

Dave Yost • Auditor of State

CITY OF REYNOLDSBURG
FRANKLIN COUNTY

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Dave Yost • Auditor of State

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

City of Reynoldsburg
Franklin County
7232 East Main Street
Reynoldsburg, Ohio 43068

To the 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, each major fund, and the aggregate remaining fund information of the City of Reynoldsburg, Franklin County, Ohio (the City) as of and for the year ended December 31, 2015, 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 6, 2016, wherein we noted the City adopted Governmental Accounting Standard No. 68, Accounting and *Financial Reporting for Pensions* – an amendment of GASB Statement No. 27 and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*

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.

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.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

Dave Yost
Auditor of State
Columbus, Ohio

June 6, 2016

CITY OF REYNOLDSBURG, OHIO

Franklin, Fairfield and Licking Counties, Ohio



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2015

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2015

Issued by:
Richard E. Harris
City Auditor

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FRANKLIN, FAIRFIELD AND LICKING COUNTIES, OHIO

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CITY OF REYNOLDSBURG

7232 East Main Street • Reynoldsburg, Ohio 43068
Richard E. Harris, City Auditor

phone (614) 322-6858

fax (614)-322-6857

June 6, 2016

Honorable Citizens of Reynoldsburg
and Members of City Council
Reynoldsburg, Ohio:

I am pleased to present the Comprehensive Annual Financial Report for the City of Reynoldsburg for the year ended December 31, 2015. This report has been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

INTRODUCTION

While there is no legal requirement for the preparation of this report, it represents a commitment by the City of Reynoldsburg (the "City") to conform to nationally recognized standards of excellence in financial reporting. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of my knowledge and belief, the enclosed data, as presented, is accurate in all material respects, is presented in a manner designed to fairly set forth the financial position and results of operations of the City and includes all disclosures necessary to enable the reader to gain an understanding of the City's financial activity.

Generally Accepted Accounting Principles require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Reynoldsburg's MD&A can be found immediately following the report of the independent auditors.

The Reporting Entity

The accompanying basic financial statements comply with the provisions of accounting principles generally accepted in the United States of America in that the financial statements include all organizations, activities, functions and component units for which the City (the reporting entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board and either (1) the City's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide financial benefit to or impose a financial burden on the City.

***Letter of Transmittal
For the Year Ended December 31, 2015***

Based on the foregoing, the reporting entity of the City has no component units but includes the following services as authorized by its Charter: police protection, parks and recreation, planning, zoning, street maintenance and other governmental services. Additionally, the City owns the water distribution system, the wastewater collection system and the stormwater collection system, each of which is reported as an enterprise fund. Treatment services for both water and wastewater are provided by the City of Columbus on a contractual basis. The City also reports the solid waste collection and disposal operations as an enterprise fund.

Historical Information

The origin of Reynoldsburg can be traced to 1801 when Thomas Jefferson signed an Act of Congress granting land to Lt. Colonel Bradford to be appropriated for refugees from Canada. The first settler was Thomas Palmer, who came from Massachusetts in 1803. The Village of Frenchtown was platted in 1831 on land owned by John D. French. The name was changed in 1839 to Reynoldsburg in honor of John C. Reynolds, the Postmaster and a representative in the Ohio General Assembly. The village was incorporated in 1839 and granted city status in 1960.

Reynoldsburg is noted as "the birthplace of the tomato" because of its famous resident horticulturist Alexander W. Livingston (1821-1898), internationally known for his development of the "Paragon" tomato.

New to the City's landscape this year was the replacement of the Ohio National Road Miler Marker and a Mile Marker Interpretive Sign. Two hundred twenty miles of the National Road ran through Ohio, and a stone marker on the north side of every mile told travelers how many miles they were from Cumberland, Maryland. To date, over 83 of these mile markers remain along the original routes of US 40. Located on the front lawn of the Municipal Building the granite marker reminds us of a small piece of our State's history.

Location

Reynoldsburg is located ten miles east of downtown Columbus and comprises the eastern edge of the Columbus metropolitan area. It was the first Franklin County city to expand into two other counties: Licking County to the east and Fairfield County to the south. Encompassing approximately thirteen square miles, the City lies near the geographic center of the state and is easily accessible from all areas in Ohio. The City is seven miles from Port Columbus International Airport and offers immediate accessibility to interstate highways I-70 and I-270 via three major interchanges. Reynoldsburg is situated 833 feet above sea level and experiences mean temperatures of 71.97 degrees during the summer and 29.8 degrees during the winter.

Form of Government

The City operates under the Charter first adopted by the voters in 1979 and amended by the voters in 1982, 1987, 1992, 1995, 1997, 2007 and 2012, which provides for a Mayor-Council form of government. The laws of the State of Ohio prevail when conflicts exist between the Charter and the State Constitution and in matters where the Charter is silent. Legislative authority is vested in a seven member Council of whom three members are elected at-large and four are elected from wards. The presiding officer is the President of Council who is elected at-large.

***Letter of Transmittal
For the Year Ended December 31, 2015***

All members are elected to four year terms. The City's chief executive and administrative officer is the Mayor who is elected to that full-time office for a four year term. The Mayor appoints all employees except those of City Council, the City Auditor's office and the City Attorney's office. The City's chief fiscal officer is the City Auditor, who is elected to that full-time office for a four year term. The City's legal officer is the City Attorney, who is elected to that full-time office for a four year term.

ECONOMIC OUTLOOK

Reynoldsburg saw consistent growth in the commercial sectors of the community. Reynoldsburg experienced growth primarily in the retail and restaurant areas. In 2015, the City attracted 35 businesses to either expand or relocate in Reynoldsburg. Most of these businesses utilized existing structures and tenant spaces.

The largest employer in the City is Limited Brands, Inc. and its subsidiaries, consisting of office, shipping, and distribution facilities on a 360-acre site. The Limited Brands Inc. specialty shops/facilities at the Reynoldsburg site are Mast Logistic Services Inc., Victoria's Secret Stores Inc., L Brands Services Cp. LLC, and Bath and Bodyworks Division. The national retail clothing company has contributed an average of approximately \$5,200,000 dollars a year in income tax receipts since 2003. Other large employers located in the City include Reynoldsburg City Schools, The State of Ohio, Wal-Mart, Target, Kroger, Home Depot and Lowes.

The City established the Department of Development in late 1997 to provide business and industry with a point of contact within local government. The department is responsible for business attraction, retention, zoning and planning. The following businesses opened locations in Reynoldsburg during 2015:

Save a Lot moved into a 19,850 square foot location off of East Livingston Avenue and expects to have approximately 15 employees.

Robertson Truck Sales opened an 8,440 square foot retail business with 8 employees.

The City is also working on the development of a strip mall located at the Shoppes at East Broad. The estimated completion date is summer 2016.

Employment Rates

The great diversity of job opportunities in the Central Ohio area has helped the unemployment rate to remain consistently even or lower than the state and national averages. It has been estimated that 80% of Reynoldsburg residents work in Columbus and the surrounding area. Therefore, the City's rate of unemployment is influenced to a great extent by that of the metropolitan area. At the end of 2015, when the Federal experienced an unemployment rate of 5% and the State experienced an unemployment rate of 4.8%, Reynoldsburg experienced an unemployment rate estimated to average 3.9%.

***Letter of Transmittal
For the Year Ended December 31, 2015***

Long-term Financial Planning

The City continually seeks opportunities to increase revenues to fund necessary infrastructure and operating costs. City Council is considering a possible income tax credit reduction for those residents who live in Reynoldsburg but work and pay taxes in other cities or a property tax levy which will assist in funding future street projects. Until a long term solution is decided the City continues to be prudent with its spending policies and hiring practices.

MAJOR INITIATIVES

Capital Improvements

The City continued its conservative posture with respect to spending for capital improvements in 2015. Sources of funds other than General Fund sources financed many of the projects. Projects begun, completed and/or in process in 2015 include:

- **Huber Park/Recreation Center Study** - The City is exploring opportunities to develop available land located adjacent to the Reynoldsburg Senior Center. Discussions are in place to purchase land and build a recreation center. Currently various studies and plans are being considered. The City expects to fund this from a proposed future tax rate increase.
- **Livingston Avenue Resurfacing Project** - This project is in the preliminary engineering phase. It has been approved to receive a Grant/Loan from the Ohio Public Works Commission to fund this project. Work is expected to begin in late 2016 and be completed sometime in 2017.
- **2015 Street Program** - In addition to resurfacing various neighborhood streets, the street program included removing and repairing the brick crosswalks and the construction of a public parking lot, both located in the Olde Reynoldsburg portion of Main Street. The project is funded from the Capital Projects Fund, Street Fund, Water Fund and the Stormwater Fund.
- **East Broad Street Water Tank** - This project was to refurbish and reline the East Broad Street water tank. The majority of the work was completed in 2015 with the final details being completed in Early 2016. This project had an estimated cost of \$244,000 and will be funded from the Water CIP receipts.
- **Furth Drive Waterline Replacement** - This project began in 2015 and is expected to be completed in early 2016. The estimated total cost of the project is \$570,000 and will be funded from the Water CIP receipts.
- **2014 and 2015 Sewer Projects** - Both projects were completed in 2015. The total costs of the projects were approximately \$272,000 and \$364,000 respectively. Both projects were funded from the Sewer CIP receipts

In 2014, council passed a CIP fee to be charged to residents based on their water/sewer usage. The proceeds from these fees will be used to fund various waterline replacements and sewer relining projects.

CITY OF REYNOLDSBURG, OHIO

***Letter of Transmittal
For the Year Ended December 31, 2015***

Employee Relations

The full-time employee profile, excluding the Police Department, is as follows:

Elected Officials	3
Classified Employees	46
Non-Classified Employees	<u>13</u>
Total	<u>62</u>

The police department profile is as follows:

Sworn Officers	55
Dispatchers	8
Others	<u>6</u>
Total	<u>69</u>

City Council consists of the following:

President of Council	1
Ward Councilpersons	4
At-Large Councilpersons	<u>3</u>
Total	<u>8</u>

A collective bargaining agreement between the City of Reynoldsburg and the Fraternal Order of Police, Capital City Lodge #9, which represents forty-two sworn officers, is effective January 1, 2013 through December 31, 2015. The Ohio Patrolmen's Benevolent Association represents the City's eight sergeants, which is effective January 1, 2013 thru December 31, 2015. The contract between the City and the Fraternal Order of Police, Ohio Labor Council, which represents the eight dispatchers, is effective January 1, 2013 through December 31, 2015. All other employees are governed by legislative action of City Council. The City is currently in negotiations with the respective unions to replace the above contracts.

***Letter of Transmittal
For the Year Ended December 31, 2015***

FINANCIAL INFORMATION

Internal Control, Budgetary Control and the Accounting System

Development of the City's accounting system included substantial consideration of the adequacy of the internal accounting controls. Internal accounting controls are designed to provide reasonable but not absolute assurance of the following:

1. The City's assets are protected against loss and unauthorized use or disposition.
2. Reliable financial reports for preparing financial statements and providing accountability for assets are maintained.

The concept of reasonable assurance states that internal controls should be evaluated applying the following criteria:

1. The expense associated with providing the internal controls should not exceed the benefits likely to be derived from their implementation.
2. The evaluation of the offsetting costs and benefits involves estimates and judgment by the City administration and the Auditor's office.

All internal control evaluations occur within this framework. It is the belief of the administrative and financial management personnel that the City's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

The Auditor's office is responsible for the auditing and analysis of all purchase orders of the City. Personnel of the Auditor's office carefully review purchase orders to ensure the availability of monies in the proper funds and accounts prior to the certification and subsequent payment of approved invoices. The City utilizes a fully automated accounting system as well as an automated system of controls for capital asset accounting and payroll. These systems, coupled with the review and examination performed by the City Auditor's office, ensure that the financial information generated is both accurate and reliable.

Budgetary control is maintained at the object level for each department within each fund via legislation approved by City Council. The various objects are:

- Personal services
- Contractual Services
- Other Expenditures
- Transfers
- Materials and Supplies
- Capital Outlay
- Debt Service:
Principal
Interest

***Letter of Transmittal
For the Year Ended December 31, 2015***

Lower levels within each object are accounted for and reported internally. Such lower levels are referred to as line items of expenditure. Estimated amounts must be encumbered prior to final approval of purchase orders or other contracts to vendors. Encumbrances in excess of the available object level appropriations are not approved unless additional appropriations are authorized. Unencumbered appropriations return (lapse) to the unappropriated balances in the individual funds at the end of each fiscal year, which coincides with the calendar year.

OTHER INFORMATION

Independent Audit

The basic financial statements of the City of Reynoldsburg were audited by David Yost, Auditor of State. The independent auditor's unmodified opinion has been included in this report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Reynoldsburg, Ohio for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2014. This was the twenty-fourth consecutive year (1991-2014) that the City received this award.

The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards in state and local government financial reporting. To be awarded a Certificate of Achievement, a governmental unit must prepare an easily readable and efficiently organized Comprehensive Annual Financial Report with contents conforming to all program standards. The report must satisfy both accounting principles generally accepted in the United States of America (GAAP) and applicable legal requirements respective to the reporting entity.

A Certificate of Achievement is valid for a period of one year. The City of Reynoldsburg received its first Certificate of Achievement for the fiscal year ended December 31, 1991. I believe this current report continues to conform to the Certificate of Achievement program requirements, and I am submitting the report to the GFOA.

The publication of this Comprehensive Annual Financial Report is indicative of the City's commitment to provide significantly enhanced financial information and accountability to its citizens. In addition to the citizens of Reynoldsburg, the recipients of this report include city, state and federal officials, schools, libraries, newspapers, investment banking firms, banks and rating agencies. The report is made available to any person or organization requesting it. The extensive effort to prepare and distribute this report is indicative of the City Auditor's goal of full disclosure of the City's finances.

***Letter of Transmittal
For the Year Ended December 31, 2015***

Acknowledgments

Sincere appreciation is extended to the individuals who have contributed their time and effort in gathering data for this report, particularly the staff of the City Auditor and the offices of the Auditors of Franklin, Licking and Fairfield Counties.

Special acknowledgment is extended to the staff of Donald J. Schonhardt and Associates, Inc. for their continued guidance in the preparation of this report.

Special thanks to the members of City Council and the City Administration whose support is necessary for the City of Reynoldsburg to conform to reporting requirements established for municipal governments to maintain the sound financial position that the City has enjoyed for many years.

Finally, my sincere gratitude to the people of Reynoldsburg for electing me so that I may serve as their City Auditor.

Sincerely,



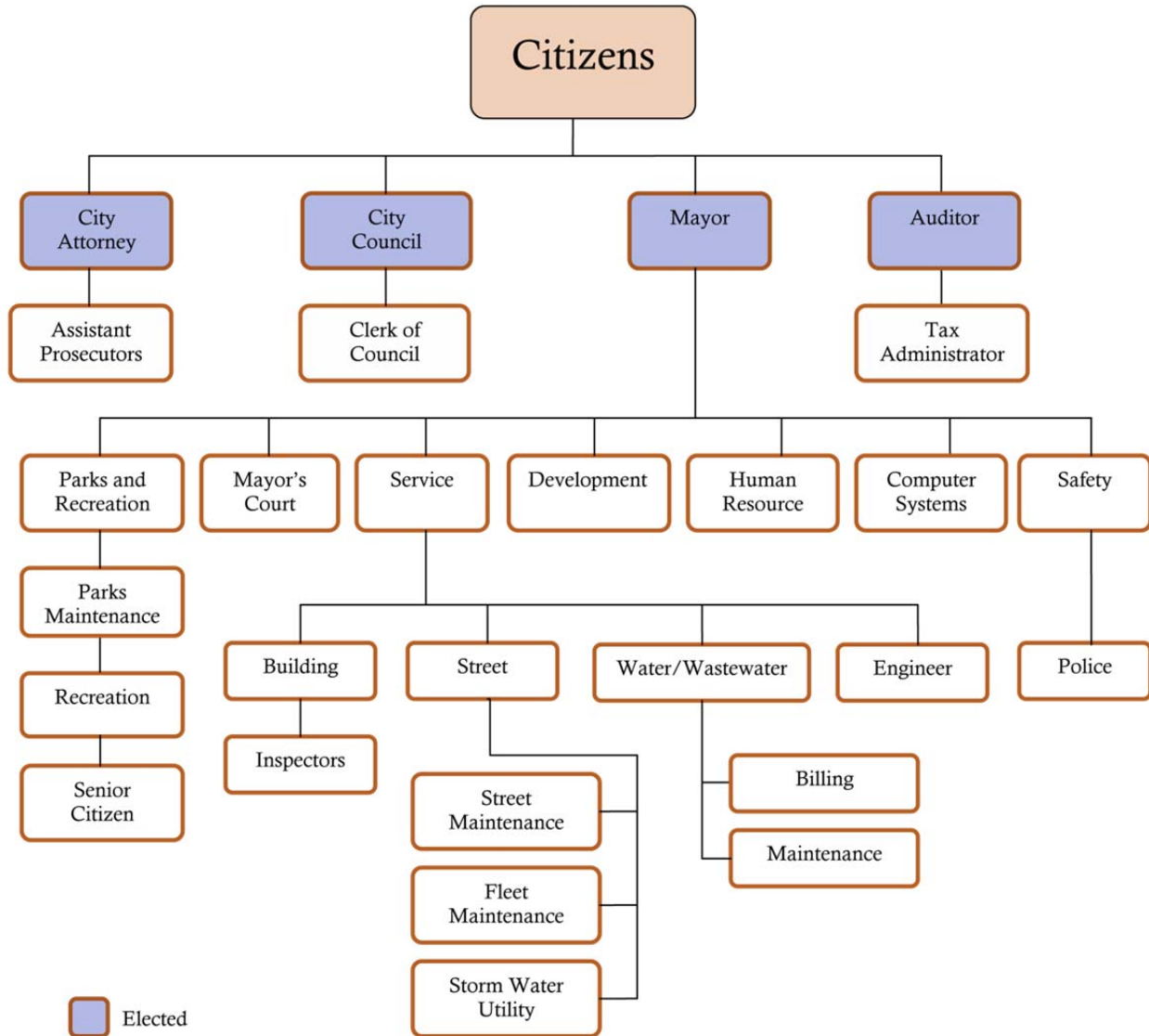
Richard E. Harris
City Auditor

CITY OF REYNOLDSBURG, OHIO

***List of Principal Officials
For the Year Ended December 31, 2015***

<u>Office</u>	<u>Name</u>	<u>Years in Office</u>	<u>Years with the City</u>	<u>Vocation</u>	<u>Term Expires</u>
Mayor	Bradley L. McCloud	8	20		12/31/2015
Auditor	Richard E. Harris	10	14		12/31/2017
City Attorney	Jed Hood	10	10		12/31/2015
President of Council	Doug Joseph	10	10	Consultant	12/31/2015
Members of Council	Chris Long	6	6	Executive	12/31/2017
	Barth R. Cotner	7	7	Funeral Director	12/31/2017
	Dan Skinner	2	2	Attorney	12/31/2017
	Scott Barrett	4	4	Executive	12/31/2015
	Mel Clemens	16	26	Retired	12/31/2015
	Leslie Kelley	8	8	Assistant Principal	12/31/2015
	Cornelius McGrady III	4	4	Retired Military	12/31/2015

**City Organizational Chart
For the Year Ended December 31, 2015**



**Government Finance Officers Association of the United States and Canada
Certificate of Achievement for Excellence in Financial Reporting**



Government Finance Officers Association

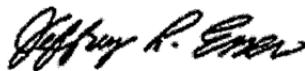
**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Reynoldsburg
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2014



Executive Director/CEO





Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

City of Reynoldsburg
Franklin County
7232 East Main Street
Reynoldsburg, Ohio 43068

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, and the aggregate remaining fund information of the City of Reynoldsburg, Franklin County, Ohio (the City), as of and for the year ended December 31, 2015, 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.

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, each major fund, and the aggregate remaining fund information of the City of Reynoldsburg, Franklin County, Ohio, as of December 31, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, the Permissive Tax Fund, and the Street Construction, Maintenance and Repair Fund, thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 2 to the financial statements, during the year ended December 31, 2015, the City adopted Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* and also GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. We did not modify our opinion regarding this matter.

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 schedules of net pension liabilities and pension contributions 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.

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 6, 2016, 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.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

Dave Yost
Auditor of State
Columbus, Ohio

June 6, 2016

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The Management's Discussion and Analysis of the City of Reynoldsburg's (the City) financial performance provides an overall review of the City's financial activities for the year ended December 31, 2015. The intent of the Management's Discussion and Analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2015 are as follows:

- ❑ In total, net position increased \$1,561,794. Net position of governmental activities increased \$2,292,842 which represents a 5.1% increase from 2014. Net position of business-type activities decreased \$731,048 or 0.8% from 2014.
- ❑ General revenues accounted for \$19,148,147 in revenue or 50.2% of all revenues. Program specific revenues in the form of charges for services and sales and grants and contributions accounted for \$18,999,373 or 49.8% of total revenues of \$38,147,520.
- ❑ The City had \$21,108,032 in expenses related to governmental activities; \$4,252,727 of these expenses were offset by program specific charges for services and sales, grants or contributions.
- ❑ Among major funds, the General Fund had \$15,755,739 in revenues and \$14,655,489 in expenditures. The General Fund's fund balance increased from \$5,271,413 to \$6,369,678.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts – *management's discussion and analysis*, the *basic financial statements*, and an optional section that presents *combining and individual statements and schedules* for non-major governmental funds. The basic financial statements include two kinds of statements that present different views of the City:

These statements are as follows:

1. *The Government-Wide Financial Statements* – These statements provide both long-term and short-term information about the City's overall financial status.
2. *The Fund Financial Statements* – These statements focus on individual parts of the City, reporting the City's operations in more detail than the government-wide statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

Government-wide Statements

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the Statement of Activities regardless of when cash is received or paid.

The two government-wide statements report the City's net position and how they have changed. Net position, (the difference between the City's assets and deferred outflows of resources and liabilities and deferred inflows of resources), is one way to measure the City's financial health or position.

- Over time, increases or decreases in the City's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City you need to consider additional non-financial factors such as the City's tax base and the condition of the City's capital assets.

The government-wide financial statements of the City are divided into two categories:

- Governmental Activities – Most of the City's program's and services are reported here including security of persons and property, public health and welfare services, leisure time activities, community environment, transportation and general government.
- Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The City's water, sewer, storm water drainage and solid waste removal services are reported as business-type activities.

Fund Financial Statements

Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes. The fund financial statements provide more detailed information about the City's most significant funds, not the City as a whole.

Governmental Funds – Most of the City's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance programs. The City's major funds are the General Fund, Permissive Tax Fund, Street Construction, Maintenance and Repair Fund, Taylor Square TIEF Debt Retirement Fund and the Capital Improvement Fund. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

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Proprietary Funds – Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match. The proprietary fund financial statements provide separate information for the Water, Sewer, Storm Water Drainage and Solid Waste funds, all of which are considered major funds.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. All of the City's fiduciary activities are reported in a separate Statement of Assets and Liabilities.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The following table provides a summary of the City's net position for 2015 compared to 2014:

	Governmental Activities		Business-type Activities		Total	
		Restated		Restated		Restated
	2015	2014	2015	2014	2015	2014
Current and other assets	\$26,368,756	\$24,640,323	\$7,575,193	\$9,138,562	\$33,943,949	\$33,778,885
Capital assets, Net	55,613,017	56,674,675	85,589,464	86,843,911	141,202,481	143,518,586
Total assets	81,981,773	81,314,998	93,164,657	95,982,473	175,146,430	177,297,471
Deferred outflows of resources	2,639,879	2,000,053	99,162	70,182	2,739,041	2,070,235
Long-term liabilities outstanding	18,282,559	19,848,019	2,182,207	2,747,413	20,464,766	22,595,432
Net Pension Liability	14,404,889	13,661,888	573,646	562,242	14,978,535	14,224,130
Other liabilities	3,019,925	3,002,462	2,497,194	4,011,286	5,517,119	7,013,748
Total liabilities	35,707,373	36,512,369	5,253,047	7,320,941	40,960,420	43,833,310
Deferred inflows of resources	1,694,742	1,875,987	10,106	0	1,704,848	1,875,987
Net position:						
Net investment in capital assets	39,450,710	38,872,600	83,594,877	84,389,000	123,045,587	123,261,600
Restricted	8,848,145	8,254,492	0	0	8,848,145	8,254,492
Unrestricted	(1,079,318)	(2,200,397)	4,405,789	4,342,714	3,326,471	2,142,317
Total net position	\$47,219,537	\$44,926,695	\$88,000,666	\$88,731,714	\$135,220,203	\$133,658,409

During 2015, the City adopted GASB Statement 68, "Accounting and Financial Reporting for Pensions— an Amendment of GASB Statement 27," which significantly revises accounting for pension costs and liabilities. For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the City's actual financial condition by adding deferred inflows related to pension and the net pension liability to the reported net position and subtracting deferred outflows related to pension.

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. When accounting for pension costs, GASB 27 focused on a funding approach. This approach limited pension costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's net pension liability. GASB 68 takes an earnings approach to pension accounting; however, the nature of

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Ohio's statewide pension systems and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

Under the new standards required by GASB 68, the net pension liability equals the City's proportionate share of each plan's collective:

1. Present value of estimated future pension benefits attributable to active and inactive employees' past service
2. Minus plan assets available to pay these benefits

GASB notes that pension obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension. GASB noted that the unfunded portion of this pension promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the City is not responsible for certain key factors affecting the balance of this liability. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the pension system. In Ohio, there is no legal means to enforce the unfunded liability of the pension system against the public employer. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The pension system is responsible for the administration of the plan.

Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension liability. As explained above, changes in pension benefits, contribution rates, and return on investments affect the balance of the net pension liability, but are outside the control of the local government. In the event that contributions, investment returns, and other changes are insufficient to keep up with required pension payments, State statute does not assign/identify the responsible party for the unfunded portion. Due to the unique nature of how the net pension liability is satisfied, this liability is separately identified within the long-term liability section of the statement of net position.

In accordance with GASB 68, the City's statements are prepared on an accrual basis of accounting include an annual pension expense for their proportionate share of each plan's change in net pension liability not accounted for as deferred inflows/outflows.

As a result of implementing GASB 68, the City is reporting a net pension liability and deferred inflows/outflows of resources related to pension on the accrual basis of accounting. This implementation also had the effect of restating net position at December 31, 2014. The net pension liability reduced beginning of year net position by \$12,378,607 in governmental activities and \$492,060 in business-type activities.

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Changes in Net Position – The following table shows the changes in net position for 2015 compared to 2014:

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues						
Program Revenues:						
Charges for Services and Sales	\$1,594,775	\$1,611,603	\$14,559,812	\$14,802,863	\$16,154,587	\$16,414,466
Operating Grants and Contributions	1,841,917	1,846,136	0	0	1,841,917	1,846,136
Capital Grants and Contributions	816,035	3,839,701	186,834	205,603	1,002,869	4,045,304
Total Program Revenues	<u>4,252,727</u>	<u>7,297,440</u>	<u>14,746,646</u>	<u>15,008,466</u>	<u>18,999,373</u>	<u>22,305,906</u>
General Revenues:						
Property Taxes	2,654,419	1,954,114	0	0	2,654,419	1,954,114
Income Taxes	14,579,880	13,454,497	0	0	14,579,880	13,454,497
Other Local Taxes	577,477	558,430	0	0	577,477	558,430
Intergovernmental Revenue, Unrestricted	748,384	806,589	0	0	748,384	806,589
Investment Earnings	187,726	173,020	0	0	187,726	173,020
Miscellaneous	400,261	507,396	0	0	400,261	507,396
Total General Revenues	<u>19,148,147</u>	<u>17,454,046</u>	<u>0</u>	<u>0</u>	<u>19,148,147</u>	<u>17,454,046</u>
Total Revenues	<u>23,400,874</u>	<u>24,751,486</u>	<u>14,746,646</u>	<u>15,008,466</u>	<u>38,147,520</u>	<u>39,759,952</u>
Program Expenses						
Security of Persons and Property	9,542,503	9,186,177	0	0	9,542,503	9,186,177
Public Health and Welfare Services	257,940	219,428	0	0	257,940	219,428
Leisure Time Activities	1,016,476	1,045,792	0	0	1,016,476	1,045,792
Community Environment	1,321,144	1,322,012	0	0	1,321,144	1,322,012
Transportation	3,345,017	3,478,312	0	0	3,345,017	3,478,312
General Government	5,047,592	4,304,486	0	0	5,047,592	4,304,486
Interest and Fiscal Charges	577,360	633,862	0	0	577,360	633,862
Water	0	0	5,870,265	5,964,630	5,870,265	5,964,630
Sewer	0	0	6,508,626	6,530,808	6,508,626	6,530,808
Storm Water Drainage	0	0	1,404,871	1,441,474	1,404,871	1,441,474
Solid Waste	0	0	1,693,932	2,025,137	1,693,932	2,025,137
Total Expenses	<u>21,108,032</u>	<u>20,190,069</u>	<u>15,477,694</u>	<u>15,962,049</u>	<u>36,585,726</u>	<u>36,152,118</u>
Total Change in Net Position	2,292,842	4,561,417	(731,048)	(953,583)	1,561,794	3,607,834
Beginning Net Position, Restated	44,926,695	N/A	88,731,714	N/A	133,658,409	N/A
Ending Net Position	<u>\$47,219,537</u>	<u>\$44,926,695</u>	<u>\$88,000,666</u>	<u>\$88,731,714</u>	<u>\$135,220,203</u>	<u>\$133,658,409</u>

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The information necessary to restate the 2014 beginning balances and the 2014 pension expense amounts for the effects of the initial implementation of GASB 68 is not available. Therefore, 2014 functional expenses still include pension expense of \$1,283,281 for Governmental Activities and \$70,182 for Business-type Activities computed under GASB 27. GASB 27 required recognizing pension expense equal to the contractually required contributions to the plan. Under GASB 68, pension expense represents additional amounts earned, adjusted by deferred inflows/outflows. The contractually required contribution is no longer a component of pension expense. Under GASB 68, the 2015 statements report pension expense of \$1,429,199 for Governmental Activities and \$61,000 for Business-type Activities.

