanying Notes To The General Purpose Financial Statements

CITY OF GROVE CITY, OHIO

**Combined Statement Of Revenues, Expenses, And Changes In Fund Balance -
Budget And Actual - Proprietary Fund Type**

(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<i>Enterprise Funds</i>		
	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<u>Revenues:</u>			
Charges For Services	\$740,000	\$583,870	(\$156,130)
Tap-In Fees	677,456	915,435	237,979
Interest	18,000	34,768	16,768
Miscellaneous	3,200	3,917	717
Total Revenues	1,438,656	1,537,990	99,334
<u>Expenses:</u>			
Personal Service	377,513	354,886	22,627
Contractual Services	362,059	330,962	31,097
Supplies And Materials	92,363	55,876	36,487
Debt Service	379,640	291,567	88,073
Capital Outlay	1,240,679	1,005,792	234,887
Total Expenses	2,452,254	2,039,083	413,171
Excess Of Revenues Over (under) Expenses	(1,013,598)	(501,093)	512,505
Fund Balance At Beginning Of Year	1,252,235	1,252,235	0
Prior Year Encumbrances	540,608	540,608	0
Fund Balance At End Of Year	\$779,245	\$1,291,750	\$512,505

See Accompanying Notes To The General Purpose Financial Statements

CITY OF GROVE CITY, OHIO

Combined Statement Of Cash Flows - Proprietary Fund Type

For The Year Ended December 31, 1999

continued

	<u>Enterprise</u>
<u>Increases (decreases) In Cash And Cash Equivalents:</u>	
<u>Cash Flows From Operating Activities:</u>	
Cash Received From Customers	\$583,870
Cash Payments For Personal Services	(335,376)
Cash Payments For Contractual Services	(43,912)
Cash Payments To Vendors For Materials And Supplies	(37,477)
Other Operating Revenues	3,917
Tap-In Fees	241,148
Tap-In Fees Paid To Other Governments	<u>(241,148)</u>
Net Cash Provided By Operating Activities	<u>171,022</u>
<u>Cash Flows From Capital And Related Financing Activities:</u>	
Tap-In Fees	674,287
Acquisition Of Capital Assets	(1,000,722)
Principal Paid On Revenue Bonds	(135,000)
Principal Paid On OPWC Loans	(41,688)
Proceeds of OPWC Loans	613,706
Interest And Fiscal Charges Paid On Revenue Bonds	(79,860)
Interest And Fiscal Charges Paid On OPWC Loans	<u>(29,123)</u>
Net Cash Provided By Capital And Related Financing Activities	<u>1,600</u>
<u>Cash Flows From Investing Activities:</u>	
Interest	<u>34,768</u>
Net Increase In Cash And Cash Equivalents	207,390
Cash And Cash Equivalents At Beginning Of Year	<u>1,988,369</u>
Cash And Cash Equivalents At End Of Year	<u><u>\$2,195,759</u></u>

CITY OF GROVE CITY, OHIO

Combined Statement Of Cash Flows - Proprietary Fund Type

(Continued)

For The Year Ended December 31, 1999

	<u>Enterprise</u>
<i>Reconciliation Of Operating Loss To</i>	
<i><u>Net Cash Provided By Operating Activities:</u></i>	
Operating Loss	(\$301,068)
<i>Adjustments To Reconcile Operating Loss To</i>	
<i><u>Net Cash Provided By Operating Activities:</u></i>	
Depreciation	674,165
Changes In Assets And Liabilities:	
Increase In Accounts Receivable	(218,332)
Increase In Interfund Receivable	(151)
Decrease In Accounts Payable	(2,738)
Increase In Contracts Payable	5,184
Increase In Due To Other Governments	20,442
Increase In Accrued Wages Payable	590
Decrease In Compensated Absences Payable	(7,070)
	<hr/>
<i>Net Cash Provided By Operating Activities</i>	<i><u>\$171,022</u></i>

See Accompanying Notes To The General Purpose Financial Statements

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements

For The Year Ended December 31, 1999

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Grove City have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The City also applies Financial Accounting Standard Board Statements and Interpretations issued before November 30, 1989, to its proprietary activities unless they conflict with or contradict GASB pronouncements. The more significant of the City's accounting policies are described below.

A. THE REPORTING ENTITY

The City of Grove City is a home rule municipal corporation established under the laws of the State of Ohio that operates under its own Charter. The current Charter, which provides for a mayor-council-administrator form of government, was adopted by the electorate November 4, 1958, became effective July 1, 1959, and was amended December 6, 1962, November 2, 1982, and again November 5, 1985.

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 and activities which are not legally separate from the City. They comprise the City's legal entity which provide various services including a public safety department, a public service department, a street maintenance department, a parks and recreation department, a senior center, and an engineering department. The City of Grove City is also responsible for the construction, maintenance and repairs associated with the water and sewer lines, while the City of Columbus provides water and sewer treatment services. Council and the Mayor have direct responsibility for these activities.

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 the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units also include organizations that are fiscally dependent on the City in that the City approves the organization's budget, the issuance of its debt or the levying of its taxes.

The following potential component units have been excluded from the City's financial statements because the City is not financially accountable for them nor are the entities fiscally dependent on the City:

- ▶ Jackson Township Fire Department
- ▶ Southwestern City School District
- ▶ Grove City Public Library

The Grove City Mayor's Court has been included in the City's financial statements as an agency fund. The Mayor is an elected City official who has a fiduciary responsibility for the collection and distribution of court fees and fines.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements *(Continued)*

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Grove City Area Community Improvement Corporation (CIC) was created as a not for profit corporation under Sections 1702.01 et. seq., Ohio Revised Code. The CIC is governed by an eight member Board of Trustees, five of which are elected or appointed officials of the City. The CIC's sole purpose is to provide financing services to the City by means of the issuance of Certificates of Participation. Because this service entirely benefits the City, the CIC is considered a blended component unit of the City. However, since the CIC has had no activity since the issuance of the Certificates of Participation, no financial information has been presented for the CIC.

The City is a member of the Central Ohio Health Care Consortium (the "Pool"), a risk sharing pool which provides health insurance. The Pool, which commenced business on January 1, 1992, has thirteen members consisting of various cities, villages and townships. The members originally entered into an irrevocable agreement to remain a member of the Pool for a minimum of three years. This agreement was renewed for an additional three years on January 1, 1998. The Pool is governed by a Board of Directors consisting of one director appointed by each member. The Board elects a chairman, a vice chairman and a secretary. The Board is responsible for its own financial matters and the Pool maintains its own books of account. Budgeting and financing of the Pool is subject to the approval of the Board. The City has no explicit and measurable equity interest in the Pool. The City has no ongoing financial responsibility other than the three year minimum membership. See Note 11.

The Franklin County General Health District, a jointly governed organization, provides health services within the County. The Board of Health, with representatives from throughout the County, oversees the operation of the District. The City does not have any financial interest in or responsibility for the District. The County Commissioners serve as the taxing authority, and the County Auditor and Treasurer serve as fiscal officers. See Note 20.

B. BASIS OF PRESENTATION - FUND ACCOUNTING

The City uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions and activities.

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types." The following categories and fund types are used by the City:

GOVERNMENTAL FUNDS

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

CITY OF GROVE CITY, OHIO

*Notes To The General Purpose Financial Statements
(Continued)*

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

GENERAL FUND

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

SPECIAL REVENUE FUNDS

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

DEBT SERVICE FUND

The debt service fund is used to account for the accumulation of resources for, and the payment of, general long term and special assessment debt principal and interest.

CAPITAL PROJECTS FUNDS

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

PROPRIETARY FUNDS

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

ENTERPRISE FUNDS

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

FIDUCIARY FUNDS

Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. The City's fiduciary funds include an expendable trust fund and agency funds. The expendable trust fund is accounted for in essentially the same manner as governmental funds. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

ACCOUNT GROUPS

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

GENERAL FIXED ASSETS ACCOUNT GROUP

The General Fixed Assets Account Group is used to account for fixed assets other than those accounted for in the proprietary funds. These assets do not represent financial resources available for expenditure.

GENERAL LONG-TERM DEBT ACCOUNT GROUP

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

C. BASIS OF ACCOUNTING

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

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

The modified accrual basis of accounting is used for reporting purposes by the governmental fund types, expendable trust fund and agency funds. Under this basis of accounting, the City recognizes revenue when it becomes both measurable and available. Measurable means the amount of the transaction can be determined. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which for the City is considered to be 31 days after year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable. Unmatured principal and interest on general long-term and special assessment debt is recognized when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Revenues accrued at the end of the year included income taxes withheld by employers, interest on investments, intergovernmental revenues (including motor vehicle license fees, gasoline tax, and local government assistance), grants, fines and forfeitures, and reimbursements due from federal and state funded projects for which corresponding expenditures have been made.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Other revenues, including licenses, permits, special assessments, certain charges for services, income taxes other than those withheld by employers, and miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received.

The City reports deferred revenue on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. In subsequent periods when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Special assessment installments to be received in governmental funds are recorded as deferred revenue because they do not meet the availability criteria. Property taxes measurable as of December 31, 1999, and delinquent property taxes, whose availability is indeterminate and which are not intended to finance the current year, have also been recorded as deferred revenue as further described in Note 6.

The proprietary funds use the accrual basis of accounting for reporting purposes. Revenues are recognized when they are earned, and expenses are recognized when they are incurred. Unbilled service charges receivable are recognized as revenue at year end.

D. BUDGETS AND BUDGETARY ACCOUNTING

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

TAX BUDGET

A tax budget of estimated revenue and expenditures for each fund is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20th of each year, for the period January 1 to December 31 of the following year. All funds, except agency funds, are legally required to be budgeted. Because the Building Construction Capital Projects Fund is created for GAAP purposes only and is handled through a trustee, no budget was adopted for this fund. There is also unbudgeted trustee activity in the General Fund and the Water Enterprise Fund.

ESTIMATED RESOURCES

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

On or about January 1 the certificate of estimated resources is amended to include unencumbered fund cash balances at December 31. Further amendments may be made during the year if the finance director determines that revenue to be collected will be greater than or less than the prior estimates, and the budget commission finds the revised estimates to be reasonable. The amounts set forth in the financial statements represent estimates from the final amended certificate issued during 1999.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

ANNUAL ESTIMATE

The Mayor, with the assistance of the City Administrator and the Director of Finance, is required by charter to submit to Council, on or before December 7 of each fiscal year, an estimate of the revenues and expenditures of each fund of the City for the next succeeding fiscal year. The annual estimate serves as the basis for appropriations (the appropriated budget) in each fund.

APPROPRIATIONS

An appropriation ordinance (the appropriated budget) to control the level of expenditures for all funds, except agency funds, must be legally enacted on or about January 1. Appropriations may not exceed estimated resources as established in the amended certificate of estimated resources. Supplemental appropriations may be adopted by Council action. Amounts shown in the financial statements represent the appropriated budgeted amounts and all supplemental appropriations. Forty-two supplemental appropriation measures were legally enacted during 1999 by Council.

BUDGETED LEVEL OF EXPENDITURE

Administrative control is maintained through the establishment of detailed line-item budgets. Appropriated funds may not be expended for purposes other than those designated in the appropriation ordinance without authority from Council. Expenditures plus encumbrances may not legally exceed appropriations at the level of appropriation adopted by Council. For all funds, Council appropriations are made to personal services, contractual services, supplies and materials, capital outlay, debt service, operating transfers, and other operating charges. The appropriations set by Council remain fixed unless amended by Council ordinance. More detailed appropriation allocations may be made by the Finance Director as long as the allocations are within Council's appropriated amount.

ENCUMBRANCES

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

LAPSING OF APPROPRIATIONS

At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. Encumbrances outstanding at year end are carried forward to the subsequent year and are not reappropriated.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. CASH AND CASH EQUIVALENTS

To improve cash management, cash received by the City is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the City's records. Each fund's interest in the pool is presented as "Equity In Pooled Cash And Cash Equivalents" on the balance sheet.

During the year, investments were limited to repurchase agreements, certificates of deposit, money market mutual funds and U. S. Government Securities. Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as repurchase agreements and nonnegotiable certificates of deposit are reported at cost.

For purposes of the Combined Statement of Cash Flows and for presentation on the Combined Balance Sheet, investments with original maturities of three months or less, and investments from the City's cash management pool are considered to be cash equivalents. The Grove City Mayor's Court has its own checking account for the collection and distribution of court fines and forfeitures and is presented on the combined balance sheet as "Cash And Cash Equivalents In Segregated Accounts". The City utilizes financial institutions to service bonded debt as principal and interest payments come due. The City also has permissive motor vehicle license money which is held by the Franklin County Engineer as trustee and distributed to the City for approved street projects. The balances in these accounts are presented on the combined balance sheet as "Cash and Cash Equivalents with Fiscal and Escrow Agents".

Interest income is distributed to the funds according to Ohio constitutional and statutory requirements. Interest revenue credited to the general fund during fiscal year 1999 amounted to \$626,214, which includes \$181,043 assigned from other funds. The debt service fund, capital projects funds, and enterprise funds also received interest in the amount of \$36,808, \$29,883 and \$44,488, respectively.

F. MATERIALS AND SUPPLIES INVENTORY

Inventory is valued at cost on a first-in, first-out basis. At December 31, 1999, the general and special revenue funds maintained the only significant inventory. The costs of inventory items are recorded as expenditures in the fund when purchased. The reserve for inventory indicates that a portion of the fund balance is not available for future expenditures.

G. PREPAID ITEMS

Payments made to vendors for services that will benefit periods beyond December 31, 1999, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure is reported in the year in which services are consumed.

H. UNAMORTIZED BOND ISSUE COSTS

This balance sheet item represents bond issuance costs for proprietary fund types which have been deferred and are being amortized over the debt repayment period.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. RESTRICTED ASSETS

Restricted assets represent certain resources which are segregated from other resources of the City to comply with various covenants established by bond and other long-term financing agreements. These assets are generally held by a trustee or the City. The various covenants place restrictions on the use of these resources, require minimum balances to be maintained in certain accounts, and establish annual amounts to be accumulated for specific uses.

J. FIXED ASSETS

The fixed asset values were initially determined at December 31, 1988, assigning original acquisition costs when such information was available. In cases where information supporting original costs was not available, estimated historical costs were developed. For certain fixed assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition. Donated fixed assets are capitalized at fair market value on the date donated.

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

GENERAL FIXED ASSETS

General fixed assets (fixed assets used in governmental fund type operations) are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the General Fixed Assets Account Group. Assets in the General Fixed Assets Account Group are not depreciated.

Public domain (infrastructure) general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems are not capitalized or reported, as these assets are immovable and of value only to the City.

PROPRIETARY FUND FIXED ASSETS

Fixed assets associated with the enterprise funds are accounted for in those funds. Depreciation is calculated using the straight line method over the estimated useful life of each asset. The assets of the enterprise funds are depreciated on the following basis:

	<u>YEARS</u>
Buildings	20
Improvements Other Than Buildings	20
Machinery And Equipment	10-20
Furniture And Fixtures	10-20
Vehicles	10
Sewer And Water Lines	50

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

CAPITALIZATION OF INTEREST

Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The City's policy is to capitalize net interest on construction projects until substantial completion of the project. The amount of capitalized interest equals the difference between the interest cost associated with the tax-exempt borrowing used to finance the project from the date of borrowing until completion of the project and the interest earned from temporary investment of the debt proceeds over the same period. Capitalized interest is amortized on the straight-line basis over the estimated useful life of the asset. For 1999, no material interest was incurred on proprietary fund construction projects.

K. COMPENSATED ABSENCES

The City accrues a liability for compensated absences in accordance with the provisions of *GASB Statement No. 16, "Accounting for Compensated Absences."* Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those that the City has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at year end, taking into consideration any limits specified in the City's termination policy.

For governmental funds, the current portion of unpaid compensated absences is the amount to be paid using available expendable resources and is reported as an accrued liability in the fund from which the individuals who have accumulated the unpaid compensated absences are paid. The balance of the liability is reported in the General Long-Term Debt Account Group. In proprietary funds, the entire amount of unpaid compensated absences is reported as a fund liability.

L. ACCRUED LIABILITIES AND LONG-TERM OBLIGATIONS

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, compensated absences and contractually required pension contributions are reported as a liability in the General Long-Term Debt Account Group to the extent that they will not be paid with current expendable available financial resources. Payments made more than thirty-one days after year end are generally considered not to have been paid with current available financial resources. Bonds, capital leases and long-term loans are recognized as a liability of the General Long-Term Debt Account Group until due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year. Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate proprietary funds.

M. CONTRIBUTED CAPITAL

Contributed capital represents donations by developers, contributions made by the City, tap-in fees which exceed the cost of physical connections to the system and are not remitted to another government, and assets whose construction was financed by special assessments. Donated assets are recorded at their fair market value on the date contributed and are not subject to repayment.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements *(Continued)*

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Because the City, prior to 1988, had not prepared its financial statements in accordance with generally accepted accounting principles, the exact amount of contributed capital pertaining to years prior to 1988 cannot be determined. In general, it has been the policy of the City to construct and acquire capital assets used in operations of the enterprise funds with revenue bonds, Enterprise Fund resources and/or through donations by developers. These assets are recorded as contributed capital in the accompanying combined financial statements. All other fund equity amounts pertaining to the proprietary funds are classified as retained earnings.

N. RESERVES AND DESIGNATIONS OF FUND EQUITY

Reserves of fund equity in governmental and proprietary funds indicate that a portion of fund balance/retained earnings is not available for expenditure or is legally segregated for a specific future use. Fund balances are reserved for encumbrances, inventory of supplies and materials, and debt service. Retained earnings are reserved for future debt service and for replacement of obsolete or worn-out equipment and improvements to the waterworks utility, as specified in the official statement for the Waterworks System First Mortgage Revenue Refunding Bonds. Designations of fund balances represent tentative plans for future use of financial resources.

O. INTERFUND TRANSACTIONS

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

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

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

P. INTERFUND ASSETS/LIABILITIES

Receivables and payables arising between funds for goods provided or services rendered are classified as "Due From Other Funds" or "Due To Other Funds" on the balance sheet. Short-term interfund loans are classified as "Interfund Receivables" or "Interfund Payables."

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Q. INTERGOVERNMENTAL REVENUES

In governmental funds, federal and state grants awarded on a non-reimbursement basis, state shared revenues, and federal entitlements are recorded as intergovernmental receivables and revenues when measurable and available. Reimbursable-type grants are recorded as intergovernmental receivables and revenues when the related expenditures are made.

R. ESTIMATES

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

S. MEMORANDUM ONLY - TOTAL COLUMNS ON COMBINED FINANCIAL STATEMENTS

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

NOTE 2 - PRIOR YEAR RESTATEMENTS

During 1998, the City paid the balance of the long-term amount owed for the accrued liability incurred when the State of Ohio established the statewide pension system for police and firefighters in 1967. The 1998 report included the Police Pension as a liability of the City. The elimination of this liability, along with other omissions and corrections from the prior year resulted in the following restatement of beginning Fund Balance/Retained Earnings/Account Group balances:

	<u>Amount at 12/31/98</u>	<u>Restated Amount</u>
Governmental Funds:		
General Fund	\$9,574,018	\$9,593,216
Special Revenue Funds	1,796,030	1,800,262
Capital Projects Funds	(279,727)	(277,477)
Enterprise Funds	(4,067,913)	(4,064,504)
General Long-Term Debt Account Group	10,505,705	10,455,824

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. ACCOUNTIBILITY

CAPITAL PROJECTS FUND The Road Improvement Capital Projects Fund has a deficit fund balance of \$117,961 because of the application of generally accepted accounting principles to the financial reporting of this fund. Note proceeds used to finance the project are not recognized as "other financing sources," but rather as a fund liability. The deficit will be reduced when the notes are repaid.

ENTERPRISE FUNDS The Water and Sewer Enterprise Funds have deficit retained earnings of \$756,683 and \$3,669,750, respectively, at December 31, 1999, as a result of accumulated operating losses. An increase in consumption due to an expanding user base will help alleviate the deficits.

B. COMPLIANCE

SPECIAL REVENUE FUND The Big Splash Special Revenue Fund had appropriations in excess of estimated resources and available fund balances in the amount of \$52,038.

CAPITAL PROJECTS FUND The Sewer Improvement Capital Projects Fund had appropriations in excess of estimated resources and available fund balances in the amount of \$89,570.

NOTE 4 - DEPOSITS AND INVESTMENTS

State statutes classify monies held by the City into three categories.

