



Dave Yost • Auditor of State



COLUMBUS METROPOLITAN LIBRARY  
FRANLIN COUNTY  
DECEMBER 31, 2017

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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

Columbus Metropolitan Library  
Franklin County  
96 South Grant Ave.  
Columbus, Ohio 43215

To the Board of Trustees:

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 discretely presented component unit, each major fund, and the aggregate remaining fund information of the Columbus Metropolitan Library, Franklin County, Ohio (the Library) as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the Library's basic financial statements and have issued our report thereon dated May 24, 2018. Our report refers to other auditors who audited the financial statements of the discretely presented component unit, the Columbus Metropolitan Library Foundation, as described in our report on the Library's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that those auditors separately reported. The financial statements of Columbus Metropolitan Library Foundation were not audited in accordance with *Government Auditing Standards*.

### ***Internal Control Over Financial Reporting***

As part of our financial statement audit, we considered the Library'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 Library'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 Library'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 Library'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 Library's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the Library'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

May 24, 2018



COLUMBUS  
METROPOLITAN  
LIBRARY

96 S. Grant Ave .  
Columbus, OH 43215

columbuslibrary.org | 614-645-2275



FOR THE FISCAL YEAR ENDED  
DECEMBER 31, 2017

Canal Winchester • Driving Park • Dublin • Franklinton • Gahanna • Hilliard • Hilltop • Karl Road • Linden • Livingston • Main Library • Marion-Franklin  
Martin Luther King • New Albany • Northern Lights • Northside • Parsons • Reynoldsburg • Shepard • South High • Southeast • Whetstone • Whitehall

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**Columbus Metropolitan Library**  
Columbus, Ohio

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

For Fiscal Year Ended December 31, 2017



Issued by:

**Lauren Hagan**

Chief Financial Officer/Fiscal Officer

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 2017

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**LIBRARY OFFICIALS  
AS OF DECEMBER 31, 2017**

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**BOARD OF TRUSTEES**

Mr. Tim Frommeyer	President of the Board
Mr. Mike Duffy	Vice President of the Board
Ms. Katie Chatas	Secretary of the Board
Ms. Cynthia A. Hilsheimer	Member
Ms. Erika Clark Jones	Member
Mr. Roger Sugarman	Member
Mr. Kevin Reeves	Member

**EXECUTIVE STAFF**

Mr. Patrick Losinski	Chief Executive Officer
Ms. Alison Circle	Chief Customer Experience Officer
Ms. Paula L. Miller (Retired effective December 15, 2017)	Chief Financial Officer/Fiscal Officer
Mr. Grant Lynch	Chief Administrative Officer
Mr. Carl Powell (Resigned effective December 31, 2017)	Chief Information Officer

# CML Organization Chart

PROMOTES ORGANIZATION-WIDE EXECUTION WHILE FOCUSING ON THE CUSTOMER





May 24, 2018

**To the Citizens of the City of Columbus and Franklin County and  
The Board of Trustees and Chief Executive Officer  
of Columbus Metropolitan Library**

The Ohio Revised Code requires that every general purpose local government publish, within six months of the close of each fiscal year, a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended December 31, 2017.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

CML's financial statements have been audited by the Auditor of State of Ohio. Their audit concluded that CML's financial statements for the fiscal year ended December 31, 2017 are fairly presented in conformity with accounting principles generally accepted in the United States of America. The Auditor's report is presented as the first component of the financial section of this report.

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

**Profile of the Government**

Columbus City Council established a free, tax-supported library in 1872, which opened as the "Public Library and Reading Room of Columbus" inside a newly built City Hall in 1873.

The State of Ohio established CML as a county district library in 1976 with a legal service district of Franklin County, except for the legal service areas of the other six library systems within the county (Bexley, Upper Arlington, Grandview, Southwest, Worthington, and Westerville).

Today CML consists of Main Library on South Grant Avenue and twenty-two branches throughout the county. CML also contributes financially to the operation of a branch owned by Worthington Libraries, a separate legal entity, which serves citizens of both library districts.

CML's collection contains approximately 2 million items including books, eBooks, audio books, music CDs, DVDs, digital downloads, magazines, newspapers, maps and sheet music all of which

circulated 15.7 million times in 2017. In addition to our materials, each of CML's locations has computers and Wi-Fi access available for public use. CML's website also offers access to a wealth of electronic databases through <http://www.columbuslibrary.org/research>; this site provides access to directories, indexes, abstracts and full-text information on careers, education, genealogy, consumer information, obituaries, literature and researching businesses.

CML receives financial support from two component units. The Friends of CML raise funds through sales of books, miscellaneous CML branded merchandise, and the operation of The Library Store located inside Main Library. The Friends of CML help fund critical CML programs like Summer Reading Club, Homework Help Centers and CML's levy campaigns. The Friends of CML are excluded from the entity-wide financial statements due to immateriality. More information about the Friends of CML can be found at <http://friendsofcml.com/>. The Columbus Metropolitan Library Foundation (CMLF) collects donations to support CML's programs. CMLF annually hosts the fundraising event, Celebration of Learning to raise funds that support library programming. In 2017, Celebration of Learning raised over \$750,000. CMLF is discretely presented as a component unit in the entity-wide financial statements. More information about CMLF can be found at <http://foundation.columbuslibrary.org/>.

CML is under the control and management of a seven member Board of Trustees; three Board members are appointed by the Judges of the Court of Common Pleas and four are appointed by the Franklin County Commissioners. CML is a separate legal entity, financially and operationally independent from the City of Columbus and Franklin County. The Board of Trustees has sole authority to request a rate and purpose for a tax levy.

The Board reviews and approves an annual budget prior to the beginning of each year for each fund at the total expenditures level. Any necessary re-appropriations require Board approval.

Management is responsible for making further breakdowns in the budget, tracking and reporting expenditures throughout the year.

CML prepares its financial statements in accordance with Governmental Accounting Standards Board (GASB) Statement No. 39, *Determining Whether Certain Organizations are Component Units – an amendment to GASB Statement No. 14*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34*. Information regarding the reporting standards and bases of accounting used in preparation of the financial statements can be found in Note 1 – Summary of Significant Accounting Policies.

## **Economic Condition**

CML is located entirely within Franklin County, Ohio. Franklin County's population as estimated by Woods & Poole Economics is 1,274,306 at December 31, 2017, an increase of approximately 1.74 percent for the year and increase of approximately 8.0 percent in the last five years.

Unemployment data indicates the U.S. economy and that of Franklin County continues to show signs of improvement. As of February, 2018 the most recent data available, the United States unemployment rate was 4.1% compared to the State of Ohio unemployment rate of 4.5%. Meanwhile, the Franklin County unemployment rate for February 2018 (the most recent county data available) is below both the state and national rates at 3.6% as it is supported by the strong and diverse economy of the Columbus metropolitan area.

Source: Ohio Department of Job and Family Services (<http://ohiolmi.com/>)

CML's operational revenue is based on two major sources of funding, the Public Library Fund (PLF) and a local property tax levy. The PLF is an amount which the State of Ohio appropriates



in their biennium budget to support libraries throughout Ohio. Each county receives an allocation of 1.7% of Ohio's General Revenue Fund for the State Fiscal Year 16 and 17 biennium. The second major source of CML's operational revenue is a 2.8 mill continuing property tax levy which was overwhelmingly supported by Franklin County voters in the fall of 2010.

In late 2012, CML issued \$ 92 million in bonds to support CML's aspirational building program. CML is building new branches and renovating existing branches to better serve community needs. New branches opened to serve Columbus' Marion Franklin and Driving Park communities in 2014. A new branch in Whitehall opened in April of 2015 and a new branch in Canal Winchester opened in January of 2016. Four other existing locations were renovated and reopened in 2016, including Main Library which closed in April 2015 for the renovation and reopened in June of 2016, as well as Parsons, Shepard, and Northern Lights. A new Northside Branch opened in June 2017 and the Dublin, Hilliard, and Martin Luther King branches were all under construction as of December 31, 2017. More information about CML's building program can be found at <http://www.columbuslibrary.org/buildings>.

### **Long-term Financial Planning**

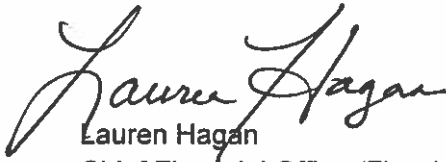
CML maintains a ten year Long Range Financial Plan (Plan) to help guide operational and strategic planning for the organization. The Plan is a comprehensive financial tool which analyzes the long-term financial impact of different millage rates on CML's ability to sufficiently provide library services and maintain its facilities over a ten year period. The Plan is updated on a recurring basis with the most current information as it relates to state funding, property tax receipts, staffing, operations and planned facility and technology projects. The Plan allows CML to analyze operational needs in conjunction with capital improvement planning. As a component of the Plan, CML identifies and quantifies the operational costs associated with its capital projects and budgets resources accordingly. The Plan includes \$4.1M in facility maintenance and technology projects and \$23.8M in capital projects in fiscal year 2018, which includes the three branch construction projects described above.

### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the CML for its comprehensive annual financial report for the fiscal year ended December 31, 2016. This was the thirty-first consecutive year that CML has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement program requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

CML's Financial Services Department deserves recognition and acknowledgement for their dedicated efforts which have resulted in the successful completion of this year's report. I also wish to express my appreciation to CML's executives and the members of the Board for their continued interest and support in planning and conducting the financial operations of CML in a responsible and progressive manner.

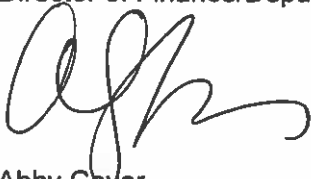
Respectfully Submitted,



Lauren Hagan  
Chief Financial Officer/Fiscal Officer



Stewart Smith  
Director of Finance/Deputy Fiscal Officer



Abby Cover  
Accounting Manager



Government Finance Officers Association

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

Presented to

**Columbus Metropolitan Library  
Ohio**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2016**

*Christopher P. Morill*

Executive Director/CEO

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# FINANCIAL SECTION



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# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT

Columbus Metropolitan Library  
Franklin County  
96 South Grant Ave.  
Columbus, Ohio 43215

To the Board of Trustees:

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Columbus Metropolitan Library, Franklin County, Ohio (the Library), as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the Library'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 did not audit the financial statements of the Columbus Metropolitan Library Foundation, which represents the entire discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amount included for the Columbus Metropolitan Library Foundation, is based solely on the report of other auditors. 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. The other auditors audited the financial statements of the Columbus Metropolitan Library Foundation in accordance with auditing standards generally accepted in the United States of America and not in accordance with *Government Auditing Standards*.

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 Library'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 Library's internal control. Accordingly, we express no such 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.

### **Opinions**

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Columbus Metropolitan Library, Franklin County, Ohio, as of December 31, 2017, and the respective changes in financial position and where applicable, cash flows, thereof and the budgetary comparison for the General Fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

### **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 Library'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 this information to the auditing procedures applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information 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, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

We did not subject the introductory section and statistical 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 May 24, 2018 on our consideration of the Library'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 Library'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

May 24, 2018

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**COLUMBUS METROPOLITAN LIBRARY**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2017  
(UNAUDITED)

As management of the Columbus Metropolitan Library (CML), we offer readers of CML's financial statements this narrative overview and analysis of the financial activities of CML for the fiscal year ended December 31, 2017. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, the financial statements, and the notes to the financial statements.

**Financial Highlights**

Key financial highlights for the fiscal year 2017 are as follows:

- The assets and deferred outflows of resources of CML exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$154,494,767. Of this amount, \$94,976,065 was unrestricted and may be used to meet CML's ongoing obligations.
- CML's net position decreased by \$5,745,910, or 3.6%.
- Of the \$83,637,521 in total revenue, general revenue accounted for \$81,511,357, or 97.5%. Program specific revenue in the form of charges for services, grants and contributions accounted for \$2,126,164 or 2.5%.
- CML had \$89,383,431 in expenses related to governmental activities; 2.4% of these expenditures were offset with program specific revenue. The remaining 97.6% was provided by general revenue of CML, including Property Taxes, State of Ohio shared revenue, capital grants, and investment earnings.
- CML has three major funds: the general fund, the capital projects fund, and the debt service fund. Under the modified accrual basis of accounting, the general fund had \$71,685,386 in revenue and other financing sources and \$63,763,582 in expenditures, resulting in an increase in fund balance of \$7,921,804.
- At the end of the fiscal year, the unassigned fund balance in the general fund was \$71,132,073. This represents 85.6% of total fund balance in the general fund and 111.6% of 2017 general fund expenditures.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to CML's basic financial statements. CML's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements and (3) notes to the financial statements. This report contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide Financial Statements**

The government-wide financial statements are designed to provide readers with a broad overview of CML's finances, in a manner similar to private-sector business.

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

**COLUMBUS METROPOLITAN LIBRARY**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2017  
(UNAUDITED)

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

### **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. CML uses fund accounting to assure and demonstrate compliance with finance-related legal requirements. The funds of CML are divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

#### Governmental Funds

Governmental funds focus on the near-term inflows and outflows of spendable financial resources, as well as on the balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating CML's near-term financing requirements.

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

CML maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund, the capital projects fund, and the debt service fund, all of which are considered to be major funds. Data from the other three governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non major governmental funds is provided in the form of combining statements elsewhere in this report.

#### Proprietary Funds

CML's only proprietary fund is the self-insurance fund. The self-insurance fund is an internal service fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the CML's various functions. The service provided by this fund benefits the governmental funds and has been included within governmental activities in the government-wide financial statements.

#### Fiduciary Funds

CML's only fiduciary fund is the digital downloads fund. The digital downloads fund is an agency fund. An agency fund is an accounting device used to report assets held in a custodial manner by one government on behalf of other member governments. CML does not derive any benefits from the assets held in the agency fund, and reports only the assets and the corresponding liabilities associated with the fund.

#### Notes to the Financial Statements

The notes provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements.

#### Other Information

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning CML's progress in funding its obligation to provide pension benefits to its employees.

**COLUMBUS METROPOLITAN LIBRARY**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2017  
(UNAUDITED)

**Government-wide Financial Analysis**

The Statement of Net Position provides the perspective of CML as a whole. Table 1 provides a summary of CML's net position for 2017 compared to 2016.

Table 1  
Net Position

	Governmental Activities	
	2017	Restated 2016
<b>Assets</b>		
Current and Other Assets	\$ 181,882,234	\$ 182,140,832
Long-term Assets:		
Capital Assets, Net	138,719,844	141,011,194
Net Pension Asset	147,862	122,249
Total Assets	<u>320,749,940</u>	<u>323,274,275</u>
<b>Deferred Outflows of Resources</b>		
Deferred Amount on Refunding	381,654	429,361
Pension	19,097,274	14,200,688
Total Deferred Outflows of Resources	<u>19,478,928</u>	<u>14,630,049</u>
<b>Liabilities</b>		
Current Liabilities	5,030,294	5,405,637
Long-term Liabilities:		
Net Pension Liability	47,953,343	36,103,396
Other Amounts	87,145,223	90,510,618
Total Liabilities	<u>140,128,860</u>	<u>132,019,651</u>
<b>Deferred Inflows of Resources</b>		
Property Taxes	44,720,473	44,726,155
Deferred Amount on Refunding	426,615	-
Pension	458,153	917,841
Total Deferred Inflows of Resources	<u>45,605,241</u>	<u>45,643,996</u>
<b>Net Position</b>		
Net Investment in Capital Assets	58,260,354	70,639,321
Restricted	1,258,348	1,305,766
Unrestricted	94,976,065	88,295,590
Total Net Position	<u>\$ 154,494,767</u>	<u>\$ 160,240,677</u>

Other Long-term Liabilities (mainly bonds used for construction) decreased significantly in comparison with the prior year. This decrease primarily represents principal payments made in 2017.

Deferred Outflows of Resources and Net Pension Liability both increased significantly in comparison with the prior year. These increases are primarily the result of a change in assumptions used in the pension fund actuarial valuation, as reported by the pension system.

**COLUMBUS METROPOLITAN LIBRARY**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2017  
(UNAUDITED)

Table 2 shows a comparison of the changes in net position for the fiscal year ended December 31, 2017 compared to December 31, 2016.

Table 2  
Changes in Net Position

	Governmental Activities	
	2017	Restated 2016
<b>Revenues</b>		
Program Revenues:		
Charges for Services	\$ 1,866,240	\$ 2,045,292
Operating Grants and Contributions	259,924	302,021
General Revenues:		
Property Taxes	47,804,385	46,920,532
Intergovernmental	26,099,889	25,796,415
Capital Contributions	4,828,991	9,950,187
Investment Earnings	1,243,731	1,219,238
Miscellaneous	1,534,361	236,951
Total Revenues	<u>83,637,521</u>	<u>86,470,636</u>
<b>Program Expenses</b>		
Public Service	51,029,645	43,771,043
Administrative and Support	35,503,248	28,489,455
Interest Expense	2,850,538	2,858,126
Total Expenses	<u>89,383,431</u>	<u>75,118,624</u>
Increase in Net Position	(5,745,910)	11,352,012
Net Position - Beginning Balance, Restated	160,240,677	148,888,665
Net Position - Ending Balance	<u>\$ 154,494,767</u>	<u>\$ 160,240,677</u>

Capital Contributions decreased significantly in comparison with the prior year. This decrease is primarily the result of a \$6 million donation received for the new Hilliard branch location in 2016. Nothing similar was received in 2017.

Property Taxes, a major source of revenue for CML in 2017, is the revenue generated by the 2.8 mill property tax levy. In November 2010, a 2.2 mill levy was replaced with an additional 0.6 mill levy by the voters in CML's taxing district. The increase in Property Taxes is primarily the result of new construction and an increase in property taxes available for advance at year end.

Miscellaneous revenues increased mainly due to the receipt of E-Rate reimbursements in 2017. E-Rate is a federally funded program the reimburses organizations for qualifying communications equipment and technology purchases.

A major source of funding for CML is money received from the State of Ohio's Public Library Fund (PLF). The source of money for this fund comes from a percentage (1.67%) of the state taxes collected in Ohio including state income tax and sales tax. PLF revenues are included with Intergovernmental revenues.

**COLUMBUS METROPOLITAN LIBRARY**  
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Based on this formula, a percentage of this fund is distributed to each county for use by the public library districts within that county. Within Franklin County there are seven (7) public library districts that share this revenue. Each library's share of the fund is established by the Budget Commission. The Budget Commission uses a formula to determine each library's share of the money; however, the use of a formula is not mandatory under Ohio law. This formula was negotiated and agreed to by each of the library districts within the county. Based on this formula, CML received 60.87% of Franklin County's distribution in 2017.

Program Expenses increased significantly in comparison with the prior year. This increase is the result a combination of factors, including a change in the estimated useful lives of property, plant and equipment, and an increase in pension expense, as reported by the pension system, Ohio Public Employees Retirement System (OPERS).

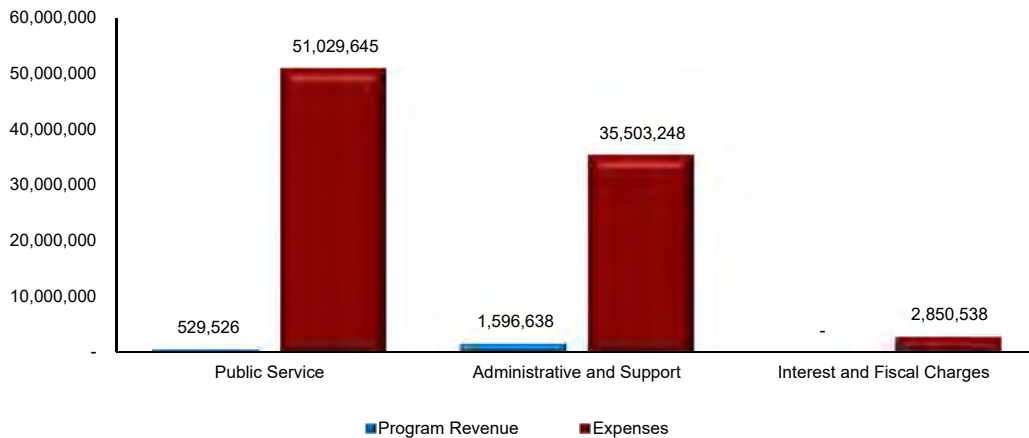
The Statement of Activities shows the cost of program services and the charges for services, grants, and contributions offsetting those services. Table 3 shows the total cost of services and the net cost of services. That is, it identifies the cost of those services supported by general revenue, consisting primarily of taxes and state-shared revenue.

Table 3  
 Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2017	2016	2017	2016
<b>Program Expenses</b>				
Public Service	\$ 51,029,645	\$ 43,771,043	\$ 50,500,119	\$ 42,913,466
Administrative and Support	35,503,248	28,489,455	33,906,610	26,999,719
Interest Expense	2,850,538	2,858,126	2,850,538	2,858,126
<b>Total Expenses</b>	<b>\$ 89,383,431</b>	<b>\$ 75,118,624</b>	<b>\$ 87,257,267</b>	<b>\$ 72,771,311</b>

The above schedule clearly shows the dependence upon tax revenue and state subsidies for governmental activities. Program revenue, such as charges for services, grants and contributions, cover only 2.4% of the expenses related to the activities performed by CML. The remaining 97.6% of expenses is provided through taxes, intergovernmental revenue, capital contributions, and investment earnings.

**Activities for Fiscal Year Ended  
 December 31, 2017**



**COLUMBUS METROPOLITAN LIBRARY**  
Management's Discussion and Analysis  
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*Fund Financial Analysis*

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

*General Fund*

At year end, the fund balance in CML's general fund was \$83,133,773, an increase of \$7,921,804 in comparison with the prior year. For the most part, this increase represents the amount in which property tax and intergovernmental revenue exceeded program expenditures. Of CML's ending general fund balance, \$71,132,073 represents the unassigned portion, which is available for spending at CML's discretion. This unassigned fund balance represents 111.6% of 2017 general fund expenditures.

*Capital Projects Fund*

At year end, the fund balance in CML's capital projects fund was \$39,324,226, a decrease of \$8,294,835 in comparison with the prior year. This decrease represents the amount in which expenditures exceeded capital grants and contributions. This trend is expected to continue as CML spends down the bond proceeds received in 2012 to build new and renovate existing libraries.

*Debt Service Fund*

At year end, the fund balance in CML's debt service fund was \$974,291, an increase of \$12,064 in comparison with the prior year.

*Other Governmental Funds*

At year end, the fund balance in CML's other governmental funds was \$1,349,052, an increase of \$140,189 in comparison with the prior year. This increase represents the amount in which charges for services and contributions exceeded program expenditures.

**General Fund Budgeting Highlights**

CML'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 for 2017 is the general fund.

Both the original and final revenue budgets for the general fund were \$70,645,762. Actual revenue was \$3,117,881 more than the final budgeted numbers. This variance is the result of property tax revenue and an E-Rate reimbursement being more than was budgeted. E-Rate is a federally funded program that reimburses organizations for qualifying communications equipment and technology purchases.