Consequently, in order to compare 2015 total program expenses to 2014, the following adjustments are needed:

	Governmental Activities	Business-type Activities
Total 2015 program expenses under GASB 68	\$21,108,032	\$15,477,694
Pension expense under GASB 68	(1,429,199)	(61,000)
2015 contractually required contribution	1,336,443	68,470
Adjusted 2015 program expenses	21,015,276	15,485,164
Total 2014 program expenses under GASB 27	20,190,069	15,962,049
Increase in program expenses not related to pension	<u>\$825,207</u>	<u>(\$476,885)</u>

Governmental Activities

The net position of the City's governmental activities increased by \$2,292,842. This is \$2,268,575 less than the increase in net position in 2014. The City's overall revenues were down \$1,350,612. Capital grants declined \$3,023,666 primarily due to the lack of OPWC distributions from the Brice Road reconstruction. This project is close to completion, so there was very little money drawn from grant. There were no significant decreases in Charges for services and Operating Grants. Offsetting this decline was an increase in property tax revenues of \$700,305 primarily due the increased receipts from the Taylor Square TIEF. The prior year receipts were down due to several of the properties being re-assessed and refunds being issued. The City also experienced an increase in income tax revenues of \$1,125,383 due to higher than average net profit receipts. Miscellaneous revenue was down \$107,135 largely due to Worker's Compensation refunds received in 2014 that were not received in 2015.

The City also had an increase in Program expenses from 2014 of \$825,207 after adjustments for GASB 68 reversed. Security of Persons and Property saw increases in personnel services primarily due to increased wages required on the labor contracts. A portion of the increases were offset by the City discontinued funding the officer's share of their pension contributions. Supplies expenses were down primarily from the decrease in motor vehicle gas and oil. The City benefited from the decline in gas prices.

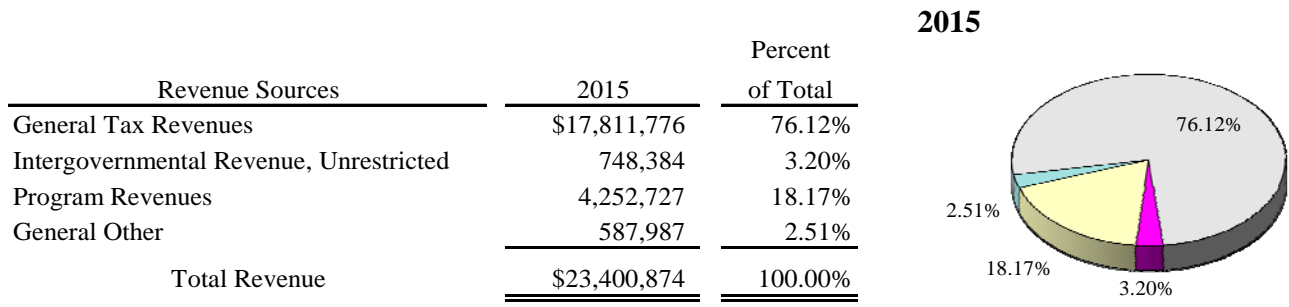
The increase in Public Health and Welfare was the result of an increase from the Franklin County Board of Health which provides health services for the citizens of Reynoldsburg.

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General government had an increase of approximately \$743,000. The City instituted a 2% wage increase to all city employees, which would have made personnel services increase over the prior year. There were some other notable increases such as City Council Services increased \$19,000 due to the use of a service to automate the legislative requests, ordinances and minutes for City Council. Workers’ Comp and Unemployment increased approximately \$78,000 from prior year. The Mayor’s office had an increase in legal services of \$9,000 to cover miscellaneous employment issues that arose during the year.

Income taxes and property taxes made up 62.3% and 11.3% respectively of revenues for governmental activities for the City in fiscal year 2015. The City’s reliance upon tax revenues is demonstrated by the following graph indicating 76.12% of total revenues are from general tax revenues:



Business-Type Activities

The net position of the business type activities decreased by \$731,048. This reflects a positive change from 2014 of \$222,535. Business type activities experienced lower revenues from Charges for Services than previous year of approximately \$243,000. Water usage was down in 2015 because of an unusually wet summer which would decrease both water and sewer revenue. Overall expenditures were slightly lower for Water, Sewer and Stormwater. These departments did not experience an increase in personnel services from the 2% wage increase because in the prior year were several retirement payouts. The largest decline in expenses was in the Solid Waste Fund. This was due to the decrease in contract services. 2014 expenses included additional amounts to correct prior billings.

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FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City's governmental funds reported a combined fund balance of \$19,951,194 which is an increase from last year's balance of \$17,114,405. The schedule below indicates the fund balance and the total change in fund balance by funds as of December 31, 2015 and 2014:

	<u>Fund Balance December 31, 2015</u>	<u>Fund Balance December 31, 2014</u>	<u>Increase (Decrease)</u>
General	\$6,369,678	\$5,271,413	\$1,098,265
Permissive Tax	1,230,139	971,602	258,537
Street Construction, Maintenance, and Repair	2,569,075	2,880,524	(311,449)
Taylor Square TIEF Debt Retirement	438,663	438,663	0
Capital Improvement	3,041,682	1,903,419	1,138,263
Other Governmental	<u>6,301,957</u>	<u>5,648,784</u>	<u>653,173</u>
Total	<u>\$19,951,194</u>	<u>\$17,114,405</u>	<u>\$2,836,789</u>

General Fund – The City's General Fund balance increased \$1,098,265. Revenues were up approximately 7% or \$ 1,009,663 compared to 2014. Taxes increased \$1,254,348 over 2014 primarily due to the increase in net profit taxes. Intergovernmental Revenues declined by \$108,129 largely due to the absence of all estate taxes. Licenses and Permits increased slightly largely due to the increase in building in the City. Lastly fines and forfeitures were down \$144,911 due to decreased court activity in 2015.

	<u>2015 Revenues</u>	<u>2014 Revenues</u>	<u>Increase (Decrease)</u>
Taxes	\$12,872,998	\$11,618,650	\$1,254,348
Intergovernmental Revenue	858,287	966,416	(108,129)
Charges for Services	240,144	249,166	(9,022)
Licenses and Permits	292,520	268,897	23,623
Investment Earnings	150,671	148,247	2,424
Fines and Forfeitures	387,371	532,282	(144,911)
All Other Revenue	<u>723,718</u>	<u>732,388</u>	<u>(8,670)</u>
Total	<u>\$15,525,709</u>	<u>\$14,516,046</u>	<u>\$1,009,663</u>

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The table that follows assists in illustrating the financial activities of the General Fund:

	2015	2014	Increase
	<u>Expenditures</u>	<u>Expenditures</u>	<u>(Decrease)</u>
Security of Persons and Property	\$8,857,341	\$8,628,829	\$228,512
Public Health and Welfare Services	257,940	219,428	38,512
Leisure Time Activities	1,281,626	1,112,254	169,372
Community Environment	1,260,319	1,270,986	(10,667)
General Government	<u>2,988,263</u>	<u>3,055,186</u>	<u>(66,923)</u>
Total	<u><u>\$14,645,489</u></u>	<u><u>\$14,286,683</u></u>	<u><u>\$358,806</u></u>

General Fund expenditures increased by \$358,806 or 2.5% compared to the prior year. Security of Persons and Property increase of \$228,512 was largely attributable to wage increases required under the Officer's and Sergeants union contracts. Part of the increase in wages was offset by the decrease in pick-up paid by the City towards the member's share of police pension. This was a savings of approximately \$86,000. Supplies and Services were relatively the same as prior year.

Leisure Time activities had a significant increase in building maintenance due to repairs necessary to restore the Senior Center after unexpected damages to the building. This event was covered by insurance and the proceeds were returned to the General Fund.

Permissive Tax Fund – The Permissive Tax Fund balance increased by \$258,537. There were no significant expenditures from this fund in 2015 which accounted for the increase.

Street Construction, Maintenance and Repair Fund – The Street Construction, Maintenance and Repair Fund balance decreased by \$311,449. This decrease was attributable to major purchases for a new street sweeper and snow plows.

Taylor Square TIEF Debt Retirement Fund – The Taylor Square TIEF Debt Retirement Fund balance did not change.

Capital Improvement Fund – The Capital Improvement Fund balance increased by \$1,138,263 to \$3,041,682. The increase was largely due to the City not completing any large capital projects in 2015.

Proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Factors concerning the finances of the Water, Sewer, Storm Water Drainage and Solid Waste major enterprise funds have been addressed in the discussion of the City's business-type activities.

GENERAL FUND BUDGETARY HIGHLIGHTS

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

During the course of 2015, the City amended its General Fund budget several times, none which were significant. Final budgeted expenditures exceeded original budgeted expenditures by \$391,714. Security of Persons and Places had additional amounts added for overtime, building repair and maintenance and motor vehicles totaling approximately \$97,186. Leisure time activities had additional amount budgeted for a motor vehicle and for repairs to the senior center totaling approximately \$191,400. General Government had additional budget amounts for miscellaneous contract services, legal services, of approximately 97,000.

With regard to expenditures, there was a positive variance with the final budget of \$786,431. Security of persons and property had positive variances in uniform, motor vehicle and prisoner care expenses. Leisure time expenses had significant positive variances in seasonal labor, operating supplies, miscellaneous services. Community environment saw positive variances in street lighting, streetscape maintenance and other miscellaneous services. General government experienced significant positive variances in the computer department for computer maintenance services and equipment purchases. City Council had a significant positive variance in printing and advertising and miscellaneous services. Overall most departments experienced slight positive variances during 2015

The General Fund final budget basis revenue of \$14,497,325 did not change significantly over the original budget estimates. The actual revenues of \$16,148,663 on a budgetary basis were over final budgeted amounts by \$1,651,338. Large positive variances were in Income tax, Intergovernmental, and other revenues. We saw negative variances in fines and forfeitures

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2015, the City had \$141,202,481 net of accumulated depreciation invested in land, construction in progress, buildings, infrastructure, equipment and vehicles. Of this total, \$55,613,017 was related to governmental activities and \$85,589,464 to the business-type activities. The following tables show 2015 and 2014 balances:

	Governmental Activities		Increase
	2015	2014	(Decrease)
Land	\$17,187,281	\$17,187,281	\$0
Buildings	11,742,218	11,742,218	0
Improvements Other than Buildings	2,282,582	2,137,433	145,149
Infrastructure	52,784,404	51,851,816	932,588
Machinery and Equipment	5,096,564	5,027,703	68,861
Construction In Progress	5,662,235	5,491,559	170,676
Less: Accumulated Depreciation	<u>(39,142,267)</u>	<u>(36,763,335)</u>	<u>(2,378,932)</u>
Totals	<u>\$55,613,017</u>	<u>\$56,674,675</u>	<u>(\$1,061,658)</u>

The majority of the increases in Infrastructure were from completed CIP projects. There were no significant projects started this year. CIP consisted on primarily engineering expenses. Other purchases for Machinery and Equipment were offset by disposals of equipment.

	Business-Type Activities		Increase
	2015	2014	(Decrease)
Land	\$3,000	\$3,000	\$0
Buildings and Improvements	162,491	162,491	0
Infrastructure	133,391,716	132,086,149	1,305,567
Machinery and Equipment	1,408,435	1,254,715	153,720
Construction in Progress	904,487	922,313	(17,826)
Less: Accumulated Depreciation	<u>(50,280,665)</u>	<u>(47,584,757)</u>	<u>(2,695,908)</u>
Totals	<u>\$85,589,464</u>	<u>\$86,843,911</u>	<u>(\$1,254,447)</u>

Business-type capital assets decreased by \$1,254,447. The decrease is related to depreciation expense and deletions during the year. The Water, Sewer and Storm Water departments did complete the Huber Water line Project, 2014 and 2015 Sewer Projects and the 2013 Street program.

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Debt

At December 31, 2015, the City had \$16,611,556 in general obligation bonds outstanding, \$1,784,100 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2015 and 2014:

	<u>2015</u>	<u>2014</u>
Governmental Activities:		
General Obligation Bonds	\$15,445,656	\$16,823,140
Ohio Public Works Commission Loans	1,366,079	1,662,375
State Infrastructure Bank Loan	0	33,332
Net Pension Liability	14,404,889	13,661,888
Compensated Absences	1,470,824	1,329,172
Total Governmental Activities	<u>32,687,448</u>	<u>33,509,907</u>
Business-Type Activities:		
General Obligation Bonds	\$1,165,900	\$1,612,700
Ohio Public Works Commission Loans	939,687	1,060,211
Net Pension Liability	573,646	562,242
Compensated Absences	76,620	74,502
Total Business-Type Activities	<u>2,755,853</u>	<u>3,309,655</u>
Totals	<u>\$35,443,301</u>	<u>\$36,819,562</u>

Total debt decreased \$1,376,261 from 2014 to 2015. This is due to payments of principal in accordance with debt amortization schedules. Under current state statutes, the City's general obligation bonded debt issues are subject to a legal limitation based on 10.5% of the total assessed value of real and personal property. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total assessed value of property. At December 31, 2015, the City's outstanding debt was below the legal limit. Additional information on the City's long-term debt can be found in Note 10.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Mr. Richard E. Harris, City Auditor of the City of Reynoldsburg.



CITY OF REYNOLDSBURG, OHIO

**Statement of Net Position
December 31, 2015**

	Governmental Activities	Business-Type Activities	Total
Assets:			
Cash and Cash Equivalents	\$ 6,782,093	\$ 1,124,893	\$ 7,906,986
Investments	12,982,197	3,211,231	16,193,428
Receivables:			
Taxes	3,835,099	0	3,835,099
Accounts	101,557	2,996,501	3,098,058
Intergovernmental	1,313,548	0	1,313,548
Interest	45,049	0	45,049
Special Assessments	67,572	79,677	147,249
Inventory of Supplies, at Cost	331,437	48,042	379,479
Prepaid Items	47,958	17,711	65,669
Restricted Assets:			
Cash and Cash Equivalents	221,755	97,138	318,893
Cash and Cash Equivalents with Fiscal Agent	640,491	0	640,491
Capital Assets Not Being Depreciated	22,849,516	907,487	23,757,003
Capital Assets Being Depreciated, Net	32,763,501	84,681,977	117,445,478
Total Assets	81,981,773	93,164,657	175,146,430
Deferred Outflows of Resources:			
Deferred Charge on Refunding	649,428	0	649,428
Pension	1,990,451	99,162	2,089,613
Total Deferred Outflows of Resources	2,639,879	99,162	2,739,041
Liabilities:			
Accounts Payable	1,006,289	425,160	1,431,449
Accrued Wages and Benefits	637,425	41,520	678,945
Intergovernmental Payable	1,060,712	1,694,386	2,755,098
Claims Payable	54,779	0	54,779
Retainage Payable	221,755	0	221,755
Refundable Deposits	0	97,138	97,138
Unearned Revenue	0	236,095	236,095
Accrued Interest Payable	38,965	2,895	41,860
Long Term Liabilities:			
Due Within One Year	2,427,627	520,539	2,948,166
Due in More Than One Year:			
Net Pension Liability	14,404,889	573,646	14,978,535
Other Amounts Due in More Than One Year	15,854,932	1,661,668	17,516,600
Total Liabilities	35,707,373	5,253,047	40,960,420
Deferred Inflows of Resources:			
Property Tax	1,637,817	0	1,637,817
Pension	56,925	10,106	67,031
Total Deferred Inflows of Resources	1,694,742	10,106	1,704,848

CITY OF REYNOLDSBURG, OHIO

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Net Position:			
Net Investment in Capital Assets	39,450,710	83,594,877	123,045,587
Restricted For:			
Capital Projects	893,387	0	893,387
Debt Service	2,119,685	0	2,119,685
Security of Persons and Property	526,239	0	526,239
Streets and Highways	5,160,589	0	5,160,589
Other Purposes	148,245	0	148,245
Unrestricted (Deficit)	<u>(1,079,318)</u>	<u>4,405,789</u>	<u>3,326,471</u>
Total Net Position	<u>\$ 47,219,537</u>	<u>\$ 88,000,666</u>	<u>\$ 135,220,203</u>

See accompanying notes to the basic financial statements

CITY OF REYNOLDSBURG, OHIO

**Statement of Activities
For the Year Ended December 31, 2015**

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
Security of Persons and Property	\$ 9,542,503	\$ 460,927	\$ 30,041	\$ 0
Public Health and Welfare Services	257,940	0	0	0
Leisure Time Activities	1,016,476	144,580	0	0
Community Environment	1,321,144	470,050	0	0
Transportation	3,345,017	592	1,811,876	816,035
General Government	5,047,592	518,626	0	0
Interest and Fiscal Charges	577,360	0	0	0
Total Governmental Activities	21,108,032	1,594,775	1,841,917	816,035
Business-Type Activities:				
Water	5,870,265	6,206,417	0	79,275
Sewer	6,508,626	5,652,119	0	107,559
Storm Water Drainage	1,404,871	654,028	0	0
Solid Waste	1,693,932	2,047,248	0	0
Total Business-Type Activities	15,477,694	14,559,812	0	186,834
Totals	\$ 36,585,726	\$ 16,154,587	\$ 1,841,917	\$ 1,002,869

General Revenues

Property Taxes Levied for:
 General Purposes
 Special Purposes
 Debt Service
 Income Taxes
 Other Local Taxes
 Intergovernmental Revenue, Unrestricted
 Investment Earnings
 Miscellaneous
 Total General Revenues

Change in Net Position

Net Position Beginning of Year, Restated
 Net Position End of Year

See accompanying notes to the basic financial statements

CITY OF REYNOLDSBURG, OHIO

Net (Expense) Revenue
and Changes in Net Position

Governmental Activities	Business-Type Activities	Total
\$ (9,051,535)	\$ 0	\$ (9,051,535)
(257,940)	0	(257,940)
(871,896)	0	(871,896)
(851,094)	0	(851,094)
(716,514)	0	(716,514)
(4,528,966)	0	(4,528,966)
(577,360)	0	(577,360)
<u>(16,855,305)</u>	<u>0</u>	<u>(16,855,305)</u>
0	415,427	415,427
0	(748,948)	(748,948)
0	(750,843)	(750,843)
0	353,316	353,316
<u>0</u>	<u>(731,048)</u>	<u>(731,048)</u>
<u>(16,855,305)</u>	<u>(731,048)</u>	<u>(17,586,353)</u>
235,032	0	235,032
162,245	0	162,245
2,257,142	0	2,257,142
14,579,880	0	14,579,880
577,477	0	577,477
748,384	0	748,384
187,726	0	187,726
<u>400,261</u>	<u>0</u>	<u>400,261</u>
<u>19,148,147</u>	<u>0</u>	<u>19,148,147</u>
2,292,842	(731,048)	1,561,794
<u>44,926,695</u>	<u>88,731,714</u>	<u>133,658,409</u>
<u>\$ 47,219,537</u>	<u>\$ 88,000,666</u>	<u>\$ 135,220,203</u>

CITY OF REYNOLDSBURG, OHIO

**Balance Sheet
Governmental Funds
December 31, 2015**

	General	Permissive Tax	Street Construction, Maintenance and Repair	Taylor Square TIEF Debt Retirement
Assets:				
Cash and Cash Equivalents	\$ 1,360,800	\$ 289,104	\$ 667,070	\$ 1,356,579
Investments	3,896,921	897,084	2,069,909	0
Receivables:				
Taxes	1,998,086	0	0	1,050,500
Accounts	100,182	0	0	0
Intergovernmental	476,720	129,555	644,076	0
Interest	37,363	2,046	4,995	0
Special Assessments	0	0	0	0
Inventory of Supplies, at Cost	5,988	0	325,449	0
Prepaid Items	47,343	0	117	0
Restricted Assets:				
Cash and Cash Equivalents	0	0	0	0
Cash and Cash Equivalents with Fiscal Agent	0	640,491	0	0
Total Assets	\$ 7,923,403	\$ 1,958,280	\$ 3,711,616	\$ 2,407,079
Liabilities:				
Accounts Payable	\$ 131,453	\$ 0	\$ 687,795	\$ 0
Accrued Wages and Benefits Payable	611,520	0	22,238	0
Intergovernmental Payable	25,491	0	0	917,916
Claims Payable	54,779	0	0	0
Retainage Payable	0	0	0	0
Total Liabilities	823,243	0	710,033	917,916
Deferred Inflows of Resources:				
Property Tax	245,439	0	0	1,050,500
Unavailable Revenue	485,043	728,141	432,508	0
Total Deferred Inflows of Resources	730,482	728,141	432,508	1,050,500
Fund Balances:				
Nonspendable	53,331	0	325,566	0
Restricted	1,385	1,230,139	2,243,509	438,663
Committed	22,652	0	0	0
Assigned	2,177,787	0	0	0
Unassigned	4,114,523	0	0	0
Total Fund Balances	6,369,678	1,230,139	2,569,075	438,663
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 7,923,403	\$ 1,958,280	\$ 3,711,616	\$ 2,407,079

See accompanying notes to the basic financial statements

CITY OF REYNOLDSBURG, OHIO

Capital Improvement	Other Governmental Funds	Total Governmental Funds
\$ 594,786	\$ 2,513,754	\$ 6,782,093
2,585,105	3,533,178	12,982,197
41,632	744,881	3,835,099
0	1,375	101,557
0	63,197	1,313,548
0	645	45,049
0	67,572	67,572
0	0	331,437
0	498	47,958
221,755	0	221,755
0	0	640,491
<u>\$ 3,443,278</u>	<u>\$ 6,925,100</u>	<u>\$ 26,368,756</u>
\$ 175,315	\$ 11,726	\$ 1,006,289
0	3,667	637,425
0	117,305	1,060,712
0	0	54,779
221,755	0	221,755
<u>397,070</u>	<u>132,698</u>	<u>2,980,960</u>
0	341,878	1,637,817
4,526	148,567	1,798,785
4,526	490,445	3,436,602
0	498	379,395
0	3,389,678	7,303,374
1,678	2,911,781	2,936,111
3,040,004	0	5,217,791
0	0	4,114,523
<u>3,041,682</u>	<u>6,301,957</u>	<u>19,951,194</u>
<u>\$ 3,443,278</u>	<u>\$ 6,925,100</u>	<u>\$ 26,368,756</u>

CITY OF REYNOLDSBURG, OHIO

***Reconciliation Of Total Governmental Fund Balances
To Net Position Of Governmental Activities
December 31, 2015***

Total Governmental Fund Balances		\$	19,951,194
<i>Amounts reported for governmental activities in the Statement of Net Position are different because</i>			
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.			55,613,017
Other long-term assets are not available to pay for current-period expenditures and therefore are reported as unavailable revenue in the funds.			1,798,785
The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in governmental funds:			
Deferred Outflows - Pension	1,990,451		
Deferred Inflows - Pension	(56,925)		
Net Pension Liability	<u>(14,404,889)</u>		(12,471,363)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.			
General Obligation Bonds Payable	(15,445,656)		
Less: Deferred charge on refunding	649,428		
Ohio Public Works Commission Loans Payable	(1,366,079)		
Compensated Absences Payable	(1,470,824)		
Accrued Interest Payable	<u>(38,965)</u>		<u>(17,672,096)</u>
<i>Net Position of Governmental Activities</i>		\$	<u>47,219,537</u>

See accompanying notes to the basic financial statements



CITY OF REYNOLDSBURG, OHIO

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2015**

	General	Permissive Tax	Street Construction, Maintenance and Repair	Taylor Square TIEF Debt Retirement
Revenues:				
Taxes	\$ 12,872,998	\$ 0	\$ 0	\$ 1,945,405
Intergovernmental Revenues	858,287	253,705	1,310,939	0
Charges for Services	240,144	0	0	0
Licenses and Permits	292,520	0	0	0
Investment Earnings	150,671	5,418	18,075	0
Special Assessments	0	0	0	0
Fines and Forfeitures	387,371	0	0	0
All Other Revenue	723,718	0	24,153	0
Total Revenues	15,525,709	259,123	1,353,167	1,945,405
Expenditures:				
Current:				
Security of Persons and Property	8,857,341	0	0	0
Public Health and Welfare Services	257,940	0	0	0
Leisure Time Activities	1,281,626	0	0	0
Community Environment	1,260,319	0	0	0
Transportation	0	586	1,761,767	0
General Government	2,988,263	0	0	1,344,057
Capital Outlay	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	415,000
Interest and Fiscal Charges	0	0	0	186,348
Total Expenditures	14,645,489	586	1,761,767	1,945,405
Excess (Deficiency) of Revenues Over (Under) Expenditures	880,220	258,537	(408,600)	0
Other Financing Sources (Uses):				
Insurance Recoveries	201,295	0	0	0
Transfers In	28,735	0	0	0
Transfers Out	(10,000)	0	0	0
Total Other Financing Sources (Uses)	220,030	0	0	0
Net Change in Fund Balances	1,100,250	258,537	(408,600)	0
Fund Balances at Beginning of Year	5,271,413	971,602	2,880,524	438,663
Change in Inventory	(1,985)	0	97,151	0
Fund Balances End of Year	\$ 6,369,678	\$ 1,230,139	\$ 2,569,075	\$ 438,663

See accompanying notes to the basic financial statements

CITY OF REYNOLDSBURG, OHIO

Capital Improvement	Other Governmental Funds	Total Governmental Funds
\$ 287,006	\$ 2,908,390	\$ 18,013,799
1,511,299	128,233	4,062,463
0	134,924	375,068
0	5,518	298,038
298	4,517	178,979
0	37,584	37,584
0	191,614	578,985
0	0	747,871
<u>1,798,603</u>	<u>3,410,780</u>	<u>24,292,787</u>
0	305,510	9,162,851
0	0	257,940
0	0	1,281,626
0	60,041	1,320,360
0	159,703	1,922,056
0	593,348	4,925,668
660,340	226	660,566
0	1,282,628	1,697,628
0	337,416	523,764
<u>660,340</u>	<u>2,738,872</u>	<u>21,752,459</u>
1,138,263	671,908	2,540,328
0	0	201,295
0	10,000	38,735
0	(28,735)	(38,735)
<u>0</u>	<u>(18,735)</u>	<u>201,295</u>
1,138,263	653,173	2,741,623
1,903,419	5,648,784	17,114,405
0	0	95,166
<u>\$ 3,041,682</u>	<u>\$ 6,301,957</u>	<u>\$ 19,951,194</u>

CITY OF REYNOLDSBURG, OHIO

***Reconciliation Of The Statement Of Revenues, Expenditures
And Changes In Fund Balances To The Statement Of Activities
Governmental Funds
For the Year Ended December 31, 2015***

Net Change in Fund Balances - Total Governmental Funds		\$ 2,741,623
<i>Amounts reported for governmental activities in the Statement of Activities are different because</i>		
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. This is the amount by which capital outlay exceeded depreciation in the current period.		
Capital Outlay	1,862,886	
Depreciation Expense	<u>(2,908,582)</u>	(1,045,696)
The net effect of various miscellaneous transactions involving capital assets (i.e. disposals and donations) is to decrease net position.		
The Statement of Activities reports losses arising from the disposal of capital assets. Conversely, the governmental funds do not report any loss on the disposal of capital assets.		
		(15,962)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.		
		(891,913)
Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.		
		1,336,443
Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities.		
		(1,429,199)
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to government 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, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.		
General Obligation Bond Principal Payment	1,368,000	
State Infrastructure Loan Principal Payment	33,332	
Ohio Public Works Commission Loan Principal Payment	<u>296,296</u>	1,697,628
In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		
		4,264
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 the governmental funds.		
Compensated Absences	(141,652)	
Change in Inventory	95,166	
Amortization of Bond Premium	9,484	
Amortization of Deferred Charge on Refunding	<u>(67,344)</u>	(104,346)
<i>Change in Net Position of Governmental Activities</i>		<u>\$ 2,292,842</u>

See accompanying notes to the basic financial statements

CITY OF REYNOLDSBURG, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2015**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 12,265,586	\$ 12,265,586	\$ 13,264,525	\$ 998,939
Intergovernmental Revenue	667,750	667,750	861,644	193,894
Charges for Services	219,600	219,600	240,144	20,544
Licenses and Permits	231,050	231,050	292,520	61,470
Investment Earnings	200,000	200,000	175,494	(24,506)
Fines and Forfeitures	593,950	550,239	399,473	(150,766)
All Other Revenues	353,100	353,100	684,833	331,733
Total Revenues	14,531,036	14,487,325	15,918,633	1,431,308
Expenditures:				
Current:				
Security of Persons and Property	9,125,842	9,235,470	8,968,856	266,614
Public Health and Welfare Services	219,430	257,940	257,940	0
Leisure Time Activities	1,237,477	1,393,384	1,307,501	85,883
Community Environment	1,489,118	1,447,508	1,323,995	123,513
General Government	3,467,652	3,586,931	3,276,510	310,421
Total Expenditures	15,539,519	15,921,233	15,134,802	786,431
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,008,483)	(1,433,908)	783,831	2,217,739
Other Financing Sources (Uses):				
Insurance Recoveries	10,000	10,000	201,295	191,295
Transfers In	0	0	28,735	28,735
Transfers Out	0	(10,000)	(10,000)	0
Total Other Financing Sources (Uses):	10,000	0	220,030	220,030
Net Change in Fund Balance	(998,483)	(1,433,908)	1,003,861	2,437,769
Fund Balance at Beginning of Year	3,556,103	3,556,103	3,556,103	0
Prior Year Encumbrances	269,171	269,171	269,171	0
Fund Balance at End of Year	\$ 2,826,791	\$ 2,391,366	\$ 4,829,135	\$ 2,437,769

See accompanying notes to the basic financial statements

CITY OF REYNOLDSBURG, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue Fund – Permissive Tax Fund
For the Year Ended December 31, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenue	\$ 229,800	\$ 229,800	\$ 251,586	\$ 21,786
Investment Earnings	200	200	9,727	9,527
Total Revenues	<u>230,000</u>	<u>230,000</u>	<u>261,313</u>	<u>31,313</u>
Expenditures:				
Current:				
Transportation	<u>27,433</u>	<u>27,433</u>	<u>27,433</u>	<u>0</u>
Total Expenditures	<u>27,433</u>	<u>27,433</u>	<u>27,433</u>	<u>0</u>
Excess of Revenues				
Over Expenditures	202,567	202,567	233,880	31,313
Fund Balance at Beginning of Year	916,224	916,224	916,224	0
Prior Year Encumbrances	<u>27,433</u>	<u>27,433</u>	<u>27,433</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,146,224</u>	<u>\$ 1,146,224</u>	<u>\$ 1,177,537</u>	<u>\$ 31,313</u>

