

CITY OF UPPER ARLINGTON
FRANKLIN COUNTY
REGULAR AUDIT
JANUARY 1, 2013 – DECEMBER 31, 2013





Dave Yost • Auditor of State

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

We have reviewed the *Independent Auditor's Report* of the City of Upper Arlington, Franklin County, prepared by Wilson Shannon & Snow, Inc., for the audit period January 1, 2013 through December 31, 2013. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost
Auditor of State

August 19, 2014

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**CITY OF UPPER ARLINGTON
FRANKLIN COUNTY**

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER
MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS**

City of Upper Arlington
Franklin County
3600 Tremont Road
Upper Arlington, Ohio 43221

To City Council:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Upper Arlington, Franklin County, (the City) as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 30, 2014, wherein we noted the City, in reanalyzing the implementation of certain accounting principles, has adjusted beginning balances for accounts payable, interfund receivables/payables, and capital assets. We also noted the City changed the capital asset threshold which impacted beginning balances previously reported.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinions on the financial statements, but not to the extent necessary to opine on the effectiveness of the City's internal control. Accordingly, we have not opined on it.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the City's financial statements. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all internal control deficiencies that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any deficiencies in internal control that we consider material weaknesses. However, unidentified material weaknesses may exist.

Wilson, Shannon & Snow, Inc.

CERTIFIED PUBLIC ACCOUNTANTS
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City of Upper Arlington
Franklin County
Independent Auditor's Report on Internal Control Over Financial
Reporting and On Compliance and Other
Matters Required By *Government Auditing Standards*

Compliance and Other Matters

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

Purpose of this Report

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Wilson, Shuman & Snow, Inc.

Newark, Ohio
June 30, 2014

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CITY OF | **UPPER**
ARLINGTON
OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2013

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED
DECEMBER 31, 2013**

ISSUED BY:

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

Catherine M. Armstrong, CPA, CGFM
Director of Finance and Administrative Services

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Accounting Assistant

Tammy L. Grandy
Management Assistant



CITY OF | **UPPER ARLINGTON**



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CITY OF | **UPPER**
ARLINGTON

**CITY OF UPPER ARLINGTON, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For The Year Ended December 31, 2013**

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CITY OF UPPER ARLINGTON, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
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June 30, 2014

To the Honorable Donald B. Leach, Jr. and Members of City Council,
And Citizens of the City of Upper Arlington:

The Comprehensive Annual Financial Report (CAFR) of the City of Upper Arlington, Ohio (City), for the fiscal year ended December 31, 2013, is submitted herewith. The report has a complete set of financial statements presented in accordance with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with generally accepted auditing standards by Wilson, Shannon & Snow, Inc. The independent auditor's report is located at the front of the financial section of this report.

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

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

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

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

Profile of the Government

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



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

Discretely Presented Component Unit – A 13-member board governs the Upper Arlington Community Improvement Corporation (UA CIC). For financial reporting purposes, the CIC is reported separately from the City's operations because its purpose is to assist the City as a whole in the revitalization and enhancement of property within the City, and its governing body is not the same as that of the primary government.

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

The appropriated budget is prepared by fund, (e.g., General Fund), department (e.g., Police) and line item (e.g., Personal Services). The City Council may pass supplemental appropriations at any time by ordinance. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. The General Fund is presented in the required supplementary section, beginning on page 76. For governmental funds, other than the General Fund, with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report, which starts on page 86.

Factors Affecting Financial Condition

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

Local economy. The Bureau of Economic Analysis indicates that Ohio has matched or surpassed the national economic growth for four straight years. The State's economy grew by 1.8% in 2013, ranking 26th in the nation, with the Ohio economy currently valued at \$565.3 billion. Economic growth in the Columbus and Central Ohio region has been strong, with more than 81,000 jobs added, over \$4.19 billion of capital investment, as well as an increase of 11% for personal per capital income since 2010.

Reinvestment in Upper Arlington remained healthy in 2013. The City's Community & Economic Development Department reviewed and inspected housing and commercial construction projects value at more than \$72.1 million, the fourth highest level in the City's history, with approximately 2,900 permits reviewed – representing a record number for the department and a 7% increase from the previous year. Several housing projects were part of these impressive statistics, including London Court, an 11 unit condominium development at the corner of Tremont Road and London Drive, and the Hull Farms subdivision which will be comprised of 14 homes on half-acre lots on the north side of Lane Road.

Economic development activity remained steady and the Economic Development Office continued its proactive business retention and expansion program in order to better help businesses stay and grow here. The City remained focused on its efforts to attract and grow a mix of professional office and medical users in order to strengthen and diversify the overall business base. Some 2013 projects of note include:

- The annexation of approximately 9.8 acres at the northwest corner of the City to facilitate the development of a 256 unit high-end apartment complex, as well as setting aside and zoning one acre of the site to make way for a future 25,000 square foot office building.
- Completion of the City's first hotel – the Hilton Homewood Suites – and a mixed-use building that houses apartments, office, retail and restaurant space on Lane Avenue, with a combination of surface and structured parking. Tenants in the mixed-use project are currently comprised of the Wright Patt Credit Union and Hudson 29, a high-end American bistro restaurant.
- National Church Residences took occupancy of a 40,000 square foot office building adjacent to its current facilities, which it purchased in 2012 to serve as its headquarters.
- Thomas and Marker began significant renovations at 2011 Riverside Drive, to house their regional operations upon completion.
- A previously vacant building on Riverside Drive was purchased for redevelopment into a Skyward Grill Restaurant and base for the company's catering operations.
- Starbucks converted an old, underperforming commercial building into a new store with drive-thru.

Long-term financial planning. The City of Upper Arlington's Master Plan, first adopted in 2001, and updated and re-adopted again in 2013, serves as the community's vision for its future, and comprehensively addresses a wide range of goals and considerations within the areas of land use, housing, community facilities and appearance, economic development, transportation and infrastructure, and implementation. The Master Plan's ultimate goal is to preserve and enhance the community's quality of life, while assuring fiscal stability over the long term.

A significant portion of the City's role in reinvesting in Upper Arlington is to protect and enhance those investments already made as the community grew and took shape over the course of many decades – our underground and surface infrastructure, public facilities and parks. The City remains committed to improving its aging infrastructure through its Capital Improvement Program (CIP). The most recent CIP is a ten-year plan of approximately \$113 million for years 2014 through 2023.

Using the adopted financial and debt policies for capital investments, the CIP plan consists of a combination of cash and financing. The City issues general obligation bonds for financing capital improvement projects. The bonds are primarily paid with income tax receipts. The City dedicates 13.3% of income taxes collected for capital improvements to pay principal and interest on the related debt. Since the adoption of the 2014 budget, the City has committed to the above mentioned ten-year \$113 million program. Identified sources for the plan are cash balances of approximately \$13.2 million, \$5.2 million of remaining bond proceeds, and \$1 million of intergovernmental revenues. Funding for the remaining years is yet to be determined. City Council has appointed a Citizen Financial Review Task Force whose charge, in part, is to make recommendations to City Council about future funding of the CIP.

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

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

Major initiatives

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

Following an extensive two-year update process, City Council adopted an updated Master Plan for the community. Last updated in 2001, seven Council-led committees began the update process in 2011. Formally adopted on March 11, 2013, the new Master Plan features two new sections, dedicated to Technology and Sustainability, two areas that have increased in importance in recent years. Following adoption, the Administration resumed the task of implementation and monitoring progress made fulfilling the strategies and goals mapped out for keeping the community strong in the coming decade.

The City typically conducts a broad based survey of the community every three years, and 2013 proved no exception. The City's survey consultant took a hybrid approach, inviting 1,500 randomly selected households to complete the survey online, with a hard copy version of the survey mailed approximately 10 days later to homes that had yet to respond online. The survey garnered a total response rate of 40%. Some key findings indicated that:

- Overall, residents have strong, positive views of life and services in Upper Arlington, while also acknowledging that the City's streets and other infrastructure could be improved.
- Opinions about government officials are mostly positive, with most respondents trusting government officials to do the right thing most of the time, and agreeing with the statement that the City Council effectively represents the attitudes and opinions of UA residents.
- Opinions on the City's fiscal situation were mixed but tended to be positive. Most respondents felt that the services provided for the taxes paid represented a good value, and that the City did a good job managing its finances. When asked how the City might address a future budget shortfall, most respondents indicated they would prefer a combination of spending decreases and revenue increases.
- Many accepted the idea that the City may need to increase taxes but indicated they would need to see proof of the City's belt tightening and effective financial stewardship.

The City received a number of welcome accolades in 2013. The June issues of Family Circle Magazine pronounced Upper Arlington as one of the top 10 best towns for families; an online financial website ranked the community the eighth most educated place in America; and in April, Columbus Monthly Magazine touted Upper Arlington as the second best suburb in Central Ohio.

Since renovation and new construction work was completed for the first phase of the Kingsdale Shopping Center redevelopment remains strong. As the owner of acreage at the south end of the site, fronting Zollinger Road, the City is nearing the end of a three-year Development Agreement with Echo/Continental focused on marketing the site to prospective medical/professional office users with the goal of achieving more than 100,000 square feet of Class A office space. Progress was made soliciting interest in 2013, with The Ohio State University (OSU) Wexner Medical Center and Ohio Health subsequently invited to submit proposals for a medical office development at the site early in 2014. While both were exceptional proposals, the City ultimately felt that the OSU proposal was superior. In June of this year, OSU and the Administration jointly announced plans for a 100,000 square foot health care facility, tentatively scheduled for completion late 2015 or early 2016. The project is expected to generate approximately \$320,000 in income taxes and \$350,000 in local property taxes each year.

With January 2013 marking a new era for City revenues following the elimination of the estate tax, the City continued its efforts to tighten its belt. Additional positions were eliminated, primarily through attrition, with the organization shrinking from its height of 304 employees in 1991 to 218 in 2013. Despite these staffing declines, the City has continued to provide the full range of quality services expected by its residents. The City and Schools began exploring new ways to partner in cost effective service delivery, launching a shared community newsletter at the close of 2013, and beginning earnest discussions for merging the Schools' administrative staff into shared space at the City's Municipal Services Center.

As the year drew to a close, a group of 13 residents were charged by City Council with the task of reviewing the City's finances and options for improving the City's long-term financial future. The Citizen Financial Review Task Force met for the first time in December of 2013, and worked through May of 2014, with a subsequent report before City Council in early June. City Council is now in the midst of reviewing the findings and recommendations in particular with regard to consideration of seeking approval of a .5% increase in the income tax at the November 2014 ballot, bringing Upper Arlington's income tax rate to 2.5% in line with many other Central Ohio communities, including Columbus.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the 26th consecutive Certificate of Achievement for Excellence in Financial Reporting to the City of Upper Arlington for its comprehensive annual report for the fiscal year ended December 31, 2012.

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

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

Additionally, the City received its eighth consecutive Award for Outstanding Achievement in Popular Annual Financial Reporting from GFOA for the 2012 Popular Annual Financial Report, which provides a reader-friendly summary of the City's financial standing from year to year.

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

Respectfully submitted,



Catherine M. Armstrong, CPA
Finance & Administrative Services Director



Theodore J. Staton
City Manager



Government Finance Officers Association

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

Presented to

**City of Upper Arlington
Ohio**

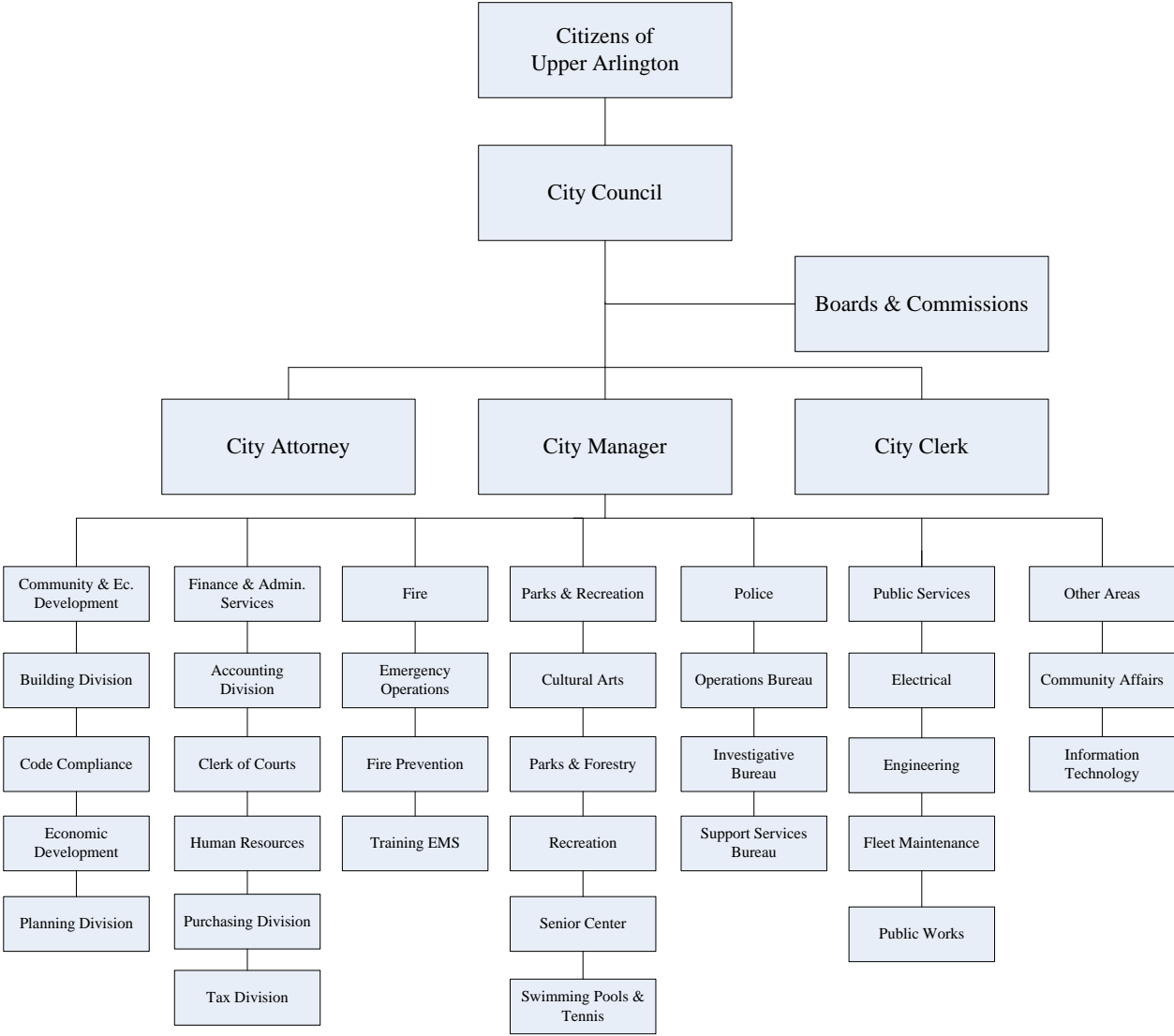
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2012

Executive Director/CEO

Organization Chart

City of Upper Arlington



CITY OF UPPER ARLINGTON, OHIO
LIST OF CITY OFFICIALS
December 31, 2013

City Council

President/Mayor	Donald B. Leach, Jr.
Vice President/Vice Mayor	Frank Ciotola
Council Member	John C. Adams
Council Member	David E. DeCapua
Council Member	Debbie Johnson
Council Member	Mike Schadek
Council Member	Erik F. Yassenoff

Appointed Officials

City Manager	Theodore J. Staton
City Attorney	Jeanine Hummer
City Clerk	Molly Hildebrand
Clerk of Court	Melissa Kohler

Executive Staff

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



CITY OF | **UPPER**
ARLINGTON



City of Upper Arlington
Franklin County
3600 Tremont Road
Upper Arlington, Ohio 43221

INDEPENDENT AUDITOR'S REPORT

To the City Council:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the discretely presented component unit, and the aggregate remaining fund information of the City of Upper Arlington, Franklin County, Ohio (the City), as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of the City's internal control. Accordingly, we express no opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinions.

Wilson, Shannon & Snow, Inc.

CERTIFIED PUBLIC ACCOUNTANTS
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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Upper Arlington, Franklin County, Ohio, as of December 31, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Emphasis of Matter

As disclosed in Note 15 to the financial statements, during 2013 the City, in reanalyzing the implementation of certain accounting principles, has adjusted beginning balances for accounts payable, interfund receivables/payables, and capital assets. The City has also changed the capital asset threshold which impacted beginning balances previously reported. We did not modify our opinion regarding these matters.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis* and *Required budgetary comparison schedule* listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, consisting of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, to the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not opine or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to opine or provide any other assurance.

Supplementary and Other Information

Our audit was conducted to opine on the City's basic financial statements taken as a whole.

The introductory section, the financial section's combining statements, individual fund statements and schedules and the statistical section information present additional analysis and are not a required part of the basic financial statements.

The statements and schedules are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected these statements and schedules to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling statements and schedules directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, these statements and schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

City of Upper Arlington
Franklin County
Independent Auditor's Report

We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2014, 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 grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Wilson, Shannon & Shaw, Inc.

Newark, Ohio
June 30, 2014

A. REQUIRED SUPPLEMENTARY INFORMATION – MD&A

**CITY OF UPPER ARLINGTON, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2013
(UNAUDITED)**

As management of the City of Upper Arlington (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City of Upper Arlington for the year ended December 31, 2013. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found at the front of this report.

Financial Highlights

- The assets and deferred outflow of resources of the City exceeded its liabilities and deferred inflows or resources at the close of the most recent fiscal year by \$125,801,438 (net position). Of this amount, \$50,026,889 (unrestricted net position) may be used to meet the government's ongoing governmental activities obligations and \$3,477,300 (unrestricted net position) may be used to meet the business-type activities obligations to citizens and creditors.
- The City's total net position increased by \$5,069,724, or 4.2%.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$16,594,213, or 58.2% of the total General Fund expenditures.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$56,974,474, a decrease of \$282,010 in comparison with the prior year as restated. Of this total amount:
 - \$2,056,369 or 3.6% represents non-spendable balances for inventories and advances.
 - \$10,268,462 or 18.0% of the fund balance is categorized as restricted. Restricted fund balances have constraints externally imposed by creditors, grantors, contributors, or laws or regulations of other governments.
 - \$25,388,279 or 44.6% of the fund balance is categorized as committed. Committed fund balances have constraints as to use imposed by formal action of the government's highest level of decision-making authority. These constraints can only be removed or changed by taking the same type of action it employed to commit those amounts.
 - \$3,468,237 or 6.1% of the fund balance is categorized as assigned. Assigned fund balances are constrained by the government's intent to use the funds for a specific purpose but are neither restricted nor committed.
 - \$15,793,127 or 27.7% of the fund balance is categorized as unassigned. The unassigned fund balance represents fund balance that has not been restricted, committed, or assigned.

Overview of the Financial Statements

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

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

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

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

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

The government-wide financial statements can be found on pages 17-19 of this report.

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for *governmental activities* in the government-wide financial statements.

By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in funds balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City of Upper Arlington maintains 26 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, General Obligation Bond Retirement Fund, Bonded Improvement Fund, Kingsdale Core TIF Fund, and the Estate Tax Capital Projects Fund, all of which are considered major funds. Data from the other 21 governmental funds are combined into a single, aggregated presentation.

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

The basic governmental fund financial statements can be found on pages 20 – 27 of this report.

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

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

The basic proprietary fund financial statements can be found on pages 28 – 35 of this report.

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

The basic fiduciary fund financial statement can be found on page 36 of this report.

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 37 – 74 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City. Required supplementary information can be found on pages 75 – 81 of this report.

Other Supplementary Information, including additional budgetary schedules, the combining statements referred to earlier in connection with non-major governmental funds and major business-type funds, are presented immediately following the other required supplemental information. The additional budgetary schedules, and combining and individual fund statements and schedules can be found on pages 83 – 154 of this report.

Additionally, the Statistical Section of this report, which can be used to enhance the understanding of the economic condition of the City as a whole, can be found on pages 155-189.

Net Position
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	<i>Restated</i>		<i>Restated</i>		<i>Restated</i>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
<u>Assets</u>						
Current and other assets	\$ 85,175	\$ 84,209	\$ 3,778	\$ 4,155	88,953	88,364
Capital assets, net	78,602	81,548	28,855	24,153	107,457	105,701
Total assets	<u>163,777</u>	<u>165,757</u>	<u>32,633</u>	<u>28,308</u>	<u>196,410</u>	<u>194,065</u>
<u>Deferred Inflows of Resources</u>						
Total deferred inflows of resources	674	681	13	17	687	698
<u>Liabilities</u>						
Current and other liabilities	7,049	7,042	286	547	7,335	7,589
Long-term liabilities outstanding	51,137	52,816	1,310	1,779	52,447	54,595
Total liabilities	<u>58,186</u>	<u>59,858</u>	<u>1,596</u>	<u>2,326</u>	<u>59,782</u>	<u>62,184</u>
<u>Deferred Inflows of Resources</u>						
Total deferred inflows of resources	11,513	11,848	-	-	11,513	11,848
<u>Net Position</u>						
Net investment in capital assets	37,816	40,921	27,573	22,426	65,389	63,347
Restricted	6,909	5,208	-	-	6,909	5,208
Unrestricted	50,027	48,603	3,477	3,573	53,504	52,176
Total net position	<u>\$ 94,752</u>	<u>\$ 94,732</u>	<u>\$ 31,050</u>	<u>\$ 25,999</u>	<u>\$ 125,802</u>	<u>\$ 120,731</u>

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The City's assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$125,801,438 at the close of 2013.

A large portion of the City's net position (52.0%) reflects its investment in capital assets (e.g. land, buildings, improvements other than buildings, machinery and equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding plus any significant unspent bond proceeds. The City uses these capital assets to provide services to citizens; therefore, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position, (5.5%) represents resources that are subject to restrictions on how they may be used. The remaining balance of unrestricted net position, \$53,504,189, may be used to meet the government's on-going obligations to citizens and creditors. It is important to note that although the total unrestricted net position is \$53,504,189, the unrestricted net position of the City's business-type activities, \$3,477,300, may not be used to fund governmental activities.

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

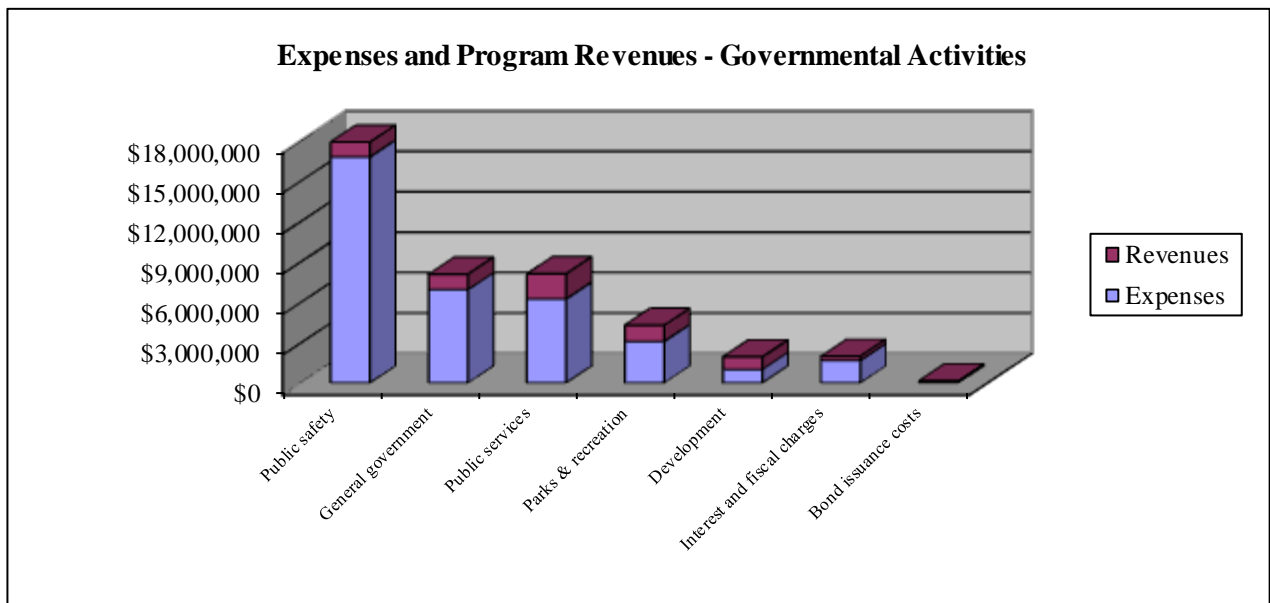
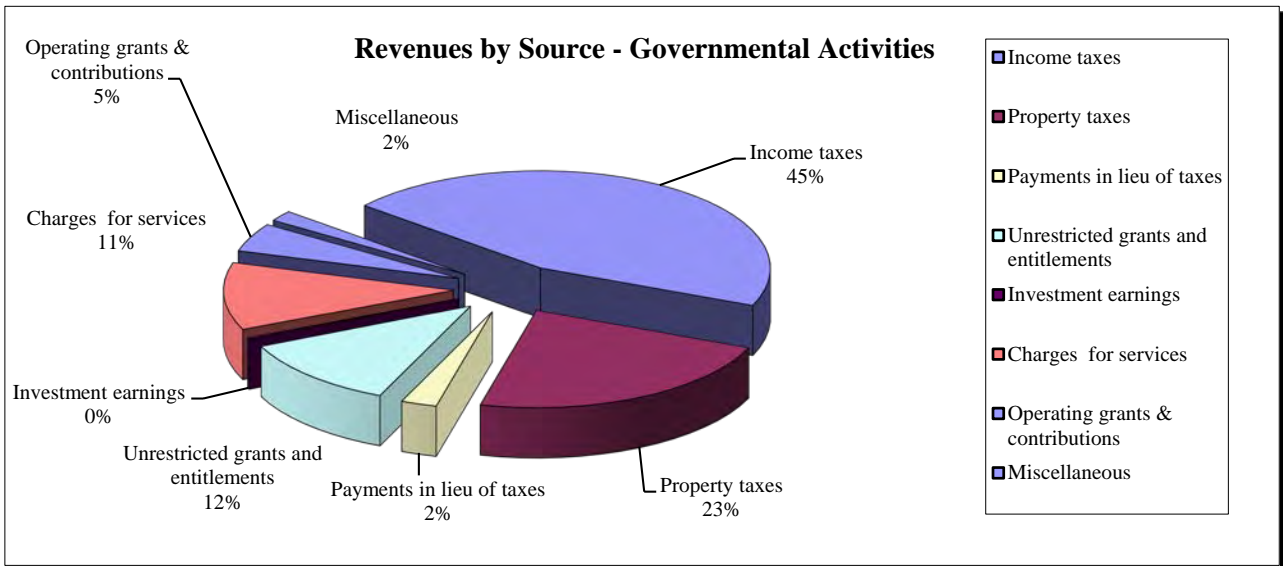
Overall net position of the City increased \$5,069,724 in 2013. Net position for governmental activities increased \$18,900, while the net position for business-type activities increased \$5,050,824.

Governmental activities assets decreased primarily as a result of various ongoing capital improvements being completed during 2013 and a portion of the related assets being contributed to the business-type activity funds (water and sewer lines).

The overall increase in net business type net position was due to contributed capital noted above and the continued repayment of outstanding debt.

Governmental activities. Governmental activities increased net position by \$18,900. Governmental revenues decreased by approximately \$4.5 million primarily as a result of a decrease in estate tax revenue over the prior year.

The following charts illustrate both the 2013 revenues and expenses for governmental activities.

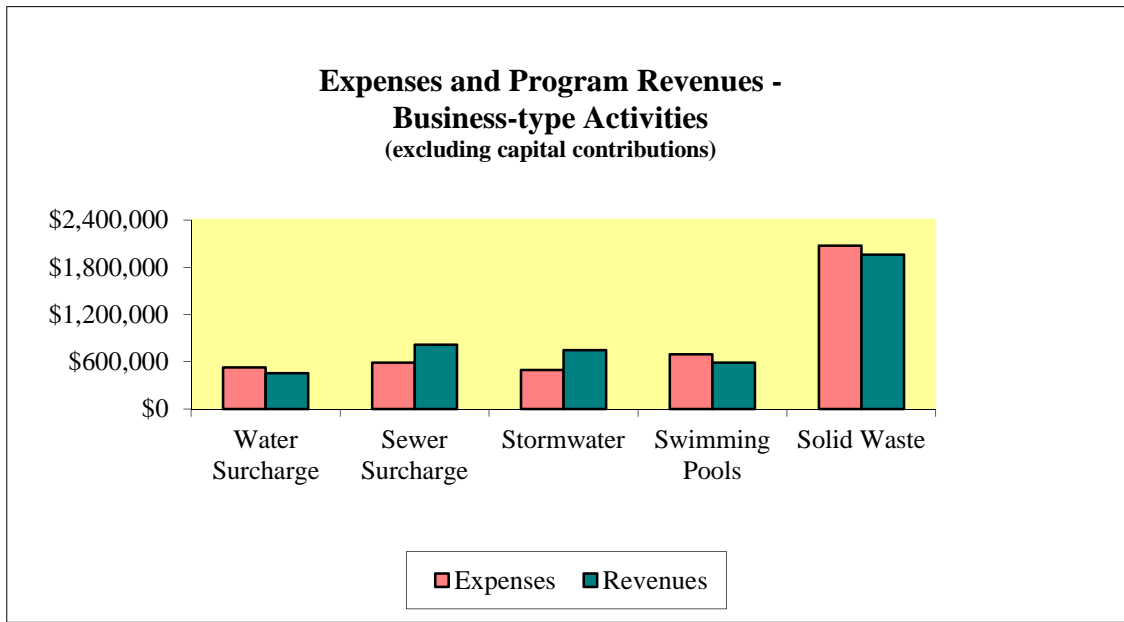
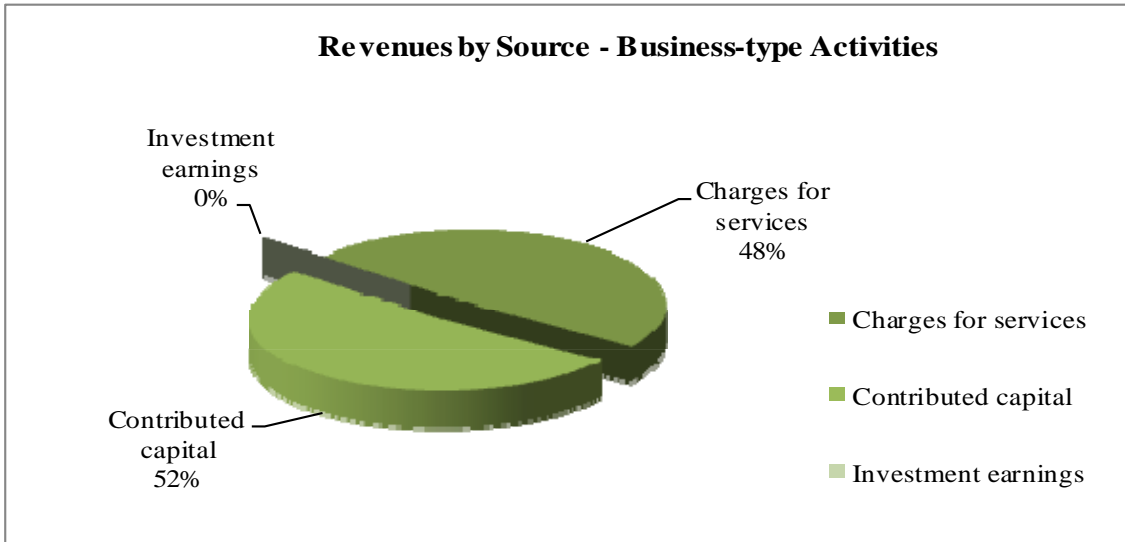


Changes in Net Position
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	<u>2013</u>	<u>Restated 2012</u>	<u>2013</u>	<u>Restated 2012</u>	<u>2013</u>	<u>Restated 2012</u>
Revenues:						
<i>Program revenues:</i>						
Charges for services	\$ 4,583	\$ 3,988	\$ 4,569	\$ 4,718	\$ 9,152	\$ 8,706
Operating grants & contributions	1,941	2,177	-	-	1,941	2,177
Capital grants & contributions	-	388	-	-	-	388
<i>General revenues:</i>						
Income taxes	18,474	15,663	-	-	18,474	15,663
Property taxes	9,245	8,936	-	-	9,245	8,936
Payment in lieu of taxes	1,026	952	-	-	1,026	952
Unrestricted grants and entitlements	4,798	11,243	-	-	4,798	11,243
Unrestricted investment	(90)	703	-	23	(90)	726
Other miscellaneous revenues	723	1,117	-	-	723	1,117
Total revenues	<u>40,700</u>	<u>45,167</u>	<u>4,569</u>	<u>4,741</u>	<u>45,269</u>	<u>49,908</u>
Expenses:						
General government	6,931	7,492	-	-	6,931	7,492
Public safety	16,764	16,570	-	-	16,764	16,570
Public services	6,230	4,996	-	-	6,230	4,996
Parks and recreation	3,085	3,137	-	-	3,085	3,137
Community development	1,005	1,045	-	-	1,005	1,045
Interest and fiscal charges	1,660	2,108	-	-	1,660	2,108
Bond issuance costs	154	-	-	-	154	-
Solid waste	-	-	2,077	2,051	2,077	2,051
Water surcharge	-	-	527	481	527	481
Sanitary sewer surcharge	-	-	579	701	579	701
Stormwater	-	-	494	587	494	587
Swimming pools	-	-	693	708	693	708
Total expenses	<u>35,829</u>	<u>35,348</u>	<u>4,370</u>	<u>4,528</u>	<u>40,199</u>	<u>39,876</u>
Increase in net position						
before transfers	4,871	9,819	199	213	5,070	10,032
Transfers	(4,852)	(1,352)	4,852	1,352	-	-
Increase in net position	<u>19</u>	<u>8,467</u>	<u>5,051</u>	<u>1,565</u>	<u>5,070</u>	<u>10,032</u>
Net position at beginning of year, restated	<u>94,732</u>	<u>86,265</u>	<u>25,999</u>	<u>24,434</u>	<u>120,731</u>	<u>110,699</u>
Net position at end of year	<u>\$ 94,751</u>	<u>\$ 94,732</u>	<u>\$ 31,050</u>	<u>\$ 25,999</u>	<u>\$ 125,801</u>	<u>\$ 120,731</u>

Business-type activities. Business-type activities increased the City's net position by \$5,050,824. The key element of the increase was the current year transfers of capital assets from governmental sources of \$4,841,712.

