

City of Lima, Ohio



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended December 31, 2018



City of Lima
50 Town Square * Lima, Ohio * 45801
www.cityhall.lima.oh.us

OHIO AUDITOR OF STATE
KEITH FABER



88 East Broad Street
Columbus, Ohio 43215
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(800) 282-0370

City Council
City of Lima
50 Town Square
Lima, Ohio 45801

We have reviewed the *Independent Auditor's Report* of the City of Lima, Allen County, prepared by Rea & Associates, Inc., for the audit period January 1, 2018 through December 31, 2018. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in cursive script that reads 'Keith Faber'.

Keith Faber
Auditor of State
Columbus, Ohio

September 4, 2019

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CITY OF LIMA, OHIO

Comprehensive Annual Financial Report

For the Year Ended December 31, 2018

Issued by the City Auditor's Office

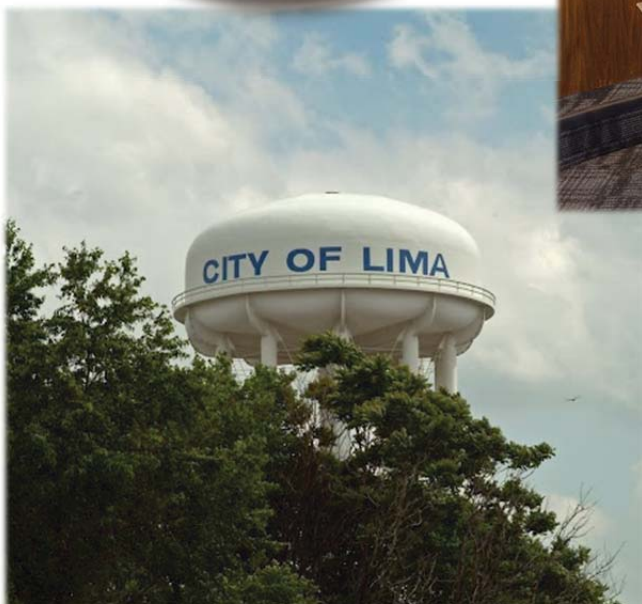
Randall S. Bartels, City Auditor

Susan Odenweller, Chief Deputy Auditor

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Introductory Section



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CITY OF LIMA
Allen County, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2018

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City of Lima, Ohio

50 Town Square Lima, Ohio 45801-4900
419/228-5462 Fax 419/221-5199 www.cityhall.lima.oh.us

David J. Berger, Mayor

June 26, 2019

Citizens of Lima
The Honorable Mayor
And Members of City Council
City of Lima, Ohio

I am pleased to present the Comprehensive Annual Financial Report (CAFR) for the City of Lima (the "City") for the year ended December 31, 2018. This report has been prepared according to generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB). Responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City, specifically the City Auditor's Office. The City has a framework of internal controls established to ensure the accuracy of the presented data and the completeness and fairness of the presentation. Because the cost of internal controls should not exceed anticipated benefits, the controls provide reasonable assurance that the financial statements are free of any material misstatements.

The Ohio Revised Code (ORC) requires that every public office, other than a state agency, publish a financial report for each fiscal year. Because the City prepares this report pursuant to generally accepted accounting principles, the report must be filed with the Auditor of State within one hundred fifty days after the end of the fiscal year. The City has fulfilled this requirement for the year ended December 31, 2018.

Management's Discussion and Analysis (MD&A) immediately follows the Independent Auditor's Report in the Financial Section of this CAFR 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 with it.

The firm of Rea & Associates Inc. has issued an unmodified opinion on the City of Lima's basic financial statements for the year ended December 31, 2018. The Independent Auditor's Report is located at the front of the Financial Section of this report. In addition to the financial audit, a single audit was performed as required by the Single Audit Act Amendment of 1996 and the provisions of Uniform Guidance, *Audits of States, Local Governments, and Non-Profit Organizations*. The single audit report is not included in the City's Comprehensive Annual Financial Report.

PROFILE OF THE CITY

The City of Lima, established in 1831 and incorporated in 1842, covers almost fourteen square miles and serves as the county seat of Allen County, Ohio. It is approximately seventy eight miles south of Toledo, seventy two miles north of Dayton and ninety miles northwest of Columbus. Interstate 75, a major north/south highway as well as several state highways run through the City. In addition U.S. Route 30, a major east/west route, runs just north of the City. Lima has an estimated population of 37,144 per the 2018 population estimates from the U.S. Census Bureau.

Operating under the Council/Mayor form of government, the citizens of Lima elect eight members of council (including the president and seven ward council members), a mayor, auditor and law director.

The City's service responsibilities are administered by a number of different departments, including police, fire, street maintenance, parks and recreation, engineering (including planning and zoning), community and economic development, water, sewer, storm sewer, and refuse (including recycling), and various support staff. These departments form the primary administrative unit of the City, responsible to City Council and the Mayor.

All funds, except agency funds, are required to be budgeted and appropriated. The legal level of control has been established by City Council at the salaries, fringes, expenditures and capital level within each fund. The Mayor is required to submit The Mayor's Budget Estimate to City Council no later than December 15 of the preceding reporting year. City Council is required to adopt an original budget no later than April 1 of the reporting year.

LOCAL ECONOMY

Lima has been a manufacturing center for much of its existence. Steam and diesel locomotive engines for the nation's railroads, oil refining, automobiles and related components as well as battle tanks for the United States military establishment have been manufactured in and around the Lima area. As with many cities in the Midwest, the 1970's and 1980's saw decline in these types of employment opportunities.

Recent years have seen a shift toward more service oriented industries with the two hospitals located in Lima providing some of the largest sources of employment for the area. St. Rita's Medical Center employs nearly 2,816 individuals and Lima Memorial Health System employs approximately 1,600.

Even with this shift, Lima still has a solid base in the manufacturing sector. Ford Motor Company operates an engine assembly plant just outside the City limits. The Husky Lima Refinery continues to provide crude oil refining operations and has led to various chemical manufacturing companies moving to the area utilizing byproducts of the crude oil refining process. General Dynamics in partnership with the Federal government's Joint Systems Manufacturing facility still manufactures and refurbishes the U.S. Army's M1A1 main battle tank as well as several other armor related vehicles for other branches of the U.S. military.

Downtown Lima, after several years of decline is seeing resurgence in economic activity. In the past five years the downtown area has seen over 30 new businesses begin operation. Everything from full service restaurants to radio/media companies to dance studios have opened their doors and provide for a very diverse population to the downtown area.

The City continues to work with James A. Rhodes State College to construct a Center for Health Science Education and Innovations facility to the downtown area.

LONG-TERM FINANCIAL PLANNING

Unappropriated General Fund monies carry forward at the end of the year.

There are no statutory requirements or policies on which City Council is to rely to determine the amount of fund balance they want to carry forward from year to year. It has been the practice of the Administration and City Council to maintain a general fund cash balance of at least two months of the prior year's expenditures.

RELEVANT FINANCIAL POLICIES

The City's purchasing policy provides the framework for all purchasing and contract discussions. The policy enables the purchasing and contracting functions to be carried out efficiently and uniformly.

The City Finance Director/Treasurer manages the investments of the City's funds by adhering to the Investment Policy that has been approved by the City Council. Any financial institution that holds City funds must adhere to the requirements of the policy. This policy details the objectives and rules for the safekeeping of the City funds.

The goal of the capital asset inventory system and policy is to provide control and accountability over the City's capital assets and to assist departments in gathering and maintaining information needed for the preparation of the annual financial statements. The City recognizes the importance of preserving the community's capital assets.

MAJOR INITIATIVES

The City continued and completed work on several capital improvement projects in 2018.

The City continued to work on a significant railroad grade separation project in 2018. The project will provide an underpass where Elm Street and the Indiana and Ohio railroad intersect. Ground breaking occurred in May 2018 and construction on the grade separation as well as a roundabout at a nearby intersection is estimated to be completed in June 2020.

After several years of design the City broke ground and commenced construction on an estimated forty million dollar underground combined sewer overflow tank project. This project is also part of the consent decree and completion is estimated to be third quarter of 2020.

The City continued the Smart Cities Initiative in 2018. This initiative will establish an integration of various software systems throughout the City. In doing so, it will provide a more efficient and transparent way of communicating information both internally across all departments, as well as externally to the community and its residents. The most public facing aspect so far is the implementation of a service request portal that the general public can use to easily report issues or concerns to the proper City department.

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 City of Lima for its comprehensive annual financial report for the fiscal year ended December 31, 2017. This was the third consecutive year that the City had achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government 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 that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Sincere appreciation is extended to the Mayor and his staff and to City Council for their support of this project. This Comprehensive Annual Financial Report was prepared by the City Auditor's Office with the dedicated services of the entire staff. Appreciation is also extended to all department personnel for their assistance in gathering the information found in the statistical section of this report.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Randall S. Bartels". The signature is written in a cursive style with a large initial "R".

Randall S. Bartels
City Auditor

CITY OF LIMA
Allen County, Ohio

List of Elected and Appointed Officials
As of December 31, 2018

ELECTED OFFICIALS

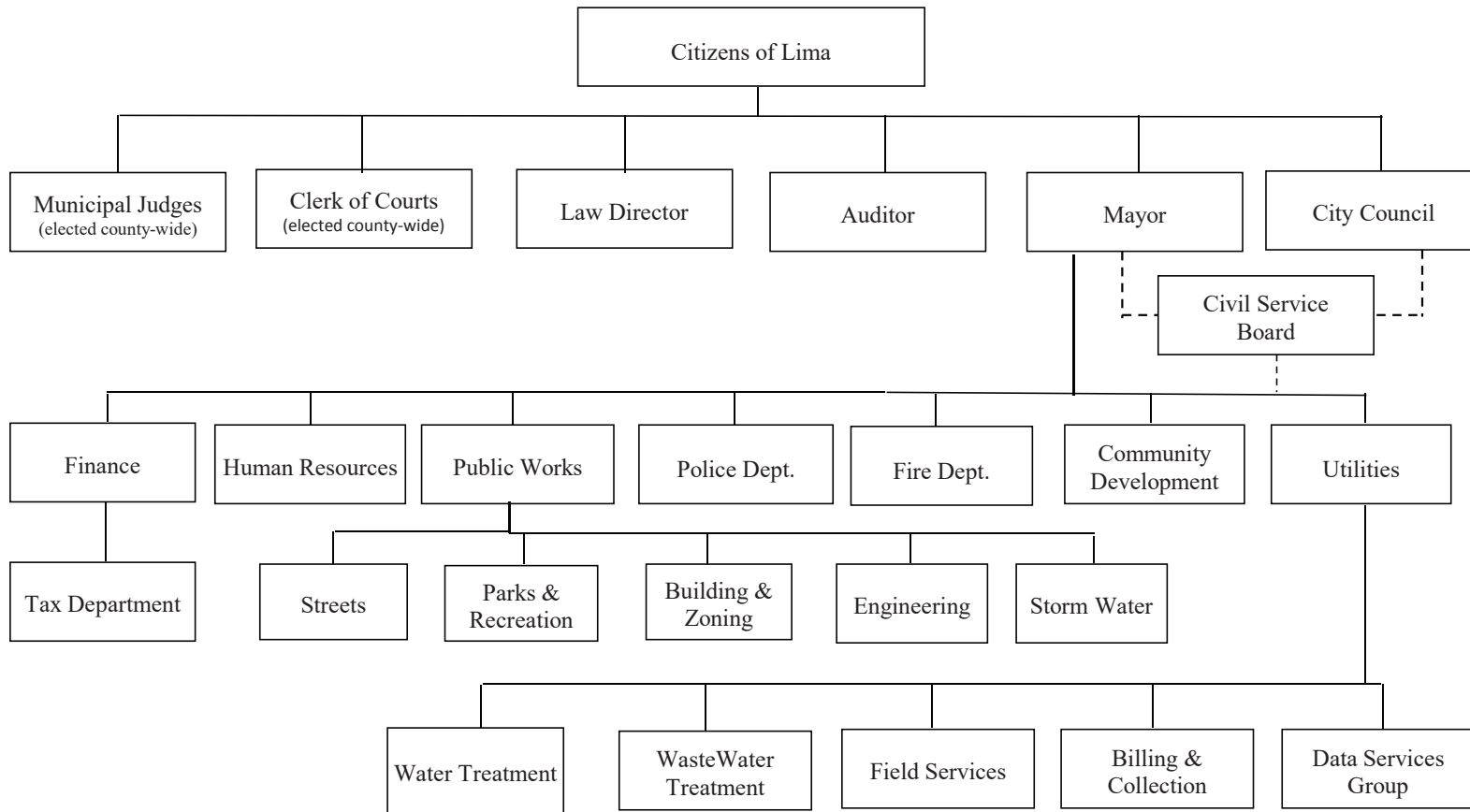
Mayor	David J. Berger
City Auditor	Randall S. Bartels
City Law Director	Anthony L. Geiger
Clerk of Courts	James G. Link
Municipal Judge	David Rodabaugh
Municipal Judge	Tammie Hursh
Council President	John G. Nixon
Council Member, 1 st Ward	Todd Gordon
Council Member, 2 nd Ward	Sam McLean
Council Member, 3 rd Ward	Carla Thompson
Council Member, 4 th Ward	Rebecca Kreher
Council Member, 5 th Ward	Jamie Dixon
Council Member, 6 th Ward	Derry Glenn
Council Member, 7 th Ward	Jon M. Neeper

APPOINTED OFFICIALS

Clerk of Council	Dana Addis
Deputy Law Director	John R. Payne
Operations Coordinator	Sharetta Smith
Director of Finance/Treasurer	Steve Cleaves
Director of Human Resources	Vince Ozier
Public Works Director	Howard Elstro
Deputy Public Works Director	Warner Roach
Deputy Public Works Director	Ric Stolly
Community Development Director	Susan Crotty
Director of Utilities	Michael Caprella
Deputy Utilities Director	Saul Allen
Chief of Police	Kevin Martin
Fire Chief	Bruce Black
Civil Service Board Member	Sean Carpenter
Civil Service Board Member	Pilate Bradley
Civil Service Board Member	Byron Seldon
Civil Service Board Secretary	Debra Vobbe

CITY OF LIMA
Allen County, Ohio

Organizational Chart
by Department





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

City of Lima
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2017

Christopher P. Morill

Executive Director/CEO



Financial Section



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June 26, 2019

To Members of City Council
City of Lima
Allen County, Ohio
50 Town Square
Lima, OH 45801

Independent Auditor's Report

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Lima, Allen County, Ohio, (the City) as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Lima, Allen County, Ohio, as of December 31, 2018, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of a Matter

As described in Note 2, the City restated the net positions balance to account for the implementation of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*, and for the correction of an error. Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the *Management's Discussion and Analysis, Schedule of the City's Proportionate Share of the Net Pension Liability, Schedule of the City's Contributions – Pension, Schedule of the City's Proportionate Share of the Net OPEB Liability, and Schedule of the City's Contributions - OPEB* as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 26, 2019, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Rea & Associates, Inc.

Lima, Ohio

CITY OF LIMA
Allen County, Ohio

Management's Discussion and Analysis
For the Year Ended December 31, 2018
(Unaudited)

The discussion and analysis of the City of Lima's (the "City") financial performance provides an overall review of the City's financial activities for the fiscal year ended December 31, 2018. The intent of this discussion and analysis is to look at the City's performance as a whole; readers should also review the basic financial statements and the notes to the financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key financial highlights for 2018 are as follows:

- ❑ For the City as a whole, general revenues accounted for \$22.1 million in revenue or 26.3 percent of all revenues. Program specific revenues in the form of charges for services and sales, grants, contributions and interest accounted for \$61.8 million or 73.7 percent of total revenues of \$83.9 million.
- ❑ For the City as a whole, total program expenses were \$85.6 million: \$47.3 million in governmental activities and \$38.3 million in business-type activities.
- ❑ In total, the City's net position decreased nearly \$1.8 million from 2017 restated balances. The business-type activities contributed an increase of \$2.5 million which was unable to offset the governmental activities decrease in net position of \$4.3 million.
- ❑ The City's total outstanding debt increased \$13.8 million to \$128.7 million from \$114.9 million. In early 2018, the City issued \$8.825 million of various purpose general obligation bonds. A portion of the issue refinanced \$3.665 million of outstanding bond anticipation notes. Throughout 2018, the City drew approximately \$13.5 million in OWDA loans. \$12.8 million was used to begin construction of an underground storage tank; \$0.5 million was used in finalizing wastewater treatment plant improvements; \$0.1 million was used to begin a sewer segmented block rehabilitation project. Each of these projects is pursuant to the EPA Consent Decree. Despite the new obligations, the City continues to prudently manage the repayment of its debt obligations. In October 2018, the City issued \$7.535 million in refunding sewer revenue bonds which reduces total service payments on the outstanding debt by \$0.4 million over twelve years.

Using this Annual Financial Report

This report is designed to allow the reader to look at the financial activities of the City of Lima as a whole and is intended to allow the reader to obtain a summary view or a more detailed view of the City operations, as they prefer.

The Statement of Net Position and the Statement of Activities provide information from a summary perspective showing the effects of the operations for the year 2018 and how they affected the operations of the City as a whole.

CITY OF LIMA
Allen County, Ohio

Management's Discussion and Analysis
For the Year Ended December 31, 2018
(Unaudited)
(Continued)

Reporting the City of Lima as a Whole

Statement of Net Position and the Statement of Activities

Our analysis of the City as a whole begins on page 7. One of the most important questions asked about the City's finances is, "Is the City as a whole better off or worse off as a result of the year's activities?" The *Statement of Net Position* and the *Statement of Activities* report information about the City as a whole and about its activities in a way that helps answer this question. These statements include all assets, deferring outflows of resources, liabilities and deferred inflows of resources using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. These statements provide a long-term view of the City's finances.

These two statements report the City's *net position* and changes in net position. You can think of the City's net position, the difference between assets and deferred outflows of resources (what the citizens own) and liabilities and deferred inflows of resources (what the citizens owe) as one way to measure the City's financial health, or *financial position*. Over time, *increases or decreases* in the City's net position are one indicator of whether its *financial health* is improving or deteriorating. You will need to consider other non-financial factors however, such as changes in the City's property tax base, income tax base, and the condition of the City's capital assets (land, roads, building and water and sewer lines, etc.) to assess the *overall health* of the City.

In the Statement of Net Position and the Statement of Activities, the City is divided into two distinct types of activities:

- Governmental Activities - Most of the City's programs and services are reported here, including the police, fire, street and highway maintenance, capital improvement, vehicle acquisition, parks and recreation, and general administrative. Income taxes, property taxes, undivided local government, ambulance user fees and state and federal grants finance most of these activities.
- Business-Type Activities - The City charges a fee to customers to help cover all or most of the cost of certain services it provides. The City's water, sewer, refuse and storm water operations are reported here.

Reporting the City of Lima's Most Significant Funds

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been safeguarded for specific activities or objectives. The City uses many funds to account for financial transactions. Some funds are required to be established by State law. However, City Council establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money. These fund financial statements tell how services were financed in the short-term as well as what remains for future spending. These statements focus on the City's most significant funds. The City's major governmental fund includes the general fund.

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The City's three types of funds – governmental, proprietary, and fiduciary – use different accounting approaches.

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

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance for the general fund, which is considered to be the City's major governmental fund. Information from the remaining governmental funds is combined into a single, aggregated presentation.

The City adopts an annual appropriated budget for each of its funds. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

Our analysis of the City's major governmental fund begins on page 13. The governmental fund financial statements begin on page 21.

Proprietary Funds - When the City charges customers for the services it provides, whether to outside customers or to other departments or segments of the City, these services are reported in proprietary funds. Proprietary funds use the same *accrual basis* of accounting as the Statement of Net Position and the Statement of Activities. In fact, the City's enterprise funds (water, sewer, refuse and storm water) are the same as the government-wide business-type activities but provide more detail, as well as cash flow information. These statements will essentially match, except the government-wide business-type activities also include the internal service fund allocations.

The proprietary fund financial statements begin on page 26.

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

The fiduciary fund financial statements begin on page 31.

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The City of Lima as a Whole

Recall that the Statement of Net Position provides the perspective of the City as a whole. Table 1 provides a summary of the City's net position for 2018 compared to 2017:

(Table 1)
Net Position

	Governmental Activities		Business-Type Activities		Total	
	2018	Restated 2017	2018	Restated 2017	2018	Restated 2017
Assets						
Current and Other Assets	\$ 35,731,803	\$ 34,226,473	\$ 32,877,536	\$ 32,940,817	\$ 68,609,339	\$ 67,167,290
Capital Assets, Net	62,229,680	59,876,536	163,900,850	148,356,319	226,130,530	208,232,855
Total Assets	<u>97,961,483</u>	<u>94,103,009</u>	<u>196,778,386</u>	<u>181,297,136</u>	<u>294,739,869</u>	<u>275,400,145</u>
Deferred Outflows of Resources						
Deferred Charges on Debt Refundings	0	0	455,921	226,171	455,921	226,171
Pension	6,659,983	11,051,860	1,692,308	3,918,916	8,352,291	14,970,776
OPEB	3,076,436	126,960	347,475	57,624	3,423,911	184,584
Deferred Outflows of Resources	<u>9,736,419</u>	<u>11,178,820</u>	<u>2,495,704</u>	<u>4,202,711</u>	<u>12,232,123</u>	<u>15,381,531</u>
Liabilities						
Current and Other Liabilities	2,965,448	3,945,998	6,719,598	3,781,522	9,685,046	7,727,520
Long-Term Liabilities						
Due Within One Year	2,585,121	2,177,182	5,313,319	5,042,806	7,898,440	7,219,988
Due in More than One Year						
Net Pension Liability	37,523,929	44,009,898	6,844,961	10,045,567	44,368,890	54,055,465
Net OPEB Liability	32,523,432	28,917,009	4,721,797	4,461,758	37,245,229	33,378,767
Other Amounts	8,862,926	4,810,968	115,619,838	106,590,718	124,482,764	111,401,686
Total Liabilities	<u>84,460,856</u>	<u>83,861,055</u>	<u>139,219,513</u>	<u>129,922,371</u>	<u>223,680,369</u>	<u>213,783,426</u>
Deferred Inflows of Resources						
Deferred Revenues	958,118	966,631	0	0	958,118	966,631
Pension	4,445,114	184,258	1,667,849	80,768	6,112,963	265,026
OPEB	1,815,783	0	399,068	0	2,214,851	0
Total Deferred Inflows of Resources	<u>7,219,015</u>	<u>1,150,889</u>	<u>2,066,917</u>	<u>80,768</u>	<u>9,285,932</u>	<u>1,231,657</u>
Net Position						
Net Investment in Capital Assets	55,069,594	55,708,866	44,358,995	37,874,252	99,428,589	93,583,118
Restricted	16,687,997	15,372,826	0	0	16,687,997	15,372,826
Unrestricted	(55,739,560)	(50,811,807)	13,628,665	17,622,456	(42,110,895)	(33,189,351)
Total Net Position	<u>\$ 16,018,031</u>	<u>\$ 20,269,885</u>	<u>\$ 57,987,660</u>	<u>\$ 55,496,708</u>	<u>\$ 74,005,691</u>	<u>\$ 75,766,593</u>

The net pension liability (NPL) is the largest single liability reported by the City at December 31, 2018 and is reported pursuant to GASB Statement 68, *Accounting and Financial Reporting for Pensions—An Amendment of GASB Statement 27*. For fiscal year 2018, the City adopted GASB Statement 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, which significantly revises accounting for costs and liabilities related to other postemployment benefits (OPEB). For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the City's actual financial condition by adding deferred inflows related to pension and OPEB, the net pension liability and the net OPEB liability to the reported net position and subtracting deferred outflows related to pension and OPEB.

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. Prior accounting for

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pensions (GASB 27) and postemployment benefits (GASB 45) focused on a funding approach. This approach limited pension and OPEB costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's *net pension liability* or *net OPEB liability*. GASB 68 and GASB 75 take an earnings approach to pension and OPEB accounting; however, the nature of Ohio's statewide pension/OPEB plans and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

GASB 68 and GASB 75 require the net pension liability and the net OPEB liability to equal the City's proportionate share of each plan's collective:

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

GASB notes that pension and OPEB obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension and other postemployment benefits. GASB noted that the unfunded portion of this promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the City is not responsible for certain key factors affecting the balance of these liabilities. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The Ohio revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the retirement system. In Ohio, there is no legal means to enforce the unfunded liability of the pension/OPEB plan *as against the public employer*. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The retirement system is responsible for the administration of the pension and OPEB plans.

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

In accordance with GASB 68 and GASB 75, the City's statements prepared on an accrual basis of accounting include an annual pension expense and an annual OPEB expense for their proportionate share

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of each plan's *change* in net pension liability and net OPEB liability, respectively, not accounted for as deferred inflows/outflows.

As a result of implementing GASB 75, the City is reporting a net OPEB liability and deferred inflows/outflows of resources related to OPEB on the accrual basis of accounting. This implementation had the effect of restating net position at December 31, 2017, from \$38,946,155 to \$10,156,106 for governmental activities and from \$59,900,842 to \$55,496,708 for business-type activities. This is a 73.92% decrease in governmental activities net position, and 7.35% decrease in net position of business-type activities due to implementing GASB 75.

The City also corrected a prior year error to appropriately account for deferred inflow from special assessments on the accrual basis of accounting. The effect of this correction had the effect of restating net position from the above-noted \$10,156,106 to \$20,269,885 for governmental activities – an increase of \$10,113,779. There was no effect to business-type activities.

Therefore, the overall effect of restating net position as of December 31, 2017 is a 47.95% decrease in governmental activities net position, and 7.35% decrease in net position of business-type activities

The City's combined net position, as restated with the implementation of GASB 75 and correction of an error, was \$75,766,593. The combined net position experienced an additional decrease of \$1.76 million or 2.32%, as of December 31, 2018.

Net position in the City's governmental activities changed from prior year, decreasing \$4.25 million or 21.0%. Restricted net position, those restricted mainly for debt repayment, capital projects and special purposes such as street repairs, state highway projects, and community housing programs increased \$11.43 million or approximately 217 percent from prior year. Approximately \$1.5 million of unspent bond proceeds is included in the \$2.0 million restricted for upcoming capital projects. The net investment in capital assets category decreased slightly by \$0.64 million from 2017 mainly due to the depreciation of existing assets and the increase in governmental bond debt. Unrestricted net position, the part of net position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements decreased \$15.04 million from 2017 or approximately 37 percent from prior year. Although net capital assets increased from prior year, a significant portion was funded with the new 2018 general obligation bond issue.

Total assets of the governmental activities increased approximately \$3.86 million from 2017. The City's ability to assess taxpayer property tax duplicates for sidewalk repairs, property maintenance charges and storm water services, special assessments receivable contributed \$0.3 million to the increase. Capital assets (net) account for nearly \$2.4 million of the increase as the City's investment in equipment and infrastructure continues diligently. Unspent bond proceeds, as noted above, contributed to a \$1.4 million increase in cash and cash equivalents. Deferred outflows decreased \$1.4 million from 2017 (see Notes 12 and 13 for additional discussion).

Total liabilities of governmental activities increased approximately \$0.6 million from prior year most significantly due to additional government obligation bond debt issued during 2018. Deferred inflows of resources (as restated) increased \$6.1 million from the prior year most significantly due to implementation of GASB 68 and 75 accruals (see Notes 12 and 13).