See accompanying notes to the basic financial statements

CITY OF REYNOLDSBURG, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue Fund – Street Construction, Maintenance & Repair Fund
For the Year Ended December 31, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenue	\$ 1,290,000	\$ 1,290,000	\$ 1,318,941	\$ 28,941
Investment Earnings	10,000	10,000	23,604	13,604
All Other Revenues	<u>20,000</u>	<u>20,000</u>	<u>24,153</u>	<u>4,153</u>
Total Revenues	<u>1,320,000</u>	<u>1,320,000</u>	<u>1,366,698</u>	<u>46,698</u>
Expenditures:				
Current:				
Transportation	<u>1,228,291</u>	<u>1,988,041</u>	<u>1,905,295</u>	<u>82,746</u>
Total Expenditures	<u>1,228,291</u>	<u>1,988,041</u>	<u>1,905,295</u>	<u>82,746</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	91,709	(668,041)	(538,597)	129,444
Fund Balance at Beginning of Year	2,457,057	2,457,057	2,457,057	0
Prior Year Encumbrances	<u>41,091</u>	<u>41,091</u>	<u>41,091</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2,589,857</u>	<u>\$ 1,830,107</u>	<u>\$ 1,959,551</u>	<u>\$ 129,444</u>

See accompanying notes to the basic financial statements

CITY OF REYNOLDSBURG, OHIO

**Statement of Net Position
Proprietary Funds
December 31, 2015**

	Business-Type Activities		
	Enterprise Funds		
	Water	Sewer	Storm Water Drainage
Assets:			
<i>Current Assets:</i>			
Cash and Cash Equivalents	\$ 202,343	\$ 389,998	\$ 338,783
Investments	948,135	577,080	1,072,560
Receivables:			
Accounts	1,541,588	1,454,913	0
Special Assessments	0	79,677	0
Inventory of Supplies at Cost	38,355	0	9,687
Prepaid Items	15,149	2,360	202
<i>Total Current Assets</i>	<u>2,745,570</u>	<u>2,504,028</u>	<u>1,421,232</u>
<i>Noncurrent Assets:</i>			
Restricted Assets:			
Cash and Cash Equivalents	97,138	0	0
Capital Assets Not Being Depreciated	738,779	1,500	167,208
Capital Assets Being Depreciated, Net	22,051,066	30,730,229	31,900,682
<i>Total Noncurrent Assets</i>	<u>22,886,983</u>	<u>30,731,729</u>	<u>32,067,890</u>
Total Assets	<u>25,632,553</u>	<u>33,235,757</u>	<u>33,489,122</u>
Deferred Outflows of Resources:			
Pension	34,819	38,301	26,042
Liabilities:			
<i>Current Liabilities:</i>			
Accounts Payable	86,711	20,843	168,780
Accrued Wages and Benefits	16,088	15,214	10,218
Intergovernmental Payable	1,090,950	603,436	0
Accrued Interest Payable	1,685	1,210	0
Unearned Revenue	0	0	69,877
Compensated Absences Payable - Current	11,698	8,964	14,610
General Obligation Bonds - Current	208,400	152,700	0
Ohio Public Works Commission Loan Payable - Current	69,276	54,891	0
<i>Total Current Liabilities</i>	<u>1,484,808</u>	<u>857,258</u>	<u>263,485</u>

CITY OF REYNOLDSBURG, OHIO

<u>Solid Waste</u>	<u>Total</u>
\$ 193,769	\$ 1,124,893
613,456	3,211,231
0	2,996,501
0	79,677
0	48,042
0	17,711
<u>807,225</u>	<u>7,478,055</u>
0	97,138
0	907,487
0	84,681,977
<u>0</u>	<u>85,686,602</u>
<u>807,225</u>	<u>93,164,657</u>
<u>0</u>	<u>99,162</u>
148,826	425,160
0	41,520
0	1,694,386
0	2,895
166,218	236,095
0	35,272
0	361,100
0	124,167
<u>315,044</u>	<u>2,920,595</u>

(Continued)

CITY OF REYNOLDSBURG, OHIO

**Statement of Net Position
Proprietary Funds
December 31, 2015**

	Business-Type Activities		
	Enterprise Funds		
	Water	Sewer	Storm Water Drainage
<i>Noncurrent Liabilities:</i>			
Refundable Deposits	97,138	0	0
Compensated Absences Payable	13,792	0	27,556
General Obligation Bonds Payable	524,600	280,200	0
Ohio Public Works Commission Loan Payable	547,240	268,280	0
Net Pension Liability	202,156	224,263	147,227
<i>Total Noncurrent Liabilities</i>	<u>1,384,926</u>	<u>772,743</u>	<u>174,783</u>
Total Liabilities	<u>2,869,734</u>	<u>1,630,001</u>	<u>438,268</u>
Deferred Inflows of Resources:			
Pension	<u>3,564</u>	<u>3,959</u>	<u>2,583</u>
Net Position:			
Net Investment in Capital Assets	21,551,329	29,975,658	32,067,890
Unrestricted	<u>1,242,745</u>	<u>1,664,440</u>	<u>1,006,423</u>
Total Net Position	<u>\$ 22,794,074</u>	<u>\$ 31,640,098</u>	<u>\$ 33,074,313</u>

See accompanying notes to the basic financial statements

CITY OF REYNOLDSBURG, OHIO

<u>Solid Waste</u>	<u>Total</u>
0	97,138
0	41,348
0	804,800
0	815,520
0	573,646
<u>0</u>	<u>2,332,452</u>
<u>315,044</u>	<u>5,253,047</u>
<u>0</u>	<u>10,106</u>
0	83,594,877
<u>492,181</u>	<u>4,405,789</u>
<u>\$ 492,181</u>	<u>\$ 88,000,666</u>

CITY OF REYNOLDSBURG, OHIO

**Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2015**

	Business-Type Activities		
	Enterprise Funds		
	Water	Sewer	Storm Water Drainage
Operating Revenues:			
Charges for Services	\$ 6,142,998	\$ 5,652,119	\$ 654,028
Other Operating Revenue	63,419	0	0
Total Operating Revenues	<u>6,206,417</u>	<u>5,652,119</u>	<u>654,028</u>
Operating Expenses:			
Personal Services	345,513	358,343	250,783
Contractual Services	4,593,520	5,028,651	77,803
Materials and Supplies	170,315	75,727	21,957
Depreciation	713,316	1,014,687	1,050,862
Total Operating Expenses	<u>5,822,664</u>	<u>6,477,408</u>	<u>1,401,405</u>
Operating Income (Loss)	383,753	(825,289)	(747,377)
Nonoperating Revenue (Expenses):			
Interest Expense	(46,575)	(31,218)	(3,466)
Loss on Disposal of Capital Assets	(1,026)	0	0
Total Nonoperating Revenues (Expenses)	<u>(47,601)</u>	<u>(31,218)</u>	<u>(3,466)</u>
Income (Loss) Before Contributions	336,152	(856,507)	(750,843)
Capital Contributions-Tap Fees	79,275	107,559	0
Change in Net Position	415,427	(748,948)	(750,843)
Net Position Beginning of Year, Restated	22,378,647	32,389,046	33,825,156
Net Position End of Year	<u>\$ 22,794,074</u>	<u>\$ 31,640,098</u>	<u>\$ 33,074,313</u>

See accompanying notes to the basic financial statements

CITY OF REYNOLDSBURG, OHIO

<u>Solid Waste</u>	<u>Total</u>
\$ 2,047,248	\$ 14,496,393
<u>0</u>	<u>63,419</u>
2,047,248	14,559,812
0	954,639
1,692,450	11,392,424
1,482	269,481
<u>0</u>	<u>2,778,865</u>
1,693,932	15,395,409
353,316	(835,597)
0	(81,259)
<u>0</u>	<u>(1,026)</u>
<u>0</u>	<u>(82,285)</u>
353,316	(917,882)
<u>0</u>	<u>186,834</u>
353,316	(731,048)
<u>138,865</u>	<u>88,731,714</u>
<u>\$ 492,181</u>	<u>\$ 88,000,666</u>

CITY OF REYNOLDSBURG, OHIO

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2015**

	Business-Type Activities		
	Enterprise Funds		
	Water	Sewer	Storm Water
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$6,209,859	\$5,632,089	\$657,641
Cash Payments for Goods and Services	(4,730,904)	(6,278,810)	(100,562)
Cash Payments to Employees	(348,292)	(365,370)	(253,699)
Net Cash Provided (used) by Operating Activities	<u>1,130,663</u>	<u>(1,012,091)</u>	<u>303,380</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Principal Paid on General Obligation Bonds	(107,000)	0	0
Interest Paid on All Debt	(9,287)	0	0
Net Cash Used by Noncapital Financing Activities	<u>(116,287)</u>	<u>0</u>	<u>0</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Cash Received from Tap-in Fees in Excess of Cost	79,275	107,559	0
Receipt of Special Assessments	0	15,391	0
Acquisition and Construction of Assets	(874,709)	(630,801)	(179,145)
Principal Paid on General Obligation Bonds	(95,000)	(149,800)	(95,000)
Principal Paid on Ohio Public Works Commission Loans	(67,243)	(53,281)	0
Interest Paid on All Debt	(37,865)	(31,745)	(3,781)
Net Cash Used by Capital and Related Financing Activities	<u>(995,542)</u>	<u>(742,677)</u>	<u>(277,926)</u>
<u>Cash Flows from Investing Activities:</u>			
(Purchase) Sale of Investments	18,099	1,391,901	17,213
Net Cash Provided (Used) by Investing Activities	<u>18,099</u>	<u>1,391,901</u>	<u>17,213</u>
Net Increase (Decrease) in Cash and Cash Equivalents	36,933	(362,867)	42,667
Cash and Cash Equivalents at Beginning of Year	262,548	752,865	296,116
Cash and Cash Equivalents at End of Year	<u>\$299,481</u>	<u>\$389,998</u>	<u>\$338,783</u>
<u>Reconciliation of Cash and Cash Equivalents per the Balance Sheet:</u>			
Cash and Cash Equivalents	\$202,343	\$389,998	\$338,783
Restricted Cash and Cash Equivalents	97,138	0	0
Cash and Cash Equivalents at End of Year	<u>\$299,481</u>	<u>\$389,998</u>	<u>\$338,783</u>

CITY OF REYNOLDSBURG, OHIO

<u>Solid Waste</u>	<u>Totals</u>
\$2,031,785	\$14,531,374
(1,876,883)	(12,987,159)
0	(967,361)
<u>154,902</u>	<u>576,854</u>
0	(107,000)
<u>0</u>	<u>(9,287)</u>
0	(116,287)
0	186,834
0	15,391
0	(1,684,655)
0	(339,800)
0	(120,524)
<u>0</u>	<u>(73,391)</u>
0	(2,016,145)
(100,512)	1,326,701
<u>(100,512)</u>	<u>1,326,701</u>
54,390	(228,877)
<u>139,379</u>	<u>1,450,908</u>
<u>\$193,769</u>	<u>\$1,222,031</u>
\$193,769	\$1,124,893
<u>0</u>	<u>97,138</u>
<u>\$193,769</u>	<u>\$1,222,031</u>

(Continued)

CITY OF REYNOLDSBURG, OHIO

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2015**

	Business-Type Activities		
	Enterprise Funds		
	Water	Sewer	Storm Water
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>			
<u>Provided by Operating Activities:</u>			
Operating Income (Loss)	\$383,753	(\$825,289)	(\$747,377)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Depreciation Expense	713,316	1,014,687	1,050,862
Changes in Assets, Deferred Outflows of Resources, Liabilities and Deferred Inflows of Resources:			
Increase in Accounts Receivable	(12,058)	(20,030)	0
(Increase) Decrease in Inventory	37,949	0	(1,542)
(Increase) Decrease in Prepaid Items	(11,861)	(116)	58
Increase Deferred Outflows-Pension	(10,070)	(10,804)	(8,106)
Increase (Decrease) in Accounts Payable	(12,666)	(9,072)	682
Decrease in Accrued Wages and Benefits	(1,912)	(3,143)	(2,315)
Increase (Decrease) in Intergovernmental Payable	19,509	(1,165,244)	0
Increase (Decrease) in Unearned Revenue	0	0	3,613
Increase in Refundable Deposits	15,500	0	0
Increase (Decrease) in Compensated Absences	1,751	(1,017)	1,384
Increase in Net Pension Liability	3,888	3,978	3,538
Increase in Deferred Inflows-Pension	3,564	3,959	2,583
Total Adjustments	<u>746,910</u>	<u>(186,802)</u>	<u>1,050,757</u>
Net Cash Provided (Used) by Operating Activities	<u>\$1,130,663</u>	<u>(\$1,012,091)</u>	<u>\$303,380</u>

Schedule of Noncash Investing, Capital and Financing Activities:

At December 31, 2015, the Water, Sewer and Storm Water Funds had outstanding liabilities of \$77,894, \$17,196, and \$167,208 respectively, for certain capital assets.

See accompanying notes to the basic financial statements.

CITY OF REYNOLDSBURG, OHIO

<u>Solid Waste</u>	<u>Totals</u>
\$353,316	(\$835,597)
0	2,778,865
0	(40,194)
0	36,407
0	(11,919)
0	(20,874)
(182,951)	(204,007)
0	(7,370)
0	(1,145,735)
(15,463)	(11,850)
0	15,500
0	2,118
0	11,404
0	10,106
<u>(198,414)</u>	<u>1,412,451</u>
<u>\$154,902</u>	<u>\$576,854</u>

CITY OF REYNOLDSBURG, OHIO

***Statement of Assets and Liabilities
Fiduciary Funds
December 31, 2015***

	<u>Agency</u>
Assets:	
Cash and Cash Equivalents	\$ 123,537
Receivables:	
Taxes	10,879
Accounts	<u>136</u>
Total Assets	<u><u>\$ 134,552</u></u>
Liabilities:	
Intergovernmental Payable	\$ 53,639
Due to Others	<u>80,913</u>
Total Liabilities	<u><u>\$ 134,552</u></u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Reynoldsburg, Ohio (the City) is a home-rule municipal corporation created under the laws of the State of Ohio. The City was first incorporated in 1839 and currently operates under and is governed by its own Charter. The current City Charter, which provides for a Mayor-Council form of government, was adopted in 1979 and has been amended by the voters in 1982, 1987, 1992, 1995, 1997, 2007 and 2012.

The financial statements are presented as of December 31, 2015 and for the year then ended, and have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

A. Reporting Entity

The accompanying basic financial statements comply with the provisions of accounting principles generally accepted in the United States of America in that the financial statements include all organizations, activities, functions and component units for which the City (the primary government) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the City's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the City.

Based on the foregoing, the City's financial reporting entity has no component units but includes all funds, agencies, boards and commissions that are part of the primary government, including the following services: police protection, parks and recreation, planning, zoning, street maintenance, and other governmental services. In addition, the City owns the water distribution system and the wastewater collection system, each of which is reported as an enterprise fund. Treatment services for both water and wastewater are provided by the City of Columbus on a contractual basis. The City is also associated with a jointly governed organization, the Mid-Ohio Regional Planning Commission. This organization is discussed in Note 14 to the basic financial statements.

B. Basis of Presentation - Fund Accounting

The accounting system is organized and operated on the basis of funds each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflow of resources, fund equity, revenues and expenditures or expenses. The following fund types are used by the City:

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Governmental Funds

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

General Fund - This fund is used to account for all financial resources except those accounted for in another fund. The General Fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Ohio and the limitations of the City Charter.

Permissive Tax Fund – This fund is used to account for the permissive auto license taxes levied for street construction, maintenance and repair.

Street Construction, Maintenance and Repair Fund – This fund is used to account for State levied and controlled gasoline tax and motor vehicle registration fees restricted for street construction, maintenance and repair.

Taylor Square TIEF Debt Retirement Fund – This fund is used to account for resources that are used for payment of principal, interest and fiscal charges on the Taylor Square Debt.

Capital Improvement Fund – This fund is used to account for resources used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds) of the City.

Other governmental funds of the City are used to account for (a) the accumulation of resources for, and payment of, general long-term debt principal, interest and related costs; (b) financial resources to be used for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary funds; and (c) for grants and other resources whose use is restricted or committed to a particular purpose.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Proprietary Funds

All proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets, deferred outflows of resources, liabilities, and deferred inflows of resources associated with the operation of these funds are included on the Statement of Net Position. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net position.

Enterprise Funds - Enterprise funds may be used to account for any activity for which a fee is charged to external users. The following are the City's major enterprise funds:

Water Fund – This fund is used to account for the operation of the City's water service.

Sewer Fund – This fund is used to account for the operation of the City's sanitary sewer service.

Storm Water Drainage Fund – This fund is used to account for the operation of the City's storm water drainage service.

Solid Waste Fund – This fund is used to account for the operation of the City's solid waste collection and disposal service.

Fiduciary Funds

Agency Funds - These funds are used to account for assets held by a governmental unit as an agent for individuals, private organizations or other governmental units. The agency funds account for building permit fees collected on behalf of the State, mayor's court collections that are distributed to various local governments, hotel tax collections to be distributed to the Reynoldsburg Visitors and Activities Bureau, fees collected for school activities, sewer capacity charges distributed to the City of Columbus, funds on deposit to insure the clean up or repair of damaged property, and miscellaneous funds to account primarily for insurance copayments. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

C. Basis of Presentation – Financial Statements

Government-wide Financial Statements – The Statement of Net Position and the Statement of Activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements (Continued)

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide Statement of Activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function or program of the City's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the City.

Fund Financial Statements – Fund financial statements report detailed information about the City. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a Balance Sheet, which generally includes only current assets and deferred outflows of resources and current liabilities and deferred inflows of resources, and a Statement of Revenues, Expenditures and Changes in Fund Balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets, deferred outflows of resources, liabilities and deferred inflows of resources associated with the operation of these funds are included on the Statement of Net Position. The Statement of Revenues, Expenses, and Changes in Net Position presents increases (i.e., revenues) and decreases (i.e., expenses) in net position. The Statement of Cash Flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses reported in the financial statements. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. The term "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which the City considers to be 60 days after year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which is recognized when due.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. Revenue from income taxes is recognized in the period in which the income is earned and is available. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied and the revenue is available. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. Revenues considered susceptible to accrual at year end include income taxes, property taxes, interest on investments, and state levied locally shared taxes, including motor vehicle license fees and local government assistance. Other revenues, including licenses, permits, certain charges for services, and miscellaneous revenues are recorded when received in cash, because generally these revenues are not measurable until received.

The accrual basis of accounting is utilized for reporting purposes by governmental activities, the proprietary funds and fiduciary funds. Revenues are recognized when they are earned and expenses are recognized when they are incurred.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation ordinance are subject to amendment throughout the year.

1. Tax Budget

All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control is by fund at the major object level (i.e., personal services, materials and supplies, contractual services) by department. Budgetary modifications may only be made by ordinance of the City Council.

By July 15, the Mayor submits an annual tax budget for the following fiscal year to City Council for consideration and passage. The adopted budget is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year for the period January 1 to December 31 of the following year.

2. Estimated Resources

The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes, and reviews estimated revenue. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts in the final amended official certificate of estimated resources issued during 2015.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

3. Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 through December 31. The appropriation ordinance establishes spending controls at the fund and major object level (i.e. personal services, materials and supplies, contractual services) and may be modified during the year by Ordinance of City Council. Total fund appropriations may not exceed the current estimated resources certified by the County Budget Commission. Expenditures may not legally exceed budgeted appropriations at the object level. During 2015, several supplemental appropriations were necessary to budget for major capital improvement projects that were not originally appropriated. Administrative control is maintained through the establishment of more detailed line-item budgets. Funds may be moved from one line-item account to another within the same object without approval of City Council. The City Auditor maintains an accounting of the line-item expenditures to ensure that the total expenditures within a department by object do not exceed approved appropriations. The allocation of appropriations among departments and objects within a fund may be modified during the year by an ordinance of City Council. The amounts reported as the original budget amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as final budget amounts in the statement of budgetary comparison represent the final appropriations amount including all amendments and modifications.

4. Lapsing of Appropriations

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balances are carried forward to the subsequent fiscal year and need not be reappropriated.

5. Budgetary Basis of Accounting

The City's budgetary process accounts for certain transactions on a basis other than accounting principles generally accepted in the United States of America (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on the cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures recorded when paid. In addition, encumbrances are recorded as the equivalent of expenditures on the budgetary basis as opposed to restricted, committed or assigned fund balance on the GAAP basis. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting. On the budgetary basis investment earnings are recognized when realized, whereas on a GAAP basis unrealized gains and losses are recognized when investments are adjusted to fair value.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

5. Budgetary Basis of Accounting (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund, the Permissive Tax Fund, and the Street Construction, Maintenance and Repair Fund:

	Net Change in Fund Balance		
	General Fund	Permissive Tax Fund	Street Construction, Maintenance and Repair Fund
GAAP Basis (as reported)	\$1,100,250	\$258,537	(\$408,600)
Increase (Decrease):			
Accrued Revenues at December 31, 2015 received during 2016	(1,910,272)	(43,951)	(216,563)
Accrued Revenues at December 31, 2014 received during 2015	2,280,950	41,787	224,755
Accrued Expenditures at December 31, 2015 paid during 2016	768,464	0	710,033
Accrued Expenditures at December 31, 2014 paid during 2015	(856,603)	0	(34,138)
2014 Prepays for 2015	48,733	0	106
2015 Prepays for 2016	(47,343)	0	(117)
Adjustment to Fair Value Perspective Difference-	22,936	4,354	5,339
Budgeted Special Revenue Funds reclassified as General Fund	(188)	0	0
Outstanding Encumbrances	(403,066)	(26,847)	(819,412)
Budget Basis	<u>\$1,003,861</u>	<u>\$233,880</u>	<u>(\$538,597)</u>

F. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits, repurchase agreements, the State Treasury Asset Reserve (STAR Ohio) and certificates of deposit with original maturity dates of three months or less.

The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand. See Note 4, "Cash, Cash Equivalents and Investments."

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Investments

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the City reports its investments at fair value, except for nonparticipating investment contracts (certificates of deposit and repurchase agreements) which are reported at cost, which approximates fair value. The changes in the fair value of investments are netted against investment earnings in the operating statements. Fair value is determined by quoted market prices.

The City has invested funds in STAR Ohio during 2015. STAR Ohio is 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 SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2015. See Note 4, "Cash, Cash Equivalents and Investments."

H. Inventory

Inventory is stated at cost (first-in, first-out) in the governmental funds, and at the lower of cost or market in the proprietary funds. The costs of inventory items are recorded as expenditures in the governmental funds when purchased and as expenses in the governmental activities and proprietary funds when used.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2015, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

J. Capital Assets and Depreciation

Capital assets are defined by the City as assets with an initial, individual cost of more than \$1,000.

1. Property, Plant and Equipment - Governmental Activities

Governmental activities capital assets are those not directly related to the business-type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Position, but they are not reported in the fund financial statements.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Capital Assets and Depreciation (Continued)

1. Property, Plant and Equipment - Governmental Activities (Continued)

Contributed capital assets are recorded at fair market value at the date received. Capital assets include land, buildings, building improvements, machinery, equipment and infrastructure. Infrastructure is defined as long-lived capital assets that normally are stationary in nature and normally can be preserved for a significant number of years. Examples of infrastructure include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems. Estimated historical costs for governmental activities capital asset values were initially determined by identifying historical costs when such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain capital assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition.

2. Property, Plant and Equipment – Business-Type Activities

Property, plant and equipment acquired by the proprietary funds are stated at cost (or estimated historical cost), including interest capitalized during construction and architectural and engineering fees where applicable. Contributed capital assets are recorded at fair market value at the date received. These assets are reported in both the Business-Type Activities column of the Government-wide Statement of Net Position and in the respective funds in the fund financial statements.

3. Depreciation

All capital assets are depreciated, excluding land and construction in progress. Depreciation has been provided using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Governmental and Business-Type Activities Estimated Lives (in years)</u>
Buildings	15 - 40
Improvements other than Buildings	25
Infrastructure	10-50
Machinery and Equipment	3 - 10

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Long-Term Obligations

Long-term liabilities are being repaid from the following funds:

<u>Obligation</u>	<u>Fund</u>
General Obligation Bonds	General Debt Retirement Fund, Taylor Square TIEF Debt Retirement Fund, Brice Main TIEF Debt Retirement Fund, Water Fund, Sewer Fund, Storm Water Drainage Fund
Ohio Public Works Commission Loans	General Debt Retirement Fund, Water Fund, Sewer Fund
State Infrastructure Bank Loan	Kroger TIEF Debt Retirement Fund
Compensated Absences	General Fund, Income Tax Fund, Street Construction, Maintenance and Repair Fund Water Fund, Sewer Fund, Storm Water Drainage Fund

L. Compensated Absences

In accordance with GASB Statement No. 16, "Accounting for Compensated Absences," compensated absences are accrued as liabilities when an employee's right to receive compensation is attributable to services already rendered and it is probable that the employee will be compensated through paid time off or some other means, such as cash payments at termination or retirement. Employees earn vacation leave based on length of service and position. Leave time that has been earned but is unavailable for use as paid time off or as some other form of compensation because an employee has not met the minimum service time requirement is accrued to the extent that it is considered probable that the conditions for compensation will be met in the future.

Sick leave benefits are accrued as a liability using the vesting method. Employees earn 15 days of sick leave per year. After 10 years of service and upon retirement or resignation, full-time employees will be paid 25% of the accumulated sick leave up to a maximum of 880 hours. The payment increases every 5 years of employment. See Note 1.K. for funds liquidating compensated absences.

Compensated absences accumulated by governmental fund type and proprietary fund type employees are reported as an expense when earned in the government-wide financial statements. For governmental fund financial statements, that portion of unpaid compensated absences expected to be paid using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid. The noncurrent portion of the liability is not reported.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net position - net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Any unspent capital debt proceeds at December 31, 2015 do not reduce net investment in capital assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted resources are available.

N. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the pension plans and additions to/deductions from their fiduciary net position have been determined on the same basis as they are reported by the pension systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The pension systems report investments at fair value.

O. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Interfund services provided and used are not eliminated in the process of consolidation. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. In addition, interfund transfers between governmental funds are eliminated for reporting on the government-wide financial statements. Only transfers between governmental activities and business-type activities are reported on the Statement of Activities.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. Fund Balances

In the fund financial statements, 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 the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components – nonspendable, restricted, committed, assigned and unassigned.

Nonspendable – Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form or legally contractually required to be maintained intact.

Restricted – Restricted fund balance consists of amounts that have constraints placed on them either externally by third parties (creditors, grantors, contributors, or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the City to assess, levy, charge or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement (compelled by external parties) that those resources be used only for the specific purposes stipulated in the legislation.

Committed – Committed fund balance consists of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the City’s highest level of decision making authority. For the City, these constraints consist of ordinances passed by City Council. Committed amounts cannot be used for any other purpose unless the City removes or changes the specified use by taking the same type of action (ordinance) it employed previously to commit those amounts.

Assigned – Assigned fund balance consists of amounts that are constrained by the City’s intent to be used for specific purposes, but are neither restricted nor committed. The City Charter authorizes the City Auditor to assign fund balance.

Unassigned – Unassigned fund balance consists of amounts that have not been restricted, committed or assigned to specific purposes within the General Fund as well as negative fund balances in all other governmental funds.

When both restricted and unrestricted resources are available for use, it is the City’s policy to use unrestricted resources first (committed, assigned and unassigned), then restricted resources as they are needed, except for the Capital Projects and Debt Service Funds in which restricted resources are used first.

Q. Restricted Assets

Customer deposits, retainage payable, investments, and cash with fiscal agent are classified as restricted assets on the Statement of Net Position because these funds are being held for specified purposes.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

R. Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for water treatment and distribution, wastewater collection and treatment, maintenance of storm water collection systems and collection of solid waste refuse. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

S. Estimates

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

T. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund loans receivables/payables.” On fund financial statements, long-term interfund loans are classified as “advances to/from other funds” on the financial statements and are equally offset by a fund balance reserve account which indicates that they do not constitute available expendable resources. These amounts are eliminated in the governmental and business-type activities columns of the Statement of Net Position, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances. The City did not have outstanding interfund loans at December 31, 2015.

U. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Council and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal 2015.

V. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net 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. For the City, deferred outflows of resources are reported on the government-wide Statement of Net Position for deferred charges on refunding and for pension. 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 or refunding debt. The deferred outflows of resources related to pension are explained in Note 8.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

V. Deferred Outflows/Inflows of Resources (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 a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes, pension, and unavailable revenue. On the government-wide Statement of Net Position and governmental funds Balance Sheet, property taxes that are intended to finance future fiscal periods are reported as deferred inflows. In addition, the governmental funds Balance Sheet reports deferred inflows which arise only under a modified accrual basis of accounting. Accordingly, the item, unavailable amounts, is reported only in the governmental funds Balance Sheet. The governmental funds report unavailable amounts for property taxes, income taxes, investment earnings, special assessments, and state levied shared taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Deferred inflows of resources related to pension are reported on the government-wide Statement of Net Position explained in Note 8.

NOTE 2 – CHANGE IN ACCOUNTING PRINCIPLE AND RESTATEMENT OF NET POSITION

For 2015, the City implemented the Governmental Accounting Standards Board (GASB) Statement No. 68, “Accounting and Financial Reporting for Pensions” and GASB Statement No. 71, “Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68.” GASB 68 established standards for measuring and recognizing pension liabilities, deferred outflows of resources, deferred inflows of resources and expenses/expenditures. The implementation of this pronouncement had the following effect on net position as reported December 31, 2014:

	Governmental Activities	Business-type Activities	Water Fund	Sewer Fund	Storm Water Drainage Fund
Net Position December 31, 2014	\$57,305,302	\$89,223,774	\$22,552,166	\$32,581,834	\$33,950,909
Adjustments:					
Net Pension Liability	(13,661,888)	(562,242)	(198,268)	(220,285)	(143,689)
Deferred Outflows -					
Payments Subsequent to Measurement Date	1,283,281	70,182	24,749	27,497	17,936
Restated Net Position December 31, 2014	<u>\$44,926,695</u>	<u>\$88,731,714</u>	<u>\$22,378,647</u>	<u>\$32,389,046</u>	<u>\$33,825,156</u>

Other than employer contributions subsequent to the measurement date, the City made no restatement for deferred inflows/outflows of resources as the information needed to generate these restatements was not available.