Active deposits are public deposits necessary to meet current demands on the treasury. Such monies must be maintained either as cash in the City Treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that Council has identified as not required for use within the current two year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including pass book accounts.

Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the finance director by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 4 - DEPOSITS AND INVESTMENTS (Continued)

State statute permits interim monies to be deposited or invested in the following securities:

1. United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and
6. The State Treasurer's investment pool (STAR Ohio).

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

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

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 4 - DEPOSITS AND INVESTMENTS (Continued)

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the finance director or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

At year end, the carrying amount of the City's deposits was \$6,099,316, and the bank balance was \$7,037,539. Of the bank balance, \$515,104 was covered by federal depository insurance. The remaining amounts were uninsured and uncollateralized. Although the balance was collateralized by securities held by the financial institutions' trust departments in the City's name and all State statutory requirements for the deposit of money had been followed, non compliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

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

	<u>1</u>	<u>Category</u> <u>2</u>	<u>3</u>	<u>Carrying/ Market Value</u>
Repurchase Agreements			\$6,955,880	\$6,955,880
U.S. Government Securities		\$5,293,156		5,293,156
Money Market Mutual Fund				<u>596,157</u>
Total Investments	<u>\$0</u>	<u>\$5,293,156</u>	<u>\$6,955,880</u>	<u>\$12,845,193</u>

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

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

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

	<u>Cash and Cash Equivalents/Deposits</u>	<u>Investments</u>
<i>GASB Statement No. 9</i>	\$18,944,509	\$0
Investments:		
Repurchase Agreements	(6,955,880)	6,955,880
U.S. Government Securities	(5,293,156)	5,293,156
Mutual Funds	<u>(596,157)</u>	<u>596,157</u>
<i>GASB Statement No. 3</i>	<u>\$6,099,316</u>	<u>\$12,845,193</u>

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 5 - MUNICIPAL INCOME TAX

The City levies and collects an income tax of two percent on all income earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100 percent of the tax paid to another municipality, not to exceed the amount owed. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City at least quarterly. Corporations and other individual taxpayers are also required to pay their estimated tax at least quarterly and file a final return annually.

The City of Columbus administers and collects income taxes for the City of Grove City. Payments, net of a two percent collection fee, are remitted monthly for tax revenues received by Columbus in the prior month.

NOTE 6 - PROPERTY TAX

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received during 1999 for real and public utility property taxes represents collections of 1998 taxes. Property tax payments received during 1999 for tangible personal property (other than public utility property) is for 1999 taxes.

1999 real property taxes are levied after October 1, 1999 on the assessed value as of January 1, 1999, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 1999 real property taxes are collected in and intended to finance 2000.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 1999 public utility property taxes became a lien December 31, 1998, are levied after October 1, 1999, and are collected in 2000 with real property taxes.

1999 tangible personal property taxes are levied after October 1, 1998, on the value as of December 31, 1998. Collections are made in 1999. Tangible personal property assessments are 25 percent of true value.

The full tax rate for all City operations for the year ended December 31, 1999, was \$4.70 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 1999 property tax receipts were based are as follows:

<u>Category</u>	<u>Assessed Value</u>
Real Estate	\$442,468,070
Public Utility Property	17,511,040
Tangible Personal	<u>57,083,355</u>
Total Property Taxes	<u>\$517,062,465</u>

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

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 6 - PROPERTY TAX (Continued)

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

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City of Grove City. The County Auditor periodically remits to the City its portion of the taxes. Property taxes receivable represent real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 1999. Although total property tax collections for the next year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31, nor are they intended to finance 1999 operations. The receivable is offset by deferred revenue.

NOTE 7 - RECEIVABLES

Receivables at December 31, 1999, consisted of taxes, interfund, intergovernmental receivables arising from grants, entitlements or shared revenues, special assessments, charges for services and interest on investments. All receivables are considered fully collectible.

A summary of the principal items of intergovernmental receivables follows:

<u>Fund Type / Fund</u>	<u>Amount</u>
General Fund	
Local Government	\$75,855
Local Government Revenue Assistance	7,302
Liquor Permits	1,104
Estate Taxes	166,955
Civil Service Fees	3,608
Fines And Forfeitures	12,048
Personal Property Exemption	6,136
Pari-Mutuel Tax	<u>15,000</u>
Total General Fund	<u>288,008</u>
Special Revenue Funds	
Street Maintenance Fund	
Gasoline Tax	45,326
Motor Vehicle License Tax	<u>22,922</u>
Total Street Maintenance Fund	<u>68,248</u>
State Highway Fund	
Gasoline Tax	3,675
Motor Vehicle License Tax	<u>1,859</u>
Total State Highway Fund	<u>\$5,534</u>

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 7 - RECEIVABLES (Continued)

Police Pension Fund	
Personal Property Exemption	<u>\$1,753</u>
City Permissive MVL Fund	
Permissive Motor Vehicle License Taxes	<u>12,308</u>
County Permissive MVL Fund	
Permissive Motor Vehicle License Taxes	<u>6,027</u>
Enforcement And Education Fund	
Fines And Forfeitures	<u>218</u>
COPS Fast Grant	<u>18,689</u>
Total Special Revenue Funds	<u>112,777</u>
Debt Service Fund	
Personal Property Exemption	<u>2,411</u>
Total Intergovernmental Receivables	<u>\$403,196</u>

NOTE 8 - FIXED ASSETS

A. GENERAL FIXED ASSETS

Changes in general fixed assets during 1999 were as follows:

	<i>Balance For</i> <i>The Year Ended</i> <u>12/31/98</u>	<i>Additions</i>	<i>Deletions</i>	<i>Balance For</i> <i>The Year Ended</i> <u>12/31/99</u>
Lands	\$1,779,917	\$213,804	\$0	\$1,993,721
Buildings	3,956,500	850,000	0	4,806,500
Improvements Other Than Buildings	274,295	1,547,661	0	1,821,956
Machinery And Equipment	2,102,668	714,910	400	2,817,178
Furniture And Fixtures	447,702	112,562	0	560,264
Computer Equipment	367,102	79,914	0	447,016
Vehicles	1,013,918	243,786	0	1,257,704
Construction in Progress	<u>243,257</u>	<u>0</u>	<u>243,257</u>	<u>0</u>
Total General Fixed Assets	<u>\$10,185,359</u>	<u>\$3,762,637</u>	<u>\$243,657</u>	<u>\$13,704,339</u>

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 8 - FIXED ASSETS (Continued)

B. FUND FIXED ASSETS

All fund fixed assets relate to the water and sewer enterprise funds. The balances as of December 31, 1999, were as follows:

	<u>Water</u>	<u>Sewer</u>	<u>Balance As Of 12/31/99</u>
Lands	\$24,450	\$94,325	\$118,775
Buildings	20,000	68,625	88,625
Improvements Other Than Buildings	523,482	2,859	526,341
Machinery And Equipment	729	198,230	198,959
Furniture And Fixtures	1,658	799	2,457
Vehicles	0	98,448	98,448
Computer Equipment	3,950	7,235	11,185
Sewer And Water Lines	12,789,119	19,487,267	32,276,386
Construction In Progress	<u>37,345</u>	<u>1,019,600</u>	<u>1,056,945</u>
 Total Fund Fixed Assets	 13,400,733	 20,977,388	 34,378,121
 Less: Accumulated Depreciation	 <u>(3,149,853)</u>	 <u>(4,023,380)</u>	 <u>(7,173,233)</u>
Total Fund Fixed Assets (net of accumulated depreciation)	<u>\$10,250,880</u>	<u>\$16,954,008</u>	<u>\$27,204,888</u>

NOTE 9 - DEFINED BENEFIT PENSION PLANS

A. PUBLIC EMPLOYEES RETIREMENT SYSTEM

The City of Grove City contributes to the Public Employees Retirement System of Ohio (PERS), a cost-sharing multiple-employer public employee retirement system administered by the Public Employees Retirement Board. PERS provides basic retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 145 of the Ohio Revised Code. PERS issues a publicly available financial report that includes financial statements and required supplementary information for PERS. That report may be obtained by writing to the Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling (614) 466-2085 or 1-800-222-PERS (7377).

Plan members are required to contribute 8.5 percent of their annual covered salary to fund pension obligations and the City is required to contribute 9.35 percent. Contributions are authorized by State statute. The contribution rates are determined actuarially. The City's contributions to PERS for the years ended December 31, 1999, 1998, and 1997 were \$296,507, \$268,334, and \$223,572, respectively. The full amount has been contributed for 1998 and 1997. 72.55 percent has been contributed for 1999 with the remainder being reported as a fund liability and within the general long-term debt account group.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 9 - DEFINED BENEFIT PENSION PLANS (Continued)

B. POLICE AND FIREMEN'S DISABILITY AND PENSION FUND

The City of Grove City contributes to the Police and Firemen's Disability and Pension Fund of Ohio (the "Fund"), a cost-sharing multiple-employer defined benefit pension plan. The Fund 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. The Fund issues a publicly available financial report that includes financial information and required supplementary information for the Fund. That report may be obtained by writing to the Police and Firemen's Disability and Pension Fund of Ohio, 140 East Town Street, Columbus, Ohio 43215-5164.

Police and firefighters are required to contribute 10 percent of their annual covered salary to fund pension obligations and the City is required to contribute 12.5 percent for police. The City has no firefighters. Contributions are authorized by State statute. The City's contributions to the Fund for the years ended December 31, 1999, 1998, and 1997 were \$303,004, \$292,806, and \$258,896, respectively, equal to the required contributions for each year. The full amount has been contributed for 1998 and 1997. 69.77 percent has been contributed for 1999 with the remainder being reported within the general long-term debt account group.

NOTE 10 - POSTEMPLOYMENT BENEFITS

A. PUBLIC EMPLOYEES RETIREMENT SYSTEM (PERS)

The Public Employees Retirement System of Ohio (PERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit and to primary survivor recipients of such retirees. Health care coverage for disability recipients is available. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in *GASB Statement No. 12*. A portion of each employer's contribution to PERS is set aside for the funding of postretirement health care based on authority granted by State statute. The 1999 employer contribution rate was 13.55 percent of covered payroll; 4.20 percent was the portion that was used to fund health care for 1999.

For 1999, benefits are funded on a pay-as-you-go basis. The Ohio Revised Code provides the statutory authority requiring public employers to fund postretirement health care through their contributions to PERS. OPEB are financed through employer contributions and investment earnings thereon. The contributions allocated to retiree health and Medicare, along with investment income on allocated assets and periodic adjustments in health care provisions, are expected to be sufficient to sustain the program indefinitely. During 1999, OPEB expenditures made by PERS were \$523,599,349. As of December 31, 1999, the unaudited estimated net assets available for future OPEB payments were \$9,870,285,641. At December 31, 1999, the total number of benefit recipients eligible for OPEB through PERS was 118,062. The City's actual contributions for 1999 which were used to fund OPEB were \$133,190.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 10 - POSTEMPLOYMENT BENEFITS (Continued)

B. POLICE AND FIREMEN'S DISABILITY AND PENSION FUND

The Police and Firemen's Disability and Pension Fund (the "Fund") provides postretirement health care coverage to any person who receives or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An eligible dependent child is any child under the age of eighteen whether or not he is attending school or under twenty-two if attending school full-time or on a 2/3 basis.

The health care coverage provided by the retirement system is considered an Other Postemployment Benefit as described in *GASB Statement No. 12*. The Ohio Revised Code provides the statutory authority allowing the Fund's Board of Trustees to provide health care coverage to all eligible individuals, and that health care cost paid from the funds of the Police and Firemen's Disability and Pension Fund shall be included in the employer's contribution rate. Health care funding and accounting is on a pay-as-you-go basis. The total police employer contribution is 19.5 percent of covered payroll and the total firemen's employer contribution rate is 24 percent of covered payroll, of which 7 percent of covered payroll is applied to the postemployment health care program. In addition, since July 1, 1992 most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment. Grove City has no fire personnel; therefore the Fund covers police personnel only.

The number of participants eligible to receive health care benefits as of December 31, 1998, (the latest information available) was 11,424 for police and 9,186 for firefighters. The City's actual contributions for 1999 that were used to fund postemployment benefits were \$169,682 for police. The Fund's total health care expenses for the year ending December 31, 1998, were \$78,596,790, which was net of member contributions of \$5,331,515.

NOTE 11 - EMPLOYEE BENEFITS

A. COMPENSATED ABSENCES

Vacation leave is earned at rates which vary depending upon length of service and standard work week. Current policy credits vacation leave on the employee's anniversary date and allows the unused balance to be accrued at levels which depend upon years of service. City employees are paid for earned, unused vacation leave at the time of termination of employment.

Sick leave is earned at the rate of four and six-tenths hours for every eighty hours worked and can be accumulated without limit. Each employee with the City is paid at one-half of the portion that exceeds forty-five days of the employee's earned unused sick leave upon termination from the City, or the full balance may be transferred to another governmental agency. In the event that an employee dies as the result of injuries sustained on the job, his or her estate will be paid the total allowable amount of all earned unused sick leave.

Unpaid compensated absences of \$19,151 at December 31, 1999, were reported as an accrued liability in the governmental fund types. The balance of the liability is reported in the General Long-Term Debt Account Group in the amount of \$728,673. The liability for compensated absences in the proprietary funds at December 31, 1999, was \$41,210, with \$1,786 representing the current liability and \$39,424 the noncurrent portion of accrued benefits.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 11 - EMPLOYEE BENEFITS (Continued)

B. HEALTH CARE BENEFITS

On January 1, 1992, the City joined the Central Ohio Health Care Consortium, a risk-sharing pool, which provides employee health care benefits for all full-time employees who wish to participate in the plan. The pool consists of thirteen political subdivisions who pool risk for basic hospital, surgical and prescription drug coverage. The City pays monthly contributions to the Consortium, which are used to cover claims and administrative costs, and to purchase excess loss insurance for the plan. The Consortium has entered into an agreement for individual and aggregate excess loss coverage with a commercial insurance carrier. The individual excess loss coverage has been structured to indemnify the Plan for medical claims paid for an individual in excess of \$150,000, with an individual lifetime maximum of \$2,000,000. The aggregate excess loss coverage has been structured to indemnify the Plan for aggregate claims paid in excess of \$5,258,738 to a maximum of \$1,000,000 annually. In the event that the losses of the Consortium in any year exceeds amounts paid to the Consortium, together with all stop-loss, reinsurance and other coverage then in effect, then the payment of all uncovered losses shall revert to and be the sole obligation of the political subdivision against which the claim was made.

C. DEFERRED COMPENSATION

City employees may participate in the Ohio Public Employees Deferred Compensation Plan. This plan was created in accordance with Internal Revenue Code Section 457. Participation is on a voluntary payroll deduction basis. The plan permits deferral of compensation until future years. According to the plan, the deferred compensation is not available until termination, retirement, death or an unforeseeable emergency.

NOTE 12 - CAPITAL LEASES - LESSEE DISCLOSURE

During fiscal year 1999, the City has entered into a capitalized lease for two copiers. The lease meets the criteria of a capital lease as defined by *Statement of Financial Accounting Standards No. 13, "Accounting for Leases"*, which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Lease payments are reflected as a debt service expenditure in the combined financial statements for the governmental funds. These expenditures are reported as function expenditures on the budgetary statements.

General fixed assets consisting of equipment have been capitalized in the general fixed assets account group in the amount of \$25,688. This amount represents the present value of the minimum lease payments at the time of acquisition. A corresponding liability was recorded in the general long-term obligations account group. Principal payments in fiscal year 1999 totaled \$4,810 in the governmental funds.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 12 - CAPITAL LEASES - LESSEE DISCLOSURE (Continued)

The following is a schedule of the future long-term minimum lease payments required under the capital leases and the present value of the minimum lease payments as of December 31, 1999:

Year Ending December 31,	General Long-Term Obligation
2000	\$8,977
2001	8,977
2002	3,741
Total	21,695
Less: Amount Representing Interest	(817)
Present Value of Minimum Lease Payments	<u>\$20,878</u>

NOTE 13 - OUTSTANDING DEBT AND OTHER LONG-TERM OBLIGATIONS

A. BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS

Bonded debt and other long-term obligations payable activity for the year ended December 31, 1999, was as follows:

<u>Types / Issues</u>	<u>Balance 12/31/98</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance 12/31/99</u>
<u>ENTERPRISE FUND OBLIGATIONS</u>				
<u>Mortgage Revenue Bonds</u>				
1992 - 3.5%-6.6% Waterworks System First				
Mortgage Revenue Refunding Bonds	<u>\$1,270,000</u>	<u>\$0</u>	<u>\$135,000</u>	<u>\$1,135,000</u>
<u>Ohio Public Works Commission (OPWC) Loans</u>				
1993 - 0.00% Park Street Improvements	73,001	0	6,953	66,048
1994 - 3.50% Columbus Street Reconstruction	117,783	0	5,603	112,180
1995 - 3.00% Kingston Avenue Reconstruction	184,985	0	8,176	176,809
1995 - 3.50% Grant Run Interceptor Phase II	495,792	0	20,956	474,836
1999 - 3.00% Marsh Run Gravity Sewer	<u>0</u>	<u>613,706</u>	<u>0</u>	<u>613,706</u>
Total OPWC Loans	<u>871,561</u>	<u>613,706</u>	<u>41,688</u>	<u>1,443,579</u>
Total Enterprise Obligations	<u>\$2,141,561</u>	<u>\$613,706</u>	<u>\$176,688</u>	<u>\$2,578,579</u>

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 13 - OUTSTANDING DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

<u>Types / Issues</u>	<u>Balance</u> <u>12/31/98</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance</u> <u>12/31/99</u>
<u>GENERAL LONG-TERM OBLIGATIONS</u>				
<u>General Obligation Bonds</u>				
1980 - 9.5% Southwestern Boulevard Sanitary Sewer Bonds	\$70,812	\$0	\$23,604	\$47,208
1977 - 5.75% Stringtown Road Improvement Bonds	120,000	0	40,000	80,000
1991 - 6.65% Various Purpose Street Improvement Bonds	1,120,000	0	55,000	1,065,000
1993 - 2.85%-5.25% General Obligation Refunding Bonds	2,470,000	0	185,000	2,285,000
1993 - 4.30%-5.65% Various Purpose Street Improvement/Senior Center Addition Bonds	<u>1,920,000</u>	<u>0</u>	<u>90,000</u>	<u>1,830,000</u>
Total General Obligation Bonds	<u>5,700,812</u>	<u>0</u>	<u>393,604</u>	<u>5,307,208</u>
<u>Special Assessment Bonds</u>				
1980 - 9.5% Southwestern Boulevard Sanitary Sewer Bonds	109,188	0	36,396	72,792
1988 - 7.5% Sewer Construction And Installation	50,000	0	5,000	45,000
1990 - 7.5% Home Road Construction	102,432	0	5,560	96,872
1998 - 6.0% Seeds Road Improvement	<u>200,000</u>	<u>0</u>	<u>20,000</u>	<u>180,000</u>
Total Special Assessment Bonds	<u>461,620</u>	<u>0</u>	<u>66,956</u>	<u>394,664</u>
<u>Ohio Public Works Commission (OPWC) Loans</u>				
1993 - 0.00% Park Street Improvements	292,012	0	27,810	264,202
1998 - 0.00% Haughn Road Widening	446,773	0	22,911	423,862
1997 - 0.00% Hoover Road/SR 665 Realignment	351,547	0	18,503	333,044
1999 - 0.00% Broadway	0	387,070	0	387,070
1999 - 0.00% Hoover Road/Buckeye Ranch/Orders Road	<u>0</u>	<u>282,445</u>	<u>0</u>	<u>282,445</u>
Total OPWC Loans	<u>1,090,332</u>	<u>669,515</u>	<u>69,224</u>	<u>1,690,623</u>
<u>Other Long-Term Obligations</u>				
Pension Obligation	260,300	273,115	260,300	273,115
Capital Leases	0	25,688	4,810	20,878
1993 3.0%-5.0% Certificates Of Participation	2,185,000	0	320,000	1,865,000
Compensated Absences	<u>757,760</u>	<u>0</u>	<u>29,087</u>	<u>728,673</u>
Total Other Long-Term Obligations	<u>3,203,060</u>	<u>298,803</u>	<u>614,197</u>	<u>2,887,666</u>
Total All General Long-term Obligations	<u>\$10,455,824</u>	<u>\$968,318</u>	<u>\$1,143,981</u>	<u>\$10,280,161</u>

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 13 - OUTSTANDING DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

The City's overall legal debt margin was \$46,328,144 at December 31, 1999.