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Net position in the City's business-type activities increased \$2.49 million or 4.5 percent. The City generally can only use unrestricted net position to finance the continuing operations of the water, sewer, refuse and storm water operations and other business-type activities of the City. Although the water utility implemented a nine percent rate increase in April 2018 and the sewer utility implemented a two percent increase in user rates in August 2018. Total unrestricted net position decreased \$4.0 million from 2017. On the other hand, net investment in capital assets – the remaining component of business-type net position – increased \$6.48 million or 17.1 percent as a result of the significant water and sewer projects in process at year end.

Business-type total assets increased \$15.48 million from the prior year. Capital assets, net of depreciation, contributed \$15.5 million to this overall increase in total assets. Following the mandates of an EPA Consent Decree, the City has significant utility projects in process as of December 31, 2018. Business-type liabilities increased nearly \$9.3 million. Current liabilities, such as contracts payable, contribute nearly \$2.7 million of the increase for amounts due on such projects at year-end. Long-term debt to fund the utility projects also significantly contributed to the increase. Deferred outflows of resources for business-type activities increased \$2.0 million from 2017. Deferred inflows of resources, however, decreased from the prior year mainly due to pension and OPEB. See Notes 12 and 13 for additional discussion.

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In order to further understand what makes up the changes in net position for the current year, the following table gives readers further details regarding the results of activities for 2018 and 2017.

(Table 2)
Changes in Net Position

	Governmental Activities		Business-Type Activities		Total	
	2018	2017 Restated	2018	2017 Restated	2018	2017 Restated
Revenues						
<i>Program Revenues:</i>						
Charges for Services and Sales	\$ 14,249,554	\$ 13,861,566	\$ 39,332,495	\$ 36,709,153	\$ 53,582,049	\$ 50,570,719
Operating Grants, Contributions and Interest	3,320,118	2,353,992	179,523	187,008	3,499,641	2,541,000
Capital Grants, Contributions and Interest	3,656,423	3,090,920	1,052,210	27,450	4,708,633	3,118,370
Total Program Revenues	21,226,095	19,306,478	40,564,228	36,923,611	61,790,323	56,230,089
<i>General Revenues:</i>						
Property Taxes	1,083,996	1,098,789	0	0	1,083,996	1,098,789
Income Taxes	18,407,610	17,616,030	0	0	18,407,610	17,616,030
Other Local Taxes	265,976	242,313	0	0	265,976	242,313
Intergovernmental	1,132,764	1,025,368	0	0	1,132,764	1,025,368
Investment Earnings	438,656	269,137	133,099	35,487	571,755	304,624
Miscellaneous	516,628	718,239	103,489	93,160	620,117	811,399
Total General Revenues	21,845,630	20,969,876	236,588	128,647	22,082,218	21,098,523
Total Revenues	43,071,725	40,276,354	40,800,816	37,052,258	83,872,541	77,328,612
Program Expenses						
Security of Persons and Property	21,580,661	20,631,088	0	0	21,580,661	20,631,088
Leisure Time	2,046,266	2,190,068	0	0	2,046,266	2,190,068
Community Environment	3,321,435	3,118,020	0	0	3,321,435	3,118,020
Transportation	7,428,792	6,167,355	0	0	7,428,792	6,167,355
General Government	12,510,907	13,329,978	0	0	12,510,907	13,329,978
Interest and Fiscal Charges	435,518	144,981	0	0	435,518	144,981
Water	0	0	17,623,905	15,516,585	17,623,905	15,516,585
Sewer	0	0	15,658,222	14,442,424	15,658,222	14,442,424
Refuse	0	0	2,850,392	2,794,860	2,850,392	2,794,860
Storm Water	0	0	2,177,345	2,281,316	2,177,345	2,281,316
	47,323,579	45,581,490	38,309,864	35,035,185	85,633,443	80,616,675
<i>Increase (Decrease) in Net Position</i>						
<i>Before Transfers</i>	(4,251,854)	(5,305,136)	2,490,952	2,017,073	(1,760,902)	(3,288,063)
<i>Net Transfers</i>	0	(199,519)	0	199,519	0	0
<i>Change in Net Position</i>	(4,251,854)	(5,504,655)	2,490,952	2,216,592	(1,760,902)	(3,288,063)
<i>Beginning Net Position, Restated - see Note 2</i>	20,269,885	N/A	55,496,708	N/A	75,766,593	N/A
<i>Ending Net Position</i>	\$ 16,018,031	\$ 20,269,885	\$ 57,987,660	\$ 55,496,708	\$ 74,005,691	\$ 75,766,593

Programs revenues for 2017 have been restated to account for special assessment revenue that should have been recognized in 2017. The information necessary to restate the 2017 beginning balances and the 2017 OPEB expense amounts for the effects of the initial implementation of GASB 75 is not available. Therefore, 2017 functional expenses still include OPEB expense of \$184,584 (\$126,960 for governmental activities and \$57,624 for business-type activities) under GASB 45. GASB 45 required recognizing OPEB expense equal to the contractually required contributions to the plan. Under GASB 75, OPEB expense represents additional amounts earned, adjusted by deferred inflows/outflows. The contractually required contribution is no longer a component of OPEB expense. Under GASB 75, the 2018 statements report OPEB expense of \$2,894,981. Consequently, in order to compare 2018 total program expenses to 2017, the following adjustments are needed:

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	Governmental Activities	Business-Type Activities
Total 2018 Expenses under GASB 75	\$ 47,323,579	\$ 38,309,864
OPEB Expense under GASB 75	(2,525,725)	(369,256)
2018 Contractually Required Contributions	52,995	0
Adjusted 2018 Expenses	44,850,849	37,940,608
Total 2017 Expenses under GASB 45	45,581,490	35,035,185
Increase/(Decrease) in Expenses not Related to OPEB	\$ (730,641)	\$ 2,905,423

Governmental Activities

As mentioned above, governmental activities decreased in net position of \$4.25 million.

The funding for City's governmental activities comes from several different sources. During 2018 revenues provided by specific programs, including charges for services amounted to 33.1 percent of all governmental revenue. Revenues provided by sources other than city residents, in the form of operating and capital grants, comprise another 16.2 percent. General revenues account for the remaining 50.7 percent. The City's most significant general revenue is its municipal income tax. Other prominent sources include property taxes and unrestricted grants and entitlements such as local government funding.

The City's income tax went into effect January 1, 1960 at a rate of 0.75 percent. The rate was increased to 1 percent on January 1, 1967. The income tax rate was increased to its current rate of 1.5 percent on January 1, 1983. Both residents of the City and non-residents who work inside the City are subject to the income tax. If residents work in a locality that withholds municipal income tax, the City of Lima provides 100 percent credit up to 1.5 percent for those who pay income tax to another city. City Council could by Ordinance choose to vary that income tax credit and create additional revenues for the City, if deemed necessary.

Total governmental revenues increased \$2.8 million from the prior year mainly due to increased charges for services, such as water contract, water district fees, special assessments and fines and forfeitures, which serve the general government.

Total governmental expenses increased \$1.7 million from 2017. Police and Fire Departments continue to represent the largest expense of all governmental activities. This expense of nearly \$21.6 million represents 45.6 percent of the total governmental services expenses. These two departments operate out of the City's general fund.

The City's Transportation Department provides the City and its citizens many services including public road maintenance, salting, leaf and debris pickup, paint striping and alley profiling. This department operates out of both the General fund and the Street Repair Special Revenue fund. This department had expenses of \$7.4 million or 15.7 percent of total governmental services expenses. The \$1.2 million increase over prior year expenditures resulted from an increase in street resurfacing projects when compared to prior year.

The City's Community Development Department accounts for the Community Environment expenses. This department provides services such as code enforcement, home repair assistance, some economic

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development work and other community environment related services. Community Environment expenses equaled \$3.3 million. This is 7.0 percent of total governmental services expenses.

The City maintains 12 parks (leisure time activities) within the City. Leisure time activities also account for the City-sponsored recreational activities. This area had expenses of \$2.0 million in 2018 or 4.3 percent of total governmental services expenses.

General government expenses were \$12.5 million or 26.4 percent of the total government services expenses. This category includes expenses associated with City departments that are not associated with the other cost centers. A Smart Cities Initiative contributed nearly \$0.65 million in expenses. The City's general government activities also contributed \$0.2 million in expenses to assist Rhodes State College in a project to move certain education services to the downtown area. Pension expense related to GASB 68 accruals, the new OPEB expense related to GASB 75 and depreciation also contribute to the general government expenses.

Business-Type Activities

Business-type activities include water, sewer, refuse and storm water operations. The revenues are generated primarily from charges for services. In 2018, charges for services of \$39.3 million accounted for 96.4 percent of the all business-type revenues. As mentioned above, the water utility implemented approximately a nine percent increase to user rates in April 2018, and the sewer utility implemented a two percent increase in user rates in August 2018. The additional charges for service contributed to the \$2.6 million increase over prior year. The total expenses for the utilities were \$38.3 million, contributing to an overall increase in net position of nearly \$2.5 million for the business-type activities.

The City's Funds

Governmental Funds

Information about the City's governmental funds begins on page 21. These funds are accounted for using the modified accrual method of accounting. All governmental funds had revenues, excluding other financing sources, of \$42.6 million, increased \$2.4 million or 6.0 percent from the previous 2017. Municipal income tax revenue was the largest contributor to the overall increase. All governmental funds had expenditures, excluding other financing uses, of \$48.4 million, an increase of nearly \$3.0 million or 6.7 percent over 2017. Contributing factors to increased expenditures include the Smart Cities Initiative, the purchase of a new fire truck, the Hall of Justice addition and renovation, and the City contributions to an area college to facilitate the relocation of education services to the downtown area. The City's governmental funds reported combined ending fund balance of \$16.9 million.

Approximately \$3.7 million of this total constitutes unassigned fund balance, which is available for appropriation at the City's discretion within certain legal constraints and purpose restrictions. The remainder of the fund balance is restricted, committed or assigned to indicate that it is not available for new spending. The funds are monitored continually, with adjustments made in budgets throughout the year to accommodate yearly revenues.

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The general fund's fund balance increased \$1.1 million or 12.8 percent from 2017. Total expenditures increased less than \$21,000 compared to the prior year. Total revenues increased \$1.2 million with the increase in income taxes revenue being the most significant contributing factor.

The total fund balance for all other governmental funds increased \$1.2 million from the previous year 2017. The increase is mainly due to the timing of operating and capital grant programs.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements for the business-type activities, but in more detail. Information about the proprietary funds starts on page 26.

The water fund had an increase in net position of \$1.2 million from 2017 (as restated). Current year revenues increased \$1.2 million from prior year due to an increase in the collection of charges for services. In April 2018, the City implemented an approximate nine percent increase in water user rates. Total water fund operating expenses, however, were \$2.1 million greater than 2017 mainly due to an increase in professional services related to a billing software conversion project as well as program management services for a water meter change-out program and repairs to the Paul Street water tower.

The sewer fund net position increased \$1.2 million from 2017 (as restated). Current year revenues increased \$1.2 million from prior year due to an increase in the collection of charges for services. In August 2018, the City implemented a two percent increase in sewer rates, as well as a \$1 increase in the customer's EPA charge. Total operating expenses increased \$1.8 million over 2017 primarily due to an increase in professional services related to a billing software conversion. The loss on disposal of assets decreased \$0.6 million when compared to prior year. The loss on disposal of assets in the prior year was related to the capital assets removed during the Headworks wastewater improvement project. Also during 2017, the wastewater treatment facility suffered damages to certain buildings and equipment as the result of a lightning strike. The sewer fund received \$1.02 million in insurance recoveries during 2018.

The refuse fund showed a slight decrease of approximately \$138,000 in net position from 2017. Consistent with prior years, the revenues are nearly sufficient to cover expenses in the fund. There has been no significant change from the previous year.

The storm water fund showed approximately \$275,000 increase in net position over 2017. Consistent with prior years, the revenues are sufficient to cover expenses in the fund.

These funds are accounted for on an accrual basis. The City is diligent with reviews of these funds, and the necessary adjustments are made to ensure strength in our enterprise funds. Increases in charges for service are implemented as needed.

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General Fund Budgeting Highlights

The City's budget is prepared according to Ohio law and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the Tax Budget, the Certificate of Estimated Resources and the Appropriation Ordinance: all are based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the general fund.

During the course of 2018, the City amended its general fund budget on several occasions. All recommendations for appropriation changes come to Council from the City Finance Director. The Finance Committee of Council reviews them, and they make their recommendation to the Council as a whole.

For the general fund, budget basis actual revenue was \$33.5 million, \$1.9 million over the final budget estimates of nearly \$31.6 million. The most significant contributing factors can be seen in municipal income taxes which were over projections by \$652,000, as well as charges for services which were over projections by \$601,000. Investment income was \$142,560 above final projections; and intergovernmental revenue was above projections by \$339,300 as well.

Actual expenditures of \$35.8 million were nearly \$2.6 million less than the final appropriations of \$38.4 million. All of the City's departments came in under budget in 2018 by maintaining a conservative spending approach due to uncertainties in the economy of the City.

The most significant difference between the general fund's original budget and final budget is in proceeds of general obligation bonds issued, capital outlay and transfers out. The City budget begins the year with a conservative position towards capital spending. The City issued general obligation bonds in March 2018 that were not in the original budget. The original budget also does not anticipate the amount to be transferred throughout the year. The general fund budget is then amended during the year as capital spending is appropriately planned.

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Capital Assets and Debt Administration

Capital Assets

At the end of year 2018, the City had \$226.1 million invested in land, construction in process, buildings, improvements, machinery and equipment, furniture and fixtures, infrastructure, capitalized interest and intangibles, and vehicles. A total of \$62.2 million of this was for governmental activities with the remaining \$163.9 million attributable to business-type activities. Table 3 shows fiscal year 2018 balances compared with 2017.

(Table 3)
Capital Assets at December 31
(Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2018	2017	2018	2017	2018	2017
Land	\$ 7,997,657	\$ 7,717,057	\$ 5,414,311	\$ 5,254,588	\$ 13,411,968	\$ 12,971,645
Construction in Progress	5,654,160	4,580,353	25,551,769	5,029,615	31,205,929	9,609,968
Buildings	8,333,749	6,864,166	64,869,624	66,536,035	73,203,373	73,400,201
Improvements	1,594,250	1,255,969	11,736,629	12,693,743	13,330,879	13,949,712
Machinery and Equipment	3,854,211	3,670,579	20,352,433	21,930,512	24,206,644	25,601,091
Furniture and Fixtures	41,688	37,455	23,038	25,800	64,726	63,255
Vehicles	1,580,934	726,652	896,290	965,156	2,477,224	1,691,808
Capitalized Interest and Intangibles	0	0	1,969,240	1,986,632	1,969,240	1,986,632
Infrastructure	33,173,031	35,024,305	33,087,516	33,934,238	66,260,547	68,958,543
Totals	<u>\$ 62,229,680</u>	<u>\$ 59,876,536</u>	<u>\$ 163,900,850</u>	<u>\$ 148,356,319</u>	<u>\$ 226,130,530</u>	<u>\$ 208,232,855</u>

In viewing the City as a whole, total capital assets increased nearly \$17.9 million in 2018 from the prior year.

Net capital assets of the governmental activities increased over \$2.4 million, which is seen most prominently in buildings, vehicles and construction in process. The City completed its Hall of Justice building addition/renovation project during 2018. Construction in process increased with increased construction activity on the ALL-Lima Railroad Grade Separation project. The City purchased a new Sutphen engine for the Fire Department and added body camera equipment for the City's Police Department.

In business-type activities, construction in process increased over \$20.5 million during 2018. Construction is in full swing on several sanitary sewer projects including segmented block sewer system rehabilitation and the construction of a new 35 million gallon underground storage tank. The water utility started a city-wide water meter change-out project during 2018 as well.

Additional information about the City's capital assets is presented in Note 9 to the basic financial statements.

CITY OF LIMA
Allen County, Ohio

Management's Discussion and Analysis
For the Year Ended December 31, 2018
(Unaudited)
(Continued)

Debt Administration

The total outstanding debt for the City as of December 31, 2018 was \$128.7 million. This balance reflects an increase of \$13.8 million, or nearly 12 percent, from the prior year balance. During 2018, the City issued \$8.825 million in various improvement and refunding general obligation bonds. \$3.665 million repaid existing bond anticipation notes with long-term financing. The City's business-type activities drew \$13.5 million in OWDA loans which financed significant construction and improvements as discussed above. The City also issued \$7.535 million in taxable sewer revenue bonds whose proceeds were used to refund \$7.705 million of outstanding taxable sewer revenue bonds at a savings to the City. See Note 14 of the basic financial statements for additional details of the debt obligations. Table 4 summarizes the City's outstanding debt.

(Table 4)
Outstanding Debt, at December 31

	Governmental Activities		Business-Type Activities		Total	
	2018	2017	2018	2017	2018	2017
General Obligation Bonds	\$ 8,697,946	\$ 1,507,267	\$ 4,263,465	\$ 3,646,621	\$ 12,961,411	\$ 5,153,888
Revenue Bonds	0	0	34,006,346	35,391,691	34,006,346	35,391,691
Bond Anticipation Notes	0	2,653,674	0	1,011,326	0	3,665,000
Capital Leases	3,918	6,728	0	0	3,918	6,728
OWDA Loans	0	0	81,159,689	69,948,200	81,159,689	69,948,200
Bresler Reservoir Termination Agreement	0	0	568,334	710,416	568,334	710,416
Total	\$ 8,701,864	\$ 4,167,669	\$ 119,997,834	\$ 110,708,254	\$ 128,699,698	\$ 114,875,923

Current Financial Issues

The City of Lima's goal is to keep itself financially strong and enable growth to meet the needs of the future. Plans for the future are always made keeping a careful watch on the financial condition of the City.

The City is developing new and enhancing existing economic development incentives to attract new businesses and encourage existing ones to expand their operations within the City of Lima. City administration is currently working with businesses to occupy several industrial parks within the City limits. Extension of City utilities to new areas is an ongoing process. The City's recent construction of a new reservoir is just one of the efforts to serve the anticipated needs for future economic development.

Contacting the City Auditor's Department

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Randy Bartels, Auditor of City of Lima, 50 Town Square, Lima, OH 45801 or email randy.bartels@cityhall.lima.oh.us.

CITY OF LIMA
Allen County, Ohio

Statement of Net Position
December 31, 2018

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets			
Equity in Pooled Cash and Cash Equivalents	\$ 17,546,302	\$ 20,567,471	\$ 38,113,773
Taxes Receivable	4,485,153	0	4,485,153
Accounts Receivable	871,584	7,752,013	8,623,597
Intergovernmental Receivable	1,810,005	0	1,810,005
Special Assessments Receivable	10,448,513	0	10,448,513
Accrued Interest Receivable	139,223	0	139,223
Materials and Supplies Inventory	102,241	89,904	192,145
Notes Receivable	110,653	0	110,653
Prepaid Items	461,315	127,673	588,988
Internal Balances	(269,980)	269,980	0
Restricted assets:			
Equity in Pooled Cash and Cash Equivalents	0	561,692	561,692
Cash and Cash Equivalents with Fiscal and Escrow Agents	26,794	3,508,803	3,535,597
Capital Assets:			
Nondepreciable Capital Assets	13,651,817	30,966,079	44,617,896
Depreciable Capital Assets, Net	48,577,863	132,934,771	181,512,634
<i>Total Assets</i>	<u>97,961,483</u>	<u>196,778,386</u>	<u>294,739,869</u>
 Deferred Outflows of Resources			
Deferred Charges on Debt Refunding	0	455,921	455,921
Pension	6,659,983	1,692,308	8,352,291
OPEB	3,076,436	347,475	3,423,911
<i>Total Deferred Outflows of Resources</i>	<u>9,736,419</u>	<u>2,495,704</u>	<u>12,232,123</u>

(continued)

CITY OF LIMA
Allen County, Ohio

Statement of Net Position
December 31, 2018

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Liabilities			
Accounts Payable	511,113	589,366	1,100,479
Contracts Payable	491,831	3,176,846	3,668,677
Accrued Wages	892,919	274,358	1,167,277
Retainages Payable	124,581	615,242	739,823
Intergovernmental Payable	204,820	137,895	342,715
Accrued Interest Payable	20,996	1,236,308	1,257,304
Claims Payable	717,730	0	717,730
Payable from Restricted Assets:			
Refundable Deposits	0	561,691	561,691
Accrued Interest Payable	1,458	127,892	129,350
Long-Term Liabilities			
Due Within One Year	2,585,121	5,313,319	7,898,440
Due in More Than One Year			
Net Pension Liability (see Note 12)	37,523,929	6,844,961	44,368,890
Net OPEB Liability (see Note 13)	32,523,432	4,721,797	37,245,229
Other Amounts Due in More Than One Year	8,862,926	115,619,838	124,482,764
<i>Total Liabilities</i>	<u>84,460,856</u>	<u>139,219,513</u>	<u>223,680,369</u>
Deferred Inflows of Resources			
Property Taxes Levied for Next Year	958,118	0	958,118
Pension	4,445,114	1,667,849	6,112,963
OPEB	1,815,783	399,068	2,214,851
<i>Total Deferred Inflows of Resources</i>	<u>7,219,015</u>	<u>2,066,917</u>	<u>9,285,932</u>
Net Position			
Net Investment in Capital Assets	55,069,594	44,358,995	99,428,589
Restricted for:			
Capital Projects	2,023,633	0	2,023,633
Debt Service	832,579	0	832,579
Public Safety Services	384,808	0	384,808
Court Projects	1,500,964	0	1,500,964
Streets and Highway Maintenance	992,471	0	992,471
Community Development Programs	10,304,530	0	10,304,530
Other Purposes	649,012	0	649,012
Unrestricted	(55,739,560)	13,628,665	(42,110,895)
<i>Total Net Position</i>	<u>\$ 16,018,031</u>	<u>\$ 57,987,660</u>	<u>\$ 74,005,691</u>

The notes to the financial statements are an integral part of this statement.

CITY OF LIMA
Allen County, Ohio

Statement of Activities
For the Year Ended December 31, 2018

	<u>Program Revenues</u>				<u>Net (Expenses) Revenues and Changes in Net Position</u>		
	<u>Expenses</u>	<u>Charges for Services and Sales</u>	<u>Operating Grants, Contributions, and Interest</u>	<u>Capital Grants and Contributions</u>	<u>Primary Government</u>		
					<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Governmental Activities:							
Security of Persons and Property	\$ 21,580,661	\$ 740,682	\$ 190,381	\$ 4	\$ (20,649,594)	\$ 0	\$ (20,649,594)
Leisure Time Activities	2,046,266	48,414	108,832	122,817	(1,766,203)	0	(1,766,203)
Community Environment	3,321,435	766,941	1,658,339	2,654	(893,501)	0	(893,501)
Transportation	7,428,792	690,450	1,317,555	3,507,645	(1,913,142)	0	(1,913,142)
General Government	12,510,907	12,003,067	45,011	23,303	(439,526)	0	(439,526)
Interest and Fiscal Charges	435,518	0	0	0	(435,518)	0	(435,518)
Total Governmental Activities	47,323,579	14,249,554	3,320,118	3,656,423	(26,097,484)	0	(26,097,484)
Business-Type Activities:							
Water	17,623,905	18,640,493	0	26,051	0	1,042,639	1,042,639
Sewer	15,658,222	15,550,000	179,523	1,026,159	0	1,097,460	1,097,460
Refuse	2,850,392	2,709,653	0	0	0	(140,739)	(140,739)
Storm Water	2,177,345	2,432,349	0	0	0	255,004	255,004
Total Business-Type Activities	38,309,864	39,332,495	179,523	1,052,210	0	2,254,364	2,254,364
Totals	85,633,443	53,582,049	3,499,641	4,708,633	(26,097,484)	2,254,364	(23,843,120)
General Revenues:							
Property Taxes Levied for:							
General Purposes					1,083,996	0	1,083,996
Income Taxes Levied for:							
General Purposes					18,407,610	0	18,407,610
Other Local Taxes					265,976	0	265,976
Grants and Entitlements not Restricted to Specific Programs					1,132,764	0	1,132,764
Investment Earnings					438,656	133,099	571,755
Miscellaneous					516,628	103,489	620,117
<i>Total General Revenues</i>					<u>21,845,630</u>	<u>236,588</u>	<u>22,082,218</u>
Change in Net Position					(4,251,854)	2,490,952	(1,760,902)
<i>Net Position Beginning of Year (Restated, see Note 2)</i>					<u>20,269,885</u>	<u>55,496,708</u>	<u>75,766,593</u>
<i>Net Position End of Year</i>					<u>\$ 16,018,031</u>	<u>\$ 57,987,660</u>	<u>\$ 74,005,691</u>

The notes to the financial statements are an integral part of this statement.

CITY OF LIMA
Allen County, Ohio

Balance Sheet
Governmental Funds
December 31, 2018

	General Fund	Other Governmental Funds	Total Governmental Funds
Assets & Deferred Outflows of Resources			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 8,622,111	\$ 7,108,733	\$ 15,730,844
Receivables:			
Taxes	4,422,635	62,518	4,485,153
Accounts	871,334	0	871,334
Intergovernmental	512,022	1,292,616	1,804,638
Special Assessments	9,890	10,438,623	10,448,513
Interfund	2,798	58,500	61,298
Accrued Interest	138,338	885	139,223
Materials and Supplies Inventory	0	59,924	59,924
Due From Other Funds	0	176,040	176,040
Notes Receivable	0	110,653	110,653
Prepaid Items	403,645	57,670	461,315
Restricted assets:			
Cash and Cash Equivalents with Fiscal and Escrow Agents	0	26,794	26,794
Advances to Other Funds	168,438	0	168,438
<i>Total Assets & Deferred Outflows of Resources</i>	<i>\$ 15,151,211</i>	<i>\$ 19,392,956</i>	<i>\$ 34,544,167</i>
 Liabilities & Deferred Inflows of Resources			
Liabilities:			
Accounts Payable	\$ 167,960	\$ 275,095	\$ 443,055
Contracts Payable	6,328	485,503	491,831
Interfund Payable	0	61,298	61,298
Accrued Wages	833,002	59,917	892,919
Retainages Payable	11,081	113,500	124,581
Intergovernmental Payable	193,567	11,253	204,820
Due to Other Funds	0	176,040	176,040
Advances from Other Funds	0	168,438	168,438
<i>Total Liabilities</i>	<i>1,211,938</i>	<i>1,351,044</i>	<i>2,562,982</i>
 Deferred Inflows of Resources			
Unavailable Revenue, Property Tax	1,234,666	0	1,234,666
Unavailable Revenue, Income Tax	2,382,581	0	2,382,581
Unavailable Revenue, Grants and Special Assessments	436,313	11,074,035	11,510,348
<i>Total Deferred Inflows of Resources</i>	<i>4,053,560</i>	<i>11,074,035</i>	<i>15,127,595</i>
 Total Liabilities & Deferred Inflows of Resources	 5,265,498	 12,425,079	 17,690,577
 Fund Balances			
Nonspendable	945,747	117,594	1,063,341
Restricted	0	6,083,853	6,083,853
Committed	0	706,616	706,616
Assigned	5,080,763	257,221	5,337,984
Unassigned	3,859,203	(197,407)	3,661,796
Total Fund Balances	9,885,713	6,967,877	16,853,590
 <i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<i>\$ 15,151,211</i>	<i>\$ 19,392,956</i>	<i>\$ 34,544,167</i>

The notes to the financial statements are an integral part of this statement.