CITY OF REYNOLDSBURG, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 3 – FUND BALANCE CLASSIFICATION

Fund balance is classified as nonspendable, restricted, committed, assigned, and unassigned based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the governmental funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

Fund Balances	General Fund	Permissive Tax Fund	Street Construction, Maintenance and Repair Fund	Taylor Square TIEF Debt Retirement Fund	Capital Improvement Fund	Other Governmental Funds	Total Governmental Funds
Nonspendable:							
Prepaid Items	\$47,343	\$0	\$0	\$117	\$0	\$498	\$47,958
Supplies Inventory	5,988	0	0	325,449	0	0	331,437
Total Nonspendable	53,331	0	0	325,566	0	498	379,395
Restricted:							
Transportation Projects	0	1,230,139	0	2,243,509	0	215,674	3,689,322
Court Projects	0	0	0	0	0	147,855	147,855
Law Enforcement	1,385	0	0	0	0	512,026	513,411
Debt Retirement	0	0	438,663	0	0	1,688,308	2,126,971
Capital Improvements	0	0	0	0	0	825,815	825,815
Total Restricted	1,385	1,230,139	438,663	2,243,509	0	3,389,678	7,303,374
Committed:							
Stabilization	0	0	0	0	0	2,504,111	2,504,111
Community Development	0	0	0	0	0	264,032	264,032
Capital Improvements	0	0	0	0	1,678	0	1,678
Other Purposes	22,652	0	0	0	0	143,638	166,290
Total Committed	22,652	0	0	0	1,678	2,911,781	2,936,111
Assigned:							
Projected Budgetary Deficit	1,906,503	0	0	0	0	0	1,906,503
Capital Improvements	0	0	0	0	3,040,004	0	3,040,004
Services and Supplies	271,284	0	0	0	0	0	271,284
Total Assigned	2,177,787	0	0	0	3,040,004	0	5,217,791
Unassigned:							
	4,114,523	0	0	0	0	0	4,114,523
Total Fund Balances	\$6,369,678	\$1,230,139	\$438,663	\$2,569,075	\$3,041,682	\$6,301,957	\$19,951,194

Stabilization Agreement - In 1994, the City established by ordinance, a revenue stabilization reserve in the Income Tax Fund and first deposited income tax monies into that fund in 1995. Effective 2009, earnings from designated investments are the primary source of revenue. Amounts in the revenue stabilization reserve may only be expended to continue basic City services due to a natural disaster or other catastrophic occurrence. The balance of the revenue stabilization reserve at December 31, 2015 is \$2,504,111.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash resources of several individual funds are combined to form a pool of cash, cash equivalents and investments. The City Auditor, with the guidance of the City's Treasury Investment Board, has the responsibility of investing all cash. The City has adopted an Investment Policy that follows Ohio Revised Code Chapter 135 and applies the prudent person standard. The prudent person standard requires the City Auditor to exercise the care, skill and experience that a prudent person would use to manage his/her personal financial affairs. The main objectives of the Investment Policy are the preservation of capital, maintenance of liquidity, and maximization of return on the portfolio.

Statutes require the classification of funds held by the City into three categories.

Category 1 consists of "active" funds - those funds required to be kept in a "cash" or "near cash" status for immediate use by the City. Such funds must be maintained either as cash in the City Treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of "inactive" funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing not later than the end of the current period of designation of depositories.

Category 3 consists of "interim" funds - those funds which are not needed for immediate use but, which will be needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).

A. Deposits

Custodial credit risk is the risk that in the event of bank failure, the City's deposits may not be returned. Protection of City cash and deposits is provided by the Federal Deposit Insurance Corporation as well as qualified securities pledged by the institution holding the assets. The City has no policy on custodial credit risk and is governed by the Ohio Revised Code. Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the City places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

At year end the carrying amount of the City's deposits was \$2,193,267 and the bank balance was \$2,309,349. Federal deposit insurance covered \$847,328 of the bank balance and \$1,462,021 was uninsured. Of the remaining uninsured bank balance, the City was exposed to custodial risk as follows:

	<u>Balance</u>
Uninsured and uncollateralized	\$587
Uninsured and collateralized with securities held by the pledging institution's trust department not in the City's name	<u>1,461,434</u>
Total Balance	<u><u>\$1,462,021</u></u>

Investment earnings of \$106,722 earned by other funds were credited to the General Fund as required by state statute.

CITY OF REYNOLDSBURG, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments

The City's investments at December 31, 2015 were as follows:

	<u>Fair Value</u>	<u>Credit Rating</u>	<u>Investment Maturities (in Months)</u>			
			<u>less than 6</u>	<u>7-12</u>	<u>13-18</u>	<u>19+</u>
FHLMC	\$2,281,437	AA+ 1	\$0	\$0	\$0	\$2,281,437
FNMA	4,141,087	AA+ 1	0	0	0	4,141,087
FHLB-Bonds	2,561,278	AA+ 1	0	443,256	0	2,118,022
FHLB-Notes	809,984	A	561,567	0	0	248,417
Negotiable CD's	3,699,386	AAA 2	369,773	741,464	534,487	2,053,662
FFCB	2,352,556	AA+ 1	0	0	1,372,369	980,187
Repurchase Agreements	1,529,485	*	1,529,485	0	0	0
STAR Ohio	4,974,364	AAAm 1	4,974,364	0	0	0
Total Investments	<u>\$ 22,349,577</u>		<u>\$7,435,189</u>	<u>\$1,184,720</u>	<u>\$1,906,856</u>	<u>11,822,812</u>

1 Standard & Poor's

2 All are fully FDIC insured and therefore have an implied AAA credit rating

* United States Treasury and United States Agency securities underlie the repurchase agreements and are therefore not subject to credit risk disclosures.

Interest Rate Risk – The Ohio Revised Code generally limits security purchases to those that mature within five years of settlement date. The City's Investment Policy does not permit the City Auditor to invest in any security maturing in more than 5 years.

Investment Credit Risk – The City has no investment policy that limits its investment choices other than the limitation of State statute for "interim" funds described previously.

Concentration of Credit Risk – The Investment Policy places no limit on the amount the Auditor may invest in one issuer. The policy limits investments with any one financial institution to 35% of the investment portfolio, with the exception of a 40% limit to investments in STAR Ohio. Of the City's total investments, 18% are FNMA, 17% are negotiable CD's, 11% are FHLB Bonds, 4% are FHLB Notes, 11% are FFCB, 10% are FHLMC, 22% are STAR Ohio, and 7% are Repurchase Agreements.

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. Of the City's investment in repurchase agreements, the entire balance is collateralized by underlying securities pledged by the investment's counterparty, not in the name of the City. The City has no policy on custodial credit risk and is governed by the Ohio Revised Code as described under Deposits.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

C. Cash with Fiscal Agents

In addition to deposits and investments, the City has uninsured and uncollateralized cash in the amount of \$640,491 being held by the Franklin and Licking County Engineers. This cash is restricted in its use for various road improvement projects.

D. Reconciliation of Cash, Cash Equivalents and Investments

The classification of cash, cash equivalents and investments on the combined financial statements were based on criteria set forth in GASB Statement No. 9. Repurchase agreements and certificates of deposit with an original maturity of three months or less were treated as cash equivalents. The classification of cash and cash equivalents (deposits) for purposes of this note were based on criteria set forth in GASB Statement No. 3.

A reconciliation between classifications of cash and investments on the financial statements and classifications per items A and B of this note are as follows:

	<u>Cash and Cash Equivalents *</u>	<u>Investments</u>
Per Financial Statements	\$8,349,416	\$16,193,428
Certificates of Deposit (with maturities of more than 3 months)	347,700	(347,700)
Investments:		
Repurchase Agreement	(1,529,485)	1,529,485
STAR Ohio	(4,974,364)	4,974,364
Per GASB Statement No. 3	<u>\$2,193,267</u>	<u>\$22,349,577</u>

* Does not include cash with fiscal agent.

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 5 - TAXES

A. Property Taxes

Property taxes include amounts levied against all real estate and public utility property located in the City and used in business. Real property taxes (other than public utility) collected during 2015 were levied after October 1, 2014 on assessed values as of January 1, 2014, the lien date. Assessed values are established by the county auditor at 35 percent of appraised market value. All property is required to be reappraised every six years and equalization adjustments made in the third year following reappraisal. The last revaluations were completed in 2014 in Franklin County and Licking County, and in Fairfield County, the last revaluation was completed in 2013. Real property taxes are paid annually or semi-annually. The first payment is due January 20; the remainder payable by June 20.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Certain public utility tangible personal property is currently assessed at 88 percent of its true value. Public utility property taxes are payable on the same dates as the real property taxes described previously.

The County Treasurers collect property taxes on behalf of all taxing districts in the County including the City of Reynoldsburg. The County Auditors periodically remit to the City its portion of the taxes collected. The full tax rate for all City operations for the year ended December 31, 2015 was \$0.70 per \$1,000 of assessed value. The assessed value upon which the 2015 tax receipts were based was \$662,673,500. This amount constitutes \$651,327,880 in real property assessed value and \$11,345,620 in public utility assessed value.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is .07% (0.7 mills) of assessed value.

B. Income Tax

The City levies a tax of 1.5% on all salaries, wages, commissions and other compensation and on net profits earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100% of the tax paid to another municipality to a maximum of the total amount assessed.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 6 - RECEIVABLES

Receivables at December 31, 2015 consisted of taxes, interest, accounts receivable, special assessments, and intergovernmental receivables arising from shared revenues. Receivables have been recorded to the extent that they are measurable at December 31, 2015, as well as intended to finance 2015 operations. All receivables have been disaggregated on the face of the basic financial statements. The only receivable not expected to be collected within the subsequent year are the special assessments which are collected over the life of the assessment.

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CITY OF REYNOLDSBURG, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 7 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets for year ended December 31, 2015:

Historical Cost:

Class	Balance at December 31, 2014	Additions	Deletions	Balance at December 31, 2015
Capital assets not being depreciated:				
Land	\$17,187,281	\$0	\$0	\$17,187,281
Construction in Progress	5,491,559	1,142,841	(972,165)	5,662,235
Subtotal	<u>22,678,840</u>	<u>1,142,841</u>	<u>(972,165)</u>	<u>22,849,516</u>
Capital assets being depreciated:				
Buildings	11,742,218	0	0	11,742,218
Improvements Other than Buildings	2,137,433	145,149	0	2,282,582
Infrastructure	51,851,816	932,588	0	52,784,404
Machinery and Equipment	5,027,703	614,473	(545,612)	5,096,564
Subtotal	<u>70,759,170</u>	<u>1,692,210</u>	<u>(545,612)</u>	<u>71,905,768</u>
Total Cost	<u>\$93,438,010</u>	<u>\$2,835,051</u>	<u>(\$1,517,777)</u>	<u>\$94,755,284</u>

Accumulated Depreciation:

Class	Balance at December 31, 2014	Additions	Deletions	Balance at December 31, 2015
Buildings	(\$5,327,001)	(\$295,184)	\$0	(\$5,622,185)
Improvements Other than Buildings	(1,212,186)	(69,209)	0	(1,281,395)
Infrastructure	(26,294,801)	(2,247,162)	0	(28,541,963)
Machinery and Equipment	(3,929,347)	(297,027)	529,650	(3,696,724)
Total Depreciation	<u>(\$36,763,335)</u>	<u>(\$2,908,582)</u>	<u>\$529,650</u>	<u>(\$39,142,267)</u>
Net Value:	<u>\$56,674,675</u>			<u>\$55,613,017</u>

* Depreciation expenses were charged to governmental functions as follows:

Security of Persons and Property	\$304,152
Leisure Time Activities	97,548
Transportation	2,337,461
General Government	169,421
Total Depreciation Expense	<u>\$2,908,582</u>

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 7 – CAPITAL ASSETS (Continued)

B. Business-Type Activities Capital Assets

Summary by category of changes in business-type activities capital assets for year ended December 31, 2015:

Historical Cost:

Class	Balance at December 31, 2014	Additions	Deletions	Balance at December 31, 2015
Capital assets not being depreciated:				
Land	\$3,000	\$0	\$0	\$3,000
Construction in Progress	922,313	1,287,741	(1,305,567)	904,487
Subtotal	925,313	1,287,741	(1,305,567)	907,487
Capital assets being depreciated:				
Buildings and Improvements	162,491	0	0	162,491
Infrastructure	132,086,149	1,305,567	0	133,391,716
Machinery and Equipment	1,254,715	237,703	(83,983)	1,408,435
Subtotal	133,503,355	1,543,270	(83,983)	134,962,642
Total Cost	\$134,428,668	\$2,831,011	(\$1,389,550)	\$135,870,129

Accumulated Depreciation:

Class	Balance at December 31, 2014	Additions	Deletions	Balance at December 31, 2015
Buildings and Improvements	(\$150,755)	(\$642)	\$0	(\$151,397)
Infrastructure	(46,693,646)	(2,684,510)	0	(49,378,156)
Machinery and Equipment	(740,356)	(93,713)	82,957	(751,112)
Total Depreciation	(\$47,584,757)	(\$2,778,865)	\$82,957	(\$50,280,665)
Net Value:	\$86,843,911			\$85,589,464

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 8 – DEFINED BENEFIT PENSION PLANS

Net Pension Liability

The net pension liability reported on the statement of net position represents a liability to employees for pensions. Pensions are a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. Pensions are provided to an employee—on a deferred-payment basis—as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for pensions is a present obligation because it was created as a result of employment exchanges that already have occurred.

The net pension liability represents the City’s proportionate share of each pension plan’s collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension plan’s fiduciary net position. The net pension liability calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting this estimate annually.

Ohio Revised Code limits the City’s obligation for this liability to annually required payments. The City cannot control benefit terms or the manner in which pensions are financed; however, the City does receive the benefit of employees’ services in exchange for compensation including pension.

GASB 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan’s board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

The proportionate share of each plan’s unfunded benefits is presented as a long-term *net pension liability* on the accrual basis of accounting. Any liability for the contractually-required pension contribution outstanding at the end of the year is included in *intergovernmental payable* on both the accrual and modified accrual bases of accounting.

Plan Description – Ohio Public Employees Retirement System (OPERS)

Plan Description - City employees, other than full-time police and firefighters, participate 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 and the combined plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features. While members (e.g. City employees) may elect the member-directed plan and the combined plan, substantially all employee members are in OPERS’ traditional plan; therefore, the following disclosure focuses on the traditional pension plan.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 8 – DEFINED BENEFIT PENSION PLANS (Continued)

OPERS provides retirement, disability, survivor and death benefits, and annual cost of living adjustments to members of the traditional plan. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that includes financial statements, required supplementary information and detailed information about OPERS’ fiduciary net position that may be obtained by visiting <https://www.opers.org/financial/reports.shtml>, by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 800-222-7377.

Senate Bill (SB) 343 was enacted into law with an effective date of January 7, 2013. In the legislation, members were categorized into three groups with varying provisions of the law applicable to each group. The following table provides age and service requirements for retirement and the retirement formula applied to final average salary (FAS) for the three member groups under the traditional plan as per the reduced benefits adopted by SB 343 (see OPERS CAFR referenced above for additional information):

Group A	Group B	Group C
Eligible to retire prior to January 7, 2013 or five years after January 7, 2013	20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013	Members not in other Groups and members hired on or after January 7, 2013
State and Local	State and Local	State and Local
Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 57 with 25 years of service credit or Age 62 with 5 years of service credit
Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Formula: 2.2% of FAS multiplied by years of service for the first 35 years and 2.5% for service years in excess of 35
Public Safety	Public Safety	Public Safety
Age and Service Requirements: Age 48 with 25 years of service credit or Age 52 with 15 years of service credit	Age and Service Requirements: Age 48 with 25 years of service credit or Age 52 with 15 years of service credit	Age and Service Requirements: Age 52 with 25 years of service credit or Age 56 with 15 years of service credit
Law Enforcement	Law Enforcement	Law Enforcement
Age and Service Requirements: Age 52 with 15 years of service credit	Age and Service Requirements: Age 48 with 25 years of service credit or Age 52 with 15 years of service credit	Age and Service Requirements: Age 48 with 25 years of service credit or Age 56 with 15 years of service credit
Public Safety and Law Enforcement	Public Safety and Law Enforcement	Public Safety and Law Enforcement
Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25	Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25	Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 8 – DEFINED BENEFIT PENSION PLANS (Continued)

Final average Salary (FAS) represents the average of the three highest years of earnings over a member’s career for Groups A and B. Group C is based on the average of the five highest years of earnings over a member’s career.

Members who retire before meeting the age and years of service credit requirement for unreduced benefits receive a percentage reduction in the benefit amount.

When a benefit recipient has received benefits for 12 months, an annual cost of living adjustment (COLA) is provided. This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. For those retiring prior to January 7, 2013, the COLA will continue to be a 3 percent simple annual COLA. For those retiring subsequent to January 7, 2013, beginning in calendar year 2019, the COLA will be based on the average percentage increase in the Consumer Price Index, capped at 3 percent.

Funding Policy - The Ohio Revised Code (ORC) provides statutory authority for member and employer contributions as follows:

	<u>State and Local</u>
2015 Statutory Maximum Contribution Rates	
Employer	14.0 %
Employee	10.0 %
2015 Actual Contribution Rates	
Employer:	
Pension	12.0 %
Post-employment Health Care Benefits	<u>2.0</u>
Total Employer	<u>14.0 %</u>
Employee	<u>10.0 %</u>

* This rate is determined by OPERS' Board and has no maximum rate established by ORC.

** This rate is also determined by OPERS' Board, but is limited by ORC to not more than 2 percent greater than the Public Safety rate.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City’s contractually required contribution was \$465,985 for 2015. This amount was fully paid in 2015.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 8 – DEFINED BENEFIT PENSION PLANS (Continued)

Plan Description – Ohio Police & Fire Pension Fund (OPF)

Plan Description - City full-time police and firefighters participate in Ohio Police and Fire Pension Fund (OPF), a cost-sharing, multiple-employer defined benefit pension plan administered by OPF. OPF provides retirement and disability pension 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. OPF issues a publicly available financial report that includes financial information and required supplementary information and detailed information about OPF fiduciary net position. The report that may be obtained by visiting the OPF website at www.op-f.org or by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

Upon attaining a qualifying age with sufficient years of service, a member of OPF may retire and receive a lifetime monthly pension. OPF offers four types of service retirement: normal, service commuted, age/service commuted and actuarially reduced. Each type has different eligibility guidelines and is calculated using the member's average annual salary. The following discussion of the pension formula relates to normal service retirement.

For members hired after July 1, 2013, the minimum retirement age is 52 for normal service retirement with at least 25 years of service credit. For members hired on or before after July 1, 2013, the minimum retirement age is 48 for normal service retirement with at least 25 years of service credit.

The annual pension benefit for normal service retirement is equal to a percentage of the allowable average annual salary. The percentage equals 2.5 percent for each of the first 20 years of service credit, 2.0 percent for each of the next five years of service credit and 1.5 percent for each year of service credit in excess of 25 years. The maximum pension of 72 percent of the allowable average annual salary is paid after 33 years of service credit.

Under normal service retirement, retired members who are at least 55 years old and have been receiving OPF benefits for at least one year may be eligible for a cost-of-living allowance adjustment. The age 55 provision for receiving a COLA does not apply to those who are receiving a permanent and total disability benefit and statutory survivors.

Members retiring under normal service retirement, with less than 15 years of service credit on July 1, 2013, will receive a COLA equal to either three percent or the percent increase, if any, in the consumer price index (CPI) over the 12-month period ending on September 30 of the immediately preceding year, whichever is less. The COLA amount for members with at least 15 years of service credit as of July 1, 2013 is equal to three percent of their base pension or disability benefit.

CITY OF REYNOLDSBURG, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 8 – DEFINED BENEFIT PENSION PLANS (Continued)

Funding Policy - The Ohio Revised Code (ORC) provides statutory authority for member and employer contributions as follows:

	<u>Police</u>
2015 Statutory Maximum Contribution Rates	
Employer	19.50 %
Employee:	
January 1, 2015 through July 1, 2015	11.50 %
July 2, 2015 through December 31, 2015	12.25 %
2015 Actual Contribution Rates	
Employer:	
Pension	19.00 %
Post-employment Health Care Benefits	<u>0.50</u>
Total Employer	<u>19.50 %</u>
Employee:	
January 1, 2015 through July 1, 2015	11.50 %
July 2, 2015 through December 31, 2015	12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City’s contractually required contribution to OPF was \$938,928 for 2015.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The net pension liability for OPERS was measured as of December 31, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. OPF’s total pension liability was measured as of December 31, 2014, and was determined by rolling forward the total pension liability as of January 1, 2014, to December 31, 2014. The City’s proportion of the net pension liability was based on the City’s share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportionate Share of the Net Pension Liability	\$3,815,534	\$11,163,001	\$14,978,535
Proportion of the Net Pension Liability	0.031635%	0.2154846%	
Pension Expense	\$415,146	\$1,075,053	\$1,490,199

CITY OF REYNOLDSBURG, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 8 – DEFINED BENEFIT PENSION PLANS (Continued)

At December 31, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Deferred Outflows of Resources			
Net difference between projected and actual earnings on pension plan investments	\$203,585	\$481,115	\$684,700
City contributions subsequent to the measurement date	<u>465,985</u>	<u>938,928</u>	<u>1,404,913</u>
Total Deferred Outflows of Resources	<u>\$669,570</u>	<u>\$1,420,043</u>	<u>\$2,089,613</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	<u>\$67,031</u>	<u>\$0</u>	<u>\$67,031</u>

\$1,404,913 reported as deferred outflows of resources related to pension resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Year Ending December 31:			
2016	\$19,967	\$120,279	\$140,246
2017	19,967	120,279	140,246
2018	45,723	120,279	166,002
2019	<u>50,897</u>	<u>120,278</u>	<u>171,175</u>
Total	<u>\$136,554</u>	<u>\$481,115</u>	<u>\$617,669</u>

Actuarial Assumptions - OPERS

Actuarial valuations of an ongoing plan involve estimates of the values of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and cost trends. Actuarially determined amounts are subject to continual review or modification as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability in the December 31, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Wage Inflation	3.75 percent
Future Salary Increases, including inflation	4.25 to 10.05 percent including wage inflation
COLA or Ad Hoc COLA	3 percent, simple
Investment Rate of Return	8 percent
Actuarial Cost Method	Individual Entry Age

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 8 – DEFINED BENEFIT PENSION PLANS (Continued)

Mortality rates were based on the RP-2000 Mortality Table projected 20 years using Projection Scale AA. For males, 105 percent of the combined healthy male mortality rates were used. For females, 100 percent of the combined healthy female mortality rates were used. The mortality rates used in evaluating disability allowances were based on the RP-2000 mortality table with no projections. For males 120 percent of the disabled female mortality rates were used set forward two years. For females, 100 percent of the disabled female mortality rates were used.

The most recent experience study was completed for the five year period ended December 31, 2010.

The long-term rate of return on defined benefit investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected real rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation.

OPERS manages investments in four investment portfolios: the Defined Benefits portfolio, the Health Care portfolio, the 115 Health Care Trust portfolio and the Defined Contribution portfolio. The Defined Benefit portfolio includes the investment assets of the Traditional Pension Plan, the defined benefit component of the Combined Plan, the annuitized accounts of the Member-Directed Plan and the VEBA Trust. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The money weighted rate of return, net of investments expense, for the Defined Benefit portfolio is 6.95 percent for 2014.

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The table below displays the Board-approved asset allocation policy for 2014 and the long-term expected real rates of return:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	23.00 %	2.31 %
Domestic Equities	19.90	5.84
Real Estate	10.00	4.25
Private Equity	10.00	9.25
International Equities	19.10	7.40
Other investments	18.00	4.59
Total	100.00 %	5.28 %

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 8 – DEFINED BENEFIT PENSION PLANS (Continued)

Discount Rate The discount rate used to measure the total pension liability was 8 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the statutorily required rates. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefits payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the City’s proportionate share of the net pension liability calculated using the current period discount rate assumption of 8 percent, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (7 percent) or one-percentage-point higher (9 percent) than the current rate:

	1% Decrease <u>(7.00%)</u>	Current Discount Rate <u>(8.00%)</u>	1% Increase <u>(9.00%)</u>
City's proportionate share of the net pension liability	\$7,019,490	\$3,815,534	\$1,117,032

Actuarial Assumptions – OPF

OPF’s total pension liability as of December 31, 2014 is based on the results of an actuarial valuation date of January 1, 2014, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OPF’s actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2014, are presented below:

Valuation Date	January 1, 2014
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.25 percent
Projected Salary Increases	4.25 percent to 11 percent
Payroll Increases	3.75 percent
Inflation Assumptions	3.25 percent
Cost of Living Adjustments	2.60 percent and 3.00 percent

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 8 – DEFINED BENEFIT PENSION PLANS (Continued)

Rates of death are based on the RP2000 Combined Table, age-adjusted as follows. For active members, set back six years. For disability retirements, set forward five years for police and three years for firefighters. For service retirements, set back zero years for police and two years for firefighters. For beneficiaries, set back zero years. The rates are applied on a fully generational basis, with a base year of 2009, using mortality improvement Scale AA.

The most recent experience study was completed January 1, 2012.

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OPF’s target asset allocation as of December 31, 2014 are summarized below:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
Cash and Cash Equivalents	0.00 %	(0.25) %
Domestic Equity	16.00	4.47
Non-US Equity	16.00	4.47
Core Fixed Income *	20.00	1.62
Global Inflation Protected *	20.00	1.33
High Yield	15.00	3.39
Real Estate	12.00	3.93
Private Markets	8.00	6.98
Timber	5.00	4.92
Master Limited Partnerships	8.00	7.03
Total	120.00 %	

* levered 2x

OPF’s Board of Trustees has incorporated the “risk parity” concept into OPF’s asset liability valuation with the goal of reducing equity risk exposure, which reduces overall Total Portfolio risk without sacrificing return, and creating a more risk-balanced portfolio based on their relationship between asset classes and economic environments. From the notional portfolio perspective above, the Total Portfolio may be levered up to 1.2 times due to the application of leverage in certain fixed income asset classes.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 8 – DEFINED BENEFIT PENSION PLANS (Continued)

Discount Rate The total pension liability was calculated using the discount rate of 8.25 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the longer-term assumed investment rate of return 8.25 percent. Based on those assumptions, the plan’s fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, a long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 8.25 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (7.25 percent), or one percentage point higher (9.25 percent) than the current rate.

	1% Decrease (7.25%)	Current Discount Rate (8.25%)	1% Increase (9.25%)
City's proportionate share of the net pension liability	\$15,440,119	\$11,163,001	\$7,541,582

NOTE 9 - POSTEMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System (“OPERS”)

Plan Description – OPERS administers three separate pension plans: the Traditional Pension Plan – a cost-sharing, multiple-employer defined benefit pension plan; the Member directed Plan – a defined contribution plan; and the Combined Plan – a cost sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care plan, which includes a medical plan, prescription drug coverage, deposits to a Health Reimbursement Arrangement, 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 20 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45. Please see the Plan Statement in the OPERS 2014 CAFR for details.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 9 - POSTEMPLOYMENT BENEFITS (Continued)

A. Ohio Public Employees Retirement System (“OPERS”) (Continued)

The ORC 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 ORC.

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/financial/reports.shtml#CAFR>, by making a written request to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

Funding Policy – The ORC provides the statutory authority requiring public employers to fund post retirement health care coverage through their contributions to OPERS. A portion of each employer’s contribution to OPERS is set aside for the funding of post retirement health care benefits. Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2015, local government employers contributed at a rate of 14.00% of covered payroll. The ORC currently limits the employer contribution to a rate not to exceed 14.0% of covered payroll for local government employers. Active members do not make contributions to the OPEB plan.

OPERS maintains three health care trusts. The two cost-sharing, multiple-employer trusts, the 401(h) Health Care Trust and the 115 Health Care Trust, work together to provide health care funding to eligible retirees of the Traditional Pension and Combined plans. The third trust is a Voluntary Employee’s Beneficiary Association (VEBA) that provides funding for a Retiree Medical Account for Member-Directed Plan members. Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside to fund health care plans. The portion of employer contributions allocated to health care for members in the Traditional Pension Plan and Combined Plan was 2.0% during calendar year 2015. As recommended by OPERS’ actuary, the portion of employer contributions allocated to health care beginning January 1, 2016 remained at 2.0% for both plans. The Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited to the VEBA for participants in the Member-Directed Plan for 2015 was 4.5%.

The City's contributions for health care to the OPERS for the years ending December 31, 2015, 2014, and 2013 were \$82,870, \$82,259 and \$39,597, respectively, which were equal to the required contributions for each year.

B. Ohio Police and Fire Pension Fund (“OP&F”)

Plan Description – The City contributes to the OP&F sponsored health care program, a cost-sharing multiple-employer defined postemployment health care plan administered by OP&F. OP&F provides health care 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.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 9 - POSTEMPLOYMENT BENEFITS (Continued)

B. Ohio Police and Fire Pension Fund (“OP&F”) (Continued)

OP&F provides access to post-retirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

The ORC permits, but does not mandate, OP&F to provide OPEB benefits. Authority to establish and amend benefits is provided in Chapter 742 of the ORC.

OP&F issues a stand-alone financial report that includes financial information and required supplementary information for the plan. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164. That report is also available on OP&F’s website at www.op-f.org.

Funding Policy – The ORC provides for contribution requirements of the participating employers and of plan members to the OP&F. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.5% of covered payroll for police. The ORC states that the employer contribution may not exceed 19.5% of covered payroll for police employer units. Active members do not make contributions to the OPEB Plan.

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2015, the portion of employer contributions allocated to health care was 0.5% of covered payroll for police officers. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees’ primary responsibility to ensure that 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 for health care to the OP&F for the years ending December 31, 2015, 2014, and 2013 were \$24,709, \$23,367 and \$152,851 for police, which were equal to the required contributions for each year.

CITY OF REYNOLDSBURG, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 10 - LONG-TERM DEBT LIABILITIES

Long-term debt and other long-term liabilities of the City at December 31, 2015 were as follows:

			Balance December 31, 2014	Additions	(Reductions)	Balance December 31, 2015	Due Within One Year
Business-Type Activities							
General Obligation Bonds:							
4.4 - 5.05%	Sewer System Improvement	1998-2016	\$124,000	\$0	(\$62,000)	\$62,000	\$62,000
3.98%	Storm Sewer Improvement	2005-2015	95,000	0	(95,000)	0	0
4.26%	Water System Improvement	2007-2016	218,000	0	(107,000)	111,000	111,000
4.33%	Sewer System Improvement	2007-2017	172,000	0	(55,000)	117,000	57,000
2.49%	Water System Improvement	2012-2021	717,000	0	(95,000)	622,000	97,400
2.49%	Sewer System Improvement	2012-2022	286,700	0	(32,800)	253,900	33,700
Total General Obligation Bonds			1,612,700	0	(446,800)	1,165,900	361,100
Ohio Public Works Commission Loans (OPWC):							
3.00%	Cobblestone Run/ Windsor Forest Sanitary Sewers	2000-2021	376,452	0	(53,281)	323,171	54,891
3.00%	Old Reynoldsburg North Water Line	2003-2023	200,168	0	(19,685)	180,483	20,280
3.00%	Route 256 Waterline	2003-2023	483,591	0	(47,558)	436,033	48,996
Total OPWC Loans			1,060,211	0	(120,524)	939,687	124,167
Net Pension Liability-							
Ohio Public Employees Retirement System			562,242	11,404	0	573,646	0
Compensated Absences			74,502	55,255	(53,137)	76,620	35,272
Total Business-Type Long-Term Debt			\$3,309,655	\$66,659	(\$620,461)	\$2,755,853	\$520,539

			Original Issue
Business-Type Activities			
General Obligation Bonds:			
4.4 - 5.05%	Sewer System Improvement	1998-2016	\$1,131,500
4.26%	Water System Improvement	2007-2016	900,000
4.33%	Sewer System Improvement	2007-2017	500,000
2.49%	Water System Improvement	2012-2021	960,000
2.49%	Sewer System Improvement	2012-2022	350,000
Total General Obligation Bonds			\$3,841,500
Ohio Public Works Commission Loans (OPWC):			
3.00%	Cobblestone Run/ Windsor Forest Sanitary Sewers	2000-2021	959,964
3.00%	Old Reynoldsburg North Water Line	2003-2023	382,082
3.00%	Route 256 Waterline	2003-2023	923,082
Total OPWC Loans			\$2,265,128

The City issues general obligation bonds and OPWC promissory notes to provide funds for the acquisition and construction of business-type activity major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the City. The City expects that principal and interest will be paid entirely by user fees from Water and Sewer, operations.