The original and final expenditure budgets for the general fund were both \$79,792,315. Actual budgetary expenditures were \$70,806,497, or \$8,985,818 less than the final budget. This decrease is primarily the result of strong fiduciary practices by management.

CML's ending budget basis fund balance for the General Fund is \$76,458,703.



**COLUMBUS METROPOLITAN LIBRARY**  
 Management's Discussion and Analysis  
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**Capital Assets**

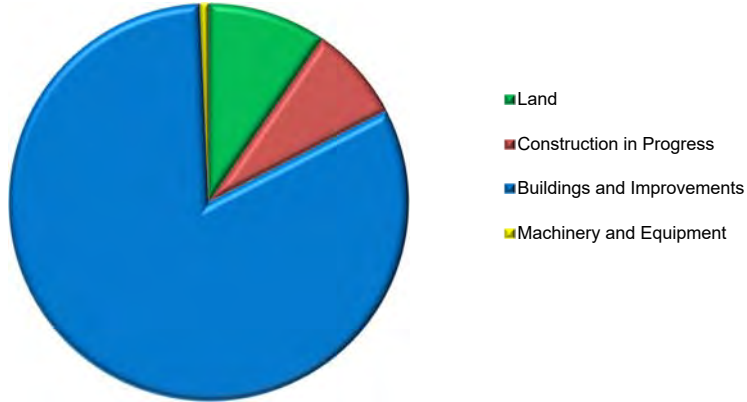
CML's 2016 capital asset balance has been restated. See Note 18 for additional information on this restatement. At the end of fiscal year 2017, CML had \$138,719,844 invested in capital assets. Table 4 shows fiscal year ended December 31, 2017 compared to December 31, 2016.

Table 4  
 Capital Assets (Net of Depreciation)

	Governmental Activities	
	2017	Restated 2016
Land	\$ 13,771,745	\$ 13,370,809
Construction in Progress	11,093,024	12,245,209
Buildings and Improvements	112,828,648	114,644,706
Machinery and Equipment	1,026,427	750,470
<b>Totals</b>	<b>\$ 138,719,844</b>	<b>\$ 141,011,194</b>

During 2017, CML's capital assets decreased \$2,291,350. This decrease represents the amount in which current year depreciation and disposals exceeded capital asset additions, mostly related to new construction on multiple branch projects. See Note 4 for additional capital asset information. Depreciation expense increased significantly in 2017 due to a change useful lives. See Note 17 for more information on this change in accounting estimate.

**Capital Assets at December 31, 2017**



**Debt**

At year end, CML had general obligation bonds outstanding totaling \$79,665,000, a decrease of \$3,545,000 in comparison with the prior year. This decrease represents debt principal payments made and bonds refunded during the year offset by the new debt issuance. See Note 11 for additional debt information.

**COLUMBUS METROPOLITAN LIBRARY**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2017  
(UNAUDITED)

**Contacting CML's Financial Management**

This financial report is designed to provide our citizens and taxpayers with a general overview of CML's finances and to show CML's accountability for the money it receives. If you have any questions about this report or need additional financial information, please contact Abby Cover, Accounting Manager at Columbus Metropolitan Library, 96 South Grant Ave., Columbus, Ohio 43215 or by e-mail at [acover@columbuslibrary.org](mailto:acover@columbuslibrary.org).

**COLUMBUS METROPOLITAN LIBRARY**  
Statement of Net Position  
December 31, 2017

	Primary Government Governmental Activities	Component Unit Columbus Metropolitan Library Foundation
<b>Assets</b>		
Equity in Pooled Cash and Investments	\$ 120,773,904	\$ 1,260,372
Cash and Cash Equivalents - Restricted	4,509,586	-
Cash with Trustee	496,833	-
Receivables:		
Taxes	50,413,167	-
Accounts	8,342	53,328
Intergovernmental	4,235,470	-
Interest	304,213	-
Pledges	-	1,145,127
Prepaid Items	1,140,719	26,183
Assets Held by Others	-	5,176,262
Capital Assets:		
Nondepreciable	24,864,769	-
Depreciable, Net	113,855,075	-
Net Pension Asset	147,862	-
Cash Surrender Value of Life Insurance Policy	-	215,135
<b>Total Assets</b>	<b>320,749,940</b>	<b>7,876,407</b>
<b>Deferred Outflows of Resources</b>		
Deferred Amount on Refunding	381,654	-
Pension	19,097,274	-
<b>Total Deferred Outflows of Resources</b>	<b>19,478,928</b>	<b>-</b>
<b>Liabilities</b>		
Accounts Payable	2,537,242	110,097
Accrued Wages and Benefits	1,444,300	-
Intergovernmental Payable	178,956	-
Retainage Payable	172,558	-
Claims Payable	423,000	-
Accrued Interest Payable	234,543	-
Security Deposits	39,695	-
Amounts Held on Behalf of Others	-	671,934
Long-term Liabilities:		
Due Within One Year	3,136,332	-
Due in More Than One Year:		
Net Pension Liability	47,953,343	-
Other Amounts Due in More Than One Year	84,008,891	-
<b>Total Liabilities</b>	<b>140,128,860</b>	<b>782,031</b>
<b>Deferred Inflows of Resources</b>		
Property Taxes	44,720,473	-
Deferred Amount on Refunding	426,615	-
Pension	458,153	-
<b>Total Deferred Inflows of Resources</b>	<b>45,605,241</b>	<b>-</b>
<b>Net Position</b>		
Net Investment in Capital Assets	58,260,354	-
Restricted for:		
Restricted Donations	449,071	813,406
Debt Service	739,748	-
Permanent Fund - Expendable	1,787	-
Permanent Fund - Non-expendable	67,742	-
Unrestricted	94,976,065	6,280,970
<b>Total Net Position</b>	<b>\$ 154,494,767</b>	<b>\$ 7,094,376</b>

See accompanying notes to the basic financial statements

**COLUMBUS METROPOLITAN LIBRARY**

Statement of Activities

For the Year Ended December 31, 2017

<u>Functions/Programs</u>	<u>Program Revenues</u>		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>
Primary Government:			
Governmental Activities:			
General Government:			
Public Service	\$ 51,029,645	\$ 269,602	\$ 259,924
Administrative and Support	35,503,248	1,596,638	-
Interest and Fiscal Charges	2,850,538	-	-
Total Governmental Activities	<u>\$ 89,383,431</u>	<u>\$ 1,866,240</u>	<u>\$ 259,924</u>
Component Unit:			
Columbus Metropolitan Library Foundation	<u>\$ 2,040,286</u>	<u>\$ -</u>	<u>\$ 1,201,501</u>

General Revenues:

Property Taxes  
 Intergovernmental - Unrestricted  
 Capital Contributions - Not Program Specific  
 Investment Earnings  
 Miscellaneous

Total General Revenues

Change in Net Position

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

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Position	
Primary Government Governmental Activities	Component Unit Columbus Metropolitan Library Foundation
\$ (50,500,119)	\$ -
(33,906,610)	-
(2,850,538)	-
<u>(87,257,267)</u>	<u>-</u>
	<u>(838,785)</u>
47,804,385	-
26,099,889	-
4,828,991	-
1,243,731	531,329
1,534,361	-
<u>81,511,357</u>	<u>531,329</u>
(5,745,910)	(307,456)
160,240,677	7,401,832
<u>\$ 154,494,767</u>	<u>\$ 7,094,376</u>

See accompanying notes to the basic financial statements

**COLUMBUS METROPOLITAN LIBRARY**

Balance Sheet  
Governmental Funds  
December 31, 2017

	General Fund	Capital Projects Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets:</b>					
Equity in Pooled Cash and Investments	\$ 80,790,936	\$ 36,100,831	\$ -	\$ 1,220,599	\$ 118,112,366
Cash and Cash Equivalents - Restricted	-	4,441,844	-	67,742	4,509,586
Cash with Trustee	-	-	496,833	-	496,833
Receivables:					
Taxes	50,413,167	-	-	-	50,413,167
Accounts	7,686	-	656	-	8,342
Intergovernmental	3,662,277	-	476,802	96,391	4,235,470
Interest	-	304,213	-	-	304,213
Prepaid Items	1,067,107	11,547	-	6,864	1,085,518
<b>Total Assets</b>	<b>\$135,941,173</b>	<b>\$ 40,858,435</b>	<b>\$ 974,291</b>	<b>\$ 1,391,596</b>	<b>\$179,165,495</b>
<b>Liabilities:</b>					
Accounts Payable	\$ 1,318,658	\$ 1,215,055	\$ -	\$ 2,849	\$ 2,536,562
Accrued Wages and Benefits	1,444,300	-	-	-	1,444,300
Intergovernmental Payable	178,956	-	-	-	178,956
Retainage Payable	-	172,558	-	-	172,558
Security Deposits	-	-	-	39,695	39,695
<b>Total Liabilities</b>	<b>2,941,914</b>	<b>1,387,613</b>	<b>-</b>	<b>42,544</b>	<b>4,372,071</b>
<b>Deferred Inflows of Resources:</b>					
Property Taxes	44,720,473	-	-	-	44,720,473
Unavailable Revenue	5,145,013	146,596	-	-	5,291,609
<b>Total Deferred Inflows of Resources</b>	<b>49,865,486</b>	<b>146,596</b>	<b>-</b>	<b>-</b>	<b>50,012,082</b>
<b>Fund Balances:</b>					
Nonspendable:					
Prepaid Items	1,067,107	11,547	-	6,864	1,085,518
Permanent Fund Principal	-	-	-	67,742	67,742
Restricted for:					
Capital Projects	-	4,441,844	-	-	4,441,844
Debt Service	-	-	974,291	-	974,291
Permanent Fund Expendable	-	-	-	1,787	1,787
Restricted Donations	-	-	-	448,995	448,995
Committed for:					
Facility and Technology Projects	23,528	-	-	-	23,528
Capital Projects	-	9,025,056	-	-	9,025,056
Land Development	-	-	-	823,664	823,664
Assigned for:					
Future Appropriations	2,088,084	-	-	-	2,088,084
Library Materials	343,991	-	-	-	343,991
Operations/Programing	584,595	-	-	-	584,595
Facility and Technology Projects	6,459,070	-	-	-	6,459,070
27th Pay Period	1,435,325	-	-	-	1,435,325
Capital Projects	-	25,845,779	-	-	25,845,779
Unassigned	71,132,073	-	-	-	71,132,073
<b>Total Fund Balances</b>	<b>83,133,773</b>	<b>39,324,226</b>	<b>974,291</b>	<b>1,349,052</b>	<b>124,781,342</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$135,941,173</b>	<b>\$ 40,858,435</b>	<b>\$ 974,291</b>	<b>\$ 1,391,596</b>	<b>\$179,165,495</b>

See accompanying notes to the basic financial statements

**COLUMBUS METROPOLITAN LIBRARY**  
 Reconciliation of Total Governmental Fund Balances  
 To Net Position of Governmental Activities  
 December 31, 2017

**Total Governmental Fund Balances** \$ 124,781,342

*Amounts reported for governmental activities in the  
 Statement of Net Position are different because:*

Capital assets used in governmental activities are not financial resources  
 and therefore are not reported in the funds. 138,719,844

The net pension asset is not a financial resource and therefore is not  
 reported in the funds. 147,862

Other long-term assets are not available to pay for current period expenditures  
 and therefore are reported as unavailable in the funds.

	Property Taxes Receivable	2,745,013
	Intergovernmental Receivable	2,400,000
	Interest Receivable	146,596

Governmental funds report the effect of bond premiums, discounts, and  
 similar items when debt is first issued, whereas these amounts are  
 deferred and amortized in the statement of net position.

	Unamortized Amount on Refunding	(44,961)
	Unamortized Premium on Bonds	(5,191,373)

Internal service funds are used by management to charge the costs of  
 health care to individual funds. The assets and liabilities of the  
 internal service funds are included in governmental activities in the  
 statement of net position. 2,293,059

Long-term liabilities, including bonds payable, are not due and payable  
 in the current period and therefore are not reported in the funds:

	Compensated Absences Payable	(2,288,850)
	General Obligation Bonds Payable	(79,665,000)
	Accrued Interest Payable	(234,543)

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	19,097,274
	Deferred Inflows - Pension	(458,153)
	Net Pension Liability	<u>(47,953,343)</u>

**Net Position of Governmental Activities** \$ 154,494,767

**COLUMBUS METROPOLITAN LIBRARY**  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2017

	General Fund	Capital Projects Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>					
Property Taxes	\$ 47,789,793	\$ -	\$ -	\$ -	\$ 47,789,793
Intergovernmental	20,093,274	250,000	5,731,615	-	26,074,889
Fines and Fees	269,602	-	-	-	269,602
Investment Earnings	1,125,832	42,294	13,406	10,448	1,191,980
Charges for Services	903,655	-	-	692,983	1,596,638
Contributions and Donations	33,192	4,828,991	-	226,732	5,088,915
Miscellaneous	1,443,240	63,700	656	26,765	1,534,361
<b>Total Revenues</b>	<u>71,658,588</u>	<u>5,184,985</u>	<u>5,745,677</u>	<u>956,928</u>	<u>83,546,178</u>
<b>Expenditures:</b>					
Current:					
Public Service	36,856,442	-	-	281,687	37,138,129
Administrative and Support	26,054,626	-	-	524,452	26,579,078
Capital Outlay	852,514	13,479,820	-	10,600	14,342,934
Debt Service:					
Principal Retirement	-	-	2,855,000	-	2,855,000
Interest and Fiscal Charges	-	-	2,878,613	-	2,878,613
Bond Issuance Costs	-	-	117,863	-	117,863
<b>Total Expenditures</b>	<u>63,763,582</u>	<u>13,479,820</u>	<u>5,851,476</u>	<u>816,739</u>	<u>83,911,617</u>
Excess of Revenues Over (Under) Expenditures	7,895,006	(8,294,835)	(105,799)	140,189	(365,439)
<b>Other Financing Sources:</b>					
Proceeds from Sale of Capital Assets	26,798	-	-	-	26,798
Issuance of Refunding Bonds	-	-	8,465,000	-	8,465,000
Premium on Issuance of Bonds	-	-	1,458,475	-	1,458,475
Payment to Refunded Bond Escrow Agent	-	-	(9,805,612)	-	(9,805,612)
<b>Total Other Financing Sources</b>	<u>26,798</u>	<u>-</u>	<u>117,863</u>	<u>-</u>	<u>144,661</u>
<b>Net Change in Fund Balances</b>	7,921,804	(8,294,835)	12,064	140,189	(220,778)
Fund Balance at Beginning of Year	75,211,969	47,619,061	962,227	1,208,863	125,002,120
<b>Fund Balance at End of Year</b>	<u>\$ 83,133,773</u>	<u>\$ 39,324,226</u>	<u>\$ 974,291</u>	<u>\$ 1,349,052</u>	<u>\$ 124,781,342</u>

See accompanying notes to the basic financial statements



**COLUMBUS METROPOLITAN LIBRARY**  
 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, 2017

**Net Change in Fund Balances - Total Governmental Funds** \$ (220,778)

*Amounts reported for governmental activities in the Statement of Activities are different because:*

Governmental funds report capital outlays as expenditures.

However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

Capital Outlays	10,939,978
Depreciation Expense	(12,133,688)

The effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and disposals) is to decrease net position. (1,097,640)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. 60,383

Contractually required contributions are reported as expenditures in governmental funds; however, the Statement of Net Position reports these amounts as deferred outflows. 3,980,376

Except for amounts reported as deferred inflows/outflows, changes in the net pension asset and liability are reported as pension expense in the Statement of Activities. (10,448,436)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.

Issuance of Debt	(9,923,475)
Refunded Debt	9,805,612
Principal Payments on Debt	2,855,000

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

Compensated Absences	13,339
Accrued Interest	5,341
Amortization of Deferred Amount on Refunding and Bond Premium	140,597

The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the government-wide Statement of Activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. 277,481

**Change in Position of Governmental Activities** \$ (5,745,910)

**COLUMBUS METROPOLITAN LIBRARY**  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget (Non-GAAP Basis) and Actual  
General Fund  
For the Year Ended December 31, 2017

	Original Budget	Final Budget	Actual	Variance with Final Budget
<b>Revenues</b>				
Property Taxes	\$ 45,796,950	\$ 45,796,950	\$ 47,059,243	\$ 1,262,293
Intergovernmental	19,987,781	19,987,781	20,171,786	184,005
Fines and Fees	-	-	280,522	280,522
Investment Earnings	873,031	873,031	1,125,832	252,801
Charges for Services	732,000	732,000	925,850	193,850
Contributions and Donations	1,000	1,000	33,192	32,192
Miscellaneous	560,000	560,000	1,465,420	905,420
Total Revenues	<u>67,950,762</u>	<u>67,950,762</u>	<u>71,061,845</u>	<u>3,111,083</u>
<b>Expenditures</b>				
Current:				
Public Service	44,533,018	44,324,019	37,613,112	6,710,907
Administrative and Support	30,918,435	31,123,600	29,127,482	1,996,118
Capital Outlay	1,665,862	1,669,696	1,390,903	278,793
Total Expenditures	<u>77,117,315</u>	<u>77,117,315</u>	<u>68,131,497</u>	<u>8,985,818</u>
Excess of Revenues Over (Under) Expenditures	(9,166,553)	(9,166,553)	2,930,348	12,096,901
<b>Other Financing Sources (Uses)</b>				
Proceeds from Sale of Capital Assets	20,000	20,000	26,798	6,798
Transfers In	2,675,000	2,675,000	2,675,000	-
Transfers Out	(2,675,000)	(2,675,000)	(2,675,000)	-
Total Other Financing Sources (Uses)	<u>20,000</u>	<u>20,000</u>	<u>26,798</u>	<u>6,798</u>
Net Change in Fund Balance	(9,146,553)	(9,146,553)	2,957,146	12,103,699
Fund Balances at Beginning of Year	70,548,647	70,548,647	70,548,647	-
Prior Year Encumbrances Appropriated	2,952,910	2,952,910	2,952,910	-
Fund Balances at End of Year	<u>\$ 64,355,004</u>	<u>\$ 64,355,004</u>	<u>\$ 76,458,703</u>	<u>\$ 12,103,699</u>

See accompanying notes to the basic financial statements

**COLUMBUS METROPOLITAN LIBRARY**

Statement of Net Position

Proprietary Fund

December 31, 2017

	Governmental Activities <u>Internal Service Fund</u>
<b>Assets</b>	
Current Assets:	
Equity in Pooled Cash and Investments	\$ 2,661,538
Prepaid Items	55,201
Total Current Assets	<u>2,716,739</u>
<b>Liabilities</b>	
Current Liabilities:	
Accounts Payable	680
Claims Payable	423,000
Total Current Liabilities	<u>423,680</u>
<b>Net Position</b>	
Unrestricted	<u>2,293,059</u>
Total Net Position	<u>\$ 2,293,059</u>

See accompanying notes to the basic financial statements

**COLUMBUS METROPOLITAN LIBRARY**  
Statement of Revenues, Expenses and Changes in Net Position  
Proprietary Fund  
For the Year Ended December 31, 2017

	Governmental Activities <u>Internal Service Fund</u>
<b>Operating Revenues</b>	
Charges for Services	\$ 5,121,473
Miscellaneous	172,826
Total Operating Revenues	<u>5,294,299</u>
 <b>Operating Expenses</b>	
Contractual Services	1,022,681
Claims Paid	4,025,097
Total Operating Expenses	<u>5,047,778</u>
 Operating Income	 <u>246,521</u>
 <b>Nonoperating Revenues</b>	
Interest Revenue	<u>30,960</u>
Total Non-operating Revenues	<u>30,960</u>
 Change in Net Position	 <u>277,481</u>
 Net Position at Beginning of Year	 <u>2,015,578</u>
Net Position at End of Year	<u>\$ 2,293,059</u>

See accompanying notes to the basic financial statements

**COLUMBUS METROPOLITAN LIBRARY**  
Statement of Cash Flows  
Proprietary Fund  
For the Year Ended December 31, 2017

		Governmental Activities <u>Internal Service Fund</u>
<b>Cash Flows from Operating Activities</b>		
Cash Received for Claims	\$	5,121,473
Cash Received from Reimbursements		172,826
Cash Payments for Administrative Fees		(1,077,929)
Cash Payments for Claims		(3,987,097)
Net Cash Flows from Operating Activities		<u>229,273</u>
<b>Cash Flows from Investing Activities</b>		
Cash Received from Interest		<u>30,960</u>
Net Cash Flows from Investing Activities		<u>30,960</u>
Net Change in Cash		260,233
Cash and Cash Equivalents at Beginning of Year		<u>2,401,305</u>
Cash and Cash Equivalents at End of Year	\$	<u><u>2,661,538</u></u>
<b>Reconciliation of Operating Income to Net Cash Flows from Operating Activities:</b>		
Operating Income	\$	246,521
(Increase)/Decrease in Current Assets:		
Prepays		(55,201)
Increase/(Decrease) in Current Liabilities:		
Accounts Payable		(47)
Claims Payable		38,000
Net Cash Flows from Operating Activities	\$	<u><u>229,273</u></u>

See accompanying notes to the basic financial statements

**COLUMBUS METROPOLITAN LIBRARY**  
Statement of Fiduciary Assets and Liabilities  
December 31, 2017

	Digital Downloads Collaboration Agency Fund
<b>Assets</b>	
Equity in Pooled Cash and Investments	\$ 333,926
Total Assets	<u>\$ 333,926</u>
<b>Liabilities</b>	
Accounts Payable and Other Liabilities	\$ 333,926
Total Liabilities	<u>\$ 333,926</u>

See accompanying notes to the basic financial statements

## NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Columbus Metropolitan Library (CML) was founded in 1872. CML is a county district library established in accordance with Section 3375.20 of the Ohio Revised Code. CML, which is a separate legal entity, is financially, managerially and operationally independent from both Franklin County and the City of Columbus. CML lends books, periodicals, audiovisual materials, and provides access to technology to residents and certain others at no charge. With its Main Library and 22 branches, CML is well known for signature services and programs like Homework Help Centers, Reading Buddies, Summer Reading Challenge and Ready for Kindergarten. CML's Strategic Plan supports the vision of "a thriving community where wisdom prevails," which positions CML to respond to areas of urgent need: kids unprepared for kindergarten, third grade reading proficiency, high school graduation, college readiness and employment resources.

The accompanying financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units – an amendment to GASB Statement No. 14*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34*, in that the financial statements include all the materially significant organizations, activities, functions and component units.

CML has one component unit, the Columbus Metropolitan Library Foundation (Foundation), which is discretely presented in a separate column in the government-wide financial statements to emphasize that it is legally separate from CML. The Foundation was established in 1990 as a 501(c)(3) charitable organization to receive, hold, invest and administer donations, and to make expenditures to or for the exclusive benefit of CML. Although CML is not financially accountable for the Foundation, the nature and significance of the Foundation's relationship with CML are such that CML's financial statements would be misleading without it.

The accounting policies and financial reporting practices of CML conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of its significant accounting policies:

### (a) Government-wide and fund financial statements

The financial information of CML is presented in this report as follows:

- Management's Discussion and Analysis introduces the basic financial statements and provides an analytical overview of CML's financial activities and overall financial position.
- Government-wide financial statements consist of a Statement of Net Position and a Statement of Activities.