The following chart illustrates both 2013 revenues and expenses for the business type activities.



Financial Analysis of the Government's Funds

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

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

As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$56,974,474, a decrease of \$282,010 in comparison with the prior year as restated. Of this total amount:

- \$2,056,369 or 3.6% represents non-spendable balances for inventories and advances.
- \$10,268,462 or 18.0% of the fund balance is categorized as restricted. Restricted fund balances have constraints externally imposed by creditors, grantors, contributors, or laws or regulations of other governments.
- \$25,388,279 or 44.6% of the fund balance is categorized as committed. Committed fund balances have constraints as to use imposed by formal action of the government's highest level of decision-making authority. These constraints can only be removed or changed by taking the same type of action it employed to commit those amounts.
- \$3,468,237 or 6.1% of the fund balance is categorized as assigned. Assigned fund balances are constrained by the government's intent to use the funds for a specific purpose but are neither restricted nor committed.
- \$15,793,127 or 27.7% of the fund balance is categorized as unassigned. The unassigned fund balance represents fund balance that has not been restricted, committed, or assigned.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$16,594,213, while the total fund balance was \$31,893,782. The remaining fund balance consists of \$1,020,540 restricted for pension obligations and capital improvements; \$8,788,040 committed for capital improvements and/or payment of debt issued for capital improvements and general liability insurance; \$2,022,752 in non-spendable balance for inventories and advances not expected to be returned within one year; and, \$3,468,237 assigned for future appropriations and expenditures.

The fund balance of the City's General Fund, as restated, decreased by \$2,435,422 in 2013, primarily due to a \$6 million decrease in estate taxes and \$2.4 million increase in transfers out to other funds offset by a \$1.7 million increase in property taxes, a \$1 million decrease in expenditures, and the inception of a \$918,049 capital lease.

The fund balance of the City's General Obligation Bond Retirement Fund increased \$30,635. This is primarily the result of the repayment and refunding of outstanding debt during the year.

The fund balance of the City's Bonded Improvement Fund decreased by \$900,171 as a result of bond proceeds being spent during the year.

The fund balance of the City's Estate Tax Capital Projects Fund increased by \$3,513,486 as a result of the untransferred portion of the 2012 estate taxes and all of the 2013 estate taxes being transferred from the General Fund into this fund during 2013.

The fund balance of the Kingsdale Core TIF Fund, as restated, increased \$136,087 as a result of payments in lieu of taxes exceeding expenditures during the year.

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

Unrestricted net position at the end of the year amounted to (\$151,778) for the Solid Waste Fund; \$790,370 for the Water Surcharge Fund; \$624,932 for the Sanitary Sewer Surcharge Fund; \$1,591,559 for the Stormwater Fund; and \$480,568 for the Swimming Pools Fund. The change in net position for the proprietary funds was (\$104,748), \$4,724,489, \$240,252, \$296,848, and (\$105,052), respectively.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental and business-type activities, as restated, as of December 31, 2013, amounts to \$107,456,988 net of accumulated depreciation. This investment in capital assets includes land, buildings, improvements, machinery and equipment, infrastructure and construction in progress. The City's overall investment in capital assets, as restated, increased \$1,755,640, or 1.7%.

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

- ❑ **Key Construction/Reconstruction** – The City continued its strategy of capital improvements for its aging infrastructure. Engineering and studies for street, waterline, and stormwater projects that have begun or will begin in future years included: 2014 Street Maintenance and Street Reconstruction programs, Elmwood and Donna waterline replacement, and the Northam Park parking lot reconstruction.
- ❑ **Key Construction-in-progress infrastructure projects included:** 2013 Street Maintenance and Street Reconstruction programs, Berkshire Road reconstruction, Waltham Road improvements, McCoy Bridge replacement.
- ❑ **Key Completed construction and infrastructure projects included:** Lane Avenue Mixed Use TIF District improvements, the 2012 Street Maintenance and Street Reconstruction programs, and the Sunny 95 Park improvements.

Capital assets, net of accumulated depreciation
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	<i>Restated</i>		<i>Restated</i>		<i>Restated</i>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Land	\$ 4,455	\$ 4,455	\$ 1,237	\$ 1,237	\$ 5,692	\$ 5,692
Construction in progress	5,317	9,732	995	470	6,312	10,202
Building	8,750	8,945	-	-	8,750	8,945
Improvement	5,357	5,110	3,774	3,866	9,131	8,976
Machinery and equipment	3,565	3,778	314	254	3,879	4,032
Infrastructure	51,158	49,528	22,535	18,326	73,693	67,854
Total	\$ 78,602	\$ 81,548	\$ 28,855	\$ 24,153	\$ 107,457	\$ 105,701

Additional information on the City's capital assets can be found in note 4 on pages 52- 54 of this report.

Long-term debt. At the end of the current fiscal year, the City had total bonded debt outstanding of \$46,564,994. This debt is backed by the full faith and credit of the City. The City does not have any revenue bonds.

**Outstanding Bonded General Obligation Debt
(in thousands)**

	Governmental Activities		Business-type Activities		Total	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
General obligation bonds	\$ 45,280	\$ 48,415	\$ 680	\$ 840	\$ 45,960	\$ 49,255
Special assessment bonds	605	710	-	-	605	710
Total	<u>\$ 45,885</u>	<u>\$ 49,125</u>	<u>\$ 680</u>	<u>\$ 840</u>	<u>\$ 46,565</u>	<u>\$ 49,965</u>

During the current fiscal year, the City’s total bonded debt decreased by \$3,400,000 as a result of regular debt payment and the issuance of \$8,640,000 in refunding bonds for the purpose of advance refunding the Series 2009 Various Purpose Build America bonds (\$7,320,000) and a portion (\$1,900,000) of the Series 2010B Various Purpose Build America bonds.

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

Additional information on the City’s long-term debt can be found in note 6 on pages 57 - 65 of this report.

General Fund Budgetary Highlights

In 2013, the City amended the 2013 General Fund budget by an increase of \$5,513,527 and is summarized as follows:

- ❑ \$5,394,927 for increasing fund transfers to the Estate Tax Capital Projects Fund and Solid Waste Fund while reducing transfers to the Street Construction Maintenance and Repair Fund and the Economic Development Venture Fund.
- ❑ \$108,600 to provide for additional capital outlay expenses within the police, electrical and City Clerk departments, while reducing capital outlay in the Information Technology department.
- ❑ \$10,000 for additional expenses within the Clerk of Court department.

Economic Factors and Next Year’s Budgets and Rates

- ❑ The unemployment rate for 2013 for the Columbus area (Upper Arlington is a first-tier suburb) was 6.2%, which represents a slight increase from a rate of 6.1% a year ago. This compares favorably to the state’s 2013 average unemployment rate of 7.1 percent and favorably to the national average rate of 6.7%.
- ❑ Income tax collections were 1.7% above budget projections for 2013 at \$16.8 million. Actual collections were \$1.5 million more than the previous year and this increase can be primarily attributed to the individual component of the income tax collections.

- ❑ The State of Ohio legislature is looking at a state-wide revision of the municipal income tax laws based on the concept of uniformity.
- ❑ The assessed value of the property and related property tax collections remained stable in 2013.
- ❑ The Development Department issued 521 residential and commercial permits in 2013, an increase of 95 from the prior year. The continued high level of home renovations speaks to residents' continued confidence in the City as a stable and desirable residential community.
- ❑ With the elimination of the estate tax, the City does not have a permanent source of revenue to fund capital infrastructure maintenance or improvements. The City has committed through the budgeting process to a ten-year infrastructure improvement plan of \$112.9 million. Identified sources for the plan are cash balances of approximately \$13.2 million, \$5.2 of remaining bond proceeds, and \$1 million of intergovernmental revenues. Funding for projects in years 2016 and beyond is yet to be determined. All of these factors were considered in preparing the City's Budget for the 2014 fiscal year.

During the current fiscal year, the unrestricted budgetary fund balance in the General Fund operating account decreased \$1,046,524 to a fund balance of \$18,355,150. The City has appropriated \$31,353,392 for General Fund account operating expenditures in the 2014 fiscal year budget, which includes the 2014 budgeted revenues of \$28,010,773.

Other Budgetary Highlights

Rate changes: Self-insured workers compensation charges remained stable at 1.3% of payroll. Health insurance costs stayed stable during the current fiscal year. The City continues its efforts to contain these costs through a change in health care plan provider and locking in rates for a two-year term; revisions to its prescription drug program, increases in employee contributions for health care, increases in office visit co-pays, and a wellness program.

Requests for Information

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

B. BASIC FINANCIAL STATEMENTS

CITY OF UPPER ARLINGTON, OHIO

STATEMENT OF NET POSITION
AS OF DECEMBER 31, 2013

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Upper Arlington Community Improvement Corporation
Assets				
Cash, cash equivalents and investments	\$ 57,117,361	\$ 3,471,254	\$ 60,588,615	\$ -
Cash, cash equivalents in segregated accounts	-	-	-	15,766
Receivables (net of allowances for uncollectibles):				
Income taxes	7,504,569	-	7,504,569	-
Property and other taxes	10,687,203	-	10,687,203	-
Payments in lieu of taxes	1,209,490	-	1,209,490	-
Accounts	520,568	172,994	693,562	-
Accrued interest	116,218	3,116	119,334	-
Intergovernmental	3,253,251	-	3,253,251	6,000
Internal balances	(131,246)	131,246	-	-
Materials and supplies inventory	97,599	-	97,599	-
Asset held for resale	4,800,000	-	4,800,000	-
Capital assets:				
Non-depreciable	9,771,692	2,231,876	12,003,568	-
Depreciable	68,830,133	26,623,287	95,453,420	-
Total assets	163,776,838	32,633,773	196,410,611	21,766
Deferred Outflows of Resources	673,741	12,948	686,689	-
Liabilities				
Accounts payable	1,080,839	259,497	1,340,336	1,125
Accrued wages and benefits	843,316	22,580	865,896	-
Due to other governments	12,228	328	12,556	-
Pension obligation payable	181,656	3,718	185,374	-
Accrued interest payable	130,990	-	130,990	-
Notes payable	4,800,000	-	4,800,000	-
Long-term liabilities				
Due within one year	4,469,573	440,332	4,909,905	-
Due in more than one year	46,667,983	869,887	47,537,870	-
Total liabilities	58,186,585	1,596,342	59,782,927	1,125
Deferred Inflows of Resources	11,512,935	-	11,512,935	-
Net Position				
Net investment in capital assets	37,815,555	27,573,079	65,388,634	-
Restricted for:				
Capital projects	3,056,530	-	3,056,530	-
Debt service	468,333	-	468,333	-
Street construction, maintenance and repairs	1,371,489	-	1,371,489	-
Public safety	1,099,186	-	1,099,186	-
Economic development	62,280	-	62,280	-
Pension obligations	531,995	-	531,995	-
Other purposes	318,802	-	318,802	-
Unrestricted	50,026,889	3,477,300	53,504,189	20,641
Total net position	\$ 94,751,059	\$ 31,050,379	\$ 125,801,438	\$ 20,641

See accompanying notes to the basic financial statements

CITY OF UPPER ARLINGTON, OHIO

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2013**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>	
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>
Governmental activities:			
General government	\$ 6,930,797	\$ 1,130,851	\$ -
Public safety	16,763,849	1,066,289	28,718
Public services	6,229,937	266,406	1,598,228
Parks and recreation	3,084,759	1,195,863	-
Community development	1,005,150	923,405	-
Interest and fiscal charges	1,659,763	-	313,800
Bond issuance costs	154,165	-	-
Total governmental activities	<u>35,828,420</u>	<u>4,582,814</u>	<u>1,940,746</u>
Business-type activities:			
Solid waste	2,076,882	1,960,750	-
Water surcharge	527,152	453,817	-
Sanitary sewer surcharge	579,290	817,827	-
Stormwater	494,253	747,665	-
Swimming pools	693,429	588,377	-
Total business-type activities	<u>4,371,006</u>	<u>4,568,436</u>	<u>-</u>
Total primary government	<u>\$ 40,199,426</u>	<u>\$ 9,151,250</u>	<u>\$ 1,940,746</u>
Component unit:			
Upper Arlington Community Improvement Corporation	<u>\$ 7,262</u>	<u>\$ -</u>	<u>\$ -</u>

General Revenues:

Income taxes
Property taxes
Payments in lieu of taxes
Unrestricted grants and entitlements
Investment earnings
Miscellaneous
Transfers
Total general revenues and transfers

Change in net position

Net position at beginning of year, restated
Net position at end of year

Primary Government			Component Unit
Net (Expense) Revenue and Changes in Net Position			
Governmental Activities	Business-type Activities	Total	Upper Arlington Community Improvement Corporation
\$ (5,799,946)	\$ -	\$ (5,799,946)	\$ -
(15,668,842)	-	(15,668,842)	-
(4,365,303)	-	(4,365,303)	-
(1,888,896)	-	(1,888,896)	-
(81,745)	-	(81,745)	-
(1,345,963)	-	(1,345,963)	-
(154,165)	-	(154,165)	-
<u>(29,304,860)</u>	<u>-</u>	<u>(29,304,860)</u>	<u>-</u>
-	(116,132)	(116,132)	-
-	(73,335)	(73,335)	-
-	238,537	238,537	-
-	253,412	253,412	-
-	(105,052)	(105,052)	-
<u>-</u>	<u>197,430</u>	<u>197,430</u>	<u>-</u>
<u>(29,304,860)</u>	<u>197,430</u>	<u>(29,107,430)</u>	<u>-</u>
-	-	-	(7,262)
18,474,184	-	18,474,184	-
9,244,534	-	9,244,534	-
1,025,664	-	1,025,664	-
4,798,152	-	4,798,152	-
(89,606)	288	(89,318)	30
722,660	1,278	723,938	-
(4,851,828)	4,851,828	-	-
<u>29,323,760</u>	<u>4,853,394</u>	<u>34,177,154</u>	<u>30</u>
18,900	5,050,824	5,069,724	(7,232)
94,732,159	25,999,555	120,731,714	27,873
<u>\$ 94,751,059</u>	<u>\$ 31,050,379</u>	<u>\$ 125,801,438</u>	<u>\$ 20,641</u>

See accompanying notes to the basic financial statements

CITY OF UPPER ARLINGTON, OHIO

BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF DECEMBER 31, 2013

	General	General Obligation Bond Retirement	Bonded Improvement	Estate Tax Capital Projects	Kingsdale Core TIF
Assets:					
Cash, cash equivalents and investments	\$ 27,597,057	\$ 516,171	\$ 5,571,903	\$ 15,020,817	\$ 390,100
Receivables (net of allowances):					
Income taxes	7,504,569	-	-	-	-
Property and other taxes	9,811,652	872,540	-	-	-
Payments in lieu of taxes	-	-	-	-	372,437
Accounts	471,481	-	-	-	-
Accrued interest	83,500	-	1	29,263	-
Intergovernmental	1,551,740	53,120	-	-	-
Advances to other funds	1,958,770	-	-	-	-
Materials and supplies inventory	63,982	-	-	-	-
Assets held for resale	-	-	-	-	4,800,000
Total assets	\$ 49,042,751	\$ 1,441,831	\$ 5,571,904	\$ 15,050,080	\$ 5,562,537
Liabilities:					
Accounts payable	\$ 333,176	\$ 350	\$ -	\$ 314,725	\$ -
Accrued wages and benefits	789,087	-	-	-	-
Due to other governments	11,442	-	-	-	-
Advances from other funds	-	-	-	-	1,018,000
Pension obligation payable	172,714	-	-	-	-
Due to other funds	278,954	-	592	584	-
Notes payable	-	-	-	-	4,800,000
Total liabilities	1,585,373	350	592	315,309	5,818,000
Deferred Inflows of Resources	15,563,596	912,574	-	2,097	372,437
Fund Balances:					
Nonspendable:					
Inventory	63,982	-	-	-	-
Advances	1,958,770	-	-	-	-
Restricted:					
Capital projects	707,350	-	5,571,312	-	-
Debt service	-	528,907	-	-	-
Street construction, maintenance and repairs	-	-	-	-	-
Pensions	313,190	-	-	-	-
Public safety	-	-	-	-	-
Other purposes	-	-	-	-	-
Committed:					
Capital projects	6,309,570	-	-	14,732,674	-
Public safety	1,535,843	-	-	-	-
Economic development	62,280	-	-	-	-
Civil service	41,435	-	-	-	-
Self insurance	716,647	-	-	-	-
Technology	122,265	-	-	-	-
Parks and recreation	-	-	-	-	-
Assigned:					
Future appropriations	3,342,619	-	-	-	-
General government	90,911	-	-	-	-
Public safety	16,606	-	-	-	-
Parks and recreation	4,820	-	-	-	-
Community development	13,281	-	-	-	-
Unassigned (deficit)	16,594,213	-	-	-	(627,900)
Total fund balances	31,893,782	528,907	5,571,312	14,732,674	(627,900)
Total liabilities, deferred inflows of resources, and fund balances	\$ 49,042,751	\$ 1,441,831	\$ 5,571,904	\$ 15,050,080	\$ 5,562,537

See accompanying notes to the basic financial statements

<u>Other Governmental</u>	<u>Total Governmental</u>
\$ 5,742,179	\$ 54,838,227
-	7,504,569
3,011	10,687,203
837,053	1,209,490
5,258	476,739
3,454	116,218
1,648,391	3,253,251
-	1,958,770
33,617	97,599
-	4,800,000
<u>\$ 8,272,963</u>	<u>\$ 84,942,066</u>
\$ 130,301	\$ 778,552
54,229	843,316
786	12,228
940,770	1,958,770
8,942	181,656
23,009	303,139
-	4,800,000
<u>1,158,037</u>	<u>8,877,661</u>
2,239,227	19,089,931
33,617	97,599
-	1,958,770
1,522,444	7,801,106
-	528,907
345,587	345,587
-	313,190
1,240,381	1,240,381
39,291	39,291
1,749,835	22,792,079
-	1,535,843
-	62,280
-	41,435
-	716,647
-	122,265
117,730	117,730
-	3,342,619
-	90,911
-	16,606
-	4,820
-	13,281
(173,186)	15,793,127
<u>4,875,699</u>	<u>56,974,474</u>
<u>\$ 8,272,963</u>	<u>\$ 84,942,066</u>



CITY OF | **UPPER ARLINGTON**

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CITY OF UPPER ARLINGTON, OHIO

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2013

Total Governmental Fund Balances	\$ 56,974,474
<i>Amounts reported for governmental activities in the statement of net position are different due to the following :</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	78,601,825
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.	
Income taxes receivable	4,813,778
Property taxes receivable	211,556
Intergovernmental receivable	2,462,832
Accounts receivable	72,734
Interest receivable	16,096
In the statement of activities interest is accrued on outstanding loans payable, whereas in governmental funds, interest expenditures are reported when due.	(130,990)
Long-Term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
Accrued vacation and sick leave	(2,806,641)
Bonds payable	(45,884,994)
Deferred amounts on refundings, net	673,741
Premium on bonds, net	(1,537,963)
Accretion on bonds, net	(179,995)
Capital leases payable	(727,963)
Internal service fund activity is used to account for insurance cost on a reimbursement basis activity by fund and department. The assets and liabilities are recorded in the governmental activities in the statement of net position.	2,192,569
Net Position of Governmental Activities	<u><u>\$ 94,751,059</u></u>

See accompanying notes to the basic financial statements

CITY OF UPPER ARLINGTON, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013

	General	General Obligation Bond Retirement	Bonded Improvement	Estate Tax Capital Projects	Kingsdale Core TIF
Revenues:					
Municipal income taxes	\$ 16,967,925	\$ -	\$ -	\$ -	\$ -
Property and other taxes	8,295,996	852,192	-	-	-
Payments in lieu of taxes	-	-	-	-	349,893
Charges for services	1,763,039	-	-	-	-
Licenses and permits	1,066,175	-	-	-	-
Fines and forfeitures	313,292	-	-	-	-
Intergovernmental	4,806,992	313,040	-	18,596	-
Investment earnings	(94,790)	-	2,070	(36,969)	28,656
Miscellaneous	1,669,818	-	-	-	-
Total revenues	34,788,447	1,165,232	2,070	(18,373)	378,549
Expenditures:					
Current:					
General government	6,175,330	12,665	-	-	178,601
Public safety	15,712,203	-	-	-	-
Public services	1,677,665	-	-	-	-
Parks and recreation	2,712,863	-	-	-	-
Community development	993,809	-	-	-	-
Capital outlay	1,048,799	-	902,241	2,197,513	9
Debt service:					
Principal retirement	190,086	2,660,000	-	-	-
Interest and fiscal charges	-	1,686,839	-	-	48,000
Bond issuance costs	-	138,313	-	-	15,852
Total expenditures	28,510,755	4,497,817	902,241	2,197,513	242,462
Excess (deficiency) of revenues over (under) expenditures	6,277,692	(3,332,585)	(900,171)	(2,215,886)	136,087
Other Financing Sources (Uses):					
Sale of capital assets	49,940	-	-	-	-
Capital lease proceeds	918,049	-	-	-	-
Payment to refunding bond escrow agent	-	(9,273,030)	-	-	-
Sale of refunding bonds	-	8,640,000	-	-	-
Premium on issuance of bonds and notes	-	774,565	-	-	-
Transfers in	-	3,221,685	-	5,729,372	-
Transfers out	(9,681,103)	-	-	-	-
Total other financing sources (uses)	(8,713,114)	3,363,220	-	5,729,372	-
Net change in fund balances	(2,435,422)	30,635	(900,171)	3,513,486	136,087
Fund balance (deficit) at beginning of year, restated	34,329,204	498,272	6,471,483	11,219,188	(763,987)
Fund balance (deficit) at end of year	\$ 31,893,782	\$ 528,907	\$ 5,571,312	\$ 14,732,674	\$ (627,900)

<u>Other</u> <u>Governmental</u>	<u>Total</u> <u>Governmental</u>
\$ -	\$ 16,967,925
14,690	9,162,878
675,771	1,025,664
231,288	1,994,327
-	1,066,175
32,139	345,431
1,666,300	6,804,928
(4,669)	(105,702)
12,865	1,682,683
<u>2,628,384</u>	<u>38,944,309</u>
165,677	6,532,273
217,379	15,929,582
2,403,542	4,081,207
153,201	2,866,064
-	993,809
1,123,324	5,271,886
-	2,850,086
-	1,734,839
-	154,165
<u>4,063,123</u>	<u>40,413,911</u>
(1,434,739)	(1,469,602)
88,184	138,124
-	918,049
-	(9,273,030)
-	8,640,000
-	774,565
900,000	9,851,057
(180,070)	(9,861,173)
<u>808,114</u>	<u>1,187,592</u>
(626,625)	(282,010)
5,502,324	57,256,484
<u>\$ 4,875,699</u>	<u>\$ 56,974,474</u>

See accompanying notes to the basic financial statements



CITY OF | **UPPER ARLINGTON**

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CITY OF UPPER ARLINGTON, OHIO

RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2013

Net Change in Fund Balances - Total Governmental Funds \$ (282,010)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

Capital outlays	5,185,157
Depreciation expense	(3,289,849)

The effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, donations and disposals) is to decrease net position.

Loss on disposal	(6,229)
Contributions and donations	(4,835,712)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 1,610,715

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

Repayment of debt	2,850,086
Issuance of debt	(8,640,000)
Premium on issuance of debt	(774,565)
Refunded debt	9,273,030
Accretion and amortization of premiums and deferred amount on refunding, etc.	9,829
Inception of capital lease	(918,049)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated absences	(207,158)
Accrued interest	<u>65,247</u>

The net revenue (expense) of the internal service funds, including the internal balance, is allocated among governmental activities. (21,592)

Change in Net Position of Governmental Activities \$ 18,900

See accompanying notes to the basic financial statements

CITY OF UPPER ARLINGTON, OHIO

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 AS OF DECEMBER 31, 2013

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Solid Waste</u>	<u>Water Surcharge</u>	<u>Sanitary Sewer Surcharge</u>
Assets:			
Current assets:			
Cash, cash equivalents and investments	\$ 6,955	\$ 774,587	\$ 614,273
Receivables (net of allowances):			
Accounts	32,494	36,704	59,312
Accrued interest	14	-	-
Due from other funds	-	-	-
Total current assets	<u>39,463</u>	<u>811,291</u>	<u>673,585</u>
Noncurrent assets:			
Nondepreciable capital assets	-	514	17,352
Depreciable capital assets, net	-	12,266,487	5,006,198
Total noncurrent assets	<u>-</u>	<u>12,267,001</u>	<u>5,023,550</u>
Total assets	<u>39,463</u>	<u>13,078,292</u>	<u>5,697,135</u>
Deferred Outflows of Resources			
	<u>-</u>	<u>-</u>	<u>-</u>
Liabilities:			
Current liabilities:			
Accounts payable	191,241	9,722	13,363
Accrued wages and benefits	-	4,567	9,063
Due to other governments	-	67	131
Due to other funds	-	2,432	4,596
Pension obligation payable	-	753	1,494
Accrued vacation and sick leave	-	2,634	15,590
Loans payable	-	109,446	148,961
Bonds payable	-	-	-
Total current liabilities	<u>191,241</u>	<u>129,621</u>	<u>193,198</u>
Noncurrent liabilities:			
Accrued vacation and sick leave	-	746	4,416
Loans payable	-	264,891	67,306
Bonds payable	-	-	-
Total noncurrent liabilities	<u>-</u>	<u>265,637</u>	<u>71,722</u>
Total liabilities	<u>191,241</u>	<u>395,258</u>	<u>264,920</u>
Net Position:			
Net investment in capital assets	-	11,892,664	4,807,283
Unrestricted (deficit)	(151,778)	790,370	624,932
Total net position	<u>\$ (151,778)</u>	<u>\$ 12,683,034</u>	<u>\$ 5,432,215</u>

Adjustment to consolidate the internal service fund activities related to enterprise finds
 Net position of business-type activities

Business-type Activities - Enterprise Funds			Governmental
Stormwater	Swimming Pools	Total	Activities - Internal Service
\$ 1,592,118	\$ 483,321	\$ 3,471,254	\$ 2,279,134
44,484	-	172,994	43,829
3,102	-	3,116	-
-	-	-	313,542
<u>1,639,704</u>	<u>483,321</u>	<u>3,647,364</u>	<u>2,636,505</u>
977,951	1,236,059	2,231,876	-
5,569,620	3,780,982	26,623,287	-
<u>6,547,571</u>	<u>5,017,041</u>	<u>28,855,163</u>	-
<u>8,187,275</u>	<u>5,500,362</u>	<u>32,502,527</u>	<u>2,636,505</u>
12,948	-	12,948	-
43,750	1,421	259,497	302,287
7,829	1,121	22,580	-
114	16	328	-
3,360	15	10,403	-
1,291	180	3,718	-
3,701	-	21,925	-
-	-	258,407	-
<u>160,000</u>	<u>-</u>	<u>160,000</u>	<u>-</u>
<u>220,045</u>	<u>2,753</u>	<u>736,858</u>	<u>302,287</u>
1,048	-	6,210	-
-	-	332,197	-
<u>531,480</u>	<u>-</u>	<u>531,480</u>	<u>-</u>
<u>532,528</u>	<u>-</u>	<u>869,887</u>	<u>-</u>
<u>752,573</u>	<u>2,753</u>	<u>1,606,745</u>	<u>302,287</u>
5,856,091	5,017,041	27,573,079	-
<u>1,591,559</u>	<u>480,568</u>	<u>3,335,651</u>	<u>2,334,218</u>
<u>\$ 7,447,650</u>	<u>\$ 5,497,609</u>	<u>30,908,730</u>	<u>\$ 2,334,218</u>
		141,649	
		<u>\$ 31,050,379</u>	

See accompanying notes to the basic financial statements

CITY OF UPPER ARLINGTON, OHIO

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Solid Waste</u>	<u>Water Surcharge</u>	<u>Sanitary Sewer Surcharge</u>
Operating Revenues:			
Charges for services	\$ 1,960,750	\$ 453,817	\$ 817,827
Total operating revenues	<u>1,960,750</u>	<u>453,817</u>	<u>817,827</u>
Operating Expenses:			
Personal services	-	170,848	267,666
Materials and supplies	-	5,741	12,963
Contractual services	2,076,580	29,998	51,011
Self-insurance	-	-	-
Depreciation, net	-	311,655	235,396
Miscellaneous	302	-	-
Total operating expenses	<u>2,076,882</u>	<u>518,242</u>	<u>567,036</u>
Operating income (loss)	(116,132)	(64,425)	250,791
Nonoperating Revenues (Expenses)			
Investment earnings	1,268	-	-
Interest expense	-	(8,642)	(11,817)
Gain on disposal of assets	-	-	1,278
Total nonoperating revenues (expenses)	<u>1,268</u>	<u>(8,642)</u>	<u>(10,539)</u>
Income (loss) before contributions and transfers	(114,864)	(73,067)	240,252
Capital contributions	-	4,797,556	-
Transfers in	10,116	-	-
Change in net position	(104,748)	4,724,489	240,252
Net position at beginning of year, restated	(47,030)	7,958,545	5,191,963
Net position (deficit) at end of year	<u>\$ (151,778)</u>	<u>\$ 12,683,034</u>	<u>\$ 5,432,215</u>

Adjustment to consolidate the internal service fund activities related to the enterprise funds.
 Change in net position in business-type activities.

Business-type Activities - Enterprise Funds			Governmental
Stormwater	Swimming Pools	Total	Activities - Internal Service
\$ 747,665	\$ 588,377	\$ 4,568,436	\$ 3,407,825
<u>747,665</u>	<u>588,377</u>	<u>4,568,436</u>	<u>3,407,825</u>
217,022	443,749	1,099,285	-
6,449	34,338	59,491	-
60,692	122,319	2,340,600	-
-	-	-	3,430,382
186,813	92,792	826,656	-
-	231	533	-
<u>470,976</u>	<u>693,429</u>	<u>4,326,565</u>	<u>3,430,382</u>
276,689	(105,052)	241,871	(22,557)
(980)	-	288	-
(23,017)	-	(43,476)	-
-	-	1,278	-
<u>(23,997)</u>	<u>-</u>	<u>(41,910)</u>	<u>-</u>
252,692	(105,052)	199,961	(22,557)
44,156	-	4,841,712	-
-	-	10,116	-
296,848	(105,052)	5,051,789	(22,557)
7,150,802	5,602,661		2,356,775
<u>\$ 7,447,650</u>	<u>\$ 5,497,609</u>		<u>\$ 2,334,218</u>
		(965)	
		<u>\$ 5,050,824</u>	

See accompanying notes to the basic financial statements

CITY OF UPPER ARLINGTON, OHIO

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Solid Waste</u>	<u>Water Surcharge</u>	<u>Sanitary Sewer Surcharge</u>
Cash flow from operating activities			
Receipts from customers and users	\$ 1,975,474	\$ 465,060	\$ 839,664
Payments to suppliers and contractual services	(2,055,637)	(28,136)	(295,888)
Payments to employees	-	(171,636)	(300,020)
Net cash provided (used) by operating activities	<u>(80,163)</u>	<u>265,288</u>	<u>243,756</u>
Cash flow from noncapital financing activities			
Transfer in	<u>10,116</u>	<u>-</u>	<u>-</u>
Net cash provided by non-capital financing activities	<u>10,116</u>	<u>-</u>	<u>-</u>
Cash flow from capital and related financing activities			
Purchases of capital assets	-	-	(82,556)
Principal paid on capital debt	-	(120,295)	(161,372)
Interest paid on capital debt	-	(8,642)	(11,817)
Proceeds from sales of capital assets	-	-	1,278
Net cash (used) by capital and related financial activities	<u>-</u>	<u>(128,937)</u>	<u>(254,467)</u>
Cash flow from investing activities			
Interest and dividends received	<u>1,354</u>	<u>-</u>	<u>-</u>
Net cash provided (used) by investing activities	<u>1,354</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	(68,693)	136,351	(10,711)
Cash and cash equivalents, January 1	<u>75,648</u>	<u>638,236</u>	<u>624,984</u>
Cash and cash equivalents, December 31	<u>\$ 6,955</u>	<u>\$ 774,587</u>	<u>\$ 614,273</u>

<u>Business-type Activities - Enterprise Funds</u>			Governmental
<u>Stormwater</u>	<u>Swimming Pools</u>	<u>Total</u>	<u>Activities - Internal Service</u>
\$ 743,913	\$ 588,377	\$ 4,612,488	\$ 3,651,147
(102,561)	(156,665)	(2,638,887)	(3,549,549)
(236,092)	(443,426)	(1,151,174)	-
<u>405,260</u>	<u>(11,714)</u>	<u>822,427</u>	<u>101,598</u>
-	-	10,116	-
-	-	10,116	-
(604,661)	-	(687,217)	-
(160,000)	-	(441,667)	-
(22,600)	-	(43,059)	-
-	-	1,278	-
<u>(787,261)</u>	<u>-</u>	<u>(1,170,665)</u>	<u>-</u>
(1,466)	-	(112)	-
<u>(1,466)</u>	<u>-</u>	<u>(112)</u>	<u>-</u>
(383,467)	(11,714)	(338,234)	101,598
<u>1,975,585</u>	<u>495,035</u>	<u>3,809,488</u>	<u>2,177,536</u>
<u>\$ 1,592,118</u>	<u>\$ 483,321</u>	<u>\$ 3,471,254</u>	<u>\$ 2,279,134</u>

(Continued)

See accompanying notes to the basic financial statements

CITY OF UPPER ARLINGTON, OHIO

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2013

	Business-type Activities - Enterprise Funds		
	Solid Waste	Water Surcharge	Sanitary Sewer Surcharge
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (116,132)	\$ (64,425)	\$ 250,791
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation expense	-	311,655	235,396
(Increase) decrease in accounts receivable	14,724	11,243	21,837
Decrease in due from other funds	-	-	-
Increase (decrease) in accounts payable	21,245	7,603	(231,914)
Increase (decrease) in accrued payroll liabilities	-	(3,167)	(12,208)
Increase (decrease) in accrued vacation and sick leave	-	2,379	(20,146)
Total adjustments	35,969	329,713	(7,035)
Net cash provided (used) by operating activities	\$ (80,163)	\$ 265,288	\$ 243,756
Non cash investing, capital, and financing activities:			
Contributions of capital assets from governmental activities	\$ -	\$ 4,797,556	\$ -
Increase in fair value of investments	\$ 57	\$ -	\$ -

<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental</u>
<u>Stormwater</u>	<u>Swimming Pools</u>	<u>Total</u>	<u>Activities - Internal Service</u>
\$ 276,689	\$ (105,052)	\$ 241,871	\$ (22,557)
186,813	92,792	826,656	-
(3,752)	-	44,052	90,397
-	-	-	152,925
(35,420)	223	(238,263)	(119,167)
(13,654)	323	(28,706)	-
(5,416)	-	(23,183)	-
<u>128,571</u>	<u>93,338</u>	<u>580,556</u>	<u>124,155</u>
<u>\$ 405,260</u>	<u>\$ (11,714)</u>	<u>\$ 822,427</u>	<u>\$ 101,598</u>
<u>\$ 44,156</u>	<u>\$ -</u>	<u>\$ 4,841,712</u>	<u>\$ -</u>
<u>\$ 13,067</u>	<u>\$ -</u>	<u>\$ 13,124</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements

CITY OF UPPER ARLINGTON, OHIO

**STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND
AS OF DECEMBER 31, 2013**

	<u>Agency</u>
Assets	
Cash, cash equivalents and investments	\$ 707,540
Cash with third-party fiscal agent	13,734
Accounts receivable	27,626
Total assets	<u>\$ 748,900</u>
Liabilities	
Due to others	\$ 748,900
Total liabilities	<u>\$ 748,900</u>

See accompanying notes to the basic financial statements

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (1) – Summary of significant accounting policies

(a) Reporting entity

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

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

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

The CIC was formed pursuant to Resolution 19-93 passed December 13, 1993. The CIC was designated as a not-for-profit organization of the City to assist in the revitalization and enhancement of property through advancing, encouraging and promoting industrial, economic, commercial and civic development. The CIC is governed by a thirteen-member board. The Code of Regulations for the CIC calls for six members to be appointed by the City, including: the City Manager, the President of City Council or designee, up to two additional City Council members, and the remaining nine seats by citizens recommended by the Mayor and confirmed by City Council. Thus the City appoints and or approves appointment of 100% of the Board. Additionally, the City has provided 100% of the past financial support of the CIC. The CIC does not operate with substantively the same governing body as the primary government. In addition, CIC through its economic development activities exists to benefit the citizens of Upper Arlington. The CIC is discretely presented as a component unit of the City. Financial statements can be obtained from Catherine Armstrong, Finance & Administrative Services Director, 3600 Tremont Road, Upper Arlington, Ohio 43221.