CITY OF REYNOLDSBURG, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 10 - LONG-TERM DEBT LIABILITIES (Continued)

			Balance December 31, 2014	Additions	(Reductions)	Balance December 31, 2015	Due Within One Year
Governmental Activities Long-Term Debt:							
General Obligation Bonds:							
4.4 - 5.05%	Street Improvement	1998-2016	\$76,000	\$0	(\$38,000)	\$38,000	\$38,000
3.0 - 4.250%	Commercial Corridor Phase 2	2005-2025	1,195,000	0	(340,000)	855,000	345,000
	Unamortized Premium	2005-2025	12,570	0	(5,028)	7,542	0
4.0 - 5.000%	Taylor Square TIF Refunding	2006-2023	4,475,000	0	(415,000)	4,060,000	440,000
	Unamortized Premium	2006-2023	20,072	0	(2,230)	17,842	0
4.0 - 5.000%	Police Facilities Refunding	2006-2025	3,935,000	0	(285,000)	3,650,000	305,000
	Unamortized Premium	2006-2025	24,498	0	(2,226)	22,272	0
1.700%	Brice Main Street Refunding	2012-2025	7,085,000	0	(290,000)	6,795,000	295,000
	Total General Obligation Bonds		16,823,140	0	(1,377,484)	15,445,656	1,423,000
Ohio Public Works Commission Loans (OPWC):							
0.00%	Lancaster Avenue Reconstruction Loan	1997-2017	147,376	0	(55,880)	91,496	55,880
0.00%	Commercial Corridor Phase 1	2003-2019	524,999	0	(116,666)	408,333	116,667
0.00%	Commercial Corridor Phase 2	2005-2020	990,000	0	(123,750)	866,250	123,750
	Total OPWC Loans		1,662,375	0	(296,296)	1,366,079	296,297
Net Pension Liability							
	Ohio Public Employees Retirement System		3,167,112	74,776	0	3,241,888	0
	Ohio Police and Fire Pension Fund		10,494,776	668,225	0	11,163,001	0
	Total Net Pension Liability		13,661,888	743,001	0	14,404,889	0
State Infrastructure Bank Loan (SIB)							
2.90%	SIB Loan Payable	2005-2015	33,332	0	(33,332)	0	0
Compensated Absences							
			1,329,172	1,088,805	(947,153)	1,470,824	708,330
	Total Governmental Activities		\$33,509,907	\$1,831,806	(\$2,654,265)	\$32,687,448	\$2,427,627

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**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 10 - LONG-TERM DEBT LIABILITIES (Continued)

			Original Issue
Governmental Activities Long-Term Debt:			
General Obligation Bonds:			
4.4 - 5.05%	Street Improvement	1998-2016	\$693,500
3.0 - 4.250%	Commercial Corridor Phase 2	2005-2025	8,055,000
4.0 - 5.000%	Taylor Square TIF Refunding	2006-2023	4,960,000
4.0 - 5.000%	Police Facilities Refunding	2006-2025	4,760,000
1.700%	Brice Main Street Refunding	2012-2025	7,705,000
Total General Obligation Bonds			<u>\$26,173,500</u>
Ohio Public Works Commission Loans (OPWC):			
0.00%	Lancaster Avenue Reconstruction Loan	1997-2017	\$1,117,589
0.00%	Commercial Corridor Phase 1	2003-2019	1,750,000
0.00%	Commercial Corridor Phase 2	2005-2020	1,980,000
Total OPWC Loans			<u>\$4,847,589</u>

The City issues general obligation bonds and OPWC promissory notes to provide funds for the acquisition and construction of governmental major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the City. The City expects that principal and interest will be paid from revenues of the City's municipal income tax along with TIF proceeds for the Taylor Square, Kroger, and Brice-Main debt. These proceeds apply towards the Taylor Square TIF refunding and the Commercial Corridor Phase I issues.

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**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 10 - LONG-TERM DEBT LIABILITIES (Continued)

A. Principal and Interest Requirements

Principal and interest requirements to retire long-term liabilities outstanding at December 31, 2015 are as follows:

Business-Type Activities:			Governmental Activities:		
Years	General Obligation Bonds		General Obligation Bonds		
	Principal	Interest	Principal	Interest	
2016	\$361,100	\$34,736	\$1,423,000	\$467,563	
2017	194,300	21,143	1,575,000	417,029	
2018	137,600	15,202	1,705,000	360,699	
2019	141,100	11,775	1,715,000	331,199	
2020	144,600	8,262	1,750,000	264,839	
2021-2025	187,200	5,634	7,230,000	567,072	
Totals	<u>\$1,165,900</u>	<u>\$96,752</u>	<u>\$15,398,000</u>	<u>\$2,408,401</u>	
Years	Ohio Public Works Commission Loans		Ohio Public Works Commission Loans		
	Principal	Interest	Principal	Interest	
2016	\$124,167	\$27,266	\$296,296	\$0	
2017	127,920	23,513	258,225	0	
2018	131,786	19,647	258,225	0	
2019	135,769	15,663	182,083	0	
2020	139,873	11,560	123,750	0	
2021-2023	280,172	13,686	247,500	0	
Totals	<u>\$939,687</u>	<u>\$111,335</u>	<u>\$1,366,079</u>	<u>\$0</u>	

B. Defeased Debt

In December 2012, the City defeased \$4,700,000 of General Obligation Bonds for Commercial Corridor Phase 2 dated June 15, 2005 (the "2005 Bonds") through the issuance of \$4,900,000 of General Obligation Bonds. The net proceeds of the 2012 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$4,700,000 at December 31, 2015, are not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding.

CITY OF REYNOLDSBURG, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2015**

NOTE 11 - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. During 2015, the City contracted with several different insurance providers for various insurance coverages, as follows:

Insurance Provider	Coverage	Deductible
Argonaut Insurance Company	Automobile	\$1,000 Comprehensive; 1,000 Collision
Argonaut Insurance Company	General Liability	0
Argonaut Insurance Company	Property Casualty	1,000
Argonaut Insurance Company	Electronic Data Processing	1,000
Argonaut Insurance Company	Fine Arts	1,000
Argonaut Insurance Company	Difference in Conditions	50,000
Argonaut Insurance Company	Miscellaneous Equipment	1,000
Argonaut Insurance Company	Boiler and Machinery	1,000
Argonaut Insurance Company	Law Enforcement Liability	25,000/occurrence
Argonaut Insurance Company	Public Officials Liability	25,000/occurrence
Argonaut Insurance Company	Museum	1,000
Argonaut Insurance Company	Employee Benefits Liability	1,000
Argonaut Insurance Company	Umbrella Excess Liability	0
Argonaut Insurance Company	Employment Practices Liability	25,000

There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverages in any of the past three years.

Workers' compensation claims are covered through the City's participation in the State of Ohio's program. The City pays the State Workers' Compensation System a premium based upon a rate per \$100 of payroll. The rate is determined based on accident history and administrative costs.

NOTE 12 – SIGNIFICANT COMMITMENTS

As of December 31, 2015, the City had the following commitments with respect to contractual obligations:

Contractual Commitments	Remaining Contractual Commitments	Projected Date of Completion
Brice Road Improvements	\$228,046	2016
Livingston Avenue	122,661	2017
2015 Sanitary Sewer Project	13,937	2016
East Broad Street Water Tank	10,477	2016
2015 Street Program	919,796	2016
Etna Township Road Reconstruction	26,847	2016

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 12 – SIGNIFICANT COMMITMENTS (Continued)

Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At year end, the amount of encumbrances expected to honor upon performance by the vendor in the next year were as follows:

Governmental Funds:	
General Fund	\$403,066
Permissive Tax Fund	\$26,847
Street Construction, Maintenance and Repair Fund	\$819,412
Capital Improvement Fund	376,896
Other Governmental Funds	168,210
Total Governmental Funds	<u>1,794,431</u>
Enterprise Funds:	
Water Fund	190,158
Sewer Fund	64,556
Storm Water Drainage Fund	198,890
Solid Waste Fund	395,410
Total Enterprise Funds	<u>849,014</u>
Total	<u><u>\$2,643,445</u></u>

NOTE 13 - CONTINGENCIES

The City may be party to legal proceedings for damages or injunctive relief. The City's legal counsel estimated that the potential uninsured claims against the City resulting from the proceedings would not materially affect the financial statements of the City.

NOTE 14 – JOINTLY GOVERNED ORGANIZATIONS

The City is a participant in the Mid-Ohio Regional Planning Commission (MORPC), a jointly governed organization. MORPC is composed of 74 representatives appointed by member governments who make up the Commission, the policy-making body of MORPC, and the oversight board. MORPC is a voluntary association of local governments in central and south central Ohio and a regional planning agency whose membership includes 44 political subdivisions in and around Franklin, Ross, Fayette, Delaware, Knox, Marion, Morrow, Union, Pickaway, Madison, Licking, and Fairfield counties, Ohio. The purpose of the organization is to improve the quality of life for member communities by improving housing conditions, to promote and support livability/sustainability measures as a means of addressing regional growth challenges, and to administer and facilitate the availability of regional environmental infrastructure program funding to the full advantage of MORPC's members.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2015***

NOTE 15 – SUBSEQUENT EVENTS

On April 26, 2016 the City issued \$7,185,000 in a bond refunding transaction for the Police Facilities and Taylor Square TIF 2006 Refunding Bonds. The interest rate on these new refunded bonds is 2.163% and will mature in 2025.

Etna Township (Township) and the City created the Etna-Reynoldsburg Joint Economic Development District 1 and 2 (Districts) pursuant to ORC sections 715.72 through 715.83. The Districts were created to facilitate economic development; to create or preserve jobs and employment opportunities; to improve the economic welfare of the people in the State, the City, the Township and the Districts; and to create and provide for the operation of the Districts in accordance with the JEDD Statutes for their mutual benefit and for the benefit of their residents and of the State.

NOTE 16 – RELATED PARTY TRANSACTION

On June 25, 2015 the City paid \$600 for an indigent burial at a funeral home in which one of the City's Council Members is an undertaker and partial owner. This was a singular occurrence in 2015 and does not have a significant impact on the financial statements.

REQUIRED SUPPLEMENTAL INFORMATION

CITY OF REYNOLDSBURG, OHIO

***Schedule of City's Proportionate Share of the Net Pension Liability
Last Two Years***

Ohio Public Employees Retirement System

Year	<u>2013</u>	<u>2014</u>
City's proportion of the net pension liability (asset)	0.036135%	0.036135%
City's proportionate share of the net pension liability (asset)	\$3,729,354	\$3,815,534
City's covered-employee payroll	\$3,866,246	\$3,879,333
City's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	96.46%	98.36%
Plan fiduciary net position as a percentage of the total pension liability	86.36%	86.45%

Source: City Auditor's Office and the Ohio Public Employees Retirement System

Ohio Police and Fire Pension Fund

Year	<u>2013</u>	<u>2014</u>
City's proportion of the net pension liability (asset)	0.215485%	0.215485%
City's proportionate share of the net pension liability (asset)	\$10,494,776	\$11,163,001
City's covered-employee payroll	\$4,278,029	\$4,673,384
City's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	245.32%	238.86%
Plan fiduciary net position as a percentage of the total pension liability	73.00%	72.20%

Source: City Auditor's Office and the Ohio Police and Fire Pension Fund

Notes: The City implemented GASB Statement 68 in 2015.

Information prior to 2013 is not available.

The schedule is reported as of the measurement date of the Net Pension Liability.

CITY OF REYNOLDSBURG, OHIO

***Schedule of City Contributions
Last Ten Years***

Ohio Public Employees Retirement System

Year	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Contractually required contribution	N/A	N/A	N/A	N/A
Contributions in relation to the contractually required contribution	N/A	N/A	N/A	N/A
Contribution deficiency (excess)	N/A	N/A	N/A	N/A
City's covered-employee payroll	N/A	N/A	N/A	N/A
Contributions as a percentage of covered-employee payroll	N/A	N/A	N/A	N/A

Source: City Auditor's Office and the Ohio Public Employees Retirement System

Ohio Police and Fire Pension Fund

Year	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Contractually required contribution	\$405,865	\$451,961	\$464,302	\$497,873
Contributions in relation to the contractually required contribution	<u>405,865</u>	<u>451,961</u>	<u>464,302</u>	<u>497,873</u>
Contribution deficiency (excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's covered-employee payroll	\$3,454,170	\$3,544,792	\$3,641,584	\$3,904,886
Contributions as a percentage of covered-employee payroll	11.75%	12.75%	12.75%	12.75%

Source: City Auditor's Office and the Ohio Police and Fire Pension Fund

Notes: The City implemented GASB Statement 68 in 2015.

N/A - Information prior to 2013 is not available.

CITY OF REYNOLDSBURG, OHIO

<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
N/A	N/A	N/A	\$502,612	\$465,520	\$465,985
N/A	N/A	N/A	<u>502,612</u>	<u>465,520</u>	<u>465,985</u>
N/A	N/A	N/A	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
N/A	N/A	N/A	\$3,866,246	\$3,879,333	\$3,883,208
N/A	N/A	N/A	13.00%	12.00%	12.00%

<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
\$500,771	\$536,208	\$550,027	\$681,490	\$887,943	\$938,928
<u>500,771</u>	<u>536,208</u>	<u>550,027</u>	<u>681,490</u>	<u>887,943</u>	<u>938,928</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$3,927,616	\$4,205,553	\$4,313,937	\$4,278,029	\$4,673,384	\$4,941,726
12.75%	12.75%	12.75%	15.93%	19.00%	19.00%



*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS AND FIDUCIARY
FUNDS.*

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to major capital projects) that are legally restricted or committed to expenditures for specified purposes.

Court Computerization Fund

To account for fees collected for the computerization needs of the Clerk of Courts.

Income Tax Fund

This fund is used to account for the portion of income taxes used for the operations of the Income Tax Department and account for the City's Rainy Day reserve.

Police Pension Fund

To account for taxes levied toward partial payment of the current and accrued liability for police disability and pension.

State Highway Fund

To account for the portion of the State gasoline tax and motor vehicle registration fees restricted for the maintenance and repair of State highways within the City.

Gang Resistance Education and Training (G.R.E.A.T) Grant Fund

To account for federal grant monies restricted for the development of programs to educate youth about the dangers associated with joining street gangs.

Law Enforcement Fund

To account for the proceeds from the confiscation of contraband.

Drug Enforcement Fund

To account for mandatory fines collected for drug offenses.

Safety Belt Program Fund

To account for monies used for safety belt education programs.

DUI Education/Enforcement Fund

To account for financial resources used to educate the public regarding laws governing the operation of motor vehicles while under the influence of alcohol.

Federal Forfeiture Fund

To account for monies from the United States Marshall allocated to the City based upon the City's participation in the confiscation of contraband.

(Continued)

Special Revenue Funds (Continued)

Law Enforcement Assistance Fund

To account for funds received to reimburse continuing professional training programs for peace officers and troopers as per Ohio Revised Code 109.803.

Edward Byrne Fund

The grant monies are received from the United States Department of Justice for the purpose of funding special enforcement initiatives in areas which have been identified as high crime risk.

Indigent Drivers Interlock Fund

To account for fines to be used for electronic monitoring devices where alcohol was a contributing factor.

Community Environment Fund

To account for funds used by various commissions and to pay the costs of activities intended to enrich the quality of life of the residents. Funds are primarily from gifts and donations (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because this fund is reported as part of the General Fund on a GAAP basis.).

Supervision and Inspection Fund

To account for fees collected from builders and developers to cover the costs of inspection services required for major capital improvements.

Plot, Grade and Utility Plans Fund

To account for fees collected from builders and developers to cover the costs of engineering reviews of plot, grade and utility plans.

Unclaimed Funds Fund

To account for funds which rightfully belong to the payor and are refunded when the payor provides proof of claim for the funds within the period specified by law. (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because this fund is reported as part of the General Fund on a GAAP basis.)

Employees Fund

To account for funds collected from the sale of soft drinks and coffee which help fund special events for City employees. (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because this fund is reported as part of the General Fund on a GAAP basis.)

Engineering Fees/Plan Review Deposits Fund

To account for fees collected from builders to cover the costs of engineering reviews of plans and specifications.

Debt Service Funds

The Debt Service Funds are used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment levies when the government is obligated in some manner for payment.

General Debt Retirement Fund

To account for the accumulation of resources for and the payment of principal and interest on general obligation debt other than those accounted for in the proprietary funds.

Special Assessment Debt Retirement Fund

To account for revenues collected on special assessments for sidewalk repair that were used for the retirement of principal and interest on special assessment debt of the City. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Brice-Main Tax Increment Equivalent (TIEF) Debt Retirement Fund

To account for resources that are used for payment of principal, interest and fiscal charges related to the Brice-Main Tax Increment Financing Agreement.

Kroger Tax Increment Equivalent (TIEF) Debt Retirement Fund

To account for resources that are used for payment of principal, interest and fiscal charges related to the Kroger Company Tax Increment Financing Agreement.

Summit Road Tax Increment Equivalent (TIEF) Debt Retirement Fund

To account for resources that are used in the development of public infrastructure improvements.

Taylor Road Tax Increment Equivalent (TIEF) #1 Debt Retirement Fund

To account for resources that are used for public infrastructure improvements related to the development of a housing development.

Taylor Road Tax Increment Equivalent (TIEF) #2 Debt Retirement Fund

To account for resources that are used for public infrastructure improvements related to the development of retail and commercial space.

Capital Projects Fund

The Capital Projects Funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary or trust funds.

Sidewalk Construction Fund

To account for special assessments and fees collected from sidewalk permits used for sidewalk rehabilitation projects.

CITY OF REYNOLDSBURG, OHIO

**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2015**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Assets:				
Cash and Cash Equivalents	\$ 1,617,126	\$ 698,397	\$ 198,231	\$ 2,513,754
Investments	2,166,567	739,027	627,584	3,533,178
Receivables:				
Taxes	293,411	451,470	0	744,881
Accounts	1,375	0	0	1,375
Intergovernmental	63,197	0	0	63,197
Interest	645	0	0	645
Special Assessments	0	0	67,572	67,572
Prepaid Items	498	0	0	498
Total Assets	\$ 4,142,819	\$ 1,888,894	\$ 893,387	\$ 6,925,100
Liabilities:				
Accounts Payable	\$ 11,726	\$ 0	\$ 0	\$ 11,726
Accrued Wages and Benefits Payable	3,667	0	0	3,667
Intergovernmental Payable	108,448	8,857	0	117,305
Total Liabilities	123,841	8,857	0	132,698
Deferred Inflows of Resources:				
Property Tax	181,828	160,050	0	341,878
Unavailable Revenue	49,316	31,679	67,572	148,567
Total Deferred Inflows of Resources	231,144	191,729	67,572	490,445
Fund Balances:				
Nonspendable	498	0	0	498
Restricted	875,555	1,688,308	825,815	3,389,678
Committed	2,911,781	0	0	2,911,781
Total Fund Balances	3,787,834	1,688,308	825,815	6,301,957
Total Liabilities, Deferred Inflows of Resources, and Funds Balances	\$ 4,142,819	\$ 1,888,894	\$ 893,387	\$ 6,925,100

CITY OF REYNOLDSBURG, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2015**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues:				
Taxes	\$ 587,611	\$ 2,320,779	\$ 0	\$ 2,908,390
Intergovernmental Revenues	128,233	0	0	128,233
Charges for Services	134,924	0	0	134,924
Licenses and Permits	0	0	5,518	5,518
Investment Earnings	4,517	0	0	4,517
Special Assessments	0	0	37,584	37,584
Fines and Forfeitures	191,614	0	0	191,614
Total Revenues	1,046,899	2,320,779	43,102	3,410,780
Expenditures:				
Current:				
Security of Persons and Property	305,510	0	0	305,510
Community Environment	60,041	0	0	60,041
Transportation	159,703	0	0	159,703
General Government	450,767	142,581	0	593,348
Capital Outlay	0	0	226	226
Debt Service:				
Principal Retirement	0	1,282,628	0	1,282,628
Interest and Fiscal Charges	0	337,416	0	337,416
Total Expenditures	976,021	1,762,625	226	2,738,872
Excess (Deficiency) of Revenues Over Expenditures	70,878	558,154	42,876	671,908
Other Financing Sources (Uses):				
Transfers In	0	10,000	0	10,000
Transfers Out	0	(28,735)	0	(28,735)
Total Other Financing Sources (Uses)	0	(18,735)	0	(18,735)
Net Change in Fund Balances	70,878	539,419	42,876	653,173
Fund Balances at Beginning of Year	3,716,956	1,148,889	782,939	5,648,784
Fund Balances End of Year	\$ 3,787,834	\$ 1,688,308	\$ 825,815	\$ 6,301,957

CITY OF REYNOLDSBURG, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2015**

	Court Computerization Fund	Income Tax Fund	Police Pension Fund	State Highway Fund
Assets:				
Cash and Cash Equivalents	\$ 152,787	\$ 636,934	\$ 61,690	\$ 48,368
Investments	0	2,016,482	0	150,085
Receivables:				
Taxes	0	108,448	184,963	0
Accounts	0	0	0	0
Intergovernmental	0	0	10,963	52,221
Interest	0	0	0	461
Prepaid Items	390	108	0	0
Total Assets	\$ 153,177	\$ 2,761,972	\$ 257,616	\$ 251,135
Liabilities:				
Accounts Payable	\$ 4,932	\$ 2,000	\$ 0	\$ 358
Accrued Wages and Benefits Payable	0	3,667	0	0
Intergovernmental Payable	0	108,448	0	0
Total Liabilities	4,932	114,115	0	358
Deferred Inflows of Resources:				
Property Tax	0	0	181,828	0
Unavailable Revenue	0	0	14,098	35,103
Total Deferred Inflows of Resources	0	0	195,926	35,103
Fund Balances:				
Nonspendable	390	108	0	0
Restricted	147,855	0	61,690	215,674
Committed	0	2,647,749	0	0
Total Fund Balances	148,245	2,647,857	61,690	215,674
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 153,177	\$ 2,761,972	\$ 257,616	\$ 251,135

CITY OF REYNOLDSBURG, OHIO

G.R.E.A.T. Grant Fund	Law Enforcement Fund	Drug Enforcement Fund	Safety Belt Program Fund	DUI Education/ Enforcement Fund	Federal Forfeiture Fund
\$ 550	\$ 258,995	\$ 46,290	\$ 4,376	\$ 7,467	\$ 99,726
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	13	0
0	0	0	0	0	184
0	0	0	0	0	0
<u>\$ 550</u>	<u>\$ 258,995</u>	<u>\$ 46,290</u>	<u>\$ 4,376</u>	<u>\$ 7,480</u>	<u>\$ 99,910</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	115
0	0	0	0	0	115
0	0	0	0	0	0
550	258,995	46,290	4,376	7,480	99,795
0	0	0	0	0	0
<u>550</u>	<u>258,995</u>	<u>46,290</u>	<u>4,376</u>	<u>7,480</u>	<u>99,795</u>
<u>\$ 550</u>	<u>\$ 258,995</u>	<u>\$ 46,290</u>	<u>\$ 4,376</u>	<u>\$ 7,480</u>	<u>\$ 99,910</u>

(Continued)

CITY OF REYNOLDSBURG, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2015**

	Law Enforcement Assistance Fund	Edward Byrne Fund	Indigent Drivers Interlock Fund	Supervision and Inspection Fund
Assets:				
Cash and Cash Equivalents	\$ 16,770	\$ 3	\$ 16,077	\$ 105,918
Investments	0	0	0	0
Receivables:				
Taxes	0	0	0	0
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Interest	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	<u>\$ 16,770</u>	<u>\$ 3</u>	<u>\$ 16,077</u>	<u>\$ 105,918</u>
Liabilities:				
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 1,862
Accrued Wages and Benefits Payable	0	0	0	0
Intergovernmental Payable	0	0	0	0
Total Liabilities	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,862</u>
Deferred Inflows of Resources:				
Property Tax	0	0	0	0
Unavailable Revenue	0	0	0	0
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances:				
Nonspendable	0	0	0	0
Restricted	16,770	3	16,077	0
Committed	0	0	0	104,056
Total Fund Balances	<u>16,770</u>	<u>3</u>	<u>16,077</u>	<u>104,056</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 16,770</u>	<u>\$ 3</u>	<u>\$ 16,077</u>	<u>\$ 105,918</u>

CITY OF REYNOLDSBURG, OHIO

Plot, Grade and Utility Plans Fund	Engineering Fees/Plan Review Deposits Fund	Total Nonmajor Special Revenue Funds
\$ 60,236	\$ 100,939	\$ 1,617,126
0	0	2,166,567
0	0	293,411
0	1,375	1,375
0	0	63,197
0	0	645
0	0	498
<u>\$ 60,236</u>	<u>\$ 102,314</u>	<u>\$ 4,142,819</u>
\$ 2,574	\$ 0	\$ 11,726
0	0	3,667
0	0	108,448
<u>2,574</u>	<u>0</u>	<u>123,841</u>
0	0	181,828
0	0	49,316
0	0	231,144
0	0	498
0	0	875,555
<u>57,662</u>	<u>102,314</u>	<u>2,911,781</u>
<u>57,662</u>	<u>102,314</u>	<u>3,787,834</u>
<u>\$ 60,236</u>	<u>\$ 102,314</u>	<u>\$ 4,142,819</u>

CITY OF REYNOLDSBURG, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015***

	Court Computerization Fund	Income Tax Fund	Police Pension Fund	State Highway Fund
Revenues:				
Taxes	\$ 0	\$ 420,381	\$ 167,230	\$ 0
Intergovernmental Revenues	0	0	22,079	106,154
Charges for Services	0	0	0	0
Investment Earnings	0	866	0	2,816
Fines and Forfeitures	28,062	0	0	0
Total Revenues	<u>28,062</u>	<u>421,247</u>	<u>189,309</u>	<u>108,970</u>
Expenditures:				
Current:				
Security of Persons and Property	0	0	162,739	0
Community Environment	0	0	0	0
Transportation	0	0	0	159,703
General Government	25,242	425,525	0	0
Total Expenditures	<u>25,242</u>	<u>425,525</u>	<u>162,739</u>	<u>159,703</u>
Excess (Deficiency) of Revenues Over Expenditures	2,820	(4,278)	26,570	(50,733)
Fund Balances at Beginning of Year	<u>145,425</u>	<u>2,652,135</u>	<u>35,120</u>	<u>266,407</u>
Fund Balances End of Year	<u>\$ 148,245</u>	<u>\$ 2,647,857</u>	<u>\$ 61,690</u>	<u>\$ 215,674</u>

CITY OF REYNOLDSBURG, OHIO

G.R.E.A.T. Grant Fund	Law Enforcement Fund	Drug Enforcement Fund	Safety Belt Program Fund	DUI Education/ Enforcement Fund	Federal Forfeiture Fund
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	835
0	127,496	6,065	0	1,935	22,696
0	127,496	6,065	0	1,935	23,531
0	108,436	0	0	17,220	17,115
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	108,436	0	0	17,220	17,115
0	19,060	6,065	0	(15,285)	6,416
550	239,935	40,225	4,376	22,765	93,379
\$ 550	\$ 258,995	\$ 46,290	\$ 4,376	\$ 7,480	\$ 99,795

(Continued)

CITY OF REYNOLDSBURG, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015***

	Law Enforcement Assistance Fund	Edward Byrne Fund	Indigent Drivers Interlock Fund	Supervision and Inspection Fund
Revenues:				
Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	0	0	0	0
Charges for Services	0	0	0	70,459
Investment Earnings	0	0	0	0
Fines and Forfeitures	5,360	0	0	0
Total Revenues	<u>5,360</u>	<u>0</u>	<u>0</u>	<u>70,459</u>
Expenditures:				
Current:				
Security of Persons and Property	0	0	0	0
Community Environment	0	0	0	12,987
Transportation	0	0	0	0
General Government	0	0	0	0
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>12,987</u>
Excess (Deficiency) of Revenues Over Expenditures	5,360	0	0	57,472
Fund Balances at Beginning of Year	<u>11,410</u>	<u>3</u>	<u>16,077</u>	<u>46,584</u>
Fund Balances End of Year	<u>\$ 16,770</u>	<u>\$ 3</u>	<u>\$ 16,077</u>	<u>\$ 104,056</u>

CITY OF REYNOLDSBURG, OHIO

Plot, Grade and Utility Plans Fund	Engineering Fees/Plan Review Deposits Fund	Total Nonmajor Special Revenue Funds
\$ 0	\$ 0	\$ 587,611
0	0	128,233
40,898	23,567	134,924
0	0	4,517
0	0	191,614
<u>40,898</u>	<u>23,567</u>	<u>1,046,899</u>
0	0	305,510
24,839	22,215	60,041
0	0	159,703
0	0	450,767
<u>24,839</u>	<u>22,215</u>	<u>976,021</u>
16,059	1,352	70,878
41,603	100,962	3,716,956
<u>\$ 57,662</u>	<u>\$ 102,314</u>	<u>\$ 3,787,834</u>