These statements report all of the assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenue, expenses and gains and losses of CML. Governmental activities are reported separately from business-type activities. Governmental activities are normally supported by taxes and intergovernmental revenue whereas business-type activities are normally supported by fees and charges for services and are usually intended by management to be financially self-sustaining. CML did not have any business-type activities. Fiduciary funds are not included in these government-wide financial statements.

## **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Internal service fund balances, whether positive or negative, have been eliminated against the expenses and program revenue shown in the governmental activities Statement of Activities. The activities of the internal service fund are eliminated to avoid “doubling up” revenue and expenses, which is consistent with CML policy for such activity. Interfund services provided and used are not eliminated in the process of consolidation.

The Statement of Activities presents a comparison between the direct expenses and program revenue for each function of CML’s governmental activities.

Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenue that is not classified as program revenue, including all taxes, is presented as general revenue.

- Fund financial statements consist of a series of statements focusing on information about CML’s major governmental funds. Separate financial statements are presented for the governmental and proprietary funds.

CML’s major funds are the General Fund, the Capital Projects Fund, and the Debt Service Fund.

The General Fund is the accounting entity in which all governmental activity, except that which is required to be accounted for in other funds, is accounted. Its revenue consists primarily of taxes, intergovernmental shared revenue, fines and fees, charges for services, investment income and others. General Fund expenditures represent costs of public services, administration and support, and capital outlay.

The Capital Projects Fund is used to account for financial resources set aside for the acquisition or the construction of major capital facilities and equipment. The revenue for this fund is derived from transfers from the General Fund, proceeds from the sale of debt, the sale of real property, donations, and other miscellaneous receipts.

The Debt Service Fund is used to account for the accumulation of resources for and payment of debt principal, interest and related expenditures. Revenue consists of a portion of CML’s Public Library Fund (PLF) receipts.

- Notes to the financial statements providing information that is essential to the user’s understanding of the basic financial statements.
- Additional required supplementary information containing pension trend data.

### **(b) Financial reporting presentation**

The accounts of CML are organized 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 inflows of resources, fund balance, revenue, and expenditures (expenses). Fund types are as follows:



## NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

### GOVERNMENTAL FUNDS

Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are CML's governmental funds:

**General Fund (Major Fund)** - The General Fund is the general operating fund of CML. It is used to account for all financial resources except those required to be accounted for in another fund. The fund balance of the General Fund is available to CML for any purpose provided it is expended or transferred according to the laws of Ohio. The General Fund is comprised of multiple accounts that are reported in one fund.

**Capital Project Fund (Major Fund)** – The Capital Project Fund is used to account for financial resources to be used for the acquisition of major capital assets or the construction of major capital facilities (other than those financed by proprietary funds and trust funds) or capital equipment. The Capital Projects Fund is comprised of multiple individual projects that are reported in one fund.

**Debt Service Fund (Major Fund)** - Debt Service Funds are used to account for the accumulation of resources for and payment of long-term debt principal, interest, and related costs.

**Other Governmental Funds** - Other governmental funds of CML are used to account for land development operations, restricted donations, grants, and any other resources which are restricted for a particular purpose.

### PROPRIETARY FUNDS

Proprietary funds are those which focus on the determination of operating income, changes in net position, financial position and cash flows. The following is CML's proprietary fund:

**Internal Service Fund** - The Internal Service Fund is used to account for the financing of services provided by one department to another department on a cost reimbursement basis. CML's Internal Service Fund reports on the self-insurance healthcare program.

### FIDUCIARY FUNDS

Fiduciary funds are those which report assets held in a trustee or agency capacity for other governments and therefore cannot be used to support CML's programs or operations. The following is CML's fiduciary fund:

**Agency Fund** - The Agency Fund is used to account for assets held on behalf of other libraries and the liabilities associated with the use of assets. CML's Agency Fund is used to report the assets held in a custodial manner to administer a collaboration of fifteen (15) library systems to acquire and share digital content with their customers.

## **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

### **(c) Measurement focus and basis of accounting**

Except for budgetary purposes, the basis of accounting used by CML conform to GAAP as applicable to governmental units. The accounting and financial reporting treatment is determined by its measurement focus.

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue is recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which CML gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, shared revenue and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year in which the taxes are levied. On an accrual basis, revenue in the form of shared revenue is recognized when the provider government recognizes its liability to CML. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenue is recognized when measurable and available. CML considers all revenue reported in the governmental funds to be available if the revenue is collected within 60 days after the fiscal year end. Nonexchange transactions, under the modified accrual basis of accounting, are recognized when the amounts are measurable, available and satisfy eligibility requirements. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments and compensated absences, which are recognized as expenditures when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources.

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

### **(d) Encumbrances**

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed in all funds. On the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities, but are reported as commitments or assignments of fund balances in governmental funds.

### **(e) Cash Equivalents**

For the purpose of the statement of cash flows, the Proprietary Fund considers all highly liquid investments, with purchased maturities of three months or less, to be cash equivalents.

### **(f) Investments**

During 2017, investments were limited to commercial paper, federal agency securities, money market funds and STAR Ohio. Commercial paper and federal agency securities are reported at fair value which is based on quoted market prices. STAR Ohio and money market funds are reported at the net asset value per share, which approximates fair value.

## NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 Securities Exchange Commission as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, *Certain External Investment Pools and Pool Participants*. CML measures its investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides a NAV per share that approximates fair value. For the year ended December 31, 2017, there were no limitations on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates.

### (g) Capital Assets

Property, plant and equipment are reported in the applicable governmental columns in the government-wide financial statements. CML does not have any infrastructure assets. CML defines capital assets as assets with a unit cost of more than \$10,000. Such assets are recorded at historical cost or estimated historical cost. Donated assets are recorded at estimated acquisition value at the date of donation.

The cost of normal maintenance and repairs that does not add to the value of the asset or materially extend an asset's life is not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are completed. Library books and materials purchased by CML are reflected as expenditures when purchased and are not capitalized as assets of CML. CML currently has a library materials collection of approximately 1,900,000 volumes.

Property, plant and equipment are depreciated using the straight-line method over the following estimated useful lives:

Description	Estimated Life (years)
Buildings	30
Buildings-HVAC	15
Buildings-Roof	20
Artwork	20
Land Improvements	10
Furniture/Fixtures/Grounds Equipment	7
Machinery & General Equipment	15
Bookmobiles	12
Other Vehicles/Business Machines/Printers/AudioVisual Equipment	5
Security Equipment	7
Computer Equipment & Software/Telecommunications Equipment	3

### (h) Insurance

CML is insured by private carriers for property damage, personal injury and public official liability. Judgments and claims in excess of policy limits are recorded when it is probable that an asset has been impaired or a liability has been incurred and the amount of loss can be reasonably estimated. At December 31, 2017, 2016, and 2015, there were no outstanding judgments or claims in excess of policy limits. There were no significant changes in insurance coverage from the previous year and no insurance settlement has exceeded insurance coverage during the last three years.

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

CML provides dental, vision, life and disability insurance coverage for employees through private insurance carriers. CML is part of the state-wide plan for workers' compensation insurance coverage. Beginning in 2001, CML established self-insured employee health care. To account for and finance its uninsured health claims, CML established the Self-Insurance Fund (an internal service fund). All departments of CML participate in the program and make payments to the Self-Insurance Fund based on actuarial estimates of the amounts needed to pay current and future claims. CML has purchased specific stop-loss insurance for claims which exceed \$125,000 per covered individual in one year and aggregate stop-loss coverage at 125% of annual estimated claims.

	2015	2016	2017
Unpaid Claims Jan. 1	\$ 339,000	\$ 376,000	\$ 385,000
Incurred Claims	3,662,853	4,148,199	4,025,097
Payment of Claims	<u>(3,625,853)</u>	<u>(4,139,199)</u>	<u>(3,987,097)</u>
Unpaid Claims Dec. 31	<u>\$ 376,000</u>	<u>\$ 385,000</u>	<u>\$ 423,000</u>

The \$423,000 of unpaid claims are reflected in the Internal Service Fund's claims payable line item.

**(i) Compensated Absences**

CML employees accumulate one "bank" of hours for both sick and vacation called Paid Time Off (PTO). These hours are vested at 100% when earned up to maximum limits defined by Board Policy. Payment is dependent upon many factors; therefore, timing of future payments was not readily determinable. However, management believes that sufficient resources will be available for the payment of PTO when such payments become due.

The total liability for PTO has been calculated using pay rates in effect at the balance sheet date. CML employees are granted PTO in varying amounts, based on scheduled hours and years of service.

On governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements.

Any governmental fund liability reported is for the unpaid balance of reimbursable unused leave for employees that terminated on or before December 31, 2017. All liabilities are paid from the General Fund. The noncurrent portion of the liability is not reported.

The noncurrent portion of the liability is reported on the government-wide financial statements.

**(j) Debt Issuance Costs, Premiums, Discounts, and Deferred Amounts on Refundings**

Bond premiums and discounts are capitalized and amortized over the life of the bonds. Deferred amounts on refundings are capitalized and amortized over the life of new bonds or the life of the old bonds, whichever is shorter. Issuance cost is expensed in the year in which debt was issued in accordance with GASB 65, *Items Previously Reported as Assets and Liabilities*.

## **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

### **(k) Interfund Transactions**

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

Interfund transfers between governmental funds are eliminated for reporting on the government-wide financial statements. There were no interfund transfers during the year ended December 31, 2017.

### **(l) Prepaid Items**

Payments made to vendors for services that will benefit periods beyond December 31, 2017 are recorded as prepaid items. Prepaid items consist primarily of insurance premiums, conferences and training, memberships and library material subscriptions. Prepaid items are accounted for using the consumption approach of accrual accounting, that is, items are recorded as an asset deferring the recognition of an expenditure until the month in which it should occur.

### **(m) Budgetary Basis of Accounting**

#### Budget

A budget of estimated cash receipts and disbursements, including encumbrances, is submitted to the County Auditor, as secretary of the County Budget Commission, by July 20 of each year for the fiscal year commencing the following January 1.

#### Estimated Resources

The County Budget Commission certifies the budget to CML by September 1. As part of this certification, CML receives the official Certificate of Estimated Resources, which states the projected receipts of each fund. On or about January 1, this certificate is amended to include any unencumbered balances from the preceding year. The total estimated receipts together with prior year carryover of unencumbered cash then serves as the basis for the annual appropriation. Expenditures and encumbrances from any fund during the ensuing fiscal year must not exceed the amount stated in the Amended Certificate of Estimated Resources.

#### Appropriations

CML is required by state statute to adopt an annual appropriation cash basis budget. A temporary appropriation measure to control cash disbursements is passed by CML's Board of Trustees in December of each year to be effective as of January 1. The permanent appropriation measure then must be passed by April 1 of each year for the period from January 1 to December 31. The permanent appropriation measure then may be amended or supplemented during the year as new information becomes available. Appropriations may not exceed estimated resources. Unencumbered appropriations lapse at year end except in Capital Projects Fund, which has continuing appropriations.

For all funds, increases or decreases in expenditures requires Board authorization at the total appropriation level.

CML budgets annual expenditures for all governmental funds. The budget specifies expenditure amounts by function within these funds. Expenditures cannot exceed total appropriations for all budgeted funds.

## **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

CML budgets annual expenses for two nongovernmental fund types, the Internal Service Fund and the Digital Downloads Fund. The budget specifies expense amounts by function within the fund. Expenses cannot exceed total appropriations.

In addition to the annual expenditures/expenses budgeting described in the preceding paragraphs, all revenue, except for tax revenue, for the General Fund is estimated by the Fiscal Officer in conjunction with the annual budgeting process. However, the annual appropriations should not exceed the estimated resources as certified by the County Budget Commission in the annual Certificate of Estimated Resources.

The Board has delegated purchase and expenditure approval to CML administration for daily operational needs of CML. Any appropriation change which will increase or decrease any of the major appropriation classifications requires approval of the Board. Expenditures in 2017 did not exceed appropriations in any fund type.

CML's budgetary process is based upon accounting for certain transactions on a basis other than GAAP. To provide a meaningful comparison of actual results with the budget, the actual results of operations for governmental funds are presented in the Supplemental Data section of this report.

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

- Revenue is recorded when received in cash (budget basis) as opposed to when earned (GAAP basis).
- Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
- Encumbrances are recorded as the equivalent of expenditures (budget basis), as opposed to assigned fund balance (GAAP basis).

### **(n) Net Position**

Net position represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources. Net investment in capital assets, consists of capital assets net of accumulated depreciation, less any outstanding debt and debt-related items. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

CML applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

### **(o) Operating Revenue and Expenses**

Operating revenue and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal revenue source of CML's proprietary fund is charges for services. Operating expenses for the proprietary funds include claims and administrative expenses. All revenue and expenses not meeting these definitions are reported as nonoperating revenue and expenses.

### **(p) Fund Balance**

Fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which CML is "bound to honor constraints on the specific purposes for which amounts of the fund can be spent" in accordance with GASB 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

## **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

CML considers fund balance nonspendable when it is in a nonspendable form (inventories or prepaids) or when the balance is legally or contractually required to be maintained intact. Restricted fund balance is reported when constraints have been placed on the use of resources externally (grant agreements, legal requirements). Committed fund balance represents amounts committed for a specific use through formal Board resolution. Assigned fund balance are those amounts intended to be used for a specific purpose that do not meet the definition of restricted or committed. The Board has authorized the Chief Financial Officer/Fiscal Officer to assign fund balances as necessary. In governmental funds, other than the general fund, fund balance that is not committed or restricted is assigned. Residual fund balance in the General Fund is unassigned. In other governmental funds, only a deficit is reported as unassigned.

CML considers restricted amounts to have been spent when an expenditure is incurred for the purpose for which both restricted and unrestricted fund balance is available. CML considers committed amounts used first, followed by assigned amounts; unassigned amounts are considered to have been spent when an expenditure is incurred for purposes for which amounts in the committed or assigned fund balance classifications could not be used. CML has established a minimum unassigned fund balance goal of 20 percent of the current fiscal year general fund expenditure budget less capital outlay and transfers out.

### **(q) 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. Deferred outflows of resources represent a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For CML, deferred outflows of resources are reported on the government-wide Statement of Net Position for deferred amounts on refundings and 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 debt or refunding debt. The deferred outflows of resources related to pension are explained in Note 5.

In addition to liabilities, the statement of net position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For CML, deferred inflows of resources include property taxes, pension, and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2017, but which were levied to finance calendar year 2018 operations. These amounts have been recorded as a deferred inflow on both the government-wide Statement of Net Position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For CML, unavailable revenue includes delinquent property taxes, intergovernmental revenue, and interest income. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. Deferred inflows of resources related to pension are reported on the government-wide Statement of Net Position (see Note 5).

### **(r) Pensions**

For purposes of measuring the net pension asset, 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 system reports investments at fair value.

## NOTE 2 – CASH AND INVESTMENTS

CML pools all individual fund cash balances for investment purposes, except for cash with fiscal agents, restricted investments and debt proceeds. Interest earned on debt proceeds will be credited to CML's Capital Projects Fund. All other interest earned will be allocated to the General Fund, Capital Projects Fund, Land Development Fund, Permanent Fund and Self-Insurance Fund based on the monthly average daily balance of the fund.

Credit risk is the risk of loss due to the failure of a security issuer to pay principal or interest, or the failure of the issuer to make timely payments of principal or interest. Eligible investments, pursuant to Ohio Revised Code Section 135.14, affected by credit risk include certificates of deposit, commercial paper and bankers acceptances. Per CML's investment policy, credit risk is minimized by (1) diversifying assets by issuer; (2) ensuring that required, minimum credit quality ratings exist prior to the purchase of commercial paper and bankers acceptances; and (3) maintaining adequate collateralization of deposits and certificates of deposit, pursuant to the method as determined by the Fiscal Officer.

CML's Investment Policy addresses custodial risk in accordance with Ohio Revised Code §135.37, which states, "collateral so pledged or deposited may be in an amount that when added to the portion of the deposit insured by the federal deposit insurance corporation ... will, in the aggregate, equal or exceed the amount of public moneys so deposited ..."

### *Deposits:*

At December 31, 2017, the carrying amount of all CML's deposits was \$2,958,039, including \$1,101,262 in STAR Plus, and the bank balance was \$3,100,254. Of the bank balance, \$1,351,262 was covered by Federal Deposit Insurance and \$1,748,992 was uninsured and collateralized with securities held by the financial institution or by its trust department or agent but not in CML's name.

STAR Plus is a cash management program that provides Ohio political subdivisions with access to hundreds of FDIC insured banks via one convenient account. STAR Plus accounts have no exposure to credit or market risk. All deposits have full FDIC insurance and are backed by the full faith and credit of the U.S. government.

### *Investments:*

CML adopted a formal investment policy. The objectives of the policy shall be the preservation of capital and protection of principal while earning investment interest. Safety of principal is the primary objective of the investment program. This policy covers all funds under the direct control of the Fiscal Officer. Funds are invested in accordance with Section 135 "Uniform Depository Act" of the Ohio Revised Code as revised by Senate Bill 81.

The types of obligations eligible for investment and deposits are:

1. U.S. Treasury Bills, Notes and Bonds; various federal agency securities, including issues of Federal National Mortgage Assn. (FNMA), Federal Home Loan Mortgage Corp. (FHLMC), Federal Home Loan Bank (FHLB), Federal Farm Credit Bank (FFCB), Government National Mortgage Association (GNMA), and other agencies or instrumentalities of the United States. Eligible investments include securities that may be "called" (by the issuer) prior to final maturity date. All eligible investments may be purchased at a premium or a discount. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities.
2. Commercial paper notes issued by companies incorporated under the laws of the United States; specific limitations apply as defined under Ohio Revised Code Section 135.14(B)(7).



**NOTE 2 – CASH AND INVESTMENTS (continued)**

3. Bankers acceptances issued by any domestic bank rated in the highest category by a nationally recognized rating agency; specific limitations apply as defined under Ohio Revised Code Section 135.14(B)(7).
4. Bonds and other obligations of the State of Ohio or the political subdivisions of the State of Ohio as defined by ORC Section 135.14(B)(4).
5. Certificates of deposit from any eligible institution mentioned in Ohio Revised Code Section 135.144.
6. No-load money market mutual funds rated in the highest category by at least one nationally recognized rating agency, investing exclusively in the same types of eligible securities as defined in Ohio Revised Code Sections 135.14(B)(1) and 135.14(B)(2) and repurchase agreements secured by such obligations, provided that investments in such securities are made only through eligible institutions mentioned in Ohio Revised Code Section 135.01, regarding limitations and restrictions.
7. Repurchase agreements with any eligible institutions mentioned in Ohio Revised Code Section 135 and particularly Section 135.14(E) therein. Repurchase agreements will settle on a delivery versus payment basis with collateral held in safekeeping by a custodian as agreed to by the Fiscal Officer. The market value of securities subject to a repurchase agreement must exceed the principal value of the repurchase agreement by at least 2 percent as defined under the Ohio Revised Code. The Fiscal Officer reserves the right to require an additional percentage of collateral securing such repurchase agreements.
8. The state treasurer's investment and deposit programs (STAR Ohio and STAR Plus), pursuant to Ohio Revised Code Section 135.45.

Investments of CML funds are prohibited or restricted as follows:

1. The use of derivative securities, as defined by Ohio Revised Code Section 135.14, is expressly prohibited.
2. The final maturity of all eligible investments is five years, unless the investment is matched to a specific obligation or debt of CML, and the investment is specifically approved by the Board of Trustees.
3. A repurchase agreement under the terms of which the investing authority agrees to sell securities to a purchaser and agrees with that purchaser to unconditionally repurchase those securities.
4. The investment into a fund established by another subdivision if the fund was established for the purpose of investing monies of other subdivisions.
5. The use of leverage, in which CML uses its current investment assets as collateral for the purpose of purchasing other assets.
6. The issuance of taxable notes for the purpose of arbitrage.
7. Contracting to sell securities that have not yet been acquired, for the purpose of purchasing such securities on the speculation that bond prices will decline.

## NOTE 2 – CASH AND INVESTMENTS (continued)

Cash and investments at year end were as follows:

	Amount	Credit Rating	Maturity in Years		
			Less than 1	1-3	3-5
STAR Ohio (State Treasurer's Asset Reserve Program)	\$ 20,878,324	AAAm <sup>1</sup>	\$ 20,878,324	\$ -	\$ -
US Treasury Securities	7,476,699	AA+ <sup>1</sup>	-	2,856,211	4,620,488
Federal Agency Securities (Non-callable)	65,791,098	AA+ <sup>1</sup>	18,412,478	35,978,045	11,400,575
Federal Agency Securities (Callable)	25,055,136	AA+ <sup>1</sup>	2,589,883	10,540,921 <sup>2</sup>	11,924,332 <sup>2</sup>
Commercial Paper	3,036,695	A1 <sup>1</sup>	3,036,695	-	-
Money Market Fund	723,711	AAAm <sup>1</sup>	723,711	-	-
Carrying Amount of Deposits	2,958,039		2,958,039	-	-
Change Funds and Imprest Balance	194,547		194,547	-	-
<b>Total</b>	<b>\$ 126,114,249</b>		<b>\$ 48,793,677</b>	<b>\$ 49,375,177</b>	<b>\$ 27,945,395</b>
Less: Cash and investments - Agency Fund	(333,926)				
<b>Total Governmental Funds Cash</b>	<b>125,780,323</b>				
Per Statement of Net Position:					
Cash and Investments	\$ 120,773,904				
Cash Equivalents - Restricted	4,509,586				
Cash with Trustee	496,833				
<b>Total</b>	<b>\$ 125,780,323</b>				

1 - Standard & Poor.

2 - The entire balance is callable within 1 year.

CML measures its investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides a NAV per share that approximates fair value. CML measures all other investments at fair value. CML categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. At December 31, 2017, CML had the following Level 2 investments: U.S. Treasury Securities totaling \$7,476,699, Federal Agency Securities totaling \$90,846,234, and Commercial Paper totaling \$3,036,695.

Restricted assets of \$4,509,586 represent the endowment principal of the restricted fund and unspent note proceeds.

### NOTE 3 – DONOR-RESTRICTED ENDOWMENTS

CML's Permanent Fund includes donor-restricted endowments. Non-Spendable Fund Balance includes the \$67,742 nonspendable portion of the endowment, the \$1,787 that is available for expenditure is restricted to comply with donors' original intent. CML's Board of Trustees is permitted to appropriate, for purposes consistent with the endowment's intent, net appreciation, realized and unrealized, unless the endowment terms state otherwise.