(b) Government-wide and fund financial statements

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

- Management's discussion and analysis, a part of the required supplementary information, introduces the basic financial statements and provides analytical overview of the City's financial statements.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (1) – Summary of significant accounting policies (continued)

- Basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The government-wide financial statements report information on all of the nonfiduciary activities of the primary government and its component units.

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

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

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

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

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

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

(c) Measurement focus and basis of accounting

The accounting policies and financial reporting practices of the City conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, deferred outflows/inflows of resources and disclose contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

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

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (1) – Summary of significant accounting policies (continued)

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

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

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

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

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

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

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

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (1) – Summary of significant accounting policies (continued)

The City reports the following major governmental funds:

General Fund – This fund accounts for all financial resources of the general government, except those required to be accounted for in another fund.

General Obligation Bond Retirement Fund – This fund accounts for the accumulation of resources for the payment of general obligation long-term debt principal, interest and related costs.

Bonded Improvement Fund – This fund accounts for issuance of bonds for the purchase of significant capital projects with useful lives of more than five years.

Estate Tax Capital Projects Fund – This fund accounts for estate tax revenue in excess of \$2.1 million in any year (\$1 million in 2013) dedicated for capital improvements with an emphasis on infrastructure.

Kingsdale Core TIF fund – This fund accounts the proceeds from the issuance of notes and payments in lieu of taxes in connection with the purchase of a parcel of land and significant capital improvements within a tax increment financing district located along the Kingsdale Shopping Center.

The City reports the following major proprietary funds:

Solid Waste Fund – This fund accounts for the receipts generated from the refuse collection fees charged to the City's residents. Disbursements are for operating costs.

Water Surcharge Fund – This fund accounts for the surcharge applied to the consumption of water by all users within the City for the purpose of paying the cost of maintaining the City's water distribution system. These monies may be used for the construction and reconstruction of the water distribution system, including the repair/replacement of fire hydrants.

Sanitary Sewer Surcharge Fund – This fund accounts for the surcharge applied to the consumption of water by all users within the City for the purpose of paying the cost of maintaining the City's sanitary sewer system. These monies may be used for enlargement or replacement of the system and construction and reconstruction of main and interceptor sewers.

Stormwater Fund – This fund accounts for all receipts from stormwater drainage service charges, permit and inspection fees, direct charges and investment earnings for the purpose of paying the cost of operating the stormwater management utility. These monies may be used for the purchase of capital equipment and capital improvements, including the payment of principal and interest on debt issued for such purposes.

Swimming Pools Fund – This fund accounts for all receipts generated from admission to the City's three pools and the related disbursements associated with operating these pools.

Additionally, the City reports the following fund types:

Other Special Revenue Funds – These funds are used to account for revenues derived from specific taxes, grants, or other restricted or committed revenue sources. The use and limitation of the special revenue funds are specified by City ordinance or federal and state statutes.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (1) – Summary of significant accounting policies (continued)

Other Capital Project Funds – These funds are used to account for financial resources that are restricted, committed, or assigned and used for acquisition or construction of major capital facilities (other than those financed by proprietary funds).

Internal Service Funds – These funds are used to account for financing services provided by one department to other departments of the City generally on a cost-reimbursement basis.

Agency Funds – These funds are used to account for assets held by the City as an agent for individuals, private organizations, other governments, and/or other funds. Agency Funds are custodial in nature and do not involve measurement of results of operations.

(d) Assets, liabilities, deferred outflows/inflows of resources, and net position or fund balance

1. Deposits and investments

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

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

2. Receivables and payables

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

Property taxes include amounts levied against all real, public utility and tangible (used in business) property located in the City. Real property tax revenues received in 2013 represent the collection of 2012 taxes. Real property taxes received in 2013 were levied after October 1, 2012, on the assessed values as of January 1, 2012, the lien date. Assessed values for real property taxes are taxes established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due January 20th; if paid semiannually, the first payment is due January 20th, with the remainder payable by June 20th.

Public utility property tax revenues received in 2013 represent the collection of 2012 taxes. Public utility real and tangible personal property taxes received in 2013 became a lien on December 31, 2012, were levied after October 1, 2012, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (1) – Summary of significant accounting policies (continued)

The Franklin County Treasurer collects property taxes on behalf of all taxing districts within the County, including the City of Upper Arlington. The County Auditor periodically remits to the City its portion of the taxes collected.

Accrued property taxes receivable represents real property and public utility property taxes which were measurable as of December 31, 2013, and for which there was an enforceable legal claim. 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 and are not intended to finance 2013 operations.

Collectible delinquent real property taxes have been recorded as a receivable and revenue on the full accrual basis. On the modified accrual basis, the entire receivable is deferred.

The full tax rate for all City operations for the year ended December 31, 2013 was \$6.62 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2013 property tax receipts were based are as follows:

	Assessed Valuation
Real Property	\$ 1,539,396,720
Public Utility Property	22,872,510
Total	\$ 1,562,269,230

The City levies an income tax of 2% on substantially all income earned within the City. In addition, residents of the City are required to pay City income tax on income they earn outside the City. However, a credit is allowed for income taxes paid to other municipalities. Employers within the City are required to withhold income tax on employee compensation and remit this tax at least quarterly. Corporation and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. The City utilizes the Regional Income Tax Agency (RITA) to administer and collect taxes for the City with the guidance of the City’s finance department. The income tax receivable includes both balances already filed by taxpayers and tax estimates, net of non-collectible taxes and refunds.

3. Inventories

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

4. Asset held for resale

As part of the Kingsdale Core development project, the City acquired land to be used for future redevelopment. The City’s intent is to sell this land to promote economic development within the City.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (1) – Summary of significant accounting policies (continued)

5. Capital assets

Capital assets, which include property, plant equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements and proprietary fund statements. The City defines capital assets as assets with an estimated useful life in excess of five years and an initial, individual cost of more than \$5,000 (see Note 15(c)). Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Pursuant to the implementation of GASB Statement 34, the historical costs of governmental infrastructure assets (retroactive to January 1, 1980) are included as part of the governmental capital assets reported in the government-wide statements. Donated capital assets are recorded at estimated fair market value at the time of donation.

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

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

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

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

6. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded debt or refunding debt.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

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

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. A deferred inflow has been reported on the government-wide statement of net position for property taxes and payments in lieu of taxes levied but unavailable for use until a future period. On the modified accrual basis of accounting, unavailable revenue related to certain receivables of income taxes, property taxes, payments in lieu of taxes, intergovernmental, grants, interest and charges for services are also reported as deferred inflows of resources on the governmental funds balance sheet.

7. Compensated absences

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

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

The City uses the vesting method in determining the liability of sick leave recorded. The timing of future payments for vacation and sick leave is dependent on many factors and therefore not readily determinable. However, management believes that sufficient resources will be made available for the payment of vacation and sick leave when such payments become due.

8. Long-term obligations

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

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

9. Fund balance

Fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the City is "bound to honor constraints on specific purposes for which amounts in the fund can be spent" in accordance with GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions. The five fund classifications are as follows:

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (1) – Summary of significant accounting policies (continued)

Nonspendable – The nonspendable classification includes amounts that cannot be spent because they are not in a spendable form or are legally or contractually required to be maintained intact. The “not in spendable form” includes items that are not expected to be converted to cash.

Restricted – Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or are imposed by law through constitutional provisions.

Committed – The committed classification includes amounts that can be used only for the specific purposes imposed by a formal action (passage of an ordinance) of the City Council. The committed amounts cannot be used for any other purpose unless the City Council removes or changes the specified use by taking the same type of action (passage of a new ordinance) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned – Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted nor committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. City Council has established fund balance policies that allow the Director of Finance and Administrative Services to assign fund balance for specific purposes. Council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year’s budget.

Unassigned – Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report the deficit fund balance resulting from overspending for specific purposes for which amounts have been restricted, committed, or assigned.

The City first applies restricted resources when expenditure is incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used.

10. Net position

Net position represents the difference between assets, liabilities, and deferred inflows/outflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The City applies restricted resources first, when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (2) – Cash and investments

Investment policies

The City follows GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, and records all its investments at fair value. Fair value is determined by quoted market prices and acceptable other pricing methodologies.

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

The City Code, Chapter 221, Depositories and Investments, provides the City with its authorized investment instruments, which do not include derivatives. The City does invest in STAR Ohio, an investment pool managed by the State Treasurer's office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the Securities and Exchange Commission as an investment company, but does operate in a manner similar to Rule 2a-7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which represents the price the investment could be sold for on December 31, 2013.

Management of STAR Ohio states that its policy also prohibits investing in derivatives and/or engaging in the use of reverse repurchase agreements. Average days to maturity of the STAR Ohio portfolio at December 31, 2013 were 53.4 days. The City is prohibited from using reverse repurchase agreements and does not leverage its investment portfolio in any manner. The City purchases investments, except for certificate of deposits, only through its investment advisor, New Albany Capital Partners, LLC (NAC). NAC is contracted by the City to make investment recommendations and must acknowledge in writing their comprehension and receipt of the City policies.

The City's investment code and practices have consistently protected the portfolio from unnecessary credit risk (safety) and market risks (liquidity) while providing a competitive yield. The investments permitted by the City Code as well as limitations on investments are described in detail below.

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

- (A) U.S. Treasury Bills, Notes, and Bonds; various federal agency securities including issues of Federal National Mortgage Association (FNMA), Federal Home Loan Mortgage Corp. (FHLMC), Federal Home Loan Bank (FHLB), Federal Farm Credit Bank (FFCB), Student Loan Marketing Association (SLMA), Government National Mortgage Association (GNMA), Tennessee Valley Authority (TVA) and other agencies or instrumentalities of the United States. GNMA mortgage-backed, pass-through securities are considered as eligible investments of the City and are not derivative securities, as defined under Ohio Revised Code § 135.14(C). Eligible investments include securities that may be "called", by the issuer, prior to the final maturity date. Any eligible investment may be purchased at a premium or a discount. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities.
- (B) Bonds and other obligations of the State of Ohio.
- (C) Bonds and other obligations of any county, township, school district, municipal corporation, or other legally constituted taxing subdivision of Ohio, which is not at the time of such investment, in default in the payment of principal on any of its obligations.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (2) – Cash and investments (continued)

- (D) Certificates of Deposit issued by institutions whose deposits are insured by the Federal Deposit Insurance Corporation (FDIC), provided that such institutions maintain banking operations within the State of Ohio. Certificates of deposit shall be collateralized using eligible securities or instruments as defined under Ohio Revised Code § 135.18 or 135.181. The selection of Ohio Revised Code § 135.18 or 135.181 for purposes of collateralization, shall be determined by the Finance Director. Under either method, the Finance Director may require an additional percentage of eligible collateral to compensate for any depreciation of market value of such pledged collateral, less any portion insured by the FDIC.
- (E) Repurchase Agreements with any eligible institution mentioned in Ohio Revised Code § 135.03, or any eligible securities dealer pursuant to (M) of Ohio Revised Code § 135.14. Repurchase agreements transacted with eligible securities dealers shall be executed on a delivery vs. payment basis. Eligible repurchase agreement collateral is restricted to securities listed in C.O. § 221.06(A), limited to final maturity dates of ten (10) years. The market value of securities subject to a repurchase agreement must exceed the principal value of the repurchase agreement amount by at least two percent (2%). Term repurchase agreements shall be limited to a maximum of thirty (30) days.
- (F) Banker's acceptances issued by any domestic bank rated in the highest category by one of two nationally recognized rating agencies.
- (G) No-load money market mutual funds, as defined in Ohio Revised Code § 135.14(B)(5), rated in the highest category by at least one nationally recognized rating agency, investing exclusively in the same types of eligible securities as defined in Division B(1) or B(2) under Ohio Revised Code § 135.14, and repurchase agreements secured by such obligations. Eligible money market funds shall comply with Ohio Revised Code § 135.01, regarding limitations and restrictions.
- (H) Commercial paper issues of companies incorporated under the laws of the United States, rated A1+, A1 by Standard & Poor's and P1 by Moody's. The maximum maturity of commercial paper shall be two hundred and seventy (270) days from the date of purchase.
- (I) Medium term notes issued by a corporation, domiciled within the United States and having assets in excess of \$500 million, provided that such medium term notes have a maximum maturity of five (5) years and are highly rated, at the time of purchase, by Standard & Poor's or Moody's.

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

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

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

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

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (2) – Cash and investments (continued)

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

(B) Limitations on the investment of interim funds:

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

- (1) The aggregate total of all corporate medium term notes shall not exceed fifteen percent (15%) of the average portfolio, based upon purchase cost or book value, at the time of purchase. Commercial paper and bankers acceptances shall not be considered when calculating the maximum holdings in any single issuer.
- (2) The use of derivative securities, as defined in Ohio Revised Code §135.14(C), is expressly prohibited.
- (3) Collateralized mortgage obligations (CMOs) of any kind are expressly prohibited.

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

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

Deposits

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

At December 31, 2013, the carrying value of all the City's cash deposits was \$629,134, including \$300,000 of non-negotiable certificates of deposit, and the bank balance was \$670,812. Of the bank balance, \$500,000 was covered by federal depository insurance and \$170,812 was collateralized with securities held by the financial institution or by its trust department or agent, but not in the City's name as defined by GASB Statement No. 40, *Deposits and Investment Risk Disclosures*.

Additionally, within its agency funds, the City had cash on hand with a third-party fiscal agent in the amount of \$13,734.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (2) – Cash and investments (continued)

Investments

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

<u>Investment type</u>	<u>Fair value</u>	<u>Investment maturities</u>		
		<u>1 year or less</u>	<u>1 to 3 years</u>	<u>3 to 5 years</u>
STAR Ohio	\$ 3,719,448	\$ 3,719,448	\$ -	\$ -
Money market mutual fund	578,577	578,577	-	-
City of Brecksville notes	420,839	-	-	420,839
FFCB	10,116,375	-	-	10,116,375
FHLB	11,319,065	-	-	11,319,065
FHLMC	7,397,140	-	-	7,397,140
FNMA	16,178,927	-	1,506,600	14,672,327
US treasuries	10,936,650	-	6,999,000	3,937,650
Total investments	<u>\$ 60,667,021</u>	<u>\$ 4,298,025</u>	<u>\$ 8,505,600</u>	<u>\$ 47,863,396</u>

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

Credit Risk. The City's investment policy limits investments held to those issued by the U.S. Government or any of its agencies; STAR Ohio, and only very highly-rated money market funds, commercial paper, banker's acceptances, repurchase agreements, bonds and other obligations of the State of Ohio, bonds and other obligations of any county, township, school district, municipal corporation, or other legally constituted taxing subdivision of Ohio, which is not at the time of such investment, in default in the payment of principal on any of its obligations. Additionally, the City may invest in medium term notes issued by a corporation, domiciled within the United States and having assets in excess of \$500 million provided that they are highly rated by Standard & Poor's and/or Moody's.

The City's investments in federal agency securities (FFCB, FHLB, FHLMC, FNMA), US treasuries, City of Brecksville note, and money market mutual fund were rated Aaa by Moody's Investor Services. Additionally, Standard and Poor's has assigned STAR Ohio an AAAM money market rating.

Concentration of Credit Risk. The City through its investment policy limits investments with any individual issuer to 5% of such issuer's total outstanding issue in banker's acceptances, commercial paper, or corporate medium notes, and limits the value of certificates of deposits to 3% of that institution's total time deposits, provided that such total deposits do not exceed 5% of the City's average portfolio at the time of purchase.

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The City's investments are not exposed to custodial credit risk, as defined by GASB Statement No. 40 as they are either insured, registered, held by the City, or held by an agent in the name of the City.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (2) – Cash and investments (continued)

Reconciliation of cash and investments to the statement of net position: The following is a reconciliation of cash and investments to the statement of net position as of December 31, 2013:

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 629,134
Cash held by third party agent	13,734
Investments	60,667,021
Total	\$ 61,309,889

<u>Cash and investments per statements of net position</u>	
Governmental activities	\$ 57,117,361
Business-type activities	3,471,254
Agency Fund	721,274
Total	\$ 61,309,889

Interest revenue credited to the General Fund during 2013 consisted of \$372,520 in interest earnings and a (\$467,310) fair value loss. The fair value loss is a result of a declining market; however, the City intends to hold investments to maturity in which the City expects a realized gain. Of the \$372,520 in interest earnings credited to the General Fund during 2013, \$202,637 represents the amount assigned from other funds not entitled to earn interest per Ohio statute.

Note (3) – Receivables and deferred inflows of resources

(a) Receivables

Receivables at December 31, 2013 consisted of income taxes, property and other taxes, payments in lieu of taxes, accounts (billings for user charged services), accrued interest and intergovernmental receivables arising from grants, entitlements, and shared revenue. Receivables have been recorded to the extent that they are measurable at December 31, 2013.

A summary of the items of receivables reported on the statement of net position follows:

	Governmental <u>Activities</u>	Business-type <u>Activities</u>
Income taxes	\$ 7,504,569	\$ -
Property and other taxes	10,687,203	-
Payments in lieu of taxes	1,209,490	-
Accounts	520,568	172,994
Accrued interest	116,218	3,116
Intergovernmental	3,253,251	-

Receivables have been separately identified on the face of the basic financial statements. All receivables are expected to be collected within the subsequent year.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (3) – Receivables and deferred inflows of resources (continued)

(b) Deferred inflows of resources

On the statement of net position, deferred inflows of resources include property taxes and payments in lieu of taxes for which there is an enforceable legal claim as of December 31, 2013, which were levied to finance year 2014 operations.

	Governmental Activities
Property and other taxes	\$ 10,303,445
Payments in lieu of taxes	1,209,490
	\$ 11,512,935

On the modified accrual basis of accounting, the City has recorded certain receivables where the related revenue is unavailable. Unavailable revenues have been reported as deferred inflows of resources on the governmental fund balance sheet for the following:

		General Obligation Bond Retirement	Estate Tax Capital Projects	Kingsdale Core TIF	Other Governmental	Total
<u>Deferred inflows:</u>	<u>General</u>					
Income tax	\$ 4,813,778	\$ -	\$ -	\$ -	\$ -	\$ 4,813,778
Property tax	9,655,547	859,454	-	-	-	10,515,001
Payments in lieu of taxes	-	-	-	372,437	837,053	1,209,490
Intergovernmental	1,031,397	53,120	-	-	1,378,315	2,462,832
Accrued interest	13,654	-	2,097	-	345	16,096
Accounts	49,220	-	-	-	23,514	72,734
Total deferred inflows	\$ 15,563,596	\$ 912,574	\$ 2,097	\$ 372,437	\$ 2,239,227	\$ 19,089,931

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (4) – Capital assets

Capital asset activity for the year ended December 31, 2013 was as follows:

<i>Governmental Activities</i>	(Restated)				Ending balance
	Beginning balance	Additions	Deductions	Transfers	
Nondepreciable capital assets					
Land	\$ 4,454,512	\$ -	\$ -	\$ -	\$ 4,454,512
Construction in progress	9,732,381	4,224,671	-	(8,639,872)	5,317,180
Total nondepreciable assets	<u>14,186,893</u>	<u>4,224,671</u>	<u>-</u>	<u>(8,639,872)</u>	<u>9,771,692</u>
Depreciable capital assets					
Buildings	17,883,194	45,513	-	-	17,928,707
Improvements other than buildings	7,061,267	59,091	-	323,616	7,443,974
Machinery and equipment	14,168,233	826,384	(560,282)	-	14,434,335
Infrastructure	70,004,947	35,498	-	3,474,544	73,514,989
Total depreciable assets	<u>109,117,641</u>	<u>966,486</u>	<u>(560,282)</u>	<u>3,798,160</u>	<u>113,322,005</u>
Less accumulated depreciation					
Buildings	(8,937,921)	(240,873)	-	-	(9,178,794)
Improvements other than buildings	(1,950,995)	(136,170)	-	-	(2,087,165)
Machinery and equipment	(10,390,597)	(1,033,197)	554,053	-	(10,869,741)
Infrastructure	(20,476,563)	(1,879,609)	-	-	(22,356,172)
Total accumulated depreciation	<u>(41,756,076)</u>	<u>(3,289,849)</u>	<u>554,053</u>	<u>-</u>	<u>(44,491,872)</u>
Depreciable capital assets, net of accumulated depreciation	<u>67,361,565</u>	<u>(2,323,363)</u>	<u>(6,229)</u>	<u>3,798,160</u>	<u>68,830,133</u>
Total capital assets, net	<u>\$ 81,548,458</u>	<u>\$ 1,901,308</u>	<u>\$ (6,229)</u>	<u>\$ (4,841,712)</u>	<u>\$ 78,601,825</u>

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (4) – Capital assets (continued)

	<i>(Restated)</i> Beginning balance	Additions	Deductions	Transfers	Ending balance
<i>Business-type Activities</i>					
Nondepreciable capital assets					
Land	\$ 1,236,573	\$ -	\$ -	\$ -	\$ 1,236,573
Construction in progress	469,926	564,135	-	(38,758)	995,303
Total nondepreciable assets	<u>1,706,499</u>	<u>564,135</u>	<u>-</u>	<u>(38,758)</u>	<u>2,231,876</u>
Depreciable capital assets					
Improvements other than buildings	4,809,182	-	-	-	4,809,182
Machinery and equipment	1,099,373	123,082	(93,693)	-	1,128,762
Infrastructure	37,514,700	-	-	4,880,470	42,395,170
Total depreciable assets	<u>43,423,255</u>	<u>123,082</u>	<u>(93,693)</u>	<u>4,880,470</u>	<u>48,333,114</u>
Less accumulated depreciation					
Improvements other than buildings	(943,225)	(91,700)	-	-	(1,034,925)
Machinery and equipment	(844,875)	(63,629)	93,693	-	(814,811)
Infrastructure	(19,188,764)	(671,327)	-	-	(19,860,091)
Total accumulated depreciation	<u>(20,976,864)</u>	<u>(826,656)</u>	<u>93,693</u>	<u>-</u>	<u>(21,709,827)</u>
Depreciable capital assets, net of accumulated depreciation	<u>22,446,391</u>	<u>(703,574)</u>	<u>-</u>	<u>4,880,470</u>	<u>26,623,287</u>
Total capital assets, net	<u>\$ 24,152,890</u>	<u>\$ (139,439)</u>	<u>\$ -</u>	<u>\$ 4,841,712</u>	<u>\$ 28,855,163</u>

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

Government Activities:

General government	\$ 353,208
Public safety	630,826
Public services	2,106,527
Parks and recreation	196,694
Community development	2,594
Total depreciation expense	<u>\$ 3,289,849</u>

Business-type Activities:

Water Surcharge	\$ 311,655
Sanitary Sewer Surcharge	235,396
Stormwater	186,813
Swimming Pools	92,792
Total depreciation expense	<u>\$ 826,656</u>

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (4) – Capital assets (continued)

Construction commitments

The City has active construction projects as of December 31, 2013. The projects include rebuilding streets, waterlines, etc. At year-end, the City's commitments with contractors are as follows:

<u>Company</u>	<u>Contract Amount</u>	<u>Amount Remaining on Contract</u>
Baldwin & Sours, Inc.	\$ 86,547	\$ 63,721
Burgess and Niple, Inc.	705,115	169,096
Camp, Dresser & McKee, Inc.	253,052	127,459
Columbus Asphalt Paving	127,927	26,570
E.P. Ferris and Associates, Inc.	128,681	4,857
Eagle Bridge Company	343,000	302,930
EMH&T, Inc	616,484	259,313
Insight Pipe Contracting, LP	80,600	80,600
John Eramo & Sons, Inc.	1,875,732	228,728
Jones-Stucky LTD, Inc.	63,605	12,189
Loeb Electric Company	67,039	67,039
MKSK	88,000	23,004
MS Consultants, Inc.	107,926	29,186
Park Enterprise Construction Company	2,362,000	1,634,794
Parson Brinkerhoff, Inc.	26,578	26,578
Stawser Paving Company	1,878,545	248,646

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed by all funds on a budgetary basis of accounting. On the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities. Outstanding encumbrances, net of related payables, in the governmental funds at December 31, 2013 were as follows:

<u>Fund</u>	<u>Encumbrances, net payable</u>
General	\$ 735,142
Bonded Improvement	327,647
Estate Tax Capital Projects	1,652,561
Kingsdale Core TIF	278,016
Other Governmental	80,298
Total	<u>\$ 3,073,664</u>

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (5) – Interfund activity

(a) Due from/to other funds

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

“Due from/to other funds” balances at December 31, 2013 represent the premium charges payable to the internal service fund – employee benefits fund for the funding of medical insurance payments and the BWC administration fund for the funding of worker’s compensation claims.

(b) Interfund balances

Interfund balances at December 31, 2013 as reported on the Governmental Funds Balance Sheet, consist of the following individual interfund advances receivable and payable:

<u>Fund</u>	<i>(Restated)</i> Beginning balance	Additions	Repayments	Ending balance
General	\$ 2,497,000	\$ 61,770	\$ (600,000)	\$ 1,958,770
Kingsdale Core TIF	(1,018,000)	-	-	(1,018,000)
Other Governmental:				
Chelsea TIF	-	(61,770)	-	(61,770)
Horizon TIF	(600,000)	-	600,000	-
Lane Ave TIF	(400,000)	-	-	(400,000)
Lane Ave Mixed Use TIF	(479,000)	-	-	(479,000)
Total Other Governmental	<u>(1,479,000)</u>	<u>(61,770)</u>	<u>600,000</u>	<u>(940,770)</u>
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The primary purpose of the interfund balances is to cover costs in specific funds where revenues were not received by December 31. These interfund balances will be repaid once the anticipated revenues are received. All interfund balances are expected to be repaid in more than one year. Accordingly, this balance is reported as Advances to/from other funds and a nonspendable fund balance has been established in the General Fund. Interfund balances between governmental funds are eliminated on the government-wide financial statements.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (5) – Interfund transactions (continued)

(c) Interfund transfers

Interfund transfers for the year ended December 31, 2013, consisted of the following, as reported in the fund financials:

Transfers from	Transfers to				
	General Obligation Bond Retirement	Estate Tax Capital Projects	Other Governmental	Solid Waste	Total
General	\$ 3,041,615	\$ 5,729,372	\$ 900,000	\$ 10,116	\$ 9,681,103
Other Governmental	180,070	-	-	-	180,070
Total	\$ 3,221,685	\$ 5,729,372	\$ 900,000	\$ 10,116	\$ 9,861,173

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted for debt service from the funds collecting the receipts to the General Obligation Bond Retirement Fund as debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

All transfers were made in accordance with Ohio Revised Code Sections 5705.14, 5705.15 and 5705.16 and the City’s Charter.

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CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (6) – Long-term liabilities and notes

(a) Changes in long-term liabilities

The following is a summary of changes in long-term liabilities of the Governmental and Business-type Activities for the year ended December 31, 2013:

<i>Governmental Activities</i>	Beginning balance	Additions	Reductions	Ending balance	Due within one year
General obligation bonds:					
2003 Various purpose bonds 2%-3.65%	\$ 680,000	\$ -	\$ (475,000)	\$ 205,000	\$ 205,000
2008 Fire station bonds 2.875%-4.375%	5,157,553	-	(238,780)	4,918,773	243,682
2008 Infrastructure bonds 2.875%-4.375%	3,412,447	-	(156,220)	3,256,227	161,318
2009 Various purpose bonds 2%-3%	1,635,000	-	(395,000)	1,240,000	400,000
2009 Build America bonds 4.3%-5.75%	7,320,000	-	(7,320,000)	-	-
2009A Building renovation refunding bonds 2%-4%	1,075,000	-	(125,000)	950,000	125,000
2009C Issue 4 refunding bonds 2%-3%	1,699,997	-	(355,000)	1,344,997	360,000
2009C Various purpose bonds 2%-4%	2,374,997	-	(310,000)	2,064,997	320,000
2010A Various purpose bonds 1.5%-2%	915,000	-	(455,000)	460,000	460,000
2010B Various purpose Build America bonds 2.05%-5.5%	8,200,000	-	(1,900,000)	6,300,000	-
2011 Refunding bonds 2%-3.5%	5,945,000	-	(45,000)	5,900,000	335,000
2012 Lane Ave mixed used development bonds 2%-3.125%	6,685,000	-	-	6,685,000	25,000
2012 Various purpose bonds 2%-3%	3,315,000	-	-	3,315,000	125,000
2013 Refunding bonds 3%-4%	-	8,640,000	-	8,640,000	-
Total general obligation bonds	<u>48,414,994</u>	<u>8,640,000</u>	<u>(11,775,000)</u>	<u>45,279,994</u>	<u>2,760,000</u>
Special assessment bonds:					
1998 Neighborhood lighting bonds 4.85%	710,000	-	(105,000)	605,000	110,000
Total special assessment bonds:	<u>710,000</u>	<u>-</u>	<u>(105,000)</u>	<u>605,000</u>	<u>110,000</u>
Unamortized premium on bonds	855,535	774,565	(92,137)	1,537,963	-
Accretion	157,582	22,413	-	179,995	-
Total bonds payable	<u>50,138,111</u>	<u>9,436,978</u>	<u>(11,972,137)</u>	<u>47,602,952</u>	<u>2,870,000</u>
Accrued vacation and sick leave	2,678,190	3,062,515	(2,934,064)	2,806,641	1,422,327
Capital lease obligation	-	918,049	(190,086)	727,963	177,246
Total Governmental Activities long-term liabilities	<u>\$52,816,301</u>	<u>\$13,417,542</u>	<u>\$(15,096,287)</u>	<u>\$51,137,556</u>	<u>\$ 4,469,573</u>

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (6) – Long-term liabilities and notes (continued)

<i>Business-type Activities</i>	Beginning balance	Additions	Reductions	Ending balance	Due within one year
<i>Water Surcharge Fund</i>					
OPWC loans:					
Leeds Road waterline 3.5%	\$ 69,165	\$ -	\$ (45,709)	\$ 23,456	\$ 23,456
Western Fire Loop transmission line 3%	236,776	-	(65,151)	171,625	67,121
Arlington Avenue waterline 0%	188,691	-	(9,435)	179,256	18,869
Total OPWC loans	<u>494,632</u>	<u>-</u>	<u>(120,295)</u>	<u>374,337</u>	<u>109,446</u>
Accrued vacation and sick leave	<u>1,001</u>	<u>26,015</u>	<u>(23,636)</u>	<u>3,380</u>	<u>2,634</u>
<i>Total Water Surcharge Fund</i>	<u>495,633</u>	<u>26,015</u>	<u>(143,931)</u>	<u>377,717</u>	<u>112,080</u>
<i>Sewer Surcharge Fund</i>					
OPWC loans:					
Mountview Canterbury 3.5%	52,478	-	(34,681)	17,797	17,797
Sanitary sewer projects 3.5%	325,161	-	(126,691)	198,470	131,164
Total OPWC loans	<u>377,639</u>	<u>-</u>	<u>(161,372)</u>	<u>216,267</u>	<u>148,961</u>
Accrued vacation and sick leave	<u>40,152</u>	<u>21,581</u>	<u>(41,727)</u>	<u>20,006</u>	<u>15,590</u>
<i>Total Sewer Surcharge Fund</i>	<u>417,791</u>	<u>21,581</u>	<u>(203,099)</u>	<u>236,273</u>	<u>164,551</u>
<i>Stormwater Fund</i>					
General obligation bonds:					
2009 Turkey Run stormwater refunding bonds 2%-3.25%	840,000	-	(160,000)	680,000	160,000
Total general obligation bonds	<u>840,000</u>	<u>-</u>	<u>(160,000)</u>	<u>680,000</u>	<u>160,000</u>
Unamortized premium on bonds	<u>14,760</u>	<u>-</u>	<u>(3,280)</u>	<u>11,480</u>	<u>-</u>
Total bonds payable	<u>854,760</u>	<u>-</u>	<u>(163,280)</u>	<u>691,480</u>	<u>160,000</u>
Accrued vacation and sick leave	<u>10,165</u>	<u>28,535</u>	<u>(33,951)</u>	<u>4,749</u>	<u>3,701</u>
<i>Total Stormwater Fund</i>	<u>864,925</u>	<u>28,535</u>	<u>(197,231)</u>	<u>696,229</u>	<u>163,701</u>
Total Business-type Activities long-term liabilities	<u>\$ 1,778,349</u>	<u>\$ 76,131</u>	<u>\$ (544,261)</u>	<u>\$ 1,310,219</u>	<u>\$ 440,332</u>

Accrued vacation and sick leave will be paid with available resources with the appropriate fund that relates to each particular employee. The funds include the General Fund, the Street Construction Maintenance and Repair Fund, the Water Surcharge Fund, the Sewer Surcharge Fund, and the Stormwater Fund.