CITY OF REYNOLDSBURG, OHIO

**Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2015**

	General Debt Retirement Fund	Brice-Main TIEF Debt Retirement Fund	Kroger TIEF Debt Retirement Fund	Summit Road TIEF Debt Retirement Fund
Assets:				
Cash and Cash Equivalents	\$ 233,432	\$ 14,827	\$ 297,581	\$ 5,106
Investments	739,027	0	0	0
Receivables:				
Taxes	291,420	66,300	75,000	0
Total Assets	\$ 1,263,879	\$ 81,127	\$ 372,581	\$ 5,106
Liabilities:				
Intergovernmental Payable	\$ 0	\$ 8,857	\$ 0	\$ 0
Total Liabilities	0	8,857	0	0
Deferred Inflows of Resources:				
Property Tax	0	66,300	75,000	0
Unavailable Revenue	31,679	0	0	0
Total Deferred Inflows of Resources	31,679	66,300	75,000	0
Fund Balances:				
Restricted	1,232,200	5,970	297,581	5,106
Total Fund Balances	1,232,200	5,970	297,581	5,106
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,263,879	\$ 81,127	\$ 372,581	\$ 5,106

CITY OF REYNOLDSBURG, OHIO

Taylor Road TIEF #1 Debt Retirement Fund	Taylor Road TIEF #2 Debt Retirement Fund	Total Nonmajor Debt Service Funds
\$ 133,974	\$ 13,477	\$ 698,397
0	0	739,027
18,000	750	451,470
<u>\$ 151,974</u>	<u>\$ 14,227</u>	<u>\$ 1,888,894</u>
\$ 0	\$ 0	\$ 8,857
0	0	8,857
18,000	750	160,050
0	0	31,679
<u>18,000</u>	<u>750</u>	<u>191,729</u>
<u>133,974</u>	<u>13,477</u>	<u>1,688,308</u>
<u>133,974</u>	<u>13,477</u>	<u>1,688,308</u>
<u>\$ 151,974</u>	<u>\$ 14,227</u>	<u>\$ 1,888,894</u>

CITY OF REYNOLDSBURG, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended December 31, 2015***

	General Debt Retirement Fund	Special Assessment Debt Retirement Fund	Brice-Main TIEF Debt Retirement Fund	Kroger TIEF Debt Retirement Fund
Revenues:				
Taxes	\$ 2,009,042	\$ 0	\$ 215,313	\$ 78,019
Total Revenues	<u>2,009,042</u>	<u>0</u>	<u>215,313</u>	<u>78,019</u>
Expenditures:				
Current:				
General Government	0	0	141,296	1,027
Debt Service:				
Principal Retirement	1,174,296	0	75,000	33,332
Interest and Fiscal Charges	324,594	0	12,070	752
Total Expenditures	<u>1,498,890</u>	<u>0</u>	<u>228,366</u>	<u>35,111</u>
Excess (Deficiency) of Revenues Over Expenditures	510,152	0	(13,053)	42,908
Other Financing Sources (Uses):				
Transfers In	0	0	10,000	0
Transfers Out	0	(28,735)	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>(28,735)</u>	<u>10,000</u>	<u>0</u>
Net Change in Fund Balances	510,152	(28,735)	(3,053)	42,908
Fund Balances at Beginning of Year	<u>722,048</u>	<u>28,735</u>	<u>9,023</u>	<u>254,673</u>
Fund Balances End of Year	<u>\$ 1,232,200</u>	<u>\$ 0</u>	<u>\$ 5,970</u>	<u>\$ 297,581</u>

CITY OF REYNOLDSBURG, OHIO

Summit Road TIEF Debt Retirement Fund	Taylor Road TIEF #1 Debt Retirement Fund	Taylor Road TIEF #2 Debt Retirement Fund	Total Nonmajor Debt Service Funds
\$ 0	\$ 17,646	\$ 759	\$ 2,320,779
<u>0</u>	<u>17,646</u>	<u>759</u>	<u>2,320,779</u>
0	248	10	142,581
0	0	0	1,282,628
<u>0</u>	<u>0</u>	<u>0</u>	<u>337,416</u>
<u>0</u>	<u>248</u>	<u>10</u>	<u>1,762,625</u>
0	17,398	749	558,154
0	0	0	10,000
<u>0</u>	<u>0</u>	<u>0</u>	<u>(28,735)</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>(18,735)</u>
0	17,398	749	539,419
<u>5,106</u>	<u>116,576</u>	<u>12,728</u>	<u>1,148,889</u>
<u>\$ 5,106</u>	<u>\$ 133,974</u>	<u>\$ 13,477</u>	<u>\$ 1,688,308</u>

CITY OF REYNOLDSBURG, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Fund – General Fund
For the Year Ended December 31, 2015**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 12,265,586	\$ 12,265,586	\$ 13,264,525	\$ 998,939
Intergovernmental Revenues	667,750	667,750	861,644	193,894
Charges for Services	219,600	219,600	240,144	20,544
Licenses and Permits	231,050	231,050	292,520	61,470
Investment Earnings	200,000	200,000	175,494	(24,506)
Fines and Forfeitures	593,950	550,239	399,473	(150,766)
All Other Revenues	353,100	353,100	684,833	331,733
Total Revenues	<u>14,531,036</u>	<u>14,487,325</u>	<u>15,918,633</u>	<u>1,431,308</u>
Expenditures:				
Security of Persons and Property:				
Police Department:				
Personal Services	8,068,784	8,099,784	8,066,308	33,476
Materials and Supplies	326,134	327,519	232,186	95,333
Contractual Services	567,611	588,201	513,234	74,967
Capital Outlay	163,313	219,966	157,128	62,838
Total Security of Persons and Property	<u>9,125,842</u>	<u>9,235,470</u>	<u>8,968,856</u>	<u>266,614</u>
Public Health and Welfare Services:				
Miscellaneous:				
Contractual Services	219,430	257,940	257,940	0
Total Public Health and Welfare Services	<u>219,430</u>	<u>257,940</u>	<u>257,940</u>	<u>0</u>
Leisure Time Activities:				
Recreation Department:				
Personal Services	769,161	771,161	738,370	32,791
Materials and Supplies	178,809	162,309	143,162	19,147
Contractual Services	265,397	398,304	364,528	33,776
Capital Outlay	24,110	61,610	61,441	169
Total Leisure Time Activities	<u>1,237,477</u>	<u>1,393,384</u>	<u>1,307,501</u>	<u>85,883</u>
Community Environment:				
Building Department:				
Personal Services	302,803	292,803	289,063	3,740
Materials and Supplies	10,470	10,470	6,308	4,162
Contractual Services	61,327	61,327	46,256	15,071
Total Building Department	<u>374,600</u>	<u>364,600</u>	<u>341,627</u>	<u>22,973</u>

(Continued)

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Fund – General Fund
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Service Department:				
Personal Services	497,718	487,618	483,052	4,566
Materials and Supplies	17,570	17,570	13,704	3,866
Contractual Services	599,080	577,570	485,612	91,958
Total Service Department	<u>1,114,368</u>	<u>1,082,758</u>	<u>982,368</u>	<u>100,390</u>
Engineering Department:				
Contractual Services	150	150	0	150
Total Engineering Department	<u>150</u>	<u>150</u>	<u>0</u>	<u>150</u>
Total Community Environment	<u>1,489,118</u>	<u>1,447,508</u>	<u>1,323,995</u>	<u>123,513</u>
General Government:				
Mayor:				
Personal Services	165,664	157,330	156,062	1,268
Materials and Supplies	1,100	1,100	987	113
Contractual Services	34,630	54,630	46,212	8,418
Total Mayor	<u>201,394</u>	<u>213,060</u>	<u>203,261</u>	<u>9,799</u>
City Council:				
Personal Services	174,954	192,583	180,636	11,947
Materials and Supplies	1,500	1,500	1,131	369
Contractual Services	45,270	45,270	28,816	16,454
Total City Council	<u>221,724</u>	<u>239,353</u>	<u>210,583</u>	<u>28,770</u>
Auditor:				
Personal Services	329,398	329,398	325,581	3,817
Materials and Supplies	6,000	6,000	4,372	1,628
Contractual Services	62,657	62,657	58,270	4,387
Total Auditor	<u>398,055</u>	<u>398,055</u>	<u>388,223</u>	<u>9,832</u>
City Attorney:				
Personal Services	450,938	443,438	440,586	2,852
Materials and Supplies	2,535	2,535	2,398	137
Contractual Services	53,864	53,864	45,558	8,306
Total City Attorney	<u>507,337</u>	<u>499,837</u>	<u>488,542</u>	<u>11,295</u>

(Continued)

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Fund – General Fund
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Development Director:				
Personal Services	190,026	199,894	191,190	8,704
Materials and Supplies	2,000	2,000	598	1,402
Contractual Services	38,271	38,271	32,473	5,798
Total Development Director	<u>230,297</u>	<u>240,165</u>	<u>224,261</u>	<u>15,904</u>
Clerk of Court:				
Personal Services	193,699	193,699	193,301	398
Materials and Supplies	5,749	5,749	2,484	3,265
Contractual Services	94,571	94,571	78,268	16,303
Total Clerk of Court	<u>294,019</u>	<u>294,019</u>	<u>274,053</u>	<u>19,966</u>
Human Resources:				
Personal Services	32,723	57,961	57,071	890
Materials and Supplies	10,603	11,903	11,053	850
Contractual Services	22,995	21,695	15,935	5,760
Total Human Resources	<u>66,321</u>	<u>91,559</u>	<u>84,059</u>	<u>7,500</u>
Computer Systems:				
Personal Services	183,074	183,574	183,367	207
Materials and Supplies	7,414	7,414	1,408	6,006
Contractual Services	225,690	245,334	185,156	60,178
Capital Outlay	60,000	60,000	9,000	51,000
Total Computer Systems	<u>476,178</u>	<u>496,322</u>	<u>378,931</u>	<u>117,391</u>
Vehicle Maintenance:				
Personal Services	121,664	121,764	121,669	95
Materials and Supplies	88,881	88,881	82,516	6,365
Contractual Services	50,566	50,566	36,867	13,699
Total Vehicle Maintenance	<u>261,111</u>	<u>261,211</u>	<u>241,052</u>	<u>20,159</u>
Commissions:				
Personal Services	43,305	43,805	43,223	582
Materials and Supplies	800	800	730	70
Contractual Services	19,100	27,100	24,161	2,939
Total Commissions	<u>63,205</u>	<u>71,705</u>	<u>68,114</u>	<u>3,591</u>

(Continued)

CITY OF REYNOLDSBURG, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Fund – General Fund
For the Year Ended December 31, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
General Administrative:				
Personal Services	248,782	290,466	276,262	14,204
Materials and Supplies	3,000	3,000	2,551	449
Contractual Services	483,593	443,593	394,949	48,644
Capital Outlay	12,636	44,586	41,669	2,917
Total General Administrative	<u>748,011</u>	<u>781,645</u>	<u>715,431</u>	<u>66,214</u>
Total General Government	<u>3,467,652</u>	<u>3,586,931</u>	<u>3,276,510</u>	<u>310,421</u>
Total Expenditures	<u>15,539,519</u>	<u>15,921,233</u>	<u>15,134,802</u>	<u>786,431</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,008,483)	(1,433,908)	783,831	2,217,739
Other Financing Sources (Uses):				
Insurance Recoveries	10,000	10,000	201,295	191,295
Transfers In	0	0	28,735	28,735
Transfers Out	<u>0</u>	<u>(10,000)</u>	<u>(10,000)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>10,000</u>	<u>0</u>	<u>220,030</u>	<u>220,030</u>
Net Change in Fund Balance	(998,483)	(1,433,908)	1,003,861	2,437,769
Fund Balance at Beginning of Year	3,556,103	3,556,103	3,556,103	0
Prior Year Encumbrances	<u>269,171</u>	<u>269,171</u>	<u>269,171</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2,826,791</u>	<u>\$ 2,391,366</u>	<u>\$ 4,829,135</u>	<u>\$ 2,437,769</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Special Revenue Funds – Permissive Tax Fund
For the Year Ended December 31, 2015***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 229,800	\$ 229,800	\$ 251,586	\$ 21,786
Investment Earnings	200	200	9,727	9,527
Total Revenues	<u>230,000</u>	<u>230,000</u>	<u>261,313</u>	<u>31,313</u>
Expenditures:				
Transportation:				
Capital Outlay	27,433	27,433	27,433	0
Total Expenditures	<u>27,433</u>	<u>27,433</u>	<u>27,433</u>	<u>0</u>
Excess of Revenues Over Expenditures	202,567	202,567	233,880	31,313
Fund Balance at Beginning of Year	916,224	916,224	916,224	0
Prior Year Encumbrances	27,433	27,433	27,433	0
Fund Balance at End of Year	<u>\$ 1,146,224</u>	<u>\$ 1,146,224</u>	<u>\$ 1,177,537</u>	<u>\$ 31,313</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Special Revenue Funds – Street Construction, Maintenance, and Repair Fund
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 1,290,000	\$ 1,290,000	\$ 1,318,941	\$ 28,941
Investment Earnings	10,000	10,000	23,604	13,604
All Other Revenues	<u>20,000</u>	<u>20,000</u>	<u>24,153</u>	<u>4,153</u>
Total Revenues	<u>1,320,000</u>	<u>1,320,000</u>	<u>1,366,698</u>	<u>46,698</u>
Expenditures:				
Transportation:				
Personal Services	518,400	522,190	514,916	7,274
Materials and Supplies	290,279	290,279	241,606	48,673
Contractual Services	149,612	149,612	122,882	26,730
Capital Outlay	<u>270,000</u>	<u>1,025,960</u>	<u>1,025,891</u>	<u>69</u>
Total Expenditures	<u>1,228,291</u>	<u>1,988,041</u>	<u>1,905,295</u>	<u>82,746</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	91,709	(668,041)	(538,597)	129,444
Fund Balance at Beginning of Year	2,457,057	2,457,057	2,457,057	0
Prior Year Encumbrances	<u>41,091</u>	<u>41,091</u>	<u>41,091</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2,589,857</u>	<u>\$ 1,830,107</u>	<u>\$ 1,959,551</u>	<u>\$ 129,444</u>

CITY OF REYNOLDSBURG, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Fund – Debt Service Fund – Taylor Square TIEF Debt Retirement Fund
For the Year Ended December 31, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 1,750,000	\$ 1,945,405	\$ 1,945,405	\$ 0
Total Revenues	<u>1,750,000</u>	<u>1,945,405</u>	<u>1,945,405</u>	<u>0</u>
Expenditures:				
General Government:				
Contractual Services	18,000	38,025	38,004	21
Other Operating Expenditures	750,000	750,000	652,143	97,857
Debt Service:				
Principal Retirement	415,000	415,000	415,000	0
Interest and Fiscal Charges	<u>186,348</u>	<u>186,348</u>	<u>186,348</u>	<u>0</u>
Total Expenditures	<u>1,369,348</u>	<u>1,389,373</u>	<u>1,291,495</u>	<u>97,878</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	380,652	556,032	653,910	97,878
Other Financing Sources (Uses):				
Transfers In	602,000	602,000	0	(602,000)
Transfers Out	<u>(604,348)</u>	<u>(604,348)</u>	<u>0</u>	<u>604,348</u>
Total Other Financing Sources (Uses)	<u>(2,348)</u>	<u>(2,348)</u>	<u>0</u>	<u>2,348</u>
Net Change in Fund Balance	378,304	553,684	653,910	100,226
Fund Balance at Beginning of Year	<u>702,669</u>	<u>702,669</u>	<u>702,669</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,080,973</u>	<u>\$ 1,256,353</u>	<u>\$ 1,356,579</u>	<u>\$ 100,226</u>

CITY OF REYNOLDSBURG, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Fund –Capital Projects Fund – Capital Improvement Fund
For the Year Ended December 31, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 350,000	\$ 296,135	\$ 296,135	\$ 0
Intergovernmental Revenues	0	1,519,550	1,519,550	0
Investment Earnings	0	240	298	58
Total Revenues	<u>350,000</u>	<u>1,815,925</u>	<u>1,815,983</u>	<u>58</u>
Expenditures:				
Capital Outlay	<u>262,273</u>	<u>2,318,107</u>	<u>2,298,689</u>	<u>19,418</u>
Total Expenditures	<u>262,273</u>	<u>2,318,107</u>	<u>2,298,689</u>	<u>19,418</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	87,727	(502,182)	(482,706)	19,476
Fund Balance at Beginning of Year	3,245,184	3,245,184	3,245,184	0
Prior Year Encumbrances	<u>262,273</u>	<u>262,273</u>	<u>262,273</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 3,595,184</u>	<u>\$ 3,005,275</u>	<u>\$ 3,024,751</u>	<u>\$ 19,476</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	<u>\$ 40,000</u>	<u>\$ 40,000</u>	<u>\$ 29,118</u>	<u>\$ (10,882)</u>
Total Revenues	<u>40,000</u>	<u>40,000</u>	<u>29,118</u>	<u>(10,882)</u>
Expenditures:				
General Government:				
Materials and Supplies	23,710	23,710	14,066	9,644
Contractual Services	29,334	29,334	10,518	18,816
Capital Outlay	<u>10,000</u>	<u>10,000</u>	<u>9,906</u>	<u>94</u>
Total Expenditures	<u>63,044</u>	<u>63,044</u>	<u>34,490</u>	<u>28,554</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(23,044)	(23,044)	(5,372)	17,672
Fund Balance at Beginning of Year	138,153	138,153	138,153	0
Prior Year Encumbrances	<u>10,044</u>	<u>10,044</u>	<u>10,044</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 125,153</u>	<u>\$ 125,153</u>	<u>\$ 142,825</u>	<u>\$ 17,672</u>

CITY OF REYNOLDSBURG, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015**

	INCOME TAX FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 297,500	\$ 297,500	\$ 398,564	\$ 101,064
Investment Earnings	2,500	2,500	866	(1,634)
Total Revenues	<u>300,000</u>	<u>300,000</u>	<u>399,430</u>	<u>99,430</u>
Expenditures:				
General Government:				
Personal Services	74,292	74,494	74,466	28
Materials and Supplies	600	600	373	227
Contractual Services	<u>973,000</u>	<u>973,000</u>	<u>336,549</u>	<u>636,451</u>
Total Expenditures	<u>1,047,892</u>	<u>1,048,094</u>	<u>411,388</u>	<u>636,706</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(747,892)	(748,094)	(11,958)	736,136
Fund Balance at Beginning of Year	<u>2,656,374</u>	<u>2,656,374</u>	<u>2,656,374</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,908,482</u>	<u>\$ 1,908,280</u>	<u>\$ 2,644,416</u>	<u>\$ 736,136</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 187,882	\$ 179,429	\$ 167,230	\$ (12,199)
Intergovernmental Revenues	<u>20,226</u>	<u>20,226</u>	<u>22,079</u>	<u>1,853</u>
Total Revenues	<u>208,108</u>	<u>199,655</u>	<u>189,309</u>	<u>(10,346)</u>
Expenditures:				
Security of Persons and Property:				
Personal Services	160,000	160,000	159,863	137
Contractual Services	<u>3,000</u>	<u>3,000</u>	<u>2,876</u>	<u>124</u>
Total Expenditures	<u>163,000</u>	<u>163,000</u>	<u>162,739</u>	<u>261</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	45,108	36,655	26,570	(10,085)
Fund Balance at Beginning of Year	<u>35,120</u>	<u>35,120</u>	<u>35,120</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 80,228</u>	<u>\$ 71,775</u>	<u>\$ 61,690</u>	<u>\$ (10,085)</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 102,500	\$ 102,500	\$ 106,804	\$ 4,304
Investment Earnings	2,500	2,500	2,176	(324)
Total Revenues	<u>105,000</u>	<u>105,000</u>	<u>108,980</u>	<u>3,980</u>
Expenditures:				
Transportation:				
Materials and Supplies	70,000	70,000	69,999	1
Contractual Services	29,142	29,142	24,279	4,863
Capital Outlay	<u>70,000</u>	<u>70,000</u>	<u>69,589</u>	<u>411</u>
Total Expenditures	<u>169,142</u>	<u>169,142</u>	<u>163,867</u>	<u>5,275</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(64,142)	(64,142)	(54,887)	9,255
Fund Balance at Beginning of Year	247,161	247,161	247,161	0
Prior Year Encumbrances	<u>5,142</u>	<u>5,142</u>	<u>5,142</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 188,161</u>	<u>\$ 188,161</u>	<u>\$ 197,416</u>	<u>\$ 9,255</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>550</u>	<u>550</u>	<u>550</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 550</u>	<u>\$ 550</u>	<u>\$ 550</u>	<u>\$ 0</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	<u>\$ 55,000</u>	<u>\$ 134,321</u>	<u>\$ 127,496</u>	<u>\$ (6,825)</u>
Total Revenues	<u>55,000</u>	<u>134,321</u>	<u>127,496</u>	<u>(6,825)</u>
Expenditures:				
Security of Persons and Property:				
Materials and Supplies	<u>11,624</u>	<u>239,935</u>	<u>121,334</u>	<u>118,601</u>
Total Expenditures	<u>11,624</u>	<u>239,935</u>	<u>121,334</u>	<u>118,601</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	43,376	(105,614)	6,162	111,776
Fund Balance at Beginning of Year	228,311	228,311	228,311	0
Prior Year Encumbrances	<u>11,624</u>	<u>11,624</u>	<u>11,624</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 283,311</u>	<u>\$ 134,321</u>	<u>\$ 246,097</u>	<u>\$ 111,776</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	<u>\$ 1,500</u>	<u>\$ 5,735</u>	<u>\$ 6,065</u>	<u>\$ 330</u>
Total Revenues	<u>1,500</u>	<u>5,735</u>	<u>6,065</u>	<u>330</u>
Expenditures:				
Security of Persons and Property:				
Materials and Supplies	<u>0</u>	<u>40,225</u>	<u>0</u>	<u>40,225</u>
Total Expenditures	<u>0</u>	<u>40,225</u>	<u>0</u>	<u>40,225</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,500	(34,490)	6,065	40,555
Fund Balance at Beginning of Year	<u>40,225</u>	<u>40,225</u>	<u>40,225</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 41,725</u>	<u>\$ 5,735</u>	<u>\$ 46,290</u>	<u>\$ 40,555</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Security of Persons and Property:				
Materials and Supplies	<u>0</u>	<u>4,376</u>	<u>0</u>	<u>4,376</u>
Total Expenditures	<u>0</u>	<u>4,376</u>	<u>0</u>	<u>4,376</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(4,376)	0	4,376
Fund Balance at Beginning of Year	<u>4,376</u>	<u>4,376</u>	<u>4,376</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4,376</u>	<u>\$ 0</u>	<u>\$ 4,376</u>	<u>\$ 4,376</u>

CITY OF REYNOLDSBURG, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	<u>\$ 5,500</u>	<u>\$ 5,500</u>	<u>\$ 1,901</u>	<u>\$ (3,599)</u>
Total Revenues	<u>5,500</u>	<u>5,500</u>	<u>1,901</u>	<u>(3,599)</u>
Expenditures:				
Security of Persons and Property:				
Materials and Supplies	<u>0</u>	<u>22,720</u>	<u>17,220</u>	<u>5,500</u>
Total Expenditures	<u>0</u>	<u>22,720</u>	<u>17,220</u>	<u>5,500</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,500	(17,220)	(15,319)	1,901
Fund Balance at Beginning of Year	<u>22,720</u>	<u>22,720</u>	<u>22,720</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 28,220</u>	<u>\$ 5,500</u>	<u>\$ 7,401</u>	<u>\$ 1,901</u>

CITY OF REYNOLDSBURG, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Investment Earnings	\$ 0	\$ 0	\$ 870	\$ 870
Fines and Forfeitures	<u>45,000</u>	<u>16,200</u>	<u>22,696</u>	<u>6,496</u>
Total Revenues	<u>45,000</u>	<u>16,200</u>	<u>23,566</u>	<u>7,366</u>
Expenditures:				
Security of Persons and Property:				
Materials and Supplies	<u>0</u>	<u>105,275</u>	<u>17,115</u>	<u>88,160</u>
Total Expenditures	<u>0</u>	<u>105,275</u>	<u>17,115</u>	<u>88,160</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	45,000	(89,075)	6,451	95,526
Fund Balance at Beginning of Year	<u>93,275</u>	<u>93,275</u>	<u>93,275</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 138,275</u>	<u>\$ 4,200</u>	<u>\$ 99,726</u>	<u>\$ 95,526</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	<u>\$ 1,000</u>	<u>\$ 5,360</u>	<u>\$ 5,360</u>	<u>\$ 0</u>
Total Revenues	<u>1,000</u>	<u>5,360</u>	<u>5,360</u>	<u>0</u>
Expenditures:				
Security of Persons and Property:				
Materials and Supplies	<u>0</u>	<u>11,410</u>	<u>0</u>	<u>11,410</u>
Total Expenditures	<u>0</u>	<u>11,410</u>	<u>0</u>	<u>11,410</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,000	(6,050)	5,360	11,410
Fund Balance at Beginning of Year	<u>11,410</u>	<u>11,410</u>	<u>11,410</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 12,410</u>	<u>\$ 5,360</u>	<u>\$ 16,770</u>	<u>\$ 11,410</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Security of Persons and Property:				
Personal Services	<u>0</u>	<u>3</u>	<u>0</u>	<u>3</u>
Total Expenditures	<u>0</u>	<u>3</u>	<u>0</u>	<u>3</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(3)	0	3
Fund Balance at Beginning of Year	<u>3</u>	<u>3</u>	<u>3</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 3</u>	<u>\$ 0</u>	<u>\$ 3</u>	<u>\$ 3</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>16,077</u>	<u>16,077</u>	<u>16,077</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 16,077</u>	<u>\$ 16,077</u>	<u>\$ 16,077</u>	<u>\$ 0</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>20,183</u>	<u>20,183</u>	<u>20,183</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 20,183</u>	<u>\$ 20,183</u>	<u>\$ 20,183</u>	<u>\$ 0</u>

CITY OF REYNOLDSBURG, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	<u>\$ 20,000</u>	<u>\$ 70,459</u>	<u>\$ 70,459</u>	<u>\$ 0</u>
Total Revenues	<u>20,000</u>	<u>70,459</u>	<u>70,459</u>	<u>0</u>
Expenditures:				
Community Environment:				
Contractual Services	<u>10,739</u>	<u>106,906</u>	<u>30,261</u>	<u>76,645</u>
Total Expenditures	<u>10,739</u>	<u>106,906</u>	<u>30,261</u>	<u>76,645</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	9,261	(36,447)	40,198	76,645
Fund Balance at Beginning of Year	36,745	36,745	36,745	0
Prior Year Encumbrances	<u>10,739</u>	<u>10,739</u>	<u>10,739</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 56,745</u>	<u>\$ 11,037</u>	<u>\$ 87,682</u>	<u>\$ 76,645</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	<u>\$ 15,000</u>	<u>\$ 40,898</u>	<u>\$ 40,898</u>	<u>\$ 0</u>
Total Revenues	<u>15,000</u>	<u>40,898</u>	<u>40,898</u>	<u>0</u>
Expenditures:				
Community Environment:				
Contractual Services	<u>27,841</u>	<u>78,385</u>	<u>71,589</u>	<u>6,796</u>
Total Expenditures	<u>27,841</u>	<u>78,385</u>	<u>71,589</u>	<u>6,796</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,841)	(37,487)	(30,691)	6,796
Fund Balance at Beginning of Year	17,542	17,542	17,542	0
Prior Year Encumbrances	<u>27,841</u>	<u>27,841</u>	<u>27,841</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 32,542</u>	<u>\$ 7,896</u>	<u>\$ 14,692</u>	<u>\$ 6,796</u>

CITY OF REYNOLDSBURG, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
All Other Revenues	<u>\$ 5,000</u>	<u>\$ 10,959</u>	<u>\$ 10,959</u>	<u>\$ 0</u>
Total Revenues	<u>5,000</u>	<u>10,959</u>	<u>10,959</u>	<u>0</u>
Expenditures:				
General Government:				
Other Operating Expenditures	<u>0</u>	<u>6</u>	<u>6</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>6</u>	<u>6</u>	<u>0</u>
Excess of Revenues Over Expenditures	5,000	10,953	10,953	0
Fund Balance at Beginning of Year	<u>43,820</u>	<u>43,820</u>	<u>43,820</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 48,820</u>	<u>\$ 54,773</u>	<u>\$ 54,773</u>	<u>\$ 0</u>

CITY OF REYNOLDSBURG, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015**

	EMPLOYEES FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
All Other Revenues	<u>\$ 0</u>	<u>\$ 690</u>	<u>\$ 690</u>	<u>\$ 0</u>
Total Revenues	<u>0</u>	<u>690</u>	<u>690</u>	<u>0</u>
Expenditures:				
General Government:				
Materials and Supplies	<u>0</u>	<u>1,699</u>	<u>1,096</u>	<u>603</u>
Total Expenditures	<u>0</u>	<u>1,699</u>	<u>1,096</u>	<u>603</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(1,009)	(406)	603
Fund Balance at Beginning of Year	<u>1,009</u>	<u>1,009</u>	<u>1,009</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,009</u>	<u>\$ 0</u>	<u>\$ 603</u>	<u>\$ 603</u>

CITY OF REYNOLDSBURG, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Charges for Services	<u>\$ 35,000</u>	<u>\$ 35,000</u>	<u>\$ 22,630</u>	<u>\$ (12,370)</u>
Total Revenues	<u>35,000</u>	<u>35,000</u>	<u>22,630</u>	<u>(12,370)</u>
Expenditures:				
Community Environment:				
Contractual Services	<u>6,322</u>	<u>100,524</u>	<u>30,359</u>	<u>70,165</u>
Total Expenditures	<u>6,322</u>	<u>100,524</u>	<u>30,359</u>	<u>70,165</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	28,678	(65,524)	(7,729)	57,795
Fund Balance at Beginning of Year	94,202	94,202	94,202	0
Prior Year Encumbrances	<u>6,322</u>	<u>6,322</u>	<u>6,322</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 129,202</u>	<u>\$ 35,000</u>	<u>\$ 92,795</u>	<u>\$ 57,795</u>

CITY OF REYNOLDSBURG, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	<u>\$ 1,800,000</u>	<u>\$ 1,800,000</u>	<u>\$ 2,072,947</u>	<u>\$ 272,947</u>
Total Revenues	<u>1,800,000</u>	<u>1,800,000</u>	<u>2,072,947</u>	<u>272,947</u>
Expenditures:				
Debt Service:				
Principal Retirement	<u>1,174,297</u>	<u>1,174,297</u>	<u>1,174,296</u>	<u>1</u>
Interest and Fiscal Charges	<u>324,595</u>	<u>324,595</u>	<u>324,594</u>	<u>1</u>
Total Expenditures	<u>1,498,892</u>	<u>1,498,892</u>	<u>1,498,890</u>	<u>2</u>
Excess of Revenues Over Expenditures	<u>301,108</u>	<u>301,108</u>	<u>574,057</u>	<u>272,949</u>
Fund Balance at Beginning of Year	<u>398,402</u>	<u>398,402</u>	<u>398,402</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 699,510</u>	<u>\$ 699,510</u>	<u>\$ 972,459</u>	<u>\$ 272,949</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Other Financing Uses:				
Transfers Out	<u>0</u>	<u>(28,735)</u>	<u>(28,735)</u>	<u>0</u>
Total Other Financing Uses	<u>0</u>	<u>(28,735)</u>	<u>(28,735)</u>	<u>0</u>
Net Change in Fund Balance	0	(28,735)	(28,735)	0
Fund Balance at Beginning of Year	<u>28,735</u>	<u>28,735</u>	<u>28,735</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 28,735</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2015***

