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WESBANCO INC
Form 11-K
June 28, 2002

SECURITIES AND EXCHANGE COMMISSION
Washington, D. C. 20549

Form 11-K

ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934

For the fiscal year ended December 31, 2001

OR

TRANSITION REPORT PURSUANT TO SECTION 15(d) OF
THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from to

Commission file number 0-8467

A. Full title of the plan and the address of the plan, if
different from that of the issuers named below:

WESBANCO, INC. KSOP

B. Name of issuer of the securities held pursuant to the
plan and the address of its principal executive office:

WesBanco, Inc.
1 Bank Plaza
Wheeling, WV 26003

AUDITED FINANCIAL STATEMENTS AND SUPPLEMENTAL
INFORMATION

WesBanco, Inc. KSOP
Years ended December 31, 2001 and 2000 with Report of
Independent Auditors

WesBanco, Inc. KSOP

Audited Financial Statements and Supplemental Information

Years ended December 31, 2001 and 2000

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Report of Independent Auditors

Pension Committee
WesBanco, Inc.

We have audited the accompanying statements of net assets available for benefits of the WesBanco, Inc. KSOP as of December 31, 2001 and 2000, and the related statements of changes in net assets available for benefits for the years then ended. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audits.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for benefits of the Plan at December 31, 2001 and 2000, and the changes in its net assets available for benefits for the years then ended, in conformity with accounting principles generally accepted in the United States.

Our audits were performed for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying supplemental schedules of assets held at end of year as of December 31, 2001, and reportable transactions for the year then ended, are presented for purposes of additional analysis and are not a required part of the financial statements but are supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. These supplemental schedules are the responsibility of the Plan's management. The supplemental schedules have been subjected to the

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auditing procedures applied in our audits of the financial statements and, in our opinion, are fairly stated in all material respects in relation to the financial statements taken as a whole.

/s/ Ernst & Young LLP

June 17, 2002

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WesBanco, Inc. KSOP

Statements of Net Assets Available for Benefits

	December 31	
	2001	2000

Assets		
Investments:		
Registered investment companies	\$ 10,075,610	\$ 7,731,711
WesBanco common stock	11,791,744	13,498,166
Cash and short term investments	15,732	407,162
Participant Loans	6,011	16,064

Total investments	21,889,097	21,653,103
Contributions receivable	100,500	44,217
Accrued assets	157,605	134,431

Total assets	22,147,202	21,831,751
Liabilities		
Note payable to bank	1,572,353	-

Net assets available for benefits	\$ 20,574,849	\$ 21,831,751
	=====	

The accompanying notes are an integral part of the financial statements.

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WesBanco, Inc. KSOP

Statements of Changes in Net Assets Available for Benefits

	Years ended December 31	
	2001	2000

Additions:		
Investment income:		

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Interest and dividends	\$ 728,307	\$ 1,435,459
Net depreciation in fair value of investments	(2,096,955)	(2,166,005)
Total investment loss	(1,368,648)	(730,546)
Contributions:		
Employer	1,021,511	1,098,286
Employees	1,275,608	1,235,894
Total contributions	2,297,119	2,334,180
Assets from merged plans	30,080	835,211
Total additions	958,551	2,438,845
Deductions:		
Distributions to participants	2,081,419	2,241,608
Interest Expense	134,034	29,304
Total deductions	2,215,453	2,270,912
Net (decrease) increase	(1,256,902)	167,933
Net assets available for benefits:		
Beginning of year	21,831,751	21,663,818
End of year	\$ 20,574,849	\$ 21,831,751

The accompanying notes are an integral part of the financial statements.