Annual debt service requirements to maturity for general long-term obligations including interest of \$2,395,585 are:

<u>Year</u>	<u>General Obligation</u>	<u>Special Assessment</u>	<u>Certificates Of Participation</u>	<u>OPWC Loans</u>	<u>Total</u>
2000	\$694,064	\$95,009	\$419,728	\$69,224	\$1,278,025
2001	688,562	90,056	419,519	69,224	1,267,361
2002	618,208	48,707	418,018	69,224	1,154,157
2003	619,729	47,212	419,958	69,224	1,156,123
2004	614,850	45,717	420,250	69,224	1,150,041
2005 - 2009	3,068,221	181,160	0	332,214	3,581,595
2010 - 2014	1,019,543	13,242	0	207,067	1,239,852
2015 - 2019	0	0	0	135,704	135,704
Totals	<u>\$7,323,177</u>	<u>\$521,103</u>	<u>\$2,097,473</u>	<u>\$1,021,105</u>	<u>\$10,962,858</u>

Annual debt service requirements to maturity for revenue bonds and OPWC loans for the water revenue bonds, OPWC loans, and sewer enterprise funds including interest of \$312,504, \$81,626, and \$154,262, respectively, are:

<u>Year</u>	<u>Water Revenue Bonds</u>	<u>Water OPWC Loans</u>	<u>Sewer OPWC Loans</u>	<u>Total</u>
2000	\$207,165	\$30,294	\$38,127	\$275,586
2001	199,200	30,294	38,127	267,621
2002	210,965	30,294	38,127	279,386
2003	206,278	30,294	38,127	274,699
2004	206,038	30,294	38,127	274,459
2005 - 2009	417,858	147,992	190,636	756,486
2010 - 2014	0	116,705	190,636	307,341
2015 - 2016	0	20,496	57,191	77,687
Totals	<u>\$1,447,504</u>	<u>\$436,663</u>	<u>\$629,098</u>	<u>\$2,513,265</u>

Because the City has not received the entire proceeds of the 1999 OPWC loans (Broadway, Hoover Road/Buckeye Ranch/Orders Road, and Marsh Run Gravity Sewer), no debt service payment schedule has been prepared and neither principal nor interest are included in the above schedules.

B. GENERAL OBLIGATION BONDS

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities and refinancing of bond anticipation notes. General obligation bonds are direct obligations and pledge the full faith and credit of the City for repayment. These bonds are generally issued as 20 year serial bonds with equal amounts of principal maturing each year and are paid with property taxes from the Debt Service Fund.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 13 - OUTSTANDING DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

In 1993, the City defeased the 1989 Series North Broadway Improvement Bonds, the 1989 Series Town Center Public Works Improvement Bonds, and the 1989 Series Grant Run Sanitary Sewer Line Improvement Bonds by placing the proceeds of the 1993 General Obligation Refunding Bonds in an irrevocable trust to provide for all future debt service payments on the 1989 Series bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City's financial statements. During 1999, the City authorized the escrow agent to pay the remaining principal of \$2,120,000 with monies held in the trust.

C. SPECIAL ASSESSMENT BONDS

Special assessment bonds are payable from the proceeds of assessments levied against the specific property owners who primarily benefitted from the project. Special assessment monies will be received in and the debt will be retired from the Debt Service Fund. In the event that property owners fail to make their special assessment payments, the City is responsible for providing the resources to meet the annual principal and interest payments.

D. CERTIFICATES OF PARTICIPATION

In 1988, the City entered a lease agreement with the Grove City Area Community Improvement Corporation (CIC) for new municipal facilities. The CIC entered an agreement with a trustee through which it assigned and transferred its rights, title and interest under the lease to National City Bank as Trustee. The Trustee issued Certificates of Participation in the lease agreement enabling holders of the Certificates to receive a portion of the semiannual lease payments. Proceeds from the issuance of the Certificates were used to construct the new facilities.

In 1993, the City defeased the Certificates of Participation, 1988 Series by placing the proceeds of the Certificates of Participation, 1993 Series in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1988 Series Certificates. Accordingly, the trust account assets and the liability for the defeased certificates are not included in the City's financial statements. During 1996, the City authorized the escrow agent to pay the remaining principal of \$2,810,000 with monies held in the trust.

Terms of the 1993 Series trust indenture require a portion of the proceeds to be set aside for current and future certificate payments. The current Certificate payment account is used to account for resources accumulated for payment over the next twelve months. The reserve account is used solely to make rent payments if a deficiency exists in the current certificate payment account and, if all payments are current, to make payment of the last certificate payments.

The obligation of the City under the lease and any subsequent lease renewal is subject to the annual appropriation of the rental payments. Legal title to the facilities remains with the CIC until all payments required under the lease have been made. At that time, title will be transferred to the City. In the event the City defaults on the lease, after thirty days the lessor may lease the facilities to a new tenant. Under terms of the lease agreement, the City may not lease, acquire, or allocate funds to acquire functionally similar facilities for thirty days after default.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 13 - OUTSTANDING DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

The liability for the 1993 Series Certificates is recorded in the General Long-Term Debt Account Group with the annual principal and interest requirements payable from the General Fund. The Certificates of Participation are not a general obligation of the City but are payable only from appropriations by the City for annual lease payments.

E. MORTGAGE REVENUE BONDS

The enterprise funds' bond indentures have certain restrictive covenants which principally require that bond reserve funds be maintained and charges for services to customers be in sufficient amounts, as defined, to satisfy the obligations under the indenture agreements. In addition, special provisions exist regarding covenant violations, redemptions of principal, and maintenance of properties in good condition.

F. FIRST MORTGAGE REVENUE REFUNDING BONDS

The 1992 First Mortgage Refunding Revenue Bond Indenture requires certain resources to be set aside for future debt payments and asset replacement and improvement. The revenue bond future debt service account is used to report resources set aside to offset future deficiencies in the refunding bond account. The revenue bond replacement and improvement account is used to accumulate resources for replacement of obsolete or worn-out equipment or improvements and extension of the system.

G. OHIO PUBLIC WORKS COMMISSION (OPWC) LOANS

The OPWC loans consist of money owed to the Ohio Public Works Commission for various construction projects within the City. These consist of 15 or 20 year loans payable from gross revenues of the Water and Sewer Enterprise Funds and the General Fund.

H. COMPENSATED ABSENCES / PENSION OBLIGATION

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

I. INDUSTRIAL REVENUE BONDS

The City has one outstanding issue of industrial development revenue bonds in the aggregate principal amount of \$1,370,000 at December 31, 1999 for facilities used by private corporations or other entities. The City is not obligated in any way to pay debt charges on the bonds from any of its funds, and therefore they have been excluded entirely from the City's debt presentation. There has not been and is not any condition of default under the bonds or the related financing documents.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 14 - NOTE OBLIGATIONS

Note obligations payable activity for the year ended December 31, 1999 was as follows:

<u>Types / Issues</u>	<u>Balance 12/31/98</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance 12/31/99</u>
1995 - 5.0% Park Acquisition Note	\$120,000	\$0	\$60,000	\$60,000
1998 - 4.1% Seeds Road Improvement Note	300,000	0	300,000	0
1999 - 5.5% Storm Sewer Note	0	1,000,000	0	1,000,000
1999 - 5.5% Hoover Road	0	500,000	0	500,000
1999 - 5.5% Dennis Lane Storm Sewer	0	1,850,000	0	1,850,000
Total Note Obligations	<u>\$420,000</u>	<u>\$3,350,000</u>	<u>\$360,000</u>	<u>\$3,410,000</u>

Annual debt service requirements to maturity for the note obligations, including interest of \$186,125, are:

<u>Year</u>	<u>Park Acquisition Note</u>	<u>Storm Sewer Note</u>	<u>Hoover Road Note</u>	<u>Dennis Lane Storm Sewer Note</u>	<u>Total</u>
2000	<u>\$61,875</u>	<u>\$1,055,000</u>	<u>\$527,500</u>	<u>\$1,951,750</u>	<u>\$3,596,125</u>

A. PARK ACQUISITION NOTE

In 1995, the City authorized the issuance of five year bond anticipation notes in the amount of \$300,000 for the purpose of buying approximately 110 acres of land for use as a public park. The City received the property and is making quarterly payments to the prior land owner, who holds the notes. These notes will be fully retired in 2000 with General Fund revenues.

B. BOND ANTICIPATION NOTES

On November 10, 1999, the City issued a total of \$3,350,000 general obligation bond anticipation notes at 5.50 percent interest. \$1,000,000 of the notes were issued for the purpose of improving the municipal storm sewer system; \$500,000 of the notes were issued for the purpose of designing and engineering right of way plans for the reconstruction of a portion of Hoover Road; and \$1,850,000 of the notes were issued for the purpose of improving Dennis Lane by constructing a storm relief sewer along the street. The notes will mature on November 10, 2000 and will be retired from the Road Improvement Capital Projects Fund from anticipated bond proceeds.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 15 - CONSTRUCTION COMMITMENTS

The City has entered into various contracts for the construction and acquisition of capital assets. At December 31, 1999, the significant outstanding construction commitments are:

<u>Project</u>	<u>Contract Amount</u>	<u>Amount Expended</u>	<u>Balance At 12/31/99</u>
1998 Street Improvements	\$441,072	\$425,332	\$15,740
1999 Street Program	568,505	513,988	54,517
Breck & Glenna Storm Sewer Improvements	5,700	0	5,700
Broadway Road Reconstruction	1,222,805	1,134,794	88,011
Brookpark School Parking Lot Addition	117,854	107,483	10,371
Connor Street Reconstruction	197,461	41,087	156,374
Fryer Park Street Lights	84,059	82,864	1,195
Grant Run Sanitary Sewer	466,016	0	466,016
Haughn Road Street Lights	118,256	88,135	30,121
Hoover Road Reconstruction	1,962,154	1,654,561	307,593
Hoover Road/Stringtown Road to Sonora	1,855,359	0	1,855,359
Hoover Park Bike Path	57,553	56,761	792
I-71 Drainage and Landscaping	107,919	0	107,919
Marsh Run Sanitary Sewer	863,830	691,783	172,047
Midland Avenue Reconstruction	592,637	315,998	276,639
Quail Creek	518,462	382,758	135,704
Seeds Road 21" Sanitary Sewer	89,475	86,144	3,331
Totals	<u>\$9,269,117</u>	<u>\$5,581,688</u>	<u>\$3,687,429</u>

NOTE 16 - RISK MANAGEMENT

The City maintains comprehensive insurance coverage with private carriers for real property, building contents, vehicles and general liability insurance and police professional liability insurance. The City also carries Public Officials liability insurance. Settlements have not exceeded coverage in any of the last three years. There has not been a significant reduction in coverage from the prior year.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 17 - SEGMENT INFORMATION - ENTERPRISE FUNDS

The City maintains two enterprise funds which are intended to be self-supporting through user fees charged for services to the public. The water and sewer funds account for the City's water and sewer services provided to its residents. Financial segment information as of and for the year ended December 31, 1999, is presented below:

	<i>Water Fund</i>	<i>Sewer Fund</i>	<i>Total</i>
Operating Revenues	\$447,054	\$355,684	\$802,738
Operating Expenses Before Depreciation	38,541	391,100	429,641
Depreciation Expense	268,888	405,277	674,165
Operating Income (loss)	139,625	(440,693)	(301,068)
Net Non-Operating Revenues (expenses)	(43,690)	(17,171)	(60,861)
Net Income (loss)	95,935	(457,864)	(361,929)
Net Working Capital	918,668	1,150,405	2,069,073
Current Capital Contributions:			
Tap-In Fees	88,685	585,602	674,287
Fixed Assets Additions	37,345	963,377	1,000,722
Total Assets	11,622,439	18,339,827	29,962,266
Bonds and Other Long-Term Liabilities Payable From Revenues	1,338,595	1,103,077	2,441,672
Total Fund Equity	10,110,085	17,001,336	27,111,421
Encumbrances Outstanding At December 31, 1999	297,952	494,295	792,247

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 18 - BUDGETARY BASIS OF ACCOUNTING

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

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

- (a) Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
- (b) Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, encumbrances are recorded as the equivalent of an expenditure (budget basis) as opposed to a reservation of fund balance for governmental funds and note disclosure for proprietary funds (GAAP basis).
- (d) The City does not budget for the activities of the trustees and fiscal agents who collect and hold the restricted assets used for the retirement of the certificates of participation, mortgage revenue bonds of the water enterprise funds, and certain projects under the control of a third party. However, the activities of the trustees and fiscal agents are included in their respective funds for GAAP reporting purposes.
- (e) Proceeds from and principal payments on bond anticipation notes are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).
- (f) For proprietary funds, the acquisition and construction of capital assets are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 18 - BUDGETARY BASIS OF ACCOUNTING (Continued)

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

*Excess Of Revenues And Other Financing Sources Over
(under) Expenditures and Other Financing Uses
All Governmental Fund Types And Expendable Trust Fund*

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Expendable Trust</u>
GAAP Basis	\$888,365	\$344,837	(\$210,085)	\$332,972	(\$667)
<u>Increases (decreases) Due To:</u>					
Revenue Accruals	(449,420)	(149,163)	(7,712)	66,004	0
Expenditure Accruals	170,237	(50,374)	(772,760)	(666,585)	(555)
Encumbrances Outstanding					
At Year End (Budget Basis)	(3,955,761)	(339,620)	0	(2,959,073)	0
Debt Service Retirement	0	0	460,560	0	0
Note Proceeds	0	0	0	3,350,000	0
Loan Proceeds	0	0	0	613,706	0
Operating Transfers	11,455	(11,455)	312,300	(312,300)	0
Excess Of Revenues Under Expenditures For Unbudgeted Funds Or Activity Of Trustee	<u>(6,821)</u>	<u>0</u>	<u>0</u>	<u>(1,312)</u>	<u>0</u>
Budget Basis	<u>(\$3,341,945)</u>	<u>(\$205,775)</u>	<u>(\$217,697)</u>	<u>\$423,412</u>	<u>(\$1,222)</u>

*Net Loss/Excess Of Revenues Under Expenses
Proprietary Fund Type*

Net Loss	<u>Enterprise</u> (\$361,929)
<u>Increases (decreases) Due To:</u>	
Revenue Accruals	(224,671)
Tap-In Fees	915,435
Expense Accruals	193,499
Depreciation Expense	674,165
Encumbrances Outstanding	
At Year End (Budget Basis)	(702,677)
Acquisition Of Fixed Assets	(1,000,722)
Excess of Revenues Under Expenses For Unbudgeted Activity of Trustee	<u>5,807</u>
Budget Basis Excess	<u>(\$501,093)</u>

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 19 - INTERFUND TRANSACTIONS

Interfund balances at December 31, 1999, consist of the following individual fund receivables and payables:

<u>Fund Type/Fund</u>	<u>Receivables</u>		<u>Payables</u>	
	<u>Due From</u>		<u>Due To</u>	
	<u>Interfund</u>	<u>Other Funds</u>	<u>Interfund</u>	<u>Other Funds</u>
General Fund	\$100,644	\$129,102	\$45,754	\$0
Special Revenue Funds:				
Street Maintenance	70	15,257	0	0
General Recreation	0	4,754	344	0
COPS Fast Grant	0	0	93,689	0
Total Special Revenue Funds	70	20,011	94,033	0
Enterprise Funds:				
Water	45,754	2,517	6,832	0
Sewer	151	8,011	0	0
Total Enterprise Funds	45,905	10,528	6,832	0
Agency Funds:				
Deposit Trust	0	483	0	0
Central Ohio Health Care Consortium	0	0	0	160,124
Total Agency Funds	0	483	0	160,124
Total All Funds	\$146,619	\$160,124	\$146,619	\$160,124

NOTE 20 - JOINTLY GOVERNED ORGANIZATION

FRANKLIN COUNTY GENERAL HEALTH DISTRICT

The Franklin County General Health District, a jointly governed organization, provides health services to citizens within the County. The Board of Health, with representatives from throughout the County, oversees the operation of the District. The City contributed \$92,977 during 1999 for the operation of the District. The City does not have any financial interest in or responsibility for the District. The County Commissioners serve as the taxing authority, and the County Auditor and Treasurer serve as fiscal officers.

CITY OF GROVE CITY, OHIO

Notes To The General Purpose Financial Statements
(Continued)

NOTE 21 - CONTINGENT LIABILITIES

A. LITIGATION

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

B. FEDERAL AND STATE GRANTS

For the period January 1, 1999, to December 31, 1999, the City received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designees. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the City believes such disallowance, if any, would be immaterial.

***COMBINING, INDIVIDUAL FUND
AND ACCOUNT GROUP
STATEMENTS AND SCHEDULES***

GENERAL FUND

General Fund

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

CITY OF GROVE CITY, OHIO

General Fund
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
 (Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

continued

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Property Taxes	\$845,200	\$753,183	(\$92,017)
Municipal Income Taxes	10,300,000	10,337,867	37,867
Other Local Taxes	435,000	467,252	32,252
Intergovernmental	1,582,000	1,602,261	20,261
Charges For Services	146,680	174,387	27,707
Licenses And Permits	426,000	482,977	56,977
Fines And Forfeitures	137,000	139,875	2,875
Special Assessments	2,200	19,159	16,959
Interest	567,123	593,589	26,466
Miscellaneous	319,320	328,101	8,781
Total Revenues	<u>14,760,523</u>	<u>14,898,651</u>	<u>138,128</u>
Expenditures:			
Current Operations And Maintenance:			
Security Of Persons And Property:			
Police Department			
Personal Services	3,598,175	3,501,504	96,671
Materials And Supplies	129,825	127,414	2,411
Contractual Services	227,480	224,657	2,823
Other Operating Charges	5,000	0	5,000
Total Police Department	<u>3,960,480</u>	<u>3,853,575</u>	<u>106,905</u>
Garage			
Personal Services	59,460	54,838	4,622
Materials And Supplies	108,610	91,658	16,952
Contractual Services	2,260	341	1,919
Total Garage	<u>170,330</u>	<u>146,837</u>	<u>23,493</u>
Safety Administration			
Personal Services	19,750	19,739	11
Total Security Of Persons And Property	<u>4,150,560</u>	<u>4,020,151</u>	<u>130,409</u>
Public Health			
Health Department			
Contractual Services	\$152,081	\$147,671	\$4,410

CITY OF GROVE CITY, OHIO

General Fund

Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual

(Non-GAAP Budgetary Basis)

(Continued)

For The Year Ended December 31, 1999

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>continued Variance Favorable (Unfavorable)</i>
Leisure Time Activities			
Parks			
Personal Services	\$578,716	\$555,170	\$23,546
Materials And Supplies	88,285	69,231	19,054
Contractual Services	118,334	103,063	15,271
Total Leisure Time Activities	<u>785,335</u>	<u>727,464</u>	<u>57,871</u>
Community Development			
Development			
Personal Services	79,908	54,680	25,228
Materials And Supplies	3,614	3,021	593
Contractual Services	59,277	54,162	5,115
Total Development	<u>142,799</u>	<u>111,863</u>	<u>30,936</u>
Building Department			
Personal Services	373,873	352,092	21,781
Materials And Supplies	39,527	19,019	20,508
Contractual Services	15,705	8,800	6,905
Total Building Department	<u>429,105</u>	<u>379,911</u>	<u>49,194</u>
Total Community Development	<u>571,904</u>	<u>491,774</u>	<u>80,130</u>
General Government			
City Council			
Personal Services	61,595	61,496	99
Materials And Supplies	17,470	16,505	965
Contractual Services	10,449	8,840	1,609
Total City Council	<u>89,514</u>	<u>86,841</u>	<u>2,673</u>
Administration			
Personal Services	370,301	369,354	947
Materials And Supplies	32,091	22,486	9,605
Contractual Services	91,318	89,652	1,666
Total Administration	<u>\$493,710</u>	<u>\$481,492</u>	<u>\$12,218</u>

CITY OF GROVE CITY, OHIO

General Fund

Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual

(Non-GAAP Budgetary Basis)

(Continued)