### NOTE 4 – CAPITAL ASSETS

CML's beginning capital asset balance has been restated. See Note 18 for more information on this restatement. A summary of changes in capital assets for the year ended December 31, 2017 follows:

	Restated Balance Jan 1, 2017	Additions	Deletions	Transfers	Balance Dec 31, 2017
Nondepreciable Assets:					
Land	\$ 13,370,809	\$ 400,936	\$ -	\$ -	\$ 13,771,745
Construction in Progress	12,245,209	8,757,213	-	(9,909,398)	11,093,024
Depreciable Assets:					
Buildings & Improvements	143,372,370	1,146,029	(2,068,882)	9,909,398	152,358,915
Machinery & Equipment	2,369,368	635,800	-	-	3,005,168
Total Capital Assets	<u>\$ 171,357,756</u>	<u>\$ 10,939,978</u>	<u>\$ (2,068,882)</u>	<u>\$ -</u>	<u>\$ 180,228,852</u>
Accumulated Depreciation:					
Buildings & Improvements	(28,727,664)	(11,773,845)	971,242	-	(39,530,267)
Machinery & Equipment	(1,618,898)	(359,843)	-	-	(1,978,741)
Total Accumulated Depreciation	<u>\$ (30,346,562)</u>	<u>\$ (12,133,688)</u>	<u>\$ 971,242</u>	<u>\$ -</u>	<u>\$ (41,509,008)</u>
Total Capital Assets, Net	<u>\$ 141,011,194</u>	<u>\$ (1,193,710)</u>	<u>\$ (1,097,640)</u>	<u>\$ -</u>	<u>\$ 138,719,844</u>

Projects were funded through the Capital Projects Fund by monies transferred from the General Fund and proceeds from the sale of debt, both of which occurred in previous years. The balance of these capital projects will be funded by available financial resources.

Of the \$12,133,688 depreciation expense, \$7,072,226 was related to Public Service and \$5,061,462 was related to Administrative and Support. In 2017, CML updated certain useful lives resulting in an increase in depreciation expense. See Note 17 for information on this change in accounting estimate.

### NOTE 5 – DEFINED BENEFIT PENSION PLANS

#### *Net Pension Asset/Liability*

The net pension asset and net pension liability reported on the Statement of Net Position represent an asset/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.

## **NOTE 5 – DEFINED BENEFIT PENSION PLANS (Continued)**

The net pension asset and net pension liability represent CML'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 asset/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 CML's rights to/obligation for this asset/liability to annually required payments. CML cannot control benefit terms or the manner in which pensions are financed; however, CML does receive the benefit of employees' services in exchange for compensation including pension.

GASB Statement No. 68 assumes the net pension asset solely belongs to the employer and the net pension 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 overfunded assets and 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 asset/liability. Resulting adjustments to the net pension asset/liability would be effective when the changes are legally enforceable.

The proportionate share of each plan's over/under funded benefits is presented as a long-term net pension asset or 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 - CML employees 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 that has the elements of both a defined benefit and defined contribution plan.

OPERS provides retirement, disability, survivor and death benefits, and annual cost-of-living adjustments to members of the traditional and combined plans. 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 as per the reduced benefits adopted by SB 343 (see OPERS financial report referenced above for additional information):

**NOTE 5 – DEFINED BENEFIT PENSION PLANS (Continued)**

<b>Group A</b> Eligible to retire prior to January 7, 2013 or five years after January 7, 2013	<b>Group B</b> 20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013	<b>Group C</b> Members not in other Groups and members hired on or after January 7, 2013
<b>State and Local</b>	<b>State and Local</b>	<b>State and Local</b>
<b>Age and Service Requirements:</b> Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	<b>Age and Service Requirements:</b> Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	<b>Age and Service Requirements:</b> Age 57 with 25 years of service credit or Age 62 with 5 years of service credit
<b>Traditional Plan Formula:</b> 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	<b>Traditional Plan Formula:</b> 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	<b>Traditional Plan Formula:</b> 2.2% of FAS multiplied by years of service for the first 35 years and 2.5% for service years in excess of 35
<b>Combined Plan Formula:</b> 1.0% of FAS multiplied by years of service for the first 30 years and 1.25% for service years in excess of 30	<b>Combined Plan Formula:</b> 1.0% of FAS multiplied by years of service for the first 30 years and 1.25% for service years in excess of 30	<b>Combined Plan Formula:</b> 1.0% of FAS multiplied by years of service for the first 35 years and 1.25% for service years in excess of 35

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. For members retiring under the Combined Plan, an annual COLA will be provided on the defined benefit portion of their benefit. 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>
<b>2017 Statutory Maximum Contribution Rates</b>	
Employer	14.0 %
Employee	10.0 %
<b>2017 Actual Contribution Rates</b>	
Employer:	
Pension	13.0 %
Postemployment Healthcare Benefits	<u>1.0</u>
Total Employer	<u>14.0 %</u>
Employee	<u>10.0 %</u>

## NOTE 5 – DEFINED BENEFIT PENSION PLANS (Continued)

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. CML's contractually required contribution was \$3,980,376 for 2017. Of this amount, \$150,577 is reported as an intergovernmental payable.

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

The net pension asset and net pension liability for OPERS was measured as of December 31, 2016, the date of OPERS most recent report, and the total pension asset/liability used to calculate the net pension asset/liability was determined by an actuarial valuation as of that date. CML's proportion of the net pension asset/liability was based on CML'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:

	OPERS Traditional Plan	OPERS Combined Plan	Total
Proportionate Share of the Net Pension Liability/(Asset)	\$47,953,343	(\$147,862)	\$47,805,481
Proportion of the Net Pension Liability/(Asset)	0.211171%	0.26567%	
Pension Expense	\$10,092,749	\$355,687	\$10,448,436

At December 31, 2017, CML reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	OPERS Traditional Plan	OPERS Combined Plan	Total
<b>Deferred Outflows of Resources</b>			
Differences between expected and actual experience	\$64,997	\$0	\$64,997
Net difference between projected and actual earnings on pension plan investments	7,141,361	36,075	7,177,436
Changes of assumptions	7,605,984	36,040	7,642,024
Change in proportionate share	232,441	0	232,441
CML contributions subsequent to the measurement date	3,835,095	145,281	3,980,376
Total Deferred Outflows of Resources	<u>\$18,879,878</u>	<u>\$217,396</u>	<u>\$19,097,274</u>
<b>Deferred Inflows of Resources</b>			
Differences between expected and actual experience	\$285,392	\$75,623	\$361,015
Change in proportionate share	84,734	12,404	97,138
Total Deferred Inflows of Resources	<u>\$370,126</u>	<u>\$88,027</u>	<u>\$458,153</u>

A total of \$3,980,376 reported as deferred outflows of resources related to pension resulting from CML contributions subsequent to the measurement date will be recognized as pension expense in the year ending December 31, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

**NOTE 5 – DEFINED BENEFIT PENSION PLANS (Continued)**

Year Ending December 31:	OPERS	OPERS	Total
	Traditional Plan	Combined Plan	
2018	\$6,030,969	\$5,408	\$6,036,377
2019	6,317,047	5,407	6,322,454
2020	2,535,970	3,846	2,539,816
2021	(209,329)	(12,041)	(221,370)
2022	-	(6,837)	(6,837)
Thereafter	-	(11,695)	(11,695)
Total	<u>\$14,674,657</u>	<u>(\$15,912)</u>	<u>\$14,658,745</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. In 2016, the OPERS Board's actuarial consultants conducted an experience study for the period 2011 through 2015, comparing assumptions to actual results. The experience study incorporated both a historical review and forward-looking projections to determine the appropriate set of assumptions to keep the plan on a path toward full funding. Information from this study led to changes in both demographic and economic assumptions, with the most notable being a reduction in the actuarially assumed rate of return from 8 percent down to 7.5 percent for the defined benefit investments. Key methods and assumptions used in the December 31, 2016 actuarial valuation, reflecting experience study results, are presented below.

	Traditional Plan	Combined Plan
Wage Inflation	3.25 percent	3.25 percent
Future Salary Increases, Including Inflation	3.25 to 10.75 percent including wage inflation	3.25 to 8.25 percent including wage inflation
COLA or Ad Hoc COLA	Pre-1/7/13 Retirees: 3 percent, simple Post-1/7/13 Retirees: 3 percent simple through 2018, then 2.15 percent simple	Pre-1/7/13 Retirees: 3 percent, simple Post-1/7/13 Retirees: 3 percent simple through 2018, then 2.15 percent simple
Investment Rate of Return	7.5 percent	7.5 percent
Actuarial Cost Method	Individual Entry Age	Individual Entry Age

Mortality rates were based on the RP-2014 Healthy Annuitant mortality table. For males, the tables were adjusted for mortality improvement back to the observation period base of 2006 and then established the base year as 2015. For females, the tables were adjusted for mortality improvement back to the observation period base year of 2006 and then established the base year as 2010. The mortality rates used in evaluating disability allowances were based on the RP-2014 Disabled mortality tables, adjusted for mortality improvement back to the observation base year of 2006 and then established the base year as 2015 for males and 2010 for females. Mortality rates for a particular calendar year, for both healthy and disabled retiree mortality tables, were determined by applying the MP-2015 mortality improvement scale to the above described tables.

## NOTE 5 – DEFINED BENEFIT PENSION PLANS (Continued)

The allocation of investment assets with the Defined Benefit portfolio is approved by the OPERS 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 following table displays the OPERS Board-approved asset allocation policy for 2016 and the long-term expected real rates of return:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Weighted Average Long-term Expected Real Rate of Return (Arithmetic)</u>
Fixed Income	23.00 %	2.75 %
Domestic Equities	20.70	6.34
Real Estate	10.00	4.75
Private Equity	10.00	8.97
International Equities	18.30	7.95
Other investments	18.00	4.92
Total	<u>100.00 %</u>	<u>5.66 %</u>

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.

During 2016, OPERS managed investments in four investment portfolios: the Defined Benefit portfolio, the 401(h) Health Care Trust portfolio, the 115 Health Care Trust portfolio and the Defined Contribution portfolio. The 401(h) Health Care Trust portfolio was closed as of June 30, 2016 and the net position transferred to the 115 Health Care Trust portfolio on July 1, 2016. The Defined Benefit portfolio contains the investment assets of the Traditional Pension Plan, the defined benefit component of the Combined Plan, the annuitized accounts of the Member-Directed Plan. The Defined Benefit portfolio historically included the assets of the Member-Directed retiree medical accounts funded through the Voluntary Employees Beneficiary Association (VEBA) Trust. However, the VEBA Trust was closed as of June 30, 2016 and the net position transferred to the 115 Health Care Trust portfolio on July 1, 2016. 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 annual money-weighted rate of return expressing investment performance for the Defined Benefit portfolio is 8.3 percent for 2016.

### ***Discount Rate***

The discount rate used to measure the total pension asset/liability was 7.5%. 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 asset/liability.



**NOTE 5 – DEFINED BENEFIT PENSION PLANS (Continued)**

***Sensitivity of CML’s Proportionate Share of the Net Pension Asset and Net Pension Liability to Changes in the Discount Rate***

The following table presents CML’s proportionate share of the net pension asset/liability calculated using the current period discount rate assumption of 7.5%, as well as what CML’s proportionate share of the net pension asset/liability would be if it were calculated using a discount rate that is one percentage point lower (6.5%) or one percentage point higher (8.5%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
CML's proportionate share of the net pension liability/(asset)			
Traditional Plan	\$73,259,443	\$47,953,343	\$26,865,175
Combined Plan	\$10,627	(\$147,862)	(\$270,983)

**NOTE 6 – OTHER POSTEMPLOYMENT BENEFITS**

Plan Description – Ohio Public Employees Retirement System (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 trust, which funds multiple healthcare plans including medical coverage, prescription drug coverage and deposits to a Health Reimbursement Arrangement to qualifying benefit recipients of both the Traditional Pension and the Combined plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including OPERS sponsored health care coverage. OPERS funds a Retiree Medical Account (RMA) for participants can be reimbursed for qualified medical expenses from their vested RMA balance.

In order to qualify for healthcare coverage, age-and-service retirees under the Traditional Pension and Combined plans must have 20 or more years of qualifying Ohio service credit. Healthcare coverage for disability benefit recipients and qualified survivor benefit recipients is available. The healthcare coverage provided by OPERS meets the definition of an other postemployment benefit (OPEB) as described in GASB Statement 45. Please see the Plan Statement in the OPERS 2016 CAFR for details.

The Ohio Revised Code permits, but does not require, OPERS to provide health care to its eligible benefit recipients. Authority to establish and amend healthcare coverage is provided to the Board in Chapter 145 of the Ohio Revised Code.

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

Funding Policy – The Ohio Revised Code provides the statutory authority requiring public employers to fund healthcare through their contributions to OPERS. A portion of each employer’s contribution to OPERS is set aside to fund OPERS healthcare plans.

## **NOTE 6 – OTHER POSTEMPLOYMENT BENEFITS (Continued)**

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2017, CML contributed at a rate of 14.0% of earnable salary. This is the maximum employer contribution rate permitted by the Ohio Revised Code. Active member contributions do not fund health care.

Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside to fund healthcare plans. The portion of employer contributions allocated to health care for members of the Traditional Pension Plan and Combined Plan was 1.0% during calendar year 2017. As recommended by OPERS' actuary, the portion of employer contributions allocated to health care beginning January 1, 2018 decreased to 0.0% for both plans. The OPERS 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 for Member-Directed Plan participants for 2017 was 4.0%.

CML's contributions to OPERS to fund postemployment benefits for the years ended December 31, 2017, 2016, and 2015 were \$306,183, \$589,294, and \$572,313, respectively. The full amount has been contributed for 2016 and 2015. A total of 96% has been contributed for 2017 with the remainder being reported as a fund liability.

## **NOTE 7 – PROPERTY TAXES**

Property taxes include amounts levied against all real and public utility property located in the CML district. Real property taxes and public utility taxes collected during 2017 were levied after October 1 on the assessed value listed as of the prior January 1, the lien date. These taxes are payable annually or semiannually. If paid annually, payment is due by January 20; if paid semiannually, the first payment is due by January 20 with remainder payable by June 20. Under certain circumstances, state statutes permit earlier or later payment dates to be established.

Assessed values are established by State law at 35% of appraised market value. A revaluation of all property is required to be completed no less than every six years. The last revaluation was completed in 2017. Public utility property taxes are assessed on tangible personal property, as well as land and improvements, at true value, which is a certain percentage of cost. Percentages vary according to the type of utility involved. The assessed values upon which the 2017 taxes were collected were approximately \$20.8 billion.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Increases in the property tax rate are restricted only by voter willingness to approve such increases. In 1986, voters approved taxation of property for CML of .22% (2.2 mills) of assessed value effective January 1, 1986, for collection in 1987. This levy was to be collected for a period of 15 years and expired after the collection year 2002. In November 2000, the voters in Franklin County approved renewing the existing 2.2 levy. The collection year for the new levy began in 2002. In November of 2010, the voters in Franklin County approved to replace the existing 2.2 mill levy with a new permanent 2.2 mill levy and an increase of 0.6 mills, the collection year for the replacement levy began in January 2011.

The Franklin County Treasurer collects property taxes on behalf of taxing districts in the county. The Franklin County Auditor periodically remits to CML its portion of the taxes collected. Property taxes with both a lien and levy date prior to fiscal year end are recorded as deferred inflows of resources and receivables. However, property taxes including delinquent property taxes that were measurable at December 31, 2017, and available to CML are recorded as revenue and receivables.

## **NOTE 8 – NEW PRONOUNCEMENTS**

In January 2017, GASB issued Statement No. 84, *Fiduciary Activities*. This statement enhances the consistency and comparability of financial statements by (1) establishing specific criteria for identifying activities that should be reported as fiduciary activities and (2) clarifying whether and how business-type activities should report their fiduciary activities. The requirements of this statement are effective for financial statements for reporting periods beginning after December 15, 2018. CML management is evaluating the effect this standard will have on CML's financial statements.

In March 2017, GASB issued Statement No. 85, *Omnibus 2017*. This Statement enhances the consistency of financial statements by providing accounting and financial reporting requirements as a response to practice issues that have been identified during implementation and application of certain GASB Statements. The requirements of this statement are effective for financial statements for the reporting periods beginning after June 15, 2017. CML management is evaluating the effect this standard will have on CML's financial statements.

In May 2017, GASB issued Statement No. 86, *Certain Debt Extinguishment Issues*. This Statement increases consistency in accounting and reporting for debt extinguishments by establishing uniform guidance for derecognizing debt that is defeased in substance, regardless of how cash and other monetary assets placed in an irrevocable trust for the purpose of extinguishing that debt were acquired. This Statement also enhances consistency in financial reporting of prepaid insurance related to debt that has been extinguished. The requirements of this statement are effective for financial statements for the reporting periods beginning after June 15, 2017. CML management is evaluating the effect this standard will have on CML's financial statements.

In June 2017, GASB Issued Statement No. 87, *Leases*. This Statement enhances comparability of financial statements among governments by requiring lessees and lessors to report leases under a single model. The Statement also increases the usefulness of financial statements among governments by requiring reporting of certain lease liabilities that currently are not reported. The requirements of this statement are effective for financial statements for the reporting periods beginning after December 15, 2019. CML management is evaluating the effect this standard will have on CML's financial statements.

## **NOTE 9 – JOINT VENTURES**

In April 1992, CML's Board of Trustees adopted a resolution to participate with the Worthington Public Library (Worthington), a separate legal entity, to construct and operate a library facility, containing approximately 23,000 square feet of public service space, at a location which will serve both library districts. On October 13, 1993, a written contract was entered into between the two library districts.

According to the terms of the agreement, CML will not assume any responsibility for the daily management, operation and maintenance of the building. In addition, the agreement states that CML will contribute, based on a formula, to the operational needs of the facility. In 2017, CML contributed \$1,009,597 to the operational costs of Worthington.

**NOTE 10 – BUDGETARY BASIS OF ACCOUNTING**

The adjustments necessary to convert the results of General Fund operations and fund balances at end of year on the GAAP basis to the budgetary basis are as follows:

	<u>Net Change in Fund Balance</u>	<u>Fund Balance, December 31, 2017</u>
GAAP basis	\$ 7,921,804	\$ 83,133,773
Increase (decrease):		
Due to revenues:		
Received in cash during 2017, accrued at December 31, 2016	3,620,901	-
Accrued at December 31, 2017, not yet received in cash	(4,217,644)	(4,217,644)
Due to expenditures:		
Paid in cash during 2017, accrued at December 31, 2016	(1,910,489)	-
Accrued at December 31, 2017, not yet paid in cash	1,741,798	1,741,798
Due to encumbrances:		
Recognized as expenditures in budget	(4,199,224)	(4,199,224)
 Budgetary Basis	 <u>\$ 2,957,146</u>	 <u>\$ 76,458,703</u>

**NOTE 11 – LONG-TERM LIABILITIES**

Long-term liability activity for the year ended December 31, 2017 was as follows:

<u>Type of obligation</u>	<u>Balance Jan 1, 2017</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance Dec 31, 2017</u>	<u>Amount Due Within One Year</u>
<b>Governmental Activities:</b>					
General Obligation:					
2012 PLF Notes -					
Taxable Serials - 1.456%	\$ 9,835,000	\$ -	\$ (2,680,000)	\$ 7,155,000	\$ 2,705,000
Tax-Exempt Serial Bond - 4.084%	42,480,000	-	(9,155,000)	33,325,000	-
Tax-Exempt Term Bond - 4.000%	21,120,000	-	-	21,120,000	-
Unamortized premium	4,998,429	-	(1,265,531)	3,732,898	-
2016 Refunding Notes -					
Tax-Exempt Term Bond - 1.580%	9,775,000	-	(175,000)	9,600,000	175,000
2017 Refunding Notes -					
Tax-Exempt Term Bond - 1.580%	-	8,465,000	-	8,465,000	30,000
Unamortized premium	-	1,458,475	-	1,458,475	-
Compensated Absences Payable	2,302,189	959,848	(973,187)	2,288,850	226,332
Net Pension Liability - OPERS	36,103,396	11,849,947	-	47,953,343	-
Total Governmental Activities	<u>\$ 126,614,014</u>	<u>\$ 22,733,270</u>	<u>\$ (14,248,718)</u>	<u>\$ 135,098,566</u>	<u>\$ 3,136,332</u>

## NOTE 11 – LONG-TERM LIABILITIES (Continued)

### (a) Long-term Debt

On December 4, 2012, CML sold \$92,285,000 of special obligation bonds to provide funds for the acquisition and construction of major capital facilities. The sale included tax-exempt bonds totaling \$71,925,000 and taxable bonds of \$20,360,000. The bonds were issued in anticipation of revenue from the State of Ohio's Public Library Fund (PLF). PLF revenues are included with Intergovernmental revenues on Statement of Revenues, Expenditures and Changes in Fund Balances. Debt payments will be accounted for and paid from CML's Debt Service Fund. The first payment occurred in June 2013, and the final payment will occur in December 2037.

In 2016, CML issued \$9,880,000 PLF Refunding Notes to advance refund a portion of the 2012 Library Fund Library Facilities Notes. The note proceeds were invested in obligations guaranteed as to both principal and interest by the United States Government and placed in an escrow account which will use principal and earned interest to pay the interest and principal of the refunded portion of the debt. As a result, CML has in-substance satisfied its obligations through the advance refunding of those maturities. The refunding resulted in a decrease of debt service payments of \$829,159 and an economic gain of \$773,027.

In 2017 CML issued \$8,465,000 PLF Refunding Notes to advance refund a portion of the 2012 Library Fund Library Facilities Notes. The note proceeds were invested in obligations guaranteed as to both principal and interest by the United States Government and placed in an escrow account which will use principal and earned interest to pay the interest and principal of the refunded portion of the debt. As a result, CML has in-substance satisfied its obligations through the advance refunding of those maturities. The refunding resulted in a decrease of debt service payments of \$875,620 and an economic gain of \$724,160.

### (b) Future Debt Service

The following table summarizes CML's future debt obligations on its outstanding bonds:

Year Ending December 31,	Governmental Activities		
	<u>Bond Principal</u>	<u>Interest</u>	<u>Debt Service</u>
2018	\$ 2,910,000	\$ 2,811,630	\$ 5,721,630
2019	2,960,000	2,762,105	5,722,105
2020	3,015,000	2,706,411	5,721,411
2021	3,090,000	2,631,227	5,721,227
2022	3,245,000	2,483,954	5,728,954
2023-2027	17,000,000	10,989,047	27,989,047
2028-2032	21,495,000	7,595,500	29,090,500
2033-2037	25,950,000	3,143,100	29,093,100
	<u>\$ 79,665,000</u>	<u>\$ 35,122,974</u>	<u>\$ 114,787,974</u>

### (c) Advance Refundings

CML defeased bonds by placing the proceeds of the new bonds in an irrevocable trust with an escrow agent to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in CML's financial statements. As of December 31, 2017, defeased bonds outstanding totaled \$17,480,000 and CML's escrow account balance was \$19,116,933.

### (d) Compensated Absences and Net Pension Liability

CML pays obligations related to employee compensation from the General Fund.

## NOTE 12 – OTHER COMMITMENTS

CML has active construction projects as of December 31. The projects include renovation of multiple branch locations. At year end, CML's commitments with contractors are as follows:

<u>Project</u>	<u>Remaining Commitment</u>
Dublin Branch	\$ 920,910
Martin Luther King Branch	1,711,888
Hilliard Branch	7,609,722
	<u>\$ 10,242,520</u>

As of December 31, 2017, there was \$226,158 outstanding related to the completion of final punchout items for projects that were previously placed in service.