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WesBanco, Inc. KSOP

Notes to Financial Statements

December 31, 2001 and 2000

Note 1 - Plan Description

The following brief description of the WesBanco, Inc. KSOP (Plan) is provided for general information purposes only. Participants should refer to the Plan agreement and Summary Plan description for more complete information. The WesBanco, Inc. KSOP includes an Employer Stock Ownership Plan (ESOP), established on December 31, 1986, which is a noncontributory, defined contribution plan and the Plan also qualifies as a cash or deferral arrangement under Section 401(k) of the Internal Revenue Code effective January 1, 1996. The trustee of the ESOP is the Trust Department of WesBanco, Inc. Effective January 1, 2001, State Street Bank and Trust Company became the trustee for the 401(k) portion of the Plan.

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WesBanco, Inc. (the Company) is a bank holding company offering a wide range of financial services, including trust and mortgage banking services, through offices located in West Virginia and Eastern Ohio. Effective January 1, 2000, Vandalia National Corporation, the Bank of McMechen, Albright National Bank of Kingwood, and Shawnee Bank, Inc. 401(k) plans were merged into WesBanco's KSOP.

ESOP contributions are made to participants who complete 1,000 hours of service during the Plan year and who are actively employed on December 31. The ESOP has the ability to borrow money and use the proceeds of the loan to buy common stock of the Company. The ESOP holds common stock in a suspense account until principal payments are made on the loan. As loan payments are made, an amount of common stock is released from the suspense account and allocated to the accounts of the participants based on the participant's compensation.

The borrowing is collateralized by the unallocated shares of stock and periodic payments are guaranteed by the Company. The lender has no rights against shares once they are allocated under the ESOP. At December 31, 2001, the Plan holds 558,057 shares of WesBanco stock, of which 453,666 shares were allocated to specific employee accounts and 104,391 shares were unallocated.

Contributions to the ESOP by the Company are made in an amount determined by the Board of Directors. For any year in which the loan is outstanding, the contribution may be no less than is needed to pay the principal and interest on the loan for that year. Contributions and forfeitures are allocated to participants in proportion to each participant's compensation, but cannot exceed the lesser of \$30,000 or 25% of such participant's compensation during the Plan year.

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WesBanco, Inc. KSOP

Notes to Financial Statements (continued)

Note 1 - Plan Description (continued)

Participant's interests in the ESOP are fully vested after five years of service. Generally, terminations of employment for reasons other than death, normal retirement or permanent disability prior to completion of five years of service results in forfeiture.

Distributions to participants who have left employment of the Company or their beneficiaries may be paid in either cash or stock in lump sum or installments over a period that the participant selects, within certain Plan restrictions.

Trustee fees may be paid by the Plan or Plan Sponsor (WesBanco, Inc.), at the discretion of the Plan Sponsor.

The Plan, which falls under the guidelines of Section 401(k), established on January 1, 1996, provides for salary deferral and matching employer contributions. The Plan is designed to enable

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eligible employees to invest the employee deferral, employer matching and employee rollover contribution among funds that are made available by the Plan Administrator. Effective January 1, 1999 employer matching contributions may be paid to the Trust in cash or shares of employer stock as determined by the Board. During 2001, the Neuberger-Berman Genesis Fund and Neuberger-Berman Guardian Plan were liquidated and reinvested in the WesMark Small Company Growth Fund and the AIM Basic Value Fund, respectively. On January 1, 2001, the Unitized Stock Fund was initiated with an arbitrary price of \$10.00 per unit. This price in no way correlates with the actual price per share of WesBanco common stock. The Unitized Fund offers daily valuation for balances that were previously held in actual shares in the WesBanco Common Stock Fund. The unitization allows participants to transfer in and out of the fund on a daily basis. Other fund options included Federated Prime Obligations, Federated Max-Cap Fund, WesMark Bond Fund, WesMark Growth Fund, WesMark Balanced Fund, Harbor Capital Appreciation Fund, and Harbor International Fund. An employee shall become a participant in the Plan on the employee's employment date effective on January 1, April 1, July 1 or October 1 following such employee's employment date, if the employee has reached the employee's twenty-first birthday.