BRICE-MAIN TIEF DEBT RETIREMENT FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 220,000	\$ 215,313	\$ 215,313	\$ 0
Total Revenues	<u>220,000</u>	<u>215,313</u>	<u>215,313</u>	<u>0</u>
Expenditures:				
General Government:				
Contractual Services	2,500	2,500	2,439	61
Other Operating Expenditures	130,000	138,900	130,000	8,900
Debt Service:				
Principal Retirement	75,000	75,000	75,000	0
Interest and Fiscal Charges	12,070	12,070	12,070	0
Total Expenditures	<u>219,570</u>	<u>228,470</u>	<u>219,509</u>	<u>8,961</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	430	(13,157)	(4,196)	8,961
Other Financing Sources:				
Transfers In	0	10,000	10,000	0
Total Other Financing Sources	<u>0</u>	<u>10,000</u>	<u>10,000</u>	<u>0</u>
Net Change in Fund Balance	430	(3,157)	5,804	8,961
Fund Balance at Beginning of Year	9,023	9,023	9,023	0
Fund Balance at End of Year	<u>\$ 9,453</u>	<u>\$ 5,866</u>	<u>\$ 14,827</u>	<u>\$ 8,961</u>

CITY OF REYNOLDSBURG, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2015***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	<u>\$ 60,000</u>	<u>\$ 60,000</u>	<u>\$ 78,019</u>	<u>\$ 18,019</u>
Total Revenues	<u>60,000</u>	<u>60,000</u>	<u>78,019</u>	<u>18,019</u>
Expenditures:				
General Government:				
Contractual Services	1,000	1,030	1,027	3
Debt Service:				
Principal Retirement	33,333	33,333	33,332	1
Interest and Fiscal Charges	<u>752</u>	<u>752</u>	<u>752</u>	<u>0</u>
Total Expenditures	<u>35,085</u>	<u>35,115</u>	<u>35,111</u>	<u>4</u>
Excess of Revenues Over Expenditures	24,915	24,885	42,908	18,023
Fund Balance at Beginning of Year	<u>254,673</u>	<u>254,673</u>	<u>254,673</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 279,588</u>	<u>\$ 279,558</u>	<u>\$ 297,581</u>	<u>\$ 18,023</u>

CITY OF REYNOLDSBURG, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	<u>\$ 500</u>	<u>\$ 500</u>	<u>\$ 0</u>	<u>\$ (500)</u>
Total Revenues	<u>500</u>	<u>500</u>	<u>0</u>	<u>(500)</u>
Expenditures:				
General Government:				
Contractual Services	<u>125</u>	<u>125</u>	<u>0</u>	<u>125</u>
Total Expenditures	<u>125</u>	<u>125</u>	<u>0</u>	<u>125</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	375	375	0	(375)
Fund Balance at Beginning of Year	<u>5,106</u>	<u>5,106</u>	<u>5,106</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 5,481</u>	<u>\$ 5,481</u>	<u>\$ 5,106</u>	<u>\$ (375)</u>

CITY OF REYNOLDSBURG, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	<u>\$ 20,000</u>	<u>\$ 20,000</u>	<u>\$ 17,646</u>	<u>\$ (2,354)</u>
Total Revenues	<u>20,000</u>	<u>20,000</u>	<u>17,646</u>	<u>(2,354)</u>
Expenditures:				
General Government:				
Contractual Services	<u>800</u>	<u>800</u>	<u>248</u>	<u>552</u>
Total Expenditures	<u>800</u>	<u>800</u>	<u>248</u>	<u>552</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	19,200	19,200	17,398	(1,802)
Fund Balance at Beginning of Year	<u>116,576</u>	<u>116,576</u>	<u>116,576</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 135,776</u>	<u>\$ 135,776</u>	<u>\$ 133,974</u>	<u>\$ (1,802)</u>

CITY OF REYNOLDSBURG, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	<u>\$ 1,000</u>	<u>\$ 1,000</u>	<u>\$ 759</u>	<u>\$ (241)</u>
Total Revenues	<u>1,000</u>	<u>1,000</u>	<u>759</u>	<u>(241)</u>
Expenditures:				
General Government:				
Contractual Services	<u>50</u>	<u>50</u>	<u>10</u>	<u>40</u>
Total Expenditures	<u>50</u>	<u>50</u>	<u>10</u>	<u>40</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	950	950	749	(201)
Fund Balance at Beginning of Year	<u>12,728</u>	<u>12,728</u>	<u>12,728</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 13,678</u>	<u>\$ 13,678</u>	<u>\$ 13,477</u>	<u>\$ (201)</u>

CITY OF REYNOLDSBURG, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2015**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Licenses and Permits	\$ 9,500	\$ 9,500	\$ 5,518	\$ (3,982)
Special Assessments	<u>30,500</u>	<u>30,500</u>	<u>37,584</u>	<u>7,084</u>
Total Revenues	<u>40,000</u>	<u>40,000</u>	<u>43,102</u>	<u>3,102</u>
Expenditures:				
Capital Outlay	<u>61,605</u>	<u>61,832</u>	<u>61,831</u>	<u>1</u>
Total Expenditures	<u>61,605</u>	<u>61,832</u>	<u>61,831</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(21,605)	(21,832)	(18,729)	3,103
Fund Balance at Beginning of Year	721,334	721,334	721,334	0
Prior Year Encumbrances	<u>61,605</u>	<u>61,605</u>	<u>61,605</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 761,334</u>	<u>\$ 761,107</u>	<u>\$ 764,210</u>	<u>\$ 3,103</u>

Fiduciary Funds

Fiduciary fund types are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

Agency Funds

Mayor's Court Fund

To account for funds that are held by the Mayor's court.

School Activities Fund

To account for fees collected from participating students to cover the costs of various school activities.

Miscellaneous Fund

To account primarily for insurance copayments.

Board of Building Standards Fund

To account for funds from the three percent (3%) fees as required by Ohio Revised Code.

Reynoldsburg Visitors and Activities Bureau Fund

To account for 60%, up to a maximum of \$75,000, of the hotel tax revenues collected by the City which are to be paid to the Reynoldsburg Visitors and Activities Bureau.

Demolition Expense Fund

To account for funds on deposit to insure the clean up or repair of damaged property.

Columbus Sewer Capacity Fund

To account for one third of all sewer capacity charges which are payable by contract to the City of Columbus.

CITY OF REYNOLDSBURG, OHIO

**Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2015**

	Balance December 31, 2014	Additions	Deductions	Balance December 31, 2015
<u>Mayor's Court:</u>				
Assets:				
Cash and Cash Equivalents	\$25,719	\$160,878	(\$157,542)	\$29,055
Accounts Receivable	7,838	136	(7,838)	136
Total Assets	<u>\$33,557</u>	<u>\$161,014</u>	<u>(\$165,380)</u>	<u>\$29,191</u>
Liabilities:				
Intergovernmental Payable	\$11,594	\$107,605	(\$111,628)	\$7,571
Due to Others	21,963	53,409	(53,752)	21,620
Total Liabilities	<u>\$33,557</u>	<u>\$161,014</u>	<u>(\$165,380)</u>	<u>\$29,191</u>
<u>School Activities:</u>				
Assets:				
Cash and Cash Equivalents	\$1,310	\$202	(\$852)	\$660
Total Assets	<u>\$1,310</u>	<u>\$202</u>	<u>(\$852)</u>	<u>\$660</u>
Liabilities:				
Due to Others	\$1,310	\$202	(\$852)	\$660
Total Liabilities	<u>\$1,310</u>	<u>\$202</u>	<u>(\$852)</u>	<u>\$660</u>
<u>Miscellaneous:</u>				
Assets:				
Cash and Cash Equivalents	\$27,264	\$235,364	(\$237,595)	\$25,033
Total Assets	<u>\$27,264</u>	<u>\$235,364</u>	<u>(\$237,595)</u>	<u>\$25,033</u>
Liabilities:				
Due to Others	\$27,264	\$235,364	(\$237,595)	\$25,033
Total Liabilities	<u>\$27,264</u>	<u>\$235,364</u>	<u>(\$237,595)</u>	<u>\$25,033</u>
<u>Board of Building Standards:</u>				
Assets:				
Cash and Cash Equivalents	\$8,951	\$4,275	(\$4,126)	\$9,100
Total Assets	<u>\$8,951</u>	<u>\$4,275</u>	<u>(\$4,126)</u>	<u>\$9,100</u>
Liabilities:				
Intergovernmental Payable	\$8,951	\$4,275	(\$4,126)	\$9,100
Total Liabilities	<u>\$8,951</u>	<u>\$4,275</u>	<u>(\$4,126)</u>	<u>\$9,100</u>

(Continued)

CITY OF REYNOLDSBURG, OHIO

***Combining Statement Of Changes In Assets And Liabilities
Agency Funds
For the Year Ended December 31, 2015***

	Balance December 31, 2014	Additions	Deductions	Balance December 31, 2015
<u>Reynoldsburg Visitors and Activities Bureau:</u>				
Assets:				
Cash and Cash Equivalents	\$0	\$75,000	(\$75,000)	\$0
Taxes Receivable	10,466	10,879	(10,466)	10,879
Total Assets	<u>\$10,466</u>	<u>\$85,879</u>	<u>(\$85,466)</u>	<u>\$10,879</u>
Liabilities:				
Intergovernmental Payable	\$10,466	\$85,879	(\$85,466)	\$10,879
Total Liabilities	<u>\$10,466</u>	<u>\$85,879</u>	<u>(\$85,466)</u>	<u>\$10,879</u>
<u>Demolition Expense</u>				
Assets:				
Cash and Cash Equivalents	\$1,000	\$34,600	(\$2,000)	\$33,600
Total Assets	<u>\$1,000</u>	<u>\$34,600</u>	<u>(\$2,000)</u>	<u>\$33,600</u>
Liabilities:				
Due to Others	\$1,000	\$34,600	(\$2,000)	\$33,600
Total Liabilities	<u>\$1,000</u>	<u>\$34,600</u>	<u>(\$2,000)</u>	<u>\$33,600</u>
<u>Columbus Sewer Capacity:</u>				
Assets:				
Cash and Cash Equivalents	\$44,353	\$107,559	(\$125,823)	\$26,089
Total Assets	<u>\$44,353</u>	<u>\$107,559</u>	<u>(\$125,823)</u>	<u>\$26,089</u>
Liabilities:				
Intergovernmental Payable	\$44,353	\$107,559	(\$125,823)	\$26,089
Total Liabilities	<u>\$44,353</u>	<u>\$107,559</u>	<u>(\$125,823)</u>	<u>\$26,089</u>
<u>Totals - All Agency Funds:</u>				
Assets:				
Cash and Cash Equivalents	\$108,597	\$617,878	(\$602,938)	\$123,537
Taxes Receivable	10,466	10,879	(10,466)	10,879
Accounts Receivable	7,838	136	(7,838)	136
Total Assets	<u>\$126,901</u>	<u>\$628,893</u>	<u>(\$621,242)</u>	<u>\$134,552</u>
Liabilities:				
Intergovernmental Payable	\$75,364	\$305,318	(\$327,043)	\$53,639
Due to Others	51,537	323,575	(294,199)	80,913
Total Liabilities	<u>\$126,901</u>	<u>\$628,893</u>	<u>(\$621,242)</u>	<u>\$134,552</u>



STATISTICAL TABLES

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.

Contents

Financial Trends	S 2 – S 13
These schedules contain trend information to help the reader understand how the City’s financial position has changed over time.	
Revenue Capacity	S 14 – S 17
These schedules contain information to help the reader understand and assess the factors affecting the City’s ability to generate its most significant local revenue source, which is income tax.	
Debt Capacity	S 18 – S 27
These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.	
Economic and Demographic Information	S 28 – S 31
These schedules offer economic and demographic indicators to help the reader understand the environment within which the City’s financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
Operating Information	S 32 – S 39
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.	
Sources Note:	
Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.	

City of Reynoldsburg, Ohio

*Net Position by Component
Last Ten Years
(accrual basis of accounting)*

	2006	2007	2008	2009
Governmental Activities:				
Net Investment in Capital Assets	\$25,831,147	\$26,683,290	\$27,305,149	\$28,869,219
Restricted for:				
Capital Projects	2,718,914	3,035,857	3,922,243	3,613,279
Debt Service	1,987,453	1,700,533	1,609,256	2,409,042
Security of Persons and Property	171,494	215,501	369,976	422,079
Streets and Highways	3,153,426	3,377,670	3,979,363	4,728,645
Other Purposes	60,640	77,448	123,960	146,219
Unrestricted	9,399,249	10,163,448	10,230,103	9,136,452
Total Governmental Activities Net Position	<u>\$43,322,323</u>	<u>\$45,253,747</u>	<u>\$47,540,050</u>	<u>\$49,324,935</u>
Business-type Activities:				
Net Investment in Capital Assets	\$89,887,751	\$89,292,098	\$88,020,788	\$89,118,788
Unrestricted	7,350,786	6,643,911	6,474,380	5,677,545
Total Business-type Activities Net Position	<u>\$97,238,537</u>	<u>\$95,936,009</u>	<u>\$94,495,168</u>	<u>\$94,796,333</u>
Primary Government:				
Net Investment in Capital Assets	\$115,718,898	\$115,975,388	\$115,325,937	\$117,988,007
Restricted	8,091,927	8,407,009	10,004,798	11,319,264
Unrestricted	16,750,035	16,807,359	16,704,483	14,813,997
Total Primary Government Net Position	<u>\$140,560,860</u>	<u>\$141,189,756</u>	<u>\$142,035,218</u>	<u>\$144,121,268</u>

Source: City Auditor's Office

* Restated for implementation of GASB 68

City of Reynoldsburg, Ohio

*

2010	2011	2012	2013	2014	2015
\$32,035,039	\$33,932,566	\$34,412,783	\$35,007,410	\$38,872,600	\$39,450,710
1,134,099	981,542	897,730	884,385	893,021	893,387
1,252,775	1,172,528	1,136,201	1,324,975	1,602,714	2,119,685
313,336	343,295	388,646	525,613	492,779	526,239
4,108,056	4,278,398	4,240,989	4,482,455	5,120,553	5,160,589
86,991	114,270	122,016	131,335	145,425	148,245
9,695,540	10,907,844	10,475,900	10,387,712	(2,200,397)	(1,079,318)
<u>\$48,625,836</u>	<u>\$51,730,443</u>	<u>\$51,674,265</u>	<u>\$52,743,885</u>	<u>\$44,926,695</u>	<u>\$47,219,537</u>
\$89,474,184	\$88,791,438	\$87,196,242	\$85,753,477	\$84,389,000	\$83,594,877
4,635,591	4,329,262	4,429,168	4,423,880	4,342,714	4,405,789
<u>\$94,109,775</u>	<u>\$93,120,700</u>	<u>\$91,625,410</u>	<u>\$90,177,357</u>	<u>\$88,731,714</u>	<u>\$88,000,666</u>
\$121,509,223	\$122,724,004	\$121,609,025	\$120,760,887	\$123,261,600	\$123,045,587
6,895,257	6,890,033	6,785,582	7,348,763	8,254,492	8,848,145
14,331,131	15,237,106	14,905,068	14,811,592	2,142,317	3,326,471
<u>\$142,735,611</u>	<u>\$144,851,143</u>	<u>\$143,299,675</u>	<u>\$142,921,242</u>	<u>\$133,658,409</u>	<u>\$135,220,203</u>

City of Reynoldsburg, Ohio

Changes in Net Position Last Ten Years (accrual basis of accounting)

	2006	2007	2008	2009
Expenses				
Governmental Activities:				
Security of Persons and Property	\$7,060,773	\$7,198,282	\$7,538,445	\$7,825,619
Public Health and Welfare Services	171,180	181,525	187,894	202,756
Leisure Time Activities	1,052,430	1,032,327	1,075,975	1,026,937
Community Environment	1,451,918	1,387,674	1,469,899	1,400,304
Transportation	2,287,980	3,138,021	2,332,596	2,920,784
General Government	3,928,930	3,930,785	4,060,263	4,238,424
Interest and Fiscal Charges	1,008,523	1,158,623	1,112,434	1,062,833
<i>Total Governmental Activities Expenses</i>	<u>16,961,734</u>	<u>18,027,237</u>	<u>17,777,506</u>	<u>18,677,657</u>
Business-type Activities:				
Water	3,857,790	5,116,826	4,481,951	4,816,281
Sewer	5,014,137	5,241,879	5,954,793	5,902,500
Storm Water Drainage	1,350,167	1,239,614	1,262,426	1,329,529
Solid Waste	1,703,552	1,710,685	1,723,339	1,880,289
<i>Total Business-type Activities Expenses</i>	<u>11,925,646</u>	<u>13,309,004</u>	<u>13,422,509</u>	<u>13,928,599</u>
<i>Total Primary Government Expenses</i>	<u>\$28,887,380</u>	<u>\$31,336,241</u>	<u>\$31,200,015</u>	<u>\$32,606,256</u>
Program Revenues				
Governmental Activities:				
Charges for Services				
Security of Persons and Property	\$125,261	\$199,887	\$246,031	\$282,832
Leisure Time Activities	157,401	159,369	145,092	133,171
Community Environment	607,502	585,943	381,973	316,132
Transportation	95,716	20,329	399,957	3,192
General Government	467,449	546,533	647,441	607,597
Operating Grants and Contributions	1,626,644	1,797,593	2,148,105	2,343,211
Capital Grants and Contributions	1,423,240	1,683,442	0	1,669,837
<i>Total Governmental Activities Program Revenues</i>	<u>4,503,213</u>	<u>4,993,096</u>	<u>3,968,599</u>	<u>5,355,972</u>

City of Reynoldsburg, Ohio

2010	2011	2012	2013	2014	2015
\$8,047,511	\$8,313,332	\$8,652,688	\$8,782,065	\$9,186,177	\$9,542,503
202,756	205,060	205,667	212,964	219,428	257,940
1,068,709	1,072,964	1,034,234	1,013,886	1,045,792	1,016,476
1,369,353	1,296,322	1,262,546	1,312,160	1,322,012	1,321,144
3,154,638	3,240,861	3,181,127	2,910,599	3,478,312	3,345,017
5,330,658	3,940,560	4,812,660	4,684,492	4,304,486	5,047,592
1,024,105	973,721	1,185,952	699,578	633,862	577,360
<u>20,197,730</u>	<u>19,042,820</u>	<u>20,334,874</u>	<u>19,615,744</u>	<u>20,190,069</u>	<u>21,108,032</u>
5,406,907	5,676,863	5,912,386	5,945,395	5,964,630	5,870,265
6,001,699	5,560,004	6,425,300	6,506,679	6,530,808	6,508,626
1,291,400	1,403,284	1,377,501	1,393,983	1,441,474	1,404,871
1,926,930	1,952,789	1,997,966	1,995,821	2,025,137	1,693,932
<u>14,626,936</u>	<u>14,592,940</u>	<u>15,713,153</u>	<u>15,841,878</u>	<u>15,962,049</u>	<u>15,477,694</u>
<u>\$34,824,666</u>	<u>\$33,635,760</u>	<u>\$36,048,027</u>	<u>\$35,457,622</u>	<u>\$36,152,118</u>	<u>\$36,585,726</u>
\$221,495	\$165,271	\$257,866	\$417,868	\$410,431	\$460,927
126,528	126,719	133,218	112,363	165,244	144,580
399,479	378,827	313,762	363,138	359,311	470,050
6,379	542	0	10,481	8,811	592
543,378	626,789	618,522	617,184	667,806	518,626
1,831,555	1,990,530	1,759,520	1,837,908	1,846,136	1,841,917
1,755,091	2,071,639	44,182	895	3,839,701	816,035
<u>4,883,905</u>	<u>5,360,317</u>	<u>3,127,070</u>	<u>3,359,837</u>	<u>7,297,440</u>	<u>4,252,727</u>

(continued)

City of Reynoldsburg, Ohio

Changes in Net Position Last Ten Years (accrual basis of accounting)

	2006	2007	2008	2009
Business-type Activities:				
Charges for Services				
Water	2,901,355	3,556,765	4,062,023	4,253,418
Sewer	4,092,723	4,536,083	4,840,368	4,946,876
Storm Water Drainage	582,678	602,276	625,131	626,389
Solid Waste	1,678,565	1,708,926	1,704,494	1,763,223
Capital Grants and Contributions	2,501,918	1,602,426	749,652	2,636,672
<i>Total Business-type Activities Program Revenues</i>	11,757,239	12,006,476	11,981,668	14,226,578
<i>Total Primary Government Program Revenues</i>	16,260,452	16,999,572	15,950,267	19,582,550
Net (Expense)/Revenue				
Governmental Activities	(12,458,521)	(13,034,141)	(13,808,907)	(13,321,685)
Business-type Activities	(168,407)	(1,302,528)	(1,440,841)	297,979
<i>Total Primary Government</i>	(12,626,928)	(14,336,669)	(15,249,748)	(13,023,706)
<i>Net (Expense)/Revenue</i>	(\$12,626,928)	(\$14,336,669)	(\$15,249,748)	(\$13,023,706)
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property Taxes Levied for:				
General Purposes	\$271,494	\$292,237	\$286,358	\$292,624
Special Purposes	190,783	204,507	198,463	202,776
Debt Service	1,383,333	1,265,886	1,366,851	2,108,557
Income Taxes	9,948,975	9,272,146	10,480,193	9,965,514
Other Local Taxes	304,518	455,794	361,048	362,324
Intergovernmental Revenue, Unrestricted	2,136,401	1,905,440	2,150,735	1,582,537
Investment Earnings	1,224,757	1,380,242	964,817	282,276
Miscellaneous	326,002	189,313	286,745	313,148
Transfers	0	0	0	(3,186)
<i>Total Governmental Activities</i>	15,786,263	14,965,565	16,095,210	15,106,570
Business-type Activities:				
Transfers	0	0	0	3,186
<i>Total Business-type Activities</i>	0	0	0	3,186
<i>Total Primary Government</i>	\$15,786,263	\$14,965,565	\$16,095,210	\$15,109,756
Change in Net Position				
Governmental Activities	\$3,327,742	\$1,931,424	\$2,286,303	\$1,784,885
Business-type Activities	(168,407)	(1,302,528)	(1,440,841)	301,165
<i>Total Primary Government Change in Net Position</i>	\$3,159,335	\$628,896	\$845,462	\$2,086,050

Source: City Auditor's Office

City of Reynoldsburg, Ohio

2010	2011	2012	2013	2014	2015
4,654,152	5,203,135	5,519,628	5,884,315	6,368,630	6,206,417
4,943,361	5,045,760	5,501,957	5,449,838	5,677,410	5,652,119
630,923	689,566	644,511	643,083	647,439	654,028
1,855,450	1,824,653	1,962,981	2,028,479	2,109,384	2,047,248
1,856,492	840,751	588,786	388,110	205,603	186,834
<u>13,940,378</u>	<u>13,603,865</u>	<u>14,217,863</u>	<u>14,393,825</u>	<u>15,008,466</u>	<u>14,746,646</u>
<u>18,824,283</u>	<u>18,964,182</u>	<u>17,344,933</u>	<u>17,753,662</u>	<u>22,305,906</u>	<u>18,999,373</u>
(15,313,825)	(13,682,503)	(17,207,804)	(16,255,907)	(12,892,629)	(16,855,305)
(686,558)	(989,075)	(1,495,290)	(1,448,053)	(953,583)	(731,048)
<u>(\$16,000,383)</u>	<u>(\$14,671,578)</u>	<u>(\$18,703,094)</u>	<u>(\$17,703,960)</u>	<u>(\$13,846,212)</u>	<u>(\$17,586,353)</u>
\$293,689	\$281,971	\$246,452	\$244,627	\$245,981	\$235,032
202,616	199,361	173,098	169,057	172,600	162,245
1,818,217	1,688,532	2,274,642	2,279,801	1,535,533	2,257,142
9,577,833	11,747,263	12,509,144	12,467,622	13,454,497	14,579,880
424,645	471,836	525,544	541,185	558,430	577,477
1,805,443	1,722,990	1,105,401	1,212,876	806,589	748,384
197,157	236,803	191,617	33,871	173,020	187,726
295,126	438,354	125,728	376,488	507,396	400,261
0	0	0	0	0	0
<u>14,614,726</u>	<u>16,787,110</u>	<u>17,151,626</u>	<u>17,325,527</u>	<u>17,454,046</u>	<u>19,148,147</u>
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$14,614,726</u>	<u>\$16,787,110</u>	<u>\$17,151,626</u>	<u>\$17,325,527</u>	<u>\$17,454,046</u>	<u>\$19,148,147</u>
(\$699,099)	\$3,104,607	(\$56,178)	\$1,069,620	\$4,561,417	\$2,292,842
(686,558)	(989,075)	(1,495,290)	(1,448,053)	(953,583)	(731,048)
<u>(\$1,385,657)</u>	<u>\$2,115,532</u>	<u>(\$1,551,468)</u>	<u>(\$378,433)</u>	<u>\$3,607,834</u>	<u>\$1,561,794</u>

City of Reynoldsburg, Ohio

*Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General Fund				
Nonspendable	\$0	\$0	\$0	\$0
Restricted	0	0	0	0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	0
Reserved	201,071	189,662	260,699	212,824
Unreserved	<u>6,122,782</u>	<u>6,806,817</u>	<u>6,628,103</u>	<u>5,466,472</u>
<i>Total General Fund</i>	<u>6,323,853</u>	<u>6,996,479</u>	<u>6,888,802</u>	<u>5,679,296</u>
All Other Governmental Funds				
Nonspendable	0	0	0	0
Restricted	0	0	0	0
Committed	0	0	0	0
Assigned	0	0	0	0
Reserved	4,949,497	3,754,729	3,051,343	3,619,369
Unreserved, Reported in:				
Special Revenue Funds	3,783,256	4,232,434	4,978,966	5,735,411
Capital Projects Funds	<u>1,782,919</u>	<u>1,650,336</u>	<u>2,833,617</u>	<u>3,052,753</u>
Total All Other Governmental Funds	<u>10,515,672</u>	<u>9,637,499</u>	<u>10,863,926</u>	<u>12,407,533</u>
<i>Total Governmental Funds</i>	<u><u>\$16,839,525</u></u>	<u><u>\$16,633,978</u></u>	<u><u>\$17,752,728</u></u>	<u><u>\$18,086,829</u></u>

Source: City Auditor's Office

Note: The City implemented GASB 54 in 2011 which established new fund balance classifications for governmental funds.