For The Year Ended December 31, 1999

continued

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Finance			
Personal Services	\$209,286	\$208,676	\$610
Materials And Supplies	21,423	18,424	2,999
Contractual Services	<u>342,983</u>	<u>333,613</u>	<u>9,370</u>
Total Finance	<u>573,692</u>	<u>560,713</u>	<u>12,979</u>
Law			
Personal Services	68,935	64,978	3,957
Materials And Supplies	8,947	5,064	3,883
Contractual Services	<u>258,689</u>	<u>238,967</u>	<u>19,722</u>
Total Law	<u>336,571</u>	<u>309,009</u>	<u>27,562</u>
Lands And Buildings			
Materials And Supplies	29,576	15,243	14,333
Contractual Services	<u>480,697</u>	<u>456,605</u>	<u>24,092</u>
Total Lands And Buildings	<u>510,273</u>	<u>471,848</u>	<u>38,425</u>
General Miscellaneous			
Personal Services	330,148	330,148	0
Materials And Supplies	15,783	10,445	5,338
Contractual Services	621,305	539,116	82,189
Other Operating Charges	<u>46,654</u>	<u>30,318</u>	<u>16,336</u>
Total General Miscellaneous	<u>1,013,890</u>	<u>910,027</u>	<u>103,863</u>
Engineering			
Contractual Services	<u>555,886</u>	<u>511,374</u>	<u>44,512</u>
Planning Commission			
Contractual Services	<u>9,000</u>	<u>8,921</u>	<u>79</u>
Civil Service			
Materials And Supplies	200	0	200
Contractual Services	<u>28,976</u>	<u>28,976</u>	<u>0</u>
Total Civil Service	<u>29,176</u>	<u>28,976</u>	<u>200</u>
History			
Materials And Supplies	500	0	500
Contractual Services	<u>800</u>	<u>650</u>	<u>150</u>
Total History	<u>1,300</u>	<u>650</u>	<u>650</u>
Total General Government	<u>\$3,613,012</u>	<u>\$3,369,851</u>	<u>\$243,161</u>

CITY OF GROVE CITY, OHIO

General Fund

Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual

(Non-GAAP Budgetary Basis)

(Continued)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Capital Outlay			
Police Department	\$194,253	\$193,987	\$266
Building	18,000	18,000	0
Parks	3,105,132	3,100,175	4,957
Lands And Buildings	245,799	231,922	13,877
Garage	7,000	6,818	182
General Miscellaneous	381,301	381,218	83
Engineering	6,465,644	4,999,310	1,466,334
Total Capital Outlay	<u>10,417,129</u>	<u>8,931,430</u>	<u>1,485,699</u>
Debt Service	<u>615,975</u>	<u>521,855</u>	<u>94,120</u>
Total Expenditures	<u>20,305,996</u>	<u>18,210,196</u>	<u>2,095,800</u>
Excess Of Revenues Over (under) Expenditures	(5,545,473)	(3,311,545)	2,233,928
<u>Other Financing Sources:</u>			
Operating Transfers - Out	<u>(30,400)</u>	<u>(30,400)</u>	<u>0</u>
Excess Of Revenues And Other Financing Sources Over (under) Expenditures	(5,575,873)	(3,341,945)	2,233,928
Fund Balance At Beginning Of Year	3,759,671	3,759,671	0
Prior Year Encumbrances	<u>4,801,057</u>	<u>4,801,057</u>	<u>0</u>
Fund Balance At End Of Year	<u>\$2,984,855</u>	<u>\$5,218,783</u>	<u>\$2,233,928</u>

SPECIAL REVENUE FUNDS

continued

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

Street Maintenance Fund

The Street Maintenance Fund accounts for ninety-two and one half percent (92.5%) of the state gasoline tax and motor vehicle registration fees designated for street maintenance and repair.

State Highway Fund

The State Highway Fund accounts for seven and one half percent (7.5%) of the state gasoline tax and motor vehicle registration fees designated for maintenance and repair of State highways within the City.

Police Pension Fund

The Police Pension Fund accounts for the accumulation of property taxes levied for the payment of current employer's pension contributions.

General Recreation Fund

The General Recreation Fund accounts for operations of City sponsored recreation programs funded by participation fees and facility rentals.

City Permissive MVL Fund

The City Permissive MVL Fund accounts for additional motor vehicle registration fees designated for maintenance and repair of streets within the City that were levied under state law by the City.

County Permissive MVL Fund

The County Permissive MVL Fund accounts for additional motor vehicle registration fees designated for maintenance and repair of specific streets within the City that were levied under state law by the County.

Senior Nutrition Fund

The Senior Nutrition Fund accounts for revenues from fees and donations designated for a senior nutrition program sponsored by City Council.

Drug Law Enforcement Fund

The Drug Law Enforcement Fund accounts for confiscated monies related to criminal offenses and designated, by State statute, for expenditures that would enhance the police department.

SPECIAL REVENUE FUNDS

(Continued)

DARE Program Fund

The DARE Program Fund accounts for revenues from donations designated for the drug abuse resistance education program, which is sponsored by City Council.

Community Development Fund

The Community Development Fund accounts for a portion of hotel/motel taxes, grant monies for tree planting, and donations that are restricted to community development expenditures.

Community Environment Fund

The Community Environment Fund accounts for donations and grant monies received from the Franklin County Auditor for the purpose of operating a community recycling program and for the Keep America Beautiful program.

Enforcement And Education Fund

The Enforcement And Education Fund accounts for fines imposed by the courts which are used for programs aimed at further education and enforcement of D.W.I. laws.

COPS Fast Grant Fund

The COPS Fast Grant Fund accounts for federal grant money used for the purpose of expanding community policing programs within the City.

Big Splash Fund

The Big Splash Fund accounts for monies received from grants and a donation from Jackson Township to be used for the purpose of developing and maintaining the Big Splash recreational water facility at Evans Park.

CITY OF GROVE CITY, OHIO

**Combining Balance Sheet
All Special Revenue Funds**

As Of December 31, 1999

	<u>Street Maintenance</u>	<u>State Highway</u>	<u>Police Pension</u>
<u>Assets</u>			
Equity In Pooled Cash And Cash Equivalents	\$762,933	\$112,682	\$236,415
Cash And Cash Equivalents With Fiscal And Escrow Agents	0	0	0
Receivables:			
Taxes	0	0	468,375
Accounts	0	0	0
Due From Other Governments	68,248	5,534	1,753
Due From Other Funds	15,257	0	0
Interfund Receivable	70	0	0
Materials And Supplies Inventory	1,130	23,408	0
Total Assets	\$847,638	\$141,624	\$706,543
<u>Liabilities</u>			
Accounts Payable	\$20,594	\$1,571	\$0
Contracts Payable	0	0	0
Accrued Wages	9,465	0	0
Accrued Compensated Absences	3,457	0	0
Interfund Payable	0	0	0
Due To Other Governments	6,122	0	0
Deferred Revenue	0	0	468,375
Total Liabilities	39,638	1,571	468,375
<u>Fund Equity</u>			
Fund Balance:			
Reserved For Encumbrances	191,335	7,547	0
Reserved For Inventory	1,130	23,408	0
Unreserved:			
Undesignated (deficit)	615,535	109,098	238,168
Total Fund Equity	808,000	140,053	238,168
Total Liabilities And Fund Equity	\$847,638	\$141,624	\$706,543

continued

<i>General Recreation</i>	<i>City Permissive MVL</i>	<i>County Permissive MVL</i>	<i>Senior Nutrition</i>	<i>Drug Law Enforcement</i>
\$121,697	\$139,771	\$128,137	\$6,372	\$13,008
0	0	248,833	0	0
0	0	0	0	0
0	0	0	0	0
0	12,308	6,027	0	0
4,754	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>\$126,451</u>	<u>\$152,079</u>	<u>\$382,997</u>	<u>\$6,372</u>	<u>\$13,008</u>
\$10,749	\$60	\$0	\$0	\$0
0	0	0	0	0
2,514	0	0	0	0
0	0	0	0	0
344	0	0	0	0
8,751	1,117	0	0	0
0	0	0	0	0
<u>22,358</u>	<u>1,177</u>	<u>0</u>	<u>0</u>	<u>0</u>
23,737	1,868	2,763	0	0
0	0	0	0	0
<u>80,356</u>	<u>149,034</u>	<u>380,234</u>	<u>6,372</u>	<u>13,008</u>
<u>104,093</u>	<u>150,902</u>	<u>382,997</u>	<u>6,372</u>	<u>13,008</u>
<u>\$126,451</u>	<u>\$152,079</u>	<u>\$382,997</u>	<u>\$6,372</u>	<u>\$13,008</u>

CITY OF GROVE CITY, OHIO

**Combining Balance Sheet
All Special Revenue Funds**

(Continued)

As Of December 31, 1999

	<u>DARE Program</u>	<u>Community Development</u>	<u>Community Environment</u>
<u>Assets</u>			
Equity In Pooled Cash And Cash Equivalents	\$2,767	\$130,399	\$113,019
Cash And Cash Equivalents With Fiscal And Escrow Agents	0	0	0
Receivables:			
Taxes	0	8,697	0
Accounts	0	0	1,622
Due From Other Governments	0	0	0
Due From Other Funds	0	0	0
Interfund Receivable	0	0	0
Materials And Supplies Inventory	0	0	0
Total Assets	\$2,767	\$139,096	\$114,641
<u>Liabilities</u>			
Accounts Payable	\$0	\$1,833	\$122
Contracts Payable	0	0	0
Accrued Wages	0	908	0
Accrued Compensated Absences	0	0	0
Interfund Payable	0	0	0
Due To Other Governments	0	1,882	0
Deferred Revenue	0	0	0
Total Liabilities	0	4,623	122
<u>Fund Equity</u>			
Fund Balance:			
Reserved For Encumbrances	61	3,809	1,284
Reserved For Inventory	0	0	0
Unreserved:			
Undesignated (deficit)	2,706	130,664	113,235
Total Fund Equity	2,767	134,473	114,519
Total Liabilities And Fund Equity	\$2,767	\$139,096	\$114,641

<i>Enforcement And Education</i>	<i>COPS Fast Grant</i>	<i>Big Splash</i>	<i>Total</i>
\$779	\$75,000	\$84,548	\$1,927,527
0	0	0	248,833
0	0	0	477,072
0	0	0	1,622
218	18,689	0	112,777
0	0	0	20,011
0	0	0	70
0	0	0	24,538
<u>\$997</u>	<u>\$93,689</u>	<u>\$84,548</u>	<u>\$2,812,450</u>
\$0	\$0	\$0	\$34,929
0	0	28,101	28,101
0	0	0	12,887
0	0	0	3,457
0	93,689	0	94,033
0	0	3,698	21,570
0	0	0	468,375
<u>0</u>	<u>93,689</u>	<u>31,799</u>	<u>663,352</u>
0	0	53,823	286,227
0	0	0	24,538
<u>997</u>	<u>0</u>	<u>(1,074)</u>	<u>1,838,333</u>
<u>997</u>	<u>0</u>	<u>52,749</u>	<u>2,149,098</u>
<u>\$997</u>	<u>\$93,689</u>	<u>\$84,548</u>	<u>\$2,812,450</u>

CITY OF GROVE CITY, OHIO

**Combining Statement Of Revenues, Expenditures, And Changes In Fund Balances
All Special Revenue Funds**

For The Year Ended December 31, 1999

	<u>Street Maintenance</u>	<u>State Highway</u>	<u>Police Pension</u>
<u>Revenues:</u>			
Property Taxes	\$0	\$0	\$436,053
Other Local Taxes	0	0	0
Intergovernmental	910,843	64,896	48,405
Charges For Services	0	0	0
Licenses And Permits	0	0	0
Fines And Forfeitures	0	0	0
Miscellaneous	16,332	1,239	0
Total Revenues	927,175	66,135	484,458
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Security Of Persons And Property	0	0	466,312
Public Health	0	0	0
Leisure Time Activities	0	0	0
Community Development	0	0	0
Transportation	594,383	53,604	0
Capital Outlay	243,345	0	0
Total Expenditures	837,728	53,604	466,312
Excess Of Revenues Over (under) Expenditures	89,447	12,531	18,146
<u>Other Financing Sources:</u>			
Operating Transfers - In	0	0	0
Excess Of Revenues And Other Financing Sources Over (under) Expenditures	89,447	12,531	18,146
Fund Balances At Beginning Of Year	717,898	124,178	220,022
Increase In Reserve For Inventory	655	3,344	0
Fund Balance At End Of Year	\$808,000	\$140,053	\$238,168

continued

<i>General Recreation</i>	<i>City Permissive MYL</i>	<i>County Permissive MYL</i>	<i>Senior Nutrition</i>	<i>Drug Law Enforcement</i>
\$0	\$0	\$0	\$0	\$0
0	0	0	0	0
10,000	146,650	201,646	0	0
785,985	0	0	0	0
0	0	0	0	0
0	0	0	0	4,439
35,396	1,715	0	5,944	0
<u>831,381</u>	<u>148,365</u>	<u>201,646</u>	<u>5,944</u>	<u>4,439</u>
0	0	0	0	0
0	0	0	1,945	0
835,447	0	0	0	0
0	0	0	0	0
0	145,073	54,829	0	0
0	8,849	0	0	0
<u>835,447</u>	<u>153,922</u>	<u>54,829</u>	<u>1,945</u>	<u>0</u>
(4,066)	(5,557)	146,817	3,999	4,439
0	0	0	0	0
(4,066)	(5,557)	146,817	3,999	4,439
108,159	156,459	236,180	2,373	8,569
0	0	0	0	0
<u>\$104,093</u>	<u>\$150,902</u>	<u>\$382,997</u>	<u>\$6,372</u>	<u>\$13,008</u>

CITY OF GROVE CITY, OHIO

**Combining Statement Of Revenues, Expenditures, And Changes In Fund Balances
All Special Revenue Funds**

(Continued)

For The Year Ended December 31, 1999

	<u>DARE Program</u>	<u>Community Development</u>	<u>Community Environment</u>
<u>Revenues:</u>			
Property Taxes	\$0	\$0	\$0
Other Local Taxes	0	142,010	0
Intergovernmental	0	0	0
Charges For Services	0	0	0
Licenses And Permits	0	0	109,556
Fines And Forfeitures	0	0	0
Miscellaneous	7,736	7	13,565
Total Revenues	7,736	142,017	123,121
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Security Of Persons And Property	0	0	0
Public Health	13,450	0	13,840
Leisure Time Activities	0	0	0
Community Development	0	154,837	0
Transportation	0	0	0
Capital Outlay	0	0	0
Total Expenditures	13,450	154,837	13,840
Excess Of Revenues Over (under) Expenditures	(5,714)	(12,820)	109,281
<u>Other Financing Sources:</u>			
Operating Transfers - In	0	0	0
Excess Of Revenues And Other Financing Sources Over (under) Expenditures	(5,714)	(12,820)	109,281
Fund Balances At Beginning Of Year	8,481	147,293	5,238
Increase In Reserve For Inventory	0	0	0
Fund Balance At End Of Year	\$2,767	\$134,473	\$114,519

<i>Enforcement And Education</i>	<i>COPS Fast Grant</i>	<i>Big Splash</i>	<i>Total</i>
\$0	\$0	\$0	\$436,053
0	0	0	142,010
0	18,689	280,000	1,681,129
0	0	146,059	932,044
0	0	0	109,556
3,122	0	0	7,561
0	0	9,033	90,967
<hr/>	<hr/>	<hr/>	<hr/>
3,122	18,689	435,092	3,399,320
<hr/>	<hr/>	<hr/>	<hr/>
4,725	30,144	0	501,181
0	0	0	29,235
0	0	191,826	1,027,273
0	0	0	154,837
0	0	0	847,889
0	0	283,729	535,923
<hr/>	<hr/>	<hr/>	<hr/>
4,725	30,144	475,555	3,096,338
<hr/>	<hr/>	<hr/>	<hr/>
(1,603)	(11,455)	(40,463)	302,982
<hr/>	<hr/>	<hr/>	<hr/>
0	11,455	30,400	41,855
<hr/>	<hr/>	<hr/>	<hr/>
(1,603)	0	(10,063)	344,837
2,600	0	62,812	1,800,262
0	0	0	3,999
<hr/>	<hr/>	<hr/>	<hr/>
\$997	\$0	\$52,749	\$2,149,098
<hr/>	<hr/>	<hr/>	<hr/>

CITY OF GROVE CITY, OHIO

Street Maintenance Special Revenue Fund
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
 (Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental	\$889,365	\$909,879	\$20,514
Miscellaneous	6,500	19,366	12,866
Total Revenues	<u>895,865</u>	<u>929,245</u>	<u>33,380</u>
Expenditures:			
Current Operations And Maintenance:			
Transportation			
Street Maintenance			
Personal Services	516,823	476,850	39,973
Materials And Supplies	180,045	152,828	27,217
Contractual Services	64,755	49,253	15,502
Other Operating Charges	10,140	9,760	380
Total Transportation	<u>771,763</u>	<u>688,691</u>	<u>83,072</u>
Capital Outlay			
Engineering	<u>505,005</u>	<u>403,651</u>	<u>101,354</u>
Total Expenditures	<u>1,276,768</u>	<u>1,092,342</u>	<u>184,426</u>
Excess Of Revenues Over (under) Expenditures	(380,903)	(163,097)	217,806
Fund Balance At Beginning Of Year	474,557	474,557	0
Prior Year Encumbrances	<u>249,683</u>	<u>249,683</u>	<u>0</u>
Fund Balance At End Of Year	<u>\$343,337</u>	<u>\$561,143</u>	<u>\$217,806</u>

CITY OF GROVE CITY, OHIO

State Highway Special Revenue Fund

Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental	\$70,000	\$64,158	(\$5,842)
Miscellaneous	0	1,239	1,239
Total Revenues	<u>70,000</u>	<u>65,397</u>	<u>(4,603)</u>
Expenditures:			
Current Operations And Maintenance:			
Transportation			
Street Maintenance			
Materials And Supplies	70,964	70,756	208
Contractual Services	13,000	3,248	9,752
Total Expenditures	<u>83,964</u>	<u>74,004</u>	<u>9,960</u>
Excess Of Revenues Over (Under) Expenditures	(13,964)	(8,607)	5,357
Fund Balance At Beginning Of Year	92,108	92,108	0
Prior Year Encumbrances	20,064	20,064	0
Fund Balance At End Of Year	<u>\$98,208</u>	<u>\$103,565</u>	<u>\$5,357</u>

CITY OF GROVE CITY, OHIO

Police Pension Special Revenue Fund

Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual

(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Property Taxes	\$438,889	\$436,053	(\$2,836)
Intergovernmental	45,000	46,652	1,652
Total Revenues	483,889	482,705	(1,184)
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Security Of Persons And Property			
Police Department			
Personal Services	490,000	466,312	23,688
Excess Of Revenues Over (Under) Expenditures	(6,111)	16,393	22,504
Fund Balance At Beginning Of Year	220,024	220,024	0
Fund Balance At End Of Year	\$213,913	\$236,417	\$22,504

CITY OF GROVE CITY, OHIO

General Recreation Special Revenue Fund

Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual

(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Intergovernmental	\$10,000	\$10,000	\$0
Charges For Services	813,800	785,985	(27,815)
Miscellaneous	41,200	37,404	(3,796)
Total Revenues	<u>865,000</u>	<u>833,389</u>	<u>(31,611)</u>
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Leisure Time Activities			
Recreation			
Personal Services	474,878	454,446	20,432
Materials And Supplies	245,860	220,636	25,224
Contractual Services	233,567	191,774	41,793
Total Expenditures	<u>954,305</u>	<u>866,856</u>	<u>87,449</u>
Excess Of Revenues Over (under) Expenditures	(89,305)	(33,467)	55,838
Fund Balance At Beginning Of Year	87,101	87,101	0
Prior Year Encumbrances	35,038	35,038	0
Fund Balance At End Of Year	<u>\$32,834</u>	<u>\$88,672</u>	<u>\$55,838</u>

CITY OF GROVE CITY, OHIO

City Permissive MVL Special Revenue Fund
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
 (Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Intergovernmental	\$145.573	\$145.626	\$53
Miscellaneous	3.200	3.209	9
Total Revenues	148.773	148.835	62
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Transportation			
Street Maintenance			
Personal Services	72.177	69.850	2.327
Materials And Supplies	53.312	48.698	4.614
Contractual Services	30.000	29.967	33
Total Transportation	155.489	148.515	6.974
Capital Outlay			
Engineering	9.000	8.849	151
Total Expenditures	164.489	157.364	7.125
Excess Of Revenues Over (under) Expenditures	(15,716)	(8,529)	7.187
Fund Balance At Beginning Of Year	143,925	143,925	0
Prior Year Encumbrances	2,445	2,445	0
Fund Balance At End Of Year	\$130,654	\$137,841	\$7,187