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

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (6) – Long-term liabilities and notes (continued)

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

General obligation bonds:

2013 Refunding bonds

On June 12, 2013, the City issued \$8,640,000 in Various Purpose Limited Tax Refunding Bonds for the purpose of advance refunding the Series 2009 Various Purpose Build America bonds (\$7,320,000) and a portion (\$1,900,000) of the Series 2010B Various Purpose Build America bonds. This Series 2009 refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. The balance of the refunded bonds at December 31, 2013 is \$9,220,000.

The reacquisition price exceeded the net carrying amount of the old debt by \$53,050. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the Series 2013 issued. This advance refunding was undertaken to reduce the combined total debt service payments by \$509,691 and resulted in an economic gain of \$413,839.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2029. Payments of principal and interest are recorded as disbursements of the general obligation bond retirement fund.

2012 Various purpose and Lane Ave mixed use development bonds

On November 20, 2012, the City issued \$10,000,000 in Various Purpose Bonds for infrastructure improvements in the Lane Avenue Mixed Use Development district (\$6,685,000) and for various infrastructure improvements (\$3,315,000).

The bond issue included serial and term bonds, in the amounts of \$6,240,000 and \$3,760,000, respectively. The bonds were issued for a thirty year period with final maturity at December 1, 2042.

The term bonds were issued at \$3,760,000. \$955,000 of the term bonds maturing on December 1, 2032, are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

Fiscal year	Principal amount to be redeemed
2031	\$ 470,000

The remaining principal amount of such bonds (\$485,000) will be paid at stated maturity on December 1, 2032.

The \$560,000 term bonds maturing on December 1, 2035, are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (6) – Long-term liabilities and notes (continued)

Fiscal year	Principal amount to be redeemed
2034	\$ 275,000

The remaining principal amount of such bonds (\$285,000) will be paid at stated maturity on December 1, 2035.

The \$2,245,000 term bonds maturing on December 1, 2042, are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

Fiscal year	Principal amount to be redeemed
2036	\$ 295,000
2037	300,000
2038	310,000
2039	320,000
2040	330,000
2041	340,000

The remaining principal amount of such bonds (\$350,000) will be paid at stated maturity on December 1, 2042.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2042. Payments of principal and interest are recorded as disbursements of the general obligation bond retirement fund.

2011 Refunding bonds

On December 21, 2011 the City issued \$6,000,000 in Capital Improvement Refunding Bonds for the purpose of advance refunding the callable portion of the Series 2003 Various Purpose Bonds (principal \$5,905,000). This portion of the Series 2003 refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. The balance of the refunded bonds at December 31, 2013 is \$5,700,000.

The reacquisition price exceeded the net carrying amount of the old debt by \$451,391. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which equal to the life of the Series 2011 issued. This advance refunding was undertaken to reduce the combined total debt service payments by \$531,503 and resulted in an economic gain of \$480,017.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2023. Payments of principal and interest are recorded as disbursements of the general obligation bond retirement fund.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (6) – Long-term liabilities and notes (continued)

2010 Various purpose bonds

On December 1, 2010 the City issued \$1,800,000 (Series 2010A) in Various Purpose General Obligation Bonds and \$8,200,000 (Series 2010B) in Various Purpose Build America Bonds for infrastructure and capital improvements.

The bond issue included serial and term bonds, in the amounts of \$3,700,000 and \$6,300,000, respectively. The bonds were issued for a twenty year period with final maturity at December 1, 2030. \$1,900,000 of the serial bonds was refunded as part of the 2013 refunding bond issuance.

The term bonds were issued at \$6,300,000. The \$3,300,000 term bonds maturing on December 1, 2025, are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

Fiscal year	Principal amount to be redeemed
2019	\$ 500,000
2020	510,000
2021	400,000
2022	410,000
2023	415,000
2024	525,000

The remaining principal amount of such bonds (\$540,000) will be paid at stated maturity on December 1, 2025.

The \$3,000,000 term bonds maturing on December 1, 2030, are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

Fiscal year	Principal amount to be redeemed
2026	\$ 565,000
2027	580,000
2028	595,000
2029	620,000

The remaining principal amount of such bonds (\$640,000) will be paid at stated maturity on December 1, 2030.

The Series 2010B Various Purpose Bonds were part of the Federal Government’s Build America Bonds (BAB) program which provides a subsidy for debt service payments. During 2013, the City received \$207,726 in subsidies which were recorded in the General Obligation Bond Retirement Fund.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (6) – Long-term liabilities and notes (continued)

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2030. Payments of principal and interest are recorded as disbursements of the General Obligation Bond Retirement Fund.

2009 Various purpose, Build America and refunding bonds

On December 1, 2009 the City issued \$5,295,000 (Series 2009A) in Various Purpose General Obligation Bonds, \$7,320,000 (Series 2009B) in Various Purpose Build America Bonds and \$5,489,994 (Series 2009C) in Refunding Bonds. Series 2009A was issued for the purpose of currently refunding the 1998 Turkey Run Bonds (\$1,275,000), advance refunding the 2001 Building Renovation Bonds (\$1,135,000) and for capital improvements (\$2,785,000). Series 2009B was issued for infrastructure and capital improvements. Series 2009C was issued for the purpose of currently refunding the 1998 Voted Issue 4 Bonds (\$2,715,000) and advance refunding the 2001 Voted Issue 4 Bonds (\$2,775,000). The advance refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. The balance of the refunded 2001 Building Renovation Bonds and 2001 Voted Issue 4 Bonds at December 31, 2013 was \$920,000 and \$2,255,000.

The reacquisition price exceeded the net carrying amount of the old debt by \$433,023 and \$29,595 for governmental-type and business-type activities, respectively. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which equal to the life of the Series 2009 issued. This refunding was undertaken to reduce the combined total debt service payments by \$435,175 and \$126,777 for Governmental and Business-type Activities, respectively and resulted in an economic gain of \$517,793.

The bond issue included serial, term and capital appreciation bonds, in the amounts of \$12,485,000, \$5,385,000 and \$264,994, respectively. The bonds were issued for a twenty year period with final maturity at December 1, 2030. The Capital appreciation bonds mature on December 1, 2017 (approximate initial offering yield to maturity of 3.5%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the capital appreciation bonds maturing December 1, 2017 is \$725,000. Accreted interest totaled \$179,995 as of December 31, 2013.

The term bonds were issued at \$5,385,000 and were advance refunded and considered defeased with the 2013 Refunding bonds.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2020. Payments of principal and interest are recorded as disbursements of the General Obligation Bond Retirement Fund and the Stormwater Fund.

2008 Fire Station and infrastructure bonds

On September 11, 2008 the City issued \$9,972,000 in Various Purpose General Obligation Bonds for retiring notes outstanding previously issued for various capital improvements and for demolishing the Reed Road Fire Station, and constructing, furnishing and equipping a new Reed Road fire station.

Interest payments on the bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2028. Payments of principal and interest are recorded as disbursements of the General Obligation Bond Retirement Fund.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (6) – Long-term liabilities and notes (continued)

2003 Various purpose bonds

On December 18, 2003 the City issued \$9,999,988 in Various Purpose Bonds for infrastructure and capital improvements.

The bond issue included serial and capital appreciation bonds, in the amounts of \$9,760,000 and \$239,988, respectively. The bonds were issued for a twenty year period with final maturity at December 1, 2023. The Capital appreciation bonds matured on December 1, 2008 (approximate initial offering yield to maturity of 2.84%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the capital appreciation bonds at December 1, 2008 was \$420,000.

A portion of this issue was included in the 2011 refunding bond issuance and is considered defeased. Interest payments on the remaining portion of the bonds are due on June 1 and December 1 of each year. The final maturity is December 1, 2014. Payments of principal and interest are recorded as disbursements of the General Obligation Bond Retirement Fund.

Special Assessment bonds:

1998 Neighborhood lighting special assessment bonds

On September 1, 1998 the City issued \$1,790,000 in Street Light General Obligation Bonds in anticipation of the collection of special assessments levied for the purpose of renovating and improving existing and installing new street lights and retiring notes previously issued for such purpose.

The bond issue included serial and term bonds, in the amounts of \$1,185,000 and \$605,000, respectively. The bonds were issued for a twenty year period with final maturity at December 1, 2018.

The \$600,000 term bonds maturing on December 1, 2018, are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

Fiscal year	Principal amount to be redeemed
2014	\$ 110,000
2015	115,000
2016	120,000
2017	125,000

The remaining principal amount of such bonds (\$135,000) will be paid at stated maturity on December 1, 2018.

Interest payments on the remaining portion of the bonds are due on June 1 and December 1 of each year. The final maturity is December 1, 2018. Payments of principal and interest are recorded as disbursements of the General Obligation Bond Retirement Fund.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (6) – Long-term liabilities and notes (continued)

OPWC loans: The City has entered into five debt financing arrangements through the Ohio Public Works Commission (OPWC) to finance water (Leeds Road waterline, Western Fire Loop waterline, and Arlington Avenue waterline) and sewer (Mountview Canterbury and Sanitary Sewer) infrastructure improvement projects. The amounts due to the OPWC are payable solely from general revenues. The loan agreements function similar to a line-of-credit agreement. The OPWC loans are being repaid from the Water Surcharge Fund and Sewer Surcharge Fund. The loan agreements require semi-annual payments based on the actual amount loaned. The Leeds Road waterline and Mountview Canterbury loans have a final maturity of January 1, 2014, the Sanitary Sewer loan has a final maturity of January 1, 2015, the Western Fire Loop loan has a final maturity of January 1, 2016, and the Arlington Avenue loan has a final maturity of January 1, 2023.

Future debt service requirements

Principal and interest requirements to retire long-term obligations outstanding at December 31, 2013 are follows:

	Governmental Activities				Business-type Activities			
	<i>General obligation</i>		<i>Special assessment</i>		<i>General obligation</i>		<i>OPWC loans</i>	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2014	\$ 2,760,000	\$ 1,542,523	\$ 110,000	\$ 29,343	\$ 160,000	\$ 19,400	\$ 258,407	\$ 11,179
2015	2,770,000	1,469,926	115,000	24,007	170,000	15,400	155,324	3,799
2016	2,870,000	1,388,481	120,000	18,430	175,000	10,937	54,224	530
2017	2,674,994	1,758,814	125,000	12,610	175,000	5,688	18,869	-
2018	2,820,000	1,232,476	135,000	6,548	-	-	18,869	-
2019-2023	13,415,000	4,808,262	-	-	-	-	84,911	-
2024-2028	11,120,000	2,599,102	-	-	-	-	-	-
2029-2033	4,045,000	737,106	-	-	-	-	-	-
2034-2038	1,465,000	348,319	-	-	-	-	-	-
2039-2042	1,340,000	106,251	-	-	-	-	-	-
Total	<u>\$45,279,994</u>	<u>\$15,991,260</u>	<u>\$ 605,000</u>	<u>\$ 90,938</u>	<u>\$ 680,000</u>	<u>\$ 51,425</u>	<u>\$ 590,604</u>	<u>\$ 15,508</u>

Debt limitation

The Ohio Revised Code provides that the net debt of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total taxation value of property. The assessed valuation used in determining the City’s legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in calculating the City’s legal debt margin calculation excludes tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations. The statutory limitations on debt are measured by a direct ratio of net debt to tax valuation and expressed in terms of a percentage. At December 31, 2013, the City’s total debt margin was \$164,038,269 and the unvoted debt margin was \$85,924,808.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (6) – Long-term Liabilities and Notes (continued)

(b) Short-term note payable

On June 26, 2012 the City issued \$4,800,000 in a short term Land Acquisition taxable bond anticipation note. The proceeds of the note were used to retire the previously issued note. The note matures within one year and therefore is recorded as a fund liability in the Kingsdale Core TIF Fund. The note was issued at an interest rate of 1.0%. The issuance resulted in issuance costs of \$15,852 and premium on issuance of notes of \$28,656.

	Beginning balance	Additions	Reductions	Ending balance
Notes payable	\$ 4,800,000	\$ 4,800,000	\$ (4,800,000)	\$ 4,800,000

(c) Capital lease payable

During 2013, the City entered into capital lease agreement for a fire truck originally purchased with City funds during 2012. The proceeds of the lease were used to reimburse the City.

The lease meets the criteria of a capital lease which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee at the conclusion of the lease term. Capital lease payments have been reflected as debt service expenditures in the General Fund in the fund financial statements. Capital assets, acquired by lease, have been capitalized in the amount of \$919,196. This amount is equal to the present value of the future minimum lease payments at the time of acquisition (\$918,049) plus an additional \$1,186 in ancillary costs not included in the lease. A corresponding liability was recorded. Accumulated depreciation on the machinery and equipment totaled \$186,028 leaving the current book value of \$733,168. Principal payments in 2013 totaled \$190,086.

The following is a schedule of the future minimum lease payments required under the capital lease and the present value of the minimum lease payments as of December 31, 2013:

Year ending December 31,	
2014	\$ 190,086
2015	190,086
2016	190,086
2017	190,086
Total minimum lease payments	760,344
Less: amount representing interest	(32,381)
Present value of future minimum lease payments	\$ 727,963

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (7) – Risk management

Prior to October 1, 1997, the City was exposed to various risks of loss related to torts, including theft of, damage to, and destruction of assets, errors and omissions, personal injuries, and natural disasters. The City provides coverage for up to \$1,000,000 for each liability claim and \$1,000 for each property damage claim. To provide funding for potential claims, the City established by ordinance a commitment of the General Fund balance of \$726,995 for these losses. In addition, the City also passed legislation that reserves \$5,000,000 of the City's unvoted debt capacity to cover potential catastrophic claims, judgments, and actions.

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

As part of participating in CORMA, coverage is provided for up to \$15,000,000 per occurrence and \$20,000,000 annual aggregate umbrella/excess liability for all liability claims and \$386,222,918 limit for property claims for the pool. Coverage is provided for general liability (\$1,000,000/\$2,000,000), law enforcement liability (\$1,000,000/\$1,000,000), public official liability (\$1,000,000/\$1,000,000), employment practices liability (\$1,000,000/\$1,000,000) and automobile liability (\$1,000,000). Pool retentions are \$25,000 per loss for property and \$600,000 aggregate for liability, with a \$100,000 per loss self-insurance retention. A third-party broker, with expertise in public entity pools, markets the program, identifies coverage lines and limits, and recommends the best insurer and insurance for procurement.

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

The City is self-insured for the employees' health care and worker's compensation claims. To account for and finance its uninsured health and worker's compensation claims, the City established the Employee Benefit Fund and the BWC Administration Fund (internal service funds). All operating funds of the City participate in the program and make payments to the Employee Benefit Fund and BWC Administration Fund based on actuarial estimates of the amounts needed to pay prior and current year claims. The City purchases specific stop loss insurance for health care claims, which exceed \$60,000 per covered individual in one year and aggregate stop loss coverage at 125% of annual expected claims. The City purchases stop loss insurance for worker's compensation claims, which exceed \$500,000 per occurrence.

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

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (7) – Risk management (continued)

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

	General Liability	Health Claims/ Workers Compensation
	<u>2012</u>	
Unpaid claims - January 1, 2012	\$ 189	\$ 389,619
Incurred claims	49,080	2,635,558
Payment of claims	(46,316)	(2,677,938)
Unpaid claims - December 31, 2012	\$ 2,953	\$ 347,239
	<u>2013</u>	
Unpaid claims - January 1, 2013	\$ 2,953	\$ 347,239
Incurred claims	32,164	3,294,453
Payment of claims	(35,117)	(3,354,848)
Unpaid claims - December 31, 2013	\$ -	\$ 286,844

A claims liability of \$286,844 in the Internal Service Fund accounts payable balance represents an estimate for incurred but unpaid claims liabilities and incurred but not reported claims liabilities. This is considered a component of accounts payable as reported within the Internal Service Fund.

Note (8) – Joint operating agreement

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

The Agreement shall exist until:

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

Note (9) – Subsequent events

The City has evaluated subsequent events through June 30, 2014 the date which the financial statements were available to be issued.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (10) – Contingent liabilities

(a) Grants

The City receives financial assistance from federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the City at December 31, 2013.

(b) Litigation

The City is a defendant in a number of lawsuits pertaining to matters, which are incidental to performing routine governmental functions. City management is of the opinion that ultimate settlement of such claims will not result in a material adverse effect on the City's financial position as of December 31, 2013.

Note (11) – Pension plans

(a) Ohio Public Employees Retirement System

Plan Description - The City participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan. Under the Combined Plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the Traditional Pension Plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the Member-Directed Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report which may be obtained by visiting <https://www.opers.org/investments/cafr.shtml>, writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

Funding Policy – The Ohio Revised Code provides statutory authority for member and employer contributions. For 2013, member and contribution rates were consistent across all three plans. The 2013 member contribution rates were 10.00% for members. The City's contribution rate for 2013 was 14.00% of covered payroll.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (11) – Pension plans (continued)

The City's contribution rate for pension benefits for members in the Traditional Plan for 2013 was 13.00%. The City's contribution rate for pension benefits for members in the Combined Plan for 2013 was 13.00%. The City's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2013, 2012, and 2011 were \$1,036,105, \$1,157,120, and \$1,153,927, respectively; 95.05% has been contributed for 2013 and 100% has been contributed for 2012 and 2011. The remaining 2013 pension liability has been reported as pension obligation payable on the basic financial statements. Contributions to the member-directed and combined plans for 2013 were \$14,155 made by the City and \$10,110 made by the plan members.

(b) Ohio Police and Fire Pension Fund

Plan Description - The City contributes to the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to the OP&F, 140 East Town Street, Columbus, Ohio 43215-5164 or by visiting the website at www.op-f.org.

Funding Policy - From January 1, 2013 through July 1, 2013, plan members were required to contribute 10.00% of their annual covered salary. From July 2, 2013 through December 31, 2013, plan members were required to contribute 10.75% of their annual covered salary. Throughout 2013, the City was required to contribute 19.50% and 24.00% for police officers and firefighters, respectively. Contribution rates are established by State statute.

For 2013, the portion of the City's contributions to fund pension obligations was 14.81% for January 1, 2013 through May 31, 2013 and 16.65% for June 1, 2013 through December 31, 2013 for police officers and 19.31% for January 1, 2013 through May 31, 2013 and 21.15% for June 1, 2013 through December 31, 2013 for firefighters. The City's required contributions for pension obligations to OP&F for police officers and firefighters for the years ended December 31, 2013, 2012 and 2011 were \$1,714,578, \$1,989,834, and \$1,991,719, respectively. The full amount has been contributed for 2012 and 2011. 89.09% has been contributed for 2013. The remaining 2013 pension liability has been reported as pension obligation payable on the basic financial statements.

Note (12) – Post retirement benefit plans

(a) Ohio Public Employees Retirement System

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

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

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (12) – Post retirement benefit plans (continued)

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

Disclosures for the healthcare plan are presented separately in the OPERS financial report which may be obtained by visiting <https://www.opers.org/investments/cafr.shtml>, writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

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

Employer contribution rates are expressed as a percentage of the covered payroll of active employees. In 2013, local government employers contributed 14.00% of covered payroll. Each year the OPERS' Retirement Board determines the portion of the employer contribution rate that will be set aside for the funding of the postemployment health care benefits. The portion of employer contributions allocated to fund post-employment healthcare for members in the Traditional Plan for 2013 was 1.00%. The portion of employer contributions allocated to fund post-employment healthcare for members in the Combined Plan for 2013 was 1.00%.

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

The City's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2013, 2012, and 2011 were \$79,666, \$330,589, and \$329,677, respectively; 95.05% has been contributed for 2013 and 100% has been contributed for 2012 and 2011. The remaining 2013 post-employment health care benefits liability has been reported as pension obligation payable on the basic financial statements.

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the recent passage of pension legislation under State Bill 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4 percent of the employer contributions toward the health care fund after the end of the transition period.

(b) Ohio Police and Fire Pension Fund

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

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

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (12) – Post retirement benefit plans (continued)

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

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

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

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan into the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. The portion of employer contributions allocated to health care was 4.69% of covered payroll from January 1, 2013 through May 31, 2013 and 2.85% of covered payroll from June 1, 2013 through December 31, 2013. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that the pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

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

The City's contributions to OP&F which were allocated to fund post-employment healthcare benefits for police officers and firefighters for the years ended December 31, 2013, 2012, and 2011 were \$332,483, \$614,100, and \$614,410, respectively. The full amount has been contributed for 2012 and 2011. 89.09% has been contributed for 2013. The remaining 2013 post-employment health care benefits liability has been reported as pension obligation payable on the basic financial statements.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (13) – City of Upper Arlington Community Improvement Corporation (CIC)

Summary of Significant Accounting Policies

Organization

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

Basis of Accounting.

The accounts are maintained and these financial statements are presented on the accrual basis and in conformity with accounting principles generally accepted in the United States of America.

Basis of Presentation

The financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) 117, Financial Statement for Not-For-Profit Organizations. Under SFAS No. 117, the Corporation is required to report information regarding its financial position and activities according to three classes of net position: unrestricted net position, temporarily restricted net position, and permanently restricted net position. At December 31, 2013, the net position of the CIC is unrestricted.

Cash and Cash Equivalents

For purposes of the Statement of Cash Flows and for presentation of the Statement of Financial Position, all cash in checking accounts is considered to be cash and cash equivalents.

Concentration of Credit Risk

The CIC maintains its cash account in one commercial bank in Ohio. The cash balance is fully insured within the limits guaranteed by the Federal Deposit Insurance Corporation.

Use of Estimates.

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

Tax Exempt Status

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

Restriction of Net Position

The CIC did not have any restrictions on cash as of December 31, 2013.

Contingent Liabilities

Management believes there are no pending claims or lawsuits.

**CITY OF UPPER ARLINGTON, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 DECEMBER 31, 2013**

Note (13) – City of Upper Arlington Community Improvement Corporation (CIC) (continued)

Risk Management

The CIC is subjected to certain types of risk related to torts and errors and omissions in the performance of its normal functions. The CIC has in place Director’s and Officers’ liability insurance coverage of up to \$1,000,000 per occurrence and \$1,000,000 in aggregate with a \$2,500 deductible. Settlements did not exceed insurance coverage in the past three years. There was no reduction in insurance coverage from the prior year.

Note (14) – Fund deficit

The following funds had a deficit fund balance as of December 31, 2013:

Fund	Deficit
<i>Major funds</i>	
Kingsdale Core TIF	\$ (627,900)
Solid Waste	(151,778)
<i>Nonmajor funds</i>	
Lane Ave. TIF	(113,044)
Chelsea TIF	(60,142)

These funds complied with Ohio State law, which does not permit a cash basis deficit at year end. The deficit fund balance in this fund resulted from an adjustment for accrued liabilities. The General Fund is responsible for any deficits in these funds and provides transfers when cash is required, rather than when accruals occur.

Note (15) – Restatements

(a) Major fund reclassification

The Street Construction Maintenance and Repair Fund and the Lane Ave Mixed Use Fund did not meet the definition of major funds during 2013. Therefore, the funds were reclassified as Other Governmental Funds. The reclassification of these funds resulted in changes to beginning of year balances as detailed in the tables below.

(b) Restatement of prior year balances

Beginning balance adjustments were necessary to properly reflect net position and fund balances based on reanalysis of accounts payable, interfund receivables/payables, and capital assets, net amounts reported at December 31, 2012. This reanalysis resulted in changes to beginning of year balances as detailed in the tables below.

(c) Change in Accounting Estimate

During the year, the City changed the capital asset capitalization threshold from \$2,500 to \$5,000. The change in this accounting estimate resulted in changes to beginning of year balances as detailed in the tables below.

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Note (15) – Restatements (continued)

	General	Kingsdale Core TIF	Street Construction Maintenance and Repair	Lane Ave Mixed Use TIF	Other Governmental
Fund balances, December 31, 2012	\$ 34,079,204	\$ (5,651,304)	\$ 475,366	\$ 1,576,788	\$ 3,700,170
Major fund reclassification	-	-	(475,366)	(1,576,788)	2,052,154
Restatement of prior year balances:					
Accounts payable	-	87,317	-	-	-
Interfund receivable/payable	250,000	-	-	-	(250,000)
Assets held for resale	-	4,800,000	-	-	-
Fund balances, January 1, 2013	<u>\$ 34,329,204</u>	<u>\$ (763,987)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,502,324</u>

	Governmental Activities	Business-type Activities	Water Surcharge	Sewer Surcharge	Stormwater	Swimming Pools
Net position, December 31, 2012	\$ 95,265,188	\$ 25,788,611	\$ 7,958,545	\$ 5,191,963	\$ 6,936,230	\$ 5,606,289
Restatement of prior year balances:						
Accounts payable	87,317	-	-	-	-	-
Capital assets, net	(5,199,425)	259,758	-	-	259,758	-
Assets held for resale	4,800,000	-	-	-	-	-
Change in accounting estimate:						
Capital assets	(1,852,358)	(187,393)	(9,403)	(49,663)	(82,725)	(45,602)
Accumulated depreciation	1,631,437	138,579	9,403	49,663	37,539	41,974
Fund balances, January 1, 2013	<u>\$ 94,732,159</u>	<u>\$ 25,999,555</u>	<u>\$ 7,958,545</u>	<u>\$ 5,191,963</u>	<u>\$ 7,150,802</u>	<u>\$ 5,602,661</u>

Note (16) – Change in Accounting Principles

For fiscal year 2013, the City has implemented GASB Statement No. 61, “The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34” and GASB Statement No. 66, “Technical Corrections-2012”.

GASB Statement No. 61 modifies certain requirements for inclusion of component units in the financial reporting entity. The Statement amends the criteria for reporting component units as if they were part of the primary government in certain circumstances. Finally, the Statement also clarifies the reporting of equity interests in legally separate organizations. The implementation of GASB Statement No. 61 did not have an effect on the financial statements of the City.

GASB Statement No. 66 improves accounting and financial reporting by resolving conflicting guidance that resulted from the issuance of two pronouncements; GASB Statement No. 54, “Fund Balance Reporting and Governmental Fund Type Definitions” and GASB Statement No. 62, “Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA pronouncements”. The implementation of GASB Statement No. 66 did not have an effect on the financial statements of the City.

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

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	GENERAL FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Income tax	\$ 15,780,900	\$ 16,507,670	\$ 16,788,915	\$ 281,245
Property and other local taxes	8,374,731	8,437,826	8,284,558	(153,268)
Payment in lieu of taxes	93,468	93,468	97,513	4,045
Charges for services	900,000	900,000	1,017,873	117,873
Licenses and permits	940,000	940,000	1,066,175	126,175
Fines and forfeitures	425,000	325,000	313,292	(11,708)
Intergovernmental	3,069,981	4,852,569	5,371,180	518,611
Investment earnings	167,020	267,695	355,782	88,087
Miscellaneous	1,686,694	1,346,694	1,715,059	368,365
	<u>31,437,794</u>	<u>33,670,922</u>	<u>35,010,347</u>	<u>1,339,425</u>
<u>EXPENDITURES:</u>				
Current:				
Police				
Personal services	7,076,362	7,076,362	6,840,382	235,980
Other than personal services	316,500	316,500	276,893	39,607
Capital outlay	21,000	144,500	132,732	11,768
Fire				
Personal services	8,035,309	8,035,309	7,404,227	631,082
Other than personal services	258,450	258,450	208,041	50,409
Board of Health				
Other than personal services	211,549	211,549	211,472	77
Parks and recreation				
Personal services	2,115,079	2,115,079	1,972,454	142,625
Other than personal services	798,800	798,800	770,613	28,187
Capital outlay	85,000	85,000	55,400	29,600
Development				
Personal services	945,250	945,250	911,879	33,371
Other than personal services	121,500	121,500	82,051	39,449
Public Service Administration				
Personal services	986,322	986,322	673,688	312,634
Other than personal services	50,650	50,650	33,620	17,030
Streets Administration				
Personal services	442,748	437,748	296,396	141,352
Other than personal services	12,200	24,500	14,502	9,998
Capital outlay	228,000	220,700	168,204	52,496
Electrical Division				
Capital outlay	234,200	240,300	240,235	65
Fleet Maintenance				
Personal services	520,969	520,969	481,601	39,368
Other than personal services	189,650	189,650	187,284	2,366
Utility Services				
Capital outlay	80,000	80,000	79,965	35

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2013

	GENERAL FUND			
	Adopted Budget	Revised Budget	Actual	Variance
City Manager				
Personal services	\$ 629,005	\$ 647,705	\$ 647,375	\$ 330
Other than personal services	118,255	99,555	78,845	20,710
City Attorney				
Personal services	615,081	615,081	603,409	11,672
Other than personal services	125,400	125,400	78,411	46,989
City Clerk				
Personal services	261,477	260,952	215,037	45,915
Other than personal services	12,500	13,025	13,023	2
Capital outlay	-	4,000	3,750	250
City Council				
Personal services	124,568	124,568	115,308	9,260
Other than personal services	12,000	12,000	3,650	8,350
Clerk of Court				
Personal services	159,691	159,691	156,776	2,915
Other than personal services	153,150	163,150	138,165	24,985
Finance				
Personal services	987,683	987,683	878,653	109,030
Other than personal services	169,520	169,520	146,343	23,177
Facilities Maintenance				
Personal services	-	6,500	6,242	258
Other than personal services	875,750	869,250	745,546	123,704
Information Technology				
Personal services	356,650	356,650	349,386	7,264
Other than personal services	487,175	487,175	460,657	26,518
Capital outlay	579,537	554,537	298,293	256,244
General Government				
Personal services	253,625	135,807	135,806	1
Other than personal services	1,396,000	1,513,818	1,493,609	20,209
Total expenditures	<u>30,046,605</u>	<u>30,165,205</u>	<u>27,609,923</u>	<u>2,555,282</u>
Excess of revenues over expenditures	<u>1,391,189</u>	<u>3,505,717</u>	<u>7,400,424</u>	<u>3,894,707</u>

(Continued)

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	GENERAL FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>OTHER FINANCING SOURCES (USES):</u>				
Proceeds from sale of capital assets	\$ -	\$ -	\$ 49,940	\$ 49,940
Transfers out	(4,103,346)	(9,498,273)	(9,407,618)	90,655
Advances in	1,379,711	1,379,711	600,000	(779,711)
Advances out	-	-	(61,770)	(61,770)
 Total other financing sources (uses)	<u>(2,723,635)</u>	<u>(8,118,562)</u>	<u>(8,819,448)</u>	<u>(700,886)</u>
 Net change in fund balance	(1,332,446)	(4,612,845)	(1,419,024)	3,193,821
 Fund balances at beginning of year	27,063,702	27,063,702	27,063,702	-
Lapsed encumbrances	94,464	94,464	94,464	-
 Fund balances at end of year	<u>\$ 25,825,720</u>	<u>\$ 22,545,321</u>	<u>\$ 25,739,142</u>	<u>\$ 3,193,821</u>

Reconciliation of the major differences between the budget basis and GAAP basis are as follows:

Net Change in Fund Balance

Budget Basis	\$ (1,419,024)
Emergency Medical Services Fund change	803,720
Economic Development Venture Fund change	(576,905)
Civil Service fund change	11,250
Net Adjustment for Revenue Accruals	(969,124)
Net Adjustment for Expenditure Accruals	(407,873)
Net Adjustment for Other Financing Sources (Uses)	(538,230)
Adjustment for Encumbrances	660,764
GAAP Basis	<u>\$ (2,435,422)</u>



CITY OF | **UPPER ARLINGTON**

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CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2013

Note (1) – Budgetary process

The City adopts annual expenditure budgets for all governmental, proprietary, and agency fund types, with the exception of the Flexible Benefits Fund. The CIC, a component unit of the City, does not adopt an annual expenditure budget. The City Council follows procedures outlined below in establishing the expenditure budget data reported in the Municipal Program of Services Adopted Budget for 2013 - 2014.

In October, the City Manager submits to City Council an estimate of the expenditures necessary to conduct the affairs of the City for the fiscal year commencing the following January 1. Budget estimates are distributed throughout the City including newspapers and libraries. Public hearings are held to obtain taxpayers' comments.

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

No transfer of appropriations can be made without City Council action, with the exception of certain transfers within a department's appropriation, within a fund, if the amounts are less than \$5,000. Expenditures cannot legally exceed appropriations at the character level. During 2013 various transfers of appropriations, supplemental appropriations, and reductions in appropriation were made in the following amounts:

Fund Type	Increase/ (Decrease)
General Fund	\$ 5,513,527
Special Revenue Funds	379,460
Debt Service Fund	9,421,859
Capital Projects Funds	(604,107)
Enterprise Funds	66,300
Internal Service Funds	-
Agency Funds	(325,461)

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

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

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

CITY OF UPPER ARLINGTON, OHIO
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2013

Note (2) – General fund budgetary highlights

The difference between the original budget and the final amended budget was \$5,513,527 and is summarized as follows:

- \$5,394,927 for increasing fund transfers to the Estate Tax Capital Projects Fund and Solid Waste Fund while reducing transfers to the Street Construction Maintenance and Repair Fund and the Economic Development Venture Fund.
- \$108,600 to provide for additional capital outlay expenses within the police, electrical and City Clerk departments, while reducing capital outlay in the Information Technology department.
- \$10,000 for additional expenses within the Clerk of Court department.