CITY OF LIMA
Allen County, Ohio

*Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
December 31, 2018*

Total Governmental Funds Balances		\$16,853,590
 <i>Amounts reported for governmental activities in the statement of net position are different because:</i>		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		62,229,680
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:		
Property Taxes (delinquent real & property taxes)	276,550	
Income Tax (2018 taxes collected in 2019)	2,382,581	
Intergovernmental (Local Govt funds, H&R, grants)	1,061,837	
Special Assessments	10,448,513	
Total	14,169,481	14,169,481
An internal service fund is used by management to charge the costs of insurance and services to individual funds. The assets and liabilities of the internal service fund included in governmental activities in the statement of net position.		
Net Position	1,133,443	
Internal Service Fund Capital Asset included above	(55,843)	
Internal Balances	(269,980)	
Total	807,620	807,620
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	6,659,983	
Deferred Inflows - Pension	(4,445,114)	
Net Pension Liability	(37,523,929)	
Total	(35,309,060)	(35,309,060)
The net OPEB 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 - OPEB	3,076,436	
Deferred Inflows - OPEB	(1,815,783)	
Net OPEB Liability	(32,523,432)	
Total	(31,262,779)	(31,262,779)
Long-term liabilities, including bonds payable and accrued interest payable, are not due and payable in the current period and therefore are not reported in the funds:		
General Obligation Bonds	(8,697,946)	
Compensated Absences	(2,746,185)	
Capital Leases Payable	(3,916)	
Accrued Interest Payable	(22,454)	
Total	(11,470,501)	(11,470,501)
<i>Net Position of Governmental Activities</i>		\$16,018,031

The notes to the financial statements are an integral part of this statement.

CITY OF LIMA
Allen County, Ohio

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2018

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:			
Property Taxes	\$ 1,104,995	\$ 0	\$ 1,104,995
Municipal Income Tax	18,286,350	0	18,286,350
Other Local Taxes	0	265,976	265,976
Intergovernmental	1,431,880	7,195,696	8,627,576
Charges for Services	9,617,956	589,771	10,207,727
Fees, Licenses and Permits	781,978	0	781,978
Fines and Forfeitures	1,337,742	1,011,386	2,349,128
Special Assessments	0	123,020	123,020
Contributions and Donations	2,654	106,942	109,596
Investment Income	421,691	20,993	442,684
Miscellaneous	197,438	140,876	338,314
Total Revenues	<u>33,182,684</u>	<u>9,454,660</u>	<u>42,637,344</u>
Expenditures:			
Current:			
Security of Persons and Property	18,203,371	403,205	18,606,576
Leisure Time Activities	1,432,376	20,624	1,453,000
Community Environment	1,079,258	2,042,322	3,121,580
Transportation	1,111,701	2,061,915	3,173,616
General Government	10,033,161	362,171	10,395,332
Capital Outlay	2,037,335	5,526,306	7,563,641
Debt Service:			
Principal Retirement	0	3,569,674	3,569,674
Interest and Fiscal Charges	45,733	425,148	470,881
Total Expenditures	<u>33,942,935</u>	<u>14,411,365</u>	<u>48,354,300</u>
Excess of Revenues Over (Under) Expenditures	<u>(760,251)</u>	<u>(4,956,705)</u>	<u>(5,716,956)</u>
Other Financing Sources (Uses):			
Premium on General Obligation Bonds Issued	42,333	239,554	281,887
Proceeds of General Obligation Bonds Issued	1,970,999	5,876,501	7,847,500
Proceeds from the Disposition of Capital Assets	13,561	3,004	16,565
Transfers-In	800,000	953,013	1,753,013
Transfers-Out	(945,627)	(878,010)	(1,823,637)
Total Other Financing Sources (Uses)	<u>1,881,266</u>	<u>6,194,062</u>	<u>8,075,328</u>
Net Change in Fund Balance	1,121,015	1,237,357	2,358,372
Fund Balance Beginning of Year	<u>8,764,698</u>	<u>5,730,520</u>	<u>14,495,218</u>
Fund Balance End of Year	<u>\$ 9,885,713</u>	<u>\$ 6,967,877</u>	<u>\$ 16,853,590</u>

The notes to the financial statement are an integral part of this statement.

City of Lima
Allen County, Ohio

*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2018*

Net Change in Fund Balances - Total Governmental Funds	\$ 2,358,372
<i>Amounts reported for governmental activities in the statement of activities are different because</i>	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, cost of those assets is allocated over their estimated useful lives as depreciation expense.	
Capital Asset Additions	\$ 10,954,083
Capitalized Assets from CIP	(3,692,042)
Depreciation (expense only)	<u>(4,486,431)</u>
Total	2,775,610
Net effect of various miscellaneous transactions involving capital assets.	(422,466)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Property Taxes	(20,999)
Municipal Income Tax	121,260
Intergovernmental	(17,179)
Special Assessments	<u>334,734</u>
Total	417,816
Other financing sources (uses) in the governmental funds that increase (decrease) long-term liabilities in the statement of net position.	
Issurance of General Obligation Bonds	(7,847,500)
Premium on General Obligation Bonds	(281,887)
Premiums on bond or note issuances are realized when received in the governmental funds, but reduce interest expense on the statement of activities.	22,708
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	3,569,674
Payment on a capital lease is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	2,812
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	12,655
Some expenses reported in the statement of activities, such as compensated absences and intergovernmental payable, which represents contractually required pension, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	74,296
Contractually required pension contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.	3,348,800
Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities.	(5,515,564)
Contractually required OPEB contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.	52,995
Except for amounts reported as deferred inflows/outflows, changes in the net OPEB liability are reported as pension expense in the statement of activities.	(2,525,725)
The internal service funds used by management to charge the costs of insurance and gasoline to individual funds are not reported in the entity-wide statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. and related internal service fund revenues are eliminated.	
Change in Net Position	(320,728)
Capitalized Expenditures	(55,839)
Internal Balances	<u>82,117</u>
Total	<u>(294,450)</u>
<i>Change in Net Position of Governmental Activities</i>	<u><u>\$ (4,251,854)</u></u>

The notes to the financial statements are an integral part of this statement.

CITY OF LIMA
Allen County, Ohio

Statement of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP) and Actual
General Fund
For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Property Taxes	\$ 1,101,200	\$ 1,101,200	\$ 1,104,995	\$ 3,795
Municipal Income Tax	18,200,000	18,200,000	18,852,425	652,425
Intergovernmental	1,090,828	1,090,828	1,430,151	339,323
Charges for Services	8,851,000	8,851,000	9,452,418	601,418
Fees, Licenses and Permits	766,000	766,000	781,978	15,978
Fines and Forfeitures	1,251,000	1,251,000	1,342,101	91,101
Contributions and Donations	1,200	1,200	2,654	1,454
Investment Income	150,000	150,000	292,560	142,560
Miscellaneous	168,500	168,500	197,438	28,938
Total Revenues	<u>31,579,728</u>	<u>31,579,728</u>	<u>33,456,720</u>	<u>1,876,992</u>
Expenditures:				
Current:				
Security of Persons and Property	18,994,938	18,648,203	18,552,511	95,692
Leisure Time Activities	1,689,617	1,525,882	1,427,023	98,859
Community Environment	1,132,018	1,134,618	1,092,342	42,276
Transportation	1,243,233	1,224,458	1,155,004	69,454
General Government	11,184,524	11,498,912	10,750,930	747,982
Capital Outlay	219,800	4,241,964	2,814,274	1,427,690
Debt Service:				
Principal Retirement	435,000	83,121	0	83,121
Interest and Fiscal Charges	10,000	52,333	45,733	6,600
Total Expenditures	<u>34,909,130</u>	<u>38,409,491</u>	<u>35,837,817</u>	<u>2,571,674</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,329,402)</u>	<u>(6,829,763)</u>	<u>(2,381,097)</u>	<u>4,448,666</u>
Other Financing Sources (Uses):				
Premium on General Obligation Bonds Issued	0	42,333	42,333	0
Proceeds of General Obligation Bonds Issued	0	1,970,999	1,970,999	0
Proceeds from Disposition of Capital Assets	30,000	30,000	13,561	(16,439)
Transfers In	0	0	800,000	800,000
Transfers Out	0	(945,627)	(945,627)	0
Advances In	0	0	207,177	207,177
Advances Out	0	(316,182)	(168,438)	147,744
Total Other Financing Sources (Uses)	<u>30,000</u>	<u>781,523</u>	<u>1,920,005</u>	<u>1,138,482</u>
Net Change in Fund Balance	(3,299,402)	(6,048,240)	(461,092)	5,587,148
Fund Balance Beginning of Year	4,394,120	4,394,120	4,394,120	0
Prior Year Encumbrances Appropriated	<u>3,708,508</u>	<u>3,708,508</u>	<u>3,708,508</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 4,803,226</u>	<u>\$ 2,054,388</u>	<u>\$ 7,641,536</u>	<u>\$ 5,587,148</u>

The notes to the financial statement are an integral part of this statement.

CITY OF LIMA
Allen County, Ohio

Statement of Fund Net Position
Proprietary Funds
December 31, 2018

	Enterprise Funds				Total	Governmental
	Water	Sewer	Refuse	Storm Water		Activities
Assets						Internal Service
						Funds
<i>Current assets:</i>						
Equity in Pooled Cash and Cash Equivalents	\$ 11,006,767	\$ 6,719,920	\$ 1,714,063	\$ 1,126,721	\$ 20,567,471	\$ 1,815,458
Receivables:						
Accounts	2,094,326	2,065,733	430,290	3,161,664	7,752,013	250
Intergovernmental	0	0	0	0	0	5,367
Materials and Supplies Inventory	59,442	30,462	0	0	89,904	42,317
Prepaid Items	67,132	57,259	190	3,092	127,673	0
<i>Total Current Assets</i>	<u>13,227,667</u>	<u>8,873,374</u>	<u>2,144,543</u>	<u>4,291,477</u>	<u>28,537,061</u>	<u>1,863,392</u>
<i>Noncurrent Assets:</i>						
Restricted assets:						
Equity in Pooled Cash and Cash Equivalents	561,692	0	0	0	561,692	0
Cash and Cash Equivalents with Fiscal and Escrow Agents	661,895	2,846,908	0	0	3,508,803	0
Capital Assets:						
Nondepreciable Capital Assets	9,189,617	21,409,275	0	367,187	30,966,079	55,839
Depreciable Capital Assets, Net	54,192,003	68,483,688	0	10,259,080	132,934,771	0
<i>Total Noncurrent Assets</i>	<u>64,605,207</u>	<u>92,739,871</u>	<u>0</u>	<u>10,626,267</u>	<u>167,971,345</u>	<u>55,839</u>
<i>Total Assets</i>	<u>77,832,874</u>	<u>101,613,245</u>	<u>2,144,543</u>	<u>14,917,744</u>	<u>196,508,406</u>	<u>1,919,231</u>
 Deferred Outflows of Resources						
Deferred Charges on Refunding	0	455,921	0	0	455,921	0
Pension	787,484	668,929	39,087	196,808	1,692,308	0
OPEB	161,616	137,374	8,081	40,404	347,475	0
<i>Total Deferred Outflows of Resources</i>	<u>949,100</u>	<u>1,262,224</u>	<u>47,168</u>	<u>237,212</u>	<u>2,495,704</u>	<u>0</u>

(continued)

CITY OF LIMA
Allen County, Ohio

*Statement of Fund Net Position
Proprietary Funds
December 31, 2018*

	Enterprise Funds				Governmental Activities Internal Service Funds	
	Water	Sewer	Refuse	Storm Water		Total
Liabilities						
<i>Current Liabilities from Unrestricted Assets:</i>						
Accounts Payable	189,625	268,428	88,627	42,686	589,366	68,058
Contracts Payable	1,685,144	1,462,956	0	28,746	3,176,846	0
Accrued Wages	127,826	115,281	4,912	26,339	274,358	0
Compensated Absences Payable	230,289	177,181	11,677	43,617	462,764	0
Retainages Payable	0	615,242	0	0	615,242	0
Intergovernmental Payable	114,714	18,628	863	3,690	137,895	0
Accrued Interest Payable	930,479	302,625	0	3,204	1,236,308	0
Claims Payable	0	0	0	0	0	717,730
OWDA Loans Payable	1,291,450	1,093,090	0	15,172	2,399,712	0
Bresler Reservoir Termination Agreement	142,082	0	0	0	142,082	0
General Obligation Bonds Payable (Net, where applicable, of unamortized discount and accounting loss)	45,386	379,154	0	0	424,540	0
<i>Subtotal Current Liabilities from Unrestricted Assets</i>	<u>4,756,995</u>	<u>4,432,585</u>	<u>106,079</u>	<u>163,454</u>	<u>9,459,113</u>	<u>785,788</u>
<i>Current Liabilities Payable from Restricted Assets:</i>						
Revenue Bonds Payable (Net, where applicable of unamortized premiums/discounts)	437,801	1,446,420	0	0	1,884,221	0
Refundable Deposits	561,691	0	0	0	561,691	0
Accrued Interest Payable	12,085	115,807	0	0	127,892	0
<i>Subtotal Current Liabilities Payable from Restricted Assets</i>	<u>1,011,577</u>	<u>1,562,227</u>	<u>0</u>	<u>0</u>	<u>2,573,804</u>	<u>0</u>
<i>Total Current Liabilities</i>	<u>5,768,572</u>	<u>5,994,812</u>	<u>106,079</u>	<u>163,454</u>	<u>12,032,917</u>	<u>785,788</u>
<i>Long-Term Liabilities</i>						
Compensated Absences Payable (Net of Current Portion)	227,477	190,681	10,161	44,240	472,559	0
OWDA Loans Payable (Net of Current Portion)	44,872,305	33,685,306	0	202,366	78,759,977	0
Bresler Reservoir Termination Agreement (Net of Current Portion)	426,252	0	0	0	426,252	0
General Obligation Bonds Payable (Net, where applicable, of unamortized discount and accounting loss)	736,036	3,102,889	0	0	3,838,925	0
Revenue Bonds Payable (Net of Current Portion and where applicable, of unamortized premiums/discounts)	3,308,380	28,813,745	0	0	32,122,125	0
Net OPEB Liability	2,196,185	1,866,757	109,809	549,046	4,721,797	0
Net Pension Liability	3,183,703	2,706,147	159,185	795,926	6,844,961	0
<i>Total Long-Term Liabilities</i>	<u>54,950,338</u>	<u>70,365,525</u>	<u>279,155</u>	<u>1,591,578</u>	<u>127,186,596</u>	<u>0</u>
<i>Total Liabilities</i>	<u>60,718,910</u>	<u>76,360,337</u>	<u>385,234</u>	<u>1,755,032</u>	<u>139,219,513</u>	<u>785,788</u>
Deferred Inflows of Resources						
Pension	775,744	659,382	38,787	193,936	1,667,849	0
OPEB	185,613	157,771	9,281	46,403	399,068	0
<i>Total Deferred Inflows of Resources</i>	<u>961,357</u>	<u>817,153</u>	<u>48,068</u>	<u>240,339</u>	<u>2,066,917</u>	<u>0</u>
Net Position						
Net Investment in Capital Assets	12,121,928	24,141,504	0	10,408,729	44,358,955	0
Unrestricted	4,979,779	1,556,475	1,758,409	2,750,856	13,358,725	1,133,443
<i>Total Net Position</i>	<u>\$ 17,101,707</u>	<u>\$ 25,697,979</u>	<u>\$ 1,758,409</u>	<u>\$ 13,159,585</u>	<u>57,717,680</u>	<u>\$ 1,133,443</u>
Net position reported for business-type activities in the statement of net position are different because they include accumulated overpayments to the internal service funds:					<u>269,980</u>	
<i>Net Position of Business-Type Activities</i>					<u>\$ 57,987,660</u>	

Net Investment in Capital Assets does not crossfoot due to certain capital assets being reported in one fund and the related debt being reported in another fund.
Debt related to certain Storm Water assets is included in the Sewer Fund. This debt has not been included in the net investment in capital assets
for the Sewer Fund or the Storm Water Fund, but has been reflected in the entity-wide total. See Note 14.

The notes to the financial statements are an integral part of this statement.

CITY OF LIMA
Allen County, Ohio

*Statement of Revenues,
Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2018*

	Enterprise Funds					Governmental Activities Internal Service Funds
	Water	Sewer	Refuse	Storm Water	Total	
Operating Revenues:						
Charges for Services	\$ 17,430,613	\$ 12,766,889	\$ 2,709,634	\$ 2,365,977	\$ 35,273,113	\$ 6,251,178
Other Operating Revenues	1,209,880	2,783,111	19	66,372	4,059,382	2,004,881
Total Operating Revenues	<u>18,640,493</u>	<u>15,550,000</u>	<u>2,709,653</u>	<u>2,432,349</u>	<u>39,332,495</u>	<u>8,256,059</u>
Operating Expenses:						
Salaries	2,982,340	2,479,600	106,287	713,249	6,281,476	0
Fringe Benefits	1,741,989	1,487,000	93,788	436,333	3,759,110	0
Claims Expense	0	0	0	0	0	6,915,458
Other Services and Charges	8,166,513	5,864,416	2,649,450	601,100	17,281,479	1,731,953
Depreciation	2,632,412	3,287,575	0	412,228	6,332,215	0
Total Operating Expenses	<u>15,523,254</u>	<u>13,118,591</u>	<u>2,849,525</u>	<u>2,162,910</u>	<u>33,654,280</u>	<u>8,647,411</u>
Operating Income (Loss)	<u>3,117,239</u>	<u>2,431,409</u>	<u>(139,872)</u>	<u>269,439</u>	<u>5,678,215</u>	<u>(391,352)</u>
Non-Operating Revenues (Expenses):						
Gain (Loss) on Disposal of Capital Assets	139	301	0	0	440	0
Rebate on RZ and BAB Bonds	0	179,523	0	0	179,523	0
Tap-in Fees	26,036	0	0	0	26,036	0
Investment Income	55,914	76,760	0	0	132,674	0
Miscellaneous	49,398	40,439	1,691	11,961	103,489	0
Insurance Recoveries	0	1,026,159	0	0	1,026,159	0
Interest and Fiscal Charges	(2,050,286)	(2,516,663)	0	(6,518)	(4,573,467)	0
Total Non-Operating Revenues (Expenses)	<u>(1,918,799)</u>	<u>(1,193,481)</u>	<u>1,691</u>	<u>5,443</u>	<u>(3,105,146)</u>	<u>0</u>
Income (Loss) before Transfers	1,198,440	1,237,928	(138,181)	274,882	2,573,069	(391,352)
Transfers In	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>70,624</u>
Change in Net Position	1,198,440	1,237,928	(138,181)	274,882	2,573,069	(320,728)
Net Position - Beginning of Year (Restated, see Note 2)	<u>15,903,267</u>	<u>24,460,051</u>	<u>1,896,590</u>	<u>12,884,703</u>		<u>1,454,171</u>
Net Position - End of Year	<u>\$ 17,101,707</u>	<u>\$ 25,697,979</u>	<u>\$ 1,758,409</u>	<u>\$ 13,159,585</u>		<u>\$ 1,133,443</u>

Some amounts reported for business-type activities in the statement of activities are different because a portion of the net expense of the internal service funds is reported with business-type activities.

(82,117)

Change in Net Position of Business-Type Activities

\$ 2,490,952

The notes to the financial statements are an integral part of this statement.

CITY OF LIMA
Allen County, Ohio

Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2018

	Enterprise Funds				Total	Governmental
	Water	Sewer	Refuse	Storm Water		Activities
						Internal Service
						Funds
Cash Flows from Operating Activities:						
Cash Received from Customers	\$ 17,409,283	\$ 11,916,242	\$ 2,800,266	\$ 2,438,268	\$ 34,564,059	\$ 0
Cash Received from Interfund Services Provided	0	0	0	0	0	6,247,987
Other Cash Receipts	1,212,389	2,753,034	19	66,372	4,031,814	2,002,455
Cash Payments to Employees for Services	(2,979,477)	(2,472,105)	(105,982)	(719,366)	(6,276,930)	0
Cash Payments for Employee Benefits	(1,310,330)	(1,071,161)	(42,697)	(346,208)	(2,770,396)	0
Cash Payments for Other Services and Charges	(6,807,644)	(4,446,979)	(2,597,790)	(561,104)	(14,413,517)	(1,698,385)
Cash Payments for Claims	0	0	0	0	0	(7,134,584)
Net Cash Provided by (Used in) Operating Activities	<u>7,524,221</u>	<u>6,679,031</u>	<u>53,816</u>	<u>877,962</u>	<u>15,135,030</u>	<u>(582,527)</u>
Cash Flows from Noncapital Financing Activities						
Cash Received from BWC Reimbursement	49,398	40,439	1,691	11,961	103,489	0
Advances (to) from Other Funds	0	0	0	0	0	(35,212)
Transfers In (Out)	0	0	0	0	0	70,624
Net Cash Provided by (Used in) Noncapital Financing Activities	<u>49,398</u>	<u>40,439</u>	<u>1,691</u>	<u>11,961</u>	<u>103,489</u>	<u>35,412</u>
Cash Flows from Capital and Related Financing Activities:						
Cash Received from Tap-in Fees	26,036	0	0	0	26,036	0
Proceeds from OWDA Loan	35,753	13,423,230	0	0	13,458,983	0
Proceeds from General Obligation Bond Issue	781,250	196,250	0	0	977,500	0
Premium on General Obligation Bond Issue	40,953	13,647	0	0	54,600	0
Proceeds from Refunding Revenue Bond Issue	0	7,535,000	0	0	7,535,000	0
Premium on Refunding Revenue Bond Issue	0	603,288	0	0	603,288	0
Payment to Escrow Agent	0	(7,965,471)	0	0	(7,965,471)	0
Rebate on Build America Bonds	0	179,523	0	0	179,523	0
Principal Paid on OWDA Debt	(1,240,545)	(992,244)	0	(14,705)	(2,247,494)	0
Principal Paid on General Obligation Bonds	(38,750)	(368,750)	0	0	(407,500)	0
Principal Paid on Revenue Bonds	(430,000)	(1,380,000)	0	0	(1,810,000)	0
Principal Paid on Bond Anticipation Notes	(805,663)	(205,663)	0	0	(1,011,326)	0
Principal Paid on Bresler Reservoir Termination Agreement	(142,082)	0	0	0	(142,082)	0
Interest and Fiscal Charges Paid on Debt Obligations	(2,040,099)	(2,471,744)	0	(6,734)	(4,518,577)	0
Payments for Capital Acquisitions	(6,159,065)	(15,313,823)	0	(403,857)	(21,876,745)	(55,839)
Proceeds from Insurance Recoveries	0	1,026,159	0	0	1,026,159	0
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>(9,972,212)</u>	<u>(5,720,598)</u>	<u>0</u>	<u>(425,296)</u>	<u>(16,118,106)</u>	<u>(55,839)</u>
Cash Flows from Investing Activities:						
Interest from Investments	38,097	24,965	0	0	63,062	0
Proceeds from Sale of Assets	139	301	0	0	440	0
Net Cash Provided by (Used in) Investing Activities:	<u>38,236</u>	<u>25,266</u>	<u>0</u>	<u>0</u>	<u>63,502</u>	<u>0</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(2,360,357)	1,024,138	55,507	464,627	(816,085)	(602,954)
Cash and Cash Equivalents Beginning of Year	<u>14,590,711</u>	<u>8,542,690</u>	<u>1,658,556</u>	<u>662,094</u>	<u>25,454,051</u>	<u>2,418,412</u>
Cash and Cash Equivalents End of Year	<u>\$ 12,230,354</u>	<u>\$ 9,566,828</u>	<u>\$ 1,714,063</u>	<u>\$ 1,126,721</u>	<u>\$ 24,637,966</u>	<u>\$ 1,815,458</u>

The notes to the financial statements are an integral part of this statement.

CITY OF LIMA
Allen County, Ohio

Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2018

	Enterprise Funds					Governmental
	Water	Sewer	Refuse	Storm Water	Total	Activities
						Internal Service
						Funds
Reconciliation of Operating Gain (Loss) to Net Cash Provided by (Used in) Operating Activities:						
Operating Gain (Loss)	\$ 3,117,239	\$ 2,431,409	\$ (139,872)	\$ 269,439	\$ 5,678,215	\$ (391,352)
Adjustments:						
Depreciation	2,632,412	3,287,575	0	412,228	6,332,215	0
(Increase) Decrease in Assets:						
Accounts Receivable	(135,787)	(850,647)	90,632	72,291	(823,511)	(250)
Intergovernmental Receivable	0	0	0	0	0	(5,367)
Materials and Supply Inventory	(4,641)	(5,691)	0	0	(10,332)	12,089
Prepaid Items	(1,945)	1,024	(5)	(152)	(1,078)	0
Decrease in Deferred Outflows of Resources - Pension	1,010,817	884,146	77,914	253,731	2,226,608	0
Decrease in Deferred Outflows of Resources - OPEB	(134,814)	(114,592)	(6,741)	(33,704)	(289,851)	0
Increase (Decrease) in Liabilities:						
Accounts Payable	(39,316)	(331,734)	51,665	26,033	(293,352)	21,479
Contracts Payable	1,576,326	1,128,519	0	14,115	2,718,960	0
Retainage Payable	0	595,242	0	0	595,242	0
Accrued Wages	2,863	7,495	305	(6,117)	4,546	0
Compensated Absences Payable	12,600	15,331	1,557	(19,435)	10,053	0
Intergovernmental Payable	(41,155)	(13)	69	(1,928)	(43,027)	0
Claims Payable	0	0	0	0	0	(219,126)
Refundable Deposits	(15,240)	0	0	0	(15,240)	0
Net Pension Liability	(1,488,654)	(1,265,356)	(74,433)	(372,163)	(3,200,606)	0
Net OPEB Liability	120,949	102,806	6,047	30,237	260,039	0
Decrease in Deferred Inflows of Resources - Pension	726,954	635,746	37,397	186,984	1,587,081	0
Decrease in Deferred Inflows of Resources - OPEB	185,613	157,771	9,281	46,403	399,068	0
Net Cash Provided by (Used in) Operating Activities	<u>\$ 7,524,221</u>	<u>\$ 6,679,031</u>	<u>\$ 53,816</u>	<u>\$ 877,962</u>	<u>\$ 15,135,030</u>	<u>\$ (582,527)</u>

The notes to the financial statements are an integral part of this statement.

CITY OF LIMA
Allen County, Ohio

Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2018

	<u>Agency</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$ 269,062
Cash and Cash Equivalents in Segregated Accounts	608,920
Accounts Receivable	<u>1,110,635</u>
 <i>Total Assets</i>	 <u>1,988,617</u>
 Liabilities	
Intergovernmental Payable	26,933
Undistributed Monies	1,719,555
Deposits Held and Due to Others	<u>242,129</u>
 <i>Total Liabilities</i>	 <u>\$ 1,988,617</u>

The notes to the financial statements are an integral part of this statement.

CITY OF LIMA
Allen County, Ohio

Notes to the Basic Financial Statements
For the Year Ended December 31, 2018

NOTE 1: REPORTING ENTITY

The City of Lima (the “City”) is a home rule municipal corporation, established under the laws of the State of Ohio, which operates under its own charter. The municipal government, provided by the charter, operates under a mayor-council form of government. Legislative power is vested in an eight-member council, each elected to four-year terms. The Mayor, City Auditor and Director of Law are each elected to four-year terms. The Mayor appoints all officers, members of commissions and classified and unclassified positions in the departments under his control. Other elected officials appoint classified and unclassified positions in their departments.

A reporting entity is composed of the primary government, component units, and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City of Lima consists of all funds, departments, boards, and agencies that are not legally separate from the City. The City is segmented into many different activities and smaller accounting entities. These include police force, fire fighting force, street maintenance force, park and recreation system, which includes a swimming pool, a water system, a sewer system, a refuse force and storm water system.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization’s governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization’s resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations, which are fiscally dependent on the City in that the City approves the budget, the levying of taxes or the issuance of debt. There are no component units included in the reporting entity of the City.