Matching contributions to the 401(k) equal 50% of the first 2% of compensation deferred and 25% of the next 2% of compensation deferred. The amount of the contribution will not be greater than the amount permitted by federal law. Participant's interest is 100% vested in the employee deferral, employer matching, and rollover accounts.

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WesBanco, Inc. KSOP

Notes to Financial Statements (continued)

Note 1 - Plan Description (continued)

Hardship distributions can be made from a participant's employee deferral account (401(k)) with approval by the Plan Administrator, if specific criteria is met.

The Plan is administered by a committee comprised of employees and Directors appointed by the Board of Directors of the Company.

Note 2 - Summary of Significant Accounting Policies

The financial statements of the Plan are prepared on the accrual basis. Purchases and sales of securities are accounted for as of the trade date. Interest and dividend income is recorded as earned.

Valuation of Investments

The Plan's investments are stated at fair value. Securities traded on a national securities exchange are valued at the last reported sales price on the last business day of the Plan year. Shares of registered investment companies are valued at the net asset value of shares held by the Plan at year-end.

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Use of Estimates

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

Priorities Upon Termination of the Plan

The Company reserves the right to terminate the Plan at any time. In the event the Plan is completely or partially terminated or the Company determines it will permanently discontinue making contributions to the Plan, all property then credited to the participants' accounts will immediately become fully vested and nonforfeitable. The trustee will be directed to either continue to hold the property in the participants' accounts in accordance with the provisions of the Plan until such accounts would become distributable under the provisions of the Plan, or distribute to such participants all property allocated to their accounts.

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WesBanco, Inc. KSOP

Notes to Financial Statements (continued)

Note 2 - Summary of Significant Accounting Policies (continued)

Reclassification

Certain amounts in the financial statements for prior years have been reclassified to conform to the statement presentation for the current year. These reclassifications have no effect on net assets available for plan benefits.

Note 3 - Transactions with Parties-in-Interest

Legal, accounting and other administrative fees are paid at the discretion of the Plan Sponsor by the Plan or Plan Sponsor. WesBanco, Inc. provides investment advisory services for the WesMark funds. The Plan is administered by the Plan Sponsor. The trustee of the ESOP is the Trust Department of WesBanco, Inc. As noted below, the note payable represents a loan from the Company. The Company makes contributions to the Plan, which are then used to make required payments on the note payable to the Company.

Note 4 - Note Payable

During 2000, the WesBanco ESOP Trust renewed a revolving line of credit with an affiliated lender. Conditions of the loan agreement provide for a revolving line of credit in the aggregate amount of \$2,000,000 to facilitate purchases of WesBanco Common Stock in the open market. The loan bears interest at a rate equal to the lender's base rate and requires annual repayments of principal equal to 20% of the balance at January 1 of each year. The loan has a final maturity date of 5 years from the date of

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inception. The \$2,000,000 revolving line of credit had a balance of \$1,572,353 and \$-0- as of December 31, 2001 and 2000, respectively.

Note 5 - Income Tax Status

The Plan has received a determination letter from the Internal Revenue Service dated May 28, 1998, stating that the Plan is qualified under Section 401(a) of the Internal Revenue Code (the Code) and, therefore, the related trust is exempt from taxation. Subsequent to the issuance of the determination letter, the Plan was amended. Once qualified, the Plan is required to operate in conformity with the Code to maintain its qualification. The Plan Administrator believes the Plan is being operated in compliance with the applicable requirements of the Code and, therefore, believes that the Plan, as amended, is qualified and the related trust is tax-exempt.