CITY OF | **UPPER ARLINGTON**

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D. OTHER SUPPLEMENTARY INFORMATION

CITY OF UPPER ARLINGTON, OHIO

FUND DESCRIPTIONS – MAJOR GOVERNMENTAL FUNDS

General Fund

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

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

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

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

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

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

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

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

Civil Service Account – Established in 1995 pursuant to C.O. Section 225.04, this Fund is used to pay the expenses associated with the Civil Service Commission. The money is transferred from the General Fund and used to pay the Civil Service Commission Secretary and the cost of tests that are required for promotional examinations. For financial reporting purposes, other than budgetary, this fund is reported within the General Fund. The Civil Service account is shown as a special revenue fund in the budgetary statements but as a general fund account in the GAAP statements.

Economic Development Venture Account – Established by C.O. 225.06 the fund commenced in January 1999 to stimulate investment in Upper Arlington by providing incentives and maintaining an attractive economic climate for business and expansion and new business recruitment. The Economic Development Venture account is shown as a special revenue fund in the budgetary statements but as a general fund account in the GAAP statements.

General Obligation Bond Retirement Fund

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

CITY OF UPPER ARLINGTON

FUND DESCRIPTIONS – MAJOR GOVERNMENTAL FUNDS

Capital Projects Funds

Bonded Improvement Fund

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

Estate Tax Capital Projects Fund

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

Kingsdale Core Tax Incentive Financing (TIF) Fund

Established by Ordinance 104-2009, this fund was created to receive the payments in lieu of taxes (PILOT) for the redevelopment of the retail portion of the Kingsdale Shopping Center. The redevelopment began in 2010. Reimbursement to the City for these improvements began in 2012.

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL OPERATING ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2013

	GENERAL OPERATING ACCOUNT			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Income tax	\$ 13,676,850	\$ 14,306,850	\$ 14,550,953	\$ 244,103
Property and other local taxes	5,356,518	5,447,511	5,355,048	(92,463)
Charges for services	900,000	900,000	1,017,873	117,873
Licenses and permits	940,000	940,000	1,066,175	126,175
Fines and forfeitures	425,000	325,000	313,292	(11,708)
Intergovernmental	2,765,201	4,529,252	5,034,179	504,927
Investment earnings	164,120	264,120	349,870	85,750
Miscellaneous	1,582,000	1,242,000	1,554,873	312,873
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	25,809,689	27,954,733	29,242,263	1,287,530
<u>EXPENDITURES:</u>				
Current:				
Police				
Personal services	7,076,362	7,076,362	6,840,382	235,980
Other than personal services	316,500	316,500	276,893	39,607
Fire				
Personal services	8,035,309	8,035,309	7,404,227	631,082
Other than personal services	258,450	258,450	208,041	50,409
Board of Health				
Other than personal services	211,549	211,549	211,472	77
Parks and recreation				
Personal services	2,115,079	2,115,079	1,972,454	142,625
Other than personal services	798,800	798,800	770,613	28,187
Development				
Personal services	945,250	945,250	911,879	33,371
Other than personal services	121,500	121,500	82,051	39,449
Public Service Administration				
Personal services	986,322	986,322	673,688	312,634
Other than personal services	50,650	50,650	33,620	17,030
Streets Administration				
Personal services	442,748	437,748	296,396	141,352
Other than personal services	12,200	21,000	11,391	9,609
Fleet Maintenance				
Personal services	520,969	520,969	481,601	39,368
Other than personal services	189,650	189,650	187,284	2,366
City Manager				
Personal services	629,005	647,705	647,375	330
Other than personal services	118,255	99,555	78,845	20,710
City Attorney				
Personal services	615,081	615,081	603,409	11,672
Other than personal services	125,400	125,400	78,411	46,989

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL OPERATING ACCOUNT (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2013

	GENERAL OPERATING ACCOUNT (Continued)			
	Adopted Budget	Revised Budget	Actual	Variance
City Clerk				
Personal services	261,477	260,952	215,037	45,915
Other than personal services	12,500	13,025	13,023	2
City Council				
Personal services	124,568	124,568	115,308	9,260
Other than personal services	12,000	12,000	3,650	8,350
Clerk of Court				
Personal services	159,691	159,691	156,776	2,915
Other than personal services	153,150	163,150	138,165	24,985
Finance				
Personal services	987,683	987,683	878,653	109,030
Other than personal services	169,520	169,520	146,343	23,177
Facilities Maintenance				
Personal services	-	6,500	6,242	258
Other than personal services	875,750	869,250	745,546	123,704
Information Technology				
Personal services	356,650	356,650	349,386	7,264
Other than personal services	487,175	487,175	460,657	26,518
General Government				
Personal services	253,625	135,807	135,806	1
Other than personal services	1,346,000	1,463,818	1,458,492	5,326
Total expenditures	<u>28,768,868</u>	<u>28,782,668</u>	<u>26,593,116</u>	<u>2,189,552</u>
Excess (deficiency) of revenues over expenditures	<u>(2,959,179)</u>	<u>(827,935)</u>	<u>2,649,147</u>	<u>3,477,082</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Proceeds from sale of capital assets	-	-	49,940	49,940
Transfers out	(1,511,216)	(6,906,143)	(6,815,488)	90,655
Advances in	1,379,711	1,379,711	600,000	(779,711)
Advances out	-	-	(61,770)	(61,770)
Interaccount transfers in	2,550,000	2,550,000	2,531,646	(18,354)
Total other financing sources (uses)	<u>2,418,495</u>	<u>(2,976,432)</u>	<u>(3,695,672)</u>	<u>(719,240)</u>
Net change in fund balance	(540,684)	(3,804,367)	(1,046,525)	2,757,842
Fund balances at beginning of year	19,308,244	19,308,244	19,308,244	-
Lapsed encumbrances	93,431	93,431	93,431	-
Fund balances at end of year	<u>\$ 18,860,991</u>	<u>\$ 15,597,308</u>	<u>\$ 18,355,150</u>	<u>\$ 2,757,842</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CAPITAL ASSET MANAGEMENT ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2013

	CAPITAL ASSET MANAGEMENT ACCOUNT			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Income tax	\$ 2,104,050	\$ 2,200,820	\$ 2,237,962	\$ 37,142
Total revenues	2,104,050	2,200,820	2,237,962	37,142
<u>EXPENDITURES:</u>				
Current:				
Total expenditures	-	-	-	-
Excess of revenues over expenditures	2,104,050	2,200,820	2,237,962	37,142
<u>OTHER FINANCING (USES):</u>				
Transfers out	(2,592,130)	(2,592,130)	(2,592,130)	-
Total other financing (uses)	(2,592,130)	(2,592,130)	(2,592,130)	-
Net change in fund balance	(488,080)	(391,310)	(354,168)	37,142
Fund balances at beginning of year	6,305,056	6,305,056	6,305,056	-
Fund balances at end of year	\$ 5,816,976	\$ 5,913,746	\$ 5,950,888	\$ 37,142

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
POLICE AND FIRE PENSION ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2013

	POLICE AND FIRE PENSION ACCOUNT			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Property and other local taxes	\$ 2,329,000	\$ 2,301,102	\$ 2,254,320	\$ (46,782)
Intergovernmental	304,780	323,317	337,001	13,684
	2,633,780	2,624,419	2,591,321	(33,098)
<u>EXPENDITURES:</u>				
Current:				
Total expenditures	-	-	-	-
Excess of revenues over expenditures	2,633,780	2,624,419	2,591,321	(33,098)
<u>OTHER FINANCING (USES):</u>				
Interaccount transfers out	(2,550,000)	(2,550,000)	(2,531,646)	18,354
Total other financing (uses)	(2,550,000)	(2,550,000)	(2,531,646)	18,354
Net change in fund balance	83,780	74,419	59,675	(14,744)
Fund balances at beginning of year	213,067	213,067	213,067	-
Fund balances at end of year	\$ 296,847	\$ 287,486	\$ 272,742	\$ (14,744)

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CAPITAL EQUIPMENT ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2013

	CAPITAL EQUIPMENT ACCOUNT			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Property and other local taxes	\$ 689,213	\$ 689,213	\$ 675,190	\$ (14,023)
Payment in lieu of taxes	93,468	93,468	97,513	4,045
Total revenues	782,681	782,681	772,703	(9,978)
<u>EXPENDITURES:</u>				
Current:				
Police				
Capital outlay	21,000	144,500	132,732	11,768
Parks and recreation				
Capital outlay	85,000	85,000	55,400	29,600
Streets Administration				
Other than personal services	-	3,500	3,111	389
Capital outlay	228,000	220,700	168,204	52,496
Electrical Division				
Capital outlay	234,200	240,300	240,235	65
Utility Services				
Capital outlay	80,000	80,000	79,965	35
City Clerk				
Capital outlay	-	4,000	3,750	250
Information Technology				
Capital outlay	448,000	423,000	191,253	231,747
Total expenditures	1,096,200	1,201,000	874,650	326,350
Net change in fund balance	(313,519)	(418,319)	(101,947)	316,372
Fund balances at beginning of year	433,222	433,222	433,222	-
Fund balances at end of year	\$ 119,703	\$ 14,903	\$ 331,275	\$ 316,372

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SELF-INSURED LOSS ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2013

	SELF-INSURED LOSS ACCOUNT			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Investment earnings	\$ 2,900	\$ 3,575	\$ 5,912	\$ 2,337
Miscellaneous	10,000	10,000	25,604	15,604
Total revenues	12,900	13,575	31,516	17,941
<u>EXPENDITURES:</u>				
Current:				
General Government				
Other than personal services	50,000	50,000	35,117	14,883
Total expenditures	50,000	50,000	35,117	14,883
Net change in fund balance	(37,100)	(36,425)	(3,601)	32,824
Fund balances at beginning of year	724,801	724,801	724,801	-
Fund balances at end of year	\$ 687,701	\$ 688,376	\$ 721,200	\$ 32,824

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COMMUNICATIONS AND TECHNOLOGY ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2013

	COMMUNICATIONS AND TECHNOLOGY ACCOUNT			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Miscellaneous	\$ 94,694	\$ 94,694	\$ 134,582	\$ 39,888
Total revenues	<u>94,694</u>	<u>94,694</u>	<u>134,582</u>	<u>39,888</u>
<u>EXPENDITURES:</u>				
Current:				
Information Technology				
Capital outlay	131,537	131,537	107,040	24,497
Total expenditures	<u>131,537</u>	<u>131,537</u>	<u>107,040</u>	<u>24,497</u>
Net change in fund balance	<u>(36,843)</u>	<u>(36,843)</u>	<u>27,542</u>	<u>64,385</u>
Fund balances at beginning of year	79,312	79,312	79,312	-
Lapsed encumbrances	1,033	1,033	1,033	-
Fund balances at end of year	<u>\$ 43,502</u>	<u>\$ 43,502</u>	<u>\$ 107,887</u>	<u>\$ 64,385</u>



CITY OF | **UPPER ARLINGTON**

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CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TOTAL GENERAL FUND ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2013

	TOTAL GENERAL FUND ACCOUNTS			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Income tax	\$ 15,780,900	\$ 16,507,670	\$ 16,788,915	\$ 281,245
Property and other local taxes	8,374,731	8,437,826	8,284,558	(153,268)
Payment in lieu of taxes	93,468	93,468	97,513	4,045
Charges for services	900,000	900,000	1,017,873	117,873
Licenses and permits	940,000	940,000	1,066,175	126,175
Fines and forfeitures	425,000	325,000	313,292	(11,708)
Intergovernmental	3,069,981	4,852,569	5,371,180	518,611
Investment earnings	167,020	267,695	355,782	88,087
Miscellaneous	1,686,694	1,346,694	1,715,059	368,365
	31,437,794	33,670,922	35,010,347	1,339,425
<u>EXPENDITURES:</u>				
Current:				
Police				
Personal services	7,076,362	7,076,362	6,840,382	235,980
Other than personal services	316,500	316,500	276,893	39,607
Capital outlay	21,000	144,500	132,732	11,768
Fire				
Personal services	8,035,309	8,035,309	7,404,227	631,082
Other than personal services	258,450	258,450	208,041	50,409
Board of Health				
Other than personal services	211,549	211,549	211,472	77
Parks and recreation				
Personal services	2,115,079	2,115,079	1,972,454	142,625
Other than personal services	798,800	798,800	770,613	28,187
Capital outlay	85,000	85,000	55,400	29,600
Development				
Personal services	945,250	945,250	911,879	33,371
Other than personal services	121,500	121,500	82,051	39,449
Public Service Administration				
Personal services	986,322	986,322	673,688	312,634
Other than personal services	50,650	50,650	33,620	17,030
Streets Administration				
Personal services	442,748	437,748	296,396	141,352
Other than personal services	12,200	24,500	14,502	9,998
Capital outlay	228,000	220,700	168,204	52,496
Electrical Division				
Capital outlay	234,200	240,300	240,235	65
Fleet Maintenance				
Personal services	520,969	520,969	481,601	39,368
Other than personal services	189,650	189,650	187,284	2,366
Utility Services				
Capital outlay	80,000	80,000	79,965	35

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TOTAL GENERAL FUND ACCOUNTS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2013

	TOTAL GENERAL FUND ACCOUNTS			
	Adopted Budget	Revised Budget	Actual	Variance
City Manager				
Personal services	\$ 629,005	\$ 647,705	\$ 647,375	\$ 330
Other than personal services	118,255	99,555	78,845	20,710
City Attorney				
Personal services	615,081	615,081	603,409	11,672
Other than personal services	125,400	125,400	78,411	46,989
City Clerk				
Personal services	261,477	260,952	215,037	45,915
Other than personal services	12,500	13,025	13,023	2
Capital outlay	-	4,000	3,750	250
City Council				
Personal services	124,568	124,568	115,308	9,260
Other than personal services	12,000	12,000	3,650	8,350
Clerk of Court				
Personal services	159,691	159,691	156,776	2,915
Other than personal services	153,150	163,150	138,165	24,985
Finance				
Personal services	987,683	987,683	878,653	109,030
Other than personal services	169,520	169,520	146,343	23,177
Facilities Maintenance				
Personal services	-	6,500	6,242	258
Other than personal services	875,750	869,250	745,546	123,704
Information Technology				
Personal services	356,650	356,650	349,386	7,264
Other than personal services	487,175	487,175	460,657	26,518
Capital outlay	579,537	554,537	298,293	256,244
General Government				
Personal services	253,625	135,807	135,806	1
Other than personal services	1,396,000	1,513,818	1,493,609	20,209
Total expenditures	<u>30,046,605</u>	<u>30,165,205</u>	<u>27,609,923</u>	<u>2,555,282</u>
Excess of revenues over expenditures	<u>1,391,189</u>	<u>3,505,717</u>	<u>7,400,424</u>	<u>3,894,707</u>

(Continued)

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TOTAL GENERAL FUND ACCOUNTS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2013

	TOTAL GENERAL FUND ACCOUNTS			
	Adopted Budget	Revised Budget	Actual	Variance
<u>OTHER FINANCING SOURCES (USES):</u>				
Proceeds from sale of capital assets	\$ -	\$ -	\$ 49,940	\$ 49,940
Transfers out	(4,103,346)	(9,498,273)	(9,407,618)	90,655
Advances in	1,379,711	1,379,711	600,000	(779,711)
Advances out	-	-	(61,770)	(61,770)
Interaccount transfers in	2,550,000	2,550,000	2,531,646	(18,354)
Interaccount transfers out	(2,550,000)	(2,550,000)	(2,531,646)	18,354
Total other financing sources (uses)	<u>(2,723,635)</u>	<u>(8,118,562)</u>	<u>(8,819,448)</u>	<u>(700,886)</u>
Net change in fund balance	(1,332,446)	(4,612,845)	(1,419,024)	3,193,821
Fund balances at beginning of year	27,063,702	27,063,702	27,063,702	-
Lapsed encumbrances	94,464	94,464	94,464	-
Fund balances at end of year	<u>\$ 25,825,720</u>	<u>\$ 22,545,321</u>	<u>\$ 25,739,142</u>	<u>\$ 3,193,821</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL OBLIGATION BOND RETIREMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	GENERAL OBLIGATION BOND RETIREMENT FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Property and other local taxes	\$ 828,943	\$ 744,350	\$ 851,988	\$ 107,638
Intergovernmental	388,214	679,788	313,039	(366,749)
Total revenues	<u>1,217,157</u>	<u>1,424,138</u>	<u>1,165,027</u>	<u>(259,111)</u>
<u>EXPENDITURES:</u>				
Current:				
Finance				
Other than personal services	4,412,162	14,043,302	13,953,126	90,176
Total expenditures	<u>4,412,162</u>	<u>14,043,302</u>	<u>13,953,126</u>	<u>90,176</u>
Excess expenditures over revenues	<u>(3,195,005)</u>	<u>(12,619,164)</u>	<u>(12,788,099)</u>	<u>(168,935)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Proceeds from refunding bonds	-	8,640,000	8,640,000	-
Premium on refunding bonds	-	781,859	774,565	(7,294)
Transfers in	3,224,215	3,197,305	3,404,285	206,980
Total other financing sources (uses)	<u>3,224,215</u>	<u>12,619,164</u>	<u>12,818,850</u>	<u>199,686</u>
Net change in fund balance	29,210	-	30,751	30,751
Fund balances at beginning of year	485,420	485,420	485,420	-
Fund balances at end of year	<u>\$ 514,630</u>	<u>\$ 485,420</u>	<u>\$ 516,171</u>	<u>\$ 30,751</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BONDED IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	BONDED IMPROVEMENT FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Investment Earnings	\$ 35,000	\$ 35,000	\$ 2,069	\$ (32,931)
 Total revenues	35,000	35,000	2,069	(32,931)
 <u>EXPENDITURES:</u>				
Current:				
Streets Division				
Personal services	-	51,435	51,434	1
Capital outlay	2,895,588	2,844,153	944,418	1,899,735
 Total expenditures	2,895,588	2,895,588	995,852	1,899,736
 Net change in fund balance	(2,860,588)	(2,860,588)	(993,783)	1,866,805
 Fund balances at beginning of year	5,698,639	5,698,639	5,698,639	-
Lapsed encumbrances	539,400	539,400	539,400	-
 Fund balances at end of year	\$ 3,377,451	\$ 3,377,451	\$ 5,244,256	\$ 1,866,805

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ESTATE TAX CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	ESTATE TAX CAPITAL PROJECTS FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Intergovernmental	\$ -	\$ -	\$ 18,596	\$ 18,596
Investment Earnings	43,100	43,800	106,444	62,644
Total revenues	<u>43,100</u>	<u>43,800</u>	<u>125,040</u>	<u>81,240</u>
<u>EXPENDITURES:</u>				
Current:				
Streets Division				
Personal services	-	57,225	57,221	4
Capital outlay	3,639,677	3,811,976	3,778,271	33,705
Total expenditures	<u>3,639,677</u>	<u>3,869,201</u>	<u>3,835,492</u>	<u>33,709</u>
Excess (deficiency) of revenues over expenditures	<u>(3,596,577)</u>	<u>(3,825,401)</u>	<u>(3,710,452)</u>	<u>114,949</u>
<u>OTHER FINANCING SOURCES:</u>				
Transfers in	-	-	5,729,372	5,729,372
Total other financing sources	<u>-</u>	<u>-</u>	<u>5,729,372</u>	<u>5,729,372</u>
Net change in fund balance	(3,596,577)	(3,825,401)	2,018,920	5,844,321
Fund balances at beginning of year	10,977,857	10,977,857	10,977,857	-
Lapsed encumbrances	180,035	180,035	180,035	-
Fund balances at end of year	<u>\$ 7,561,315</u>	<u>\$ 7,332,491</u>	<u>\$ 13,176,812</u>	<u>\$ 5,844,321</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
KINGSDALE CORE TIF FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	KINGSDALE CORE TIF FUND			
	Adopted	Revised	Actual	Variance
	Budget	Budget		
<u>REVENUES:</u>				
Payments in lieu of taxes	\$ 325,000	\$ 325,000	\$ 349,894	\$ 24,894
Total revenues	<u>325,000</u>	<u>325,000</u>	<u>349,894</u>	<u>24,894</u>
<u>EXPENDITURES:</u>				
Current:				
Streets Division				
Personal services	-	100	30	70
Finance				
Personal services	-	2,650	-	2,650
Other than personal services	5,023,000	5,043,250	5,042,453	797
Total expenditures	<u>5,023,000</u>	<u>5,046,000</u>	<u>5,042,483</u>	<u>3,517</u>
Excess of expenditures over revenues	<u>(4,698,000)</u>	<u>(4,721,000)</u>	<u>(4,692,589)</u>	<u>28,411</u>
<u>OTHER FINANCING SOURCES:</u>				
Proceeds from notes	4,800,000	4,800,000	4,800,000	-
Premium on notes issued	-	-	28,656	28,656
Total other financing sources	<u>4,800,000</u>	<u>4,800,000</u>	<u>4,828,656</u>	<u>28,656</u>
Net change in fund balance	102,000	79,000	136,067	57,067
Fund balances at beginning of year	254,033	254,033	254,033	-
Fund balances at end of year	<u>\$ 356,033</u>	<u>\$ 333,033</u>	<u>\$ 390,100</u>	<u>\$ 57,067</u>



CITY OF | **UPPER ARLINGTON**

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CITY OF UPPER ARLINGTON

FUND DESCRIPTIONS – NONMAJOR GOVERNMENTAL FUNDS

Nonmajor Special Revenue Funds

Tax Incentive Review Fund

Created by C.O. 225.07, the fund receives deposits of fees required when agreements are entered into under Section 3735 of the Ohio Revised Code. These fees are used exclusively for the purpose of performing the duties of the Tax Incentive Review Board.

Street Construction Maintenance and Repair Fund

The Ohio Revised Code Sections 4501.04 and 5735.27 requires this separate fund to account for receipts from the licensing of motor vehicles and receipts from fuel taxes. The funds are used for the construction, maintenance and repair of the City's streets.

Law Enforcement Fund

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

Tree Planting Fund

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

Enforcement Education Fund

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

Mayor's Court Computer Fund

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

Mayor's Court Special Project Fund

Established in 2013 pursuant to C.O. Section 171.08, the Mayor's Court collects a \$10.00 fee on each case as allowed by Ohio Revised Code 1901.26(B)(1). Revenues are to be used to pay the cost of special projects of the court including, but not limited to, the acquisition of additional facilities or rehabilitation of existing facilities, the acquisition of equipment, the hiring and training of staff, community service programs, mediation or dispute resolution services, the employment of magistrates, the training and education of magistrates, and other related services.

Life Long Learning and Leisure Fund

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

CITY OF UPPER ARLINGTON

FUND DESCRIPTIONS – NONMAJOR GOVERNMENTAL FUNDS

Nonmajor Special Revenue Funds, continued

FEMA Fund

This fund is used to account for the grant revenues and associated expenses with the City's claim for public assistance from the Federal Emergency Management Agency in accordance with the federal disaster declaration made following a severe storm on June 29, 2012.

Neighborhood Lighting Fund

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

Clerk of Court Fund

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

Upper Arlington Visitor's Bureau Fund

Established in 2013 pursuant to C. O. Section 202, this fund collects 50% of the 3% hotel/motel excise tax levied in accordance with Ohio Revised Code Section 5379.09. Revenues are to be used solely to make contributions to convention and visitors' bureaus operating within Franklin County as directed by City Council.

Nonmajor Capital Project Funds

Tax Increment Financing (TIF) Districts

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

Infrastructure Improvement Fund

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

**CITY OF UPPER ARLINGTON, OHIO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2013**

	Nonmajor Special Revenue	Nonmajor Capital Projects	Total Nonmajor Governmental
Assets:			
Cash, cash equivalents and investments	\$ 2,112,546	\$ 3,629,633	\$ 5,742,179
Receivables (net of allowances):			
Property and other taxes	3,011	-	3,011
Payments in lieu of taxes	-	837,053	837,053
Accounts	5,258	-	5,258
Accrued interest	3,454	-	3,454
Intergovernmental	789,568	858,823	1,648,391
Materials and supplies inventory	33,617	-	33,617
Total assets	\$ 2,947,454	\$ 5,325,509	\$ 8,272,963
Liabilities:			
Accounts payable	\$ 71,287	\$ 59,014	\$ 130,301
Accrued wages and benefits	54,229	-	54,229
Due to other governments	786	-	786
Advances from other funds	-	940,770	940,770
Pension obligation payable	8,942	-	8,942
Due to other funds	22,733	276	23,009
Total liabilities	157,977	1,000,060	1,158,037
Deferred Inflows of Resources	543,351	1,695,876	2,239,227
Fund Balance:			
Nonspendable:			
Inventory	33,617	-	33,617
Restricted:			
Capital projects	-	1,522,444	1,522,444
Street construction, maintenance and repairs	345,587	-	345,587
Public safety	1,240,381	-	1,240,381
Other purposes	39,291	-	39,291
Committed:			
Capital projects	469,520	1,280,315	1,749,835
Parks and recreation	117,730	-	117,730
Assigned:			
Unassigned (deficit)	-	(173,186)	(173,186)
Total fund balance	2,246,126	2,629,573	4,875,699
Total liabilities, deferred inflows of resources, and fund balances	\$ 2,947,454	\$ 5,325,509	\$ 8,272,963

CITY OF UPPER ARLINGTON, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013

	Nonmajor Special Revenue	Nonmajor Capital Projects	Total Nonmajor Governmental
Revenues:			
Property and other taxes	\$ 14,690	\$ -	\$ 14,690
Payments in lieu of taxes	-	675,771	675,771
Charges for services	231,288	-	231,288
Fines and forfeitures	32,139	-	32,139
Intergovernmental	1,624,374	41,926	1,666,300
Investment earnings	(4,669)	-	(4,669)
Miscellaneous	12,865	-	12,865
Total revenues	<u>1,910,687</u>	<u>717,697</u>	<u>2,628,384</u>
Expenditures:			
Current:			
General government	5,000	160,677	165,677
Public safety	217,379	-	217,379
Public services	2,038,392	365,150	2,403,542
Parks and recreation	153,201	-	153,201
Capital outlay	20,775	1,102,549	1,123,324
Total expenditures	<u>2,434,747</u>	<u>1,628,376</u>	<u>4,063,123</u>
Excess of expenditures over revenues	(524,060)	(910,679)	(1,434,739)
Other Financing Sources (Uses):			
Sale of capital assets	88,184	-	88,184
Transfers in	150,000	750,000	900,000
Transfers out	-	(180,070)	(180,070)
Total other financing sources (uses)	<u>238,184</u>	<u>569,930</u>	<u>808,114</u>
Net change in fund balances	(285,876)	(340,749)	(626,625)
Fund balance at beginning of year, restated	2,532,002	2,970,322	5,502,324
Fund balance at end of year	<u>\$ 2,246,126</u>	<u>\$ 2,629,573</u>	<u>\$ 4,875,699</u>

**CITY OF UPPER ARLINGTON, OHIO
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2013**

	Tax Incentive Review	Street Construction Maintenance and Repair	Law Enforcement	Tree Planting	Enforcement Education
Assets:					
Cash, cash equivalents and investments	\$ 24,601	\$ 211,482	\$ 1,092,326	\$ 62,567	\$ 13,642
Receivables (net of allowances):					
Property and other taxes	-	-	-	-	-
Accounts	-	-	-	600	-
Accrued interest	-	412	2,128	-	-
Intergovernmental	-	787,500	2,068	-	-
Materials and supplies inventory	-	33,617	-	-	-
Total assets	\$ 24,601	\$ 1,033,011	\$ 1,096,522	\$ 63,167	\$ 13,642
Liabilities:					
Accounts payable	\$ -	\$ 60,870	\$ -	\$ -	\$ -
Accrued wages and benefits	-	44,903	7,434	-	-
Due to other governments	-	651	108	-	-
Pension obligation payable	-	7,403	1,227	-	-
Due to other funds	-	20,350	2,209	-	-
Total liabilities	-	134,177	10,978	-	-
Deferred Inflows of Resources	-	519,630	161	-	-
Fund Balance:					
Nonspendable:					
Inventory	-	33,617	-	-	-
Restricted:					
Street construction, maintenance and repairs	-	345,587	-	-	-
Public safety	-	-	1,085,383	-	13,642
Other purposes	24,601	-	-	-	-
Committed:					
Capital projects	-	-	-	-	-
Parks and recreation	-	-	-	63,167	-
Total fund balance	24,601	379,204	1,085,383	63,167	13,642
Total liabilities, deferred inflows of resources, and fund balances	\$ 24,601	\$ 1,033,011	\$ 1,096,522	\$ 63,167	\$ 13,642

Mayor's Court Computer	Mayor's Court Special Project	Life Long Learning and Leisure	FEMA	Neighborhood Lighting	Clerk of Court	Upper Arlington Visitor's Bureau	Total Nonmajor Special Revenue Funds
\$ 71,512	\$ 11,758	\$ 85,554	\$ -	\$ 469,314	\$ 58,111	\$ 11,679	\$ 2,112,546
-	-	-	-	-	-	3,011	3,011
-	-	1,569	-	3,089	-	-	5,258
-	-	-	-	914	-	-	3,454
-	-	-	-	-	-	-	789,568
-	-	-	-	-	-	-	33,617
<u>\$ 71,512</u>	<u>\$ 11,758</u>	<u>\$ 87,123</u>	<u>\$ -</u>	<u>\$ 473,317</u>	<u>\$ 58,111</u>	<u>\$ 14,690</u>	<u>\$ 2,947,454</u>
\$ -	\$ -	\$ 9,879	\$ -	\$ 513	\$ 25	\$ -	\$ 71,287
-	-	1,892	-	-	-	-	54,229
-	-	27	-	-	-	-	786
-	-	312	-	-	-	-	8,942
-	-	25	-	149	-	-	22,733
<u>-</u>	<u>-</u>	<u>12,135</u>	<u>-</u>	<u>662</u>	<u>25</u>	<u>-</u>	<u>157,977</u>
-	-	20,425	-	3,135	-	-	543,351
-	-	-	-	-	-	-	33,617
-	-	-	-	-	-	-	345,587
71,512	11,758	-	-	-	58,086	-	1,240,381
-	-	-	-	-	-	14,690	39,291
-	-	-	-	469,520	-	-	469,520
-	-	54,563	-	-	-	-	117,730
<u>71,512</u>	<u>11,758</u>	<u>54,563</u>	<u>-</u>	<u>469,520</u>	<u>58,086</u>	<u>14,690</u>	<u>2,246,126</u>
<u>\$ 71,512</u>	<u>\$ 11,758</u>	<u>\$ 87,123</u>	<u>\$ -</u>	<u>\$ 473,317</u>	<u>\$ 58,111</u>	<u>\$ 14,690</u>	<u>\$ 2,947,454</u>

CITY OF UPPER ARLINGTON, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013

	Tax Incentive Review	Street Construction Maintenance and Repair	Law Enforcement	Tree Planting	Enforcement Education
Revenues:					
Property and other taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	21,759	-
Fines and forfeitures	-	-	-	-	2,639
Intergovernmental	-	1,616,707	7,667	-	-
Investment earnings	-	(1,287)	(2,448)	-	-
Miscellaneous	3,874	8,991	-	-	-
Total revenues	<u>3,874</u>	<u>1,624,411</u>	<u>5,219</u>	<u>21,759</u>	<u>2,639</u>
Expenditures:					
Current:					
General government	5,000	-	-	-	-
Public safety	-	-	199,052	-	291
Public services	-	1,870,573	-	-	-
Parks and recreation	-	-	-	9,230	-
Capital outlay	-	-	20,775	-	-
Total expenditures	<u>5,000</u>	<u>1,870,573</u>	<u>219,827</u>	<u>9,230</u>	<u>291</u>
Excess (deficiency) of revenues over (under) expenditures	(1,126)	(246,162)	(214,608)	12,529	2,348
Other Financing Sources:					
Sale of capital assets	-	-	88,184	-	-
Transfers in	-	150,000	-	-	-
Total other financing sources	<u>-</u>	<u>150,000</u>	<u>88,184</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,126)	(96,162)	(126,424)	12,529	2,348
Fund balance at beginning of year	25,727	475,366	1,211,807	50,638	11,294
Fund balance at end of year	<u>\$ 24,601</u>	<u>\$ 379,204</u>	<u>\$ 1,085,383</u>	<u>\$ 63,167</u>	<u>\$ 13,642</u>

Mayor's Court Computer	Mayor's Court Special Project	Life Long Learning and Leisure	FEMA	Neighborhood Lighting	Clerk of Court	Upper Arlington Visitor's Bureau	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,690	\$ 14,690
-	-	149,130	-	60,399	-	-	231,288
8,871	11,758	-	-	-	8,871	-	32,139
-	-	-	-	-	-	-	1,624,374
-	-	-	-	(934)	-	-	(4,669)
-	-	-	-	-	-	-	12,865
<u>8,871</u>	<u>11,758</u>	<u>149,130</u>	<u>-</u>	<u>59,465</u>	<u>8,871</u>	<u>14,690</u>	<u>1,910,687</u>
-	-	-	-	-	-	-	5,000
9,320	-	-	-	-	8,716	-	217,379
-	-	-	131,004	36,815	-	-	2,038,392
-	-	143,971	-	-	-	-	153,201
-	-	-	-	-	-	-	20,775
<u>9,320</u>	<u>-</u>	<u>143,971</u>	<u>131,004</u>	<u>36,815</u>	<u>8,716</u>	<u>-</u>	<u>2,434,747</u>
(449)	11,758	5,159	(131,004)	22,650	155	14,690	(524,060)
-	-	-	-	-	-	-	88,184
-	-	-	-	-	-	-	150,000
-	-	-	-	-	-	-	238,184
(449)	11,758	5,159	(131,004)	22,650	155	14,690	(285,876)
71,961	-	49,404	131,004	446,870	57,931	-	2,532,002
<u>\$ 71,512</u>	<u>\$ 11,758</u>	<u>\$ 54,563</u>	<u>\$ -</u>	<u>\$ 469,520</u>	<u>\$ 58,086</u>	<u>\$ 14,690</u>	<u>\$ 2,246,126</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TAX INCENTIVE REVIEW FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