At year end, CML's outstanding encumbrances in the governmental funds were as follows:

General Fund	\$ 4,199,224
Capital Projects Fund	9,867,055
Other Governmental Funds	26,685
Total	<u>\$ 14,092,964</u>

## NOTE 13 – CONTINGENCIES

CML management is of the opinion that the ultimate disposition of claims and legal proceedings will not have a material adverse effect, if any, on the financial condition of CML.

## NOTE 14 – CHANGES IN ACCOUNTING PRINCIPLES

For 2017, CML implemented GASB Statement No. 73 *Accounting and Financial Reporting for Pensions and Related Assets that are not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*, which improves the usefulness of information about pensions included in the general purpose external financial reports of state and local governments for making decisions and assessing accountability. The implementation of this statement did not have a significant effect on the financial statements of CML.

For 2017, CML implemented GASB Statement No. 74 *Financial Reporting for Postemployment Benefit Plans other than Pension Plans* which improves the usefulness of information about postemployment benefits other than pensions included in the general purpose external financial reports of state and local governments for making decisions and assessing accountability. The implementation of this statement did not have an effect on the financial statements of CML.

**NOTE 14 – CHANGES IN ACCOUNTING PRINCIPLES (Continued)**

For 2017, CML implemented GASB Statement No. 78 *Pensions Provided Through Certain Multiple-Employer Defined Benefit Pension Plans*, which amends the scope and applicability of GASB Statement No. 68 to exclude pensions provided to employees of state or local governmental employers through a cost-sharing multiple-employer defined benefit pension plan that (1) is not a state or local governmental pension plan, (2) is used to provide defined benefit pensions both to employees of state or local governmental employers and to employees of employers that are not state or local governmental employers, and (3) has no predominant state or local governmental employer. The implementation of this statement did not have an effect on the financial statements of CML.

For 2017, CML implemented GASB Statement No. 80 *Blending Requirements for Certain Component Units – an Amendment of GASB Statement No. 14*, which improves financial reporting by clarifying the financial statement presentation requirements for certain component units. The implementation of this statement did not have an effect on the financial statements of CML.

For 2017, CML implemented GASB Statement No. 81 *Irrevocable Split-Interest Agreements*, which improves financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement. The implementation of this statement did not have an effect on the financial statements of CML.

For 2017, CML implemented GASB Statement No. 82 *Pension Issues – An Amendment of GASB Statements No. 67, No. 68, and No. 73*, which addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. The implementation of this statement did not have a significant effect on the financial statements of CML.

**NOTE 15 – TAX ABATEMENTS**

Under tax abatement agreements entered into by other governments, CML’s 2017 property tax revenues were reduced as follows:

<u>Government with Tax Abatement Agreement</u>	<u>Amount of Property Taxes Abated</u>
City of Columbus	\$ 1,022,421
City of Groveport	351,432
City of New Albany	243,731
City of Obetz	254,400
City of Hilliard	31,330
City of Gahanna	16,931
City of Canal Winchester	12,303
City of Whitehall	5,857
Madison Township	4,011
Hamilton Township	9,350
City of Reynoldsburg	826
Jefferson Township	2,902
Total	<u>\$ 1,955,494</u>

## NOTE 16 – COMPONENT UNIT DISCLOSURES

- A. Basis of Accounting – The financial statements of the Foundation are maintained on the accrual basis of accounting, which means that revenue is recognized as it is earned and expenses are recognized as they are incurred, whether or not cash is received or paid out at that time.
- B. Beneficial Interest in Assets Held by Others – Beneficial interest in assets held by others, totaling \$5,176,262 at December 31, 2017, represents the Foundation’s interest in investments held by the Columbus Foundation, which are comprised of various equity funds, alternative assets, income funds and cash. The underlying holdings are all based on unadjusted quoted market prices and the related investment income, realized and unrealized gains and losses net of investment fees included in the accompanying Statement of Activities as change in value of beneficial interest in assets held by others. The Foundation advises the Columbus Foundation as to the distribution of the funds.
- C. Contributions Receivable –The Foundation used an imputed interest rate of 5% to value pledges due after more than one year at their present value.
- D. Net Position – Net position is classified based on the existence or absence of any imposed donor restrictions. Unrestricted net position is not subject to donor-imposed restrictions. Restricted net position is subject to donor-imposed restrictions.

Net position as of December 31, 2017 is restricted as follows:

<u>Temporarily Restricted:</u>	
Celebration of Learning	\$ 588,510
R2R Corps	645
Summer Reading Club	25
Adopt a Book Program	20,664
Other Programs	12,871
Branches and Other Collections	21,170
Support at Risk Youth	14,751
Support Patrons for Research	5,858
Support Programs for Young Minds	6,688
 <u>Permanently Restricted:</u>	
Larry Black Fund	14,224
Anderson Fund	113,000
Cody Conover Fund for Youth Minds	15,000
 Total Restricted Net Position	 <u>\$ 813,406</u>

- E. Concentration of Credit Risk – The Foundation maintains its cash accounts at financial institutions that are insured by the Federal Deposit Insurance Corporation on balances up to \$250,000 as of December 31, 2017. At December 31, 2017, the Foundation had \$498,805 in excess of the federally insured limit. The Foundation has not experienced any losses in these accounts.
- F. Related Party Transactions – The Foundation had contributions receivable due from current board members totaling \$277,783 at December 31, 2017.



**NOTE 17 – CHANGE IN ACCOUNTING ESTIMATE**

In 2017, CML updated the useful lives of certain capital asset classes to better align with the organization's renovation and replacement schedules. This change is applied prospectively by depreciating the remaining book values over the amount of time remaining under the new useful lives.

**NOTE 18 – RESTATEMENT OF NET POSITION**

CML's beginning Net Position has been restated to properly account for capital assets not properly disposed of in previous years. This restatement had the following effect on Net Position reported December 31, 2016:

	Governmental Activities
Net Position December 31, 2016	\$ 161,940,967
Adjustments:	
Non-Depreciable Capital Assets	(282,895)
Depreciable Capital Assets, Net	(1,417,395)
Restated Net Position December 31, 2016	<u>\$ 160,240,677</u>

**NOTE 19 – SUBSEQUENT EVENT**

Subsequent to year-end, CML's Board of Trustees approved a purchase and sale agreement for the sale and redevelopment of the Grant Oak Apartments, included in capital assets on the government-wide financial statements. CML purchased the seven-building Grant Oak Apartments in 1992 with the intention of eventually expanding Main Library's footprint northward. With the 2013 purchase of land just east of Main Library, CML could no longer justify owning the apartments. CML anticipates closing on the sale of the property between July and November, 2018.

**COLUMBUS METROPOLITAN LIBRARY**  
**Schedule of Library's Proportionate Share of the Net Pension Liability/(Asset)**  
**Ohio Public Employees Retirement System**

**Last Four Years (1)**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Library's Proportion of the Net Pension Liability/(Asset)				
Traditional Plan	0.211171%	0.208434%	0.210411%	0.210411%
Combined Plan	0.265667%	0.251220%	0.223743%	0.223743%
Library's Proportionate Share of the Net Pension Liability/(Asset)				
Traditional Plan	\$ 47,953,343	\$ 36,103,396	\$ 25,377,918	\$ 24,804,715
Combined Plan	\$ (147,862)	\$ (122,249)	\$ (86,146)	\$ (23,477)
Library's Covered Employee Payroll	\$ 29,464,683	\$ 28,615,633	\$ 27,292,392	\$ 26,173,915
Library's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered Employee Payroll	162.25%	125.74%	92.67%	94.68%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability/(Asset)				
Traditional Plan	77.25%	81.08%	86.45%	86.36%
Combined Plan	116.55%	116.90%	114.83%	104.56%

(1) Information prior to 2014 is not available. Information will be displayed for ten years as it becomes available.

Amounts presented as of the Library's measurement date, which is the prior year end.

**COLUMBUS METROPOLITAN LIBRARY**  
**Schedule of Library Contributions**  
**Ohio Public Employees Retirement System**

**Last Five Years (1)**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually Required Contribution					
Traditional Plan	\$ 3,835,095	\$ 3,415,397	\$ 3,328,354	\$ 3,275,087	\$ 3,402,609
Combined Plan	145,281	120,365	105,522	103,833	107,876
Contributions in relation to the contractually required contribution	<u>\$ 3,980,376</u>	<u>\$ 3,535,762</u>	<u>\$ 3,433,876</u>	<u>\$ 3,378,920</u>	<u>\$ 3,510,485</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	\$ 30,618,277	\$ 29,464,683	\$ 28,615,633	\$ 27,292,392	\$ 26,173,915
Contributions as a percentage of covered employee payroll	13.00%	12.00%	12.00%	12.00%	13.00%

(1) Information prior to 2013 is not available. Information will be displayed for ten years as it becomes available.

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**For the Year Ended December 31, 2017**

*Changes of benefit terms* - There were no changes in benefit terms affecting the OPERS plan for the plan year ended December 31, 2017.

*Changes in assumptions* - There were changes in both demographic and economic assumptions, with the most notable being a reduction in the actuarially assumed rate of return from 8.0% down to 7.5%, for the defined benefit investments of the OPERS plan for the plan year ended December 31, 2017.

# COLUMBUS METROPOLITAN LIBRARY FUND DESCRIPTIONS

## Major Funds

### General Fund

General Operating Fund – The General Operating Fund is the accounting entity in which all governmental activity, except that which is required to be accounted for in other funds, is accounted for. Its revenues consist primarily of taxes, intergovernmental shared revenue, fines and fees, charges for services, investment income and others. General Fund expenditures represent costs of public services, administration, and support.

General Projects Fund – The General Projects Fund is used to account for resources set aside for projects that are not considered capital projects. The purpose of this fund is to ensure these projects do not artificially inflate operating costs.

General Liability Fund – The General Liability Fund is used to account for general payroll and other liabilities. It was created to more easily and cleanly track these.

27<sup>th</sup> Pay Period Fund – The 27<sup>th</sup> Pay Period Fund is used to account for an amount transferred into this account annually in anticipation of a future year that will have 27 instead of 26 pay periods. This will prevent a spike in expenditures for that year.

### Capital Projects Fund

The Capital Projects Fund is used to account for the acquisition and/or construction of major capital facilities and equipment other than those financed by Proprietary Funds. Active capital projects for 2017 are:

- Whitehall Branch Project
- Main Library Renovation Project
- Hilliard Branch Project
- Northern Lights Branch Project
- Martin Luther King Branch Project
- Parsons Branch Project
- Northside Branch Project
- Shepard Branch Project
- Dublin Branch Project

### Debt Service Fund

The Debt Service Fund is used to account for and report resources restricted, committed, or assigned to expenditure for principal and interest on debt. In 2012, the Library's Board of Trustees established a debt service fund and authorized the Library to issue debt in anticipation of its PLF revenue for the purpose of purchasing, leasing, constructing, renovating and improving library facilities.

## **COLUMBUS METROPOLITAN LIBRARY FUND DESCRIPTIONS**

### **Nonmajor Funds**

#### Special Revenue Funds

Special Revenue Funds are used to account for types of resources for which specific uses are mandated by Library Board policies, federal and/or state statutes, or other external donors. The title of the fund is descriptive of the activities accounted for therein. The Special Revenue Funds are:

- Restricted Fund
- Land Development Fund

#### Permanent Fund

The Permanent Fund is used to report resources that are legally restricted to the extent that only investment earnings, not principal, may be used for purposes that support the Library's programs.

#### Internal Service Fund

The Internal Service Fund is used to account for goods or services provided by one department to other departments of the Library. The Library has an internal service fund to account for its Self-Insurance program.

#### Agency Fund

The Agency Fund is used to account for funds held and administered by the Library on behalf of other government agencies. The Library's only agency fund is the Digital Downloads Collaboration, which is used to administer a consortium of multiple libraries for the acquisition and distribution of digital content.

**COLUMBUS METROPOLITAN LIBRARY**  
Combining Supplemental Schedule of Assets, Liabilities and Fund Balances  
General Fund  
December 31, 2017

	General Operating	General Projects	General Liability	27th Pay Period	Total General Fund
<b>Assets:</b>					
Equity in Pooled Cash and Investments	\$ 72,386,747	\$ 6,835,855	\$ 133,009	\$ 1,435,325	\$ 80,790,936
Receivables:					
Taxes	50,413,167	-	-	-	50,413,167
Accounts	7,686	-	-	-	7,686
Intergovernmental	3,662,277	-	-	-	3,662,277
Prepaid Items	1,067,107	-	-	-	1,067,107
Total Assets	<u>\$127,536,984</u>	<u>\$ 6,835,855</u>	<u>\$ 133,009</u>	<u>\$ 1,435,325</u>	<u>\$135,941,173</u>
<b>Liabilities:</b>					
Accounts Payable	\$ 888,600	\$ 353,257	\$ 76,801	\$ -	\$ 1,318,658
Accrued Wages and Benefits	1,388,092	-	56,208	-	1,444,300
Intergovernmental Payable	178,956	-	-	-	178,956
Total Liabilities	<u>2,455,648</u>	<u>353,257</u>	<u>133,009</u>	<u>-</u>	<u>2,941,914</u>
<b>Deferred Inflows of Resources:</b>					
Property Taxes	44,720,473	-	-	-	44,720,473
Unavailable Revenue	5,145,013	-	-	-	5,145,013
Total Deferred Inflows of Resources	<u>49,865,486</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>49,865,486</u>
<b>Fund Balances:</b>					
Nonspendable:					
Prepaid Items	1,067,107	-	-	-	1,067,107
Committed for:					
Facility and Technology Projects	-	23,528	-	-	23,528
Assigned for:					
Future Appropriations	2,088,084	-	-	-	2,088,084
Library Materials	343,991	-	-	-	343,991
Operations/Programing	584,595	-	-	-	584,595
Facility and Technology Projects	-	6,459,070	-	-	6,459,070
27th Pay Period	-	-	-	1,435,325	1,435,325
Unassigned	71,132,073	-	-	-	71,132,073
Total Fund Balances	<u>75,215,850</u>	<u>6,482,598</u>	<u>-</u>	<u>1,435,325</u>	<u>83,133,773</u>
Total Liabilities, Deferred Inflows, and Fund Balances	<u>\$127,536,984</u>	<u>\$ 6,835,855</u>	<u>\$ 133,009</u>	<u>\$ 1,435,325</u>	<u>\$135,941,173</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Combining Supplemental Schedule of Revenues  
Expenditures and Changes in Fund Balances  
General Fund  
For the Year Ended December 31, 2017

	General Operating	General Projects	General Liability	27th Pay Period	Total General Fund
<b>Revenues:</b>					
Property Taxes	\$ 47,789,793	\$ -	\$ -	\$ -	\$ 47,789,793
Intergovernmental	20,093,274	-	-	-	20,093,274
Fines and Fees	269,602	-	-	-	269,602
Investment Earnings	1,125,832	-	-	-	1,125,832
Charges for Services	903,655	-	-	-	903,655
Contributions and Donations	33,192	-	-	-	33,192
Miscellaneous	1,443,240	-	-	-	1,443,240
Total Revenues	<u>71,658,588</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>71,658,588</u>
<b>Expenditures:</b>					
Current:					
Public Service	36,323,473	532,969	-	-	36,856,442
Administrative and Support	23,962,806	2,091,820	-	-	26,054,626
Capital Outlay	94,483	758,031	-	-	852,514
Total Expenditures	<u>60,380,762</u>	<u>3,382,820</u>	<u>-</u>	<u>-</u>	<u>63,763,582</u>
Excess of Revenues Over (Under) Expenditures	11,277,826	(3,382,820)	-	-	7,895,006
<b>Other Financing Sources (Uses):</b>					
Proceeds from Sale of Capital Assets	26,798	-	-	-	26,798
Transfers In	(2,675,000)	2,470,000	-	205,000	-
Total Other Financing Sources (Uses)	<u>(2,648,202)</u>	<u>2,470,000</u>	<u>-</u>	<u>205,000</u>	<u>26,798</u>
Net Change in Fund Balances	8,629,624	(912,820)	-	205,000	7,921,804
Fund Balance at Beginning of Year	66,586,226	7,395,418	-	1,230,325	75,211,969
Fund Balance at End of Year	<u>\$ 75,215,850</u>	<u>\$ 6,482,598</u>	<u>\$ -</u>	<u>\$ 1,435,325</u>	<u>\$ 83,133,773</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Combining Supplemental Schedule of Assets, Liabilities and Project Balances  
Capital Projects Fund  
December 31, 2017

	Non-Project Related	2020 Project	HVAC Replacement Project	Roof Replacement Project	Totals
<b>Assets:</b>					
Equity in Pooled Cash and Investments	\$ 25,688,162	\$ 10,336,303	\$ -	\$ 76,366	\$ 36,100,831
Cash and Cash Equivalents - Restricted	-	4,441,844	-	-	4,441,844
Receivables:					
Interest	304,213	-	-	-	304,213
Prepaid Items	-	11,547	-	-	11,547
<b>Total Assets</b>	<b>\$ 25,992,375</b>	<b>\$ 14,789,694</b>	<b>\$ -</b>	<b>\$ 76,366</b>	<b>\$ 40,858,435</b>
<b>Liabilities:</b>					
Accounts Payable	\$ -	\$ 1,154,958	\$ -	\$ 60,097	\$ 1,215,055
Retainage Payable	-	172,558	-	-	172,558
<b>Total Liabilities</b>	<b>-</b>	<b>1,327,516</b>	<b>-</b>	<b>60,097</b>	<b>1,387,613</b>
<b>Deferred Inflows of Resources:</b>					
Unavailable Revenue	146,596	-	-	-	146,596
<b>Total Deferred Inflows of Resources</b>	<b>146,596</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>146,596</b>
<b>Fund Balances:</b>					
Nonspendable:					
Prepaid Items	-	11,547	-	-	11,547
Restricted for:					
Capital Projects	-	4,441,844	-	-	4,441,844
Committed for:					
Capital Projects	-	9,008,787	-	16,269	9,025,056
Assigned for:					
Capital Projects	25,845,779	-	-	-	25,845,779
<b>Total Fund Balances</b>	<b>25,845,779</b>	<b>13,462,178</b>	<b>-</b>	<b>16,269</b>	<b>39,324,226</b>
<b>Total Liabilities, Deferred Inflows, and Fund Balances</b>	<b>\$ 25,992,375</b>	<b>\$ 14,789,694</b>	<b>\$ -</b>	<b>\$ 76,366</b>	<b>\$ 40,858,435</b>



**COLUMBUS METROPOLITAN LIBRARY**  
Combining Supplemental Schedule of Revenues,  
Expenditures and Changes in Project Balance  
Capital Projects Fund  
For the Year Ended December 31, 2017

	Non-Project Related	2020 Project	HVAC Replacement Project	Roof Replacement Project	Totals
<b>Revenues:</b>					
Intergovernmental	\$ -	\$ 250,000	\$ -	\$ -	\$ 250,000
Investment Earnings	42,294	-	-	-	42,294
Contributions and Donations	-	4,828,991	-	-	4,828,991
Miscellaneous	63,700	-	-	-	63,700
Total Revenues	<u>105,994</u>	<u>5,078,991</u>	<u>-</u>	<u>-</u>	<u>5,184,985</u>
<b>Expenditures:</b>					
Capital Outlay	140,286	12,952,351	327,086	60,097	13,479,820
Total Expenditures	<u>140,286</u>	<u>12,952,351</u>	<u>327,086</u>	<u>60,097</u>	<u>13,479,820</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(34,292)	(7,873,360)	(327,086)	(60,097)	(8,294,835)
<b>Other Financing Sources (Uses):</b>					
Transfers In	(295,420)	-	295,420	-	-
Total Other Financing Sources (Uses)	<u>(295,420)</u>	<u>-</u>	<u>295,420</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(329,712)	(7,873,360)	(31,666)	(60,097)	(8,294,835)
Fund Balance at Beginning of Year	26,175,491	21,335,538	31,666	76,366	47,619,061
Fund Balance at End of Year	<u>\$ 25,845,779</u>	<u>\$ 13,462,178</u>	<u>\$ -</u>	<u>\$ 16,269</u>	<u>\$ 39,324,226</u>

**COLUMBUS METROPOLITAN LIBRARY**

Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2017

	Nonmajor Special Revenue Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Totals
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Assets:</b>			
Equity in Pooled Cash and Investments	\$ 1,218,812	\$ 1,787	\$ 1,220,599
Cash and Cash Equivalents - Restricted	-	67,742	67,742
Receivables:			
Intergovernmental	96,391	-	96,391
Prepaid Items	6,864	-	6,864
Total Assets	<u>\$ 1,322,067</u>	<u>\$ 69,529</u>	<u>\$ 1,391,596</u>
<b>Liabilities:</b>			
Accounts Payable	\$ 2,849	\$ -	\$ 2,849
Security Deposits	39,695	-	39,695
Total Liabilities	<u>42,544</u>	<u>-</u>	<u>42,544</u>
<b>Fund Balances:</b>			
Nonspendable:			
Prepaid Items	6,864	-	6,864
Permanent Fund Principal	-	67,742	67,742
Restricted for:			
Permanent Fund Expendable	-	1,787	1,787
Restricted Donations	448,995	-	448,995
Committed for:			
Land Development	823,664	-	823,664
Total Fund Balances	<u>1,279,523</u>	<u>69,529</u>	<u>1,349,052</u>
Total Liabilities and Fund Balances	<u>\$ 1,322,067</u>	<u>\$ 69,529</u>	<u>\$ 1,391,596</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2017

	Nonmajor Special Revenue Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Totals
<b>Revenues:</b>			
Investment Earnings	\$ 9,716	\$ 732	\$ 10,448
Charges for Services	692,983	-	692,983
Contributions and Donations	226,732	-	226,732
Miscellaneous	26,765	-	26,765
Total Revenues	<u>956,196</u>	<u>732</u>	<u>956,928</u>
<b>Expenditures:</b>			
Current:			
Salaries and Benefits	36,637	-	36,637
Supplies	181,863	-	181,863
Purchased Services	45,669	-	45,669
Library Materials	17,518	-	17,518
Public Service	<u>281,687</u>	<u>-</u>	<u>281,687</u>
Supplies	21,004	-	21,004
Purchased Services	503,448	-	503,448
Administrative and Support	<u>524,452</u>	<u>-</u>	<u>524,452</u>
Capital Outlay	10,600	-	10,600
Total Expenditures	<u>816,739</u>	<u>-</u>	<u>816,739</u>
Net Change in Fund Balances	139,457	732	140,189
Fund Balance at Beginning of Year	1,140,066	68,797	1,208,863
Fund Balance at End of Year	<u>\$ 1,279,523</u>	<u>\$ 69,529</u>	<u>\$ 1,349,052</u>