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WesBanco, Inc. KSOP

Notes to Financial Statements (continued)

Note 6 - Investments

For the years ended December 31, 2001 and 2000, the Plan's investments (including investments bought, sold, and held during the year) (depreciated) appreciated in fair value as determined by quoted market prices as follows:

	2001		
	Fair Value	Net Appreciation (Depreciation)	Fair Value
			Appr (Depr)
Investments at fair value as determined by quoted market price:			
Participant Directed Investments:			
Federated Prime Obligations Fund	\$ 494,181	\$ -	\$ 460,573
WesMark Small Company Fund	812,637	(121,347)	-
WesMark Fixed Income Fund	650,269	11,849	457,442
WesMark Growth Fund	2,807,647	(528,751)	2,884,489
Harbor International Fund	139,587	(90,755)	231,254
WesMark Balanced Fund	405,151	(57,793)	443,854
Harbor Capital Appreciation Fund	934,298	(214,346)	1,212,965
Federated Max-Cap Fund	287,930	(38,869)	281,397
AIM Funds Group Basic Value Class A	723,087	16,620	-
Temporary Investment Fund	-	-	1,759,737
Participant Loans	6,011	-	16,064
Total participant directed	7,260,798	(1,023,392)	7,747,775
Nonparticipant-directed investments:			

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WesBanco common stock	11,791,744	(908,022)	13,498,166	(1,
WesBanco unitized fund	2,820,823	(165,541)	-	
Federated Prime Obligations Fund	15,732	-	407,162	
<hr/>				
Total nonparticipant directed	14,628,299	(1,073,563)	13,905,328	(1,
<hr/>				
Total	\$21,889,097	(\$2,096,955)	\$21,653,103	(\$2,
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WesBanco, Inc. KSOP

Notes to Financial Statements (continued)

Note 6 - Investments (continued)

Nonparticipant-Directed Investments

Information about the net assets and the significant components of the changes in net assets relating to the nonparticipant-directed investments is as follows:

	December 31, 2001			
	WesBanco Allocated ESOP Fund	WesBanco Unallocated ESOP Fund	WesBanco Utilized Fund	Total
	<hr/>			
Investments at fair value:				
WesBanco common stock	\$ 9,585,961	\$2,205,783	\$ -	\$11,791,744
WesBanco unitized fund	-	-	2,820,823	2,820,823
Cash and short term investments	15,732	-	-	15,732
	<hr/>			
Total investments	9,601,693	2,205,783	2,820,823	14,628,299
Accrued assets	128,759	-	-	128,759
Due to (from)	394,215	(394,215)	-	-
	<hr/>			
Total assets	10,124,667	1,811,568	2,820,823	14,757,058
Note payable to bank	-	1,572,353	-	1,572,353
	<hr/>			
Net assets available for benefits	\$10,124,667	\$ 239,215	\$2,820,823	\$13,184,705
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WesBanco, Inc. KSOP

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Notes to Financial Statements (continued)

Note 6 - Investments (continued)

Nonparticipant-Directed Investments (continued)

	December 31, 2000			
	WesBanco Allocated ESOP Fund	WesBanco Unallocated ESOP Fund	WesBanco Stock Fund	Total
Investments at fair value:				
WesBanco common stock	\$10,721,899	\$ -	\$2,776,267	\$13,498,166
Cash and short term investments	407,162	-	-	407,162
Total investments	11,129,061	-	2,776,267	13,905,328
Contributions Receivable	44,217	-	-	44,217
Accrued assets	101,200	-	-	101,200
Total assets	11,274,478	-	2,776,267	14,050,745
Note payable to bank	-	-	-	-
Net assets available for benefits	\$11,274,478	\$ -	\$2,776,267	\$14,050,745

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WesBanco, Inc. KSOP

Notes to Financial Statements (continued)

Note 6 - Investments (continued)

Nonparticipant-Directed Investments (continued)

	Year ended December 31, 2001		
	WesBanco Allocated ESOP Fund	WesBanco Unallocated ESOP Fund	WesBanco Utilized Fund
Net assets available for benefits at January 1, 2001	\$11,274,478	\$ -	\$2,776,276
Additions:			
Interest and dividends	503,490		27,364
Net (depreciation) appreciation in fair value of investments	(1,113,805)	205,783	(165,541)
Contributions	-	705,783	533,896