TAX INCENTIVE REVIEW FUND				
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Miscellaneous	\$ 7,500	\$ 7,500	\$ 3,874	\$ (3,626)
Total revenues	7,500	7,500	3,874	(3,626)
<u>EXPENDITURES:</u>				
Current:				
Finance				
Other than personal services	5,000	5,000	5,000	-
Total expenditures	5,000	5,000	5,000	-
Net change in fund balance	2,500	2,500	(1,126)	(3,626)
Fund balances at beginning of year	25,727	25,727	25,727	-
Fund balances at end of year	\$ 28,227	\$ 28,227	\$ 24,601	\$ (3,626)

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STREET CONSTRUCTION MAINTENANCE AND REPAIR FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	STREET CONSTRUCTION MAINTENANCE AND REPAIR FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Intergovernmental	\$ 1,505,000	\$ 1,505,000	\$ 1,610,423	\$ 105,423
Investment Earnings	850	1,175	1,036	(139)
Miscellaneous	12,000	12,000	8,988	(3,012)
Total revenues	1,517,850	1,518,175	1,620,447	102,272
<u>EXPENDITURES:</u>				
Current:				
Streets Division				
Personal services	878,303	893,303	881,067	12,236
Other than personal services	422,100	391,900	301,328	90,572
Electrical Division				
Personal services	459,315	479,160	479,156	4
Other than personal services	172,500	137,855	137,854	1
Total expenditures	1,932,218	1,902,218	1,799,405	102,813
Excess of expenditures over revenues	(414,368)	(384,043)	(178,958)	205,085
<u>OTHER FINANCING SOURCES:</u>				
Transfers in	241,216	241,216	150,000	(91,216)
Total other financing sources	241,216	241,216	150,000	(91,216)
Net change in fund balance	(173,152)	(142,827)	(28,958)	113,869
Fund balances at beginning of year	183,907	183,907	183,907	-
Lapsed encumbrances	6,728	6,728	6,728	-
Fund balances at end of year	\$ 17,483	\$ 47,808	\$ 161,677	\$ 113,869

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LAW ENFORCEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	LAW ENFORCEMENT FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Intergovernmental	\$ -	\$ -	\$ 7,375	\$ 7,375
Investment Earnings	4,600	4,600	9,526	4,926
Total revenues	<u>4,600</u>	<u>4,600</u>	<u>16,901</u>	<u>12,301</u>
<u>EXPENDITURES:</u>				
Current:				
Police				
Personal services	212,659	362,059	158,924	203,135
Other than personal services	34,800	52,800	32,150	20,650
Capital outlay	182,500	24,100	20,775	3,325
Total expenditures	<u>429,959</u>	<u>438,959</u>	<u>211,849</u>	<u>227,110</u>
Excess of expenditures over revenues	<u>(425,359)</u>	<u>(434,359)</u>	<u>(194,948)</u>	<u>239,411</u>
<u>OTHER FINANCING SOURCES:</u>				
Proceeds from sale of capital assets	107,500	107,500	113,366	5,866
Total other financing sources	<u>107,500</u>	<u>107,500</u>	<u>113,366</u>	<u>5,866</u>
Net change in fund balance	(317,859)	(326,859)	(81,582)	245,277
Fund balances at beginning of year	1,179,873	1,179,873	1,179,873	-
Fund balances at end of year	<u>\$ 862,014</u>	<u>\$ 853,014</u>	<u>\$ 1,098,291</u>	<u>\$ 245,277</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TREE PLANTING FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	TREE PLANTING FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Charges for services	\$ 13,500	\$ 13,500	\$ 21,160	\$ 7,660
Total revenues	<u>13,500</u>	<u>13,500</u>	<u>21,160</u>	<u>7,660</u>
<u>EXPENDITURES:</u>				
Current:				
Parks and recreation				
Other than personal services	13,500	13,500	9,230	4,270
Total expenditures	<u>13,500</u>	<u>13,500</u>	<u>9,230</u>	<u>4,270</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>11,930</u>	<u>11,930</u>
Fund balances at beginning of year	50,637	50,637	50,637	-
Fund balances at end of year	<u>\$ 50,637</u>	<u>\$ 50,637</u>	<u>\$ 62,567</u>	<u>\$ 11,930</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ENFORCEMENT EDUCATION FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	ENFORCEMENT EDUCATION FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Fines and forfeitures	\$ 3,000	\$ 3,000	\$ 2,640	\$ (360)
Total revenues	3,000	3,000	2,640	(360)
<u>EXPENDITURES:</u>				
Current:				
Police				
Other than personal services	1,000	1,000	291	709
Total expenditures	1,000	1,000	291	709
Net change in fund balance	2,000	2,000	2,349	349
Fund balances at beginning of year	11,293	11,293	11,293	-
Fund balances at end of year	\$ 13,293	\$ 13,293	\$ 13,642	\$ 349

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MAYOR'S COURT COMPUTER FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

MAYOR'S COURT COMPUTER FUND				
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Fines and forfeitures	\$ 12,000	\$ 12,000	\$ 8,870	\$ (3,130)
Total revenues	12,000	12,000	8,870	(3,130)
<u>EXPENDITURES:</u>				
Current:				
Clerk of Court				
Other than personal services	12,000	12,000	10,039	1,961
Total expenditures	12,000	12,000	10,039	1,961
Net change in fund balance	-	-	(1,169)	(1,169)
Fund balances at beginning of year	72,681	72,681	72,681	-
Fund balances at end of year	\$ 72,681	\$ 72,681	\$ 71,512	\$ (1,169)

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MAYOR'S COURT SPECIAL PROJECT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	MAYOR'S COURT SPECIAL PROJECT FUND			
	Adopted	Revised	Actual	Variance
	Budget	Budget		
<u>REVENUES:</u>				
Fines and forfeitures	\$ -	\$ -	\$ 11,758	\$ 11,758
Total revenues	-	-	11,758	11,758
<u>EXPENDITURES:</u>				
Current:				
Total expenditures	-	-	-	-
Net change in fund balance	-	-	11,758	11,758
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ 11,758	\$ 11,758

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LIFE LONG LEARNING AND LEISURE FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

LIFE LONG LEARNING AND LEISURE FUND				
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Charges for services	\$ 188,000	\$ 188,000	\$ 159,008	\$ (28,992)
Total revenues	188,000	188,000	159,008	(28,992)
<u>EXPENDITURES:</u>				
Current:				
Parks and recreation				
Personal services	54,199	57,469	57,465	4
Other than personal services	106,500	103,230	84,790	18,440
Total expenditures	160,699	160,699	142,255	18,444
Net change in fund balance	27,301	27,301	16,753	(10,548)
Fund balances at beginning of year	66,744	66,744	66,744	-
Fund balances at end of year	\$ 94,045	\$ 94,045	\$ 83,497	\$ (10,548)

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FEMA FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	FEMA FUND			
	Adopted	Revised	Actual	Variance
	Budget	Budget		
<u>REVENUES:</u>				
Intergovernmental	\$ -	\$ 131,004	\$ 131,004	\$ -
Total revenues	<u>-</u>	<u>131,004</u>	<u>131,004</u>	<u>-</u>
<u>EXPENDITURES:</u>				
Current:				
Streets Division				
Other than personal services	-	131,004	131,004	-
Total expenditures	<u>-</u>	<u>131,004</u>	<u>131,004</u>	<u>-</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
NEIGHBORHOOD LIGHTING FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

NEIGHBORHOOD LIGHTING FUND				
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Charges for services	\$ 62,000	\$ 62,000	\$ 63,261	\$ 1,261
Investment Earnings	1,770	1,770	3,917	2,147
Total revenues	63,770	63,770	67,178	3,408
<u>EXPENDITURES:</u>				
Current:				
Electrical Division				
Personal services	27,194	27,194	12,438	14,756
Other than personal services	51,000	51,000	24,344	26,656
Total expenditures	78,194	78,194	36,782	41,412
Net change in fund balance	(14,424)	(14,424)	30,396	44,820
Fund balances at beginning of year	442,654	442,654	442,654	-
Fund balances at end of year	\$ 428,230	\$ 428,230	\$ 473,050	\$ 44,820

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CLERK OF COURT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	CLERK OF COURT FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Fines and forfeitures	\$ 12,000	\$ 12,000	\$ 8,872	\$ (3,128)
Total revenues	12,000	12,000	8,872	(3,128)
<u>EXPENDITURES:</u>				
Current:				
Clerk of Court				
Other than personal services	17,000	17,000	8,811	8,189
Total expenditures	17,000	17,000	8,811	8,189
Net change in fund balance	(5,000)	(5,000)	61	5,061
Fund balances at beginning of year	58,050	58,050	58,050	-
Fund balances at end of year	\$ 53,050	\$ 53,050	\$ 58,111	\$ 5,061

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
UPPER ARLINGTON VISITOR'S BUREAU FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	UPPER ARLINGTON VISITOR'S BUREAU FUND			
	Adopted	Revised	Actual	Variance
	Budget	Budget		
<u>REVENUES:</u>				
Property and other local taxes	\$ -	\$ -	\$ 11,679	\$ 11,679
Total revenues	-	-	11,679	11,679
<u>EXPENDITURES:</u>				
Current:				
Total expenditures	-	-	-	-
Net change in fund balance	-	-	11,679	11,679
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ 11,679	\$ 11,679

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EMERGENCY MEDICAL SERVICES FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	EMERGENCY MEDICAL SERVICES FUND			
	Adopted		Revised	
	Budget	Budget	Actual	Variance
<u>REVENUES:</u>				
Charges for services	\$ 835,866	\$ 835,866	\$ 740,412	\$ (95,454)
Total revenues	<u>835,866</u>	<u>835,866</u>	<u>740,412</u>	<u>(95,454)</u>
<u>EXPENDITURES:</u>				
Current:				
Fire				
Personal services	62,950	62,950	59,014	3,936
Other than personal services	142,600	142,600	110,881	31,719
Capital outlay	285,000	285,000	276,988	8,012
Total expenditures	<u>490,550</u>	<u>490,550</u>	<u>446,883</u>	<u>43,667</u>
Excess of revenues over expenditures	<u>345,316</u>	<u>345,316</u>	<u>293,529</u>	<u>(51,787)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Proceeds from loan	-	918,049	918,049	-
Transfers out	(449,485)	(639,572)	(639,571)	1
Total other financing sources (uses)	<u>(449,485)</u>	<u>278,477</u>	<u>278,478</u>	<u>1</u>
Net change in fund balance	(104,169)	623,793	572,007	(51,786)
Fund balances at beginning of year	635,295	635,295	635,295	-
Lapsed encumbrances	561	561	561	-
Fund balances at end of year	<u>\$ 531,687</u>	<u>\$ 1,259,649</u>	<u>\$ 1,207,863</u>	<u>\$ (51,786)</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CIVIL SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	CIVIL SERVICE FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Total revenues	\$ -	\$ -	\$ -	\$ -
<u>EXPENDITURES:</u>				
Current:				
General Government				
Other than personal services	20,000	20,000	8,749	11,251
Total expenditures	<u>20,000</u>	<u>20,000</u>	<u>8,749</u>	<u>11,251</u>
Excess of expenditures over revenues	<u>(20,000)</u>	<u>(20,000)</u>	<u>(8,749)</u>	<u>11,251</u>
<u>OTHER FINANCING SOURCES:</u>				
Transfers in	20,000	20,000	20,000	-
Total other financing sources	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Net change in fund balance	-	-	11,251	11,251
Fund balances at beginning of year	30,184	30,184	30,184	-
Fund balances at end of year	<u>\$ 30,184</u>	<u>\$ 30,184</u>	<u>\$ 41,435</u>	<u>\$ 11,251</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ECONOMIC DEVELOPMENT VENTURE FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>ECONOMIC DEVELOPMENT VENTURE FUND</u>			
	Adopted	Revised		
<u>REVENUES:</u>	Budget	Budget	Actual	Variance
Total revenues	\$ -	\$ -	\$ -	\$ -
<u>EXPENDITURES:</u>				
Current:				
City Manager				
Other than personal services	500,000	579,369	571,466	7,903
Total expenditures	<u>500,000</u>	<u>579,369</u>	<u>571,466</u>	<u>7,903</u>
Excess of expenditures over revenues	<u>(500,000)</u>	<u>(579,369)</u>	<u>(571,466)</u>	<u>7,903</u>
<u>OTHER FINANCING SOURCES:</u>				
Transfers in	500,000	500,000	156,000	(344,000)
Total other financing sources	<u>500,000</u>	<u>500,000</u>	<u>156,000</u>	<u>(344,000)</u>
Net change in fund balance	-	(79,369)	(415,466)	(336,097)
Fund balances at beginning of year	373,746	373,746	373,746	-
Lapsed encumbrances	50,000	50,000	50,000	-
Fund balances at end of year	<u>\$ 423,746</u>	<u>\$ 344,377</u>	<u>\$ 8,280</u>	<u>\$ (336,097)</u>



CITY OF | **UPPER ARLINGTON**

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**CITY OF UPPER ARLINGTON, OHIO
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUND
DECEMBER 31, 2013**

	<u>Lane Avenue Mixed Use TIF</u>	<u>Lane Avenue TIF</u>	<u>Chelsea TIF</u>	<u>Arlington Crossing TIF</u>
Assets:				
Cash, cash equivalents and investments	\$ 1,119,066	\$ 286,956	\$ 1,628	\$ 235,107
Receivables (net of allowances):				
Payments in lieu of taxes	-	138,100	137,606	170,637
Intergovernmental	-	-	1,870	20,256
Total assets	<u>\$ 1,119,066</u>	<u>\$ 425,056</u>	<u>\$ 141,104</u>	<u>\$ 426,000</u>
Liabilities:				
Accounts payable	\$ 36,780	\$ -	\$ -	\$ -
Advances from other funds	479,000	400,000	61,770	-
Due to other funds	104	-	-	-
Total liabilities	<u>515,884</u>	<u>400,000</u>	<u>61,770</u>	<u>-</u>
Deferred Inflows of Resources	-	138,100	139,476	190,893
Fund Balance:				
Restricted:				
Capital projects	603,182	-	-	235,107
Committed:				
Capital projects	-	-	-	-
Unassigned (deficit)	-	(113,044)	(60,142)	-
Total fund balance (deficit)	<u>603,182</u>	<u>(113,044)</u>	<u>(60,142)</u>	<u>235,107</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,119,066</u>	<u>\$ 425,056</u>	<u>\$ 141,104</u>	<u>\$ 426,000</u>

<u>Horizon TIF</u>	<u>Kingsdale West TIF</u>	<u>Riverside North TIF</u>	<u>Riverside South TIF</u>	<u>Infrastructure Improvement</u>	<u>Total Nonmajor Capital Projects</u>
\$ 494,507	\$ 182,657	\$ 2,954	\$ 4,037	\$ 1,302,721	\$ 3,629,633
340,705	43,717	1,522	4,766	-	837,053
-	631	-	-	836,066	858,823
<u>\$ 835,212</u>	<u>\$ 227,005</u>	<u>\$ 4,476</u>	<u>\$ 8,803</u>	<u>\$ 2,138,787</u>	<u>\$ 5,325,509</u>
\$ -	\$ -	\$ -	\$ -	\$ 22,234	\$ 59,014
-	-	-	-	-	940,770
-	-	-	-	172	276
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,406</u>	<u>1,000,060</u>
340,705	44,348	1,522	4,766	836,066	1,695,876
494,507	182,657	2,954	4,037	-	1,522,444
-	-	-	-	1,280,315	1,280,315
-	-	-	-	-	(173,186)
<u>494,507</u>	<u>182,657</u>	<u>2,954</u>	<u>4,037</u>	<u>1,280,315</u>	<u>2,629,573</u>
<u>\$ 835,212</u>	<u>\$ 227,005</u>	<u>\$ 4,476</u>	<u>\$ 8,803</u>	<u>\$ 2,138,787</u>	<u>\$ 5,325,509</u>

CITY OF UPPER ARLINGTON, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Lane Avenue Mixed Use TIF</u>	<u>Lane Avenue TIF</u>	<u>Chelsea TIF</u>	<u>Arlington Crossing TIF</u>
Revenues:				
Payments in lieu of taxes	\$ -	\$ 46,345	\$ 76,454	\$ 201,345
Intergovernmental	-	-	3,271	37,394
Total revenues	<u>-</u>	<u>46,345</u>	<u>79,725</u>	<u>238,739</u>
Expenditures:				
Current:				
General government	-	525	150,377	3,632
Public services	-	-	-	-
Capital outlay	793,536	22	-	-
Total expenditures	<u>793,536</u>	<u>547</u>	<u>150,377</u>	<u>3,632</u>
Excess (deficiency) of revenues over (under) expenditures	(793,536)	45,798	(70,652)	235,107
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	(180,070)	-	-	-
Total other financing sources (uses)	<u>(180,070)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(973,606)	45,798	(70,652)	235,107
Fund balance (deficit) at beginning of year, restated	1,576,788	(158,842)	10,510	-
Fund balance (deficit) at end of year	<u>\$ 603,182</u>	<u>\$ (113,044)</u>	<u>\$ (60,142)</u>	<u>\$ 235,107</u>

<u>Horizon TIF</u>	<u>Kingsdale West TIF</u>	<u>Riverside North TIF</u>	<u>Riverside South TIF</u>	<u>Infrastructure Improvement</u>	<u>Total Nonmajor Capital Projects</u>
\$ 313,575	\$ 32,452	\$ 1,517	\$ 4,083	\$ -	\$ 675,771
-	1,261	-	-	-	41,926
<u>313,575</u>	<u>33,713</u>	<u>1,517</u>	<u>4,083</u>	<u>-</u>	<u>717,697</u>
5,695	385	17	46	-	160,677
365,150	-	-	-	-	365,150
-	-	-	-	308,991	1,102,549
<u>370,845</u>	<u>385</u>	<u>17</u>	<u>46</u>	<u>308,991</u>	<u>1,628,376</u>
(57,270)	33,328	1,500	4,037	(308,991)	(910,679)
-	-	-	-	750,000	750,000
-	-	-	-	-	(180,070)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>750,000</u>	<u>569,930</u>
(57,270)	33,328	1,500	4,037	441,009	(340,749)
551,777	149,329	1,454	-	839,306	2,970,322
<u>\$ 494,507</u>	<u>\$ 182,657</u>	<u>\$ 2,954</u>	<u>\$ 4,037</u>	<u>\$ 1,280,315</u>	<u>\$ 2,629,573</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LANE AVENUE MIXED USE TIF FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	LANE AVENUE MIXED USE TIF FUND			
	Adopted	Revised	Actual	Variance
	Budget	Budget		
<u>REVENUES:</u>				
Total revenues	\$ -	\$ -	\$ -	\$ -
<u>EXPENDITURES:</u>				
Current:				
Streets Division				
Personal services	-	11,000	10,977	23
Capital outlay	990,000	979,000	267,578	711,422
Total expenditures	990,000	990,000	278,555	711,445
Excess of expenditures over revenues	(990,000)	(990,000)	(278,555)	711,445
<u>OTHER FINANCING SOURCES USES:</u>				
Transfers out	-	(180,071)	(180,070)	1
Total other financing uses	-	(180,071)	(180,070)	1
Net change in fund balance	(990,000)	(1,170,071)	(458,625)	711,446
Fund balances at beginning of year	1,217,325	1,217,325	1,217,325	-
Lapsed encumbrances	45,570	45,570	45,570	-
Fund balances at end of year	<u>\$ 272,895</u>	<u>\$ 92,824</u>	<u>\$ 804,270</u>	<u>\$ 711,446</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LANE AVENUE TIF FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	LANE AVENUE TIF FUND			
	Adopted	Revised	Actual	Variance
	Budget	Budget		
<u>REVENUES:</u>				
Payments in lieu of taxes	\$ -	\$ -	\$ 46,344	\$ 46,344
Total revenues	-	-	46,344	46,344
<u>EXPENDITURES:</u>				
Current:				
Streets Division				
Personal services	-	450	21	429
Other than personal services	-	550	525	25
Total expenditures	-	1,000	546	454
Net change in fund balance	-	(1,000)	45,798	46,798
Fund balances at beginning of year	205,608	205,608	205,608	-
Lapsed encumbrances	35,550	35,550	35,550	-
Fund balances at end of year	<u>\$ 241,158</u>	<u>\$ 240,158</u>	<u>\$ 286,956</u>	<u>\$ 46,798</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CHELSEA TIF FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	CHELSEA TIF FUND			
	Adopted	Revised	Actual	Variance
	Budget	Budget		
<u>REVENUES:</u>				
Payments in lieu of taxes	\$ -	\$ 140,000	\$ 76,453	\$ (63,547)
Intergovernmental	-	-	3,271	3,271
Total revenues	-	140,000	79,724	(60,276)
<u>EXPENDITURES:</u>				
Current:				
Finance				
Other than personal services	-	150,500	150,377	123
Total expenditures	-	150,500	150,377	123
Excess of expenditures over revenues	-	(10,500)	(70,653)	(60,153)
<u>OTHER FINANCING SOURCES:</u>				
Advances in	-	-	61,770	61,770
Total other financing sources	-	-	61,770	61,770
Net change in fund balance	-	(10,500)	(8,883)	1,617
Fund balances at beginning of year	10,511	10,511	10,511	-
Fund balances at end of year	\$ 10,511	\$ 11	\$ 1,628	\$ 1,617

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ARLINGTON CROSSING TIF FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

ARLINGTON CROSSING TIF FUND				
	Adopted	Revised	Actual	Variance
<u>REVENUES:</u>	Budget	Budget	Actual	Variance
Payments in lieu of taxes	\$ -	\$ 227,000	\$ 201,345	\$ (25,655)
Intergovernmental	-	-	37,394	37,394
Total revenues	-	227,000	238,739	11,739
<u>EXPENDITURES:</u>				
Current:				
Public Service Administration				
Other than personal services	-	10,000	3,632	6,368
Total expenditures	-	10,000	3,632	6,368
Net change in fund balance	-	217,000	235,107	18,107
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ 217,000	\$ 235,107	\$ 18,107

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
HORIZON TIF FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	HORIZON TIF FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>REVENUES:</u>				
Payments in lieu of taxes	\$ 324,600	\$ 324,600	\$ 313,576	\$ (11,024)
Total revenues	<u>324,600</u>	<u>324,600</u>	<u>313,576</u>	<u>(11,024)</u>
<u>EXPENDITURES:</u>				
Current:				
Public Service Administration				
Other than personal services	8,000	370,845	370,845	-
Total expenditures	<u>8,000</u>	<u>370,845</u>	<u>370,845</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>316,600</u>	<u>(46,245)</u>	<u>(57,269)</u>	<u>(11,024)</u>
<u>OTHER FINANCING USES:</u>				
Advances out	(1,379,711)	(1,094,507)	(600,000)	494,507
Total other financing uses	<u>(1,379,711)</u>	<u>(1,094,507)</u>	<u>(600,000)</u>	<u>494,507</u>
Net change in fund balance	(1,063,111)	(1,140,752)	(657,269)	483,483
Fund balances at beginning of year	1,151,776	1,151,776	1,151,776	-
Fund balances at end of year	<u>\$ 88,665</u>	<u>\$ 11,024</u>	<u>\$ 494,507</u>	<u>\$ 483,483</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
KINGSDALE WEST TIF FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

KINGSDALE WEST TIF FUND				
	Adopted	Revised	Actual	Variance
<u>REVENUES:</u>	Budget	Budget	Actual	Variance
Payments in lieu of taxes	\$ 50,700	\$ 50,700	\$ 32,452	\$ (18,248)
Intergovernmental	-	-	1,261	1,261
Total revenues	50,700	50,700	33,713	(16,987)
 <u>EXPENDITURES:</u>				
Current:				
Streets Division				
Other than personal services	1,500	2,500	385	2,115
Total expenditures	1,500	2,500	385	2,115
Net change in fund balance	49,200	48,200	33,328	(14,872)
Fund balances at beginning of year	149,329	149,329	149,329	-
Fund balances at end of year	\$ 198,529	\$ 197,529	\$ 182,657	\$ (14,872)

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
RIVERSIDE NORTH TIF FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	RIVERSIDE NORTH TIF FUND			
	Adopted	Revised	Actual	Variance
	Budget	Budget		
<u>REVENUES:</u>				
Payments in lieu of taxes	\$ -	\$ -	\$ 1,517	\$ 1,517
Total revenues	<u>-</u>	<u>-</u>	<u>1,517</u>	<u>1,517</u>
<u>EXPENDITURES:</u>				
Current:				
Streets Division				
Other than personal services	-	100	17	83
Total expenditures	<u>-</u>	<u>100</u>	<u>17</u>	<u>83</u>
Net change in fund balance	<u>-</u>	<u>(100)</u>	<u>1,500</u>	<u>1,600</u>
Fund balances at beginning of year	1,454	1,454	1,454	-
Fund balances at end of year	<u>\$ 1,454</u>	<u>\$ 1,354</u>	<u>\$ 2,954</u>	<u>\$ 1,600</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
RIVERSIDE SOUTH TIF FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	RIVERSIDE SOUTH TIF FUND			
	Adopted	Revised	Actual	Variance
	Budget	Budget		
<u>REVENUES:</u>				
Payments in lieu of taxes	\$ -	\$ 1,000	\$ 4,083	\$ 3,083
Total revenues	-	1,000	4,083	3,083
<u>EXPENDITURES:</u>				
Current:				
Public Service Administration				
Other than personal services	-	100	46	54
Total expenditures	-	100	46	54
Net change in fund balance	-	900	4,037	3,137
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ 900	\$ 4,037	\$ 3,137

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
INFRASTRUCTURE IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	INFRASTRUCTURE IMPROVEMENT FUND			
	Adopted	Revised	Actual	Variance
	Budget	Budget		
<u>REVENUES:</u>				
Intergovernmental	\$ 1,099,972	\$ -	\$ -	\$ -
Total revenues	1,099,972	-	-	-
<u>EXPENDITURES:</u>				
Current:				
Parks and recreation				
Personal services	-	700	696	4
Capital outlay	353,000	352,300	281,767	70,533
Public Service Administration				
Personal services	-	19,100	18,433	667
Capital outlay	1,773,817	657,745	-	657,745
Total expenditures	2,126,817	1,029,845	300,896	728,949
Excess of expenditures over revenues	(1,026,845)	(1,029,845)	(300,896)	728,949
<u>OTHER FINANCING SOURCES:</u>				
Transfers in	750,000	750,000	750,000	-
Total other financing sources	750,000	750,000	750,000	-
Net change in fund balance	(276,845)	(279,845)	449,104	728,949
Fund balances at beginning of year	772,307	772,307	772,307	-
Lapsed encumbrances	40,802	40,802	40,802	-
Fund balances at end of year	\$ 536,264	\$ 533,264	\$ 1,262,213	\$ 728,949

CITY OF UPPER ARLINGTON
FUND DESCRIPTIONS – ENTERPRISE FUNDS

Solid Waste Fund

Revenues are generated from the refuse collection fees charged to the City's residents. Expenses are for operating costs.

Water Surcharge Fund

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

Sanitary Sewer Surcharge Fund

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

Stormwater Fund

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

Swimming Pools Fund

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

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENSES AND CHANGE IN FUND EQUITY
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SOLID WASTE FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	SOLID WASTE FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>OPERATING REVENUES:</u>				
Charges for services	\$ 1,992,000	\$ 2,003,800	\$ 1,975,708	\$ (28,092)
Investment earnings	2,000	2,000	1,629	(371)
Miscellaneous	200	200	-	(200)
	<u>1,994,200</u>	<u>2,006,000</u>	<u>1,977,337</u>	<u>(28,663)</u>
<u>OPERATING EXPENSES:</u>				
Current:				
Solid Waste				
Other than personal services	2,063,262	2,075,562	2,058,103	17,459
	<u>2,063,262</u>	<u>2,075,562</u>	<u>2,058,103</u>	<u>17,459</u>
Total expenses	<u>2,063,262</u>	<u>2,075,562</u>	<u>2,058,103</u>	<u>17,459</u>
Operating loss	<u>(69,062)</u>	<u>(69,562)</u>	<u>(80,766)</u>	<u>(11,204)</u>
<u>NONOPERATING REVENUES:</u>				
Transfers in	-	-	10,116	10,116
	<u>-</u>	<u>-</u>	<u>10,116</u>	<u>10,116</u>
Total nonoperating revenues	<u>-</u>	<u>-</u>	<u>10,116</u>	<u>10,116</u>
Net change in fund equity	(69,062)	(69,562)	(70,650)	(1,088)
Fund equity at beginning of year	69,209	69,209	69,209	-
Lapsed encumbrances	1,441	1,441	1,441	-
	<u>\$ 1,588</u>	<u>\$ 1,088</u>	<u>\$ -</u>	<u>\$ (1,088)</u>
Fund equity at end of year	<u>\$ 1,588</u>	<u>\$ 1,088</u>	<u>\$ -</u>	<u>\$ (1,088)</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENSES AND CHANGE IN FUND EQUITY
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
WATER SURCHARGE FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	WATER SURCHARGE FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>OPERATING REVENUES:</u>				
Charges for services	\$ 440,000	\$ 440,000	\$ 465,057	\$ 25,057
 Total revenues	440,000	440,000	465,057	25,057
<u>OPERATING EXPENSES:</u>				
Current:				
Utility Services				
Personal services	326,636	266,636	171,636	95,000
Other than personal services	233,083	233,083	156,510	76,573
 Total expenses	559,719	499,719	328,146	171,573
 Net change in fund equity	(119,719)	(59,719)	136,911	196,630
 Fund equity at beginning of year	635,236	635,236	635,236	-
Lapsed encumbrances	2,440	2,440	2,440	-
 Fund equity at end of year	\$ 517,957	\$ 577,957	\$ 774,587	\$ 196,630

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENSES AND CHANGE IN FUND EQUITY
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SANITARY SEWER SURCHARGE FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	SANITARY SEWER SURCHARGE FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>OPERATING REVENUES:</u>				
Charges for services	\$ 819,000	\$ 819,000	\$ 839,664	\$ 20,664
Miscellaneous	1,500	1,500	1,278	(222)
Total revenues	<u>820,500</u>	<u>820,500</u>	<u>840,942</u>	<u>20,442</u>
<u>OPERATING EXPENSES:</u>				
Current:				
Utility Services				
Personal services	358,229	358,229	300,021	58,208
Other than personal services	305,889	302,185	243,218	58,967
Capital outlay	107,500	165,204	145,804	19,400
Total expenses	<u>771,618</u>	<u>825,618</u>	<u>689,043</u>	<u>136,575</u>
Net change in fund equity	<u>48,882</u>	<u>(5,118)</u>	<u>151,899</u>	<u>157,017</u>
Fund equity at beginning of year	333,719	333,719	333,719	-
Lapsed encumbrances	46,555	46,555	46,555	-
Fund equity at end of year	<u>\$ 429,156</u>	<u>\$ 375,156</u>	<u>\$ 532,173</u>	<u>\$ 157,017</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENSES AND CHANGE IN FUND EQUITY
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STORMWATER FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	STORMWATER FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>OPERATING REVENUES:</u>				
Charges for services	\$ 744,000	\$ 744,000	\$ 740,073	\$ (3,927)
Investment earnings	9,100	12,700	17,292	4,592
 Total revenues	<u>753,100</u>	<u>756,700</u>	<u>757,365</u>	<u>665</u>
<u>OPERATING EXPENSES:</u>				
Current:				
Utility Services				
Personal services	171,724	236,094	236,092	2
Other than personal services	734,950	547,980	504,099	43,881
Capital outlay	390,000	390,000	381,921	8,079
 Total expenses	<u>1,296,674</u>	<u>1,174,074</u>	<u>1,122,112</u>	<u>51,962</u>
 Net change in fund equity	<u>(543,574)</u>	<u>(417,374)</u>	<u>(364,747)</u>	<u>52,627</u>
 Fund equity at beginning of year	1,713,896	1,713,896	1,713,896	-
Lapsed encumbrances	6,852	6,852	6,852	-
 Fund equity at end of year	<u><u>\$ 1,177,174</u></u>	<u><u>\$ 1,303,374</u></u>	<u><u>\$ 1,356,001</u></u>	<u><u>\$ 52,627</u></u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENSES AND CHANGE IN FUND EQUITY
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SWIMMING POOLS FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	SWIMMING POOLS FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>OPERATING REVENUES:</u>				
Charges for services	\$ 640,000	\$ 640,000	\$ 588,379	\$ (51,621)
Total revenues	640,000	640,000	588,379	(51,621)
<u>OPERATING EXPENSES:</u>				
Current:				
Parks and recreation				
Personal services	462,533	462,533	443,427	19,106
Other than personal services	194,150	194,150	156,665	37,485
Total expenses	656,683	656,683	600,092	56,591
Net change in fund equity	(16,683)	(16,683)	(11,713)	4,970
Fund equity at beginning of year	493,636	493,636	493,636	-
Lapsed encumbrances	1,398	1,398	1,398	-
Fund equity at end of year	\$ 478,351	\$ 478,351	\$ 483,321	\$ 4,970

CITY OF UPPER ARLINGTON

FUND DESCRIPTIONS – INTERNAL SERVICE FUNDS

Employee Benefits Fund

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

BWC Administration Fund

Pursuant to Codified Ordinances Section 137.05, monies are deposited into the fund for the purpose of paying the cost of and pay claims for workers' compensation benefits of the employees of the City. Revenues come from the proportionate cost of employee benefits contained in the operating budgets of departments of other funds, third party reimbursements and refunds for employee benefits.