**COLUMBUS METROPOLITAN LIBRARY**

Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2017

	<u>Restricted Donation</u>	<u>Land Development</u>	<u>Total Nonmajor Special Revenue Funds</u>
<b>Assets:</b>			
Equity in Pooled Cash and Investments	\$ 355,453	\$ 863,359	\$ 1,218,812
Receivables:			
Intergovernmental	96,391	-	96,391
Prepaid Items	76	6,788	6,864
Total Assets	<u>\$ 451,920</u>	<u>\$ 870,147</u>	<u>\$ 1,322,067</u>
<b>Liabilities:</b>			
Accounts Payable	\$ 2,849	\$ -	\$ 2,849
Security Deposits	-	39,695	39,695
Total Liabilities	<u>2,849</u>	<u>39,695</u>	<u>42,544</u>
<b>Fund Balances:</b>			
Nonspendable:			
Prepaid Items	76	6,788	6,864
Restricted for:			
Restricted Donations	448,995	-	448,995
Committed for:			
Land Development	-	823,664	823,664
Total Fund Balances	<u>449,071</u>	<u>830,452</u>	<u>1,279,523</u>
Total Liabilities and Fund Balances	<u>\$ 451,920</u>	<u>\$ 870,147</u>	<u>\$ 1,322,067</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2017

	Restricted Donation	Land Development	Total Nonmajor Special Revenue Funds
<b>Revenues:</b>			
Investment Earnings	\$ -	\$ 9,716	\$ 9,716
Charges for Services	-	692,983	692,983
Contributions and Donations	226,732	-	226,732
Miscellaneous	-	26,765	26,765
Total Revenues	<u>226,732</u>	<u>729,464</u>	<u>956,196</u>
<b>Expenditures:</b>			
Current:			
Salaries and Benefits	36,637	-	36,637
Supplies	181,863	-	181,863
Purchased Services	45,669	-	45,669
Library Materials	17,518	-	17,518
Public Service	<u>281,687</u>	<u>-</u>	<u>281,687</u>
Supplies	-	21,004	21,004
Purchased Services	-	503,448	503,448
Administrative and Support	<u>-</u>	<u>524,452</u>	<u>524,452</u>
Capital Outlay	10,600	-	10,600
Total Expenditures	<u>292,287</u>	<u>524,452</u>	<u>816,739</u>
Net Change in Fund Balances	(65,555)	205,012	139,457
Fund Balance at Beginning of Year	514,626	625,440	1,140,066
Fund Balance at End of Year	<u>\$ 449,071</u>	<u>\$ 830,452</u>	<u>\$ 1,279,523</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances  
Budget (Non-GAAP Basis) and Actual  
General Fund  
For the Year Ended December 31, 2017

	General Operating Account			Variance with Final Budget
	Original Budget	Final Budget	Actual	
<b>Revenues</b>				
Property Taxes	\$ 45,796,950	\$ 45,796,950	\$ 47,059,243	\$ 1,262,293
Intergovernmental	19,987,781	19,987,781	20,171,786	184,005
Fines and Fees	-	-	280,522	280,522
Investment Earnings	873,031	873,031	1,125,832	252,801
Charges for Services	732,000	732,000	925,850	193,850
Contributions and Donations	1,000	1,000	33,192	32,192
Miscellaneous	560,000	560,000	1,465,420	905,420
Total Revenues	<u>67,950,762</u>	<u>67,950,762</u>	<u>71,061,845</u>	<u>3,111,083</u>
<b>Expenditures</b>				
Current:				
Public Service				
Salaries and Benefits	30,650,864	30,391,793	27,549,490	2,842,303
Supplies	274,575	313,818	288,329	25,489
Purchased Services	1,094,851	1,102,706	1,065,311	37,395
Library Materials	8,154,004	8,157,454	8,092,480	64,974
Administrative and Support				
Salaries and Benefits	11,639,363	11,898,434	12,463,204	(564,770)
Supplies	1,400,811	1,237,935	1,088,740	149,195
Purchased Services	11,751,013	11,592,358	10,934,466	657,892
Library Materials	9,495	9,389	7,692	1,697
Other	2,050,000	2,364,589	1,009,597	1,354,992
Capital Outlay	133,150	89,650	87,675	1,975
Total Expenditures	<u>67,158,126</u>	<u>67,158,126</u>	<u>62,586,984</u>	<u>4,571,142</u>
Excess of Revenues Over (Under) Expenditures	792,636	792,636	8,474,861	7,682,225
<b>Other Financing Sources (Uses)</b>				
Proceeds from Sale of Capital Assets	20,000	20,000	26,798	6,798
Transfers In	-	-	-	-
Transfers Out	(2,675,000)	(2,675,000)	(2,675,000)	-
Total Other Financing Sources (Uses)	<u>(2,655,000)</u>	<u>(2,655,000)</u>	<u>(2,648,202)</u>	<u>6,798</u>
Net Change in Fund Balance	(1,862,364)	(1,862,364)	5,826,659	7,689,023
Fund Balances at Beginning of Year	62,749,640	62,749,640	62,749,640	-
Prior Year Encumbrances Appropriated	2,031,692	2,031,692	2,031,692	-
Fund Balances at End of Year	<u>\$ 62,918,968</u>	<u>\$ 62,918,968</u>	<u>\$ 70,607,991</u>	<u>\$ 7,689,023</u>

General Projects Account			
Original Budget	Final Budget	Actual	Variance with Final Budget
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
4,221,627	4,221,363	592,488	3,628,875
137,097	136,885	25,014	111,871
-	-	-	-
-	-	-	-
482,834	318,333	306,283	12,050
2,584,919	3,621,035	3,317,500	303,535
-	-	-	-
1,000,000	81,527	-	81,527
1,532,712	1,580,046	1,303,228	276,818
9,959,189	9,959,189	5,544,513	4,414,676
(9,959,189)	(9,959,189)	(5,544,513)	4,414,676
-	-	-	-
2,470,000	2,470,000	2,470,000	-
-	-	-	-
2,470,000	2,470,000	2,470,000	-
(7,489,189)	(7,489,189)	(3,074,513)	4,414,676
6,568,682	6,568,682	6,568,682	-
921,218	921,218	921,218	-
\$ 711	\$ 711	\$ 4,415,387	\$ 4,414,676

(continued)

**COLUMBUS METROPOLITAN LIBRARY**

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances  
Budget (Non-GAAP Basis) and Actual  
General Fund  
For the Year Ended December 31, 2017

	27th Pay Period Account			Variance with Final Budget
	Original Budget	Final Budget	Actual	
<b>Revenues</b>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fines and Fees	-	-	-	-
Investment Earnings	-	-	-	-
Charges for Services	-	-	-	-
Contributions and Donations	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
Public Service				
Salaries and Benefits	-	-	-	-
Supplies	-	-	-	-
Purchased Services	-	-	-	-
Library Materials	-	-	-	-
Administrative and Support				
Salaries and Benefits	-	-	-	-
Supplies	-	-	-	-
Purchased Services	-	-	-	-
Library Materials	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	-	-	-	-
<b>Other Financing Sources (Uses)</b>				
Proceeds from Sale of Capital Assets	-	-	-	-
Transfers In	205,000	205,000	205,000	-
Transfers Out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>205,000</u>	<u>205,000</u>	<u>205,000</u>	<u>-</u>
Net Change in Fund Balance	205,000	205,000	205,000	-
Fund Balances at Beginning of Year	1,230,325	1,230,325	1,230,325	-
Prior Year Encumbrances Appropriated	-	-	-	-
<b>Fund Balances at End of Year</b>	<u>\$ 1,435,325</u>	<u>\$ 1,435,325</u>	<u>\$ 1,435,325</u>	<u>\$ -</u>



Combining General Fund Totals

Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 45,796,950	\$ 45,796,950	\$ 47,059,243	\$ 1,262,293
19,987,781	19,987,781	20,171,786	184,005
-	-	280,522	280,522
873,031	873,031	1,125,832	252,801
732,000	732,000	925,850	193,850
1,000	1,000	33,192	32,192
560,000	560,000	1,465,420	905,420
<u>67,950,762</u>	<u>67,950,762</u>	<u>71,061,845</u>	<u>3,111,083</u>
30,650,864	30,391,793	27,549,490	2,842,303
4,496,202	4,535,181	880,817	3,654,364
1,231,948	1,239,591	1,090,325	149,266
8,154,004	8,157,454	8,092,480	64,974
11,639,363	11,898,434	12,463,204	(564,770)
1,883,645	1,556,268	1,395,023	161,245
14,335,932	15,213,393	14,251,966	961,427
9,495	9,389	7,692	1,697
3,050,000	2,446,116	1,009,597	1,436,519
1,665,862	1,669,696	1,390,903	278,793
<u>77,117,315</u>	<u>77,117,315</u>	<u>68,131,497</u>	<u>8,985,818</u>
(9,166,553)	(9,166,553)	2,930,348	12,096,901
20,000	20,000	26,798	6,798
2,675,000	2,675,000	2,675,000	-
(2,675,000)	(2,675,000)	(2,675,000)	-
<u>20,000</u>	<u>20,000</u>	<u>26,798</u>	<u>6,798</u>
(9,146,553)	(9,146,553)	2,957,146	12,103,699
70,548,647	70,548,647	70,548,647	-
2,952,910	2,952,910	2,952,910	-
<u>\$ 64,355,004</u>	<u>\$ 64,355,004</u>	<u>\$ 76,458,703</u>	<u>\$ 12,103,699</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Restricted - Special Revenue Fund  
For the Year Ended December 31, 2017

	Final Budget	Actual	Variance with Final Budget
<b>Revenues</b>			
Contributions and Donations	\$ 403,000	\$ 238,535	\$ (164,465)
Total Revenues	<u>403,000</u>	<u>238,535</u>	<u>(164,465)</u>
<b>Expenditures</b>			
Current:			
Public Service			
Salaries and Benefits	48,442	36,713	11,729
Supplies	400,417	206,648	193,769
Purchased Services	147,740	64,611	83,129
Library Materials	27,627	17,360	10,267
Other	193,962	-	193,962
Capital Outlay	10,600	10,600	-
Total Expenditures	<u>828,788</u>	<u>335,932</u>	<u>492,856</u>
Net Change in Fund Balance	(425,788)	(97,397)	328,391
Fund Balances at Beginning of Year	397,377	397,377	-
Prior Year Encumbrances Appropriated	28,788	28,788	-
Fund Balances at End of Year	<u>\$ 377</u>	<u>\$ 328,768</u>	<u>\$ 328,391</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Land Development - Special Revenue Fund  
For the Year Ended December 31, 2017

	Final Budget	Actual	Variance with Final Budget
<b>Revenues</b>			
Investment Earnings	\$ 4,000	\$ 9,716	\$ 5,716
Charges for Services	766,000	692,983	(73,017)
Miscellaneous	30,000	8,032	(21,968)
Total Revenues	<u>800,000</u>	<u>710,731</u>	<u>(89,269)</u>
<b>Expenditures</b>			
Current:			
Administrative and Support			
Supplies	31,424	21,004	10,420
Purchased Services	516,798	510,236	6,562
Total Expenditures	<u>548,222</u>	<u>531,240</u>	<u>16,982</u>
Net Change in Fund Balance	251,778	179,491	(72,287)
Fund Balances at Beginning of Year	683,868	683,868	-
Fund Balances at End of Year	<u>\$ 935,646</u>	<u>\$ 863,359</u>	<u>\$ (72,287)</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Permanent Fund  
For the Year Ended December 31, 2017

	Final Budget	Actual	Variance with Final Budget
<b>Revenues</b>			
Investment Earnings	\$ 20	\$ 732	\$ 712
Total Revenues	<u>20</u>	<u>732</u>	<u>712</u>
<b>Expenditures</b>			
Current:			
Public Service			
Library Materials	1,012	-	1,012
Administrative and Support			
Library Materials	20	-	20
Total Expenditures	<u>1,032</u>	<u>-</u>	<u>1,032</u>
Net Change in Fund Balance	(1,012)	732	1,744
Fund Balances at Beginning of Year	1,055	1,055	-
Fund Balances at End of Year	<u>\$ 43</u>	<u>\$ 1,787</u>	<u>\$ 1,744</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Debt Service Fund  
For the Year Ended December 31, 2017

	Final Budget	Actual	Variance with Final Budget
<b>Revenues</b>			
Intergovernmental	\$ 5,733,614	\$ 5,732,614	\$ (1,000)
Investment Earnings	-	13,406	13,406
Total Revenues	<u>5,733,614</u>	<u>5,746,020</u>	<u>12,406</u>
<b>Expenditures</b>			
Debt Service:			
Principal Retirement	2,855,000	2,855,000	-
Interest and Fiscal Charges	2,878,614	2,878,613	1
Bond Issuance Costs	117,863	117,863	-
Total Expenditures	<u>5,851,477</u>	<u>5,851,476</u>	<u>1</u>
Excess of Revenues Under Expenditures	(117,863)	(105,456)	12,407
<b>Other Financing Sources (Uses)</b>			
Issuance of Refunding Bonds	8,465,000	8,465,000	-
Premium on Issuance of Bonds	1,458,475	1,458,475	-
Payment to Refunded Bond Escrow Agent	(9,805,612)	(9,805,612)	-
Total Other Financing Sources (Uses)	<u>117,863</u>	<u>117,863</u>	<u>-</u>
Net Change in Fund Balance	-	12,407	12,407
Fund Balances at Beginning of Year	484,426	484,426	-
Fund Balances at End of Year	<u>\$ 484,426</u>	<u>\$ 496,833</u>	<u>\$ 12,407</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Capital Projects Fund  
For the Year Ended December 31, 2017

	Final Budget	Actual	Variance with Final Budget
<b>Revenues</b>			
Intergovernmental	\$ -	\$ 250,000	\$ 250,000
Investment Earnings	298,142	589,195	291,053
Contributions and Donations	1,347,820	4,828,991	3,481,171
Miscellaneous	-	63,700	63,700
Total Revenues	<u>1,645,962</u>	<u>5,731,886</u>	<u>4,085,924</u>
<b>Expenditures*</b>			
Capital Outlay	44,514,726	23,301,384	21,213,342
Total Expenditures	<u>44,514,726</u>	<u>23,301,384</u>	<u>21,213,342</u>
Excess of Revenues Under Expenditures	(42,868,764)	(17,569,498)	25,299,266
<b>Other Financing Sources</b>			
Proceeds from Sale of Capital Assets	2,285,000	-	(2,285,000)
Total Other Financing Sources	<u>2,285,000</u>	<u>-</u>	<u>(2,285,000)</u>
Net Change in Fund Balance	(40,583,764)	(17,569,498)	23,014,266
Fund Balances at Beginning of Year	41,254,153	41,254,153	-
Prior Year Encumbrances Appropriated	7,817,632	7,817,632	-
Fund Balances at End of Year	<u>\$ 8,488,021</u>	<u>\$ 31,502,287</u>	<u>\$ 23,014,266</u>

\*The amounts presented in the budget represents the project budgets that is to be spent over the life of the projects.

**COLUMBUS METROPOLITAN LIBRARY**  
Statement of Changes in Fiduciary Assets and Liabilities  
Agency Fund - Digital Download Collaboration  
December 31, 2017

	Balance January 1, 2017	Additions	Deletions	Balance December 31, 2017
<b>Assets</b>				
Equity in Pooled Cash and Investments	\$ 303,242	\$ 232,477	\$ 201,793	\$ 333,926
Total Assets	<u>\$ 303,242</u>	<u>\$ 232,477</u>	<u>\$ 201,793</u>	<u>\$ 333,926</u>
<b>Liabilities</b>				
Accounts Payable and Other Liabilities	\$ 303,242	\$ 232,477	\$ 201,793	\$ 333,926
Total Liabilities	<u>\$ 303,242</u>	<u>\$ 232,477</u>	<u>\$ 201,793</u>	<u>\$ 333,926</u>

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# STATISTICAL SECTION



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**STATISTICAL SECTION**

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This section of the Columbus Metropolitan Library’s (CML) Comprehensive Annual Financial Report (CAFR) presents current and historical information as a context for understanding the financial statements, note disclosures, and required information.

	<u>Pages</u>
<b>Financial Trends</b> .....	80-83

These schedules summarize financial information to assist the reader in analyzing and understanding how CML’s financial performance and condition changed over time.

<b>Revenue Capacity</b> .....	84-90
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These schedules contain information to assist the reader in evaluating factors affecting CML’s ability to generate property tax revenue.

<b>Debt Capacity</b> .....	91-93
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These schedules contain information to help the reader in evaluating CML’s ability to pay off long term debt.

<b>Economic and Demographic Information</b> .....	94-95
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These schedules offer economic and demographic indicators to assist the reader in understanding environmental factors that influence CML’s financial activities.

<b>Operating Information</b> .....	96-99
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These schedules assist the reader in measuring CML’s financial performance as it relates to various operational statistics.

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**Sources:** Unless otherwise noted, the information in these schedules is derived from the CAFR’s for the relevant year. In fiscal year 2011, CML implemented GASB No. 54, schedules reporting fund balance classifications commenced that year.

**Columbus Metropolitan Library**  
**Net Position by Component,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	<b>Fiscal Year</b>									
	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
<b>Governmental Activities</b>										
Net Investment in Capital Assets	\$ 69,437,656	\$ 68,643,901	\$ 67,167,277	\$ 65,687,200	\$ 65,519,104	\$ 68,969,845	\$ 66,549,451	\$ 67,209,856	\$ 70,639,321	\$ 58,260,354
Restricted	9,113,095	7,661,520	6,534,500	26,513,196	26,460,875	2,274,372	4,276,056	5,152,021	1,238,024	1,190,606
Non-Expendable	67,742	67,742	67,742	67,742	67,742	67,742	67,742	67,742	67,742	67,742
Unrestricted	11,259,145	7,265,132	7,669,410	14,179,366	29,745,728	70,481,717	64,783,315	78,159,336	88,295,590	94,976,065
Total Primary Government Net Position	<u>\$ 89,877,638</u>	<u>\$ 83,638,295</u>	<u>\$ 81,438,929</u>	<u>\$ 106,447,504</u>	<u>\$ 121,793,449</u>	<u>\$ 141,793,676</u>	<u>\$ 135,676,564</u>	<u>\$ 150,588,955</u>	<u>\$ 160,240,677</u>	<u>\$ 154,494,767</u>

**Note:** GASB 68 was implemented in 2015. Effects of the implementation can not fully be shown for prior years.

**Columbus Metropolitan Library**  
**Changes in Net Position,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	Fiscal Year									
	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
<b>Expenses</b>										
Governmental Activities:										
Public Service	\$ 34,999,765	\$ 33,105,824	\$ 29,768,963	\$ 37,143,023	\$ 36,923,350	\$ 33,995,179	\$ 35,739,513	\$ 37,072,271	\$ 43,771,043	\$ 51,029,645
Administrative and Support	20,324,972	18,339,648	17,014,855	21,144,501	21,904,360	24,786,351	22,754,509	25,116,698	28,489,455	35,503,248
Interest and Fiscal Charges	-	-	-	-	264,199	2,912,100	2,909,404	2,894,941	2,858,126	2,850,538
Total primary government expenses	<u>55,324,737</u>	<u>51,445,472</u>	<u>46,783,818</u>	<u>58,287,524</u>	<u>59,091,909</u>	<u>61,693,630</u>	<u>61,403,426</u>	<u>65,083,910</u>	<u>75,118,624</u>	<u>89,383,431</u>
<b>Program Revenues</b>										
Governmental Activities:										
Charges for Services										
Public Service	2,264,448	2,201,915	1,901,782	1,975,996	1,427,822	1,189,910	831,448	583,487	555,556	269,602
Administrative and Support	1,418,800	1,355,577	1,354,700	1,431,254	1,369,663	1,415,195	1,400,049	1,394,132	1,489,736	1,596,638
Operating Grants and Contributions	294,952	583,625	1,389,960	876,869	410,906	323,669	269,082	377,653	302,021	259,924
Total Primary Government Program Revenues	<u>3,978,200</u>	<u>4,141,117</u>	<u>4,646,442</u>	<u>4,284,119</u>	<u>3,208,391</u>	<u>2,928,774</u>	<u>2,500,579</u>	<u>2,355,272</u>	<u>2,347,313</u>	<u>2,126,164</u>
<b>Net (Expense) Revenue</b>										
Total Primary Government Net Expense	<u>(51,346,537)</u>	<u>(47,304,355)</u>	<u>(42,137,376)</u>	<u>(54,003,405)</u>	<u>(55,883,518)</u>	<u>(58,764,856)</u>	<u>(58,902,847)</u>	<u>(62,728,638)</u>	<u>(72,771,311)</u>	<u>(87,257,267)</u>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental Activities:										
Property Taxes	17,530,349	15,808,287	15,669,459	50,680,324	44,081,501	47,651,678	42,943,916	42,967,424	46,920,532	47,804,385
Intergovernmental, Unrestricted	28,487,444	24,799,451	24,101,422	28,109,034	26,188,636	29,027,326	26,020,216	27,478,601	25,796,415	26,099,889
Capital contributions - Not Program Specific	-	64,059	-	-	-	1,000,000	4,025,000	5,748,133	9,950,187	4,828,991
Unrestricted Investment Earnings	1,089,794	260,402	167,129	222,622	255,983	473,331	784,581	1,022,906	1,219,238	1,243,731
Miscellaneous	-	-	-	-	703,343	395,067	588,552	423,965	236,951	1,534,361
Total Primary Government	<u>47,107,587</u>	<u>40,932,199</u>	<u>39,938,010</u>	<u>79,011,980</u>	<u>71,229,463</u>	<u>78,547,402</u>	<u>74,362,265</u>	<u>77,641,029</u>	<u>84,123,323</u>	<u>81,511,357</u>
<b>Changes in Net Position</b>										
Total Primary Government	<u>\$ (4,238,950)</u>	<u>\$ (6,372,156)</u>	<u>\$ (2,199,366)</u>	<u>\$ 25,008,575</u>	<u>\$ 15,345,945</u>	<u>\$ 19,782,546</u>	<u>\$ 15,459,418</u>	<u>\$ 14,912,391</u>	<u>\$ 11,352,012</u>	<u>\$ (5,745,910)</u>

**Note:** GASB 68 was implemented in 2015. Effects of the implementation can not fully be shown for prior years.

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

	Fiscal Year									
	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
General Fund										
Nonspendable	N/A	N/A	N/A	\$ 745,435	\$ 840,400	\$ 797,312	\$ 947,733	\$ 769,694	\$ 812,471	\$ 1,067,107
Restricted	N/A	N/A	N/A	-	-	-	-	-	-	-
Committed	N/A	N/A	N/A	437,366	1,812,084	889,755	1,868,809	3,845,860	9,348,006	23,528
Assigned	N/A	N/A	N/A	4,104,753	2,713,267	2,160,973	15,504,580	14,581,284	7,188,510	10,911,065
Unassigned	N/A	N/A	N/A	5,995,483	23,664,390	38,160,939	45,498,931	52,719,757	57,862,982	71,132,073
Reserved	\$ 2,224,307	\$ 1,029,204	\$ 1,029,204	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Unreserved	6,089,229	6,475,532	5,633,109	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>Total General Fund</b>	<b>8,313,536</b>	<b>7,504,736</b>	<b>6,662,313</b>	<b>11,283,037</b>	<b>29,030,141</b>	<b>42,008,979</b>	<b>63,820,053</b>	<b>71,916,595</b>	<b>75,211,969</b>	<b>83,133,773</b>
All Other Governmental Funds										
Nonspendable	N/A	N/A	N/A	84,414	84,324	88,581	68,676	86,202	71,477	86,153
Restricted	N/A	N/A	N/A	566,769	77,132,800	96,385,042	84,129,635	56,267,798	18,884,982	5,866,917
Committed	N/A	N/A	N/A	579,795	1,102,393	4,479,527	235,802	4,345,395	4,658,201	9,848,720
Assigned	N/A	N/A	N/A	25,349,960	46,342,298	17,453,798	15,487,543	20,871,390	26,175,491	25,845,779
Unassigned	N/A	N/A	N/A	-	-	-	-	-	-	-
Reserved	1,547,609	526,397	136,640	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Unreserved reported in:										
Special revenue fund	1,670,468	1,873,844	2,270,007	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Capital projects fund	5,571,885	4,386,977	4,000,537	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Permanent fund	4,796	406	484	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<b>Total All Governmental Funds</b>	<b>\$ 17,108,294</b>	<b>\$ 14,292,360</b>	<b>\$ 13,069,981</b>	<b>\$ 37,863,975</b>	<b>\$ 153,691,956</b>	<b>\$ 160,415,927</b>	<b>\$ 163,741,709</b>	<b>\$ 153,487,380</b>	<b>\$ 125,002,120</b>	<b>\$ 124,781,342</b>