The City is associated with certain organizations which are defined as joint ventures, jointly governed organizations, and insurance pools. These organizations are presented in Notes 10(B), 21, and 22 of this basic financial statement. These organizations include the Ohio Plan Risk Management, Lima-Allen County Downtown Construction, Lima-Allen County Regional Planning Commission, and Lima-Allen County Joint Parking Commission.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant of the City's accounting policies are described below.

A. Basis of Presentation

The City's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

CITY OF LIMA
Allen County, Ohio

Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

Government-wide Financial Statements

The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is also eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the City that are governmental and those that are considered business-type.

The statement of net position presents the financial condition of the governmental and business-type activities of the City at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the City's governmental activities and for the business-type activities of the City. Direct expenses are those that are specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the City, with certain limitations. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the City.

Fund Financial Statements

During the year, the City segregates transactions related to certain City functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service fund is presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

B. Fund Accounting

The City uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds: governmental, proprietary, and fiduciary.

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, deferred outflows of resources and liabilities and deferred inflows of resources is reported as fund balance. The following is the City's major governmental fund:

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

General Fund – The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Ohio.

The other governmental funds of the City account for grants and other resources to which the City is bound to observe constraints imposed upon the use of the resources.

Proprietary Funds – Proprietary fund reporting focuses on the determination of operating income, changes in net position, net position and cash flows. The following are the City's proprietary fund types:

Enterprise Funds – Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The sewer, water, refuse and storm water funds are the City's major enterprise funds.

Water Fund – The water fund accounts for the provision of water service to the residents and commercial users located within the City.

Sewer Fund – The sewer fund accounts for the provision of sanitary sewer service to the residents and commercial users located within the City.

Refuse Fund – The refuse fund accounts for the provision of refuse collection and disposal to residential customers within the City.

Storm Water Fund – The storm water fund accounts for the provision of storm water management to the residents and commercial users located within the City.

Internal Service Funds – The internal service funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the City, or to other governmental units, on a cost-reimbursement basis. The internal service funds account for the City's self-insured health insurance and gasoline provided to department of the City.

Fiduciary Funds – Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds, and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City does not have trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's agency funds account for security deposits, fire bond deposits, Municipal Court activity, building fees, energy special improvement district assessments and the Law Library Resource Board.

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For the Year Ended December 31, 2018
(Continued)

C. Measurement Focus

Government-wide Financial Statements

The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of the City are included on the statement of net position. The statement of activities presents increases (e.g. revenues) and decreases (e.g. expenses) in total net position.

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows of resources and current liabilities and deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the statement of fund net position. The statement of revenues, expenses and changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary fund activities.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-Exchange Transactions – Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the City, available means expected to be received within thirty-one days after year-end.

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For the Year Ended December 31, 2018
(Continued)

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements, and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6). Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the City must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: income tax, state-levied locally shared taxes (including gasoline tax and motor vehicle license fees), fines and forfeitures, interest, grants and entitlements, and rentals.

Expenses/Expenditures On the accrual basis of accounting, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

E. Cash and Investments

Cash received by the City, except cash held by a trustee or fiscal agent and cash in segregated accounts, is pooled in a common group of bank accounts. Monies for all funds are maintained in these accounts. Individual fund integrity is maintained through City records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents."

The City utilizes a financial institution to service bonded debt as principal and interest payments come due. The balance in this account is presented as "Cash and Cash Equivalents with Fiscal and Escrow Agents" and represents deposits. Cash and cash equivalents that are held separately by the City's Municipal Court funds are recorded as "Cash and Cash Equivalents in Segregated Accounts." Cash and cash equivalents held separately by fiscal agents which are limited in use due to applicable bond agreements are recorded as "Restricted Cash and Cash Equivalents with Fiscal and Escrow Agents." Money held by the City which represents utility deposits is presented as "Restricted Equity in Pooled Cash and Cash Equivalents."

During 2018, the City invested in US Government securities, including Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation funds, Federal National Mortgage Association, U.S. Treasury Bills and U.S. Government Money Market Funds.

The City records all investment income in the General Fund except for interest earned on monies held by trustee in accordance with the bond covenants, state statutes and grant requirements. Investment

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

income credited to the General Fund during 2018 amounted to \$421,691 which includes \$328,331 assigned from other City funds.

For purposes of the statement of cash flows, investments with an original maturity of three months or less are considered to be cash equivalents. In addition, all cash and investments of the cash management pool are considered to be cash equivalents because they are sufficiently liquid to permit withdrawal by the proprietary funds on demand. Investments with maturities greater than three months that are not part of the cash management pool are not considered to be cash equivalents.

F. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2018, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

G. Materials and Supplies Inventory

On government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used.

On fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory consists of expendable supplies.

H. Notes Receivable

Notes receivable represents the right to receive repayment for certain loans made by the City. The loans are based upon written agreements between the City and the various loan recipients.

I. Deferred Outflows/Inflows of Resources

In addition to assets, the statements of financial 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 reporting period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources are reported on the government-wide statement of net position for deferred charges on debt refunding, pension and OPEB. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. On the accrual basis of accounting, deferred charges are being amortized as a component of interest expense. The deferred outflows of resources related to pension and OPEB are explained in Notes 12 and 13.

In addition to liabilities, the statements of financial 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 until that time. For the City, deferred inflows of resources include property taxes, pension, OPEB and unavailable revenues for grants. Property taxes

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For the Year Ended December 31, 2018
(Continued)

represent amounts for which there is an enforceable legal claim as of December 31, 2018, but which were levied to finance 2019 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and 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 the City, unavailable revenue includes delinquent property taxes, income taxes, special assessments and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The details of these unavailable revenues are identified on the reconciliation of total governmental fund balances to net position of governmental activities. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position. (See Notes 12 and 13)

J. Restricted Assets/Liabilities

Certain resources set aside for debt repayment, classified as restricted assets on the Statement of Fund Net Position because they are maintained in separate bank accounts and their use is limited by applicable bond covenants, are recorded as “Restricted Cash and Cash Equivalents with Fiscal and Escrow Agents.”

The City has utility deposits from customers that are classified as restricted equity in pooled cash and cash equivalents on the Statement of Fund Net Position because their use is limited to the payment of unpaid utility bills or the refunding of the deposit to the customer.

K. Capital Assets

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in the governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition value as of the date received. The City maintains a capitalization threshold of \$2,500. Improvements are evaluated for capitalization; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of proprietary fund capital assets is also capitalized.

All reported capital assets, except for land and construction-in-progress, are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land	N/A	N/A
Buildings and Improvements	45-50 Years	45-50 Years
Building Improvements	5-40 Years	5-40 Years
Leasehold Improvements	5-20 Years	5-20 Years
Machinery and Equipment	5-15 Years	5-15 Years
Furniture	20 Years	20 Years
Infrastructure	30-99 Years	30-99 Years
Vehicles	5-10 Years	5-10 Years
Water and Sewer Lines	N/A	30-99 Years
Storm Water Infrastructure	N/A	40 Years

The City's infrastructure consists of roads, bridges, curbs and gutters, streets, sidewalks, drainage systems, lighting systems, sewer systems, and water systems.

Capitalization of Interest

Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The City's policy is to capitalize net interest on construction projects until substantial completion of the project. The amount of capitalized interest equals the difference between the interest cost associated with the tax-exempt borrowing used to finance the project from the date of borrowing until completion of the project and the interest earned from temporary investment of the debt proceeds over the same period. Capitalized interest is amortized on the straight-line basis over the estimated useful life of the asset. The City capitalized \$93,737 interest during 2018.

L. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." Interfund loans which do not represent available expendable resources are offset by a fund balance reserve account. These amounts are eliminated in the governmental columns of the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

Amounts between funds for special assessment manuscript debt activity are reported as "interfund receivable/payable" and "due to/from other funds" on the fund financial statements according to its repayment schedule. See Note 14 for additional details on the special assessment debt.

On fund financial statements, long-term interfund loans reported as "advances to/from other funds" are equally offset by nonspendable fund balance which indicates that they do not constitute "available expendable financial resources" even though it is a component of net current assets. Repayment is expected to be made within a reasonable time.

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

M. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for all accumulated unused vacation time when earned for all employees with more than one year of service. Sick leave benefits are accrued as a liability using the termination method. The liability is based on an estimate of the amount of accumulated sick leave that will probably be paid as a termination benefit.

The entire compensated absence liability is reported on the government-wide financial statements.

In governmental funds, the liability for unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

N. Pension/Other Postemployment Benefits (OPEB)

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

O. Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current fiscal year. Net pension/OPEB liability should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plan's fiduciary net position is not sufficient for payment of those benefits.

Bonds, capital leases, and long-term loans are recognized as a liability on the government fund financial statements when due.

P. Fund Balance

Fund balance is divided into five classifications based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

Nonspendable – The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of interfund loans.

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

Enabling legislation authorizes the City to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the City can be compelled by an external party—such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for the purposes specified by the legislation.

Committed – The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (ordinance) of City Council. The committed amounts cannot be used for any other purpose unless City Council removes or changes the specified use by taking the same type of action (ordinance) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by City Council, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints is not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned – Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by City Council or a City official delegated that authority by City Charter or ordinance. The City Council has by resolution authorized the City Auditor to assign fund balance. The City Council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year’s appropriated balance.

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

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For the Year Ended December 31, 2018
(Continued)

The City does not have a formal policy dictating the order of use of fund balance. Thus, it considers restricted amounts used first, followed by committed, assigned and unassigned. City Council is the City's highest level of decision making. Fund balance commitments are established, modified, or rescinded by City Council action through passage of an ordinance. Assigned fund balance includes amounts that have an intended use by City Council or the Mayor. Intent for the use of assigned amounts is demonstrated through passage of appropriation ordinances or encumbrances.

Q. Net Position

Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets.

Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net position restricted for other purposes consists primarily of monies held for unclaimed monies, hotel/motel taxes and special gifts.

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

R. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues include charges for services for water, sewer, refuse and storm water services. Operating expenses are necessary costs incurred to provide the goods or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating.

S. Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets, tap-in fees to the extent they exceed the cost of the connection to the system, of grants or outside contributions of resources restricted to capital acquisition and construction, or of transfers from other proprietary funds or from governmental activities.

T. Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

Exchange transactions between funds are reported as revenues 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 for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

U. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during 2018.

V. Estimates

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

W. Budgetary Data

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriations resolution is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of control has been established by Council at the salaries, fringes, expenditures and capital level within each department in each fund. Budgetary modifications may only be made by resolution of the City Council at the legal level of control.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the City Auditor. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the amended certificate of estimated resources in effect at the time the final appropriations were enacted by Council.

The appropriations resolution is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by Council during the year.

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

X. Implementation of New Accounting Principles and Restatement of Net Position

For the fiscal year ended December 31, 2018, the City has implemented Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial reporting for Postemployment Benefits other than Pensions*, GASB Statement No. 85, *Omnibus 2017* and GASB Statement No. 86, *Certain Debt Extinguishments*.

GASB Statement No. 75 requires recognition of the entire net postemployment benefits other than pensions (other postemployment benefits or OPEB) liability and a more comprehensive measure of postemployment benefits expense for OPEB provided to the employees of state and local governmental employers through OPEB plans that are administered through trusts or equivalent arrangements. The implementation of GASB Statement No. 75 resulted in the inclusion of net OPEB liability and OPEB expense components on the accrual financial statements. See below for the effect on net position as previously reported.

	Governmental Activities	Business-Type Activities
Net Position, December 31, 2017	\$ 38,946,155	\$ 59,900,842
Adjustments:		
Net OPEB Liability	(28,917,009)	(4,461,758)
Deferred Outflow-Payments		
Subsequent to Measurement Date	126,960	57,624
Correction of an Error	10,113,779	0
Restated Net Position, December 31, 2017	\$ 20,269,885	\$ 55,496,708

	Water	Sewer	Refuse	Storm Water	Total Enterprise Funds
Net Position, December 31, 2017	\$ 17,951,701	\$ 26,201,220	\$ 1,999,012	\$ 13,396,812	\$ 59,548,745
Adjustments:					
Net OPEB Liability	(2,075,236)	(1,763,951)	(103,762)	(518,809)	(4,461,758)
Deferred Outflow-Payments					
Subsequent to Measurement Date	26,802	22,782	1,340	6,700	57,624
Restated Net Position, December 31, 2017	\$ 15,903,267	\$ 24,460,051	\$ 1,896,590	\$ 12,884,703	\$ 55,144,611

Other than employer contributions subsequent to the measurement date, the City made no restatement for deferred inflows/outflows of resources relative to GASB 75 as the information needed to generate these restatements was not available.

In addition to the restatement for GASB 75, net position has also been restated for the correction of an error. Pursuant to GASB 6 *Accounting and Financial Reporting for Special Assessments*, deferred inflows for special assessments should be recognized as revenues on the accrual basis of accounting. See above for the effect on net position as previously reported.

GASB Statement No. 85 addresses a variety of topics including issues related to blending component units, goodwill, fair value measurement and application, and other postemployment benefits (OPEB). These changes were incorporated in the City's fiscal year 2018 financial statements; however, there was no effect on beginning net position/fund balance.

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For the Year Ended December 31, 2018
(Continued)

GASB Statement No. 86 addresses the reporting and disclosure requirements of certain debt extinguishments including in-substance defeasance transactions and prepaid insurance associated with debt that is extinguished. The implementation of GASB Statement No. 86 did not have an effect on the financial statements of the City.

NOTE 3: BUDGETARY BASIS OF ACCOUNTING

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

The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP) and Actual presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures/expenses (budget basis) rather than restricted, committed, or assigned fund balance (GAAP basis).
4. Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund.

	General Fund
GAAP Basis	\$ 1,121,015
Adjustments:	
Net adjustment for revenue accruals	274,036
Advances in	207,177
Net adjustment for expenditure accruals	(1,279,549)
Advances out	168,438
Encumbrances	(952,209)
Budget basis	\$ (461,092)

* As part of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, certain funds that are legally budgeted in separate special revenue funds are considered part of the general fund a GAAP basis. This includes the treasurer's trust fund, insurance repair fund and a capital replacement fund.

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For the Year Ended December 31, 2018
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NOTE 4: DEPOSITS AND INVESTMENTS

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

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

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

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

Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, or by the financial institutions participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution.

Interim monies held by the City may be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, Notes, or any other obligation or security issued by the United States or any other obligation guaranteed as to principal or interest by the United States;
2. Bonds, notes, debentures, or other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above, provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2% and be marked to market daily, and that the term of the agreement must not exceed 30 days;
4. Bonds and other obligations of the State of Ohio;

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For the Year Ended December 31, 2018
(Continued)

5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasury Asset Reserve (STAROhio);
7. Certain banker's acceptances and commercial paper notes in an amount not to exceed 40 percent of the interim monies available for investment at any one time; and

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

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

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

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

Cash and Cash Equivalents in Segregated Accounts: At year end, the City had \$608,920 deposited with a financial institution for monies related to the Municipal Court agency fund. This amount is included in the City's depository balance below.

Cash and Cash Equivalents with Fiscal and Escrow Agents: At year end, the City had \$3,535,597 on deposit with financial institutions for escrow accounts and bond and coupon payments. These amounts are included in the City's depository balance below.

A. Deposits

At December 31, 2018, the carrying amount of all City deposits was \$18,899,848 and the bank balance of all City deposits was \$19,391,882. Of the bank balance, \$13,282,209 was exposed to custodial risk as discussed below and \$6,109,673 was covered by the FDIC.

Custodial credit risk for deposits is the risk that, in the event of a bank failure, the City will not be able to recover deposits or collateral securities that are in possession of an outside party. The City has no policy for custodial credit risk beyond the requirements of State statute. Ohio law requires that deposits either be insured or protected by:

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

- Eligible securities pledged to the City and deposited with a qualified trustee by the financial institution as security for repayment whose market value at all times shall be at least 105 percent of the deposits being secured; or
- Participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS required the total market value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State.

B. Investments

As of December 31, 2018, the City had the following investments and maturities:

Investment	Measurement Value	Investment Maturity			% Total Investments	Standard & Poors
		< 1 Year	1-3 Years	4-5 Years		
Federal Home Loan Bank	\$ 6,878,867	\$ 0	\$ 3,707,379	\$ 3,171,488	28.5%	AA+
Federal Farm Credit Bank	750,416	0	750,416	0	3.1%	AA+
Federal Home Loan Mortgage Corporation	15,392,076	0	13,391,766	2,000,310	63.6%	AA+
Federal National Mortgage Association	995,240	0	995,240	0	4.1%	AA+
United States Treasury Bill	172,348	172,348	0	0	0.7%	n/a
US Govt Money Market Fund	249	249	0	0	0.0%	n/a
	<u>\$ 24,189,196</u>	<u>\$ 172,597</u>	<u>\$ 18,844,801</u>	<u>\$ 5,171,798</u>	<u>100.0%</u>	

The City 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. The above table identifies the City's recurring fair value measurements as of December 31, 2018. The City's investments measured at fair value are valued using methodologies that incorporate market inputs such as benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers, and reference data including market research publications. Market indicators and industry and economic events are also monitored which could require the need to acquire further market data (Level 2 inputs).

Interest Rate Risk – To limit its exposure to fair value losses arising from rising interest rates and in keeping with its investment policy, the City does not invest in any security with a remaining term to final maturity of more than five years.

Credit Risk – As of December 31, 2018, Standard & Poors rated the City's investments in Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation and Federal National Mortgage Association bonds as AA+, as shown in the table above. The United States Treasury Bill and US Government Money Market Fund investments are not rated.

Concentration of Credit Risk – The City places no limit on the amount that may be invested in any one issuer. The table above includes the percentage to total of each investment type held by the City at December 31, 2018.

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

NOTE 5: INCOME TAX

The City levies and collects an income tax of 1.5 percent on all income earned within the City as well as incomes of residents earned outside the City. In the latter case, the City allows a credit of 100 percent of the tax paid to another municipality, not to exceed the amount owed. Employers within the City are required to withhold income tax on employee earnings and remit the tax at least quarterly and file a final return annually. Income tax proceeds are used to pay the cost of administering the tax and for General Fund operations and other governmental functions when needed, as determined by Council.

NOTE 6: PROPERTY TAXES

Property taxes include amounts levied against all real and public property, and tangible personal property located in the City. Real property tax revenues received in 2018 represent the collection of 2017 taxes. For 2018, real property taxes were levied after October 1, 2017, on the assessed value as of January 1, 2017, the lien date. These taxes will be collected in and are intended to finance 2018 operations. Assessed values for real property taxes are established by the State statute at 35 percent of appraised market value. All property is required to be revalued every six years. The last revaluation was completed in 2015. Real property taxes are payable annually or semiannually. The first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Public utility real and tangible personal property were levied after October 1, 2017, on the assessed values as of December 31, 2016, the lien date. Public utility real property is assessed at 35 percent of true value; tangible personal property is currently assessed at varying percentages of true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

The full tax rate for all City operations for the year ended December 31, 2018 was \$3.90 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2018 property tax receipts were based are as follows:

<u>Category</u>	<u>Assessed Value</u>
Real Estate	
Residential/Agricultural	\$ 214,935,840
Commercial/Industrial	124,161,120
Public Utilities	160,220
Public Utility	<u>28,247,700</u>
Total	<u>\$ 367,504,880</u>

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City of Lima. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real property taxes, public utility real and tangible personal property taxes, and outstanding delinquencies which became measurable as of December 31, 2018, and for which there is an enforceable legal claim. In the governmental funds, the entire receivable has been offset by deferred inflows of resources since the current taxes were not levied to finance 2018 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On the accrual basis, collectible delinquent property taxes have been recorded as revenue while the remainder of the receivable remains deferred inflows of resources.

NOTE 7: FUND BALANCES

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

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

	General Fund	Other Governmental Funds	Total
Nonspendable for:			
Unclaimed Monies	\$ 373,664	\$ 0	\$ 373,664
Prepays	403,645	57,670	461,315
Inventory	0	59,924	59,924
Advances to Other Funds	168,438	0	168,438
Total Nonspendable	945,747	117,594	1,063,341
Restricted for:			
Street Repairs and Improvements	0	423,778	423,778
Street Vehicles & Equipment	0	281,040	281,040
Law Enforcement Activities	0	364,628	364,628
Law Enforcement Vehicles & Equipment	0	35,851	35,851
Fire Vehicles & Equipment	0	10,148	10,148
Parks Equipment	0	2,493	2,493
Community Development	0	109,564	109,564
DARE Program	0	20,087	20,087
Federal HOME Program Activities	0	443,741	443,741
Schoonover Lake & Dam Improvements	0	1,201,177	1,201,177
Various Land Improvements	0	29,496	29,496
Various Building Improvements	0	302,793	302,793
Municipal Court Activities & Projects	0	2,132,491	2,132,491
Fire and EMS Projects	0	1,358	1,358
Transportation Capital Projects	0	23,990	23,990
Alcohol/Drug Treatment Education	0	497,455	497,455
Other Purposes	0	203,763	203,763
Total Restricted	0	6,083,853	6,083,853
Committed to:			
Sidewalk Projects	0	109,850	109,850
Recreation Activities and Improvement	0	73,316	73,316
Property and Maintenance Services	0	17,844	17,844
Traffic and Parking Services	0	400,967	400,967
Community Outreach	0	3,644	3,644
Travel and Tourism Support	0	100,995	100,995
Total Committed	0	706,616	706,616
Assigned for:			
Debt Services	0	257,221	257,221
Vehicle and Asset Repairs	38,678	0	38,678
Parks Improvements	4,840	0	4,840
Encumbrances:			
General Government	446,713	0	446,713
Security of Persons and Property	85,074	0	85,074
Leisure Time Services	10,118	0	10,118
Community Development	22,040	0	22,040
Transportation	33,065	0	33,065
Capital Outlay	355,199	0	355,199
Subsequent Year Appropriations	4,085,036	0	4,085,036
Total Assigned	5,080,763	257,221	5,337,984
Unassigned (Deficit)	3,859,203	(197,407)	3,661,796
Total Fund Balance (Deficit)	\$ 9,885,713	\$ 6,967,877	\$ 16,853,590

CITY OF LIMA
Allen County, Ohio

Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

NOTE 8: RECEIVABLES

Receivables at December 31, 2018 consisted of taxes, utility accounts, intergovernmental receivables arising from grants, entitlements and shared revenues, special assessments, interest on investments, and notes. All amounts are considered to be fully collectible, including utility services. A summary of taxes receivable follows:

	Amount
Governmental Activities:	
Real Estate Tax	\$ 1,234,666
Municipal Income Tax	3,187,969
Other Local Taxes	62,518
Total Taxes Receivable	\$ 4,485,153

A summary of the principal items of intergovernmental receivables follows:

	Amount
Governmental Activities:	
Homestead/Rollback	\$ 71,400
Local Government/State Income Tax	430,000
Motor Vehicle License Tax	119,000
Gasoline Excise Tax	497,000
Permissive Tax	140,000
2016-DJ-BX-0212 JAG	2,249
Law Enforcement Diversion Grant	799
Aquatic Education Rod & Reel Grant RR19	2,493
HOME Chip Housing	49,647
Community Development Block Grant	76,360
ALL-Lima RRGs, PID 80441	405,068
Other Purposes	15,989
Total Intergovernmental Receivable	\$ 1,810,005

Notes receivable represent low interest notes for development projects and home improvements granted to eligible City residents and businesses under the Federal Community Development Block Grant, the Community Housing Improvement Program, and the Urban Development Action Grant. The notes bear interest at an annual rate of 7 to 8 percent. The notes are to be repaid over periods ranging from five to fifteen years. The gross notes receivable are \$141,082 with uncollectible of \$30,429 at December 31, 2018. The notes are recorded net of an allowance for uncollectibles in the amount of \$110,653.

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

NOTE 9: CAPITAL ASSETS

A summary of changes in capital assets during 2018 follows:

	Balance 12/31/2017	Additions	Reductions	Balance 12/31/2018
Governmental Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$ 7,717,057	\$ 642,636	\$ (362,036)	\$ 7,997,657
Construction in Progress	4,580,353	4,765,849	(3,692,042)	5,654,160
Total Capital Assets, not being depreciated	12,297,410	5,408,485	(4,054,078)	13,651,817
<i>Capital Assets, being depreciated:</i>				
Buildings	14,849,645	1,813,446	(113,363)	16,549,728
Improvements	3,274,325	468,072	0	3,742,397
Machinery and Equipment	7,861,906	798,733	(211,454)	8,449,185
Furniture and Fixtures	90,605	8,208	0	98,813
Vehicles	7,723,831	1,350,155	(572,811)	8,501,175
Infrastructure				
Roads	43,382,959	1,106,984	0	44,489,943
Sidewalks	5,081,397	0	0	5,081,397
Bridges	18,424,546	0	0	18,424,546
Signals and Traffic Lights	8,681,615	0	0	8,681,615
Curbs	5,846,369	0	0	5,846,369
Rail Sidings	1,443,375	0	0	1,443,375
Total Capital Assets, being depreciated	116,660,573	5,545,598	(897,628)	121,308,543
<i>Less Accumulated Depreciation:</i>				
Buildings	(7,985,479)	(295,238)	64,738	(8,215,979)
Improvements	(2,018,356)	(129,791)	0	(2,148,147)
Machinery and Equipment	(4,191,327)	(603,296)	199,649	(4,594,974)
Furniture and Fixtures	(53,150)	(3,975)	0	(57,125)
Vehicles	(6,997,179)	(495,873)	572,811	(6,920,241)
Infrastructure				
Roads	(33,422,586)	(1,821,080)	0	(35,243,666)
Sidewalks	(1,015,446)	(127,035)	0	(1,142,481)
Bridges	(3,126,580)	(339,875)	0	(3,466,455)
Signals and Traffic Lights	(5,702,220)	(451,939)	0	(6,154,159)
Curbs	(3,841,420)	(146,160)	0	(3,987,580)
Rail Sidings	(727,704)	(72,169)	0	(799,873)
Total Accumulated Depreciation	(69,081,447)	(4,486,431)	837,198	(72,730,680)
Total Capital Assets being depreciated, net	47,579,126	1,059,167	(60,430)	48,577,863
Governmental Activities				
Capital Assets, Net	\$ 59,876,536	\$ 6,467,652	\$ (4,114,508)	\$ 62,229,680

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

	Balance 12/31/2017	Additions	Reductions	Balance 12/31/2018
Business-Type Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$ 5,254,588	\$ 159,722	\$ 0	\$ 5,414,310
Construction in Progress	5,029,615	20,522,154	0	25,551,769
Total Capital Assets, not being depreciated	10,284,203	20,681,876	0	30,966,079
<i>Capital Assets, being depreciated:</i>				
Improvements	19,515,626	0	0	19,515,626
Buildings	97,423,862	218,000	0	97,641,862
Machinery and Equipment	42,450,275	564,253	(1,183,509)	41,831,019
Furniture and Fixtures	51,830	0	0	51,830
Vehicles	6,023,677	271,440	(79,469)	6,215,648
Capitalized Interest	5,907,588	93,737	0	6,001,325
Intangible Assets	317,989	0	0	317,989
Infrastructure:				
Storm Water	9,956,189	47,440	0	10,003,629
Sewer	28,187,625	0	0	28,187,625
Water	25,842,963	0	0	25,842,963
Total Capital Assets, being depreciated	235,677,624	1,194,870	(1,262,978)	235,609,516
Less Accumulated Depreciation:				
Improvements	(6,821,883)	(957,114)	0	(7,778,997)
Buildings	(30,887,827)	(1,884,411)	0	(32,772,238)
Machinery and Equipment	(20,519,763)	(2,142,332)	1,183,509	(21,478,586)
Furniture and Fixtures	(26,030)	(2,762)	0	(28,792)
Vehicles	(5,058,521)	(340,306)	79,469	(5,319,358)
Capitalized Interest	(3,920,957)	(111,127)	0	(4,032,084)
Intangible Assets	(317,988)	0	0	(317,988)
Infrastructure:				
Storm Water	(933,038)	(237,835)	0	(1,170,873)
Sewer	(15,990,033)	(348,327)	0	(16,338,360)
Water	(13,129,468)	(308,001)	0	(13,437,469)
Total Accumulated Depreciation	(97,605,508)	(6,332,215)	1,262,978	(102,674,745)
Total Capital Assets being depreciated, net	138,072,116	(5,137,345)	0	132,934,771
Business-Type Activities				
Capital Assets, Net	\$ 148,356,319	\$ 15,544,531	\$ 0	\$ 163,900,850

CITY OF LIMA
Allen County, Ohio

Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

Depreciation expense was charged to functions as follows:

	Depreciation
<i>Governmental Activities:</i>	
Security of Persons and Property	\$ 627,045
Leisure Time Activities	271,057
Community Environment	36,666
Transportation	3,273,828
General Government	277,835
	\$ 4,486,431
 <i>Business-Type Activities:</i>	
Water Fund	\$ 2,632,412
Sewer Fund	3,287,575
Storm Water Fund	412,228
	\$ 6,332,215

NOTE 10: RISK MANAGEMENT

A. Self-Insurance Program

The City has elected to provide employee medical and life benefits through a self-insured program. All funds of the City participate in the program and make payments to the Health Benefits Internal Service Fund based on the amounts needed to pay prior and current year claims. This plan provides a medical plan with a \$200 single and a \$400 family deductible for all employees. Under this program, the fund provides coverage for up to a maximum of \$100,000 for each individual. The City purchases stop-loss coverage for claims in excess of \$100,000 and up to a maximum of \$1,000,000. Settled claims have not exceeded stop-loss coverage for the last three years and there has not been a significant reduction in coverage from the prior year. The City utilizes a third party administrator to review all claims, which are then paid by the City.