CITY OF GROVE CITY, OHIO

County Permissive MVL Special Revenue Fund
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Intergovernmental	<u>\$71,305</u>	<u>\$71,305</u>	<u>\$0</u>
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Transportation			
Street Maintenance			
Materials And Supplies	30,179	19,771	10,408
Contractual Services	<u>37,821</u>	<u>37,821</u>	<u>0</u>
Total Expenditures	<u>68,000</u>	<u>57,592</u>	<u>10,408</u>
Excess Of Revenues Over Expenditures	3,305	13,713	10,408
Fund Balance At Beginning Of Year	<u>111,661</u>	<u>111,661</u>	<u>0</u>
Fund Balance At End Of Year	<u>\$114,966</u>	<u>\$125,374</u>	<u>\$10,408</u>

CITY OF GROVE CITY, OHIO

Senior Nutrition Special Revenue Fund

Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual

(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Miscellaneous	\$5,944	\$5,944	\$0
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Public Health			
Other Public Health Services			
Other Operating Charges	10,000	8,945	1,055
Excess Of Revenues Over (Under) Expenditures	(4,056)	(3,001)	1,055
Fund Balance At Beginning Of Year	4,373	4,373	0
Prior Year Encumbrances	5,000	5,000	0
Fund Balance At End Of Year	<u>\$5,317</u>	<u>\$6,372</u>	<u>\$1,055</u>

CITY OF GROVE CITY, OHIO

Drug Law Enforcement Special Revenue Fund
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
 (Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Fines And Forfeitures	\$4,439	\$4,439	\$0
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Security Of Persons And Property			
Police Department			
Materials And Supplies	8,569	0	8,569
Excess Of Revenues Over (Under) Expenditures	(4,130)	4,439	8,569
Fund Balance At Beginning Of Year	8,569	8,569	0
Fund Balance At End Of Year	<u>\$4,439</u>	<u>\$13,008</u>	<u>\$8,569</u>

CITY OF GROVE CITY, OHIO

DARE Program Special Revenue Fund
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
 (Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Miscellaneous	\$7,736	\$7,736	\$0
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Public Health			
Public Health Services			
Materials And Supplies	<u>18,547</u>	<u>15,978</u>	<u>2,569</u>
Excess Of Revenues Over (under) Expenditures	(10,811)	(8,242)	2,569
Fund Balance At Beginning Of Year	8,600	8,600	0
Prior Year Encumbrances	<u>2,347</u>	<u>2,347</u>	<u>0</u>
Fund Balance At End Of Year	<u>\$136</u>	<u>\$2,705</u>	<u>\$2,569</u>

CITY OF GROVE CITY, OHIO

Community Development Special Revenue Fund
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
 (Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<u>Revenues:</u>			
Other Local Taxes	\$141.375	\$141.375	\$0
Miscellaneous	7	7	0
Total Revenues	141.382	141.382	0
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Community Development			
Personal Services	56.681	52.900	3.781
Materials And Supplies	1.000	100	900
Contractual Services	5.124	5.000	124
Other Operating Charges	121.339	100.582	20.757
Total Community Development	184.144	158.582	25.562
Capital Outlay			
Community Development	5.000	0	5.000
Total Expenditures	189.144	158.582	30.562
Excess Of Revenues Over (under) Expenditures	(47.762)	(17.200)	30.562
Fund Balance At Beginning Of Year	133.710	133.710	0
Prior Year Encumbrances	7.246	7.246	0
Fund Balance At End Of Year	\$93.194	\$123.756	\$30.562

CITY OF GROVE CITY, OHIO

Community Environment Special Revenue Fund
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
 (Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<u>Revenues:</u>			
Licenses And Permits	\$109.556	\$109.556	\$0
Miscellaneous	9.894	11.943	2.049
Total Revenues	119.450	121.499	2.049
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Public Health Services			
Materials And Supplies	3.700	1.744	1.956
Contractual Services	13.380	13.380	0
Total Expenditures	17.080	15.124	1.956
Excess Of Revenues Over Expenditures	102.370	106.375	4.005
Fund Balance At Beginning Of Year	5.238	5.238	0
Fund Balance At End Of Year	\$107.608	\$111.613	\$4.005

CITY OF GROVE CITY, OHIO

Enforcement And Education Special Revenue Fund
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Fines And Forfeitures	\$3,189	\$3,189	\$0
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Security Of Persons And Property			
Police Department			
Contractual Services	4,815	4,725	90
Excess Of Revenues Over (under) Expenditures	(1,626)	(1,536)	90
Fund Balance At Beginning Of Year	2,315	2,315	0
Fund Balance At End Of Year	\$689	\$779	\$90

CITY OF GROVE CITY, OHIO

COPS Fast Grant Special Revenue Fund
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>	\$0	\$0	\$0
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Security Of Persons And Property			
Police Department			
Personal Services	20,000	0	20,000
Excess Of Revenues Over (under) Expenditures	(20,000)	0	20,000
Fund Balance At Beginning Of Year	75,000	75,000	0
Fund Balance At End Of Year	<u>\$55,000</u>	<u>\$75,000</u>	<u>\$20,000</u>

CITY OF GROVE CITY, OHIO

Big Splash Special Revenue Fund

Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual

(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<u>Revenues:</u>			
Intergovernmental	\$280,000	\$280,000	\$0
Charges For Services	175,659	146,059	(29,600)
Miscellaneous	9,033	9,033	0
Total Revenues	464,692	435,092	(29,600)
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Leisure Time Activities			
Personal Services	181,465	138,536	42,929
Materials And Supplies	21,212	7,161	14,051
Contractual Services	57,603	34,977	22,626
Maintenance And Repair	0	0	0
Other Operating Charges	6,850	3,156	3,694
Total Leisure Time Activities	267,130	183,830	83,300
Capital Outlay			
Community Development	384,678	384,678	0
Total Expenditures	651,808	568,508	83,300
Excess Of Revenues Over (Under) Expenditures	(187,116)	(133,416)	53,700
<u>Other Financing Sources:</u>			
Operating Transfers - In	30,400	30,400	0
Excess Of Revenues And Other Financing Sources Over (under) Expenditures	(156,716)	(103,016)	53,700
Fund Balance (Deficit) At Beginning Of Year	(54,745)	(54,745)	0
Prior Year Encumbrances	159,423	159,423	0
Fund Balance (deficit) At End Of Year	(\$52,038)	\$1,662	\$53,700

CITY OF GROVE CITY, OHIO

Total - Special Revenue Funds
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
 (Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<i>continued</i> <u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Property Taxes	\$438,889	\$436,053	(\$2,836)
Other Local Taxes	141,375	141,375	0
Intergovernmental	1,511,243	1,527,620	16,377
Charges For Services	989,459	932,044	(57,415)
Licenses And Permits	109,556	109,556	0
Fines And Forfeitures	7,628	7,628	0
Miscellaneous	83,514	95,881	12,367
Total Revenues	3,281,664	3,250,157	(31,507)
<u>Expenditures:</u>			
Current Operations And Maintenance:			
Security Of Persons And Property			
Police Department			
Personal Services	510,000	466,312	43,688
Materials And Supplies	8,569	0	8,569
Contractual Services	4,815	4,725	90
Total Security Of Persons And Property	523,384	471,037	52,347
Public Health			
Other Public Health Services			
Materials And Supplies	22,247	17,722	4,525
Contractual Services	13,380	13,380	0
Other Operating Charges	10,000	8,945	1,055
Total Public Health	45,627	40,047	5,580
Leisure Time Activities			
Recreation			
Personal Services	656,343	592,982	63,361
Materials And Supplies	267,072	227,797	39,275
Contractual Services	291,170	226,751	64,419
Other Operating Charges	6,850	3,156	3,694
Total Leisure Time Activities	1,221,435	1,050,686	170,749
Community Development			
Community Development			
Personal Services	56,681	52,900	3,781
Materials And Supplies	1,000	100	900
Contractual Services	5,124	5,000	124
Other Operating Charges	121,339	100,582	20,757
Total Community Development	\$184,144	\$158,582	\$25,562

CITY OF GROVE CITY, OHIO

Total - Special Revenue Funds

Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual

(Non-GAAP Budgetary Basis)

(Continued)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Transportation			
Street Maintenance			
Personal Services	\$589,000	\$546,700	\$42,300
Materials And Supplies	334,500	292,053	42,447
Contractual Services	145,576	120,289	25,287
Other Operating Charges	10,140	9,760	380
	<hr/>	<hr/>	<hr/>
Total Transportation	1,079,216	968,802	110,414
Capital Outlay			
Community Development	389,678	384,678	5,000
Engineering	514,005	412,500	101,505
	<hr/>	<hr/>	<hr/>
Total Capital Outlay	903,683	797,178	106,505
	<hr/>	<hr/>	<hr/>
Total Expenditures	3,957,489	3,486,332	471,157
Excess Of Revenues Over (under) Expenditures	(675,825)	(236,175)	439,650
<u>Other Financing Sources:</u>			
Operating Transfers - In	30,400	30,400	0
	<hr/>	<hr/>	<hr/>
Excess Of Revenues and Other Financing Sources Over (under) Expenditures	(645,425)	(205,775)	439,650
Fund Balance At Beginning Of Year	1,312,436	1,312,436	0
Prior Year Encumbrances	481,246	481,246	0
	<hr/>	<hr/>	<hr/>
Fund Balance At End Of Year	<u>\$1,148,257</u>	<u>\$1,587,907</u>	<u>\$439,650</u>

DEBT SERVICE FUND

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

General Obligation Debt Service Fund

The General Obligation Debt Service Fund accounts for the resources that are used for payment of principal and interest and fiscal charges on general obligation debt and special assessment debt. The City has one debt service fund, and the level of budgetary control is the same as that presented in the general purpose financial statements.

CAPITAL PROJECTS FUNDS

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

City Improvement Fund

The City Improvement Fund accounts for various capital projects of the City, some of which were financed by the proceeds of general obligation bonds.

Sewer Improvement Fund

The Sewer Improvement Fund accounts for grant and loan monies received from the Ohio Public Works Commission (OPWC) used for the construction of sanitary sewer lines. Budgetary activity is shown as a capital projects fund, whereas operating activities have been combined with the Sewer Enterprise Fund because the repayment of the OPWC loans are obligations of the Sewer Enterprise Fund.

Road Improvement Fund

The Road Improvement Fund accounts for various road construction and improvement projects within the City. These projects are financed from local resources, general obligation bond proceeds, special assessment bond proceeds, and federal and state grants, including Ohio Public Works Commission grants and loans.

Recreation Development Fund

The Recreation Development Fund accounts for fees assessed on all new construction within the City. The expenditure of such fees is limited to the construction and improvement of park facilities.

Building Construction Fund

The Building Construction Fund accounts for the construction of municipal facilities financed by the proceeds from the sale of certificates of participation. The activity of this fund is handled through a trustee, for which the City does not budget. A separate budgetary comparison schedule is therefore not presented.

CITY OF GROVE CITY, OHIO

**Combining Balance Sheet
All Capital Projects Funds**

As Of December 31, 1999

	<u>City Improvement</u>	<u>Road Improvement</u>
<u>Assets</u>		
Equity In Pooled Cash And Cash Equivalents	\$326	\$3,458,000
Cash And Cash Equivalents With Fiscal And Escrow Agents	0	0
Receivables: Accrued Interest	0	28,397
Total Assets	\$326	\$3,486,397
<u>Liabilities</u>		
Accounts Payable	\$0	\$0
Contracts Payable	0	119,691
Contracts Retainage Payable	0	109,077
Accrued Interest Payable	0	25,590
Notes Payable	0	3,350,000
Total Liabilities	0	3,604,358
<u>Fund Equity</u>		
Fund Balance:		
Reserved for Encumbrances	0	2,819,382
Unreserved:		
Undesignated (deficit)	326	(2,937,343)
Total Fund Equity (deficit)	326	(117,961)
Total Liabilities And Fund Equity	\$326	\$3,486,397

<i>Recreation Development</i>	<i>Building Construction</i>	<i>Total</i>
\$158,059	\$0	\$3,616,385
0	35,758	35,758
0	0	28,397
<u>\$158,059</u>	<u>\$35,758</u>	<u>\$3,680,540</u>
\$20,000	\$0	\$20,000
687	0	120,378
0	0	109,077
0	0	25,590
0	0	3,350,000
<u>20,687</u>	<u>0</u>	<u>3,625,045</u>
0	0	2,819,382
<u>137,372</u>	<u>35,758</u>	<u>(2,763,887)</u>
<u>137,372</u>	<u>35,758</u>	<u>55,495</u>
<u>\$158,059</u>	<u>\$35,758</u>	<u>\$3,680,540</u>

CITY OF GROVE CITY, OHIO

**Combining Statement Of Revenues, Expenditures, And Changes In Fund Balances
All Capital Projects Funds**

For The Year Ended December 31, 1999

	<u>City Improvement</u>	<u>Road Improvement</u>
<u>Revenues:</u>		
Intergovernmental	\$0	\$1,091,768
Licenses And Permits	0	0
Interest	0	28,397
Total Revenues	<u>0</u>	<u>1,120,165</u>
<u>Expenditures:</u>		
Capital Outlay	0	1,757,707
Debt Service:		
Interest And Fiscal Charges	0	28,890
Total Expenditures	<u>0</u>	<u>1,786,597</u>
Excess Of Revenues Over (under) Expenditures	<u>0</u>	<u>(666,432)</u>
<u>Other Financing Sources:</u>		
Proceeds Of Loans	0	669,515
Operating Transfers - In	0	312,300
Total Other Financing Sources	<u>0</u>	<u>981,815</u>
Excess of Revenues And Other Financing Sources Over Expenditures	0	315,383
Fund Balances (deficit) At Beginning Of Year	<u>326</u>	<u>(433,344)</u>
Fund Balances (deficit) At End Of Year	<u>\$326</u>	<u>(\$117,961)</u>

<i>Recreation Development</i>	<i>Building Construction</i>	<i>Total</i>
\$0	\$0	\$1,091,768
157,143	0	157,143
0	1,486	29,883
<u>157,143</u>	<u>1,486</u>	<u>1,278,794</u>
140,866	0	1,898,573
0	174	29,064
<u>140,866</u>	<u>174</u>	<u>1,927,637</u>
<u>16,277</u>	<u>1,312</u>	<u>(648,843)</u>
0	0	669,515
0	0	312,300
0	0	981,815
16,277	1,312	332,972
<u>121,095</u>	<u>34,446</u>	<u>(277,477)</u>
<u>\$137,372</u>	<u>\$35,758</u>	<u>\$55,495</u>

CITY OF GROVE CITY, OHIO

City Improvement Capital Projects Fund
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>	\$0	\$0	\$0
<u>Expenditures:</u>			
Capital Outlay:			
Buildings	<u>326</u>	<u>0</u>	<u>326</u>
Excess Of Revenues Over (under) Expenditures	(326)	0	326
Fund Balance At Beginning Of Year	<u>326</u>	<u>326</u>	<u>0</u>
Fund Balance At End Of Year	<u>\$0</u>	<u>\$326</u>	<u>\$326</u>

CITY OF GROVE CITY, OHIO

Sewer Improvement Capital Projects Fund
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
 (Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>	\$0	\$0	\$0
<u>Expenditures:</u>			
Capital Outlay:			
Sewer Facilities	<u>703,276</u>	<u>703,276</u>	<u>0</u>
Excess Of Revenues Under Expenditures	(703,276)	(703,276)	0
<u>Other Financing Sources:</u>			
Proceeds Of Loans	<u>613,706</u>	<u>613,706</u>	<u>0</u>
Excess Of Revenues And Other Financing Sources Under Expenditures	(89,570)	(89,570)	0
Fund Balance At Beginning Of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Deficit At End Of Year	<u>(\$89,570)</u>	<u>(\$89,570)</u>	<u>\$0</u>

CITY OF GROVE CITY, OHIO

Road Improvement Capital Projects Fund
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<u>Revenues:</u>			
Intergovernmental	\$3,299,783	\$1,091,768	(\$2,208,015)
<u>Expenditures:</u>			
Capital Outlay:			
Infrastructure	7,098,243	4,592,356	2,505,887
Excess Of Revenues Over (under) Expenditures	(3,798,460)	(3,500,588)	297,872
<u>Other Financing Sources:</u>			
Proceeds Of Loans	448,460	669,515	221,055
Proceeds Of Notes	3,350,000	3,350,000	0
Total Other Financing Sources	3,798,460	4,019,515	221,055
Excess Of Revenues And Other Financing Sources Over Expenditures	0	518,927	518,927
Fund Deficit At Beginning Of Year	(1,726,450)	(1,726,450)	0
Prior Year Encumbrances	1,726,450	1,726,450	0
Fund Balance At End Of Year	\$0	\$518,927	\$518,927

CITY OF GROVE CITY, OHIO

Recreation Development Capital Projects Fund
Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Licenses And Permits	\$117,712	\$157,143	\$39,431
<u>Expenditures:</u>			
Capital Outlay:			
Parks And Recreation	<u>163,150</u>	<u>163,088</u>	<u>62</u>
Excess Of Revenues Over (under) Expenditures	(45,438)	(5,945)	39,493
Fund Balance At Beginning Of Year	97,301	97,301	0
Prior Year Encumbrances	<u>46,703</u>	<u>46,703</u>	<u>0</u>
Fund Balance At End Of Year	<u>\$98,566</u>	<u>\$138,059</u>	<u>\$39,493</u>

CITY OF GROVE CITY, OHIO

Total - Capital Projects Funds

Schedule Of Revenues, Expenditures, And Changes In Fund Balance - Budget And Actual
(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Intergovernmental	\$3,299,783	\$1,091,768	(\$2,208,015)
Licenses And Permits	117,712	157,143	39,431
Total Revenues	<u>3,417,495</u>	<u>1,248,911</u>	<u>(2,168,584)</u>
<u>Expenditures:</u>			
Capital Outlay:			
Infrastructure	7,098,243	4,592,356	0
Parks And Recreation	163,150	163,088	62
Sewer Facilities	703,276	703,276	0
Buildings	326	0	326
Total Expenditures	<u>7,964,995</u>	<u>5,458,720</u>	<u>2,506,275</u>
Excess Of Revenues Over (under) Expenditures	<u>(4,547,500)</u>	<u>(4,209,809)</u>	<u>337,691</u>
<u>Other Financing Sources:</u>			
Proceeds Of Loans	1,062,166	1,283,221	221,055
Proceeds Of Notes	3,350,000	3,350,000	0
Total Other Financing Sources	<u>4,412,166</u>	<u>4,633,221</u>	<u>221,055</u>
Excess Of Revenues And Other Financing Sources Over (Under) Expenditures	<u>(135,334)</u>	<u>423,412</u>	<u>558,746</u>
Fund Deficit At Beginning Of Year	<u>(1,628,823)</u>	<u>(1,628,823)</u>	<u>0</u>
Prior Year Encumbrances	<u>1,773,153</u>	<u>1,773,153</u>	<u>0</u>
Fund Balance At End Of Year	<u><u>\$8,996</u></u>	<u><u>\$567,742</u></u>	<u><u>\$558,746</u></u>



ENTERPRISE FUNDS

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

Water Fund

The Water Fund accounts for the operations of the water distribution system within the City.

Sewer Fund

The Sewer Fund accounts for the operations of the sewer collection system within the City.