**Note:** CML implemented GASB Statement 34 in 2003. CML implemented GASB 54 in 2011; fund balance classifications are reported prospectively, with the exception of the Principal Balance required to be maintained intact, and therefore is Non-Spendable

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

	Fiscal Year									
	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
<b>Revenues</b>										
Property Taxes	\$ 16,515,427	\$ 15,976,544	\$ 15,976,544	\$ 48,318,432	\$ 44,765,211	\$ 46,748,089	\$ 43,535,330	\$ 44,098,394	\$ 46,577,352	\$ 47,789,793
Intergovernmental	28,487,444	24,856,280	24,856,280	28,109,034	26,188,636	26,215,156	26,020,216	27,737,200	25,974,986	26,074,889
Fines and Fees	2,041,208	1,864,263	1,864,263	1,532,581	1,427,822	1,189,910	831,448	583,487	555,556	269,602
Investment Earnings	806,956	733,130	694,174	223,955	245,403	382,700	787,393	908,225	1,221,898	1,191,980
Charges for Services	1,549,539	873,260	807,801	1,431,254	1,369,663	1,415,195	1,400,049	1,394,132	1,489,736	1,596,638
Contributions and Donations	296,196	590,855	1,389,960	876,869	410,906	1,323,669	4,294,082	6,125,786	10,252,208	5,088,915
Miscellaneous	221,996	282,552	329,117	443,415	695,817	393,335	561,232	399,051	236,951	1,534,361
<b>Total Revenues</b>	<b>49,918,766</b>	<b>45,176,884</b>	<b>45,918,139</b>	<b>80,935,540</b>	<b>75,103,458</b>	<b>77,668,054</b>	<b>77,429,750</b>	<b>81,246,275</b>	<b>86,308,687</b>	<b>83,546,178</b>
<b>Expenditures</b>										
Public Service	33,385,801	31,053,545	29,400,950	35,569,558	34,022,084	33,300,994	35,420,238	36,000,505	38,666,564	37,138,129
Administrative	18,882,474	15,703,784	16,273,101	19,908,901	22,833,115	23,799,477	22,806,297	24,241,587	25,663,648	26,579,078
Capital Outlay	2,141,093	1,368,302	487,906	926,714	1,863,322	8,933,331	10,097,870	25,464,650	45,611,448	14,342,934
Debt Service										
Principal	-	-	-	-	-	2,620,000	2,620,000	2,635,000	2,755,000	2,855,000
Interest	-	-	-	-	-	3,197,256	3,197,924	3,183,776	3,023,210	2,878,613
Issuance Costs	-	-	-	-	-	-	-	-	74,600	117,863
<b>Total expenditures</b>	<b>54,409,368</b>	<b>48,125,631</b>	<b>46,161,957</b>	<b>56,405,173</b>	<b>58,718,521</b>	<b>71,851,058</b>	<b>74,142,329</b>	<b>91,525,518</b>	<b>115,794,470</b>	<b>83,911,617</b>
Excess of Revenues Over (Under) Expenditures	(4,490,602)	(2,948,747)	(243,818)	24,530,367	16,384,937	5,816,996	3,287,421	(10,279,243)	(29,485,783)	(365,439)
<b>Other Financing Sources (Uses)</b>										
Transfers In	5,419,996	-	-	25,986,258	484,771	100,000	12,935,994	-	-	-
Transfers Out	(5,419,996)	-	-	(25,986,258)	(484,771)	(100,000)	(12,935,994)	-	-	-
Proceeds from Sale of Property	-	-	-	-	7,526	906,975	38,361	24,914	925,258	26,798
Debt Issuance & Premium	-	-	-	-	99,435,518	-	-	-	9,880,000	9,923,475
Payment to Refunded Bond Escrow Agent	-	-	-	-	-	-	-	-	(9,804,735)	(9,805,612)
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>99,443,044</b>	<b>906,975</b>	<b>38,361</b>	<b>24,914</b>	<b>1,000,523</b>	<b>144,661</b>
<b>Net Change in Fund Balances</b>	<b>\$ (4,490,602)</b>	<b>\$ (2,948,747)</b>	<b>\$ (243,818)</b>	<b>\$ 24,530,367</b>	<b>\$ 115,827,981</b>	<b>\$ 6,723,971</b>	<b>\$ 3,325,782</b>	<b>\$ (10,254,329)</b>	<b>\$ (28,485,260)</b>	<b>\$ (220,778)</b>
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	0.00%	0.00%	9.16%	9.14%	8.74%	7.97%	7.86%

**Columbus Metropolitan Library  
Assessed and Estimated Actual Value of Taxable Property,  
Last Ten Fiscal Years  
(in thousands)**

Tax Year <sup>1</sup>	Real Property		Personal Property	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2008	\$19,197,804	\$54,850,869	\$58,937	\$589,370
2009	19,279,860	55,085,314	29,468	294,680
2010	19,631,342	56,089,549	0	0
2011	17,840,838	50,973,823	0	0
2012	20,801,542	59,432,978	0	0
2013	17,594,534	50,270,097	0	0
2014	17,594,534	50,270,097	0	0
2015	17,732,196	50,663,417	0	0
2016	18,025,564	51,501,611	0	0
2017	20,007,980	57,165,657	0	0

Source: Franklin County Auditor

<sup>1</sup>Tax year ended December 31, yyyy represents the year taxes are collected. However, they are applied the following year (e.g. taxes collected in 2017 are applied in 2018).

<sup>2</sup> Rate per \$1,000 of assessed value. The library full rate is 2.80. The full rate for all Franklin County agencies is 18.92.

<sup>3</sup> This is the voted levy rate; however, the effective tax rate was much lower for these years.



<b>Public Utilities</b>		<b>Total</b>		<b>CML's Direct Tax Rate<sup>2</sup></b>	<b>Assessed Value as a Percentage of Actual Value</b>
<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>Assessed Value</b>	<b>Estimated Actual Value</b>		
\$422,371	\$1,206,774	\$19,679,112	\$56,647,013	\$2.20 (3)	34.740%
436,874	1,248,211	19,746,202	56,628,205	2.20 (3)	34.870
470,486	1,344,246	20,101,828	57,433,795	2.20 (3)	35.000
472,145	1,348,986	18,312,983	52,322,809	2.80	35.000
499,509	1,427,169	21,301,051	60,860,147	2.80	35.000
546,095	1,560,271	18,140,629	51,830,368	2.80	35.000
546,095	1,560,271	18,140,629	51,830,368	2.80	35.000
642,073	1,834,494	18,374,269	52,497,911	2.80	35.000
728,422	2,081,206	18,753,986	53,582,817	2.80	35.000
793,562	2,267,320	20,801,542	59,432,977	2.80	35.000

**Columbus Metropolitan Library  
Direct and Overlapping Property Tax Rates,  
Last Ten Fiscal Years**

*(rate per \$1,000 of assessed value)*

	Years									
	<b>2008 for 2009</b>	<b>2009 for 2010</b>	<b>2010 for 2011</b>	<b>2011 for 2012</b>	<b>2012 for 2013</b>	<b>2013 for 2014</b>	<b>2014 for 2015</b>	<b>2015 for 2016</b>	<b>2016 for 2017</b>	<b>2017 for 2018</b>
COUNTY -										
Franklin County	\$18.02	\$18.07	\$18.07	\$18.07	\$18.47	\$18.47	\$18.47	\$18.47	\$18.47	\$18.92
SCHOOL DISTRICT:										
Canal Winchester	\$62.93	\$77.75	\$78.16	\$79.13	\$79.45	\$78.70	\$78.70	\$78.70	\$79.00	\$77.35
Columbus	75.50	75.50	75.50	75.85	76.15	76.00	76.00	76.00	81.88	82.33
Dublin	72.50	80.40	80.40	80.40	89.45	88.59	88.59	88.59	88.59	88.09
Gahanna-Jefferson	66.78	66.73	66.73	72.10	72.10	72.10	72.10	72.10	73.26	73.01
Groveport-Madison	52.81	56.71	56.66	57.42	57.65	57.60	57.60	57.60	65.49	64.58
Hamilton	55.60	55.90	56.00	56.60	56.30	56.90	56.90	56.90	55.90	55.90
Hilliard	82.79	82.85	82.95	89.35	89.45	89.45	89.45	89.45	94.35	93.75
Licking Heights	47.00	46.24	46.22	50.89	50.87	60.31	60.31	60.31	60.89	62.88
Reynoldsburg	65.70	64.90	71.55	71.80	73.10	73.90	73.90	73.90	74.45	71.85
Upper Arlington	102.08	102.08	102.08	102.08	102.08	106.08	106.08	106.08	106.01	114.76
Whitehall	72.42	72.65	72.65	74.25	73.25	73.25	73.25	73.25	73.10	72.85

**Columbus Metropolitan Library  
Direct and Overlapping Property Tax Rates,  
Last Ten Fiscal Years**

*(rate per \$1,000 of assessed value)*

	Years									
	2008 for 2009	2009 for 2010	2010 for 2011	2011 for 2012	2012 for 2013	2013 for 2014	2014 for 2015	2015 for 2016	2016 for 2017	2017 for 2018
JOINT VOCATIONAL SCHOOL DISTRICT:										
Central Ohio	\$1.30	\$ 1.30	\$ 1.30	\$ 1.60	\$ 1.60	\$ 1.60	\$ 1.60	\$ 1.60	\$ 1.60	\$ 1.60
Eastland	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Licking County	2.50	2.50	2.50	2.54	2.54	2.56	2.56	2.56	2.57	2.55
MUNICIPAL CORPORATIONS:										
Brice	\$3.20	\$ 3.20	\$ 3.20	\$ 3.20	\$ 3.20	\$ 3.20	\$ 3.20	\$ 3.20	\$ 3.20	\$ 3.20
Canal Winchester	2.00	2.00	2.00	2.00	2.65	2.65	2.65	2.65	2.00	2.00
Columbus	3.14	3.14	3.14	3.14	3.14	3.14	3.14	3.14	3.14	3.14
Dublin	2.95	2.95	2.95	2.95	2.95	2.95	2.95	2.95	2.95	2.95
Gahanna	2.40	2.40	2.40	2.40	2.40	2.40	2.40	2.40	2.40	2.40
Groveport	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40
Hilliard	1.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60
Lockbourne	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50
New Albany	1.94	1.94	1.94	1.94	1.94	1.94	1.94	1.94	1.94	1.94
Obetz	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70
Reynoldsburg	0.70	0.70	0.70	0.70	0.70	0.70	0.70	0.70	0.70	0.70
Valleyview	22.53	22.53	22.53	22.53	22.53	22.53	22.53	22.53	22.53	34.53
Whitehall	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Lithopolis	5.90	5.90	5.90	5.90	5.90	5.90	5.90	5.90	1.90	1.90

**Columbus Metropolitan Library  
Direct and Overlapping Property Tax Rates,  
Last Ten Fiscal Years**

*(rate per \$1,000 of assessed value)*

	Years									
	<b>2008 for 2009</b>	<b>2009 for 2010</b>	<b>2010 for 2011</b>	<b>2011 for 2012</b>	<b>2012 for 2013</b>	<b>2013 for 2014</b>	<b>2014 for 2015</b>	<b>2015 for 2016</b>	<b>2016 for 2017</b>	<b>2017 for 2018</b>
<b>TOWNSHIPS:</b>										
Blendon	\$26.56	\$26.56	\$29.10	\$29.10	\$30.65	\$30.65	\$30.65	\$32.15	\$37.11	\$37.20
Brown	12.80	12.80	12.80	12.80	12.80	12.80	12.80	17.92	17.92	17.92
Clinton	29.74	29.74	29.74	29.74	29.74	29.74	29.74	29.74	34.74	34.74
Franklin	25.20	25.20	25.20	25.20	25.20	25.20	25.20	25.20	31.09	35.19
Hamilton	15.80	15.80	16.05	16.05	20.20	16.05	16.05	17.05	21.05	21.05
Jefferson	9.17	9.17	9.17	9.17	9.20	12.20	12.20	12.12	14.90	14.90
Madison	21.80	21.80	21.80	21.80	21.80	21.80	21.80	27.42	27.05	27.05
Mifflin	26.80	24.80	24.80	37.40	37.40	37.40	37.40	37.40	37.40	37.40
Norwich	21.60	21.60	21.60	21.60	21.60	25.72	25.72	25.72	25.72	25.72
Perry	17.67	18.10	18.10	18.10	21.60	21.60	21.60	25.10	25.10	25.10
Plain	15.35	15.35	15.35	15.35	15.35	15.35	15.35	15.25	15.25	15.25
Prairie	18.20	18.20	18.20	18.20	18.20	18.20	18.20	18.20	18.20	18.20
Sharon	23.50	23.50	23.50	23.50	23.50	23.50	23.50	23.50	23.50	27.50
Truro	16.65	16.65	16.65	16.60	20.50	20.50	20.50	20.50	23.00	23.00
Washington	14.48	14.48	15.45	15.45	15.45	15.45	15.45	15.45	15.45	15.45
<b>OTHER ENTITIES:</b>										
Columbus Metropolitan Library	\$2.20	\$ 2.20	\$ 2.20	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80
Metropolitan Park District	0.65	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75

Source: Franklin County Auditor

**Columbus Metropolitan Library  
Principal Property Taxpayers,  
Current Year and Nine Years Ago**

Taxpayer	Fiscal Year 2017 <sup>3</sup>			Fiscal Year 2008 <sup>4</sup>		
	Assessed Value	Rank	Percentage of Total City Taxable Assessed Value <sup>1</sup>	Assessed Value	Rank	Percentage of Total City Taxable Assessed Value <sup>2</sup>
Ohio Power Company	\$ 529,236,220	1	2.54 %	\$ 48,255,120	2	0.25 %
Columbia Gas of Ohio Inc	111,934,120	2	0.54			
AEP Ohio Transmission Company Inc	76,132,850	3	0.37	71,313,430	3	0.36
Nationwide Mutual	73,948,290	4	0.36	70,122,890	4	0.36
Distribution Land Corp	66,993,490	5	0.32			
LSREF3 BRAVO LLC	49,699,410	6	0.24			
State of Ohio	48,331,660	7	0.23			
Columbus Regional Airport @(3)	40,881,180	8	0.20			
Huntington Center Owner LLC	38,150,000	9	0.18	58,100,000	6	0.30
Nationwide Childrens Hospital	31,581,630	10	0.15			
Easton Gateway LLC	25,375,000	11	0.12			
AEP Ohio Transmission Company Inc	22,961,080	12	0.11			
Total	<u>\$ 1,115,224,930</u>		<u>5.36 %</u>	<u>\$ 247,791,440</u>		<u>1.26 %</u>

<sup>1</sup>The total assessed valuation for 2017 equals: \$20,801,542,450

<sup>2</sup>The total assessed valuation for 2008 equals: \$19,679,111,123

Source of Principal Property Taxpayer Listing:

<sup>3</sup>Franklin County Auditor

<sup>4</sup>Columbus Metropolitan Library's 2007 CAFR

**Columbus Metropolitan Library  
Property Tax Levies and Collections,  
Last Ten Fiscal Years**

<b>Fiscal Year Ended December 31,</b>	<b>Taxes Levied for the Fiscal Year</b>	<b>Collected within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Years</b>	<b>Total Collections to Date</b>	
		<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>
2008	\$19,816,075	\$17,286,854	87.24%	\$860,646	\$18,147,500	91.58%
2009	19,066,250	17,650,285	92.57	885,022	18,535,307	97.22
2010	19,068,759	17,367,128	91.08	854,819	18,221,947	95.56
2011	52,494,125	49,954,346	95.16	1,322,005	51,276,351	97.68
2012	54,898,885	47,572,258	86.65	1,936,696	49,508,954	90.18
2013	54,764,452	48,088,274	87.81	1,846,218	49,934,492	91.18
2014	54,764,452	48,088,274	87.81	1,846,218	49,934,492	91.18
2015	50,700,462	49,334,845	97.31	-	49,334,845	97.31
2016	51,439,761	50,827,216	98.81	-	50,827,216	98.81
2017	52,467,552	51,856,267	98.83	-	51,856,267	98.83

Source: Franklin County Auditor

**Columbus Metropolitan Library  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>General Obligation Bonds (1)</u>	<u>Capital Leases</u>	<u>Special Assessment Bonds</u>	<u>General Obligation Bonds</u>	<u>Total Outstanding Debt</u>	<u>Percentage of Personal Income (2)</u>	<u>Population (3)</u>	<u>Debt per Capital</u>
	<u>Governmental Activities</u>			<u>Business-type Activities</u>				
2017	\$ 84,856,373	\$ -	\$ -	\$ -	\$ 84,856,373	148.30%	1,274,306	\$ 67
2016	88,208,429	-	-	-	88,208,429	164.64%	1,264,518	70
2015	90,674,549	-	-	-	90,674,549	154.29%	1,251,722	72
2014	93,596,891	-	-	-	93,596,891	167.18%	1,231,393	76
2013	96,504,232	-	-	-	96,504,232	181.09%	1,212,263	80
2012	99,411,683	-	-	-	99,411,683	188.64%	1,180,046	84
2011	-	-	-	-	-	0.00%	1,171,653	-
2010	-	-	-	-	-	0.00%	1,163,414	-
2009	-	-	-	-	-	0.00%	1,130,782	-
2008	-	-	-	-	-	0.00%	1,126,742	-

- (1) Presented net of original issuance discounts and premiums
- (2) Personal income is disclosed in the table of Demographics and Economic Statistics
- (3) Population is disclosed in the table of Demographics and Economic Statistics

**Columbus Metropolitan Library  
Ratios of General Bonded Debt Outstanding  
Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>General Obligation Bonds (1)</b>	<b>Less: Amounts Available in Debt Service Fund (2)</b>	<b>Total</b>	<b>Percentage of Estimated Actual Taxable Value of Property (3)</b>	<b>Per Capita</b>
2017	\$ 84,856,373	\$ 974,291	\$ 83,882,082	141.14%	\$ 67
2016	88,208,429	962,227	87,246,202	162.82%	70
2015	90,674,549	971,175	89,703,374	170.87%	72
2014	93,596,891	971,123	92,625,768	178.71%	76
2013	96,504,232	970,891	95,533,341	184.32%	80
2012	99,411,683	969,542	98,442,141	161.75%	84
2011	-	-	-	0.00%	-
2010	-	-	-	0.00%	-
2009	-	-	-	0.00%	-
2008	-	-	-	0.00%	-

- (1) Presented net of original issuance discounts and premiums
- (2) Amount Restricted for debt service principal payments
- (3) Schedule of Assessed and Estimated Actual Value of Taxable Property



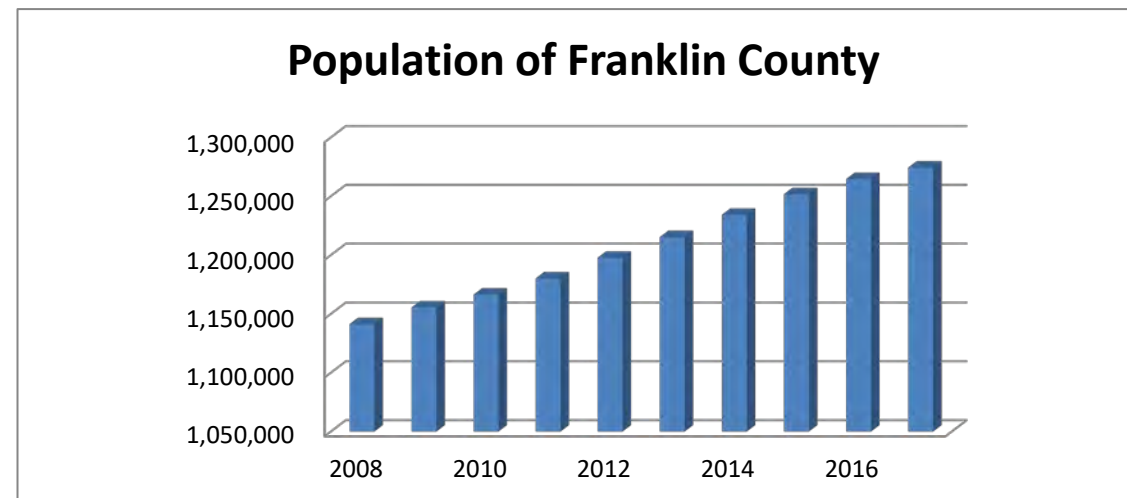
**Columbus Metropolitan Library  
Direct and Overlapping Governmental Activities Debt  
As of December 31, 2017**

<u>Government Unit:</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Amount Applicable to Primary Government</u>
Direct Debt:			
Columbus Metropolitan Library	\$ 84,856,373	100.00%	\$ 84,856,373
<i>Total Direct Debt</i>	<u>84,856,373</u>		<u>84,856,373</u>
Overlapping Debt:			
Franklin County	221,125,000	69.24%	153,106,950
Canal Winchester City	5,960,235	86.43%	5,151,431
Columbus City	1,500,970,000	80.31%	1,205,429,007
Dublin City	56,020,000	83.19%	46,603,038
Gahanna City	565,000	100.00%	565,000
Grandview Heights City	14,130,000	0.03%	4,239
Groveport City	-	100.00%	-
Hilliard City	22,090,000	100.00%	22,090,000
New Albany City	-	96.71%	-
Reynoldsburg City	15,390,500	69.78%	10,739,491
Whitehall City	2,330,000	100.00%	2,330,000
Brice Village	-	100.00%	-
Lithopolis Village	479,100	4.02%	19,260
Lockbourne Village	-	97.66%	-
Obetz Village	5,900,000	100.00%	5,900,000
Valleyview Village	-	100.00%	-
Blendon Township	5,265,000	1.05%	55,283
Brown Township	-	100.00%	-
Clinton Township	2,870,100	100.00%	2,870,100
Franklin Township	502,000	6.48%	32,530
Hamilton Township	-	100.00%	-
Jackson Township	-	1.04%	-
Jefferson Township	502,000	100.00%	502,000
Madison Township	2,290,000	99.31%	2,274,199
Mifflin Township	670,000	100.00%	670,000
Norwich Township	-	100.00%	-
Perry Township	-	22.01%	-
Plain Township	1,221,000	98.92%	1,207,813
Pleasant Township	-	0.07%	-
Prairie Township	9,500,000	28.53%	2,710,350
Sharon Township	-	4.15%	-
Truro Township	-	100.00%	-
Washington Township	-	83.46%	-
Columbus City School District	424,521,226	99.97%	424,393,870
Dublin City School District	124,286,104	76.35%	94,892,440
Gahanna-Jefferson City School District	5,320,253	100.00%	5,320,253
Hilliard City School District	147,555,006	99.99%	147,540,250
Reynoldsburg City School District	116,219,987	72.97%	84,805,725
Upper Arlington City School District	22,870,000	1.69%	386,503
Whitehall City School District	25,318,544	100.00%	25,318,544
Canal Winchester L School District	48,310,680	72.17%	34,865,818
Groveport Madison L School District	37,309,022	100.00%	37,309,022
Hamilton L School District	16,737,269	100.00%	16,737,269
Licking Heights L School District	94,405,558	50.99%	48,137,394
New Albany-Plain L School District	85,230,045	99.99%	85,221,522
Career & Tech Ed Ctr Licking Co (C-Tec) Jt. Voc. School	16,865,000	6.57%	1,108,031
Eastland-Fairfield Career & Technical Jt. Voc. School	1,400,000	57.53%	805,420
Tolles Career & Technical Center Jt. Voc. School District	-	68.59%	-
Central Ohio Transit Authority Miscellaneous	-	66.41%	-
Metro Columbus-Franklin Co. Park Dist. Miscellaneous	-	69.24%	-
New Albany Community Authority Miscellaneous	-	99.19%	-
New Albany Plain Local Park District Miscellaneous	4,254,476	99.19%	4,220,015
Rickenbacker Port Authority Miscellaneous	-	69.24%	-
Solid Waste Authority Of Central Ohio Miscellaneous	49,545,000	66.03%	32,714,564
Westerville-Minerva Park Hospital Dist. Miscellaneous	-	0.11%	-
<i>Total Overlapping Debt</i>	<u>3,087,928,105</u>		<u>2,506,037,329</u>
<i>Total</i>	<u>\$ 3,172,784,478</u>		<u>\$ 2,590,893,702</u>

Source: Ohio Municipal Advisory Council (OMAC)  
OMAC determined percentages by dividing each overlapping subdivision's assessed valuation within the Library by its total assessed valuation.