CITY OF UPPER ARLINGTON, OHIO

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
AS OF DECEMBER 31, 2013

	Employee Benefits Fund	BWC Administration Fund	Total
	<u> </u>	<u> </u>	<u> </u>
Assets:			
Current assets:			
Cash, cash equivalents and investments	\$ 2,038,203	\$ 240,931	\$ 2,279,134
Receivables (net of allowances):			
Accounts	43,829	-	43,829
Due from other funds	97,128	216,414	313,542
Total current assets	<u>2,179,160</u>	<u>457,345</u>	<u>2,636,505</u>
Total assets	<u>2,179,160</u>	<u>457,345</u>	<u>2,636,505</u>
Liabilities:			
Current liabilities:			
Accounts payable	97,128	205,159	302,287
Total current liabilities	<u>97,128</u>	<u>205,159</u>	<u>302,287</u>
Total liabilities	<u>97,128</u>	<u>205,159</u>	<u>302,287</u>
Net Position:			
Unrestricted	2,082,032	252,186	\$ 2,334,218
Total net position	<u>\$ 2,082,032</u>	<u>\$ 252,186</u>	<u>\$ 2,334,218</u>

CITY OF UPPER ARLINGTON, OHIO

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013

	Employee Benefits Fund	BWC Administration Fund	Total
	<u> </u>	<u> </u>	<u> </u>
Operating Revenues:			
Charges for services	\$ 3,190,575	\$ 217,250	\$ 3,407,825
Total operating revenues	<u>3,190,575</u>	<u>217,250</u>	<u>3,407,825</u>
Operating Expenses:			
Self-insurance	3,236,928	193,454	3,430,382
Total operating expenses	<u>3,236,928</u>	<u>193,454</u>	<u>3,430,382</u>
Operating income (loss)	(46,353)	23,796	(22,557)
Net position at beginning of year	2,128,385	228,390	2,356,775
Net position at end of year	<u>\$ 2,082,032</u>	<u>\$ 252,186</u>	<u>\$ 2,334,218</u>

CITY OF UPPER ARLINGTON, OHIO

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013

	Employee Benefits Fund	BWC Administration Fund	Total
	<u> </u>	<u> </u>	<u> </u>
Cash Flows from Operating Activities			
Receipts from customers and users	\$ 3,423,834	\$ 227,313	\$ 3,651,147
Payments to suppliers and contractual services	<u>(3,379,790)</u>	<u>(169,759)</u>	<u>(3,549,549)</u>
Net cash provided by operating activities	<u>44,044</u>	<u>57,554</u>	<u>101,598</u>
Cash and cash equivalents, January 1	<u>1,994,159</u>	<u>183,377</u>	<u>2,177,536</u>
Cash and cash equivalents, December 31	<u><u>\$ 2,038,203</u></u>	<u><u>\$ 240,931</u></u>	<u><u>\$ 2,279,134</u></u>
Reconciliation of operating income (loss) to net cash provided by operating activities:			
Operating income (loss)	\$ (46,353)	\$ 23,796	\$ (22,557)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Decrease in accounts receivable	90,397	-	90,397
Decrease in due from other funds	142,862	10,063	152,925
Increase (decrease) in accounts payable	<u>(142,862)</u>	<u>23,695</u>	<u>(119,167)</u>
Total adjustments	<u>90,397</u>	<u>33,758</u>	<u>124,155</u>
Net cash provided by operating activities	<u><u>\$ 44,044</u></u>	<u><u>\$ 57,554</u></u>	<u><u>\$ 101,598</u></u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENSES AND CHANGE IN FUND EQUITY
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EMPLOYEE BENEFITS FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	EMPLOYEE BENEFITS FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>OPERATING REVENUES:</u>				
Charges for services	\$ 3,263,485	\$ 3,263,485	\$ 3,182,025	\$ (81,460)
Miscellaneous	199,800	199,800	241,809	42,009
Total revenues	<u>3,463,285</u>	<u>3,463,285</u>	<u>3,423,834</u>	<u>(39,451)</u>
<u>OPERATING EXPENSES:</u>				
Current:				
Finance				
Personal services	2,881,687	2,920,323	2,656,885	263,438
Other than personal services	749,906	903,019	727,430	175,589
Capital outlay	-	2,524	2,524	-
Total expenses	<u>3,631,593</u>	<u>3,825,866</u>	<u>3,386,839</u>	<u>439,027</u>
Net change in fund equity	<u>(168,308)</u>	<u>(362,581)</u>	<u>36,995</u>	<u>399,576</u>
Fund equity at beginning of year	1,990,609	1,990,609	1,990,609	-
Fund equity at end of year	<u>\$ 1,822,301</u>	<u>\$ 1,628,028</u>	<u>\$ 2,027,604</u>	<u>\$ 399,576</u>

CITY OF UPPER ARLINGTON, OHIO
SCHEDULE OF REVENUES, EXPENSES AND CHANGE IN FUND EQUITY
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BWC ADMINISTRATION FUND
FOR THE YEAR ENDED DECEMBER 31, 2013

	BWC ADMINISTRATION FUND			
	Adopted Budget	Revised Budget	Actual	Variance
<u>OPERATING REVENUES:</u>				
Charges for services	\$ 311,298	\$ 311,298	\$ 226,936	\$ (84,362)
Miscellaneous	-	-	377	377
 Total revenues	<u>311,298</u>	<u>311,298</u>	<u>227,313</u>	<u>(83,985)</u>
<u>OPERATING EXPENSES:</u>				
Current:				
Finance				
Personal services	147,000	147,000	44,507	102,493
Other than personal services	148,000	148,000	125,252	22,748
 Total expenses	<u>295,000</u>	<u>295,000</u>	<u>169,759</u>	<u>125,241</u>
 Net change in fund equity	<u>16,298</u>	<u>16,298</u>	<u>57,554</u>	<u>41,256</u>
 Fund equity at beginning of year	180,692	180,692	180,692	-
Lapsed encumbrances	2,685	2,685	2,685	-
 Fund equity at end of year	<u>\$ 199,675</u>	<u>\$ 199,675</u>	<u>\$ 240,931</u>	<u>\$ 41,256</u>

CITY OF UPPER ARLINGTON
FUND DESCRIPTIONS – FIDUCIARY FUNDS

Agency Funds

Returnable Bonds Fund

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

Unclaimed Funds Fund

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

Construction Withholding Fund

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

Mayor's Court Fund

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

Flexible Benefits Fund

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

Payroll Clearing Fund

The fund accounts for payroll and deduction checks of employees.

Revolving Fund

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

CITY OF UPPER ARLINGTON, OHIO

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
 FIDUCIARY FUNDS (AGENCY FUNDS ONLY)
 AS OF DECEMBER 31, 2013

	Agency Funds			
	Returnable Bonds Fund	Unclaimed Funds Fund	Construction Withholding Fund	Mayor's Court Fund
<u>ASSETS</u>				
Cash, cash equivalents and investments	\$ 35,000	\$ 1,861	\$ 341,155	\$ 41,852
Cash with third-party fiscal agent	-	-	-	-
Accounts receivable	-	-	27,626	-
Total assets	<u>\$ 35,000</u>	<u>\$ 1,861</u>	<u>\$ 368,781</u>	<u>\$ 41,852</u>
<u>LIABILITIES</u>				
Due to others	\$ 35,000	\$ 1,861	\$ 368,781	\$ 41,852
Total liabilities	<u>\$ 35,000</u>	<u>\$ 1,861</u>	<u>\$ 368,781</u>	<u>\$ 41,852</u>

Agency Funds

Flexible Benefits Fund	Payroll Clearing Fund	Revolving Fund	Totals
\$ -	\$ 265,408	\$ 22,264	\$ 707,540
13,734	-	-	13,734
-	-	-	27,626
<u>\$ 13,734</u>	<u>\$ 265,408</u>	<u>\$ 22,264</u>	<u>\$ 748,900</u>
<u>\$ 13,734</u>	<u>\$ 265,408</u>	<u>\$ 22,264</u>	<u>\$ 748,900</u>
<u>\$ 13,734</u>	<u>\$ 265,408</u>	<u>\$ 22,264</u>	<u>\$ 748,900</u>

CITY OF UPPER ARLINGTON, OHIO

COMBINING STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS (AGENCY FUNDS ONLY)
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Balances</u> Jan. 1, 2013	<u>Additions</u>	<u>Deductions</u>	<u>Balances</u> Dec. 31, 2013
RETURNABLE BONDS FUNDS				
Assets				
Cash and investments	\$ 35,000	\$ -	\$ -	\$ 35,000
Liabilities				
Due to others	\$ 35,000	\$ -	\$ -	\$ 35,000
UNCLAIMED FUNDS				
Assets				
Cash and investments	\$ 1,714	\$ 147	\$ -	\$ 1,861
Liabilities				
Due to others	\$ 1,714	\$ 147	\$ -	\$ 1,861
CONSTRUCTION WITHHOLDING FUND				
Assets				
Cash and investments	\$ 405,700	\$ 346,014	\$ 410,559	\$ 341,155
Accounts receivable	-	27,626	-	27,626
Total assets	\$ 405,700	\$ 373,640	\$ 410,559	\$ 368,781
Liabilities				
Due to others	\$ 405,700	\$ 373,640	\$ 410,559	\$ 368,781
MAYOR'S COURT FUND				
Assets				
Cash and investments	\$ 45,184	\$ 498,888	\$ 502,220	\$ 41,852
Liabilities				
Due to others	\$ 45,184	\$ 498,888	\$ 502,220	\$ 41,852
FLEXIBLE BENEFITS FUND				
Assets				
Cash with third party fiscal agent	\$ 11,745	\$ 129,654	\$ 127,665	\$ 13,734
Liabilities				
Due to others	\$ 11,745	\$ 129,654	\$ 127,665	\$ 13,734
PAYROLL CLEARING FUND				
Assets				
Cash and investments	\$ 834,835	\$ 23,467,374	\$ 24,036,801	\$ 265,408
Liabilities				
Due to others	\$ 834,835	\$ 23,467,374	\$ 24,036,801	\$ 265,408
REVOLVING FUND				
Assets				
Cash and investments	\$ 21,756	\$ 165,900	\$ 165,392	\$ 22,264
Liabilities				
Due to others	\$ 21,756	\$ 165,900	\$ 165,392	\$ 22,264
TOTAL AGENCY FUNDS				
Assets				
Cash and investments	\$ 1,344,189	\$ 24,478,323	\$ 25,114,972	\$ 707,540
Cash with third party fiscal agent	11,745	129,654	127,665	13,734
Accounts receivable	-	27,626	-	27,626
Total assets	\$ 1,355,934	\$ 24,635,603	\$ 25,242,637	\$ 748,900
Liabilities				
Due to others	\$ 1,355,934	\$ 24,635,603	\$ 25,242,637	\$ 748,900



CITY OF | **UPPER**
ARLINGTON

CITY OF UPPER ARLINGTON

E. STATISTICAL SECTION

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

Contents

Tables

Financial Trends

These schedules contain trend information to help understand how the City's financial performance and wellbeing has changed over time.

1-4

Revenue Capacity

These schedules contain information to help assess the City's most significant revenue sources.

5-15

Debt Capacity

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

16-19

Demographic and Economic Information

This schedule contains service and infrastructure data to help the reader understand how the information in the City's financial activities take place.

20

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

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City of Upper Arlington, Ohio
Net Position by Component
 Last Ten Years
 (accrual basis of accounting)
 (amounts expressed in thousands)

	Year									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Governmental Activities										
Net investment in capital assets	\$ 37,816	\$ 40,921	\$ 33,668	\$ 35,574	\$ 32,666	\$ 29,923	\$ 26,458	\$ 23,100	\$ 22,315	\$ 19,898
Restricted for:										
Capital projects	3,057	976	5,216	3,817	3,219	2,956	2,491	1,909	13,759	11,376
Debt service	468	365	284	222	186	137	527	758	989	932
Street construction, maintenance & repair	1,371	1,365	1,478	1,565	1,735	2,026	1,172	1,097	788	641
Public safety	1,099	1,426	1,115	1,062	823	973	1,396	1,227	819	248
Economic development	62	639	403	353	536	355	533	611	606	313
Pension obligations	532	253	316	322	386	365	314	321	220	192
Other purposes	319	184	65	47	62	67	470	330	969	133
Unrestricted	50,027	48,603	43,720	37,753	38,116	40,506	40,708	38,680	22,673	25,792
Total Governmental Activities Net Position	\$ 94,751	\$ 94,732	\$ 86,265	\$ 80,715	\$ 77,729	\$ 77,308	\$ 74,069	\$ 68,033	\$ 63,138	\$ 59,525
Business-type activities										
Net investment in capital assets	\$ 27,573	\$ 22,426	\$ 20,905	\$ 19,329	\$ 18,599	\$ 18,025	\$ 17,613	\$ 17,972	\$ 16,539	\$ 12,460
Restricted										
Unrestricted	3,477	3,573	3,529	3,458	3,585	3,858	3,603	3,132	3,227	5,489
Total Business-Type Activities Net Position	\$ 31,050	\$ 25,999	\$ 24,434	\$ 22,787	\$ 22,184	\$ 21,883	\$ 21,216	\$ 21,104	\$ 19,766	\$ 17,949
Primary Government										
Net investment in capital assets	\$ 65,389	\$ 63,347	\$ 54,573	\$ 54,903	\$ 51,265	\$ 47,948	\$ 44,071	\$ 41,072	\$ 38,854	\$ 32,358
Restricted										
Capital projects	3,057	976	5,216	3,817	3,219	2,956	2,491	1,909	13,759	11,376
Debt service	468	365	284	222	186	137	527	758	989	932
Street construction, maintenance & repair	1,371	1,365	1,478	1,565	1,735	2,026	1,172	1,097	788	641
Public safety	1,099	1,426	1,115	1,062	823	973	1,396	1,227	819	248
Economic development	62	639	403	353	536	355	533	611	606	313
Pension obligations	532	253	316	322	386	365	314	321	220	192
Other purposes	319	184	65	47	62	67	470	330	977	148
Unrestricted	53,504	52,176	47,249	41,211	41,701	44,364	44,311	41,812	25,900	31,281
Total Primary Government Net Position	\$ 125,801	\$ 120,731	\$ 110,699	\$ 103,502	\$ 99,913	\$ 99,191	\$ 95,285	\$ 89,137	\$ 82,912	\$ 77,489

Note:
 (1) Years 2012 and 2011 have been restated to reflect the items noted in Note (15) of the Notes to the Basic Financial Statements.

Source:
 City of Upper Arlington Finance Department



CITY OF | **UPPER ARLINGTON**

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City of Upper Arlington, Ohio
Changes in Net Position, Last Ten Years
 (accrual basis of accounting)
 (amounts expressed in thousands)

	Year									
	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Expenses										
Governmental Activities:										
General Government	\$ 6,931	\$ 7,492	\$ 7,981	\$ 7,903	\$ 8,189	\$ 8,851	\$ 7,154	\$ 8,200	\$ 8,710	\$ 8,212
Public Safety	16,764	16,570	15,973	15,724	16,110	15,776	15,082	14,266	13,436	13,227
Public Services	6,230	4,996	4,649	5,159	4,709	4,889	5,679	5,167	4,882	4,868
Parks and Recreation	3,085	3,137	3,147	3,052	3,346	3,331	3,269	3,142	3,025	3,021
Community Development	1,005	1,045	935	953	984	991	944	853	875	870
Interest on long-term debt	1,660	2,108	1,822	1,464	1,205	996	958	1,111	1,095	1,006
Bond issuance costs	154	-	-	-	-	-	-	-	-	-
Total Governmental Activities Expenses	35,829	35,348	34,507	34,255	34,543	34,834	33,086	32,739	32,023	31,204
Business-Type activities:										
Solid Waste	2,077	2,051	2,041	2,009	1,952	2,334	1,949	1,983	1,855	1,789
Water	527	481	567	453	400	564	318	333	325	643
Sewer	579	701	676	651	794	736	700	660	697	671
Stormwater	494	587	1,027	1,069	858	683	704	692	635	643
Swimming pool	694	708	658	667	736	686	626	603	635	539
Total Business-Type Activities Expenses	4,371	4,528	4,969	4,849	4,740	5,003	4,297	4,271	4,147	4,285
Total Primary Government Expenses	\$ 40,200	\$ 39,876	\$ 39,476	\$ 39,104	\$ 39,283	\$ 39,837	\$ 37,383	\$ 37,010	\$ 36,170	\$ 35,489
Program Revenues										
Governmental Activities:										
Charges for services:										
General Government	\$ 1,131	\$ 652	\$ 793	\$ 818	\$ 971	\$ 698	\$ 616	\$ 173	\$ 59	\$ 68
Public Safety	1,066	1,347	1,507	1,391	1,370	493	1,297	988	1,275	8
Public Services	267	124	2,340	80	76	79	106	76	65	321
Parks and Recreation	1,196	1,068	1,983	879	848	860	805	815	741	503
Community Development	923	797	762	1,053	677	760	781	774	796	964
Operating grants and contributions	1,941	2,177	410	2,060	1,813	1,632	1,703	1,704	1,688	70
Capital grants and contributions	-	388	-	-	80	195	248	300	91	-
Total Governmental Activities Program Revenues	6,524	6,553	7,795	6,281	5,835	4,717	5,556	4,830	4,715	1,934
Business-Type Activities:										
Charges for services:										
Solid Waste	1,961	1,986	1,954	1,685	1,664	2,052	1,872	1,794	1,780	1,823
Water	454	484	415	400	378	338	332	288	368	324
Sewer	818	850	791	774	771	734	708	550	680	629
Stormwater	748	752	761	548	537	542	552	521	531	555
Swimming pools	588	646	638	628	608	640	658	632	603	445
Operating grants and contributions	-	-	-	-	-	32	5	-	-	-
Capital grants and contributions	-	-	-	-	-	14	6	1,434	1,814	610
Total Business-Type Activities Program Revenues	4,569	4,718	4,559	4,035	3,958	4,352	4,133	5,219	5,776	4,386
Total Primary Government Program Revenues	\$ 11,093	\$ 11,271	\$ 12,354	\$ 10,316	\$ 9,793	\$ 9,069	\$ 9,689	\$ 10,049	\$ 10,491	\$ 6,320

	Year										
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004	
Net(Expense)Revenue											
Governmental Activities	\$ (29,305)	\$ (28,795)	\$ (26,712)	\$ (27,974)	\$ (28,708)	\$ (30,117)	\$ (27,530)	\$ (27,909)	\$ (27,308)	\$ (29,270)	
Business-Type Activities	198	190	(410)	(814)	(782)	(651)	(164)	948	1,629	101	
<i>Total Primary Government Net Expense</i>	<u>(29,107)</u>	<u>(28,605)</u>	<u>(27,122)</u>	<u>(28,788)</u>	<u>(29,490)</u>	<u>(30,768)</u>	<u>(27,694)</u>	<u>(26,961)</u>	<u>(25,679)</u>	<u>(29,169)</u>	
General Revenues and Other Changes in Net Position											
Governmental Activities:											
Taxes											
Income taxes	18,474	15,663	16,045	13,165	12,173	13,627	14,615	12,944	14,292	11,109	
Property taxes	9,245	8,936	9,043	9,122	9,109	8,847	8,826	9,098	7,834	7,881	
Intergovernmental	5,824	12,195	8,245	8,879	7,676	9,368	5,876	7,377	6,641	9,067	
Unrestricted investment earnings	(90)	703	609	866	887	2,562	2,693	2,134	1,078	855	
Miscellaneous	723	1,117	355	293	332	1,289	1,556	1,414	1,319	1,578	
Transfers	(4,852)	(1,352)	(2,035)	(1,365)	(1,048)	(895)	-	(160)	(250)	(4,150)	
Total governmental activities	29,324	37,262	32,262	30,960	29,129	34,798	33,566	32,807	30,914	26,340	
Business-type activities:											
Investment earnings	-	23	22	51	35	185	276	228	109	75	
Miscellaneous	1	-	-	-	-	239	-	-	(172)	-	
Transfers	4,852	1,352	2,036	1,365	1,048	895	-	160	251	4,150	
<i>Total Business-Type Activities</i>	<u>4,853</u>	<u>1,375</u>	<u>2,058</u>	<u>1,416</u>	<u>1,083</u>	<u>1,319</u>	<u>276</u>	<u>388</u>	<u>188</u>	<u>4,225</u>	
<i>Total Primary Government</i>	<u>34,177</u>	<u>38,637</u>	<u>34,320</u>	<u>32,376</u>	<u>30,212</u>	<u>36,117</u>	<u>33,842</u>	<u>33,195</u>	<u>31,102</u>	<u>30,565</u>	
Change in Net Position											
Governmental activities	19	8,467	5,550	2,986	421	4,681	6,036	4,898	3,606	(2,930)	
Business-type activities	5,051	1,565	1,648	602	301	668	112	1,336	1,817	4,326	
<i>Total Primary Government Change in Net Position</i>	<u>\$ 5,070</u>	<u>\$ 10,032</u>	<u>\$ 7,198</u>	<u>\$ 3,588</u>	<u>\$ 722</u>	<u>\$ 5,349</u>	<u>\$ 6,148</u>	<u>\$ 6,234</u>	<u>\$ 5,423</u>	<u>\$ 1,396</u>	

Note:

(1) Years 2012 and 2011 have been restated to reflect the items noted in Note (15) of the Notes to the Basic Financial Statements.

(2) For comparison purposes, payments in lieu of taxes (current year) and estate tax revenue (prior years) has been included with intergovernmental revenue.

Sources:

City of Upper Arlington Finance Department

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

	<u>Year</u>			
	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
General fund				
Reserved	N/A	N/A	N/A	\$ 1,817
Unreserved	N/A	N/A	N/A	26,258
Nonspendable	\$ 2,023	\$ 2,559	\$ 2,832	N/A
Restricted	1,021	1,026	861	N/A
Committed	8,788	8,877	9,809	N/A
Assigned	3,468	-	-	N/A
Unassigned	16,594	21,867	17,621	N/A
<i>Total General Fund</i>	<u>\$ 31,894</u>	<u>\$ 34,329</u>	<u>\$ 31,123</u>	<u>\$ 28,075</u>
All other governmental funds				
Reserved	N/A	N/A	N/A	\$ 3,181
Unreserved, reported in:				
Special revenue funds	N/A	N/A	N/A	2,196
Capital projects funds	N/A	N/A	N/A	19,506
Debt service funds	N/A	N/A	N/A	358
Nonspendable	\$ 34	\$ 4,925	\$ 4,922	N/A
Restricted	9,247	11,108	9,403	N/A
Committed	16,600	12,617	9,192	N/A
Assigned	-	-	-	N/A
Unassigned	(801)	(5,723)	(4,749)	N/A
<i>Total All Other Governmental Funds</i>	<u>\$ 25,080</u>	<u>\$ 22,927</u>	<u>\$ 18,768</u>	<u>\$ 25,241</u>

Sources:

City of Upper Arlington Finance Department

Note:

(1) Years 2012 and 2011 have been restated to reflect the items noted in Note (15) of the Notes to the Basic Financial Statements.

Note: The City implemented Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. As a result fund balance classifications were changed as of December 31, 2011.

<u>Year</u>					
<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 1,248	\$ 1,302	\$ 878	\$ 1,038	\$ 820	\$ 1,929
25,506	28,671	27,554	26,462	21,739	22,180
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
\$ 26,754	\$ 29,973	\$ 28,432	\$ 27,500	\$ 22,559	\$ 24,109
\$ 4,239	\$ 7,251	\$ 2,087	\$ 1,103	\$ 1,373	\$ 4,384
2,536	2,628	2,723	2,324	1,646	1,244
14,476	9,279	10,879	11,752	13,866	12,272
294	229	685	916	986	926
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
\$ 21,545	\$ 19,387	\$ 16,374	\$ 16,095	\$ 17,871	\$ 18,826

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

	<u>Year</u>				
	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Revenues					
Taxes	\$ 26,131	\$ 33,890	\$ 28,344	\$ 28,433	\$ 27,322
Intergovernmental	7,831	5,450	5,624	4,632	4,208
Licenses and permits	1,066	877	945	922	819
Charges for services	1,994	2,014	1,899	1,891	1,913
Fines and forfeits	345	362	430	416	388
Investment earnings	(106)	703	609	866	887
Miscellaneous	1,683	1,660	1,493	1,128	896
<i>Total Revenues</i>	<u>38,944</u>	<u>44,956</u>	<u>39,344</u>	<u>38,288</u>	<u>36,433</u>
Expenditures					
General Government	6,532	7,332	7,557	7,880	7,939
Public Safety	15,930	15,527	15,784	15,651	16,252
Public Services	4,081	3,135	2,913	3,190	2,892
Parks and Recreation	2,866	3,008	3,017	3,040	3,149
Community Development	994	994	956	991	975
Health Services	-	-	-	-	-
Capital outlay	5,272	10,830	16,095	8,923	13,601
Debt services					
Principal	2,850	2,595	2,480	1,985	1,487
Interest	1,735	1,819	1,743	1,393	1,177
Other charges	154	151	131	148	235
<i>Total Expenditures</i>	<u>40,414</u>	<u>45,391</u>	<u>50,676</u>	<u>43,201</u>	<u>47,707</u>
<i>Excess of Revenues Over(Under) Expenditures</i>	(1,470)	(435)	(11,332)	(4,913)	(11,274)
Other Financing Sources (Uses)					
Transfers in	9,851	7,285	5,036	6,661	5,605
Transfers out	(9,861)	(7,297)	(5,036)	(7,111)	(5,801)
Bonds/Notes issued	-	10,000	6,000	10,000	10,090
Refunding bonds and escrow transfer	8,640	-	-	-	6,715
Premium on bonds/notes issued	775	247	284	25	488
Payment of refunding notes	-	-	-	-	-
Payment to refunded bond escrow agent	(9,273)	-	(6,151)	-	(7,058)
Installment loan issued	-	-	-	-	-
Capital lease proceeds	918	-	-	-	-
Sale of capital assets	138	333	208	381	174
<i>Total Other Financing Sources (Uses)</i>	<u>1,188</u>	<u>10,568</u>	<u>341</u>	<u>9,956</u>	<u>10,213</u>
<i>Net Change in Fund Balances</i>	<u>\$ (282)</u>	<u>\$ 10,133</u>	<u>\$ (10,991)</u>	<u>\$ 5,043</u>	<u>\$ (1,061)</u>
Debt Service as a Percentage of					
Noncapital Expenditures	13.45%	13.30%	12.21%	9.96%	7.94%

Sources:

City of Upper Arlington Finance Department

Note:

(1) For comparison purposes, payments in lieu of taxes is included with intergovernmental revenue

(2) Year 2012 has been restated to reflect the items noted in Note (15) of the Notes to the Basic Financial Statements.

Year				
<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 27,576	\$ 27,261	\$ 26,228	\$ 27,056	\$ 23,881
4,372	4,295	4,783	3,510	4,427
862	917	733	866	703
1,911	1,812	1,585	1,561	1,139
362	362	394	439	414
1,997	2,218	2,134	1,365	855
1,569	2,051	2,045	1,005	1,121
<u>38,649</u>	<u>38,916</u>	<u>37,902</u>	<u>35,802</u>	<u>32,540</u>
8,510	6,909	6,538	6,239	6,045
15,188	14,677	13,531	13,079	12,723
2,998	3,875	3,453	3,490	3,648
3,147	3,025	2,897	2,858	2,791
968	936	850	863	855
-	-	-	161	167
7,114	6,686	4,667	8,585	10,759
4,964	1,195	1,848	1,821	1,757
1,227	972	991	1,103	967
120				15
<u>44,236</u>	<u>38,275</u>	<u>34,775</u>	<u>38,199</u>	<u>39,727</u>
(5,587)	641	3,127	(2,397)	(7,187)
3,348	5,826	2,661	8,026	3,399
(3,396)	(5,826)	(2,822)	(8,277)	(7,539)
9,972	3,972	3,972	3,972	3,972
-	-	-	-	-
123	40	25	33	35
-	(3,972)	(3,972)	(3,972)	-
-	-	-	-	-
-	-	-	-	500
-	-	-	-	-
94	530	174	110	64
<u>10,141</u>	<u>570</u>	<u>38</u>	<u>(108)</u>	<u>431</u>
<u>\$ 4,554</u>	<u>\$ 1,211</u>	<u>\$ 3,165</u>	<u>\$ (2,505)</u>	<u>\$ (6,756)</u>
16.66%	6.86%	9.43%	9.87%	9.40%

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

<u>Year</u>	<u>Income Tax</u>	<u>Property Tax</u>	<u>Estate Tax</u>	<u>Motor Fuel Tax (1)</u>	<u>Total</u>
2013	\$ 18,474	\$ 9,245	\$ 2,430	\$ 1,152	\$ 31,301
2012	15,663	8,936	8,235	1,146	33,980
2011	16,045	9,044	3,652	1,134	29,875
2010	13,165	9,122	4,462	1,141	27,890
2009	12,173	9,109	4,192	1,018	26,492
2008	13,627	8,847	3,743	1,139	27,356
2007	14,616	8,826	2,282	1,131	26,855
2006	12,944	9,098	3,761	1,132	26,935
2005	14,292	7,834	3,775	1,095	26,996
2004	11,109	7,881	3,287	960	23,237

Source:

City of Upper Arlington Finance Department

City of Upper Arlington, Ohio
Principal Property Taxpayers
Current and Nine Years Ago
(amounts expressed in thousands)

	2013		2004	
	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
<u>Public Utilities</u>				
Columbus Southern Power Co.	\$ 12,716,020	0.81%	\$ 8,921,230	0.69%
AEP Ohio Transmission	7,865,390	0.50%		
Columbia Gas of Ohio Inc.	2,356,760	0.15%	1,172,440	0.09%
Ohio Bell Telephone			7,260,340	0.57%
<u>Real Estate</u>				
Lane Avenue 450 LLC	5,542,710	0.35%		
Garrison Central LLC	4,633,560	0.30%		
Centro NP Greentree SC	4,354,390	0.28%		
Scioto Country Club Inc.	3,873,100	0.25%	3,561,790	0.28%
Echo Contentental	3,612,360	0.23%		
Kenbrook Village Company	3,043,600	0.19%		
Huntington National Bank	2,830,270	0.18%		0.00%
Orthopaedic Medical	2,669,980	0.17%		
National Church Residences	2,634,110	0.17%		
Tremont Center Company	2,220,290	0.14%		
Lazarus Real Estate	2,170,000	0.14%		
First Community Village			6,597,510	0.51%
RRC Acquisitions Inc.			6,068,240	0.47%
New Plan Financing I Inc.			3,601,690	0.28%
Compuserve Inc.			4,052,940	0.32%
UAP-Columbus JV-326132			5,237,050	0.41%
Kimco Development Corp.			2,999,160	0.23%
<u>Tangible Personal Property</u>				
America Online Inc.			3,164,850	0.25%
Time Warner Entertainment Company LP			1,955,080	0.15%
CBC Companies Inc			1,399,530	0.11%
Rich's Department Stores Inc.			834,000	0.06%
Kroger Company			582,650	0.05%
Penn Traffic Company			457,390	0.04%
TJX Companies			332,620	0.03%
Wild Oats Market Inc.			296,230	0.02%
IBM Credit LLC			283,410	0.02%
Horizons Videoa & Film Inc			283,130	0.02%
ALL OTHERS	1,501,746,690	96.13%	1,225,658,807	95.40%
TOTAL ASSESSED VALUATION	\$ 1,562,269,230	100.00%	\$ 1,284,720,087	100.00%

Source: Franklin County, Ohio; County Auditor

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

<u>Year</u>	<u>City of Upper Arlington</u>					<u>Overlapping Rates Franklin County</u>			
	<u>Operating Millage</u>	<u>Debt Service Millage</u>	<u>Police & Fire Pension Millage</u>	<u>Capital Equipment Millage</u>	<u>Total City Millage</u>	<u>Operating Millage</u>	<u>Specialty Service Millage1</u>	<u>Metro Parks Millage</u>	<u>Total County Millage</u>
2013	3.90	0.54	1.68	0.50	6.62	1.47	16.25	0.75	18.47
2012	3.90	0.54	1.68	0.50	6.62	1.47	16.25	0.75	18.47
2011	3.90	0.54	1.54	0.50	6.48	1.47	15.85	0.75	18.07
2010	3.90	0.54	1.54	0.50	6.48	1.47	15.85	0.75	18.07
2009	3.90	0.54	1.54	0.50	6.48	1.47	15.85	0.75	18.07
2008	3.90	0.52	1.54	0.50	6.46	1.47	15.90	0.65	18.02
2007	3.90	0.44	1.54	0.50	6.38	1.47	16.37	0.65	18.49
2006	3.90	0.44	1.80	0.50	6.64	1.47	16.32	0.65	18.44
2005	3.90	0.54	1.80	0.50	6.74	1.47	16.32	0.65	18.44
2004	3.90	0.65	1.80	0.50	6.85	1.47	15.52	1.45	18.44

Notes:

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

Source: Franklin County, Ohio; County Auditor

Overlapping Rates					
Upper Arlington Schools			Library		Total Direct & Overlapping Rates
Operating Millage	Debt Service Millage	Total School Millage	Operating Millage	Total Library Millage	
104.11	1.97	106.08	2.00	2.00	133.17
100.11	1.97	102.08	2.00	2.00	129.17
100.11	1.97	102.08	2.00	2.00	128.63
100.11	1.97	102.08	2.00	2.00	128.63
100.11	1.97	102.08	2.00	2.00	128.63
94.46	1.97	96.43	2.00	2.00	122.91
93.91	1.97	95.88	2.00	2.00	122.75
93.91	1.97	95.88	2.00	2.00	122.96
93.91	1.97	95.88	2.00	2.00	123.06
93.91	2.33	96.24	2.00	2.00	123.53

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

<u>Year Ended December 31</u>	<u>Real Property</u>			<u>Personal Property</u>		<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>	<u>Estimated Actual Taxable Value</u>	<u>Assessed Value as a Percentage of Actual Value</u>
	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Public Utility Property</u>	<u>General</u>	<u>Rate</u>				
2013	\$ 1,405,652,200	\$ 133,744,520	\$ 22,872,510	\$ -	\$ 1,562,269,230	6.62	\$ 4,463,626,371	35.00%	
2012	1,405,147,490	137,151,530	21,922,850	-	1,564,221,870	6.62	4,469,205,343	35.00%	
2011	1,410,425,940	149,473,060	14,095,190	-	1,573,994,190	6.48	4,497,126,257	35.00%	
2010	1,432,981,270	135,734,450	12,720,930	-	1,581,436,650	6.48	4,518,390,429	35.00%	
2009	1,429,916,090	139,163,160	11,480,320	698,120	1,581,257,690	6.48	4,518,676,966	35.00%	
2008	1,419,959,820	140,637,860	10,791,660	1,396,240	1,572,785,580	6.46	4,495,268,789	35.00%	
2007	1,403,290,100	128,782,010	10,411,260	5,925,871	1,548,409,241	6.38	4,430,798,827	35.00%	
2006	1,394,180,700	129,708,510	15,114,070	9,567,004	1,548,570,284	6.64	4,435,420,245	35.00%	
2005	1,385,515,540	131,105,350	16,565,250	12,449,944	1,545,636,084	6.74	4,430,331,605	35.00%	
2004	1,142,159,690	119,509,430	17,262,240	17,585,944	1,296,517,304	6.85	3,724,433,376	35.00%	

Source: Franklin County, Ohio; County Auditor

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

Employer	2013		2012		2011		2010		2009	
	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment
UA Board of Education	812	4.3%	850	4.5%	860	4.6%	880	4.7%	880	4.7%
AOL Midwest	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
First Community Village	225	1.2%	378	2.0%	352	1.9%	360	1.9%	370	2.0%
City of Upper Arlington	218	1.2%	224	1.2%	241	1.3%	246	1.3%	243	1.3%
Kroger	94	0.5%	107	0.6%	107	0.6%	107	0.6%	143	0.8%
Giant Eagle	175	0.9%	200	1.1%	198	1.1%	201	1.1%	197	1.0%
Scioto Country Club	200	1.1%	200	1.1%	173	0.9%	173	0.9%	-	0.0%
Wellington School	160	0.9%	160	0.9%	160	0.9%	160	0.9%	170	0.9%
National Church Residences	174	0.9%	184	1.0%	194	1.0%	177	0.9%	173	0.9%
Willis HRH	-	0.0%	-	0.0%	-	0.0%	106	0.6%	132	0.7%
Ohio State University	325	1.7%	325	1.7%	325	1.7%	290	1.5%	285	1.5%
CBC Companies	170	0.9%	198	1.1%	175	0.9%	175	0.9%	175	0.9%
Ohio Orthopaedic Center	243	1.3%	214	1.1%	158	0.8%	185	1.0%	170	0.9%
Total	2,796	14.90%	3,040	16.30%	2,943	15.70%	3,060	16.30%	2,938	15.60%
Total City Employees	17,378 (1)		17,378		17,018		17,552		17,076	

Employer	2008		2007		2006	
	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment
UA Board of Education	880	4.7%	890	4.7%	883	5.2%
AOL Midwest	-	0.0%	107	0.6%	230	1.4%
First Community Village	410	2.2%	384	2.0%	350	2.1%
City of Upper Arlington	245	1.3%	263	1.4%	260	1.5%
Kroger	-	0.0%	113	0.6%	140	0.8%
Giant Eagle	200	1.1%	160	0.9%	150	0.9%
Scioto Country Club	-	0.0%	157	0.8%	197	1.2%
Wellington School	170	0.9%	170	0.9%	170	1.0%
National Church Residences	210	1.1%	173	0.9%	165	1.0%
Willis HRH	125	0.7%	130	0.7%	150	0.9%
Ohio State University	300	1.6%	309			
CBC Companies	170	0.9%	157			
Ohio Orthopaedic Center	170	0.9%	unknown			
Total	2,880	15.40%	3,013	13.50%	2,695	16.0%
Total City Employees	18,773		17,851		16,064	

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

Notes:
(1) Total City Employees data for 2012 was used as data from 2013 was not yet available.
(2) Data prior to 2006 was not available or kept.