CITY OF GROVE CITY, OHIO

**Combining Balance Sheet
All Enterprise Funds**

As Of December 31, 1999

continued

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<u>Assets:</u>			
<u>Current Assets:</u>			
Equity In Pooled Cash And Cash Equivalents	\$762,144	\$1,154,483	\$1,916,627
Receivables:			
Accounts	244,963	185,427	430,390
Special Assessments	0	37,747	37,747
Due From Other Funds	2,517	8,011	10,528
Interfund Receivable	45,754	151	45,905
Unamortized Bond Issue Costs	37,049	0	37,049
Total Current Assets	1,092,427	1,385,819	2,478,246
<u>Restricted Assets:</u>			
Equity In Pooled Cash And Cash Equivalents	77,800	0	77,800
Cash And Cash Equivalents With Fiscal Agents	201,332	0	201,332
Total Restricted Assets	279,132	0	279,132
<u>Fixed Assets:</u>			
Fixed Assets (Net Of Accumulated Depreciation)	10,250,880	16,954,008	27,204,888
Total Assets	\$11,622,439	\$18,339,827	\$29,962,266
<u>Liabilities:</u>			
<u>Current Liabilities:</u>			
Accounts Payable	\$111	\$3,941	\$4,052
Contracts Payable	1,685	75,664	77,349
Accrued Wages	1,061	5,409	6,470
Accrued Compensated Absences	525	1,261	1,786
Contracts Retainage Payable	0	19,271	19,271
Interfund Payable	6,832	0	6,832
Due To Other Governments	1,354	71,967	73,321
Deferred Revenue	0	37,747	37,747
Accrued Interest Payable	6,014	0	6,014
Current Portion Of OPWC Loans Payable	21,177	20,154	41,331
Current Portion Of Revenue Bonds Payable	135,000	0	135,000
Total Current Liabilities	\$173,759	\$235,414	\$409,173

CITY OF GROVE CITY, OHIO

**Combining Balance Sheet
All Enterprise Funds**

(Continued)

As Of December 31, 1999

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<u>Long-Term Liabilities:</u>			
Accrued Compensated Absences	\$4,735	\$34,689	\$39,424
OPWC Loans Payable (Net Of Current Portion)	333,860	1,068,388	1,402,248
Revenue Bonds Payable (Net Of Current Portion)	1,000,000	0	1,000,000
Total Long-Term Liabilities	<u>1,338,595</u>	<u>1,103,077</u>	<u>2,441,672</u>
Total Liabilities	<u>1,512,354</u>	<u>1,338,491</u>	<u>2,850,845</u>
<u>Fund Equity:</u>			
<u>Contributed Capital:</u>			
Governmental Contributions	917,913	1,812,197	2,730,110
Grants	477,924	590,844	1,068,768
Tap-In Fees	810,499	3,680,201	4,490,700
Developers	8,660,432	14,587,844	23,248,276
Total Contributed Capital	<u>10,866,768</u>	<u>20,671,086</u>	<u>31,537,854</u>
<u>Retained Earnings:</u>			
Reserved:			
Reserved For Future Debt Service	201,332	0	201,332
Reserved For Replacement And Improvement	77,800	0	77,800
Unreserved (deficit)	(1,035,815)	(3,669,750)	(4,705,565)
Total Retained Earnings (deficit)	<u>(756,683)</u>	<u>(3,669,750)</u>	<u>(4,426,433)</u>
Total Fund Equity	<u>10,110,085</u>	<u>17,001,336</u>	<u>27,111,421</u>
Total Liabilities And Fund Equity	<u>\$11,622,439</u>	<u>\$18,339,827</u>	<u>\$29,962,266</u>

CITY OF GROVE CITY, OHIO

**Combining Statement Of Revenues, Expenses, And Changes In Fund Equity -
All Enterprise Funds**

For The Year Ended December 31, 1999

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<u>Operating Revenues:</u>			
Charges For Services	\$446,919	\$355,283	\$802,202
Other Revenues	135	401	536
Total Operating Revenues	447,054	355,684	802,738
<u>Operating Expenses:</u>			
Personal Services	31,250	293,591	324,841
Contractual Services	3,055	61,479	64,534
Materials And Supplies	4,236	36,030	40,266
Depreciation	268,888	405,277	674,165
Total Operating Expenses	307,429	796,377	1,103,806
Operating Income (loss)	139,625	(440,693)	(301,068)
<u>Non-Operating Revenues (expenses):</u>			
Interest Revenue	44,488	0	44,488
Interest And Fiscal Charges	(88,178)	(17,171)	(105,349)
Total Non-Operating Revenues (expenses)	(43,690)	(17,171)	(60,861)
Net Income (loss)	95,935	(457,864)	(361,929)
Retained Earnings (deficit) At Beginning Of Year	(852,618)	(3,211,886)	(4,064,504)
Retained Earnings (deficit) At End Of Year	(756,683)	(3,669,750)	(4,426,433)
Contributed Capital At Beginning Of Year	10,778,083	20,085,484	30,863,567
Tap-In Fees	88,685	585,602	674,287
Contributed Capital At End Of Year	10,866,768	20,671,086	31,537,854
Total Fund Equity At End Of Year	\$10,110,085	\$17,001,336	\$27,111,421

CITY OF GROVE CITY, OHIO

Water Enterprise Fund

Schedule Of Revenues, Expenses, And Changes In Fund Balance - Budget And Actual

(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges For Services	\$395,000	\$316,169	(\$78,831)
Tap-In Fees	20,000	88,685	68,685
Interest	18,000	34,768	16,768
Miscellaneous	0	135	135
Total Revenues	433,000	439,757	6,757
<u>Expenses:</u>			
Personal Services	59,321	45,655	13,666
Contractual Services	9,796	2,692	7,104
Supplies And Materials	19,281	4,321	14,960
Debt Service	299,740	253,440	46,300
Capital Outlay	505,000	320,500	184,500
Total Expenses	893,138	626,608	266,530
Excess Of Revenues Over (Under) Expenses	(460,138)	(186,851)	273,287
Fund Balance At Beginning Of Year	584,744	584,744	0
Prior Year Encumbrances	144,102	144,102	0
Fund Balance At End Of Year	\$268,708	\$541,995	\$273,287

CITY OF GROVE CITY, OHIO

Sewer Enterprise Fund

Schedule Of Revenues, Expenses, And Changes In Fund Balance - Budget And Actual

(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges For Services	\$345,000	\$267,701	(\$77,299)
Tap-In Fees	657,456	826,750	169,294
Miscellaneous	3,200	3,782	582
Total Revenues	1,005,656	1,098,233	92,577
<u>Expenses:</u>			
Personal Services	318,192	309,231	8,961
Contractual Services	352,263	328,270	23,993
Supplies And Materials	73,082	51,555	21,527
Debt Service	79,900	38,127	41,773
Capital Outlay	735,679	685,292	50,387
Total Expenses	1,559,116	1,412,475	146,641
Excess Of Revenues Over (under) Expenses	(553,460)	(314,242)	239,218
Fund Balance At Beginning Of Year	667,491	667,491	0
Prior Year Encumbrances	396,506	396,506	0
Fund Balance At End Of Year	\$510,537	\$749,755	\$239,218

CITY OF GROVE CITY, OHIO

Total - Enterprise Funds

Schedule Of Revenues, Expenses, And Changes In Fund Balance - Budget And Actual

(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 1999

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Favorable (Unfavorable)</i>
<u>Revenues:</u>			
Charges For Services	\$740,000	\$583,870	(\$156,130)
Tap-In Fees	677,456	915,435	237,979
Interest	18,000	34,768	16,768
Miscellaneous	3,200	3,917	717
Total Revenues	1,438,656	1,537,990	99,334
<u>Expenses:</u>			
Personal Services	377,513	354,886	22,627
Contractual Services	362,059	330,962	31,097
Supplies And Materials	92,363	55,876	36,487
Debt Service	379,640	291,567	88,073
Capital Outlay	1,240,679	1,005,792	234,887
Total Expenses	2,452,254	2,039,083	413,171
Excess Of Revenues Over (under) Expenses	(1,013,598)	(501,093)	512,505
Fund Balance At Beginning Of Year	1,252,235	1,252,235	0
Prior Year Encumbrances	540,608	540,608	0
Fund Balance At End Of Year	\$779,245	\$1,291,750	\$512,505

CITY OF GROVE CITY, OHIO

Combining Statement Of Cash Flows
All Enterprise Funds

For The Year Ended December 31, 1999

continued

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<u>Increases (decreases) In Cash And Cash Equivalents:</u>			
<u>Cash Flows From Operating Activities:</u>			
Cash Received From Customers	\$316,169	\$267,701	\$583,870
Cash Payments For Personal Services	(31,746)	(303,630)	(335,376)
Cash Payments For Contractual Services	(1,893)	(42,019)	(43,912)
Cash Payments To Vendors For Materials And Supplies	(4,321)	(33,156)	(37,477)
Other Operating Revenues	135	3,782	3,917
Tap-In Fees	0	241,148	241,148
Tap-In Fees Paid To Other Governments	0	(241,148)	(241,148)
Net Cash Provided By (used for) Operating Activities	<u>278,344</u>	<u>(107,322)</u>	<u>171,022</u>
<u>Cash Flows From Capital And Related Financing Activities:</u>			
Tap-In Fees	88,685	585,602	674,287
Acquisition Of Capital Assets	(37,345)	(963,377)	(1,000,722)
Principal Paid On Revenue Bonds	(135,000)	0	(135,000)
Principal Paid On OPWC Loans	(20,732)	(20,956)	(41,688)
Proceeds of OPWC Loans	0	613,706	613,706
Interest And Fiscal Charges Paid On Revenue Bonds	(79,860)	0	(79,860)
Interest And Fiscal Charges Paid On OPWC Loans	(11,952)	(17,171)	(29,123)
Net Cash Provided By (used for) Capital And Related Financing Activities	<u>(196,204)</u>	<u>197,804</u>	<u>1,600</u>
<u>Cash Flows From Investing Activities:</u>			
Interest	34,768	0	34,768
Net Increase In Cash And Cash Equivalents	116,908	90,482	207,390
Cash And Cash Equivalents At Beginning Of Year	<u>924,368</u>	<u>1,064,001</u>	<u>1,988,369</u>
Cash And Cash Equivalents At End Of Year	<u>\$1,041,276</u>	<u>\$1,154,483</u>	<u>\$2,195,759</u>

CITY OF GROVE CITY, OHIO

**Combining Statement Of Cash Flows
All Enterprise Funds**

(Continued)

For The Year Ended December 31, 1999

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<i>Reconciliation Of Operating Income (loss) To</i>			
<i>Net Cash Provided By (used for) Operating Activities:</i>			
Operating Income (Loss)	\$139,625	(\$440,693)	(\$301,068)
<i>Adjustments To Reconcile Operating Income (loss) To</i>			
<i>Net Cash Provided By (used for) Operating Activities:</i>			
Depreciation	268,888	405,277	674,165
Changes In Assets And Liabilities:			
Increase In Accounts Receivable	(130,750)	(87,582)	(218,332)
Increase In Interfund Receivable	0	(151)	(151)
Decrease In Accounts Payable	(541)	(2,197)	(2,738)
Increase In Contracts Payable	1,685	3,499	5,184
Increase (Decrease) In Due To Other Governments	(194)	20,636	20,442
Increase (Decrease) In Accrued Wages Payable	(526)	1,116	590
Increase (Decrease) In Compensated Absences Payable	157	(7,227)	(7,070)
<i>Net Cash Provided By (used for) Operating Activities</i>	<u>\$278,344</u>	<u>(\$107,322)</u>	<u>\$171,022</u>

FIDUCIARY FUNDS

Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The following are the City's fiduciary fund types:

Expendable Trust Fund

This fund is accounted for in essentially the same manner as governmental funds. The City has one expendable trust fund, and the level of budgetary control is the same as that presented in the general purpose financial statements.

Senior Stage

This fund was established, via contributions, for the construction and maintenance of the stage at the newly constructed addition at the Grove City and Jackson Township Senior Center.

Agency Funds

Agency Funds are used to account for assets held by the City as an agent for individuals, private organizations, other governmental units, and /or other funds.

Mayor's Court Fund

The Mayor's Court Fund accounts for the collection and distribution of court fines and forfeitures.

Deposit Trust Fund

The Deposit Trust Fund accounts for deposits from contractors, held by the City, to insure compliance with various City ordinances regarding development within the City.

Central Ohio Health Care Consortium Fund

The Central Ohio Health Care Consortium Fund accounts for a dividend received by the City based upon its claims experience with the Consortium for the first three years of membership in the Consortium. The dividend will be distributed to the funds which have made payments to the Consortium.

Convention Bureau Fund

The Convention Bureau Fund accounts for the portion of hotel - motel tax collections that are paid to the Grove City Area Convention and Visitor's Bureau, who uses the funds to promote the City for the purpose of attracting business and industry to the community.

CITY OF GROVE CITY, OHIO
Combining Balance Sheet
Expendable Trust And Agency Funds

As Of December 31, 1999

	<i>Expendable Trust Fund</i>	<i>Mayor's Court</i>
	<i>Senior Stage</i>	<i>Court</i>
<u>Assets</u>		
Equity In Pooled Cash And Cash Equivalents	\$649	\$0
Cash And Cash Equivalents In Segregated Accounts	0	4,770
Receivables:		
Taxes	0	0
Due From Other Funds	0	0
	\$649	\$4,770
<i>Total Assets</i>		
<u>Liabilities</u>		
Accounts Payable	\$0	\$0
Contracts Payable	0	0
Due To Other Funds	0	0
Due To Other Governments	0	0
Deposits Held And Due To Others	0	4,770
	0	4,770
<i>Total Liabilities</i>		
<u>Fund Equity</u>		
Fund Balance:		
Unreserved Undesignated	649	0
	649	0
<i>Total Liabilities And Fund Equity</i>	\$649	\$4,770

<i>Agency Funds</i>			
<i>Deposit Trust</i>	<i>Central Ohio Health Care Consortium</i>	<i>Convention Bureau</i>	<i>Total</i>
\$462,374	\$160,124	\$8,972	\$632,119
0	0	0	4,770
0	0	8,697	8,697
483	0	0	483
<u>\$462,857</u>	<u>\$160,124</u>	<u>\$17,669</u>	<u>\$646,069</u>
\$275	\$0	\$0	\$275
44,262	0	0	44,262
0	160,124	0	160,124
0	0	8,972	8,972
418,320	0	8,697	431,787
<u>462,857</u>	<u>160,124</u>	<u>17,669</u>	<u>645,420</u>
0	0	0	649
<u>\$462,857</u>	<u>\$160,124</u>	<u>\$17,669</u>	<u>\$646,069</u>

CITY OF GROVE CITY, OHIO

**Combining Statement Of Changes In Assets And Liabilities
All Agency Funds**

For The Year Ended December 31, 1999

continued

	<u>Balance January 1, 1999</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 1999</u>
<u>MAYOR'S COURT FUND</u>				
<u>Assets</u>				
Cash And Cash Equivalents In Segregated Accounts	\$7,142	\$223,351	\$225,723	\$4,770
<u>Liabilities</u>				
Deposits Held And Due To Others	\$7,142	\$223,351	\$225,723	\$4,770
<u>DEPOSIT TRUST FUND</u>				
<u>Assets</u>				
Equity In Pooled Cash And Cash Equivalents	\$320,292	\$491,339	\$349,257	\$462,374
Receivables:				
Due From Other Governments	180	0	180	0
Due From Other Funds	483	0	0	483
	<u>\$320,955</u>	<u>\$491,339</u>	<u>\$349,437</u>	<u>\$462,857</u>
<u>Liabilities</u>				
Accounts Payable	\$16,122	\$275	\$16,122	\$275
Contracts Payable	0	44,262	0	44,262
Due To Other Governments	306	0	306	0
Deposits Held And Due To Others	304,527	507,767	393,974	418,320
Total Liabilities	<u>\$320,955</u>	<u>\$552,304</u>	<u>\$410,402</u>	<u>\$462,857</u>
<u>CENTRAL OHIO HEALTH CARE CONSORTIUM</u>				
<u>Assets</u>				
Equity In Pooled Cash And Cash Equivalents	\$160,124	\$0	\$0	\$160,124
<u>Liabilities</u>				
Due To Other Funds	\$160,124	\$0	\$0	\$160,124

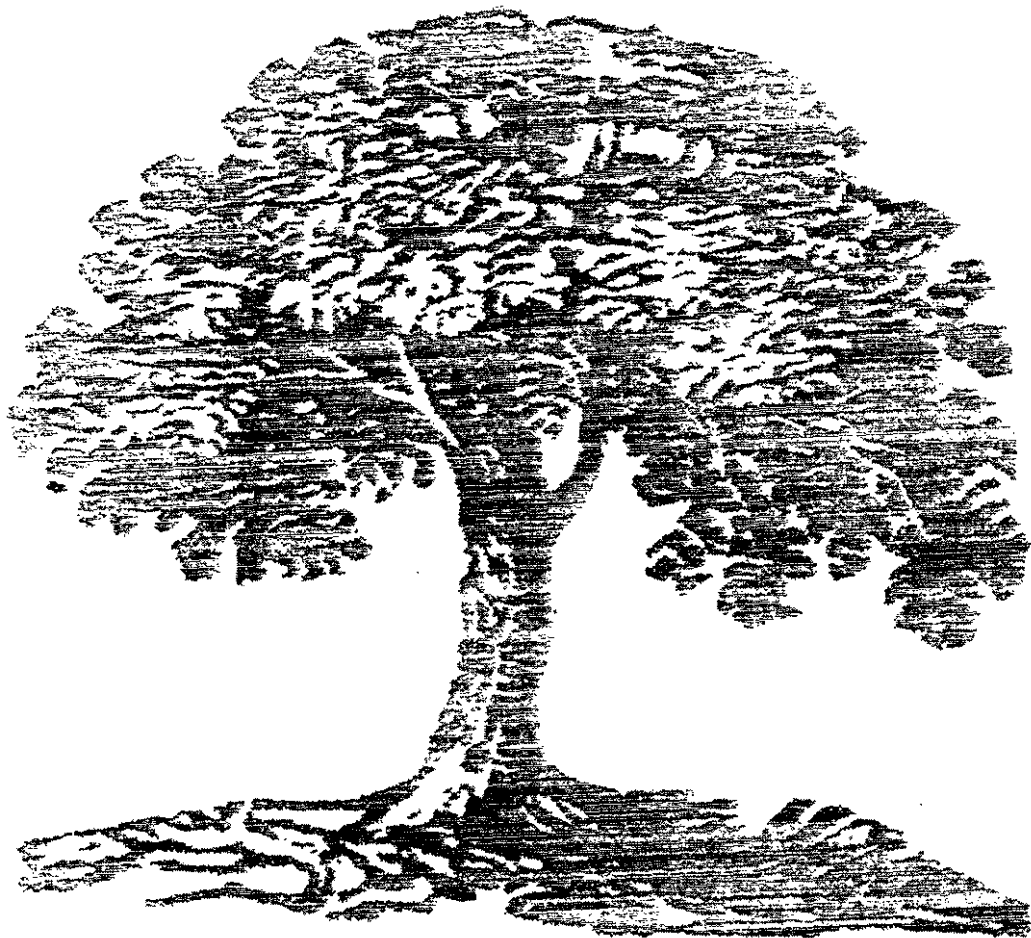
CITY OF GROVE CITY, OHIO

**Combining Statement Of Changes In Assets And Liabilities
All Agency Funds**

(Continued)

For The Year Ended December 31, 1999

	<u>Balance January 1, 1999</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance December 31, 1999</u>
<u>CONVENTION BUREAU FUND</u>				
<u>Assets</u>				
Equity In Pooled Cash And Cash Equivalents	\$9,969	\$141,374	\$142,371	\$8,972
Receivables:				
Taxes	8,062	8,697	8,062	8,697
Total Assets	\$18,031	\$150,071	\$150,433	\$17,669
<u>Liabilities</u>				
Due to Other Governments	\$9,969	\$8,972	\$9,969	\$8,972
Deposits Held And Due To Others	8,062	160,041	159,406	8,697
Total Liabilities	\$18,031	\$169,013	\$169,375	\$17,669
 <u>TOTAL - ALL AGENCY FUNDS</u>				
<u>Assets</u>				
Equity In Pooled Cash And Cash Equivalents	\$490,385	\$632,713	\$491,628	\$631,470
Cash And Cash Equivalents In Segregated Accounts	7,142	223,351	225,723	4,770
Receivables:				
Taxes	8,062	8,697	8,062	8,697
Due From Other Governments	180	0	180	0
Due From Other Funds	483	0	0	483
Total Assets	\$506,252	\$864,761	\$725,593	\$645,420
<u>Liabilities</u>				
Accounts Payable	\$16,122	\$275	\$16,122	\$275
Contracts Payable	0	44,262	0	44,262
Due To Other Funds	160,124	0	0	160,124
Due To Other Governments	10,275	8,972	10,275	8,972
Deposits Held And Due To Others	319,731	891,159	779,103	431,787
Total Liabilities	\$506,252	\$944,668	\$805,500	\$645,420



GENERAL FIXED ASSETS ACCOUNT GROUP

General Fixed Assets Account Group

To account for long-lived assets not used in the operation of the proprietary funds.