**Columbus Metropolitan Library  
Demographic and Economic Statistics,  
Last Ten Calendar Years**

Year	Population (1)	Personal Income (1)	Per Capita Personal Income (1)	Median Age (6)	K-12 School Enrollment	Unemployment Rates (3)		
						Franklin County	State of Ohio	United States
2008	1,141,183	44,682,923	39,155	33.3	200,001 (2)	5.5	6.4	5.8
2009	1,155,408	43,749,144	37,865	33.3	207,675 (2)	8.5	10.3	9.3
2010	1,166,296	45,080,712	38,653	33.5	209,841 (2)	8.9	10.3	9.6
2011	1,180,069	48,854,609	41,400	33.6	208,597 (5)	7.8	8.8	8.9
2012	1,197,690	52,699,050	44,001	33.7	195,928 (5)	6.4	7.4	8.1
2013	1,215,200	53,291,536	43,854	33.8	208,254 (5)	6.4	7.5	7.4
2014	1,234,126	55,985,454	45,364	33.9	214,469 (5)	4.9	5.8	6.2
2015	1,251,722	58,767,410	46,949	34.0	214,341 (5)	4.1	4.9	5.3
2016	1,264,518 (4)	53,575,920 (4)	42,775 (4)	34.0	220,963 (5)	4.0	4.9	4.9
2017	1,274,306 (1)	57,220,659 (1)	50,347 (1)	34.1	227,257 (5)	3.6	4.5	3.9



- Source: (1) Bureau of Economic Analysis. County-level per capita personal income and personal income totals available through 2015. 2017 from: State Profile. Ohio Woods & Poole Economics, Inc., Washington, D.C.  
\*Woods and Poole forecasts from CDRom download of all projected data
- (2) Quality Education Data, Inc., School Guide
- (3) Bureau of Labor Statistics. Unemployment rates reflect non-seasonally adjusted annual average rates for each geography listed.
- (4) Franklin County population from the Census Population Estimate Program
- (5) [MDR's school directory. Ohio. School Year 2017-2018 Pgs OH-B3](#)
- (6) State Profile. Ohio Woods & Poole Economics, Inc., Washington, D.C.  
\*Woods and Poole forecasts from CDRom download of all projected data

Please note that in 2016, due to a change in source, prior year data was updated to be consistent with current year's presentation.

**Columbus Metropolitan Library  
Principal Employers,  
Current Year and Nine Years Ago**

<u>Employer</u>	<u>2017</u> <sup>1</sup>			<u>2008</u> <sup>3</sup>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
The Ohio State University	30,804	1	4.75 %	21,107	2	3.58 %
State of Ohio	24,067	2	3.71 %	24,492	1	4.15 %
Kroger Co.	22,821	3	3.52 %	4,014	15	0.68 %
OhioHealth	21,117	4	3.25 %	10,592	6	1.80 %
JPMorgan Chase & Co.	18,600	5	2.87 %	14,689	3	2.49 %
Nationwide	14,100	6	2.17 %	11,441	4	1.94 %
Nationwide Children's Hospitals	10,032	7	1.55 %	3,880	16	0.66 %
Mount Carmel Health System	8,852	8	1.36 %	5,638	12	0.96 %
City of Columbus	8,815	9	1.36 %	8,227	9	1.39 %
Columbus City Schools	8,004	10	1.23 %	8,276	8	1.40 %
L Brands Inc	7,800	11	1.20 %	6,250	11	1.06 %
Honda North America Inc.	7,700	12	1.19 %	8,800	7	1.49 %
Franklin County	7,040	13	1.08 %	6,310	10	1.07 %
Huntington Bancshares Inc	5,848	14	0.90 %	4,700	13	0.80 %
Cardinal Health Inc	5,197	15	0.80 %	3,600	18	0.61 %
United States Federal Government	-		-	10,726	5	1.82 %
<b>Average County Employment for the Year</b> <sup>2</sup>	<b>649,100</b>		<b>30.93 %</b>	<b>589,900</b>		<b>25.89 %</b>

Source:

<sup>1</sup>Business First of Columbus, Book of Lists 2017 -2018, page 108, dated December 26, 2017

<sup>2</sup>Ohio Labor Market Information prepared in co-operation with the U.S. Department of Labor's Bureau of Labor Statistics (BLS), Department of Labor, 2016 & 2007 Annual Average, <http://ohiolmi.com/asp/laus/LAUS.asp>

<sup>3</sup>2008 Business First, Book of Lists, dated December 26, 2008, page 154, Greater Columbus largest Employers

**Columbus Metropolitan Library  
Capital Asset Statistics by Branch  
Last Ten Fiscal Years**

The Columbus Metropolitan Library has 23 locations that service customers in Franklin County and the surrounding areas.

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Canal Winchester (2016)</b>										
Number of Registered Borrowers	-	-	-	-	-	-	-	-	3,019	4,519
Volume Size (Collection)	-	-	-	-	-	-	-	-	7,707	8,540
Circulation	-	-	-	-	-	-	-	-	83,212	99,257
<b>Driving Park (1973)</b>										
Number of Registered Borrowers	4,655	5,257	7,037	7,703	7,909	7,909	10,994	13,770	12,151	12,847
Volume Size (Collection)	29,000	29,000	29,000	29,000	19,749	19,749	15,857	16,191	12,843	12,503
Circulation	93,618	76,985	71,019	71,081	72,689	64,447	116,320	166,241	145,477	126,933
<b>Dublin (1981)</b>										
Number of Registered Borrowers	33,483	37,667	44,431	48,584	50,100	50,100	57,680	61,302	43,403	45,886
Volume Size (Collection)	160,000	160,000	160,000	160,000	119,851	119,851	124,087	126,751	119,062	27,389
Circulation	1,739,138	1,713,453	1,534,438	1,558,342	1,575,547	1,580,264	1,776,859	1,798,694	1,665,073	1,505,401
<b>Franklinton (1995)</b>										
Number of Registered Borrowers	5,401	6,091	8,426	9,424	9,728	9,728	12,102	13,298	9,144	9,460
Volume Size (Collection)	33,000	33,000	33,000	33,000	25,764	25,764	11,635	11,816	12,231	10,453
Circulation	138,550	124,564	107,336	124,123	134,789	116,648	135,918	154,344	165,268	120,268
<b>Gahanna (1991)</b>										
Number of Registered Borrowers	32,481	36,400	43,462	47,165	48,213	48,213	54,137	57,638	39,513	40,851
Volume Size (Collection)	143,000	143,000	143,000	143,000	124,097	124,097	109,193	105,037	101,394	102,256
Circulation	1,353,457	1,338,952	1,199,784	1,174,913	1,166,464	1,162,482	1,310,011	1,352,935	1,220,983	1,154,967
<b>Hilliard (1996)</b>										
Number of Registered Borrowers	41,020	46,109	54,732	59,329	60,972	60,972	69,213	73,715	52,937	55,898
Volume Size (Collection)	170,000	170,000	170,000	170,000	147,897	147,897	134,352	133,003	131,473	142,145
Circulation	1,863,562	1,799,007	1,599,039	1,591,721	1,615,010	1,627,314	1,844,604	1,924,454	1,764,020	1,724,982
<b>Hilltop (1996)</b>										
Number of Registered Borrowers	23,426	25,821	32,924	36,023	37,136	37,136	44,634	48,144	32,141	32,972
Volume Size (Collection)	145,000	145,000	145,000	145,000	108,462	108,462	43,056	64,641	63,473	58,724
Circulation	660,015	594,335	485,221	519,700	575,773	518,674	597,918	624,540	603,576	540,501
<b>Karl Road (1988)</b>										
Number of Registered Borrowers	31,009	34,478	42,691	46,272	47,197	47,197	55,223	59,921	40,645	41,873
Volume Size (Collection)	170,000	170,000	170,000	170,000	102,018	102,018	85,226	84,242	72,856	70,039
Circulation	946,994	859,353	727,638	720,080	694,097	659,247	802,440	904,538	791,572	668,889
<b>Linden (2004)</b>										
Number of Registered Borrowers	9,714	10,973	14,881	16,107	16,482	16,482	20,317	22,435	16,437	16,970
Volume Size (Collection)	32,000	32,000	32,000	32,000	34,465	34,465	19,591	23,435	22,737	18,697
Circulation	178,532	152,642	134,859	135,494	138,088	114,970	151,374	189,603	187,403	158,324
<b>Livingston (1992)</b>										
Number of Registered Borrowers	13,976	15,597	19,834	21,162	21,213	21,213	25,368	27,071	18,628	18,868
Volume Size (Collection)	90,000	90,000	90,000	90,000	43,517	43,517	33,006	25,852	26,014	24,927
Circulation	300,800	274,717	230,806	234,540	218,659	197,941	244,648	239,364	203,705	205,828
<b>Main Library (1901)</b>										
Number of Registered Borrowers	79,331	90,348	113,592	129,906	135,451	135,451	179,285	175,135	110,471	113,335
**Volume Size (Collection)	928,000	928,000	928,000	928,000	807,607	807,607	419,936	94,795	241,767	271,478
*Circulation	2,898,452	1,971,498	1,778,524	2,093,716	2,678,357	2,961,532	3,530,770	3,016,427	3,299,311	3,689,388
<b>Marion-Franklin (2014)</b>										
Number of Registered Borrowers	-	-	-	-	-	-	311	1,146	1,768	2,168
Volume Size (Collection)	-	-	-	-	-	-	3,691	4,043	3,982	3,814
Circulation	-	-	-	-	-	-	6,407	26,825	30,235	28,635
<b>Martin Luther King (1969)</b>										
Number of Registered Borrowers	5,203	5,932	7,770	8,445	8,589	8,589	10,402	11,511	8,500	8,629
Volume Size (Collection)	30,000	30,000	30,000	30,000	23,830	23,830	15,440	16,367	13,039	12,567
Circulation	162,779	144,400	125,551	127,794	137,600	120,812	150,296	180,103	154,618	116,184

**Columbus Metropolitan Library  
Capital Asset Statistics by Branch  
Last Ten Fiscal Years**

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>New Albany (2004)</b>										
Number of Registered Borrowers	19,526	22,082	26,113	28,719	29,737	29,737	34,348	36,938	26,364	27,714
Volume Size (Collection)	120,000	120,000	120,000	120,000	89,336	89,336	89,699	97,027	81,423	87,802
Circulation	979,920	969,944	872,277	880,868	891,082	900,043	1,021,790	1,066,331	1,005,251	953,156
<b>Northern Lights (1993)</b>										
Number of Registered Borrowers	15,550	17,410	22,814	25,448	26,545	26,545	32,915	34,967	23,373	25,757
Volume Size (Collection)	72,000	72,000	72,000	72,000	51,524	51,524	48,578	25,819	37,975	36,056
Circulation	385,163	347,390	313,827	326,299	319,733	282,245	371,868	256,185	194,522	356,037
<b>Northside (1991)</b>										
Number of Registered Borrowers	13,081	15,149	19,565	21,490	21,781	21,781	25,532	27,212	14,205	15,903
Volume Size (Collection)	48,000	48,000	48,000	48,000	39,474	39,474	25,561	22,635	2,057	26,978
Circulation	501,656	460,684	393,705	357,420	330,750	288,021	304,533	315,351	100,090	136,412
<b>Parsons (1956)</b>										
Number of Registered Borrowers	7,552	8,393	11,294	12,377	12,819	12,819	15,187	16,420	12,026	13,441
Volume Size (Collection)	37,000	37,000	37,000	37,000	31,946	31,946	16,724	17,915	20,351	18,516
Circulation	197,213	172,957	163,638	164,471	175,205	154,255	191,920	236,407	257,088	257,096
<b>Reynoldsburg (1981)</b>										
Number of Registered Borrowers	38,766	42,774	52,323	56,726	57,744	57,744	65,561	70,673	44,778	45,442
Volume Size (Collection)	170,000	170,000	170,000	170,000	112,247	112,247	93,047	88,082	81,747	84,983
Circulation	1,466,922	1,360,013	1,172,337	1,157,804	1,139,286	1,065,965	1,173,522	1,184,146	1,007,421	927,649
<b>Shepard (1986)</b>										
Number of Registered Borrowers	4,448	5,083	6,653	7,169	7,368	7,368	9,141	9,819	7,686	8,780
Volume Size (Collection)	33,000	33,000	33,000	33,000	20,188	20,188	15,634	14,707	17,254	15,684
Circulation	134,556	125,325	113,112	112,501	108,825	97,000	122,037	133,468	134,689	183,107
<b>Southeast (2001)</b>										
Number of Registered Borrowers	29,202	33,043	40,444	44,133	45,308	45,308	52,083	55,660	36,361	37,448
Volume Size (Collection)	112,000	112,000	112,000	112,000	94,509	94,509	88,301	83,028	68,622	66,591
Circulation	996,428	977,868	865,402	853,097	841,934	777,852	908,073	942,955	762,839	649,967
<b>South High (1992)</b>										
Number of Registered Borrowers	13,536	15,234	19,190	20,882	21,311	21,311	24,673	27,827	17,851	17,949
Volume Size (Collection)	84,000	84,000	84,000	84,000	44,963	44,963	43,082	31,482	28,729	27,605
Circulation	346,657	326,269	263,865	274,358	272,865	250,634	303,538	324,313	267,454	255,689
<b>Whetstone (1986)</b>										
Number of Registered Borrowers	27,663	30,645	36,355	39,585	40,431	40,431	45,509	47,941	32,996	34,191
Volume Size (Collection)	170,000	170,000	170,000	170,000	125,697	125,697	130,537	124,295	118,885	124,978
Circulation	1,655,248	1,563,128	1,372,560	1,408,640	1,396,049	1,404,549	1,595,386	1,683,405	1,546,855	1,427,518
<b>Whitehall (1959)</b>										
Number of Registered Borrowers	14,196	16,162	20,140	21,802	22,339	22,339	26,359	30,114	22,343	24,631
Volume Size (Collection)	63,000	63,000	63,000	63,000	42,768	42,768	35,643	41,549	35,668	35,826
Circulation	405,180	385,790	298,061	317,757	326,155	304,187	383,605	540,140	508,386	434,676

\*Main Library's circulation total also includes totals credited to Outreach, Inter-Library Loans (ILLs), Virtual Branch (E-Branch) and Library Partners.

\*\* Main Library was closed for renovations beginning March 2015 and the collection was placed in storage until June 2016.

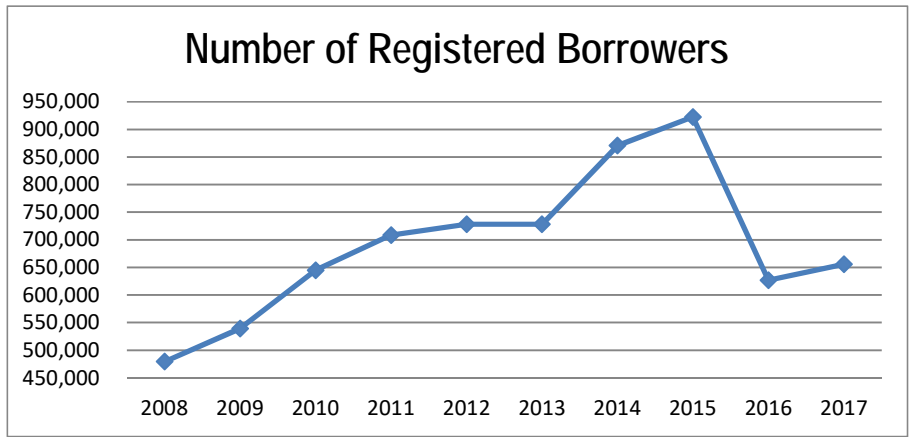
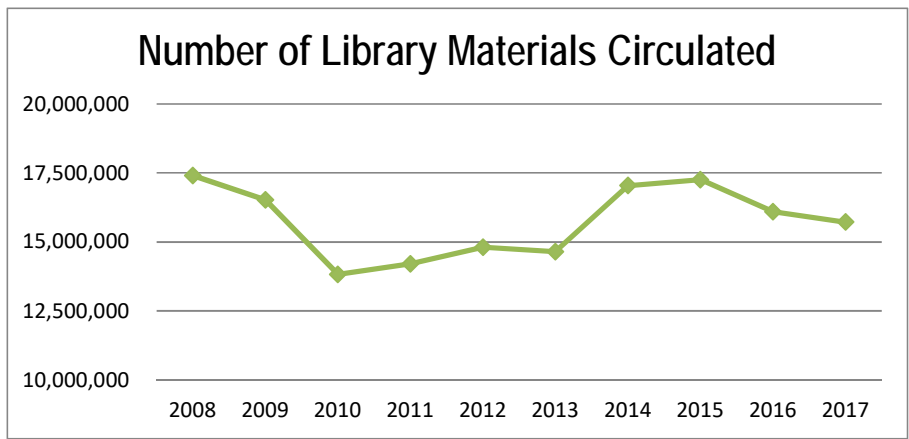
\*\*\* The Northside branch was closed for renovations beginning March 2016 and most of the collection was placed in storage. The remainder is located at a temporary bookmobile until the branch reopened in June 2017.

\*\*\*\* The Dublin branch was closed for renovations beginning November 2017 and most of the collection was placed in storage. The remainder is located at a temporary branch space.

**Columbus Metropolitan Library  
Operation Indicators,  
Last Ten Fiscal Years**

<u>Year</u>	<u>Number of Library Materials Circulated</u>	<u>Number of Registered Borrowers</u>
2008	17,404,840	479,219
2009	16,526,936	539,005
2010	13,822,999	644,671
2011	14,204,719	708,451
2012	14,808,957	728,373
2013	14,649,082	728,373
2014	17,043,837	870,974
2015	17,260,769	922,657
2016	16,099,048	626,740
2017	15,720,864	655,532

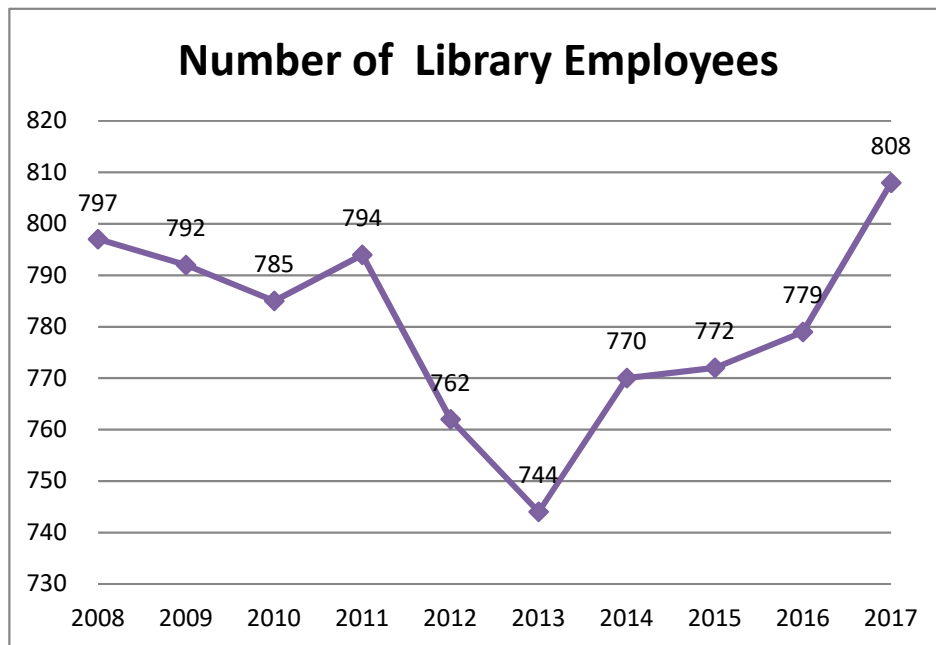
(1)



(1) The decrease in the number of registered borrowers in 2016 was due to a data scrubbing project that removed inactive borrowers.

**Columbus Metropolitan Library  
Employment Trend,  
Last Ten Fiscal Years**

<u>Year</u>	<u>Number of Library Employees<sup>1</sup></u>	<u>Percentage of Change Over Prior Year</u>
2008	797	0.50%
2009	792	-0.63%
2010	785	-0.88%
2011	794	1.15%
2012	762	-4.03%
2013	744	-2.36%
2014	770	3.49%
2015	772	0.26%
2016	779	0.91%
2017	808	3.72%



(1) Includes full-time, part-time and part-time temporary employees

**COLUMBUS METROPOLITAN LIBRARY**



96 South Grant Avenue, Columbus, Ohio 43215  
614-645-2275  
[www.columbuslibrary.org](http://www.columbuslibrary.org)





# Dave Yost • Auditor of State

**COLUMBUS METROPOLITAN LIBRARY**

**FRANKLIN COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
JUNE 14, 2018**