Claims payable is based on the requirements of the Governmental Accounting Standards Board Statement No. 30 "Risk Financing Omnibus," which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported if information prior to issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount can be reasonably estimated. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated claim adjustment expenses. Claims payable of \$717,730 as of December 31, 2018, is estimated based on past experience in payment of claims.

	Beginning of Year Liability	Claims and Changes in Estimates	Claims Payments	End of Year Liability
2018	\$ 936,856	\$ 6,915,458	\$ 7,134,584	\$ 717,730
2017	310,688	7,464,345	6,838,177	936,856

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

B. Other Insurance Coverage

The City belongs to the Ohio Plan Risk Management, Inc. (OPRM) (the "Plan"), a non-assessable, unincorporated non-profit association providing a formalized, jointly administered self-insurance risk management program and other administrative services to Ohio governments ("Members"). The Plan is legally separate from its member governments.

Pursuant to Section 2744.081 of the Ohio Revised Code, the plan provides property, liability, errors and omissions, law enforcement, automobile, excess liability, crime, surety and bond, inland marine and other coverages to its members sold through fourteen appointed independent agents in the State of Ohio.

OPRM coverage programs are developed specific to each member's risk management needs and the related premiums for coverage are determined through the application of uniform underwriting criteria addressing the member's exposure to loss. Effective November 1, 2016, the OPRM retained 50% of the premium and losses on the first \$250,000 casualty treaty and 30% of the first \$1,000,000 property treaty. Effective November 1, 2017, the OPRM retained 47% of the premium and losses on the first \$250,000 casualty treaty and 30% of the first \$1,000,000 property treaty. Members are only responsible for their self-retention (deductible) amounts, which vary from member to member. OPRM had 764 members as of December 31, 2017.

Plan members are responsible to notify the Plan of their intent to renew coverage by their renewal date. If a member chooses not to renew with the Plan, they have no other financial obligation to the Plan, but still need to promptly notify the Plan of any potential claims occurring during their membership period. The former member's covered claims, which occurred during their membership period, remain the responsibility of the Plan.

The Pool's audited financial statements conform with generally accepted accounting principles, and reported the following assets, liabilities and equity at December 31, 2017.

Assets	\$ 14,853,620
Liabilities	<u>(9,561,108)</u>
Members' Equity	<u>\$ 5,292,512</u>

The complete audited financial statements for OPRM at the Plan's website, www.ohioplan.org.

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During 2018 the City contracted with a third party for insurance as follows:

Stolly Insurance Agency, Inc.

		Deductible
Building and Contents	\$ 137,231,087	*
General Liability	\$ 8,000,000	*
Boiler and Machinery	\$ 137,231,087	*
Inland Marine	\$ 11,032,380	*
Law Enforcement Officer's	\$ 8,000,000	*
Professional Liability	\$ 8,000,000	*
Auto Liability	\$ 8,000,000	*
Commercial Blanket Bond	\$ 8,000,000	*
Employee Benefit Liability	\$ 8,000,000	*
Public Officials Liability	\$ 8,000,000	*

* The combined insurance coverage includes a specific occurrence deductible of \$25,000

Settled claims have not exceeded coverage in any of the past three years and there has not been a significant reduction in coverage from the prior year.

All employees of the City are covered by a blanket bond, while certain individuals in policy-making roles are covered by separate, higher limit bond coverage.

The City pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs. Accidental life insurance is provided to each employee in the amount of \$20,000.

NOTE 11: COMPENSATED ABSENCES

Vacation leave is earned at rates which vary depending upon length of service and standard work week. Current policy permits vacation leave to be carried forward with supervisory approval. City employees are paid for earned, unused vacation leave at the time of termination of employment.

Sick leave is earned at the rate of four and six-tenths hours for every eighty hours worked. Current policy permits sick leave to be accumulated without limit. Each employee at the time of retirement from active service within the City is paid 33 percent of their accrued but unused sick leave, up to a maximum of fifty accrued sick days.

Unpaid compensated absences at year end are reported on the Statement of Net Position, Governmental Activities, in the amount of \$1,515,044 as due within one year and \$1,231,141 as due in more than one year. Unpaid compensated absences for Business-Type Activities as of year-end are reported on the Statement of Net Position as \$462,764 due within one year and \$472,559 due in more than one year.

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Allen County, Ohio

Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

NOTE 12: DEFINED BENEFIT PENSION PLANS

Net Pension Liability

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

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

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

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

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

Plan Description – Ohio Public Employees Retirement System (OPERS)

The City participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional pension plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan and the combined plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features. While members (e.g. City employees) may elect the member-directed plan and the combined plan, substantially all employee members are in OPERS' traditional plan; therefore, the following disclosure focuses on the traditional pension plan.

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

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

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

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

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

When a benefit recipient has received benefits for 12 months, an annual cost-of-living adjustment (COLA) is provided. This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. For those who retired prior to January 7, 2013, the COLA will continue to be a three 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 (CPI), capped at three percent.

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(Continued)

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

	State and Local
2018 Statutory Maximum Contribution Rates	
Employer	14.00 %
Employee	10.00 %
 2018 Actual Contribution Rates	
Employer:	
Pension	14.00 %
Post-Employment Health Care Benefits	0.00 %
Total Employer	14.00 %
 Employee	 10.00 %

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City’s contractually required contribution was \$1,928,857 for 2018. Of this amount, \$85,988 is reported as an intergovernmental payable.

Plan Description – Ohio Police & Fire Pension Fund (OP&F)

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

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

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

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

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(Continued)

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

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

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

	Police	Firefighters
2018 Statutory Maximum Contribution Rates		
Employer	19.50 %	24.00 %
Employee	12.25 %	12.25 %
 2018 Actual Contribution Rates		
Employer:		
Pension	19.00 %	23.50 %
Post-Employment Health Care Benefits	0.50 %	0.50 %
Total Employer	19.50 %	24.00 %
 Employee	 12.25 %	 12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$2,249,352 for 2018. Of this amount, \$116,691 is reported as an intergovernmental payable.

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

The net pension liability for OPERS was measured as of December 31, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. OP&F's total pension liability was measured as of December 31, 2017, and was determined by rolling forward the total pension liability as of January 1, 2017, to December 31, 2017. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

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For the Year Ended December 31, 2018
(Continued)

	OPERS	OP&F	Total
Proportion of the Net Pension Liability:			
Current Measurement Period	0.10146897%	0.46355300%	
Prior Measurement Period	0.10287774%	0.48459400%	
Change in Proportion	<u>-0.00140877%</u>	<u>-0.02104100%</u>	
Proportionate Share of the Net			
Pension Liability	\$ 15,918,514	\$ 28,450,376	\$ 44,368,890
Pension Expense	\$ 3,577,605	\$ 3,380,451	\$ 6,958,056

Other than contributions made subsequent to the measurement date and differences between projected and actual earnings on investments; deferred inflows/outflows of resources are recognized in pension expense beginning in the current period, using a straight line method over a closed period equal to the average of the expected remaining services lives of all employees that are provided with pensions, determined as of the beginning of the measurement period. Net deferred inflows/outflows of resources pertaining to the differences between projected and actual investment earnings are similarly recognized over a closed five year period. At December 31, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	OPERS	OP&F	Total
Deferred Outflows of Resources			
Differences between Expected and			
Actual Experience	\$ 16,256	\$ 431,753	\$ 448,009
Changes of Assumptions	1,902,361	1,239,731	3,142,092
Changes in Proportionate Share	88,467	495,514	583,981
City Contributions Subsequent			
to the Measurement Date	1,928,857	2,249,352	4,178,209
Total Deferred Outflows of Resources	<u>\$ 3,935,941</u>	<u>\$ 4,416,350</u>	<u>\$ 8,352,291</u>
Deferred Inflows of Resources			
Differences between Expected and			
Actual Experience	\$ 313,701	\$ 51,467	\$ 365,168
Net Difference between Projected and Actual			
Earnings on Pension Plan Investments	3,417,498	984,162	4,401,660
Changes in Proportionate Share	305,963	1,040,173	1,346,136
Total Deferred Inflows of Resources	<u>\$ 4,037,162</u>	<u>\$ 2,075,802</u>	<u>\$ 6,112,964</u>

\$4,178,209 reported as deferred outflows of resources related to pension resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

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(Continued)

Year Ending December 31:	OPERS	OP&F	Total
2019	\$ 1,346,719	\$ 671,243	\$ 2,017,962
2020	(471,045)	412,500	(58,545)
2021	(1,501,454)	(606,859)	(2,108,313)
2022	(1,404,298)	(539,523)	(1,943,821)
2023	0	123,962	123,962
Thereafter	0	29,873	29,873
	<u>\$ (2,030,078)</u>	<u>\$ 91,196</u>	<u>\$ (1,938,882)</u>

Actuarial Assumptions - OPERS

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

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability was determined by an actuarial valuation as of December 31, 2017, using the following key actuarial assumptions and methods applied to all prior periods included in the measurement in accordance with the requirements of GASB 67. Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, prepared as of December 31, 2017 are presented below.

Valuation Date	December 31, 2017
Wage Inflation	3.25 percent
Projected Salary Increases, including wage inflation	3.25 percent to 10.75 percent (includes wage inflation at 3.25 percent)
Investment Rate of Return	7.50 percent
Actuarial Cost Method	Individual Entry Age
Cost-of-Living Adjustments	Pre-1/7/2013 Retirees: 3.00 percent Simple Post-1/7/2013 Retirees: 3.00 percent Simple through 2018, then 2.15 percent Simple

Pre-retirement mortality rates are based on the RP-2014 Employees mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates are based on the RP-2014 Healthy Annuitant mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates for disabled retirees are based on the RP-2014 Disabled mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to all of the above described table.

The most recent experience study was completed for the five year period ended December 31, 2015.

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(Continued)

The long-term expected 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 2017, OPERS managed investments in three investment portfolios: the Defined Benefit portfolio, the Health Care portfolio, and the Defined Contribution portfolio. The Defined Benefit portfolio contains the investment assets of the Traditional Pension Plan, the defined benefit component of the Combined Plan and the annuitized accounts of the Member-Directed Plan. 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, net of investment expenses and adjusted for the changing amounts actually invested, for the Defined Benefit portfolio was 16.82 percent for 2017.

The allocation of investment assets within the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The table below displays the Board-approved asset allocation policy for 2017 and the long-term expected real rates of return:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	23.00 %	2.20 %
Domestic Equities	19.00	6.37
Real Estate	10.00	5.26
Private Equity	10.00	8.97
International Equities	20.00	7.88
Other Investments	18.00	5.26
Total	100.00 %	5.66 %

Discount Rate The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefits payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the City’s proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.50 percent, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is

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Notes to the Basic Financial Statements
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(Continued)

one-percentage-point lower (6.50 percent) or one-percentage-point higher (8.50 percent) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
City's Proportionate Share of the Net Pension Liability	\$ 28,267,225	\$ 15,918,514	\$ 5,623,410

Actuarial Assumptions – OP&F

OP&F's total pension liability as of December 31, 2017 is based on the results of an actuarial valuation date of January 1, 2017, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OP&F's actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing retirement plan involve estimates of the value of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2017, are presented below:

Actuarial Cost Method	Entry Age (Level Percent of Payroll)
Investment Rate of Return	8.00 percent
Projected Salary Increases	3.75 percent to 10.50 percent
Payroll Increases	3.25 percent (inflation plus productivity increase)
Inflation Assumptions	2.75 percent
Cost-of-Living Adjustments	3.00 percent simple; 2.20 percent simple for increases based on lesser of the increase in CPI and 3.00 percent

Mortality for non-disabled participants is based on the RP-2014 Total Employee and Healthy Annuitant Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Conduent Modified 2016 Improvement Scale. Rates for surviving beneficiaries are adjusted by 120 percent.

Age	Police	Fire
67 or less	77 %	68 %
68-77	105	87
78 and up	115	120

Mortality for disabled retirees is based on the RP-2014 Disabled Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Conduent Modified 2016 Improvement Scale.

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Age	Police	Fire
59 or less	35 %	35 %
60-69	60	45
70-79	75	70
80 and up	100	90

The most recent experience study was completed for the five year period ended December 31, 2016, the prior experience study was completed December 31, 2011.

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expected. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2017, are summarized below:

Asset Class	Target Allocation	10 Year Expected Real Rate of Return**	30 Year Expected Real Rate of Return**
Domestic Equity	16.00 %	4.22 %	5.39 %
Non-US Equity	16.00	4.41	5.59
Private Markets	8.00	6.67	8.08
Core Fixed Income*	23.00	1.57	2.71
High Yield Fixed Income	7.00	2.94	4.71
Private Credit	5.00	6.93	7.26
U.S. Inflation Linked Bonds*	17.00	0.98	2.52
Master Limited Partnerships	8.00	7.50	7.93
Real Assets	8.00	6.88	7.24
Private Real Estate	12.00	5.58	6.34
Total	120.00 %		

Note: Assumptions are geometric.

* Levered 2x

** Numbers are net of expected inflation

OP&F's Board of Trustees has incorporated the risk parity concept into OP&F's asset liability valuation with the goal of reducing equity risk exposure, which reduces overall total portfolio risk without sacrificing return and creating a more risk-balanced portfolio based on the relationship between asset classes and economic environments. From the notional portfolio perspective above, the total portfolio may be levered up to 1.20 times due to the application of leverage in certain fixed income asset classes.

Discount Rate The total pension liability was calculated using the discount rate of 8.00 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State

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Notes to the Basic Financial Statements
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(Continued)

statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return 8.00 percent. Based on those assumptions, OP&F's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, a long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 8.00 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (7.00 percent), or one percentage point higher (9.00 percent) than the current rate.

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
City's Proportionate Share of the Net Pension Liability	\$ 39,439,632	\$ 28,450,376	\$ 19,487,568

NOTE 13: POST-EMPLOYMENT BENEFITS

Net OPEB Liability

The net OPEB liability reported on the statement of net position represents a liability to employees for OPEB. OPEB is a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. OPEB 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 OPEB is a present obligation because it was created as a result of employment exchanges that already have occurred.

The net OPEB liability represents the City's proportionate share of each OPEB plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each OPEB plan's fiduciary net position. The net OPEB 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 these estimates annually.

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

GASB 75 assumes the liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The Ohio revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. Any change to benefits or funding could significantly affect the net OPEB liability. Resulting adjustments to the net OPEB liability would be effective when the changes are legally enforceable. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

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(Continued)

The proportionate share of each plan's unfunded benefits is presented as a long-term *net OPEB liability* on the accrual basis of accounting. Any liability for the contractually-required OPEB 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)

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 health care 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. This trust is also used to fund health care for member-directed plan participants, in the form of a Retiree Medical Account (RMA). At retirement or refund, member directed plan participants may be eligible for reimbursement of qualified medical expenses from their vested RMA balance.

In order to qualify for postemployment health care coverage, age and service retirees under the traditional pension and combined plans must have twenty or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 75. See OPERS' CAFR referenced below for additional information.

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

Disclosures for the health care plan are presented separately in the OPERS financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/financial/reports.shtml>, by writing to OPERS, 277 East Town Street, Columbus, Ohio 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 postemployment health care through their contributions to OPERS. When funding is approved by OPERS Board of Trustees, a portion of each employer's contribution to OPERS is set aside to fund OPERS health care plans.

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2018, state and local employers contributed at a rate of 14.0 percent of earnable salary and public safety and law enforcement employers contributed at 18.1 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

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(Continued)

Each year, the OPERS Board determines the portion of the employer contribution rate that will be set aside to fund health care plans. The portion of employer contributions allocated to health care for members in the Traditional Pension Plan and Combined Plan was 1.0 percent 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 percent 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 into the RMA for participants in the Member-Directed Plan for 2018 was 4.0 percent.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$0 for 2018.

Plan Description – Ohio Police & Fire Pension Fund (OP&F)

The City contributes to the Ohio Police and Fire Pension Fund (OP&F) sponsored healthcare program, a cost-sharing, multiple-employer defined post-employment healthcare plan administered by a third-party provider. This program is not guaranteed and is subject to change at any time upon action of the Board of Trustees. OP&F provides health care benefits including coverage for medical, prescription drug, dental, vision, and Medicare Part B Premium to retirees, qualifying benefit recipients and their eligible dependents.

OP&F provides access to postretirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or statutory survivor benefit, or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in Government Accounting Standards Board (GASB) Statement No. 75.

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

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

Funding Policy – The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F defined benefit pension plan. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently 19.5 percent and 24 percent of covered payroll for police and fire employer units, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.5 percent of covered payroll for police employer units and 24 percent of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

OP&F maintains funds for health care in two separate accounts. There is one account for health care benefits and one account for Medicare Part B reimbursements. A separate health care trust accrual

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(Continued)

account is maintained for health care benefits under IRS Code Section 115 trust. An Internal Revenue Code 401(h) account is maintained for Medicare Part B reimbursements.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2018, the portion of employer contributions allocated to health care was 0.5 percent of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

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

The City's contractually required contribution to OP&F was \$52,995 for 2018. Of this amount, \$2,765 is reported as an intergovernmental payable.

OPEB Liabilities, OPEB Expense, and Deferred Outflows/Inflows of Resources Related to OPEB

The net OPEB liability and total OPEB liability for OPERS were determined by an actuarial valuation as of December 31, 2016, rolled forward to the measurement date of December 31, 2017, by incorporating the expected value of health care cost accruals, the actual health care payment, and interest accruals during the year. OP&F's total OPEB liability was measured as of December 31, 2017, and was determined by rolling forward the total OPEB liability as of January 1, 2017, to December 31, 2017. The City's proportion of the net OPEB liability was based on the City's share of contributions to the retirement plan relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

	OPERS	OP&F	Total
Proportion of the Net OPEB Liability:			
Current Measurement Period	0.10112035%	0.46355300%	
Prior Measurement Period	0.10273100%	0.48459400%	
Change in Proportion	-0.00161065%	-0.02104100%	
 Proportionate Share of the Net			
OPEB Liability	\$ 10,980,925	\$ 26,264,304	\$ 37,245,229
OPEB Expense	\$ 968,799	\$ 1,926,182	\$ 2,894,981

At December 31, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

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	OPERS	OP&F	Total
Deferred Outflows of Resources			
Differences between Expected and Actual Experience	\$ 8,554	\$ 0	\$ 8,554
Changes of Assumptions	799,528	2,562,834	3,362,362
City Contributions Subsequent to the Measurement Date	0	52,995	52,995
Total Deferred Outflows of Resources	<u>\$ 808,082</u>	<u>\$ 2,615,829</u>	<u>\$ 3,423,911</u>
Deferred Inflows of Resources			
Differences between Expected and Actual Experience	\$ 0	\$ 132,466	\$ 132,466
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	818,006	172,883	990,889
Changes in Proportionate Share	220,121	871,375	1,091,496
Total Deferred Inflows of Resources	<u>\$ 1,038,127</u>	<u>\$ 1,176,724</u>	<u>\$ 2,214,851</u>

\$52,995 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending December 31:	OPERS	OP&F	Total
2019	\$ 76,604	\$ 184,702	\$ 261,306
2020	76,604	184,702	261,306
2021	(178,750)	184,702	5,952
2022	(204,503)	184,703	(19,800)
2023	0	227,923	227,923
Thereafter	0	419,378	419,378
	<u>\$ (230,045)</u>	<u>\$ 1,386,110</u>	<u>\$ 1,156,065</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 and include the types of coverage provided at the time of each valuation and the historical pattern of sharing of costs between OPERS and plan members. The total OPEB liability was determined by an actuarial valuation as of December 31, 2016, rolled forward to the measurement date of December 31, 2017. The actuarial valuation used the following actuarial assumptions applied to all prior periods included in the measurement in accordance with the requirements of GASB 74:

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Wage Inflation	3.25 percent
Projected Salary Increases, including inflation	3.25 to 10.75 percent including wage inflation
Single Discount Rate:	
Current measurement date	3.85 percent
Prior Measurement date	4.23 percent
Investment Rate of Return	6.50 percent
Municipal Bond Rate	3.31 percent
Health Care Cost Trend Rate	7.5 percent, initial 3.25 percent, ultimate in 2028
Actuarial Cost Method	Individual Entry Age

Pre-retirement mortality rates are based on the RP-2014 Employees mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates are based on the RP-2014 Healthy Annuitant mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates for disabled retirees are based on the RP-2014 Disabled mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to all of the above described tables.

The most recent experience study was completed for the five year period ended December 31, 2015.

The long-term expected rate of return on health care 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 2017, OPERS managed investments in three investment portfolios: the Defined Benefit portfolio, the Health Care portfolio and the Defined Contribution portfolio. The Health Care portfolio includes the assets for health care expenses for the Traditional Pension Plan, Combined Plan and Member-Directed Plan eligible members. Within the Health Care portfolio, contributions into the plans are assumed to be received continuously throughout the year based on the actual payroll payable at the time contributions are made, and health care-related payments are assumed to occur mid-year. 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, net of investment expenses and adjusted for the changing amounts actually invested, for the Health Care portfolio is 15.2 percent for 2017.

The allocation of investment assets with the Health Care portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Assets are managed on a total return basis with a long-term objective of continuing to offer a sustainable health care program for current and future retirees. OPERS' primary goal is to achieve and maintain a fully funded status for the benefits provided through the defined pension plans. Health care is a discretionary benefit. The table below displays the Board-approved asset allocation policy for 2017 and the long-term expected real rates of return:

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(Continued)

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	34.00 %	1.88 %
Domestic Equities	21.00	6.37
Real Estate Investment Trust	6.00	5.91
International Equities	22.00	7.88
Other investments	17.00	5.39
Total	<u>100.00 %</u>	<u>4.98 %</u>

Discount Rate A single discount rate of 3.85 percent was used to measure the OPEB liability on the measurement date of December 31, 2017. A single discount rate of 4.23 percent was used to measure the OPEB liability on the measurement date of December 31, 2016. Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate was based on an expected rate of return on the health care investment portfolio of 6.50 percent and a municipal bond rate of 3.31 percent. The projection of cash flows used to determine this single discount rate assumed that employer contributions will be made at rates equal to the actuarially determined contribution rate. Based on these assumptions, the health care fiduciary net position and future contributions were sufficient to finance health care costs through 2034. As a result, the long-term expected rate of return on health care investments was applied to projected costs through the year 2034, and the municipal bond rate was applied to all health care costs after that date.

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate The following table presents the City's proportionate share of the net OPEB liability calculated using the single discount rate of 3.85 percent, as well as what the City's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is one-percentage-point lower (2.85 percent) or one-percentage-point higher (4.85 percent) than the current rate:

	1% Decrease (2.85%)	Current Discount Rate (3.85%)	1% Increase (4.85%)
City's Proportionate Share of the Net OPEB Liability	\$ 14,588,633	\$ 10,980,925	\$ 8,062,325

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate Changes in the health care cost trend rate may also have a significant impact on the net OPEB liability. The following table presents the net OPEB liability calculated using the assumed trend rates, and the expected net OPEB liability if it were calculated using a health care cost trend rate that is 1.0 percent lower or 1.0 percent higher than the current rate.

Retiree health care valuations use a health care cost-trend assumption that changes over several years built into the assumption. The near-term rates reflect increases in the current cost of health care; the trend starting in 2018 is 7.50 percent. If this trend continues for future years, the projection indicates that years

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(Continued)

from now virtually all expenditures will be for health care. A more reasonable alternative is that in the not-too-distant future, the health plan cost trend will decrease to a level at, or near, wage inflation. On this basis, the actuaries' project premium rate increases will continue to exceed wage inflation for approximately the next decade, but by less each year, until leveling off at an ultimate rate, assumed to be 3.25 percent in the most recent valuation.

	1% Decrease	Current Trend Rate	1% Increase
City's Proportionate Share of the Net OPEB Liability	\$ 10,506,404	\$ 10,980,925	\$ 11,471,092

Actuarial Assumptions – OP&F

OP&F's total OPEB liability as of December 31, 2017, is based on the results of an actuarial valuation date of January 1, 2017, and rolled-forward using generally accepted actuarial procedures. The total OPEB liability is determined by OP&F's actuaries in accordance with GASB Statement No. 74, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

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 and the historical pattern of sharing benefit costs between the employers and plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

Actuarial calculations reflect a long-term perspective. For a newly hired employee, actuarial calculations will take into account the employee's entire career with the employer and also take into consideration the benefits, if any, paid to the employee after termination of employment until the death of the employee and any applicable contingent annuitant. In many cases, actuarial calculations reflect several decades of service with the employer and the payment of benefits after termination.

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, are presented below.

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(Continued)

Valuation Date	January 1, 2017, with actuarial liabilities rolled forward to December 31, 2017
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.00 percent
Projected Salary Increases	3.75 percent to 10.50 percent
Payroll Growth	Inflation rate of 2.75 percent plus productivity increase rate of 0.50 percent
Single discount rate:	
Current measurement date	3.24 percent
Prior measurement date	3.79 percent
Cost of Living Adjustments	3.00 percent simple; 2.20 percent simple for increased based on the lesser of the increase in CPI and 3.00 percent

Mortality for non-disabled participants is based on the RP-2014 Total Employee and Healthy Annuitant Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Conduent Modified 2016 Improvement Scale. Rates for surviving beneficiaries are adjusted by 120 percent.

<u>Age</u>	<u>Police</u>	<u>Fire</u>
67 or less	77 %	68 %
68-77	105	87
78 and up	115	120

Mortality for disabled retirees is based on the RP-2014 Disabled Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Conduent Modified 2016 Improvement Scale.

<u>Age</u>	<u>Police</u>	<u>Fire</u>
59 or less	35 %	35 %
60-69	60	45
70-79	75	70
80 and up	100	90

The most recent experience study was completed for the five year period ended December 31, 2016, the prior experience study was completed December 31, 2011.