CITY OF GROVE CITY, OHIO

**Schedule Of General Fixed Assets
By Program And Department**

As Of December 31, 1999

<u>Program / Department</u>	<u>Total</u>	<u>Lands</u>	<u>Buildings</u>	<u>Improvements Other Than Buildings</u>
Security Of Persons And Property				
Police Department	\$3,841,924	\$0	\$1,871,295	\$46,872
Garage	115,188	0	28,874	0
Total Security Of Persons And Property	3,957,112	0	1,900,169	46,872
Leisure Time Activities				
Parks	1,556,178	562,845	316,723	173,568
Big Splash	3,064,187	0	850,000	1,520,889
General Recreation	70,842	0	17,556	12,800
Senior Center	57,703	0	0	0
Total Leisure Time Activities	4,748,910	562,845	1,184,279	1,707,257
Community Development				
Building Department	196,083	0	0	0
Development	19,082	0	0	0
Total Community Development	215,165	0	0	0
Transportation				
Street Department	1,117,930	91,350	17,062	19,371
General Government				
City Council	40,456	0	0	0
Clerk Of Council	40,355	0	0	0
Administration	145,261	0	0	0
Finance	153,821	0	0	0
Lands And Buildings	3,170,824	1,336,076	1,704,990	44,856
Engineering	14,094	3,450	0	3,600
Information Systems	100,411	0	0	0
Total General Government	3,665,222	1,339,526	1,704,990	48,456
Total General Fixed Assets	\$13,704,339	\$1,993,721	\$4,806,500	\$1,821,956

<i>Machinery And Equipment</i>	<i>Furniture And Fixtures</i>	<i>Computer Equipment</i>	<i>Vehicles</i>
\$1,235,376	\$145,716	\$97,629	\$445,036
73,356	0	1,610	11,348
1,308,732	145,716	99,239	456,384
234,728	48,995	41,622	177,697
585,465	98,346	9,487	0
36,223	1,893	0	2,370
32,696	18,872	6,135	0
889,112	168,106	57,244	180,067
51,090	34,333	49,990	60,670
6,951	6,058	2,544	3,529
58,041	40,391	52,534	64,199
419,999	2,394	10,700	557,054
15,548	21,533	3,375	0
14,289	21,529	4,537	0
33,699	74,089	37,473	0
15,245	48,463	90,113	0
48,663	36,239	0	0
7,044	0	0	0
6,806	1,804	91,801	0
141,294	203,657	227,299	0
\$2,817,178	\$560,264	\$447,016	\$1,257,704

CITY OF GROVE CITY, OHIO

**Schedule Of Changes In General Fixed Assets
By Program And Department**

For The Year Ended December 31, 1999

<i>Program / Department</i>	<i>Balance December 31, 1998</i>	<i>Additions</i>	<i>Deletions</i>	<i>Balance December 31, 1999</i>
Security Of Persons And Property				
Police Department	\$3,724,156	\$117,768	\$0	\$3,841,924
Garage	108,792	6,396	0	115,188
Total Security Of Persons And Property	3,832,948	124,164	0	3,957,112
Leisure Time Activities				
Parks	1,495,966	60,612	400	1,556,178
Big Splash	0	3,064,187	0	3,064,187
General Recreation	70,012	830	0	70,842
Senior Center	57,253	450	0	57,703
Total Leisure Time Activities	1,623,231	3,126,079	400	4,748,910
Community Development				
Building Department	156,155	39,928	0	196,083
Development	16,895	2,187	0	19,082
Total Community Development	173,050	42,115	0	215,165
Transportation				
Street Department	924,548	193,382	0	1,117,930
General Government				
City Council	25,776	14,680	0	40,456
Clerk Of Council	40,355	0	0	40,355
Administration	111,425	33,836	0	145,261
Finance	147,829	5,992	0	153,821
Lands And Buildings	2,957,020	213,804	0	3,170,824
Engineering	14,094	0	0	14,094
Information Systems	91,826	8,585	0	100,411
Total General Government	3,388,325	276,897	0	3,665,222
Total General Fixed Assets Allocated To Programs	9,942,102	3,762,637	400	13,704,339
Construction In Progress	243,257	0	243,257	0
Total General Fixed Assets	\$10,185,359	\$3,762,637	\$243,657	\$13,704,339

CITY OF GROVE CITY, OHIO

**Schedule Of General Fixed Assets
By Source**

As Of December 31, 1999

<u>General Fixed Assets:</u>	<u>Amounts</u>
Lands	\$1,993,721
Buildings	4,806,500
Improvements Other Than Buildings	1,821,956
Machinery And Equipment	2,817,178
Furniture And Fixtures	560,264
Computer Equipment	447,016
Vehicles	1,257,704
<i>Total General Fixed Assets</i>	<u>\$13,704,339</u>
 <u>Investment In General Fixed Assets From:</u>	
General Fund Revenues	\$7,926,292
Special Revenue Fund Revenues	828,077
Capital Projects Fund Revenues	3,963,411
Enterprise Fund Revenues	987
Donations	57,750
General Fixed Assets Acquired Prior To December 31, 1986	927,822
<i>Total Investment In General Fixed Assets</i>	<u>\$13,704,339</u>



City of Grove City, Ohio

STATISTICAL SECTION

Grove City Continues To Grow.

Building Statistics

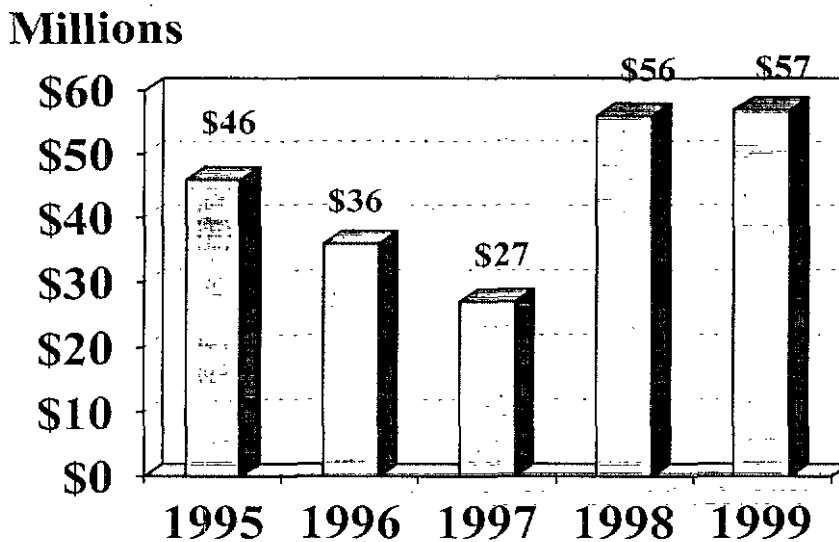
242 new single-family homes (280 homes in 1998)

1999 valuation of new residential: \$41.7 million

1999 valuation of new commercial/industrial: \$57.0 million

Average cost of new single-family home: \$172,133

Total valuation of all 1999 construction permits issued: \$99.0 million



CITY OF GROVE CITY, OHIO

General Fund Expenditures By Program
Last Ten Years
TABLE I

<u>Year</u>	<u>Security Of Persons And Property</u>	<u>Public Health</u>	<u>Leisure Time Activities</u>	<u>Community Development</u>	<u>General Government</u>	<u>Capital Outlay</u>	<u>Debt Service</u>	<u>Total</u>
1990	\$1,988,482	\$67,899	\$355,873	\$189,662	\$1,215,422	\$846,090	\$483,338	\$5,146,766
1991	2,211,671	75,170	409,559	222,365	1,248,530	1,438,603	460,408	6,066,306
1992	2,466,150	89,471	432,409	353,082	1,288,116	963,232	452,165	6,044,625
1993	2,679,054	115,887	499,621	331,372	1,380,484	1,362,033	590,028	6,958,479
1994	2,752,267	109,149	544,245	396,783	1,522,658	2,304,587	278,344	7,908,033
1995	2,983,167	111,484	532,550	407,644	1,773,677	3,398,337	478,388	9,685,247
1996	3,026,674	111,624	631,770	492,282	1,908,756	2,446,859	461,517	9,079,482
1997	3,284,622	119,591	575,470	458,270	2,128,362	3,101,672	465,571	10,133,558
1998	3,516,454	135,473	1,243,413	542,429	2,618,287	3,605,279	483,046	12,144,381
1999	3,996,718	146,768	377,104	499,185	3,239,772	5,674,602	490,523	14,424,672

Source: City Financial Records - GAAP basis financial data

CITY OF GROVE CITY, OHIO

General Fund Revenues By Source
Last Ten Years
TABLE 2

<u>Year</u>	<u>Property Taxes</u>	<u>Municipal Income Taxes</u>	<u>Other Local Taxes</u>	<u>Inter-Governmental</u>	<u>Charges For Services</u>	<u>Licenses And Permits</u>	<u>Fines And Forfeitures</u>	<u>Special Assessments</u>	<u>Interest</u>	<u>Miscellaneous</u>	<u>Total</u>
1990	\$328,268	3,520,342	\$188,192	\$777,544	\$164,015	\$121,827	\$227,212	\$1,869	\$273,946	\$65,999	\$5,669,214
1991	393,943	3,849,365	242,946	913,050	12,409	171,080	232,729	4,674	258,894	46,281	6,125,371
1992	410,296	4,524,692	264,778	1,132,118	14,765	261,733	248,631	2,841	181,703	32,983	7,074,540
1993	425,165	4,970,684	270,767	1,127,280	124,664	327,139	215,185	2,639	182,657	27,375	7,673,555
1994	542,309	5,868,160	302,813	1,116,016	217,873	298,202	118,403	3,096	216,082	25,249	8,708,203
1995	611,289	6,426,759	348,670	1,251,033	204,701	384,053	128,607	2,373	394,846	102,095	9,854,426
1996	616,435	7,241,879	394,776	1,182,493	176,674	342,012	158,512	2,458	470,352	213,944	10,799,535
1997	708,980	7,870,588	416,699	1,484,040	176,585	356,612	153,804	19,092	544,157	111,367	11,841,924
1998	734,475	9,224,779	439,456	1,530,720	155,333	413,211	140,474	21,715	649,587	312,142	13,621,892
1999	753,183	10,698,896	477,630	1,682,116	175,587	486,585	141,700	19,159	626,214	268,134	15,329,204

Source: City Financial Records - GAAP basis financial data

CITY OF GROVE CITY, OHIO

Real Property Tax Levies And Collections
Last Ten Years
TABLE 3

Collection Year	Current Tax Levy ⁽¹⁾	Delinquent Tax Levy ⁽²⁾	Total Tax Levy	Current Tax Collections ⁽¹⁾	Percentage Of Current Collections To Current Levy	Delinquent Tax Collections	Total Tax Collections	Percentage Of Total Collections To Total Tax Levy	Outstanding Delinquent Taxes ⁽²⁾	Percentage Of Outstanding Delinquent Taxes To Total Tax Levy
1990	\$989,333	\$44,940	\$1,034,273	\$963,535	97.39%	\$29,573	\$993,108	96.02%	\$41,165	3.98%
1991	1,185,513	49,125	1,234,638	1,163,067	98.11	32,867	1,195,934	96.87	38,704	3.13
1992	1,176,375	47,046	1,223,421	1,155,082	98.19	36,835	1,191,917	97.42	31,504	2.58
1993	1,231,083	39,783	1,270,866	1,205,126	97.89	24,104	1,229,230	96.72	41,636	3.28
1994	1,363,069	45,846	1,408,915	1,338,614	98.21	30,158	1,368,772	97.15	40,143	2.85
1995	1,413,672	44,503	1,458,175	1,387,603	98.16	31,792	1,419,395	97.34	38,780	2.66
1996	1,488,325	39,803	1,528,128	1,460,238	98.11	25,397	1,485,635	97.22	42,493	2.78
1997	1,676,494	53,122	1,729,616	1,661,423	99.10	34,465	1,695,888	98.05	33,728	1.95
1998	1,728,167	51,611	1,779,778	1,691,705	97.89	35,761	1,727,466	97.06	52,312	2.94
1999	1,779,726	47,092	1,826,818	1,743,985	97.99	35,485	1,779,470	97.41	47,348	2.59

Source: Franklin County Auditor

⁽¹⁾ State reimbursement of rollback and homestead exemptions are included.

⁽²⁾ Amounts listed include penalties and interest.

CITY OF GROVE CITY, OHIO

Tangible Personal Property Tax Levies And Collections
Last Ten Years
TABLE 4

Collection Year	Current Tax Levy		Delinquent Tax Levy	Total Tax Levy	Current Tax Collections		Delinquent Tax Collections		Total Tax Collections	Percentage Of Current Collections To Current Levy		Percentage Of Total Collections To Total Tax Levy		Percentage Of Outstanding Delinquent Taxes To Total Tax Levy	
	Tax Levy	Levy			Tax Collections	Levy	Tax Collections	Levy		Tax Collections	Percentage	Percentage	Outstanding Delinquent Taxes	Percentage	
1990	\$112,253	\$9,226	\$121,479	\$96,692	\$4,117	\$100,809	\$4,117	\$4,117	\$100,809	86.14%	82.98%	\$20,670	17.02%		
1991	101,039	27,593	128,632	98,400	12,982	111,382	12,982	12,982	111,382	97.39	86.59	17,250	13.41		
1992	118,283	22,219	140,502	114,161	5,161	119,322	5,161	5,161	119,322	96.52	84.93	21,180	15.07		
1993	118,077	23,032	141,109	113,308	6,435	119,743	6,435	6,435	119,743	95.96	84.86	21,366	15.14		
1994	198,375	26,741	225,116	186,903	13,712	200,615	13,712	13,712	200,615	94.22	89.12	24,501	10.88		
1995	225,982	151,049	377,031	214,380	136,654	351,034	136,654	136,654	351,034	94.87	93.10	25,997	6.90		
1996	252,862	27,718	280,580	228,158	17,644	245,802	17,644	17,644	245,802	90.23	87.60	34,778	12.40		
1997	288,201	56,976	345,177	265,203	45,196	310,399	45,196	45,196	310,399	92.02	89.92	34,778	10.08		
1998	323,916	45,362	369,278	312,080	15,689	327,769	15,689	15,689	327,769	96.35	88.76	41,509	11.24		
1999	275,964	38,229	314,193	272,607	16,851	289,458	16,851	16,851	289,458	98.78	92.13	24,735	7.87		

Source: Franklin County Auditor

CITY OF GROVE CITY, OHIO

Assessed And Estimated Actual Value Of Taxable Property
Last Ten Years
TABLE 5

Collection Year	Real Property		Public Utility Property		Tangible Personal Property		Total		Percentage Of Total Assessed Value To Total Est. Actual Value
	Assessed Value	Est. Actual Value	Assessed Value	Est. Actual Value	Assessed Value	Est. Actual Value	Assessed Value	Est. Actual Value	
1990	\$158,661,550	\$453,318,714	\$11,783,560	\$23,567,120	\$18,407,225	\$65,740,089	\$188,852,335	\$542,625,924	34.80%
1991	191,891,850	548,262,429	12,280,700	13,955,341	18,858,909	69,847,811	223,031,459	632,065,581	35.29
1992	199,110,390	568,886,829	13,561,720	15,411,045	18,921,963	72,776,781	231,594,073	657,074,655	35.25
1993	207,899,220	593,997,771	14,295,870	16,245,307	21,256,069	85,024,276	243,451,159	695,267,354	35.02
1994	252,926,580	722,647,371	15,056,390	17,109,534	38,778,032	155,112,128	306,761,002	891,869,034	34.28
1995	270,520,020	772,914,343	16,158,500	18,361,932	44,505,400	178,021,600	331,183,920	969,297,875	34.17
1996	287,455,570	821,301,629	16,525,360	18,778,818	51,593,239	209,372,956	355,574,169	1,046,451,403	33.98
1997	329,135,000	940,385,714	16,603,670	18,867,807	58,410,921	233,643,684	404,149,591	1,192,897,205	33.88
1998	361,205,530	1,032,015,800	16,896,060	19,200,068	67,327,217	269,308,868	445,428,807	1,320,534,736	33.73
1999	442,468,070	1,264,194,486	17,511,040	19,898,909	57,083,355	228,333,420	517,062,465	1,512,436,815	34.19

Source: Franklin County Auditor

CITY OF GROVE CITY, OHIO

Property Tax Rates-Direct And Overlapping Governments
Per \$1,000 Of Assessed Valuation
Last Ten Years
TABLE 6

Collection Year	City Of Grove City				Southwestern City School District	Franklin County Commissioners	Jackson Township	Total Tax Levy
	General Fund	Special Funds ⁽¹⁾	Debt Service	Total Levy				
1990	\$1.95	\$1.05	\$2.84	\$5.84	\$42.25	\$10.82	\$15.20	\$74.11
1991	1.95	1.05	2.84	5.84	42.25	10.54	15.20	73.83
1992	1.95	1.05	2.54	5.54	42.56	12.42	20.20	80.72
1993	1.95	1.05	2.54	5.54	42.23	14.87	20.20	82.84
1994	1.95	1.05	2.10	5.10	43.80	14.57	20.20	83.67
1995	1.90	1.10	2.00	5.00	52.65	14.57	20.20	92.42
1996	1.90	1.10	1.90	4.90	52.48	14.82	20.20	92.40
1997	1.90	1.10	1.90	4.90	52.30	15.22	20.20	92.62
1998	1.90	1.10	1.80	4.80	57.18	17.54	20.20	99.72
1999	1.90	1.10	1.70	4.70	57.18	17.54	20.20	99.62

Source: Franklin County Treasurer

⁽¹⁾ Police Pension Fund

CITY OF GROVE CITY, OHIO

Principal Property Taxpayers
December 31, 1999

TABLE 7

Taxpayer	Type Of Business	Real/Public Utility Property Assessed Valuation	Tangible Personal Property Assessed Valuation ⁽¹⁾	Total Assessed Valuation	% Of Total City Assessed Valuation (1999 Collection Year)
Wal Mart Stores, Inc.	Retail Warehouse	\$2,795,250	\$10,040,460	\$12,835,710	2.48%
Tosch SMD Inc.	Manufacturing	561,400	8,194,500	8,755,900	1.69
Columbus Southern Power	Utility	6,596,600	0	6,596,600	1.28
Ohio Bell Telephone	Utility	5,258,910	0	5,258,910	1.02
Columbia Gas of Ohio	Utility	3,919,220	0	3,919,220	0.76
DDR Continental LP	Shopping Center	3,400,250	468,440	3,868,690	0.75
Ashland Oil Inc.	Distribution	1,214,500	2,136,300	3,350,800	0.65
General Medical Corporation	Product Distribution	310,520	2,903,122	3,213,642	0.62
Regency Arms Associates	Residential Housing	2,929,150	0	2,929,150	0.57
Buckeye Ranch Foundation	Residential Care Facility	2,794,470	0	2,794,470	0.54
Beulah Park Limited Partnership	Thoroughbred Race Track	2,610,030	135,130	2,745,160	0.53
Tigerpoly Manufacturing, Inc.	Manufacturing	137,690	2,236,880	2,374,570	0.46
Roadway Package Systems, Inc.	Freight Distribution	452,074	1,838,640	2,290,714	0.44
SPTMISC Properties	Nursing Home	1,855,010	0	1,855,010	0.36
K Mart Corporation	Merchandising	1,197,000	563,020	1,760,020	0.34
Sterling Park Inc.	Residential Housing	1,662,510	13,840	1,676,350	0.32
Time Warner Entertainment Co.	Cable	264,229	1,315,740	1,579,969	0.31
Manheim Services Corporation	Vehicle Auction	1,337,450	173,740	1,511,190	0.29
Minnesota Mining & Manufacturing Co.	Manufacturing	1,041,980	402,600	1,444,580	0.28
Horton Emergency Vehicle Company	Manufacturing	153,260	1,171,080	1,324,340	0.26
Amana Company	Product Distribution	421,200	819,401	1,240,601	0.24
Pliney Bowes	Product Distribution	132,300	1,021,230	1,153,530	0.22
Grove City Storage	Storage Facility	1,050,000	20,630	1,070,630	0.21
McGraw Hill, Inc.	Product Distribution	206,868	828,010	1,034,878	0.20
Buckeye Grove Shopping	Shopping Center	1,029,960	0	1,029,960	0.20
Augsburg Fortress Publishers, Inc.	Product Distribution	421,200	299,530	720,730	0.14
Decisionone Corporation	Product Distribution	515,027	187,714	702,741	0.14
Total Principal Taxpayers		\$44,268,058	\$34,770,007	\$79,038,065	15.29%
Total City		\$459,979,110	\$57,083,355	\$517,062,465	

Note: ⁽¹⁾Taxpayers required to file a personal property tax return do so based on their fiscal year.
Source: Franklin County Auditor

CITY OF GROVE CITY, OHIO

**Special Assessment Billings
And Collections
Last Ten Years
TABLE 8**

<u>Collection Year</u>	<u>Special Assessment Billings⁽¹⁾</u>	<u>Total Assessments Collected⁽²⁾</u>	<u>Amount Delinquent</u>	<u>Percentage Of Collections To Amount Billed</u>
1990	\$95,746	\$95,356	\$390	99.59%
1991	107,850	103,975	3,875	96.41
1992	132,216	131,588	628	99.53
1993	96,618	89,678	6,940	92.82
1994	100,251	90,233	10,018	90.01
1995	105,054	103,851	1,203	98.85
1996	116,289	96,151	20,138	82.68
1997	120,609	110,090	10,519	91.28
1998	141,300	112,900	28,400	79.90
1999	137,730	135,143	2,587	98.12

⁽¹⁾ Only governmental fund type assessments are included in this table. Assessments include service assessments and debt service assessments, which includes interest. Franklin County collects these assessments on behalf of the City.