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Deductions:			
Distributions	(1,077,813)	-	(346,348)
Interest expense	-	(134,034)	-
Net transfers	538,317	(538,317)	(4,824)

Net assets available for benefits at December 31,2001	\$10,124,667	\$ 239,215	\$2,820,823

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WesBanco, Inc. KSOP

Notes to Financial Statements (continued)

Note 6 - Investments (continued)

Nonparticipant-Directed Investments (continued)

	Year ended December 31, 2000		
	WesBanco Allocated ESOP Fund	WesBanco Unallocated ESOP Fund	WesBanco Utilized Fund

Net assets available for benefits at January 1, 2000	\$12,391,729	\$ (27,366)	\$3,170,180
Additions:			
Interest and dividends	422,020	11,013	112,557
Net (depreciation) appreciation in fair value of investments	(1,283,679)	31,460	(344,643)
Contributions	-	794,218	448,721
Deductions:			
Distributions	(1,035,613)	-	(199,186)
Interest expense	-	(29,304)	-
Net transfers	780,021	(780,021)	(411,362)

Net assets available for benefits at December 31,2000	\$11,274,478	\$ -	\$2,776,267

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WesBanco, Inc. KSOP

EIN: 55-0571723 Plan Number: 002

Schedule H, Line 4(i)-Schedule of Assets
(Held at End of Year)

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December 31, 2001

Identity of Issue, Borrower, Lessor or Similar Party	Description of Investment	Cost	Current Value

Short term investments			

15,732	Federated Prime Obligations Fund (ESOP)	NR	\$ 15,732
Registered Investment Companies			

494,181	Federated Prime Obligations Fund	NR	494,181
110,263	WesMark Small Company Fund*	NR	812,632
65,354	WesMark Fixed Income Fund*	NR	650,263
225,877	WesMark Growth Fund*	NR	2,807,642
15,808	Harbor International Fund	NR	139,582
41,768	WesMark Balanced Fund*	NR	405,152
31,964	Harbor Capital Appreciation Fund	NR	934,292
12,368	Federated Max-Cap Fund	NR	287,932
25,425	AIM Funds Group Basic Value Class A	NR	723,082
273,071	WesBanco Unitized Fund*	NR	2,820,822
Equity Securities			

558,057	WesBanco Common Stock*	\$ 6,137,989	11,791,742
Participant Loans			

-	Loan Account* (interest rates range from 7.80% to 9.00% and have maturities through January 2004)	-	6,012

*Party-in-interest
NR - Not required

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WesBanco, Inc. KSOP

EIN: 55-0571723 Plan Number: 002

Schedule H, Line 4(j) - Schedule of Reportable Transactions

Year Ended December 31, 2001

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Identity of Party Involved	Description of Assets	Purchase Price	Selling Price	Cost

Category I				

WesBanco Unitized Fund	Registered Investment Company	\$ 2,619,851	\$ -	\$ 2,619,851
Category III				

WesBanco Common Stock	Equity Securities (6 purchases)	2,316,725	-	2,316,725
WesBanco Unitized Fund	Registered Investment Company			
	61 purchases	3,886,006	-	3,886,006
	46 sales	-	1,167,891	1,167,891
Federated Prime Obligations Fund	Registered Investment Company			
	116 purchases	2,798,701	-	2,798,701
	48 sales		2,677,248	2,677,248

N/A-not applicable

SIGNATURES

The Plan. Pursuant to the requirements of the Securities Exchange Act of 1934, the trustees (or other persons who administer the employee benefit plan) have duly caused this annual report to be signed on its behalf by the undersigned hereunto duly authorized.

WESBANCO, INC. KSOP

(Name of Plan)

June 28, 2002

Date

/s/ Robert H. Young

Executive Vice President
and Chief Financial Officer