City of Reynoldsburg, Ohio

2010	2011	2012	2013	2014	2015
\$0	\$37,126	\$29,187	\$53,079	\$56,706	\$53,331
0	11,265	9,423	214	634	1,385
0	23,567	23,567	23,567	23,567	22,652
0	893,738	1,752,083	328,182	946,237	2,177,787
0	3,639,068	3,167,880	4,635,045	4,244,269	4,114,523
224,177	0	0	0	0	0
3,227,092	0	0	0	0	0
<u>3,451,269</u>	<u>4,604,764</u>	<u>4,982,140</u>	<u>5,040,087</u>	<u>5,271,413</u>	<u>6,369,678</u>
0	228,208	201,477	179,986	228,867	326,064
0	4,701,499	5,603,982	6,012,851	6,869,530	7,301,989
0	3,470,235	3,238,036	2,787,851	2,873,150	2,913,459
0	2,798,077	2,832,263	3,054,836	1,871,445	3,040,004
2,261,041	0	0	0	0	0
5,000,970	0	0	0	0	0
3,539,361	0	0	0	0	0
<u>10,801,372</u>	<u>11,198,019</u>	<u>11,875,758</u>	<u>12,035,524</u>	<u>11,842,992</u>	<u>13,581,516</u>
<u>\$14,252,641</u>	<u>\$15,802,783</u>	<u>\$16,857,898</u>	<u>\$17,075,611</u>	<u>\$17,114,405</u>	<u>\$19,951,194</u>

City of Reynoldsburg, Ohio

Changes in Fund Balances, Governmental Funds Last Ten Years (modified accrual basis of accounting)

	2006	2007	2008	2009
Revenues:				
Taxes	\$12,218,705	\$11,426,247	\$12,638,888	\$12,950,279
Intergovernmental Revenues	4,528,994	3,913,526	4,097,222	5,511,551
Charges for Services	441,235	465,386	263,420	246,190
Licenses and Permits	345,774	287,527	272,201	209,763
Investment Earnings	1,225,735	1,397,864	889,323	376,009
Special Assessments	121,276	54,484	80,809	42,361
Fines and Forfeitures	492,286	565,885	795,520	796,690
All Other Revenue	417,115	366,610	379,155	402,156
Total Revenue	19,791,120	18,477,529	19,416,538	20,534,999
Expenditures:				
Current:				
Security of Persons and Property	6,803,846	6,912,036	7,158,981	7,550,268
Public Health and Welfare Services	171,180	181,525	187,894	202,756
Leisure Time Activities	927,432	919,317	967,660	924,048
Community Environment	1,458,641	1,374,794	1,469,797	1,398,091
Transportation	895,661	1,553,329	1,532,204	1,424,750
General Government	3,772,329	3,771,065	3,963,494	4,118,690
Capital Outlay	7,296,353	1,243,010	276,818	2,073,902
Debt Service:				
Principal Retirement	1,519,643	1,632,423	1,734,530	1,434,906
Interest and Fiscal Charges	1,139,458	1,125,859	1,080,278	1,030,649
Advance Refunding Escrow	0	0	0	0
Total Expenditures	23,984,543	18,713,358	18,371,656	20,158,060
Excess (Deficiency) of Revenues Over Expenditures	(4,193,423)	(235,829)	1,044,882	376,939

City of Reynoldsburg, Ohio

2010	2011	2012	2013	2014	2015
\$12,326,889	\$14,546,665	\$15,800,045	\$15,698,348	\$15,827,003	\$18,013,799
5,255,750	5,796,606	4,106,209	2,740,861	5,817,230	4,062,463
257,288	254,885	257,823	270,523	300,789	375,068
280,988	272,031	229,833	262,037	278,188	298,038
209,303	245,175	200,992	35,291	168,910	178,979
49,065	44,446	39,737	41,037	37,845	37,584
639,141	680,878	584,850	778,974	719,483	578,985
409,957	529,550	378,803	583,905	821,019	747,871
<u>19,428,381</u>	<u>22,370,236</u>	<u>21,598,292</u>	<u>20,410,976</u>	<u>23,970,467</u>	<u>24,292,787</u>
7,722,369	8,015,723	8,440,986	8,506,178	9,034,101	9,162,851
202,756	205,060	205,667	212,964	219,428	257,940
994,898	970,662	956,195	955,065	1,112,254	1,281,626
1,367,087	1,296,538	1,255,097	1,300,919	1,316,623	1,320,360
2,242,205	1,407,506	1,697,216	1,475,617	1,120,517	1,922,056
5,587,780	4,103,538	4,680,351	4,547,022	4,179,397	4,925,668
2,674,842	2,011,384	277,912	575,386	4,514,838	660,566
1,830,983	1,944,652	1,906,909	2,040,325	1,903,440	1,697,628
992,110	939,579	958,308	638,536	581,836	523,764
0	0	295,000	0	0	0
<u>23,615,030</u>	<u>20,894,642</u>	<u>20,673,641</u>	<u>20,252,012</u>	<u>23,982,434</u>	<u>21,752,459</u>
(4,186,649)	1,475,594	924,651	158,964	(11,967)	2,540,328

(Continued)

City of Reynoldsburg, Ohio

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2006	2007	2008	2009
Other Financing Sources (Uses):				
Ohio Public Works Commission Loan	642,010	0	0	0
General Obligation Bonds Issued	0	0	0	0
Premium on General Obligation Bonds	84,674	0	0	0
Refunding General Obligation Bonds	9,720,000	0	0	0
Payment to Refunded Bond Escrow Agent	(9,641,147)	0	0	0
State Infrastructure Bank Loan	0	7,227	0	0
Insurance Recoveries	0	0	0	0
Transfers In	0	250,000	1,450,000	819,551
Transfers Out	0	(250,000)	(1,450,000)	(822,737)
Total Other Financing Sources (Uses)	<u>805,537</u>	<u>7,227</u>	<u>0</u>	<u>(3,186)</u>
Net Change in Fund Balance	<u>(\$3,387,886)</u>	<u>(\$228,602)</u>	<u>\$1,044,882</u>	<u>\$373,753</u>
 Debt Service as a Percentage of Noncapital Expenditures	 16.10%	 15.96%	 16.57%	 14.08%

Source: City Auditor's Office

City of Reynoldsburg, Ohio

2010	2011	2012	2013	2014	2015
176,955	0	72,803	81,809	0	0
275,500	0	0	0	0	0
0	0	0	0	0	0
0	0	7,705,000	0	0	0
0	0	(7,622,276)	0	0	0
0	0	0	0	0	0
0	0	0	0	0	201,295
1,300,000	150,000	150,000	276,329	0	38,735
(1,300,000)	(150,000)	(150,000)	(276,329)	0	(38,735)
452,455	0	155,527	81,809	0	201,295
(\$3,734,194)	\$1,475,594	\$1,080,178	\$240,773	(\$11,967)	\$2,741,623
14.58%	15.71%	14.67%	14.25%	12.99%	11.17%

City of Reynoldsburg, Ohio

Income Tax Revenues by Source, Governmental Funds Last Ten Years

Tax year	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Income Tax Rate	1.50%	1.50%	1.50%	1.50%	1.50%
Estimated Personal Income (in thousands)	\$1,264,242	\$1,282,119	\$1,379,804	\$1,342,638	\$1,372,975
Total Tax Collected	\$9,375,220	\$9,962,186	\$10,398,560	\$9,935,053	\$9,663,360
Income Tax Receipts					
Withholding	6,719,183	7,356,637	8,086,173	8,290,320	7,480,371
Percentage	71.67%	73.85%	77.77%	83.45%	77.41%
Net Profits	1,432,818	1,414,656	1,110,985	508,177	1,181,588
Percentage	15.28%	14.20%	10.68%	5.11%	12.23%
Individuals	1,223,219	1,190,893	1,201,402	1,136,556	1,001,401
Percentage	13.05%	11.95%	11.55%	11.44%	10.36%
Income Tax by Business Type					
Retail/Grocery	62.09%	60.43%	64.20%	64.79%	67.10%
Education/Government	17.37%	18.19%	16.56%	17.10%	14.66%
Service	9.45%	10.74%	10.42%	7.00%	8.60%
Industrial	2.28%	2.33%	2.29%	3.40%	2.65%
Construction/Real Estate	2.13%	2.21%	1.14%	1.18%	0.86%
Medical	2.06%	2.47%	2.12%	2.62%	2.19%
Financial	1.92%	1.10%	0.93%	0.98%	1.05%
Restaurants	1.68%	1.68%	1.50%	1.96%	2.32%
Miscellaneous	1.02%	0.85%	0.84%	0.97%	0.57%
Total Tax	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>

Source: City Income Tax Department

Note: Amounts are presented on a cash basis.

City of Reynoldsburg, Ohio

2011	2012	2013	2014	2015
1.50%	1.50%	1.50%	1.50%	1.50%
\$1,426,067	\$1,546,953	\$1,549,255	\$1,589,100	\$1,657,795
\$11,622,722	\$12,389,479	\$12,295,534	\$13,136,111	\$15,205,327
8,017,488	9,431,349	9,398,752	9,415,885	10,883,182
68.98%	76.12%	76.44%	71.68%	71.57%
2,454,396	1,766,638	1,426,984	2,583,527	3,114,095
21.12%	14.26%	11.61%	19.67%	20.48%
1,150,838	1,191,492	1,469,798	1,136,699	1,208,050
9.90%	9.62%	11.95%	8.65%	7.94%
69.34%	69.13%	65.94%	67.06%	71.96%
13.65%	12.28%	13.50%	12.42%	10.71%
8.25%	9.84%	10.86%	10.62%	8.68%
2.41%	2.50%	2.42%	3.47%	2.78%
0.74%	0.70%	1.17%	0.78%	0.76%
2.12%	1.87%	2.43%	1.87%	1.71%
1.01%	1.26%	1.13%	1.35%	1.56%
1.83%	1.90%	1.97%	1.98%	1.42%
0.65%	0.52%	0.58%	0.45%	0.42%
<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>	<u>100.00%</u>



City of Reynoldsburg, Ohio

Income Tax Collections Current Year and Nine Years Ago

Income Tax Year 2014				
Income Level	Number of Filers	Percent of Total	Local Taxable Income	Percent of Income
\$0 - \$24,999	3,291	31.83%	\$37,872,737	6.55%
25,000 - 49,999	2,566	24.82%	93,835,072	16.24%
50,000 - 74,999	1,681	16.26%	103,934,523	17.99%
75,000 - 99,999	1,157	11.19%	99,822,821	17.27%
Over 100,000	1,644	15.90%	242,429,154	41.95%
Total	10,339	100.00%	\$577,894,307	100.00%

Local Taxes Paid by Residents	Tax Dollars
Taxes Paid to Reynoldsburg	\$2,050,100
Taxes Credited to Other Municipalities	6,607,662
	\$8,657,762

Income Tax Year 2005				
Income Level	Number of Filers	Percent of Total	Local Taxable Income	Percent of Income
\$0 - \$24,999	4,085	34.43%	\$44,549,360	7.65%
25,000 - 49,999	3,074	25.91%	112,048,149	19.23%
50,000 - 74,999	2,011	16.95%	124,545,396	21.38%
75,000 - 99,999	1,412	11.90%	121,564,877	20.86%
Over 100,000	1,284	10.81%	179,944,575	30.88%
Total	11,866	100.00%	\$582,652,357	100.00%

Local Taxes Paid by Residents	Tax Dollars
Taxes Paid to Reynoldsburg	\$1,757,982
Taxes Credited to Other Municipalities	7,283,294
	\$9,041,276

Source: City Income Tax Department

Note: 2014 is most current data because Income Tax collections for 2015 are not finalized until 2016

City of Reynoldsburg, Ohio

Ratio of Outstanding Debt By Type Last Ten Years

	2006	2007	2008	2009
Governmental Activities ⁽¹⁾				
General Obligation Bonds ⁽¹⁾	\$18,304,473	\$17,448,701	\$16,548,392	\$15,794,867
General Obligation Bonds (TIF supported) ⁽¹⁾	9,004,438	8,552,707	8,075,976	7,589,245
Special Assessment Bonds	20,000	10,000	0	0
Ohio Public Works Commission Loan	4,032,745	3,736,449	3,440,153	3,292,005
State Infrastructure Bank Loan	239,105	246,332	213,762	185,884
Business-type Activities ⁽¹⁾				
General Obligation Bonds	\$2,692,404	\$3,539,871	\$2,899,875	\$2,970,195
Ohio Public Works Commission Loans	1,905,451	1,810,474	1,712,627	1,662,600
Total Primary Government	<u>\$36,198,616</u>	<u>\$35,344,534</u>	<u>\$32,890,785</u>	<u>\$31,494,796</u>
Population ⁽²⁾				
City of Reynoldsburg	33,059	33,544	35,787	35,818
Outstanding Debt Per Capita	\$1,095	\$1,054	\$919	\$879
Income ^{(3) (a)}				
Personal (in thousands)	1,264,242	1,282,119	1,379,804	1,342,638
Percentage of Personal Income	2.86%	2.76%	2.38%	2.35%

Sources:

(1) City Auditor's Office

(2) US Bureau of Census, Population Division

(3) US Department of Commerce, Bureau of Economic Analysis

(a) Per Capita Income is only available by County, Total Personal Income is a calculation

City of Reynoldsburg, Ohio

2010	2011	2012	2013	2014	2015
\$15,232,905	\$14,331,448	\$13,799,426	\$12,570,499	\$11,618,068	\$10,732,814
7,087,514	6,565,783	6,175,483	5,682,302	5,205,072	4,712,842
0	0	0	0	0	0
3,024,515	2,551,264	2,327,771	2,113,284	1,662,375	1,366,079
157,163	127,574	97,091	65,686	33,332	0
\$2,550,553	\$1,904,970	\$2,692,900	\$2,092,424	\$1,612,700	\$1,165,900
1,507,971	1,400,980	1,290,755	1,177,200	1,060,211	939,686
<u>\$29,560,621</u>	<u>\$26,882,019</u>	<u>\$26,383,426</u>	<u>\$23,701,395</u>	<u>\$21,191,758</u>	<u>\$18,917,321</u>
35,970	35,970	36,293	36,347	36,526	36,711
\$822	\$747	\$727	\$652	\$580	\$515
1,372,975	1,426,067	1,546,953	1,549,255	1,589,100	1,657,795
2.15%	1.89%	1.71%	1.53%	1.33%	1.14%

City of Reynoldsburg, Ohio

Ratios of General Bonded Debt Outstanding Last Ten Years

Year	2006	2007	2008	2009
Population ⁽¹⁾	33,059	33,544	35,787	35,818
Income ⁽²⁾				
Personal (in thousands)	\$1,264,242	\$1,282,119	\$1,379,804	\$1,342,638
General Bonded Debt				
General Obligation Bonds	\$30,001,315	\$29,541,279	\$27,524,243	\$26,354,307
Resources Available to Pay Principal ⁽³⁾	\$676,709	\$385,146	\$442,600	\$604,314
Net General Bonded Debt	\$29,324,606	\$29,156,133	\$27,081,643	\$25,749,993
Ratio of Net Bonded Debt to Personal Income	2.32%	2.27%	1.96%	1.92%
Net Bonded Debt per Capita	\$887.04	\$869.19	\$756.75	\$718.91

Source:

(1) US Bureau of Census, Population Division

(2) US Department of Commerce, Bureau of Economic Analysis

(3) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

City of Reynoldsburg, Ohio

2010	2011	2012	2013	2014	2015
35,970	35,970	36,293	36,347	36,526	36,711
\$1,372,975	\$1,426,067	\$1,546,953	\$1,549,255	\$1,589,100	\$1,657,795
\$24,870,972	\$22,802,201	\$22,667,809	\$20,345,225	\$18,435,840	\$16,611,556
\$304,634	\$354,691	\$381,203	\$522,268	\$722,048	\$1,232,200
\$24,566,338	\$22,447,510	\$22,286,606	\$19,822,957	\$17,713,792	\$15,379,356
1.79%	1.57%	1.44%	1.28%	1.11%	0.93%
\$682.97	\$624.06	\$614.07	\$545.38	\$484.96	\$418.93



City of Reynoldsburg, Ohio

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2015*

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>Percentage Applicable to the City of Reynoldsburg (1)</u>	<u>Amount Applicable to the City of Reynoldsburg</u>
Direct:			
City of Reynoldsburg	\$16,811,735	100.00%	\$16,811,735
Overlapping:			
Reynoldsburg City School District	126,749,975	90.65%	114,898,852
Franklin County	222,905,000	1.77%	3,945,419
Licking County	18,910,126	4.40%	832,046
Eastland JVS	2,100,000	8.39%	176,190
Fairfield County	12,186,381	0.77%	93,835
Pickerington Local School District	126,190,997	2.16%	2,725,726
SWACO	98,165,000	2.40%	2,355,960
		Subtotal	<u>125,028,028</u>
		Total	<u><u>\$141,839,763</u></u>

Source: Fairfield County Auditor, Franklin County Auditor, Licking County Auditor

(1) Percentages determined by dividing each overlapping subdivisions' assessed valuation within the City by the subdivisions' total assessed valuation.

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. 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.

City of Reynoldsburg, Ohio

Debt Limitations Last Ten Years

Tax Year	2006	2007	2008	2009
Total Debt				
Net Assessed Valuation	\$758,887,966	\$773,005,287	\$791,801,444	\$775,259,416
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	79,683,236	81,165,555	83,139,152	81,402,239
City Debt Outstanding (2)	18,304,473	17,448,701	16,548,392	15,794,867
Less: Applicable Debt Service Fund Amounts	(676,709)	(385,146)	(442,600)	(604,314)
Net Indebtedness Subject to Limitation	<u>17,627,764</u>	<u>17,063,555</u>	<u>16,105,792</u>	<u>15,190,553</u>
Overall Legal Debt Margin	<u>\$62,055,472</u>	<u>\$64,102,000</u>	<u>\$67,033,360</u>	<u>\$66,211,686</u>
Unvoted Debt				
Net Assessed Valuation	\$758,887,966	\$773,005,287	\$791,801,444	\$775,259,416
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) (1)	41,738,838	42,515,291	43,549,079	42,639,268
City Debt Outstanding (2)	18,304,473	17,448,701	16,548,392	15,794,867
Less: Applicable Debt Service Fund Amounts	(676,709)	(385,146)	(442,600)	(604,314)
Net Indebtedness Subject to Limitation	<u>17,627,764</u>	<u>17,063,555</u>	<u>16,105,792</u>	<u>15,190,553</u>
Overall Legal Debt Margin	<u>\$24,111,074</u>	<u>\$25,451,736</u>	<u>\$27,443,287</u>	<u>\$27,448,715</u>

(1) Direct Debt Limitation based upon Section 133, The Uniform Bond Act of the Ohio Revised Code.

(2) City Debt Outstanding includes Non Self-Supporting General Obligation Bonds and Notes only, net of Deferred Charge on Refunding.

Enterprise Debt is not considered in the computation of the Legal Debt Margin.

Taylor Square and Brice Main Tax Increment Equivalent Bonds are not considered in the computation of the Legal Debt Margin.

Source: City Auditor's Office

City of Reynoldsburg, Ohio

2010	2011	2012	2013	2014	2015
\$775,730,720	\$685,603,900	\$687,943,990	\$697,629,000	\$662,673,500	\$658,015,460
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
81,451,726	71,988,410	72,234,119	73,251,045	69,580,718	69,091,623
15,232,905	14,331,448	13,063,447	11,891,364	10,995,779	10,167,370
(304,634)	(354,691)	(381,203)	(522,268)	(722,048)	(1,232,200)
14,928,271	13,976,757	12,682,244	11,369,096	10,273,731	8,935,170
<u>\$66,523,455</u>	<u>\$58,011,653</u>	<u>\$59,551,875</u>	<u>\$61,881,949</u>	<u>\$59,306,987</u>	<u>\$60,156,453</u>
\$775,730,720	\$685,603,900	\$687,943,990	\$697,629,000	\$662,673,500	\$658,015,460
5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
42,665,190	37,708,215	37,836,919	38,369,595	36,447,043	36,190,850
15,232,905	14,331,448	13,063,447	11,891,364	10,995,779	10,167,370
(304,634)	(354,691)	(381,203)	(522,268)	(722,048)	(1,232,200)
14,928,271	13,976,757	12,682,244	11,369,096	10,273,731	8,935,170
<u>\$27,736,919</u>	<u>\$23,731,458</u>	<u>\$25,154,675</u>	<u>\$27,000,499</u>	<u>\$26,173,312</u>	<u>\$27,255,680</u>

City of Reynoldsburg, Ohio

Pledged Revenue Coverage Last Ten Years

	2006	2007	2008	2009	2010
Special Assessment Bonds (1)					
Special Assessment Collections	\$8,618	\$8,715	\$7,991	\$0	\$237
Debt Service					
Principal	10,000	10,000	10,000	0	0
Interest	1,440	960	480	0	0
Coverage	0.75	0.80	0.76	0.00	0.00
Tax Increment Financing Bonds (2)					
Property Tax Collections	\$1,423,332	\$1,265,886	\$1,366,851	\$2,108,557	\$1,818,217
Debt Service					
Principal	385,000	460,000	485,000	522,878	538,721
Interest	427,699	377,802	361,147	349,114	328,882
Coverage	1.75	1.51	1.62	2.42	2.10

(1) In 1993 the City issued \$123,000 of Special Assessment Bonds, which were paid in full during 2008.

(2) In 1999 the City issued \$7,920,000 of Tax Increment Financing Bonds.

In 2003 the City issued \$4,300,000 of Tax Increment Financing Bonds.

In 2006 the City defeased \$4,755,000 of Tax Increment Financing Bonds through the issue of \$4,960,000 Bonds.

In 2012 the City defeased \$885,000 of Tax Increment Financing Bonds through the issue of \$895,950 Bonds.

Source: City Auditor's Office

City of Reynoldsburg, Ohio

2011	2012	2013	2014	2015
\$62	\$0	\$0	\$0	\$0
0	0	0	0	0
0	0	0	0	0
0.00	0.00	0.00	0.00	0.00
\$1,688,532	\$2,274,642	\$2,279,801	\$1,535,533	\$2,257,142
559,589	555,483	480,000	475,000	490,000
306,963	283,632	237,763	219,692	198,418
1.95	2.71	3.18	2.21	3.28

City of Reynoldsburg, Ohio

Demographic and Economic Statistics Last Ten Years

Calendar Year	2006	2007	2008	2009	2010
Population ⁽¹⁾					
City of Reynoldsburg	33,059	33,544	35,787	35,818	35,970
Franklin County	1,089,365	1,095,662	1,109,535	1,117,702	1,163,414
Income ^{(2) (a)}					
Total Personal (in thousands)	1,264,242	1,282,119	1,379,804	1,342,638	1,372,975
Per Capita	38,242	38,222	38,556	37,485	38,170
Unemployment Rate ⁽³⁾					
Federal	4.6%	4.6%	5.8%	9.3%	9.6%
State	5.5%	5.6%	6.6%	10.2%	10.1%
Franklin County	4.7%	4.7%	5.5%	8.3%	8.5%
Civilian Work Force Estimates ⁽³⁾					
State	5,933,957	5,976,500	5,986,400	5,970,200	5,897,600
Franklin County	609,718	618,800	626,000	629,800	627,100
City of Reynoldsburg	15,583	18,800	19,100	19,000	19,000

Sources:

(1) US Bureau of Census, Population Division for 2006-2014

(2) US Department of Commerce, Bureau of Economic Analysis information is only available through 2014 for presentation of 2014 statistics, the City is using the latest information available.

(a) Per Capita Income is only available by County, Total Personal Income is a calculation, 2015 is an estimate

(3) State Department of Labor Statistics

City of Reynoldsburg, Ohio

2011	2012	2013	2014	2015
35,970	36,293	36,347	36,526	36,711
1,163,414	1,195,537	1,212,263	1,231,393	1,231,393
1,426,067	1,546,953	1,549,255	1,589,100	1,657,795
39,646	42,624	42,624	43,506	45,158
8.9%	8.1%	7.4%	5.6%	5.0%
8.6%	7.2%	7.4%	4.7%	4.8%
7.4%	6.1%	6.2%	3.6%	3.9%
5,806,000	5,747,900	5,766,000	5,719,000	5,700,000
616,700	625,800	639,300	646,000	654,100
19,100	19,400	19,600	20,300	20,300



City of Reynoldsburg, Ohio

Principal Employers Current Year and Nine Years Ago

Employer	Nature of Business	2015		
		Number of Employees	Rank	Percentage of Total Employment
Mast Logistics Services Inc.	Distribution	3,243	1	17.93%
Reynoldsburg City Schools	Public Education	1,061	2	5.87%
State of Ohio	Government	598	3	3.31%
Walmart	Retail	457	4	2.53%
Victoria's Secret Stores	Retail	347	5	1.92%
Kroger	Retail	328	6	1.81%
Target	Retail	292	7	1.61%
Victoria's Secret Stores LLC	Retail	258	8	1.43%
L Brands Service Co LLC	Management/Support	254	9	1.40%
Lowes Home Center	Retail	238	10	1.32%
Total		<u>7,076</u>		
Total Employment within the City		<u>18,090</u>		

Employer	Nature of Business	2006		
		Number of Employees	Rank	Percentage of Total Employment
Victoria's Secret Stores Inc.	Retail	950	1	6.10%
Bath & Body Works	Retail	720	2	4.62%
Reynoldsburg City Schools	Education	869	3	5.58%
Walmart	Retail	500	4	3.21%
State of Ohio	Government	385	5	2.47%
Sam's Club	Retail	200	6	1.28%
Dynalab	Industrial	200	7	1.28%
The Kroger Company	Retail	183	8	1.17%
City of Reynoldsburg	Government	158	9	1.01%
Home Depot	Retail	120	10	0.77%
Total		<u>4,285</u>		
Total Employment within the City		<u>15,583</u>		

Source: City Income Tax Department

City of Reynoldsburg, Ohio

Full Time Equivalent Employees by Function Last Ten Years

	2006	2007	2008	2009	2010
Governmental Activities					
General Government					
Finance	5.00	5.00	5.00	5.00	4.00
City Council	6.50	6.50	6.50	6.50	6.00
Computer Systems	2.00	2.00	2.00	1.00	0.00
Development	3.00	3.00	3.00	3.00	3.00
Civil Service	0.50	0.50	0.50	0.50	0.50
Human Resources	1.00	1.00	1.00	1.00	1.00
Clerk of Courts	3.50	3.50	2.50	3.00	3.00
City Attorney	4.50	4.50	4.50	4.50	4.50
Mayor	2.00	2.00	1.50	1.50	1.50
Vehicle Maintenance	2.00	2.00	2.00	2.00	2.00
Engineer	0.00	0.00	1.00	1.00	1.00
Security of Persons and Property					
Police	70.00	68.00	70.00	68.00	69.00
Transportation					
Street	7.50	7.00	8.00	8.00	8.00
Leisure Time Activities					
Parks and Recreation	12.00	12.00	11.00	10.00	10.00
Senior Citizen Center	2.00	2.00	2.00	2.00	2.00
Community Environment					
Building	6.00	6.00	6.00	5.00	4.00
Service	8.00	8.00	8.00	8.00	8.00
Business-Type Activities					
Utilities					
Water	5.50	6.50	6.50	6.50	6.50
Sewer	4.50	5.50	4.50	4.50	4.50
Storm Water	3.00	3.00	3.00	3.00	3.00
<i>Total Employees</i>	<u>148.50</u>	<u>148.00</u>	<u>148.50</u>	<u>144.00</u>	<u>141.50</u>

Method: 1.00 for each full-time, 0.50 for each part-time and seasonal employees are calculated based on hours paid.

Source: City Auditor's Office

City of Reynoldsburg, Ohio

2011	2012	2013	2014	2015
4.50	4.50	4.50	4.50	4.50
5.50	5.50	5.00	5.50	5.50
1.00	2.00	2.00	2.00	2.00
2.00	1.00	2.00	1.00	2.50
0.50	0.00	1.00	1.00	1.00
0.50	0.50	0.50	0.50	0.50
3.00	3.00	2.50	3.00	3.50
5.00	5.00	5.00	4.50	5.00
1.50	1.50	1.50	1.50	1.50
2.00	2.00	2.00	2.00	2.00
1.00	1.00	0.00	0.00	0.00
69.00	69.00	72.00	72.00	71.00
8.00	8.00	8.00	8.00	8.00
10.00	10.00	10.00	10.00	10.00
2.00	2.00	2.00	2.50	2.50
2.00	4.00	4.00	3.00	5.00
7.00	7.00	7.00	7.00	7.00
6.50	6.50	6.50	5.50	5.50
4.50	4.50	4.50	5.50	5.50
3.00	3.00	3.00	3.00	3.00
138.50	140.00	143.00	142.00	145.50

City of Reynoldsburg, Ohio

Operating Indicators by Function Last Ten Years

	2006	2007	2008	2009	2010
Governmental Activities					
General Government					
Court					
Number of Traffic Cases	3,812	4,673	5,303	4,898	3,960
Number of Criminal Cases	628	762	841	667	619
Number of Parking Cases	402	448	538	486	378
Licenses and Permits					
Number of Building Permits	758	284	300	450	434
Number of Other Permits	948	792	810	608	559
Number of Licenses	452	516	501	444	482
Number of Inspections	4,421	2,952	4,413	5,874	4,430
Security of Persons and Property					
Police					
Number of Offense Reports	3,827	3,745	3,951	3,879	3,809
Number of Traffic Accident Reports	808	859	800	830	850
Alarm Calls	1,479	1,440	1,467	1,814	1,814
Prisoners through our jails	670	860	940	751	707
Speeding citations	2,363	3,174	3,197	2,403	2,033
OMVI arrests	471	397	366	361	335
Narcotic and Weapon Warrants	15	22	23	24	23
Transportation					
Street					
Number of times streets needed snow removed	5	18	28	20	29
Tons of salt used	263	1,953	1,879	1,359	2,264
Number of locations marked for OUPS	3,682	6,420	4,080	1,859	2,168
Number of new signs installed	123	152	95	123	257
Number of repairs to city owned street lights	850	294	819	828	1,037
Number of hours mowing grass	576	271	335	555	528
Leisure Time Activities					
Recreation/Seniors					
Number of Program Participants	3,805	3,819	3,775	3,668	2,839
Community Environment					
Number of Plot Grade Utility reviews	20	16	14	6	3
Number of Project Inspections	18	17	16	2	5
Number of Capital Improvement Projects	10	12	5	4	7

City of Reynoldsburg, Ohio

2011	2012	2013	2014	2015
4,001	3,169	5,607	4,401	2,756
636	606	646	797	571
592	466	343	277	250
426	436	611	519	542
901	552	681	753	895
433	625	597	475	595
2,098	1,525	2,229	2,323	2,852
3,845	4,225	4,114	4,178	4,234
791	1,276	798	737	774
2,088	2,039	2,149	2,238	2,301
1,022	773	461	478	321
2,125	1,511	2,919	3,572	2,931
453	298	191	218	172
24	22	16	12	24
20	18	27	22	19
1,973	1,118	2,676	3,086	1,668
2,524	2,498	4,043	5,148	1,361
450	258	123	229	145
890	882	528	448	861
685	493	640	525	541
2,496	2,029	2,899	3,517	3,633
7	5	10	4	5
7	5	5	3	2
3	3	4	3	4

(Continued)

City of Reynoldsburg, Ohio

Operating Indicators by Function Last Ten Years

	2006	2007	2008	2009	2010
Business-Type Activities					
Water / Sewer					
Number of Water accounts	10,935	10,978	10,995	10,976	10,968
Number of Sewer accounts	10,820	10,863	10,888	10,873	10,859
Water Main Breaks	22	47	37	51	42
Daily Average Consumption (1,000 of gallons)	3,387	3,386	3,219	3,246	3,509
Number of work orders	2,946	2,877	3,426	3,103	2,895
Number of fire hydrants painted	600	600	600	600	600
Storm Water Drainage					
Number of work orders	968	815	747	833	672
Solid Waste					
Number of Customers Served	9,935	9,859	9,902	9,835	9,824

Source: Mayor's Annual Reports

City of Reynoldsburg, Ohio

<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
10,968	10,968	10,817	10,961	11,476
10,859	10,859	10,704	10,853	11,338
28	60	40	35	22
3,468	3,430	3,430	3,252	3,068
3,029	2,607	2,671	3,252	3,022
600	600	600	200	200
747	728	807	997	761
9,824	9,868	9,800	10,198	10,247

City of Reynoldsburg, Ohio

Capital Asset Statistics by Function Last Ten Years

	2006	2007	2008	2009	2010
Governmental Activities					
General Government					
Public Buildings	1	1	1	1	1
Security of Persons and Property					
Police					
Stations	1	1	1	1	1
Patrol Cruisers	16	16	16	16	16
Transportation					
Street					
Streets (linear miles)	112	112	112	112	112
Street Lights	1,911	1,974	2,009	2,030	2,048
Leisure Time Activities					
Recreation/Seniors					
Land (acres)	285	285	285	285	285
Buildings	1	1	1	1	1
Parks	6	6	6	6	6
Business-Type Activities					
Utilities					
Water					
Waterlines (Miles)	141	142	142	143	144
Number of Hydrants	1,624	1,627	1,629	1,658	1,659
Average Daily Consumption	3,387,000	3,386,100	3,218,700	3,246,000	3,509,500
Sewer					
Sewerlines (Miles)	139	141	141	143	143
Manholes	3,479	3,504	3,513	3,556	3,556
Storm Water Drainage					
Storm Drains (Miles)	111	112	112	114	115

Source: City Auditor's Office

City of Reynoldsburg, Ohio

2011	2012	2013	2014	2015
1	1	1	1	1
1	1	2	2	2
16	16	19	17	17
112	112	112	112	112
2,056	2,082	2,090	2,090	2,090
285	285	285	285	285
1	1	1	1	1
6	6	6	6	6
144	145	145	145	145
1,668	1,668	1,668	1,668	1,668
3,468,000	3,430,180	3,430,180	3,252,012	3,068,316
143	144	144	144	144
3,583	3,583	3,583	3,583	3,583
115	115	115	115	115





Dave Yost • Auditor of State

CITY OF REYNOLDSBURG

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
JULY 26, 2016**