City of Upper Arlington, Ohio
Income Tax Statistics
Last Ten Years

Income Averages for Upper Arlington Tax Years 2012-2003

<u>Tax Year</u>	<u>Income Range Tax Year</u>	<u>Individual Resident Filers</u>	<u>Percent of Filers</u>	<u>Local Taxable Income</u>	<u>Percent of Taxable Income</u>
2012	0-19,999	2,961	25.1%	\$ 21,196,023	1.5%
2012	20,000-49,999	1,964	16.7%	68,089,408	4.8%
2012	50,000-74,999	1,370	11.6%	85,085,775	6.0%
2012	75,000-99,999	1,212	10.3%	105,334,609	7.5%
2012	Over 100,000	4,789	40.6%	1,249,530,060	88.4%
	Total	12,296		\$ 1,529,235,875	
2011	0-19,999	2,910	24.7%	\$ 21,326,493	1.5%
2011	20,000-49,999	1,897	16.1%	65,075,294	4.6%
2011	50,000-74,999	1,285	10.9%	79,842,261	5.6%
2011	75,000-99,999	1,237	10.5%	107,598,014	7.6%
2011	Over 100,000	4,463	37.8%	1,139,965,891	80.7%
	Total	11,792		\$ 1,413,807,953	
2010	0-19,999	3,167	25.7%	\$ 22,421,688	1.6%
2010	20,000-49,999	2,063	16.7%	71,104,776	5.1%
2010	50,000-74,999	1,448	11.7%	90,036,981	6.5%
2010	75,000-99,999	1,274	10.3%	110,848,623	8.0%
2010	Over 100,000	4,389	35.6%	1,094,467,390	78.8%
	Total	12,341		\$ 1,388,879,458	
2009	0-19,999	3,557	26.4%	\$ 24,452,373	1.8%
2009	20,000-49,999	2,348	17.4%	80,775,621	5.8%
2009	50,000-74,999	1,610	12.0%	99,913,085	7.2%
2009	75,000-99,999	1,407	10.4%	122,308,215	8.8%
2009	Over 100,000	4,547	33.8%	1,063,175,559	76.4%
	Total	13,469		\$ 1,390,624,853	
2008	0-19,999	3,502	26.4%	\$ 23,754,404	1.7%
2008	20,000-49,999	2,271	17.1%	79,149,064	5.6%
2008	50,000-74,999	1,515	11.4%	94,207,245	6.6%
2008	75,000-99,999	1,411	10.6%	122,833,691	8.6%
2008	Over 100,000	4,591	34.5%	1,103,314,611	77.5%
	Total	13,290		\$ 1,423,259,015	

Sources: Regional Income Tax Authority

Table 10

<u>Tax Year</u>	<u>Income Range Tax Year</u>	<u>Individual Resident Filers</u>	<u>Percent of Filers</u>	<u>Local Taxable Income</u>	<u>Percent of Taxable Income</u>
2007	0-19,999	3,664	30.1%	\$ 26,359,565	2.4%
2007	20,000-49,999	1,637	13.5%	54,251,610	4.9%
2007	50,000-74,999	1,407	11.6%	79,693,160	7.2%
2007	75,000-99,999	1,245	10.2%	100,589,849	9.1%
2007	Over 100,000	4,216	34.6%	849,276,468	76.5%
	Total	12,169		\$ 1,110,170,652	
2006	0-19,999	3,695	30.3%	\$ 26,984,865	2.5%
2006	20,000-49,999	1,672	13.7%	55,616,909	5.2%
2006	50,000-74,999	1,451	11.9%	82,344,261	7.7%
2006	75,000-99,999	1,267	10.4%	100,839,642	9.4%
2006	Over 100,000	4,114	33.7%	803,216,492	75.1%
	Total	12,199		\$ 1,069,002,169	
2005	0-19,999	3,803	30.7%	\$ 26,682,883	2.6%
2005	20,000-49,999	1,800	14.5%	61,121,765	6.0%
2005	50,000-74,999	1,503	12.1%	84,143,579	8.2%
2005	75,000-99,999	1,295	10.5%	103,131,636	10.1%
2005	Over 100,000	3,973	32.1%	746,916,424	73.1%
	Total	12,374		\$ 1,021,996,287	
2004	0-19,999	3,006	26.4%	\$ 20,217,366	2.0%
2004	20,000-49,999	2,220	19.5%	77,488,367	7.5%
2004	50,000-74,999	1,580	13.9%	98,128,545	9.5%
2004	75,000-99,999	1,242	10.9%	107,756,835	10.4%
2004	Over 100,000	3,352	29.4%	732,638,515	70.7%
	Total	11,400		\$ 1,036,229,628	
2003	0-19,999	3,048	26.2%	\$ 20,832,873	2.1%
2003	20,000-49,999	2,308	19.8%	80,697,366	8.0%
2003	50,000-74,999	1,681	14.4%	104,452,389	10.3%
2003	75,000-99,999	1,301	11.2%	113,105,862	11.2%
2003	Over 100,000	3,298	28.3%	691,332,818	68.4%
	Total	11,636		\$ 1,010,421,308	

City of Upper Arlington, Ohio
Income Tax Statistics
Last Ten Years

Local Taxes Paid by Upper Arlington Residents for Tax Years 2012 -2003

Tax Year	Taxes Paid by Upper Arlington Residents	%	Taxes credited to other municipalities	%	Total Local Income tax Paid by Residents
2012	\$ 4,187,114	16.6%	\$ 21,038,943	83.4%	\$25,226,057
2011	3,971,038	16.5%	20,086,924	83.5%	24,057,962
2010	3,608,055	15.6%	19,450,755	84.4%	23,058,810
2009	3,455,776	15.0%	19,413,911	85.0%	22,819,687
2008	3,600,753	15.4%	19,827,002	84.6%	23,427,755
2007	3,368,303	14.8%	19,335,641	85.2%	22,703,944
2006	3,093,888	14.2%	18,743,528	85.8%	21,837,416
2005	2,640,738	12.9%	17,799,188	87.1%	20,439,926
2004	2,893,662	14.0%	17,830,931	86.0%	20,724,593
2003	2,468,736	12.2%	17,742,940	87.8%	20,211,676

Source: Regional Income Tax Agency, Brecksville, Ohio

Notes:

- (1) Income reported represents income taxable at the local level. Local taxable income excludes some revenue sources taxable at the federal level, such as pensions, investment earnings, and capital gains.
- (2) While the City imposes a 2% income tax on its residents, a credit of up to 2% is allowed for income earned outside the City. Thus, the City's actual income tax collections are substantially less than 2% of local taxable income. In addition local taxable income includes income tax received from non-resident individuals who work within the jurisdiction, and are not required to file an annual return.
- (3) Differences in amounts reported as local tax collected by Upper Arlington residents and "Taxes from Individuals" amounts reported in Table 11 result from timing differences in collection and distribution of tax by the Regional Income Tax Agency (RITA), along with payments by non-resident individuals who remit payments for taxes from work performed inside the City.
- (4) Information for 2013 was not available.

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

Tax Year	Tax Rate	Total Tax Collected	Taxes From Withholding	Percentage of Taxes From Withholding	Taxes From Net Profits	Percentage of Taxes From Net Profits	Taxes From Individuals	Percentage of Taxes From Individuals
2013	2.0%	\$ 16,789	\$ 10,210	61%	\$ 2,064	12%	\$ 4,515	27%
2012	2.0%	15,253	10,043	66%	1,587	10%	3,623	24%
2011	2.0%	14,662	9,485	65%	1,706	12%	3,471	23%
2010	2.0%	13,595	8,823	65%	1,654	12%	3,118	23%
2009	2.0%	12,856	8,470	66%	1,368	11%	3,018	23%
2008	2.0%	13,459	8,861	66%	1,199	9%	3,399	25%
2007	2.0%	13,725	8,976	65%	1,590	12%	3,159	23%
2006	2.0%	12,948	8,537	66%	1,300	10%	3,111	24%
2005	2.0%	14,092	8,447	60%	2,070	15%	3,575	25%
2004	2.0%	12,103	7,789	64%	1,358	11%	2,956	24%

Sources:

1. City of Upper Arlington Finance Department

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

Year	Assessment Billings	Assessment Collections
2013	\$ 264,847	\$ 256,662
2012	264,759	258,840
2011	227,378	221,385
2010	227,806	221,426
2009	191,228	183,462
2008	164,544	158,503
2007	176,749	170,283
2006	170,875	165,602
2005	176,490	168,968
2004	193,890	180,040

Source: Franklin County, Ohio; County Auditor

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

Year Ended <u>December 31</u>	Total Tax Levy for <u>Year</u>	Collected within the Year of the Levy		Total Collections to Date			Outstanding Delinquent Taxes
		<u>Amount</u>	<u>Percentage of Levy</u>	<u>Delinquent Amount</u>	<u>Total Collected</u>	<u>Percentage of Levy</u>	
2013	\$ 10,539	\$ 9,873	93.7%	\$ 212	\$ 10,085	95.7%	\$ 306
2012	10,263	9,814	95.6%	201	10,015	97.6%	331
2011	10,331	9,959	96.4%	139	10,098	97.7%	297
2010	10,319	10,039	97.3%	280	10,039	97.3%	280
2009	10,227	9,789	95.7%	182	9,971	97.5%	256
2008	9,956	9,629	96.7%	156	9,785	98.3%	171
2007	9,825	9,607	97.8%	216	9,823	100.0%	2
2006	9,922	9,748	98.2%	154	9,902	99.8%	20
2005	8,676	8,538	98.4%	132	8,670	99.9%	6
2004	8,612	8,462	98.3%	192	8,612	100.0%	-

Sources:

1. Franklin County, Ohio Auditor's Office

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

	Year									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Water Surcharge Fund										
Assets	\$ 13,078,292	\$ 8,467,283	\$ 7,945,622	\$ 7,411,223	\$ 7,230,608	\$ 6,502,281	\$ 6,360,422	\$ 6,434,128	\$ 5,904,731	\$ 5,236,168
Net Position	12,683,034	7,958,545	7,518,288	6,882,025	6,599,581	5,775,525	5,542,374	5,529,978	4,789,701	3,919,893
Operating Revenue	453,817	483,841	415,257	400,872	378,310	338,368	331,769	287,526	367,837	323,738
Operating (Expense)	(518,242)	(469,704)	(553,445)	(441,195)	(379,486)	(538,746)	(292,343)	(297,320)	(281,602)	(592,922)
Non-operating										
Interest expense	(8,642)	(12,113)	(15,474)	(18,729)	(21,882)	(24,936)	(27,893)	(35,732)	(43,170)	(50,303)
Capital contributions	4,797,556	438,233	789,925	341,496	847,114	458,465	863	785,803	814,577	153,060
Transfers in									12,166	132,500
Changes in net position	4,724,489	440,257	636,263	282,444	824,056	233,151	12,396	740,277	869,808	(33,927)
Rate per 1000 cubic feet (MCF)	-	-	-	-	-	-	n/a	\$ 2.25	\$ 2.25	\$ 2.25
Surcharge rate on commodity	10%	10%	10%	10%	10%	10%	10%	n/a	n/a	n/a
Sewer Surcharge Fund										
Assets	\$ 5,697,135	\$ 5,882,523	\$ 5,361,147	\$ 4,733,360	\$ 4,855,726	\$ 4,855,594	\$ 5,001,647	\$ 5,178,972	\$ 4,975,935	\$ 4,778,126
Net Position	5,432,215	5,191,963	4,803,006	3,992,446	3,864,859	3,847,306	3,804,221	3,806,317	3,352,075	2,927,519
Operating Revenues	817,827	849,869	791,375	773,647	770,913	733,944	707,767	550,432	679,508	628,936
Operating (Expense)	567,036	(686,420)	(655,787)	(640,209)	(767,628)	(695,158)	(667,109)	(602,141)	(615,965)	(595,873)
Non-operating										
Investment income	-	-	-	2,191	-	-	-	-	-	-
Interest expense	(11,817)	(17,321)	(22,636)	(27,770)	(32,729)	(39,545)	(46,953)	(56,772)	(81,605)	(75,066)
Other, net	1,278	1,314	(1,782)	-	(283)	-	-	(717)	-	-
Capital contributions	-	241,515	699,390	19,728	5,280	43,844	4,199	563,440	327,211	68,882
Transfers in	-	-	-	-	42,000	-	-	-	115,407	111,892
Changes in net position	240,252	388,957	810,560	127,587	17,553	43,085	(2,096)	454,242	424,556	138,771
Rate per 1000 cubic feet (MCF)	n/a	n/a	n/a	n/a	n/a	n/a	n/a	\$ 4.90	\$ 4.90	\$ 4.90
Surcharge rate on commodity	18%	18%	18%	18%	18%	18%	18%	n/a	n/a	n/a
Stormwater Fund										
Assets	\$ 8,187,275	\$ 8,104,500	\$ 7,450,946	\$ 7,244,427	\$ 7,364,506	\$ 7,703,051	\$ 7,285,557	\$ 7,329,195	\$ 7,298,612	\$ 6,938,644
Net Position	7,447,650	7,150,802	6,300,342	6,007,974	5,944,148	6,234,838	5,690,203	5,584,460	5,447,922	4,924,013
Operating Revenue	747,665	752,485	759,571	547,530	536,686	541,393	552,515	521,393	531,407	554,837
Operating (Expense)	(470,976)	(753,441)	(999,967)	(1,049,163)	(784,215)	(611,126)	(640,036)	(609,646)	(546,910)	(549,591)
Non-operating										
Investment income	(980)	20,482	17,199	44,912	35,810	158,057	269,598	224,481	106,217	72,928
Interest expense	(23,017)	(25,800)	(28,800)	(31,800)	(73,572)	(71,174)	(76,334)	(82,367)	(88,005)	(93,333)
Other, net	-	-	-	(1,252)	(5,399)	-	-	(205)	-	-
Capital contributions	44,156	658,395	-	553,599	-	527,485	-	84,882	521,200	16,880
Changes in net position	296,848	652,121	292,368	63,826	(290,690)	544,635	105,743	136,538	523,909	1,721
Annual residential rate	\$ 45	\$ 45	\$ 45	\$ 33	\$ 33	\$ 33	\$ 33	\$ 33	\$ 33	\$ 33

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

	Fiscal Year									
	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Swimming Pools Fund										
Assets	\$ 5,500,362	\$ 5,608,496	\$ 5,672,924	\$ 5,691,865	\$ 5,733,292	\$ 5,862,787	\$ 5,892,406	\$ 5,870,072	\$ 5,834,355	\$ 6,689,387
Net Position	5,497,609	5,606,289	5,670,292	5,688,405	5,730,972	5,858,410	5,891,084	5,858,925	5,818,409	5,870,319
Operating Income	588,377	645,686	638,039	627,780	607,844	639,817	658,141	632,090	602,636	444,735
Operating (Expense)	(693,429)	(710,533)	(657,934)	(666,474)	(735,539)	(636,328)	(625,982)	(602,674)	(634,911)	(539,115)
Non-operating										
Other, net	-	(712)	-	(4,881)	257	-	-	-	(172,202)	-
Transfers in	-	-	-	-	-	-	-	11,100	1,560	3,906,000
Capital contributions	-	1,556	-	-	-	13,837	-	151,007	-	371,513
Changes in net position	(105,052)	(64,003)	(18,113)	(42,567)	(127,438)	(32,674)	32,159	40,516	(51,910)	4,183,133
Cost of a resident family membership (family of four)	\$ 210.00	\$ 210.00	\$ 200.00	\$ 200.00	\$ 200.00	\$ 200.00	\$ 200.00	\$ 180.00	\$ 180.00	\$ 180.00
Solid Waste Fund										
Assets	\$ 39,463	\$ 122,966	\$ 174,319	\$ 255,184	\$ 122,153	\$ 235,106	\$ 438,585	\$ 602,488	\$ 507,750	\$ 632,074
Net Position	(151,778)	(47,030)	4,200	86,461	(43,807)	91,235	206,575	323,739	357,469	307,684
Operating Income	1,960,750	1,985,699	1,953,860	1,685,471	1,663,863	2,051,840	1,871,859	1,794,062	1,780,473	1,823,425
Operating (Expense)	(2,076,882)	(2,051,441)	(2,041,069)	(2,009,141)	(1,946,147)	(2,362,771)	(2,201,569)	(1,981,547)	(1,854,940)	(1,789,696)
Non-operating										
Investment income	1,268	2,512	4,948	3,771	(76)	26,992	6,095	5,933	2,611	2,405
Other, net	-	-	-	167	(6,182)	303,283	-	(1,478)	-	-
Transfers in	10,116	12,000	-	450,000	153,500	48,032	1,451	149,300	121,641	-
Transfers out	-	-	-	-	-	(182,716)	-	-	-	-
Changes in net position	(104,748)	(51,230)	(82,261)	130,268	(135,042)	(115,340)	(117,164)	(33,730)	49,785	36,134
Cost of a single trash sticker	\$ 2.90	\$ 2.90	\$ 2.90	\$ 2.40	\$ 2.40	\$ 2.40	\$ 3.10	\$ 2.50	\$ 2.50	\$ 2.50

(1) Year 2012 has been restated to reflect the items noted in Note (15) of the Notes to the Basic Financial Statements.

Source: City of Upper Arlington Finance Department

City of Upper Arlington, Ohio
Ratios of Outstanding Debt by Type
Last Ten Years

(amounts expressed in thousands, except percentage of personal income and per capita amount)

<u>Year</u>	<u>General Bonded Debt Outstanding</u>				<u>Other Governmental Activities Debt</u>				<u>Business-Type Activities</u>				<u>Percentage of Personal Income (1)</u>	<u>Per Capita (1)</u>
	<u>General Obligation Bonds & Notes</u>	<u>Build America & Recovery Zone Bonds</u>	<u>Special Assessment Bonds</u>	<u>Capital Leases</u>	<u>Installment Loans</u>	<u>General Obligation Bonds</u>	<u>Commission Loans</u>	<u>Ohio Public Works</u>	<u>Total Primary Government</u>					
2013	\$ 43,780	\$ 6,300	\$ 50,080	\$ 728	\$ -	\$ 680	\$ 590	\$ 52,683	2.88%	\$ 1,556				
2012	37,695	15,520	53,215	-	-	840	872	55,637	3.13%	\$1,647				
2011	30,190	15,520	45,710	-	-	1,000	947	48,467	2.81%	1,435				
2010	27,475	15,520	42,995	-	-	1,150	1,201	46,251	2.67%	1,370				
2009	27,570	7,320	34,890	-	-	1,300	1,448	38,633	2.29%	1,195				
2008	26,002	-	26,002	-	105	1,405	1,686	30,283	1.75%	890				
2007	20,807	-	20,807	-	207	1,575	1,916	25,675	1.81%	762				
2006	21,822	-	21,822	-	307	1,750	2,139	27,268	2.06%	864				
2005	23,406	-	23,406	-	405	2,130	2,354	29,620	2.23%	939				
2004	24,957	-	24,957	-	600	2,491	2,562	32,010	2.64%	1,005				

Notes:

(1) See the Schedule of Demographic and Economic Statistics on page 184 for personal income and population data.

Sources:

City of Upper Arlington Finance Department

City of Upper Arlington, Ohio
General Bonded Debt Outstanding as a Percentage of
Estimated Actual Taxable Value of Property and per Capita
Last Ten Years
(amounts expressed in thousands, except per capita amount)

Year	General Bonded Debt Outstanding	Less: Amounts Available in Debt Service Fund Restricted only for Principal Payments	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2013	\$ 50,760	\$ -	\$ 50,760	3.25%	\$ 1,500
2012	54,055	-	54,055	3.46%	1,600
2011	46,710	-	46,710	2.97%	1,383
2010	44,145	-	44,145	2.79%	1,307
2009	36,190	-	36,190	2.29%	1,120
2008	27,407	-	27,407	1.74%	806
2007	22,382	-	22,382	1.45%	664
2006	23,572	-	23,572	1.52%	747
2005	25,536	-	25,536	1.65%	809
2004	27,448	-	27,448	2.12%	862

Source: City of Upper Arlington Finance Department

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(1) Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(2) See Table 8 for taxable property value data.

(3) Population and personal income data can be found in Table 20.

(4) General bonded debt outstanding Includes general obligation bonds and notes, Build America and Recovery bonds, and business-type activities general obligation bonds.

City of Upper Arlington, Ohio
Direct and Overlapping Governmental Activities Debt
As of December 31, 2013

<u>Governmental Unit</u>	<u>Assessed Valuation</u>	<u>Gross General Obligation</u>	<u>Estimated Percentage Applicable to Upper Arlington¹</u>	<u>Estimated Share of Overlapping Debt</u>
Direct				
City of Upper Arlington	\$ 1,562,269,230	\$ 50,079,994	100.00%	\$ 50,079,994
Overlapping				
Franklin County	26,160,709,180	306,252,385	5.97%	15,398,498
Columbus City School District	892,713,010	479,726,887	0.33%	1,570,501
Dublin City School District	2,895,531,720	155,343,617	0.20%	380,745
Upper Arlington City School District	1,574,668,070	23,731,187	99.41%	23,798,159
Central Ohio JVS	4,645,004,480	2,780,000	0.12%	5,275
Subtotal, overlapping debt		967,834,076		41,153,178
Total direct and overlapping debt		<u>\$1,017,914,070</u>		<u>\$ 91,233,172</u>

Source: Auditor, Franklin County; Settlement Division

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Upper Arlington. This process recognizes that, when considering the city's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

¹ For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the city's boundaries and dividing it by each unit's total taxable assessed value.



CITY OF | **UPPER ARLINGTON**

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

	Year			
	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Overall debt limit	\$ 164,038	\$ 164,243	\$ 165,269	\$ 166,051
Total net debt applicable to limit	43,931	54,764	46,750	43,542
Legal debt margin	120,107	109,479	118,519	122,509
Total net debt applicable to the limit as a percentage of debt limit	26.78%	33.34%	28.29%	26.22%
Unvoted Debt limit	\$ 85,925	\$ 86,032	\$ 86,570	\$ 86,979
Total net debt applicable to limit	37,066	47,589	42,025	38,187
Legal debt margin	48,859	38,443	44,545	48,792
Total net debt applicable to the limit as a percentage of debt limit	43.14%	55.32%	48.54%	43.90%
<u>Overall (Voted and Unvoted) Debt Limitation:</u>				
Total assessed value	\$1,562,269 (2)			
Debt limit (10 1/2% of total assessed value)	164,038			
Debt applicable to limit:				
General obligation bonds and notes	44,460			
Less: Amount set aside for repayment of general obligation debt	529			
Total net debt applicable to limit	<u>43,931</u>			
Legal debt margin	<u><u>\$ 120,107</u></u>			

Notes:

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

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

Unvoted Debt Limitation:

Total assessed value	\$ 1,562,269
Debt limit (5 1/2% of total assessed value)	85,925
Debt applicable to limit:	
General obligation bonds and notes	44,460
Less: Debt outside limitations	6,865
Debt within limitation	<u>37,595</u>
Less: Amount set aside for repayment of general obligation debt	<u>529</u>
Total net debt applicable to limit	<u>37,066</u>
Legal debt margin for unvoted debt	<u><u>\$ 48,859</u></u>

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

<u>Year</u>	<u>Population 1</u>	<u>Personal Income (amounts expressed in thousands)</u>	<u>Per Capita Personal Income 1</u>	<u>Median Age 1</u>	<u>School Enrollment 2</u>	<u>Unemployment</u>	
						<u>Local Rate 3</u>	<u>State Rate 4</u>
2013	33,848	\$ 1,830,229	\$ 54,072	42.9	5,812	6.2%	7.1%
2012	33,785	1,776,787	52,591	42.8	5,847	6.1%	7.2%
2011	33,785	1,724,690	51,049	42.8	5,521	7.5%	8.6%
2010	33,771	1,735,289	51,384	41.8	5,521	7.7%	9.5%
2009	32,321	1,808,910	52,145	42.2	5,415	9.8%	10.2%
2008	34,023	1,726,701	50,751	42.1	5,438	5.3%	6.5%
2007	33,686	1,415,654	42,025	42.6	5,492	4.9%	5.8%
2006	31,550	1,325,889	42,025	42.6	5,628	4.7%	5.5%
2005	31,550	1,325,889	42,025	42.6	5,440	4.6%	5.5%
2004	31,860	1,214,376	38,116	42.6	5,388	5.0%	5.7%

Sources:

1. U.S. Census Bureau, American Fact Finder.
2. Ohio Department of Education, Enrollment by District.
3. U.S. Bureau of Labor Statistics, Local Area Unemployment Statistics
4. U.S. Bureau of Labor Statistics, State and Local Unemployment Rates

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

Function	Full-time Equivalent Employees as of December 31				
	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Public Safety					
Police	63.0	65.0	65.0	65.0	65.0
Fire	60.0	60.0	64.0	64.0	64.0
General Government	36.6	40.1	40.1	46.5	47.6
Public Services (3)	44.4	33.0	33.3	34.2	34.2
Parks and Recreation (2)	52.2	56.3	56.3	50.8	50.8
Community Development	9.8	9.8	9.3	10.0	10.0
Utilities (1)	0.0	9.8	9.8	12.2	12.2
Total	266.0	274.1	277.8	282.7	283.8

Function	Full-time Equivalent Employees as of December 31				
	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Public Safety					
Police	65.0	65.0	65.0	65.0	63.0
Fire	64.0	64.0	64.0	64.0	64.0
General Government	47.6	47.6	47.0	47.5	47.5
Public Services	34.2	34.2	33.2	33.2	34.2
Parks and Recreation (2)	51.5	50.8	49.8	53.3	52.6
Community Development	10.0	10.0	10.0	10.0	10.0
Utilities (1)	12.2	12.2	12.2	12.2	12.2
Sanitation	23.2	23.2	23.2	23.2	23.2
Total	307.7	307.0	304.4	308.4	306.7

Notes:

(1) Includes water, sewer and stormwater

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

(3) Public services and utilities functions combined during 2013.

Source:

City of Upper Arlington Finance Department

City of Upper Arlington, Ohio
Capital Asset Statistics
Last Nine Years

Function	2013	2012	2011	2010	2009	2008	2007	2006	2005
Public Safety - Police									
Number of police stations	1	1	1	1	1	1	1	1	1
Number of police cruisers	15	15	15	15	15	15	13	15	13
Number of pieces of equipment	257	257	257	257	257	255	255	257	251
Public Safety - Fire									
Number of fire stations	2	2	2	3	3	3	3	3	3
Number of fire engines	3	3	3	3	3	3	3	3	3
Number of medics	3	3	3	4	4	3	3	3	3
Number of pieces of equipment	275	298	288	272	272	295	306	319	299
Public Services									
Miles of roads		204	204	204	204	154	154	153	153
Number of traffic signals	52	52	52	52	52	52	52	54	54
Number of streetlights	1,491	1,497	1,497	1,427	1,427	1,427	809	659	659
Parks and Recreation									
Number of parks	28	28	28	28	28	25	25	22	25
Acres of parkland	170	170	170	180	180	180	180	180	169
Number of swimming pools	3	3	3	3	3	3	3	3	3
Number of tennis courts	21	21	20	20	20	23	23	23	16
Number of senior centers	1	1	1	1	1	1	1	1	1
Utilities									
Number of fire hydrants	1,958	1,958	1,958	1,958	1,958	1,958	1,958	1,958	1,958
Number of catch basins	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400
Miles of sanitary sewer	145	145	145	145	145	145	145	143	143
Solid Waste									
Number of packer trucks	-	-	-	-	-	-	10	11	10
Number of satellite vehicles	-	-	-	-	-	7	21	22	23
Roll-Off Truck	-	-	-	-	-	-	1	1	-
Stake Bed Truck	-	-	-	-	-	-	1	1	-
Pick-up Trucks	-	-	-	-	-	3	4	3	-

Note:

Data for years prior to 2005 is not available.

Sources:

1. City of Upper Arlington departments



CITY OF | **UPPER ARLINGTON**

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

Function	Operating Indicators by Function			
	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<i>Public Safety - Police</i>				
Number of citations issued	3,678	4,015	4,200	4,642
Number of arrests	451	474	592	633
Number of accidents	407	478	524	510
<i>Public Safety - Fire</i>				
Number of fire responses	1,664	1,821	4,815	3,077
Number of EMS responses	3,114	3,196	3,224	3,418
Number of inspections	2,023	2,085	1,917	1,435
<i>General Government</i>				
Number of probation cases	293	251	269	289
Number of traffic cases	2,560	2,900	2,977	3,459
Number of fleet management repairs	1,667	2,034	2,210	2,328
<i>Public Services</i>				
Roadway repairs-surface (sq. ft.)	2,955	23,110	21,051	35,336
Street cleaning-leaf collection (cu. Yds.)	20,946	16,123	17,503	18,312
Street cleaning-snow removal (hours)	2,462	519	1,207	2,787
<i>Parks and Recreation</i>				
Number of registrations for programs	14,330	11,806	16,415	67,628
Number of programs/classes	1,996	1,918	1,934	5,183
Number of trees planted (less removed trees)	80	221	194	210
<i>Community Development</i>				
Number of building permits issued	521	426	463	370
Number of building inspections conducted	2,249	2,645	5,069	3,210
Number of code investigations	827	894	817	1,121
<i>Utilities</i>				
Number of fire hydrant repairs (water)	77	60	57	92
Number of catch basin repairs (stormwater)	50	92	108	200
Number of manhole repairs (sewer)	16	45	64	-
<i>Solid Waste</i>				
Number of refuse collected (tons)	5,945	6,116	6,618	6,209
Number of yard waste collected (tons)	298	182	205	282
Number of recyclables collected (tons)	4,615	4,662	4,956	4,805

Sources:

1. City of Upper Arlington departments

Operating Indicators by Function

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
4,497	4,181	4,293	3,616	5,014	5,275
705	711	586	734	806	872
496	539	516	555	549	583
3,226	3,500	3,493	3,300	3,410	2,438
3,916	4,000	3,954	3,533	2,894	2,914
952	1,437	1,437	1,700	1,757	1,138
302	269	216	227	244	236
3,253	3,200	2,939	3,178	3,486	3,520
2,370	2,407	2,898	2,874	3,194	3,242
86,425	116,686	109,082	131,774	121,610	105,439
21,178	22,669	21,668	22,235	23,941	21,091
823	1,168	2,002	294	1,465	1,000
12,173	8,999	11,406	22,409	25,663	10,816
1,461	1,383	802	1,146	927	612
215	275	306	173	390	170
378	383	376	380	433	406
3,014	2,259	2,455	2,542	2,481	2,469
924	1,017	934	698	664	964
86	97	75	106	175	117
195	225	244	82	57	108
28	54	42	63	113	119
6,400	6,700	6,814	7,120	6,406	7,542
384	300	391	599	640	667
5,600	4,400	4,362	5,747	5,701	5,456



CITY OF | **UPPER ARLINGTON**

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CITY OF | **UPPER**
ARLINGTON

Finance & Administrative Services Department

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Dave Yost • Auditor of State

CITY OF UPPER ARLINGTON

FRANKLIN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
SEPTEMBER 02, 2014**