The long-term expected rate of return on OPEB plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expected. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2017, are summarized below:

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Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	16.00 %	5.21 %
Non-US Equity	16.00	5.40
Core Fixed Income*	20.00	2.37
Global Inflation Protected Securities*	20.00	2.33
High Yield	15.00	4.48
Real Estate	12.00	5.65
Private Markets	8.00	7.99
Timber	5.00	6.87
Master Limited Partnerships	8.00	7.36
Total	<u>120.00 %</u>	

Note: Assumptions are geometric.

* Levered 2x

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

Discount Rate The total OPEB liability was calculated using the discount rate of 3.24 percent. The projection of cash flows used to determine the discount rate assumed the contribution from employers and from members would be computed based on contribution requirements as stipulated by state statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return 8 percent. Based on those assumptions, OP&F's fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, a municipal bond rate of 3.16 percent at December 31, 2017 and 3.71 percent at December 31, 2016, was blended with the long-term rate of 8 percent, which resulted in a blended discount rate of 3.24 percent. The municipal bond rate was determined using the S&P Municipal Bond 20 Year High Grade Rate Index. The OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments until 2025. The long-term expected rate of return on health care investments was applied to projected costs through 2025, and the municipal bond rate was applied to all health care costs after that date.

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate Net OPEB liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net OPEB liability calculated using the discount rate of 3.24 percent, as well as what the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (2.24 percent), or one percentage point higher (4.24 percent) than the current rate.

	1% Decrease (2.24%)	Current Discount Rate (3.24%)	1% Increase (4.24%)
City's Proportionate Share of the Net OPEB Liability	\$ 32,830,646	\$ 26,264,304	\$ 21,211,720

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Sensitivity of the City’s Proportionate Share of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate Net OPEB liability is sensitive to changes in the health care cost trend rate. The trend rate is the annual rate at which the cost of covered medical services is assumed to increase from the current year to the next year. Beginning in 2017, the per-capita costs are assumed to change by the following percentages each year:

Year	Non-Medicare	Non-AARP	AARP	Rx Drug	Medicare Part B
2017	-0.47%	-2.50%	4.50%	-0.47%	5.20%
2018	7.00%	7.00%	4.50%	7.00%	5.10%
2019	6.50%	6.50%	4.50%	6.50%	5.00%
2020	6.00%	6.00%	4.50%	6.00%	5.00%
2021	5.50%	5.50%	4.50%	5.50%	5.00%
2022	5.00%	5.00%	4.50%	5.00%	5.00%
2023 and Later	4.50%	4.50%	4.50%	4.50%	5.00%

To illustrate the potential impact, the following table presents the net OPEB liability calculated using the current healthcare cost trend current rates as outlined in the table above, a one percent decrease in the trend rates and a one percent increase in the trend rates.

	1% Decrease	Current Trend Rate	1% Increase
City's Proportionate Share of the Net OPEB Liability	\$ 20,402,552	\$ 26,264,304	\$ 34,163,867

Changes between Measurement Date and Report Date

In March 2018, the OP&F Board of Trustees approved the implementation date and framework for a new health care model. Beginning January 1, 2019, the current self-insured health care plan will no longer be offered. In its place is a stipend-based health care model. A stipend funded by OP&F will be placed in individual Health Reimbursement Accounts that retirees will use to be reimbursed for health care expenses. The impact to the City’s NOL is not known.

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NOTE 14: LONG-TERM OBLIGATIONS

The changes in the City's long-term obligations during 2018 were as follows:

	Interest Rate %	Restated Balance 12/31/2017	Additions	Reductions	Balance 12/31/2018	Due Within One Year
Governmental Activities						
<i>Unvoted General Obligation Bonds</i>						
2010 Lighting Improvement GO RZ Bonds	5.22	\$ 440,000	\$ 0	\$ 105,000	\$ 335,000	\$ 110,000
2011 Various Purpose	3.5	352,000	0	113,500	238,500	117,500
2012 Various Purpose	1.00-3.00	705,000	0	160,000	545,000	175,000
Unamortized Premium		10,267	48	3,449	6,864	3,725
2018 Various Purpose	2.00-4.00	0	7,847,500	537,500	7,310,000	638,750
Unamortized Premium		0	281,887	19,307	262,580	22,944
<i>Total Unvoted General Obligation Bonds</i>		<u>1,507,267</u>	<u>8,129,435</u>	<u>938,756</u>	<u>8,697,944</u>	<u>1,067,919</u>
<i>Bond Anticipation Notes</i>						
LAN Room Project	1.25	992,888	0	992,888	0	0
Fire Truck	1.25	450,000	0	450,000	0	0
Ambulance	1.25	90,000	0	90,000	0	0
Fire Station Improvements	1.25	195,000	0	195,000	0	0
Police Department Vehicles	1.25	86,583	0	86,583	0	0
Hall of Justice Generator Project	1.25	347,000	0	347,000	0	0
Fire Department Vehicles	1.25	28,203	0	28,203	0	0
Police Dept Vehicles	1.25	50,000	0	50,000	0	0
Street Sweeper	1.25	125,000	0	125,000	0	0
Simmons Field Lighting	1.25	224,000	0	224,000	0	0
Fire Department Heavy-Duty SUV Rescue	1.25	65,000	0	65,000	0	0
<i>Total Bond Anticipation Notes</i>		<u>2,653,674</u>	<u>0</u>	<u>2,653,674</u>	<u>0</u>	<u>0</u>
<i>Other Long-Term Obligations</i>						
Compensated Absences		2,820,481	2,157,030	2,231,326	2,746,185	1,515,044
Capital Lease - Copier	9.704	4,695	0	1,210	3,485	1,725
Capital Lease - Mailing System	3.000	2,033	0	1,600	433	433
<i>Total Other Long-Term Obligations</i>		<u>2,827,209</u>	<u>2,157,030</u>	<u>2,234,136</u>	<u>2,750,103</u>	<u>1,517,202</u>
<i>Net Pension Liability:</i>						
OPERS		13,316,217	0	4,242,664	9,073,553	0
OP&F		30,693,681	0	2,243,305	28,450,376	0
<i>Total Net Pension Liability</i>		<u>44,009,898</u>	<u>0</u>	<u>6,485,969</u>	<u>37,523,929</u>	<u>0</u>
<i>Net OPEB Liability:</i>						
OPERS		5,914,422	344,706	0	6,259,128	0
OP&F		23,002,587	3,261,717	0	26,264,304	0
<i>Total Net OPEB Liability</i>		<u>28,917,009</u>	<u>3,606,423</u>	<u>0</u>	<u>32,523,432</u>	<u>0</u>
Total Governmental Activities Long Term Liabilities		<u>\$ 79,915,057</u>	<u>\$ 13,892,888</u>	<u>\$ 12,312,535</u>	<u>\$ 81,495,408</u>	<u>\$ 2,585,121</u>

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	Interest Rate %	Restated Balance 12/31/2017	Additions	Reductions	Balance 12/31/2018	Due Within One Year
Business-Type Activities						
<i>General Obligation Bonds</i>						
2018 Water Various Purpose	3.015-4.00	\$ 0	\$ 781,250	\$ 38,750	\$ 742,500	\$ 43,125
Unamortized Premium		0	40,953	2,031	38,922	2,261
2018 Sewer Various Purpose	3.015-4.00	0	196,250	18,750	177,500	23,125
Unamortized Premium		0	13,647	1,304	12,343	1,608
2012 Sewer Refunding	1.00-3.00	2,135,000	0	290,000	1,845,000	290,000
Refunding Premium		35,057	0	4,762	30,295	4,762
2012 Sewer Improvement	1.00-3.50	1,485,000	0	60,000	1,425,000	60,000
Unamortized Discount		(8,436)	341	0	(8,095)	(341)
<i>Total General Obligation Bonds</i>		<u>3,646,621</u>	<u>1,032,441</u>	<u>415,597</u>	<u>4,263,465</u>	<u>424,540</u>
<i>Revenue Bonds</i>						
2009 Sewer Improvement Taxable BAB		8,795,000	0	8,235,000	560,000	560,000
2010 Sewer Improvement Tax-Exempt		6,655,000	0	550,000	6,105,000	560,000
Unamortized Discount		(37,896)	3,132	0	(34,764)	(3,189)
2014 Sewer Improvements Tax-Exempt		15,105,000	0	300,000	14,805,000	315,000
Unamortized Premium		700,555	0	13,914	686,641	14,609
2018 Sewer Refunding	3.00-5.00	0	7,535,000	0	7,535,000	0
Unamortized Premium		0	603,288	0	603,288	0
2010 Water Improvement Tax-Exempt		4,195,000	0	430,000	3,765,000	440,000
Unamortized Discount		(20,968)	2,149	0	(18,819)	(2,199)
<i>Total Revenue Bonds</i>		<u>35,391,691</u>	<u>8,143,569</u>	<u>9,528,914</u>	<u>34,006,346</u>	<u>1,884,221</u>
<i>Bond Anticipation Notes</i>						
LAN Room Project - Water Fund Portion	1.25	205,663	0	205,663	0	0
LAN Room Project - Sewer Fund Portion	1.25	205,663	0	205,663	0	0
Westminster Water Line	1.25	600,000	0	600,000	0	0
<i>Total Bond Anticipation Notes</i>		<u>1,011,326</u>	<u>0</u>	<u>1,011,326</u>	<u>0</u>	<u>0</u>
<i>Other Long-Term Obligations</i>						
Bresler Termination Agreement	0	710,416	0	142,082	568,334	142,082
OWDA Loan - Reservoir	4.32	27,522,362	0	649,813	26,872,549	678,188
OWDA Loan - Carbon Filter Project	3.83	15,274,724	0	362,093	14,912,631	376,094
OWDA Loan - Wastewater Upgrades	3.75	1,912,956	0	451,926	1,461,030	469,032
OWDA Loan - Bresler Pump Station	3.49	1,541,111	0	131,243	1,409,868	135,863
OWDA Loan - Elevated Storage Tank	4.64	2,519,739	0	53,253	2,466,486	55,752
OWDA Loan - Softening Basin	3.17	510,611	0	44,143	466,468	45,553
OWDA Loan - Water Meter Replacement	2.58	0	35,753	0	35,753	0
OWDA Loan - Interceptor	3.09	2,368,223	0	58,819	2,309,404	60,651
OWDA Loan - WWTP Improvements	2.54	15,196,715	448,095	371,872	15,272,938	381,293
OWDA Loan - CSO Separation	2.69	2,869,516	0	109,627	2,759,889	81,705
OWDA Loan - Segmented Block Rehab	2.01	0	119,575	0	119,575	100,409
OWDA Loan - Storage Basin	1.48	0	12,855,560	0	12,855,560	0
OWDA Loan - Storm Water Project	3.25	195,074	0	12,277	182,797	12,679
OWDA Loan - Storm Water Project II	2.66	37,169	0	2,428	34,741	2,493
Compensated Absences		925,270	571,097	561,044	935,323	462,764
<i>Total Other Long-Term Obligations</i>		<u>71,583,886</u>	<u>14,030,080</u>	<u>2,950,620</u>	<u>82,663,346</u>	<u>3,004,558</u>
<i>Net Pension Liability:</i>						
Water		4,672,357	0	1,488,654	3,183,703	0
Sewer		3,971,503	0	1,265,356	2,706,147	0
Refuse		233,618	0	74,433	159,185	0
Storm Water		1,168,089	0	372,163	795,926	0
<i>Total Net Pension Liability</i>		<u>10,045,567</u>	<u>0</u>	<u>3,200,606</u>	<u>6,844,961</u>	<u>0</u>
<i>Net OPEB Liability:</i>						
Water		2,075,236	120,949	0	2,196,185	0
Sewer		1,763,951	102,806	0	1,866,757	0
Refuse		103,762	6,047	0	109,809	0
Storm Water		518,809	30,237	0	549,046	0
<i>Total Net OPEB Liability</i>		<u>4,461,758</u>	<u>260,039</u>	<u>0</u>	<u>4,721,797</u>	<u>0</u>
Total Business-Type Activities Long-Term Liabilities		<u>\$ 126,140,849</u>	<u>\$ 23,466,129</u>	<u>\$ 17,107,063</u>	<u>\$ 132,499,915</u>	<u>\$ 5,313,319</u>

* The debt issue is recorded in the Sewer Fund to finance assets of the Storm Water Fund. See notation on page 27 for a further description of the presentation on the statement of net position.

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For the Year Ended December 31, 2018
(Continued)

The City pays obligations related to employee compensation from the fund benefitting from their service, which is primarily the general fund, water fund, sewer fund, refuse fund and storm water fund.

There are no repayment schedules for the net pension liability and net OPEB liability; however, employer pension and OPEB contributions are primarily made from the general fund and water, sewer, refuse and storm water funds. For additional information related to the net pension liability and net OPEB liability see Notes 12 and 13.

A. General Obligation Bonds

2010 General Obligation Recovery Zone Bonds

In July 2010, the City issued general obligation recovery zone bonds in the amount of \$1.125 million for lighting improvements. The bond issues consist of term bonds which are not subject to early redemption. The bonds will mature in 2021.

2011 General Obligation Bonds

In April 2011, the City issued various purpose general obligation bonds in the amount of \$1.06 million to retire bond anticipation notes as well as fund several small capital projects and equipment purchases. The bond issues consist of serial bonds which are not subject to early redemption. These bonds will mature in 2020.

2012 General Obligation Bonds

In September 2012, the City issued various purpose improvement and refunding bonds in the total amount of \$6.81 million for the following purposes: \$515,000 bonds were issued to refund the 1999 parking garage general obligation bonds; \$90,000 bonds were issued to refund a portion of 2004 parking lot bond bonds as noted above; \$1,380,000 bonds were issued for various improvement projects within the governmental activities of the City; \$3,065,000 bonds were issued to refund a portion of 2004 general obligation bonds issued for wastewater system projects; and \$1,760,000 bonds were issued for the North Collett Street sewer project. The bond issue consists of serial and term bonds which are not subject to early redemption. The bonds have final maturity in 2037.

2018 General Obligation Bonds

In March 2018, the City issued various purpose improvement bonds in the total amount of \$8.825 million for the following purposes: \$2,662,500 bonds were issued to refinance the governmental portion of the City's bond anticipation notes; \$1,294,000 bonds were issued for Schoonover Lake/Dam improvements; \$3,891,000 bonds were issued for various equipment and improvement projects within the governmental activities of the City; \$196,250 bonds were issued to refund a portion of the existing bond anticipation notes for wastewater system projects; and \$781,250 bonds were issued to refund a portion of the existing bond anticipation notes for water system projects. The bond issue consists of serial and term bonds which are not subject to early redemption. The bonds have final maturity in 2037.

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

All general obligation bonds are supported by the full faith and credit of the City. General obligation bonds presented as a liability in the statement of net position for governmental activities will be retired through the general or debt service fund from general governmental activities revenue. General obligation bonds presented as a liability in the statement of net position for business-type activities will be retired through the City's water and sewer utility funds.

B. Special Assessment Bonds

Special assessment bonds are payable from the proceeds of assessments levied against the specific property owners who primarily benefited from the project. Special assessment monies will be received and the debt will be retired through the Special Assessment Bond Retirement Debt Service Fund. In the event that property owners fail to make their special assessment payments, the City is responsible for providing the resources to meet the annual principal and interest payments (manuscript debt activity). The City also issues special assessments between funds. The assessments due in one year are included in Interfund Receivables/Payables, and the amounts due in excess of one year are included in Due to/from Other Funds. The Debt Service Fund made principal payments in the amount of \$177,210 towards these interfund assessments. See Note 16(A) for additional disclosure.

C. Revenue Bonds

2009 Sewer Improvement Bonds

In December 2009, the City issued \$12.4 million combined issues of tax-exempt and taxable Build American Bonds (BAB) for the purpose of sewer system improvements. The bond issues consist of serial and term bonds which are not subject to early redemption. The bonds original final maturity was 2029. In October 2018, \$7.705 million of the outstanding taxable BAB was refunded (see "2018 Sewer Improvement Bonds" below). The final maturity of the remaining bonds is 2019.

2010 Improvement Bonds

In May 2010, the City issued tax-exempt improvement bonds in the amount of \$7.085 million for water system improvements, assist in the construction of new above ground reservoir and acquiring buildings for the department. The City also issued \$10.355 million tax-exempt bonds for sanitary sewer system improvements as well assist in acquiring buildings for the department. The bond issues consist of serial and term bonds which are not subject to early redemption. The bonds have final maturity in 2029.

2014 Sewer Improvement Bonds

In December 2014, the City issued tax-exempt improvement bonds in the amount of \$15.935 million for sanitary sewer system improvements. The bond issues consist of serial and term bonds which are not subject to early redemption. The bonds have final maturity in 2044.

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

2018 Sewer Improvement Bonds

In October 2018, the City issued \$7.535 million in taxable sewer improvement serial bonds with interest rates ranging from 3.0% to 5.0% and final maturity in 2029. The proceeds were used to refund \$7.705 million of outstanding 2009 Series B sewer improvement bonds which had interest rates of 5.399% to 6.675%. The net proceeds of \$7,965,471 (including a \$603,288 premium and after payment of \$172,817 in underwriting fees and other issuance costs) were deposited in an irrevocable trust with an escrow agent to provide funds for the future debt service payment of the refunded bonds. As a result, the 2009 Series B sewer improvement bonds are considered defeased and the liability for those bonds has been removed from the statement of net position. The balance of the defeased bonds as of December 31, 2018 was \$7,535,000. The redemption date of the refunded 2009 bonds will be December 1, 2019, at 100% of par.

The reacquisition price exceeded the net carrying amount of the old debt by \$260,471. This amount is presented as deferred inflow and is being amortized over the remaining life of the refunding debt. The City refunded the 2009 Series B sewer improvement bonds to reduce its total service payments over twelve years by \$399,271 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$357,491.

The City's revenue bonds pledge enterprise fund income derived from the acquired and constructed assets to pay debt service. The bond indenture has certain restrictive covenants which principally require that bond reserve accounts be maintained, and charges for services to customers are in sufficient amounts, as defined, to satisfy the obligations under the indenture.

The City has pledged future water revenue, net of specified operating expenses to repay \$3,765,000 of Water Improvements revenue bonds. Annual principal and interest payments, as a percentage of net customer revenues, on the revenue bond debt are expected to be similar over the term of the bond issue as in the current year, which was 10.00 percent. The total principal and interest remaining to be paid on the revenue bonds is \$4,698,041. Principal and interest paid for the current year and total net revenues were \$587,918 and \$5,880,999, respectively.

The City has pledged future sewer revenue, net of specified operating expenses to repay \$29,005,000 of Sewer Improvements revenue bonds. Annual principal and interest payments, as a percentage of net customer revenues, on the revenue bond debt are expected to be similar over the term of the bond issues as in the current year, which was 41.58 percent. The percentage of net customer revenues excludes the federal rebate received on the RZ and BAB revenue bonds. The total principal and interest remaining to be paid on the revenue bonds is \$43,094,205. Principal and interest paid for the current year and total net revenues were \$2,426,462 and \$5,836,183, respectively.

In addition, special provisions exist regarding covenant violations, redemptions of principal, and maintenance of properties. In conjunction with the issuance of the revenue refunding bonds, the City entered into a trust agreement with a commercial bank. This trust agreement, along with the bond indenture, requires that the City establish various accounts for the repayment of debt. The restricted assets in the water and sewer funds are held by the trustees in accordance with the trust agreement.

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

D. Bond Anticipation Notes

Bond anticipation notes represent short-term amounts borrowed by the City to pay for improvements in anticipation of issuing new bonds. During 2017, \$1,405,000 in bond anticipation notes were issued for LAN Project, \$600,000 in notes were issued for the Westminster water line project, \$542,000 in notes were issued for the Hall of Justice and Fire Station generator projects, \$224,000 in notes were issued for the Simmons Field lighting project, \$125,000 in notes were issued for a street sweeper, and \$769,000 in notes were issued for various fire and police vehicles. During 2018, these notes were repaid with the proceeds of the 2018 various purpose general obligation bonds referenced in (A) above.

E. Bresler Termination Agreement

The Bresler Termination agreement ends the City's joint agreement with the State of Ohio. The original agreement was formed when Bresler Reservoir was constructed in 1970. The State paid for a percentage of the construction and thus retained rights to a portion of the water in the reservoir. In 2003, in order to obtain the State's claim on that water, the City agreed to repay the State's share of the construction costs over a twenty-year period at zero percent interest. The total amount to be repaid is \$2,841,646.

F. Ohio Water Development Authority (OWDA) Loans

In 1999 the City's sewer utility entered into a loan agreement with OWDA to fund improvements to the City's wastewater treatment plant. The City's sewer system revenue will be used for repayment of the loan.

In 2009 the City's water utility entered into a loan agreement with OWDA to fund the construction of a new above ground reservoir. The City's water system revenue will be used for repayment of the loan.

In 2009 the City's storm water utility entered into a loan agreement with OWDA to fund storm sewer infrastructure. A supplemental OWDA loan was obtained in 2010. The City's storm water revenue will be used for repayment of the loan.

In 2010 the City's water utility entered into a loan agreement with OWDA to fund construction of a carbon filter system at the water treatment plant. The maximum available under this agreement is \$16,834,815. As of December 31, 2018 the City had requested total draws of \$15,990,681, and capitalized interest of \$753,727. The City's water system revenue will be used for repayment of the loan.

In 2011 the City's water utility entered into a loan agreement with OWDA to fund construction on an elevated water storage tank. The maximum available under this agreement is \$2,895,556. As of December 31, 2018 the City had requested total draws of 2,631,250, and capitalized interest of \$100,083. The City's water system revenue will be used for repayment of the loan.

In 2011 the City's water utility entered into a loan agreement with OWDA to fund an upgrade project on a pump station at the Bresler reservoir and other water treatment plant improvements. The

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

maximum available under this agreement is \$2,535,492. As of December 31, 2018 the City had requested total draws of \$2,128,623, and capitalized interest of \$4,712. The City's water system revenue will be used for repayment of the loan.

In 2012 the City's water utility entered into a loan agreement with OWDA to fund softening basin improvements at the water treatment plant. The maximum available under this agreement is \$889,904. As of December 31, 2018 the City had requested total draws of \$711,630, and capitalized interest of \$19. The City's water system revenue will be used for repayment of the loan.

In 2013 the City's sewer utility entered into a loan agreement with OWDA to fund construction on an interceptor. The maximum available under this agreement is \$2,895,566. As of December 31, 2018 the City had requested total draws of \$2,527,785, and capitalized interest and fees of \$32,665. The City's sewer system revenue will be used for repayment of the loan.

In 2014 the City's sewer utility entered into a loan agreement with OWDA to fund construction on Wastewater Treatment Plant improvements. The maximum available under this agreement is \$16,001,737. As of December 31, 2018 the City had requested draws of \$15,999,486, and capitalized interest and fees of \$63,817. The City's sewer system revenue will be used for repayment of the loan.

In 2015 the City's sewer utility entered into a loan agreement with OWDA to fund construction on the Wastewater CSO Separation Project. The maximum available under this agreement is \$3,500,000. As of December 31, 2018 the City had drawn \$2,931,532 of the loan principal, and capitalized interest and fees of \$27,643. The City's sewer system revenue will be used for repayment of the loan.

In 2018 the City's sewer utility entered into a loan agreement with OWDA to fund the rehabilitation of the segmented block sewer underground infrastructure. The maximum available under this agreement is \$4,086,029. As of December 31, 2018 the City had requested draws of \$119,365, and capitalized interest and fees of \$210. The City's sewer system revenue will be used for repayment of the loan.

In 2018 the City's sewer utility entered into a loan agreement with OWDA to fund the construction and installation of a 13 million gallon storage tank and dewatering pump station. The maximum available under this agreement is \$39,115,000. As of December 31, 2018 the City had requested draws of \$12,797,786, and capitalized interest and fees of \$57,774. The City's sewer system revenue will be used for repayment of the loan.

In 2018 the City's water utility entered into a loan agreement with OWDA to the water meter replacement project. The maximum available under this agreement is \$10,035,000. As of December 31, 2018 the City had capitalized interest and fees of \$35,753, and had not drawn any loan proceeds. The City's water system revenue will be used for repayment of the loan.

The loans for the segmented block sewer rehabilitation project, and the storage tank and dewatering pump station project, are currently in repayment; however the repayment schedules have not been finalized with OWDA. Therefore, these loans have been excluded from the amortization schedule below. The loan for the water meter replacement project is also not included in the amortization schedule below as there has been no principal drawn on the loan.

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

The annual requirements to retire governmental activities debt are as follows:

Year Ending December 31,	General Obligation Bonds (Gross)	
	Principal	Interest
2019	\$ 1,041,250	\$ 269,441
2020	984,750	243,244
2021	788,750	218,191
2022	637,500	195,018
2023	437,500	179,291
2024-2028	2,112,500	688,344
2029-2033	1,278,750	382,350
2034-2037	1,147,500	116,950
Total	\$ 8,428,500	\$ 2,292,829

The annual requirements to retire business-type activities debt are as follows:

Year Ending December 31,	Bresler Termination Agreement		General Obligation Bonds (Gross)		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2019	\$ 142,082	\$ 0	\$ 416,250	\$ 115,507	\$ 562,232	\$ 115,507
2020	142,082	0	426,250	97,192	568,334	194,184
2021	142,082	0	401,250	98,723	543,332	196,913
2022	142,088	0	417,500	86,867	559,588	183,674
2023	0	0	417,500	80,600	417,500	80,600
2024-2028	0	0	872,500	279,335	872,500	279,335
2029-2033	0	0	636,250	179,425	636,250	179,425
2034-2038	0	0	602,500	56,375	602,500	56,375
2039-2043	0	0	0	0	0	0
2043-2044	0	0	0	0	0	0
Total	\$ 568,334	\$ 0	\$ 4,190,000	\$ 994,024	\$ 4,758,334	\$ 1,089,529

	OWDA Loans		Revenue Bonds (Gross)		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2019	\$ 2,299,303	\$ 2,386,044	\$ 1,875,000	\$ 1,836,754	\$ 4,174,303	\$ 4,222,798
2020	2,384,312	2,307,172	1,670,000	1,267,757	4,054,312	3,574,929
2021	2,472,566	2,225,303	1,720,000	1,207,843	4,192,566	3,433,146
2022	2,039,856	2,144,218	1,800,000	1,144,694	3,839,856	3,288,912
2023	2,115,137	2,071,880	1,880,000	1,077,663	4,000,137	3,149,543
2024-2028	11,564,191	9,175,905	10,895,000	4,177,632	22,459,191	13,353,537
2029-2033	12,746,796	7,047,501	4,660,000	2,188,453	17,406,796	9,235,954
2034-2038	15,297,971	4,569,950	3,315,000	1,405,650	18,612,971	5,975,600
2039-2043	15,080,313	1,624,454	4,050,000	679,600	19,130,313	2,304,054
2043-2044	2,148,360	122,091	905,000	36,200	3,053,360	158,291
Total	\$ 68,148,805	\$ 33,674,518	\$ 32,770,000	\$ 15,022,246	\$ 105,677,139	\$ 49,690,788

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

NOTE 15: CAPITAL LEASES – LESSEE DISCLOSURE

The City entered into a capital lease in 2014 to purchase a new mailing system for the City's municipal building. This lease meets the criteria of a capital lease pursuant to generally accepted accounting principles. A capital asset has been recorded in the government-type activities section in the amount of \$6,606. This amount represents the present value of the minimum lease payments at the time of acquisition. A corresponding liability was recorded in the long term liabilities section of the entity wide statements. Principal payments in 2018 totaled \$1,600. As of December 31, 2018 the net book value of the asset is \$1,376.