⁽²⁾ Prepayment of future assessments are not included.

Source: Franklin County Auditor

CITY OF GROVE CITY, OHIO

**Legal Debt Margin
December 31, 1999
TABLE 9**

Total assessed valuation	\$517,062,465
Overall debt limitation - 10.5% of assessed valuation	54,291,559
Gross indebtedness authorized by council	15,246,074
Less debt outside limitation:	<u>(6,528,866)</u>
Debt within 10.5% limitation	8,717,208
Less amount available in debt service fund:	<u>(753,793)</u>
Net debt within 10.5% limitation	<u>7,963,415</u>
Legal debt margin within 10.5% limitation	<u>\$46,328,144</u>

Unvoted debt limitation - 5.5% of assessed valuation	\$28,438,436
Gross indebtedness authorized by council	15,246,074
Less debt outside limitation:	<u>(6,528,866)</u>
Debt within 5.5% limitation	8,717,208
Less amount available in debt service fund:	<u>(753,793)</u>
Net debt within 5.5% limitation	<u>7,963,415</u>
Legal debt margin within 5.5% limitation	<u>\$20,475,021</u>

CITY OF GROVE CITY, OHIO

Ratio Of Net General Obligation Bonded Debt
To Assessed Value And Net General
Obligation Bonded Debt Per Capita
Last Ten Years
TABLE 10

<u>Year</u>	<u>Net General Bonded Debt⁽¹⁾</u>	<u>Assessed Value⁽²⁾</u>	<u>Population⁽³⁾</u>	<u>Percentage Of Net Bonded Debt To Assessed Value</u>	<u>Net Bonded Debt Per Capita</u>
1990	\$3,355,286	\$188,852	20,270	1.78%	165.53
1991	4,613,786	223,031	21,081	2.07	218.86
1992	4,364,578	231,594	21,610	1.88	201.97
1993	6,566,652	243,451	21,967	2.70	298.93
1994	5,965,162	306,761	22,612	1.94	263.81
1995	5,528,221	331,184	22,970	1.67	240.67
1996	5,173,950	355,574	23,446	1.46	220.68
1997	4,926,689	404,150	24,683	1.22	199.60
1998	4,736,934	445,429	25,821	1.06	183.45
1999	4,553,415	517,062	26,717	0.88	170.43

⁽¹⁾ Net general bonded debt equals the amount of general obligation bonds outstanding minus the debt service fund balance available to pay general obligation debt.

⁽²⁾ Shown in thousands of dollars

⁽³⁾ Source: "Population Estimates and Projections", published by the U.S. Department of Commerce, Bureau of the Census, when available. When unavailable, estimates are interpolated based on increases in construction of single and double family homes.

CITY OF GROVE CITY, OHIO

*Ratio Of Annual Debt Service Expenditures
For General Bonded Debt To Total
General Fund Expenditures
Last Ten Years*
TABLE 11

<u>Year</u>	<u>Principal</u>	<u>Interest And Fiscal Charges</u>	<u>Debt Service On General Obligation Bonded Debt</u>	<u>General Fund Expenditures</u>	<u>Ratio</u>
1990	\$143,604	\$323,811	\$467,415	\$5,146,766	9.08%
1991	153,604	275,797	429,401	6,066,306	7.08
1992	193,604	406,640	600,244	6,044,625	9.93
1993	198,604	406,858	605,462	6,958,479	8.70
1994	323,604	398,001	721,605	7,908,033	9.12
1995	333,604	376,222	709,826	9,685,247	7.33
1996	348,604	360,050	708,654	9,079,482	7.81
1997	363,604	342,780	706,384	10,133,558	6.97
1998	373,604	324,393	697,997	12,144,381	5.75
1999	393,604	305,200	698,804	14,424,672	4.84

CITY OF GROVE CITY, OHIO

Computation Of Direct And Overlapping
General Obligation Bonded Debt

December 31, 1999

TABLE 12

<u>Jurisdiction</u>	<u>Net Debt Outstanding⁽¹⁾</u>	<u>Percentage Applicable To City Of Grove City⁽¹⁾</u>	<u>Amount Applicable To City Of Grove City</u>
City of Grove City	\$4,553,415	100.00%	\$4,553,415
Southwestern City School District	162,224,016	26.01	42,194,467
Franklin County	175,903,975	2.46	4,327,238
Jackson Township	852,000	82.58	<u>703,582</u>
TOTAL			<u>\$51,778,702</u>

Source: Franklin County Auditor

(1) Net debt outstanding equals the amount of general obligation bonds outstanding minus the debt service fund balance available to pay non-special assessment general obligation debt.

(2) Percentages determined by dividing each overlapping subdivision's assessed valuation within the City by the subdivision's total assessed valuation.

CITY OF GROVE CITY, OHIO

Revenue Bond Coverage
Enterprise Funds
Last Ten Years
TABLE 13

Year	Water Enterprise Fund		Operating Expenses ^(b)	Net Revenue Available For Debt Service	Debt Service Requirements			Coverage
	Gross Revenues ^(a)	Operating Expenses ^(b)			Principal	Interest	Total	
1990	\$347,015	\$65,995	\$281,020	\$45,000	\$181,608	\$226,608	1.24	
1991	335,176	97,335	237,841	55,000	166,458	221,458	1.07	
1992	356,218	108,547	247,671	75,000	72,451	147,451	1.68	
1993	346,603	92,612	253,991	95,000	112,193	207,193	1.23	
1994	376,739	67,905	308,834	100,000	107,735	207,735	1.49	
1995	390,512	153,607	236,905	105,000	91,748	196,748	1.20	
1996	430,063	81,465	348,598	110,000	88,671	198,671	1.75	
1997	356,796	58,698	298,098	125,000	83,192	208,192	1.43	
1998	428,029	40,958	387,071	115,000	104,219	219,219	1.77	
1999	447,054	38,541	408,513	135,000	79,860	214,860	1.90	
Sewer Enterprise Fund								
1990	\$297,603	\$353,017	\$(55,414)	\$8,000	\$13,967	\$21,967	(2.52)	
1991	285,391	368,020	(82,629)	30,750	21,207	51,957	(1.59)	
1992	306,447	297,446	9,001	62,808	19,732	82,540	0.11	
1993	296,311	511,867	(215,556)	43,429	15,271	58,700	(3.67)	
1994	310,040	284,444	25,596	47,723	12,117	59,840	0.43	
1995	328,616	433,382	(104,766)	14,000	5,120	19,120	(5.48)	
1996	391,341	416,633	(25,292)	33,114	9,406	42,520	(0.59)	
1997	300,748	271,453	29,295	32,122	6,959	39,081	0.75	
1998	354,769	324,987	29,782	35,160	2,969	38,129	0.78	
1999	355,684	391,100	(35,416)	0	0	0	0.00	

^(a) Total revenues exclusive of interest income and tap-in fees.

^(b) Total operating expenses exclusive of depreciation.

CITY OF GROVE CITY, OHIO

Demographic Statistics
Last Ten Years
TABLE 14

<u>Year</u>	<u>Population</u> ⁽¹⁾	<u>Per Capita Income</u> ⁽¹⁾	<u>School Enrollment</u> ⁽²⁾	<u>Franklin County Unemployment Rate</u> ⁽³⁾
1990	20,270	\$14,147	5,768	3.9%
1991	21,081	14,642	5,730	4.2
1992	21,610	15,081	5,749	5.0
1993	21,967	15,533	5,847	4.6
1994	22,612	16,154	5,905	3.2
1995	22,970	16,800	6,097	3.1
1996	23,446	17,388	6,301	2.9
1997	24,683	17,909	6,343	2.7
1998	25,821	18,482	6,402	2.4
1999	26,717	19,168	6,432	2.5

Sources:

⁽¹⁾"Population Estimates and Projections", published by the Department of Commerce, Bureau of the Census, when available. When unavailable, estimates are interpolated based on increases in construction of single and double family homes.

⁽²⁾Southwestern City School District

⁽³⁾Ohio Bureau of Employment Services, Division of Labor Force Research and Statistics

CITY OF GROVE CITY, OHIO

Property Value, Construction
And Bank Deposits
Last Ten Years
TABLE 15

Year	Real Property Value		Residential		Commercial		Industrial		Domestic Bank Deposits In County ^(b)
	Agricultural/ Residential Value ^(a)	Commercial/ Industrial Value ^(a)	Number Of Units	Construction Value ^(a)	Number Of Units	Construction Value ^(a)	Number Of Units	Construction Value ^(a)	
1990	\$114,236,316	\$44,425,234	190	\$21,075,494	15	\$7,823,946	0	\$0	\$16,302,963
1991	137,212,110	54,699,390	235	26,476,828	7	5,656,000	3	31,200,000	16,991,542
1992	144,799,020	54,311,370	258	32,535,083	33	6,873,152	5	24,460,000	17,177,948
1993	152,352,070	55,547,150	274	40,086,787	72	17,257,713	8	10,290,583	17,027,114
1994	184,626,740	68,299,840	263	39,635,740	53	5,572,000	4	15,936,000	17,360,855
1995	198,197,320	72,322,700	275	40,228,407	21	8,271,265	11	39,564,000	19,120,842
1996	217,974,780	69,480,790	210	32,270,276	21	7,684,685	9	30,265,944	20,786,114
1997	249,488,520	79,646,480	224	33,736,162	80	17,657,766	5	13,014,000	40,835,093
1998	275,305,530	85,900,000	280	45,736,466	12	10,862,743	2	11,400,000	39,976,199
1999	338,540,410	103,927,660	242	41,656,313	15	11,350,000	4	6,825,000	40,785,421

Sources:

^(a) Franklin County Auditor

^(b) City of Grove City Building Department

^(c) Federal Reserve Bank of Cleveland shown in thousands of dollars for Franklin County

CITY OF GROVE CITY, OHIO

Miscellaneous Statistics
December 31, 1999
TABLE 16

Date of Incorporation:	1852	Education ⁽²⁾ :	
Effective Date of Charter:	July 1, 1959	Elementary Schools	5
Form of Government:	Mayor-Council-Administrator	Secondary Schools	3
Area:	13.41 sq. mi.	Number of Teachers	112
Miles of Streets:	146.00	Elementary Instructors	161
		Secondary Instructors	
Number of Street Lights:	2,652	Total Teachers	273
Number of Traffic Signs:	2,708	1999/2000 Student Enrollment	
Number of Traffic Lights:	25	Elementary Enrollment	2,775
Miles of Sanitary Sewers:	80.7	Secondary Enrollment	3,657
Miles of Storm Sewers:	26.7	Total Enrollment	6,432
Miles of Water Distribution:	86.0	Student/Teacher Ratio	23.56
Fire Protection:	Jackson Township ⁽¹⁾	Recreation and Culture:	
Number of Stations	3	Number of Parks	7
Number of Firemen and Officers (FT)	76	Number of Playgrounds	7
Number of Firemen (PT)	4	Number of Swimming Pools	1
Number of Certified EMTA's	80	Number of Tennis Courts	6
Number of Certified Paramedics	45	Number of Community Centers	3
Police Protection:	Grove City Police	Acreage of Parks	289
Number of Stations	1	Public Libraries	1
Number of Policemen and Officers	44	Public Transportation:	Central Ohio Transit Authority
City Employees:			
Number of Full Time Employees	110		
Number of Part Time Employees	45		
Municipal Water Department:	Served by City of Columbus		

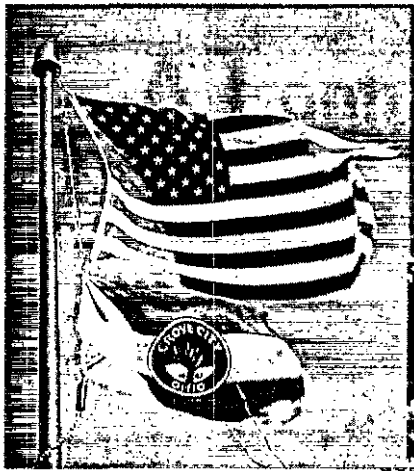
Sources:

⁽¹⁾ Jackson Township

⁽²⁾ Southwestern City Schools

City of Grove City, Ohio

A Look AT OUR COMMUNITY ATMOSPHERE

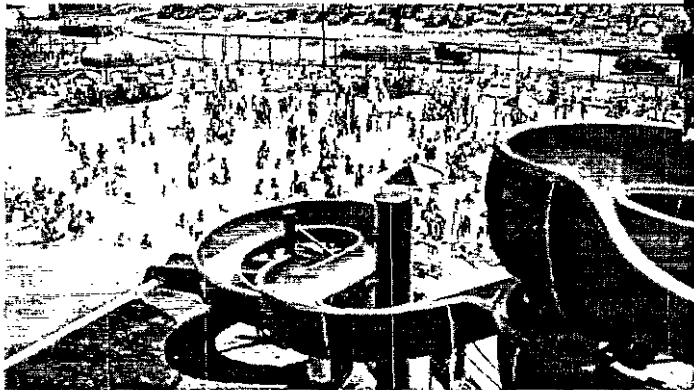
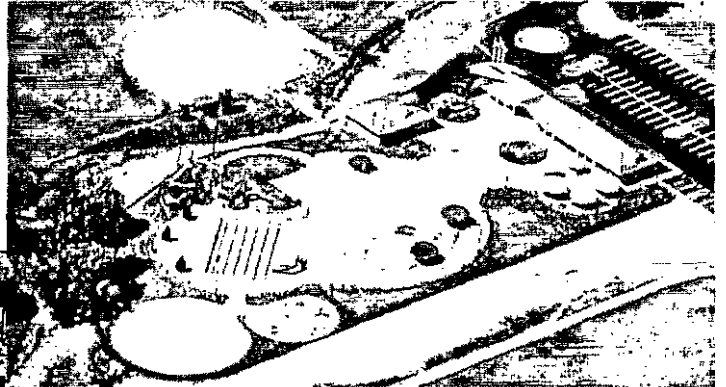


The City of Grove City

The Big



At Evans Park



The Big Splash opened July 23, 1999



The Grove City High School
Marching Band
in the Rose Bowl Parade

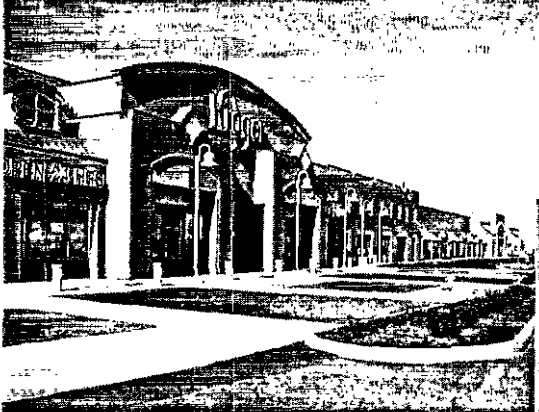


The Singing Buckeyes

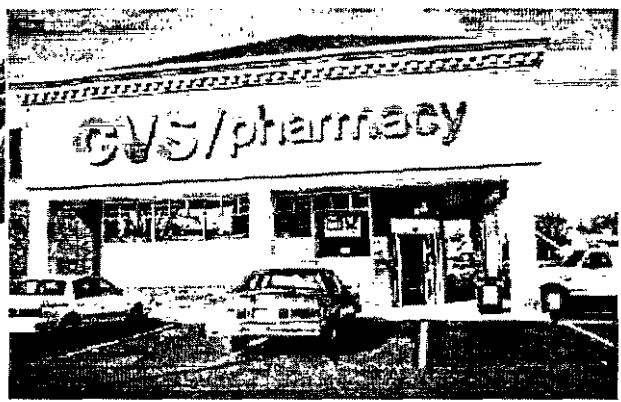


The Gardens at Gantz Farm

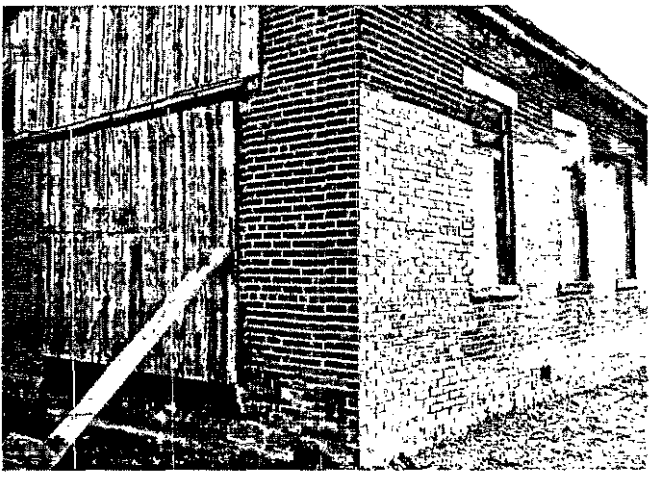
The City of Grove City



New building additions to Grove City



The Southwest Public Library



The Orders Road School House Restoration

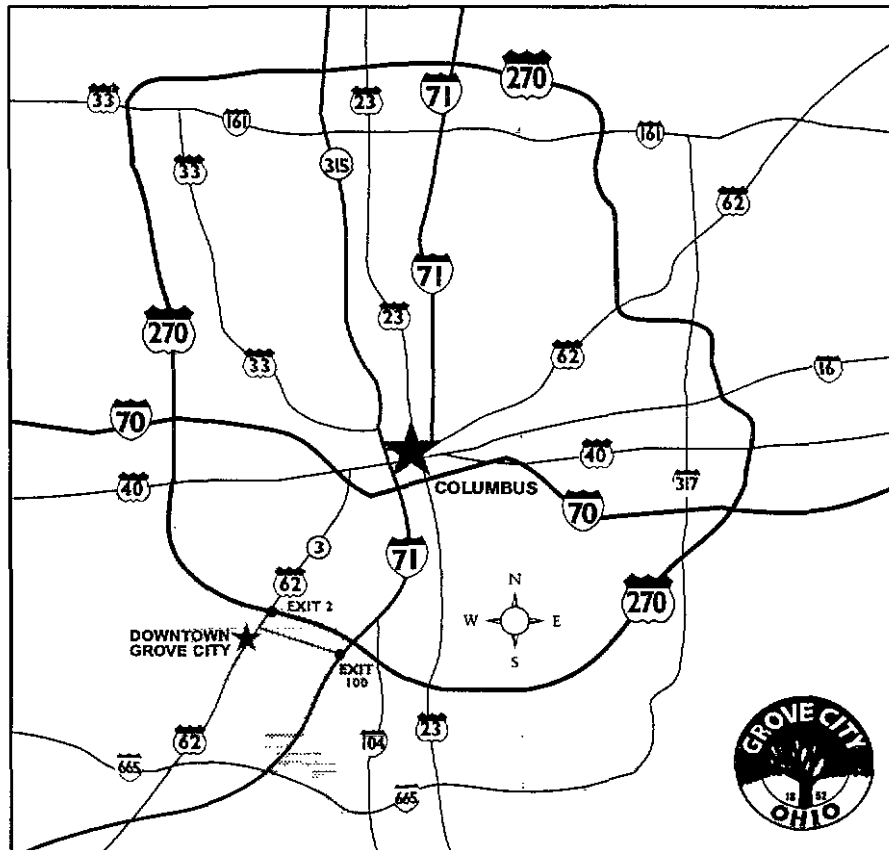


Grove City High School Students cleaning Grant Run during the Great American Clean-Up



Grove City, Ohio

Mayor
Cheryl L. Grossman



THE CITY OF GROVE CITY

DEPARTMENT OF FINANCE

Robert E. Behlen, *Director*

P.O. Box 427 • 4035 Broadway • Grove City, Ohio 43123 • (614) 277-3025



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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

Telephone 614-466-4514
800-282-0370

Facsimile 614-466-4490

CITY OF GROVE CITY

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
JUNE 20, 2000