The City entered into a capital lease in 2015 to purchase a new copier for the City's fire department. This lease meets the criteria of a capital lease pursuant to generally accepted accounting principles. A capital asset has been recorded in the government-type activities section in the amount of \$6,259. This amount represents the present value of the minimum lease payments at the time of acquisition. A corresponding liability was recorded in the long term liabilities section of the entity wide statements. Principal payments in 2018 totaled \$1,210. As of December 31, 2018 the net book value of the asset is \$2,086.

The expense resulting from the amortization of the capital assets is included with depreciation.

The schedule of future minimum lease payments required for all capital leases is as follows:

Year Ending December 31,	Governmental Activities
2019	\$ 3,158
2020	2,036
Total Minimum Lease Payments	5,194
Less: Amount Representing Interest	(1,276)
Present Value of Minimum Lease Payments	\$ 3,918

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

NOTE 16: INTERFUND TRANSACTIONS

A. Interfund Transactions

The general fund receivable of \$2,798 and the interfund payables of the JAG 2016-DJ-BX-0212 and Law Enforcement Diversion Grant funds resulted from applying generally accepted accounting principles as of December 31, 2018.

Interfund transactions are also used by the City to assist in funding small special assessment projects. As discussed in Note 14(B), special assessment bonds are payable from the proceeds of assessments levied against the specific property owners who primarily benefited from the project. Special assessment monies will be received and the debt will be retired through the Special Assessment Bond Retirement Debt Service Fund. In the event that property owners fail to make their special assessment payments, the City is responsible for providing the resources to meet the annual principal and interest payments (manuscript debt activity).

The City issues special assessments between funds. The assessments due in one year are included in Interfund Receivables/Payables, and the amounts due in excess of one year are included in Due to/from Other Funds. The special assessment debt service fund receivable and special assessment fund payable of \$58,500 resulted from the issuance of a manuscript note during 2018.

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Governmental Funds				
1010 General Fund	\$ 2,798	\$ 0	\$ 0	\$ 0
Other Governmental Funds				
3023 JAG 2016-DJ-BX-0212	0	2,249	0	0
3027 Law Enforcement Diversion Grant	0	549	0	0
6110 Special Assessment Debt Service Fund	58,500	0	0	176,040
5230 Special Assessments Fund	0	58,500	176,040	0
Total Other Governmental Funds	<u>58,500</u>	<u>61,298</u>	<u>176,040</u>	<u>176,040</u>
Total Governmental Funds	<u>\$ 61,298</u>	<u>\$ 61,298</u>	<u>\$ 176,040</u>	<u>\$ 176,040</u>
Total All Funds	<u>\$ 61,298</u>	<u>\$ 61,298</u>	<u>\$ 176,040</u>	<u>\$ 176,040</u>

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

B. Reconciliation of Interfund Transfers

	Transfers-In	Transfers-Out
Governmental Funds		
General Fund	\$ 800,000	\$ 945,627
Other Governmental Funds		
Hotel-Motel Tax Fund	0	800,000
Special Assessment Fund	78,010	0
General Debt Service	875,003	0
Special Assessments Debt Service	0	78,010
Total Other Governmental Funds	953,013	878,010
Total Governmental Funds	\$ 1,753,013	\$ 1,823,637
Internal Service Funds		
Utilities Gasoline Fund	\$ 70,624	\$ 0
Total Internal Service Funds	\$ 70,624	\$ 0
Totals	\$ 1,823,637	\$ 1,823,637

The General Fund transferred \$875,003 to the General Debt Service Fund for repayment of debt obligations, and transferred \$70,624 to the Utilities Gasoline Fund to eliminate a negative cash position. The Hotel-Motel Tax Fund transferred \$800,000 excess funds to the General Fund to be used for expenditures of the Rhodes State project. The \$78,010 transferred from the Special Assessment Debt Service Fund to the Special Assessment Capital Project Fund is related to the interfund liability for the City's manuscript debt.

C. Advances To/From Other Funds Transactions

As of December 31, 2018, advances from the General Fund to other governmental funds to eliminate negative cash positions were as follows:

	Advances to Other Funds	Advances From Other Funds
Governmental Funds		
General Fund	\$ 168,438	\$ 0
Other Governmental Funds		
Weed/Property Cleanup Fund	0	18,669
JAG 2016-DJ-BX-0212	0	2,250
Law Enforcement Diversion Grant	0	12,847
Indigent Interlock/Alcohol	0	24,318
Special Assessment Debt Service	0	110,354
Total Other Governmental Funds	0	168,438
Total Governmental Funds	\$ 168,438	\$ 168,438
Totals	\$ 168,438	\$ 168,438

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

NOTE 17: DEFERRED INFLOWS OF RESOURCES

Deferred inflows of resources at December 31, 2018 consisted of the following:

	Statement of Net Position	Balance Sheet
Property Taxes	\$ 958,118	\$ 1,234,666
Income Taxes	0	2,382,581
Intergovernmental	0	1,061,835
Special Assessments	0	10,448,513
Pension	6,112,963	0
OPEB	2,214,851	0
Totals	\$ 9,285,932	\$ 15,127,595

NOTE 18: COMMITMENTS

A. Contractual Commitments

As of December 31, 2018, the City had contractual commitments for the following projects:

	Contractual Commitment	Expended	Remaining Balance
Wastewater Headworks Project (wrap up)	\$ 478,341	\$ 206,998	\$ 271,343
Combined Sewer Overflow Tank Project	52,818,136	26,747,842	26,070,294
Wastewater Segmented Block Rehab	333,027	222,320	110,707
Allen Correction Institution Pump Station	656,498	0	656,498
Water Meter Change-Out Project	10,069,755	4,341,219	5,728,536
Smart Cities Initiative, Phase I	1,221,471	0	1,221,471
W High & N Jameson Sewer Rehabilitation Project	3,879,720	267,893	3,611,827
2018 Various Street Resurfacing	151,130	43,996	107,134
ALL-Lima Railroad Grade Separation Project	301,695	45,319	256,376
Melrose Storm Sewer Improvements	304,120	0	304,120
Water Treatment Plant Roof Replacement	576,156	364,370	211,786
Lima Traffic Signal Improvement Project	120,000	0	120,000
Development of 6 HOME-funded Housing Units	500,000	324,539	175,461
	\$ 71,410,049	\$ 32,564,496	\$ 38,845,553

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

B. Encumbrance Commitments

As of December 31, 2018, the City has the following significant outstanding encumbrances within governmental funds:

Fund	Amount
General Fund	\$ 952,209
Nonmajor Governmental Funds	
Street Repair Fund	106,790
CHIP Housing Improvement	424,129
CDBG Block Grant	298,424
Court Computerization	50,538
2018 Bond-Hall of Justice Renovation	186,994
2018 Bond-Street Department Vehicles	89,792
Central & Elm Intersection Improvements	83,434
ODNR Natureworks Grant - Lincoln Park	75,459
	\$ 2,267,769

NOTE 19: CONTINGENT LIABILITIES

A. Grants

The City received financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreement and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the overall financial position of the City at December 31, 2018.

B. Litigation

As of December 31, 2018, the City was a party to various legal proceedings seeking damages or injunctive relief, arising in the course of ordinary business. The ultimate disposition of these proceedings is not presently determinable, but will not, in the opinion of the City Attorney, have a material adverse effect on the overall financial condition of the City.

In addition to the above, the City had been notified by the United States Environmental Protection Agency (USEPA) that it was required to eliminate wastewater contamination to the Ottawa River, Allen County, Ohio. On November 19, 2014, the City, the USEPA and the State of Ohio filed a consent decree in Federal District Court. On January 13, 2015 the Federal District Court signed off on the consent decree making it a legally binding document.

Upon approval of the Consent Decree, the City paid civil penalties to the United States and the State of Ohio in the amount of \$49,000. To mitigate additional civil penalties, the City implemented a federal Supplemental Environmental Project (SEP) in the amount of \$218,000 to provide for the revitalization of the Ottawa River bank in Lima, Ohio. The City was also required to develop and

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Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

implement a Capacity, Management, Operation, and Maintenance Program (CMOM) for the SSS with the goal to eliminate the occurrence of sanitary sewer overflows (SSO).

The City of Lima’s Long Term Control Plan consists of Wastewater Treatment Plant Improvements, Combined Sewer Overflows (CSO) control facilities and Sanitary Sewer Overflow (SSO) Abatement measures. The City has already begun work on certain projects as required. Funding for the projects is included in the City’s existing capital plan over the next 24 years. The City estimates the costs for implementing the Long Term Control Plan to be approximately \$109 million. These expenditures constitute a “high burden” on the City’s residents and taxpayers. Based upon the estimated costs of the program and the high burden status, the City received the 24 year implementation schedule. The City is also able to propose amendments to the Long Term Control Plan upon changes to certain circumstances as outlined in the Consent Decree.

NOTE 20: ACCOUNTABILITY AND COMPLIANCE

Fund balances at December 31, 2018 included the following individual fund deficits:

	Deficit Fund Balance
Governmental Funds	
Nonmajor Governmental Funds:	
JAG 2016-DJ-BX-0212	\$ 15,784
Law Enforcement Diversion Grant	12,847
Weed/Property Cleanup	24,012
Indigent Interlock/Alcohol	22,819
State Issue II	16,591
Special Assessment Debt Service	105,354
Total Nonmajor Governmental Funds:	197,407
Total Governmental Funds	\$ 197,407

The deficits in these nonmajor governmental funds resulted from adjustments for reporting accrued liabilities. The General Fund is liable for any deficit in these funds and will provide transfers when cash is required, not when accruals occur.

NOTE 21: JOINT VENTURE

Lima-Allen County Downtown Construction

The County and the City of Lima (City) entered into a joint funding agreement for the construction and funding of certain facilities, including the expansion of the Veteran’s Memorial Civic and Convention Center, a parking garage, and a pedestrian overhead walkway (skywalk) from the Civic Center addition to the parking garage. The Civic Center expansion and the skywalk were constructed by and are owned by the County. The parking garage was constructed by and is owned by the City.

The operation and maintenance costs associated with the skywalk and the parking garage are the joint responsibility of the County and the City. The City and the County share equally the net revenue/(loss)

CITY OF LIMA
Allen County, Ohio

Notes to the Basic Financial Statements
For the Year Ended December 31, 2018
(Continued)

derived from the garage. Complete financial information can be obtained from the Allen County Commissioners, Kelli Singhaus, Clerk of the Board, Allen County, Ohio.

The City of Lima has agreed to enter into a long-term lease agreement with the County offering the County a one-half ownership interest in the parking garage, which will be operated and maintained by the Lima-Allen County Joint Parking Commission (JPC), in accordance with the rules and regulations established for the JPC (Note 22). As of December 31, 2018 this lease has not been entered into.

NOTE 22: JOINTLY GOVERNED ORGANIZATIONS

A. Lima-Allen County Regional Planning Commission

The Lima-Allen County Regional Planning Commission is a political organization as established and set forth under Section 713.21 et seq. of the Ohio Revised Code. Representation on the Commission consists of six delegates and six alternates appointed by the Allen County Board of Commissioners, one delegate and one alternate for each 5,000 persons determined by the last federal decennial census from each municipal corporation and each of the townships participating in the Commission; provided that in no event shall any cooperating municipality or township have less than one delegate and one alternate to the Commission.

Each participating municipality and township contributes in each calendar year twenty cents per capita according to the latest federal census. Duties of the Commission include making studies, maps, plans and other reports of the County and adjoining areas, showing recommendations for systems of transportation highways, park and recreational facilities, water supply, sewerage disposal, garbage disposal, civic centers and other public improvements and land uses which affect the development of the region.

The Commission has the authority to employ an Executive Director, engineers, accountants, attorneys, planners and others as may be necessary and set their compensation. Complete financial statements can be obtained from Marlene Schumaker, Grants Administrator at the Lima-Allen County Regional Planning Commission, Allen County, Ohio.

B. Lima-Allen County Joint Parking Commission

The County and the City of Lima have established a joint parking commission (JPC) which will be responsible for developing and implementing a joint City-County parking system for the Central Business District in Lima, and will have management control over the downtown parking garage and various downtown surface lots placed under the administration of the JPC by the respective parties. The JPC establishes policies for the operation of the parking system under its control, including rates to be charged.

The JPC is comprised of two members, one appointed by the Mayor of the City of Lima, and one appointed by the President of the Board of County Commissioners.

REQUIRED SUPPLEMENTARY INFORMATION



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City of Lima
Allen County, Ohio
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net Pension Liability
Last Five Years (1)

	2018	2017	2016	2015	2014
Ohio Public Employees' Retirement System (OPERS)					
City's Proportion of the Net Pension Liability	0.1014690%	0.1028777%	0.1012280%	0.1004760%	0.1004760%
City's Proportionate Share of the Net Pension Liability	\$ 15,918,514	\$ 23,361,784	\$ 17,533,966	\$ 12,118,529	\$ 11,844,811
City's Covered Payroll	\$ 13,400,943	\$ 13,299,075	\$ 12,598,817	\$ 12,318,492	\$ 11,852,492
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	118.79%	175.66%	139.17%	98.38%	99.94%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	84.66%	77.25%	81.08%	86.45%	86.36%
Ohio Police and Fire Pension Fund (OPF)					
City's Proportion of the Net Pension Liability	0.4635530%	0.4845940%	0.4853540%	0.4659575%	0.4659575%
City's Proportionate Share of the Net Pension Liability	\$ 28,450,376	\$ 30,693,698	\$ 31,223,163	\$ 24,138,542	\$ 22,693,592
City's Covered Payroll	\$ 10,115,088	\$ 9,924,649	\$ 9,802,812	\$ 9,176,804	\$ 8,804,031
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	281.27%	309.27%	318.51%	263.04%	257.76%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	70.91%	68.36%	66.77%	72.20%	73.00%

(1) Although this schedule is intended to reflect information for ten years, information prior to 2014 is not available.

Note: The amounts presented for each fiscal year were determined as of the measurement date, which is the prior fiscal year.

City of Lima
Allen County, Ohio
Required Supplementary Information
Schedule of the City's Contributions - Pension
Last Ten Years

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<i>Ohio Public Employees' Retirement System (OPERS)</i>				
Contractually Required Contribution	\$ 1,928,857	\$ 1,742,123	\$ 1,595,889	\$ 1,511,858
Contributions in Relation to the Contractually Required Contribution	<u>(1,928,857)</u>	<u>(1,742,123)</u>	<u>(1,595,889)</u>	<u>(1,511,858)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
City's Covered Payroll	\$ 13,777,550	\$ 13,400,943	\$ 13,299,075	\$ 12,598,817
Contributions as a Percentage of Covered Payroll	14.00%	13.00%	12.00%	12.00%
<i>Ohio Police and Fire Pension Fund (OPF)</i>				
Contractually Required Contribution	\$ 2,249,352	\$ 2,143,265	\$ 2,101,202	\$ 2,082,146
Contributions in Relation to the Contractually Required Contribution	<u>(2,249,352)</u>	<u>(2,143,265)</u>	<u>(2,101,202)</u>	<u>(2,082,146)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
City's Covered Payroll	\$ 10,599,006	\$ 10,115,088	\$ 9,924,649	\$ 9,802,812
Contributions as a Percentage of Covered Payroll	21.22%	21.19%	21.17%	21.24%

(n/a) Information prior to 2013 is not available.

See accompanying notes to the required supplementary information.

<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
\$ 1,478,219	\$ 1,540,824	n/a	n/a	n/a	n/a
<u>(1,478,219)</u>	<u>(1,540,824)</u>	n/a	n/a	n/a	n/a
<u>\$ 0</u>	<u>\$ 0</u>	n/a	n/a	n/a	n/a
\$ 12,318,492	\$ 11,852,492	n/a	n/a	n/a	n/a
12.00%	13.00%	n/a	n/a	n/a	n/a
\$ 1,950,002	\$ 1,599,777	\$ 1,265,429	\$ 1,356,476	\$ 1,286,421	\$ 1,324,893
<u>(1,950,002)</u>	<u>(1,599,777)</u>	<u>(1,265,429)</u>	<u>(1,356,476)</u>	<u>(1,286,421)</u>	<u>(1,324,893)</u>
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
\$ 9,176,804	\$ 8,804,031	\$ 8,421,321	\$ 9,011,355	\$ 8,586,195	\$ 8,817,702
21.25%	18.17%	15.03%	15.05%	14.98%	15.03%

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City of Lima
Allen County, Ohio
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net OPEB Liability
Last Two Years (1)

	<u>2018</u>	<u>2017</u>
<i>Ohio Public Employees' Retirement System (OPERS)</i>		
City's Proportion of the Net OPEB Liability	0.1011203%	0.1027310%
City's Proportionate Share of the Net OPEB Liability	\$ 10,980,925	\$ 10,376,180
City's Covered Payroll	\$ 13,400,943	\$ 13,299,075
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	81.94%	78.02%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	54.14%	54.04%
<i>Ohio Police and Fire Pension Fund (OPF)</i>		
City's Proportion of the Net OPEB Liability	0.4635530%	0.4845940%
City's Proportionate Share of the Net OPEB Liability	\$ 26,264,304	\$ 23,002,587
City's Covered Payroll	\$ 10,115,088	\$ 9,924,649
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	259.65%	231.77%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	14.13%	15.96%

(1) Although this schedule is intended to reflect information for ten years, information prior to 2017 is not available.

Note: The amounts presented for each fiscal year were determined as of the measurement date, which is the prior fiscal year.

See accompanying notes to the required supplementary information.

City of Lima
Allen County, Ohio
Required Supplementary Information
Schedule of the City's Contributions - OPEB
Last Ten Years

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<i>Ohio Public Employees' Retirement System (OPERS)</i>				
Contractually Required Contribution	\$ 0	\$ 134,009	\$ 265,981	n/a
Contributions in Relation to the Contractually Required Contribution	<u>0</u>	<u>(134,009)</u>	<u>(265,981)</u>	n/a
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	n/a
City's Covered Payroll (1)	\$ 13,777,550	\$ 13,400,943	\$ 13,299,075	n/a
Contributions as a Percentage of Covered Payroll	0.00%	1.00%	2.00%	n/a
<i>Ohio Police and Fire Pension Fund (OPF)</i>				
Contractually Required Contribution	\$ 52,995	\$ 50,575	\$ 49,624	\$ 49,014
Contributions in Relation to the Contractually Required Contribution	<u>(52,995)</u>	<u>(50,575)</u>	<u>(49,624)</u>	<u>(49,014)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
City's Covered Payroll	\$ 10,599,006	\$ 10,115,088	\$ 9,924,649	\$ 9,802,812
Contributions as a Percentage of Covered Payroll	0.50%	0.50%	0.50%	0.50%

(n/a) Beginning in 2016, OPERS used one trust fund as the funding vehicle for all health care plans; therefore, information prior to 2016 is not presented.
(1) The OPEB plan includes the members from the traditional plan, the combined plan and the member directed plan.

<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
\$ 46,054	\$ 318,472	\$ 568,059	\$ 607,858	\$ 579,183	\$ 594,797
<u>(46,054)</u>	<u>(318,472)</u>	<u>(568,059)</u>	<u>(607,858)</u>	<u>(579,183)</u>	<u>(594,797)</u>
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
\$ 9,176,804	\$ 8,804,031	\$ 8,421,321	\$ 9,011,355	\$ 8,586,195	\$ 8,817,702
0.50%	3.62%	6.75%	6.75%	6.75%	6.75%

See accompanying notes to the required supplementary information.

City of Lima
Allen County, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2018

NOTE 1 - NET PENSION LIABILITY

Changes in Assumptions – OPERS

Amounts reported in calendar year 2017 reflect an adjustment of the rates of withdrawal, disability, retirement and mortality to more closely reflect actual experience. The expectation of retired life mortality was based on RP-2014 Healthy Annuitant mortality table and RP-2014 Disabled mortality table. The following reductions were also made to the actuarial assumptions:

- Discount rate from 8.00 percent to 7.50 percent
- Wage inflation rate from 3.75 percent to 3.25 percent
- Price inflation from 3.00 percent to 2.50 percent

Changes in Assumptions – OP&F

For 2017, the single discount rate changed from 8.25 percent to 8.00 percent

NOTE 2 - NET OPEB LIABILITY

Changes in Assumptions - OPERS

For 2018, the single discount rate changed from 4.23 percent to 3.85 percent.

Changes in Assumptions – OPF

For 2018, the single discount rate changed from 3.79 percent to 3.24 percent

**COMBINING STATEMENTS FOR
NONMAJOR GOVERNMENTAL FUNDS
AND
INDIVIDUAL FUND SCHEDULES FOR
GOVERNMENTAL FUNDS**



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CITY OF LIMA
Allen County, Ohio

Nonmajor Governmental Fund Descriptions

Nonmajor Special Revenue Funds

The special revenue funds are used to account for all specific financial resources (other than major capital projects) that are legally restricted to expenditures for specific purposes. The following are the nonmajor special revenue funds which the City of Lima operates:

Indigent Alcohol Treatment

To account for monies received through the enforcement and implementation of Ohio traffic laws governing operation of a motor vehicle while under the influence of alcohol.

COPS 2014UMWX0053

To account for federal grant to initiate or enhance the agency's community policing plan through the COPS Hiring Program.

Municipal Probation Services

To account for fees charged by the Court to be used for specified expenses related to placing offenders under a community control sanction.

JAG 2015-DJ-BX-0131

To account for federal grant that supports a broad range of activities to prevent and control crime and to improve the criminal justice systems.

Drug Enforcement / Education

To account for a portion of fines imposed under the law. Expenditures are authorized only for the enforcement and education relating to laws governing operation of a motor vehicle while under the influence of alcohol.

JAG 2016-DJ-BX-0212

To account for federal grant that supports a broad range of activities to prevent and control crime and to improve the criminal justice systems.

SFY2018 Specialized Dockets Payroll Subsidy

To account for monies from State General Revenue Fund: Specialty Docket Support. The funds can be applied retroactively for the specialized docket staff member's payroll costs.

Law Enforcement Diversion Grant

To account for federal grant to be used by the City's Police Department to provide additional treatment solutions for offenders through the Substance Abuse Assistance for Everyone (SAAFE) program.

Firefighter Exposure to Environmental Elements 2017 Grant

To account for state monies used to assist the Fire Department with the purchase of certain safety equipment.

Aquatic Education Rod & Reel Grant RR18

To account for federal grant used to assist the Lima Parks & Recreation Department with the purchase of certain equipment.

Nonmajor Special Revenue Funds (continued)

Traffic / Parking Control

To account for the monies collected from parking meters, tickets and the “Texas Boot” to be used for the purpose of regulating and controlling traffic and parking on public streets. This fund also accounts for the financial activity of the City’s parking garage.

SFY2019 Specialized Dockets Payroll Subsidy

To account for monies from State General Revenue Fund: Specialty Docket Support. The funds can be applied retroactively for the specialized docket staff member’s payroll costs.

JAG 2017-DJ-BX-0421

To account for federal grant that supports a broad range of activities to prevent and control crime and to improve the criminal justice systems.

Firefighter Exposure to Environmental Elements 2018 Grant

To account for state monies used to assist the Fire Department with the purchase of certain safety equipment.

JAG 2018-DJ-BX-0181

To account for federal grant that supports a broad range of activities to prevent and control crime and to improve the criminal justice systems.

Aquatic Education Rod & Reel Grant RR19

To account for federal grant used to assist the Lima Parks & Recreation Department with the purchase of certain equipment.

ALCAP Operations

To account for sponsorships and donations received for the operations of City-owned GTV-2 used to televise City Council and other events of the City.

Weed/Property Cleanup

To account for the fees collected for weed clean-up and board-ups to be used for related clean-up expenses.

State Highway

To account for state-levied and controlled gasoline tax and vehicle license fees for routine maintenance of state highways within the City.

Street Repair

To account for state-levied and controlled gasoline tax and vehicle license fees for routine maintenance of City streets.

2011 Ash Borer Grant

To account for grant received in order to restore tree canopy and watershed health affected by the Emerald Ash Borer within the City of Lima.

Recreational Activity

To account for fees received from the various programs and rentals of the public parks and recreational facilities within the City.

Moving Ohio Forward Demo Program

To account for grant monies that may be used for the sole or express purpose of undertaking and completing residential demolition projects.

Nonmajor Special Revenue Funds (continued)

LLEBG 2003-LB-BX-17

To account for grant which are to be used for the purpose of reducing crime and improving public safety.

Law Enforcement Trust

To account for monies collected from the sale of contraband.

COPS Asset Forfeiture

To account for asset forfeiture monies collected in Lima Municipal Court which the City uses to support efforts of the West Central Ohio Crime Task Force and other law enforcement programs.

DARE Education Program

To account for state monies that support the Lima Police Department's efforts and activities for drug use prevention in the city schools.

CHIP Housing Improvement

To account for the funds received through the State of Ohio Comprehensive Housing Improvement Program which are used to fund projects benefitting low- and moderate-income persons in the community.

Rehab Property Sales

To account for monies used to provide home inspections and housing loan origination services.

CDBG Federal Block Grant

To account for revenue from the federal government received through the community development grant program and loan repayments for monies loaned to businesses, institutions, and organizations in the City.

Land Utilization

To account for the City's land reutilization program in which the City acquires delinquent parcels for the purpose of government use or potential resale to new users.

Hotel / Motel Tax

To account for lodging taxes collected, a portion of which is contributed to the convention and visitors' bureau operating within Allen County.

2003 WS QX 0007 W & S

To account for federal monies that aid the community and law enforcement to establish a partnership to keep the area safe and clean from any criminal activity, as well as provide programs that meet the community needs.

Safe Streets

To account for monies that provide the efficiency of law enforcement needs to enhance community control.

Justice Assist 2005-DJ-BX-0059

To account for grant monies that supports a broad range of activities to prevent and control crime and to improve the criminal justice systems.

Courts Special Projects

To account for specific court costs received that are designated for funding the acquisition and maintenance of special projects for courts.

Nonmajor Special Revenue Funds (continued)

JAG 2006-DJ-BX-0458

To account for grant monies that supports a broad range of activities to prevent and control crime and to improve the criminal justice systems.

ALLE-015 Natureworks / Robb

To account for grant monies representing Ohio's participation and contribution for NatureWorks Project No. ALLE-015, entitled "Robb Park."

PACE 2006-JG-A02-6429

To account for grant monies that supports Proactive Crime Elimination.

Law Enforcement Training Assistance

To account for grant monies that reimburses continuing professional training programs for peace officers.

JAG 2007-DJ-BX-033

To account for federal monies that will support the law enforcement program PACE special operations unit. This unit plans proactive responses to crime patterns, citizen tips, and unit-initiated operations based on observation.

Anti-Gang 2007-PS-AGI-314

To account for grant monies received to help reduce the occurrence of violent gang-related and youth gang-related incidents through reactive and proactive efforts.

Indigent Interlock / Alcohol

To account for fines and forfeitures that are to be used solely for driver's ignition interlock systems, and personal alcohol monitoring systems ordered by the Court for "indigent" OVI offenders with multiple convictions.

EDA Award

To account for monies to fund job training program entitled "Workforce Development Response Plan and Workforce Training Program."

ALL-Lima Traffic

To account for grant monies to fund traffic signal improvements.

Fire Reporting Grant

To account for grant proceeds to be used for a network server, software & computer.

NS Program

To account for grant monies to stabilize targeted neighborhoods from the effects of foreclosure and declining property values through the Neighborhood Stabilization Program.

JAG 2009-SB-B9-0323

To account for federal monies that supports a broad range of activities to prevent and control crime and to improve the criminal justice systems.

Nonmajor Special Revenue Funds (continued)

Federal Asset Forfeiture

To account for asset forfeiture funds received from the U.S. Department of Justice which are to be used for law enforcement initiatives to remove the tools of crime from criminal organizations, deters crime and deprives wrongdoers of their criminal proceeds, and recovers property that may be used to compensate victims.

Special Gifts / Memorials

To account for monies received by the City by deed of gift, devise, or bequest which is to be used within the provisions or conditions of the deed of gift, devise or bequest.

The following nonmajor special revenue funds are included with the general fund for GAAP reporting purposes as they do not have a restricted or committed revenue source.

Treasurer's Trust

Capital Replacements

Insurance Repairs

Nonmajor Capital Projects Funds

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

Central Point Buttonbush

To account for grant monies to preserve wetlands and increase habitat protection to existing forestation in the Central Point Business Park.

Legal Research/Computer Fund

To account for monies received for specific court fines that are designated for the necessary maintenance, training, equipment, legal research and other necessities associated with the computerization of Municipal Court.

Court Computerization

To account for specific court fines that are designated for fund the acquisition and maintenance of computerized equipment or software for the courts.

Special Assessments

To account for monies received from taxpayers for certain property maintenance, sidewalks, and storm water work performed by the City. Special assessments are collected over a number of years.

Fire EMS Grant

To account for grant monies to secure training, or purchase goods, services or equipment for personnel.

State Issue II

To account for state monies for various street resurfacing and preserve the grade of existing curbs.

ALL-Lima RRGs

To account for grant monies for the construction of highway-rail grade separations at intersections in Lima to improve motorist and pedestrian safety.

Nonmajor Capital Projects Funds (continued)

Ottawa River Phase II

To account for grant monies for the Ottawa River Walk project.

ECDD-06-033

To account for grant monies to complete road work in support of Greater Ohio Ethanol LLC's facility.

FEMA-1720-DR-003-46554

To account for monies from the Federal Emergency Management Agency's Public Assistance Pilot Program. This may be implemented in any major disaster declared on or after June 1, 2007.

Obesity Prevention Grant

To account for grant monies to be used toward the replacement of basketball poles, re-coating/resurfacing of basketball courts, and planting of trees for improvements at Dr. Martin Luther King Jr. Center Park.

ALL-Vine Street RRGs

To account for grant monies to fund improvements to the railroad grade separation on Vine Street in Lima.

Fire Vehicles

To account for bond proceeds received to fund the purchase of certain Fire Department vehicles.

Central Service Roof

To account for bond proceeds received to fund the costs associated with repairs to fire stations.

Police Cruisers and Equipment

To account for bond proceeds received to fund the purchase of equipment and vehicles for the Police Department.

Note Issue, Government Projects

To account for note proceeds received to fund the purchase and installation of computer equipment for the Hall of Justice, and vehicles and equipment for the Fire Department.

2015 Note Issue, Government Projects

To account for the note proceeds received to fund the purchase of equipment and vehicles for the police, fire and public works departments.

Lima Stadium Park, ALLE-002C

To account for state monies received for the improvements to the Lima Stadium Park facility.

ODNR-ALLE-003C Schoonover Lake Dam Restoration

To account for the state monies received to fund a portion of the Schoonover Lake Dam restoration project.

2017 Land & Water Conservation Fund-Schoonover Park

To account for the state monies received for the improvements at Schoonover Park.

2018 Bond-Schoonover Lake Dam

To account for the bond proceeds received to fund a portion of the Schoonover Lake Dam restoration project.

2018 Bond-Hall of Justice Renovation

To account for the bond proceeds received to fund the renovation of the Hall of Justice.

Nonmajor Capital Projects Funds (continued)

2018 Bond-Street Department Vehicles

To account for the bond proceeds received to fund the purchase of equipment and vehicles for the public works street department.

2018 Bond-Police Vehicles

To account for the bond proceeds received to fund the purchase of vehicles for the police department.

2018 Bond-Hall of Justice Renovation

To account for the note proceeds received to fund the purchase of equipment and vehicles for the police, fire and public works departments.

Central & Elm Intersection Improvements

To account for the federal monies for the project that includes improvements to the intersection at Central Avenue and Elm Streets.

Convention & Visitors Bureau Destination Development Grant

To account for the note proceeds received to fund the purchase of equipment and vehicles for the police, fire and public works departments.

Johnny Appleseed 2018 Cooperative Park Improvement Grant

To account for the note proceeds received to fund the purchase of equipment and vehicles for the police, fire and public works departments.

ODNR Natureworks Grant - Lincoln Park

To account for state monies to be used to purchase certain playground equipment as part of a city-wide effort for parks improvements.

Ford Grant – Lincoln Park

To account for local grant monies to be used to purchase certain playground equipment as part of a city-wide effort for parks improvements.

Nonmajor Debt Service Funds

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term principal, interest and related costs.

General Debt Service

To account for the general obligation bond principal and interest that is paid from governmental revenues of the City.

Special Assessment Debt Service

To account for the special assessment bond principal and interest payments that are provided through the special assessment levies against certain properties in the City.

CITY OF LIMA
Allen County, Ohio

Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2018

	<u>Nonmajor Special Revenue</u>	<u>Nonmajor Capital Projects</u>	<u>Nonmajor Debt Service</u>	<u>Total Nonmajor Governmental Funds</u>
Assets & Deferred Outflows of Resources				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 4,079,965	\$ 3,028,766	\$ 2	\$ 7,108,733
Receivables:				
Taxes	62,518	0	0	62,518
Intergovernmental	887,548	405,068	0	1,292,616
Special Assessments	9,757,911	0	680,712	10,438,623
Interfund	0	0	58,500	58,500
Accrued Interest	0	0	885	885
Materials and Supplies Inventory	59,924	0	0	59,924
Due From Other Funds	0	0	176,040	176,040
Notes Receivable	110,653	0	0	110,653
Prepaid Items	0	57,670	0	57,670
Restricted assets:				
Cash and Cash Equivalents with Fiscal and Escrow Agents	0	0	26,794	26,794
<i>Total Assets & Deferred Outflows of Resources</i>	<u>\$ 14,958,519</u>	<u>\$ 3,491,504</u>	<u>\$ 942,933</u>	<u>\$ 19,392,956</u>
Liabilities & Deferred Inflows of Resources				
Liabilities:				
Accounts Payable	\$ 270,671	\$ 4,424	\$ 0	\$ 275,095
Contracts Payable	4,502	481,001	0	485,503
Interfund Payable	2,798	58,500	0	61,298
Accrued Wages	59,917	0	0	59,917
Retainages Payable	0	113,500	0	113,500
Intergovernmental Payable	11,253	0	0	11,253
Due to Other Funds	0	176,040	0	176,040
Advances from Other Funds	58,084	0	110,354	168,438
<i>Total Liabilities</i>	<u>407,225</u>	<u>833,465</u>	<u>110,354</u>	<u>1,351,044</u>
Deferred Inflows of Resources				
Unavailable Revenues, Grants and Special Assessments	10,393,323	0	680,712	11,074,035
<i>Total Deferred Inflows of Resources</i>	<u>10,393,323</u>	<u>0</u>	<u>680,712</u>	<u>11,074,035</u>
Total Liabilities & Deferred Inflows of Resources	<u>10,800,548</u>	<u>833,465</u>	<u>791,066</u>	<u>12,425,079</u>
Fund Balances				
Nonspendable	59,924	57,670	0	117,594
Restricted	3,576,743	2,507,110	0	6,083,853
Committed	596,766	109,850	0	706,616
Assigned	0	0	257,221	257,221
Unassigned	(75,462)	(16,591)	(105,354)	(197,407)
Total Fund Balances	<u>4,157,971</u>	<u>2,658,039</u>	<u>151,867</u>	<u>6,967,877</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 14,958,519</u>	<u>\$ 3,491,504</u>	<u>\$ 942,933</u>	<u>\$ 19,392,956</u>

CITY OF LIMA
Allen County, Ohio

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2018

	Non-Major Special Revenue	Non-Major Capital Projects	Non-Major Debt Service	Total Nonmajor Governmental Funds
Revenues:				
Other Local Taxes	\$ 265,976	\$ 0	\$ 0	\$ 265,976
Intergovernmental	3,657,913	3,528,107	9,676	7,195,696
Charges for Services	589,771	0	0	589,771
Fines and Forfeitures	783,861	227,525	0	1,011,386
Special Assessments	0	58,035	64,985	123,020
Contributions and Donations	106,942	0	0	106,942
Investment Income	9,544	351	11,098	20,993
Miscellaneous	140,757	119	0	140,876
Total Revenues	<u>5,554,764</u>	<u>3,814,137</u>	<u>85,759</u>	<u>9,454,660</u>
Expenditures:				
Current:				
Security of Persons and Property	403,205	0	0	403,205
Leisure Time Activities	20,624	0	0	20,624
Community Environment	2,042,322	0	0	2,042,322
Transportation	2,061,915	0	0	2,061,915
General Government	362,171	0	0	362,171
Capital Outlay	84,170	5,442,136	0	5,526,306
Debt Service:				
Principal Retirement	0	0	3,569,674	3,569,674
Interest and Fiscal Charges	0	70,465	354,683	425,148
Total Expenditures	<u>4,974,407</u>	<u>5,512,601</u>	<u>3,924,357</u>	<u>14,411,365</u>
Excess of Revenues Over (Under) Expenditures	<u>580,357</u>	<u>(1,698,464)</u>	<u>(3,838,598)</u>	<u>(4,956,705)</u>
Other Financing Sources (Uses):				
Premium on Bond Anticipation Notes Issued	0	65,295	174,259	239,554
Proceeds of Bond Anticipation Notes Issued	0	3,098,421	2,778,080	5,876,501
Proceeds from the Disposition of Capital Assets	3,004	0	0	3,004
Transfers-In	0	78,010	875,003	953,013
Transfers-Out	(800,000)	0	(78,010)	(878,010)
Total Other Financing Sources (Uses)	<u>(796,996)</u>	<u>3,241,726</u>	<u>3,749,332</u>	<u>6,194,062</u>
Net Change in Fund Balance	(216,639)	1,543,262	(89,266)	1,237,357
Fund Balance Beginning of Year	<u>4,374,610</u>	<u>1,114,777</u>	<u>241,133</u>	<u>5,730,520</u>
Fund Balance End of Year	<u>\$ 4,157,971</u>	<u>\$ 2,658,039</u>	<u>\$ 151,867</u>	<u>\$ 6,967,877</u>

CITY OF LIMA
Allen County, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2018

	<u>Indigent Alcohol Treatment</u>	<u>Municipal Probation Services</u>	<u>Drug Enforcement / Education</u>	<u>JAG 2016-DJ- BX-0212</u>
Assets & Deferred Outflows of Resources				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 495,068	\$ 109,214	\$ 6,012	\$ 1
Receivables:				
Taxes	0	0	0	0
Intergovernmental	0	0	0	2,249
Special Assessments	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
Notes Receivable	0	0	0	0
<i>Total Assets & Deferred Outflows of Resources</i>	<u>\$ 495,068</u>	<u>\$ 109,214</u>	<u>\$ 6,012</u>	<u>\$ 2,250</u>
Liabilities & Deferred Inflows of Resources				
Liabilities:				
Accounts Payable	\$ 3,625	\$ 0	\$ 0	\$ 0
Contracts Payable	0	0	0	0
Interfund Payable	0	0	0	2,249
Accrued Wages	0	2,426	0	0
Intergovernmental Payable	0	1,244	0	0
Advances from Other Funds	0	0	0	2,250
<i>Total Liabilities</i>	<u>3,625</u>	<u>3,670</u>	<u>0</u>	<u>4,499</u>
Deferred Inflows of Resources				
Unavailable Revenue, Grants and Special Assessments	0	0	0	0
<i>Total Deferred Inflows of Resources</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities & Deferred Inflows of Resources	<u>3,625</u>	<u>3,670</u>	<u>0</u>	<u>4,499</u>
Fund Balances				
Nonspendable	0	0	0	0
Restricted	491,443	105,544	6,012	0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	(2,249)
Total Fund Balances	<u>491,443</u>	<u>105,544</u>	<u>6,012</u>	<u>(2,249)</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 495,068</u>	<u>\$ 109,214</u>	<u>\$ 6,012</u>	<u>\$ 2,250</u>

<u>Law Enforcement Diversion Grant</u>	<u>Traffic / Parking Control</u>	<u>SFY2019 Specialized Dockets Payroll Subsidy</u>	<u>Firefighter Exposure to Environmental Elements 2018 Grant</u>	<u>Aquatic Education Rod & Reel Grant RR19</u>	<u>ALCAP Operations</u>	<u>Weed / Property Cleanup</u>
\$ 0	\$ 402,145	\$ 28,709	\$ 5,313	\$ 0	\$ 3,644	\$ 1
0	0	0	0	0	0	0
799	0	0	0	2,493	0	0
0	0	0	0	0	0	7,072,918
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>\$ 799</u>	<u>\$ 402,145</u>	<u>\$ 28,709</u>	<u>\$ 5,313</u>	<u>\$ 2,493</u>	<u>\$ 3,644</u>	<u>\$ 7,072,919</u>
\$ 0	\$ 668	\$ 1,275	\$ 0	\$ 0	\$ 0	\$ 5,344
0	0	0	0	0	0	0
549	0	0	0	0	0	0
250	510	0	0	0	0	0
0	0	0	0	0	0	0
12,847	0	0	0	0	0	18,669
<u>13,646</u>	<u>1,178</u>	<u>1,275</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>24,013</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>7,072,918</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>7,072,918</u>
<u>13,646</u>	<u>1,178</u>	<u>1,275</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>7,096,931</u>
0	0	0	0	0	0	0
0	0	27,434	5,313	2,493	0	0
0	400,967	0	0	0	3,644	0
0	0	0	0	0	0	0
(12,847)	0	0	0	0	0	(24,012)
<u>(12,847)</u>	<u>400,967</u>	<u>27,434</u>	<u>5,313</u>	<u>2,493</u>	<u>3,644</u>	<u>(24,012)</u>
<u>\$ 799</u>	<u>\$ 402,145</u>	<u>\$ 28,709</u>	<u>\$ 5,313</u>	<u>\$ 2,493</u>	<u>\$ 3,644</u>	<u>\$ 7,072,919</u>

(continued)

CITY OF LIMA
Allen County, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2018
(continued)

	<u>State Highway</u>	<u>Street Repair</u>	<u>Recreational Activity</u>	<u>Moving Ohio Forward Demo Program</u>
Assets & Deferred Outflows of Resources				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 278,470	\$ 262,067	\$ 73,733	\$ 32,231
Receivables:				
Taxes	0	0	0	0
Intergovernmental	46,000	710,000	0	0
Special Assessments	0	0	0	269,603
Materials and Supplies Inventory	0	59,924	0	0
Notes Receivable	0	0	0	0
<i>Total Assets & Deferred Outflows of Resources</i>	<u>\$ 324,470</u>	<u>\$ 1,031,991</u>	<u>\$ 73,733</u>	<u>\$ 301,834</u>
Liabilities & Deferred Inflows of Resources				
Liabilities:				
Accounts Payable	\$ 7,008	\$ 202,073	\$ 417	\$ 0
Contracts Payable	0	0	0	0
Interfund Payable	0	0	0	0
Accrued Wages	0	36,688	0	0
Intergovernmental Payable	0	5,808	0	0
Advances from Other Funds	0	0	0	0
<i>Total Liabilities</i>	<u>7,008</u>	<u>244,569</u>	<u>417</u>	<u>0</u>
Deferred Inflows of Resources				
Unavailable Revenue, Grants and Special Assessments	38,499	596,913	0	269,603
<i>Total Deferred Inflows of Resources</i>	<u>38,499</u>	<u>596,913</u>	<u>0</u>	<u>269,603</u>
Total Liabilities & Deferred Inflows of Resources	<u>45,507</u>	<u>841,482</u>	<u>417</u>	<u>269,603</u>
Fund Balances				
Nonspendable	0	59,924	0	0
Restricted	278,963	144,120	0	32,231
Committed	0	0	73,316	0
Assigned	0	0	0	0
Unassigned	0	(13,535)	0	0
Total Fund Balances	<u>278,963</u>	<u>190,509</u>	<u>73,316</u>	<u>32,231</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 324,470</u>	<u>\$ 1,031,991</u>	<u>\$ 73,733</u>	<u>\$ 301,834</u>

Law Enforcement Trust	COPS Asset Forfeiture	DARE Education Program	CHIP Housing Improvement	Rehab Property Sales	CDBG Federal Block Grant	Land Utilization
\$ 16,270	\$ 151,070	\$ 20,087	\$ 227,680	\$ 119,898	\$ 550	\$ 17,844
0	0	0	0	0	0	0
0	0	0	49,647	0	76,360	0
0	0	0	0	0	1,139,015	0
0	0	0	0	0	0	0
0	0	0	97,536	0	13,117	0
<u>\$ 16,270</u>	<u>\$ 151,070</u>	<u>\$ 20,087</u>	<u>\$ 374,863</u>	<u>\$ 119,898</u>	<u>\$ 1,229,042</u>	<u>\$ 17,844</u>
\$ 0	\$ 0	\$ 0	\$ 49,455	\$ 0	\$ 806	\$ 0
0	0	0	0	0	4,502	0
0	0	0	0	0	0	0
0	0	0	0	1,216	4,478	0
0	0	0	0	349	2,908	0
0	0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>49,455</u>	<u>1,565</u>	<u>12,694</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,139,015</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,139,015</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>49,455</u>	<u>1,565</u>	<u>1,151,709</u>	<u>0</u>
0	0	0	0	0	0	0
16,270	151,070	20,087	325,408	118,333	77,333	0
0	0	0	0	0	0	17,844
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>16,270</u>	<u>151,070</u>	<u>20,087</u>	<u>325,408</u>	<u>118,333</u>	<u>77,333</u>	<u>17,844</u>
<u>\$ 16,270</u>	<u>\$ 151,070</u>	<u>\$ 20,087</u>	<u>\$ 374,863</u>	<u>\$ 119,898</u>	<u>\$ 1,229,042</u>	<u>\$ 17,844</u>

(continued)

CITY OF LIMA
Allen County, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2018
(continued)

	<u>Hotel/Motel Tax</u>	<u>Courts Special Projects</u>	<u>ALLE-015 Natureworks / Robb</u>	<u>Law Enforcement Training Assistance</u>
Assets & Deferred Outflows of Resources				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 38,477	\$ 1,522,183	\$ 906	\$ 53,545
Receivables:				
Taxes	62,518	0	0	0
Intergovernmental	0	0	0	0
Special Assessments	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
Notes Receivable	0	0	0	0
<i>Total Assets & Deferred Outflows of Resources</i>	<u>\$ 100,995</u>	<u>\$ 1,522,183</u>	<u>\$ 906</u>	<u>\$ 53,545</u>
Liabilities & Deferred Inflows of Resources				
Liabilities:				
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0
Contracts Payable	0	0	0	0
Interfund Payable	0	0	0	0
Accrued Wages	0	14,349	0	0
Intergovernmental Payable	0	944	0	0
Advances from Other Funds	0	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>15,293</u>	<u>0</u>	<u>0</u>
Deferred Inflows of Resources				
Unavailable Revenue, Grants and Special Assessments	0	0	0	0
<i>Total Deferred Inflows of Resources</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities & Deferred Inflows of Resources	<u>0</u>	<u>15,293</u>	<u>0</u>	<u>0</u>
Fund Balances				
Nonspendable	0	0	0	0
Restricted	0	1,506,890	906	53,545
Committed	100,995	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	0
Total Fund Balances	<u>100,995</u>	<u>1,506,890</u>	<u>906</u>	<u>53,545</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 100,995</u>	<u>\$ 1,522,183</u>	<u>\$ 906</u>	<u>\$ 53,545</u>

<u>Indigent Interlock / Alcohol</u>	<u>Fire Reporting Grant</u>	<u>NS Program</u>	<u>Federal Asset Forfeiture</u>	<u>Special Gifts / Memorials</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 1,499	\$ 1,358	\$ 28,590	\$ 15,184	\$ 168,216	\$ 4,079,965
0	0	0	0	0	62,518
0	0	0	0	0	887,548
0	0	1,276,375	0	0	9,757,911
0	0	0	0	0	59,924
0	0	0	0	0	110,653
<u>\$ 1,499</u>	<u>\$ 1,358</u>	<u>\$ 1,304,965</u>	<u>\$ 15,184</u>	<u>\$ 168,216</u>	<u>\$ 14,958,519</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 270,671
0	0	0	0	0	4,502
0	0	0	0	0	2,798
0	0	0	0	0	59,917
0	0	0	0	0	11,253
24,318	0	0	0	0	58,084
<u>24,318</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>407,225</u>
0	0	1,276,375	0	0	10,393,323
0	0	1,276,375	0	0	10,393,323
24,318	0	1,276,375	0	0	10,800,548
0	0	0	0	0	59,924
0	1,358	28,590	15,184	168,216	3,576,743
0	0	0	0	0	596,766
0	0	0	0	0	0
(22,819)	0	0	0	0	(75,462)
<u>(22,819)</u>	<u>1,358</u>	<u>28,590</u>	<u>15,184</u>	<u>168,216</u>	<u>4,157,971</u>
<u>\$ 1,499</u>	<u>\$ 1,358</u>	<u>\$ 1,304,965</u>	<u>\$ 15,184</u>	<u>\$ 168,216</u>	<u>\$ 14,958,519</u>

CITY OF LIMA
Allen County, Ohio

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2018

	Indigent Alcohol Treatment	COPS 2014UMWX0 053	Municipal Probation Services	JAG 2015-DJ- BX-0131
Revenues:				
Other Local Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental	0	69,421	0	25,187
Charges for Services	0	0	0	0
Fines and Forfeitures	98,729	0	66,927	0
Contributions and Donations	0	0	0	0
Investment Income	0	0	0	0
Miscellaneous	0	0	0	0
Total Revenues	<u>98,729</u>	<u>69,421</u>	<u>66,927</u>	<u>25,187</u>
Expenditures:				
Current:				
Security of Persons and Property	15,323	69,421	73,746	25,187
Leisure Time Activities	0	0	0	0
Community Environment	0	0	0	0
Transportation	0	0	0	0
General Government	0	0	0	0
Capital Outlay	0	0	0	0
Total Expenditures	<u>15,323</u>	<u>69,421</u>	<u>73,746</u>	<u>25,187</u>
Excess of Revenues Over (Under) Expenditures	<u>83,406</u>	<u>0</u>	<u>(6,819)</u>	<u>0</u>
Other Financing Sources (Uses):				
Proceeds from the Disposition of Capital Assets	0	0	0	0
Transfers-Out	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	83,406	0	(6,819)	0
Fund Balance Beginning of Year	<u>408,037</u>	<u>0</u>	<u>112,363</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 491,443</u>	<u>\$ 0</u>	<u>\$ 105,544</u>	<u>\$ 0</u>

Drug Enforcement / Education	JAG 2016-DJ- BX-0212	SFY2018 Specialized Dockets Payroll Subsidy	Law Enforcement Diversion Grant	Firefighter Exposure to Environmental Elements 2017 Grant	Aquatic Education Rod & Reel Grant RR18
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
22	20,544	0	43,081	0	2,484
0	0	0	0	0	0
3,301	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>3,323</u>	<u>20,544</u>	<u>0</u>	<u>43,081</u>	<u>0</u>	<u>2,484</u>
(229)	4,498	0	55,784	8,125	2,484
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	30,000	0	0	0
0	18,295	0	0	0	0
<u>(229)</u>	<u>22,793</u>	<u>30,000</u>	<u>55,784</u>	<u>8,125</u>	<u>2,484</u>
<u>3,552</u>	<u>(2,249)</u>	<u>(30,000)</u>	<u>(12,703)</u>	<u>(8,125)</u>	<u>0</u>
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
3,552	(2,249)	(30,000)	(12,703)	(8,125)	0
<u>2,460</u>	<u>0</u>	<u>30,000</u>	<u>(144)</u>	<u>8,125</u>	<u>0</u>
<u>\$ 6,012</u>	<u>\$ (2,249)</u>	<u>\$ 0</u>	<u>\$ (12,847)</u>	<u>\$ 0</u>	<u>\$ 0</u>

(continued)

CITY OF LIMA
Allen County, Ohio

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2018
(continued)

	Traffic / Parking Control	SFY2019 Specialized Dockets Payroll Subsidy	Firefighter Exposure to Environmental Elements 2018 Grant	Aquatic Education Rod & Reel Grant RR19
Revenues:				
Other Local Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental	229	30,000	5,313	2,493
Charges for Services	19,398	0	0	0
Fines and Forfeitures	12,145	0	0	0
Contributions and Donations	0	0	0	0
Investment Income	0	0	0	0
Miscellaneous	4	0	0	0
Total Revenues	31,776	30,000	5,313	2,493
Expenditures:				
Current:				
Security of Persons and Property	510	0	0	0
Leisure Time Activities	0	0	0	0
Community Environment	0	0	0	0
Transportation	25,217	0	0	0
General Government	0	2,566	0	0
Capital Outlay	0	0	0	0
Total Expenditures	25,727	2,566	0	0
Excess of Revenues Over (Under) Expenditures	6,049	27,434	5,313	2,493
Other Financing Sources (Uses):				
Proceeds from the Disposition of Capital Assets	0	0	0	0
Transfers-Out	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	6,049	27,434	5,313	2,493
Fund Balance Beginning of Year	394,918	0	0	0
Fund Balance End of Year	\$ 400,967	\$ 27,434	\$ 5,313	\$ 2,493

<u>ALCAP Operations</u>	<u>Weed / Property Cleanup</u>	<u>State Highway</u>	<u>Street Repair</u>	<u>2011 Ash Borer Grant</u>	<u>Recreational Activity</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	98,927	1,672,328	0	0
0	288,456	0	219,639	0	29,959
0	0	0	0	0	0
0	0	0	0	0	724
0	0	3,458	2,409	0	0
0	0	13,509	101,392	0	9
<u>0</u>	<u>288,456</u>	<u>115,894</u>	<u>1,995,768</u>	<u>0</u>	<u>30,692</u>
0	0	0	0	0	0
0	0	0	0	0	13,000
0	237,692	0	0	79	0
0	0	81,090	1,955,608	0	0
848	0	0	0	0	0
0	0	0	65,875	0	0
<u>848</u>	<u>237,692</u>	<u>81,090</u>	<u>2,021,483</u>	<u>79</u>	<u>13,000</u>
<u>(848)</u>	<u>50,764</u>	<u>34,804</u>	<u>(25,715)</u>	<u>(79)</u>	<u>17,692</u>
0	0	0	3,004	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>3,004</u>	<u>0</u>	<u>0</u>
(848)	50,764	34,804	(22,711)	(79)	17,692
<u>4,492</u>	<u>(74,776)</u>	<u>244,159</u>	<u>213,220</u>	<u>79</u>	<u>55,624</u>
<u>\$ 3,644</u>	<u>\$ (24,012)</u>	<u>\$ 278,963</u>	<u>\$ 190,509</u>	<u>\$ 0</u>	<u>\$ 73,316</u>

(continued)

CITY OF LIMA
Allen County, Ohio

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2018
(continued)

	Moving Ohio Forward Demo Program	LLEBG 2003- LB-BX-17	Law Enforcement Trust	COPS Asset Forfeiture
Revenues:				
Other Local Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental	18,087	0	0	4,660
Charges for Services	0	0	0	17,329
Fines and Forfeitures	0	0	3,133	0
Contributions and Donations	0	0	0	0
Investment Income	0	0	0	0
Miscellaneous	0	0	0	0
Total Revenues	<u>18,087</u>	<u>0</u>	<u>3,133</u>	<u>21,989</u>
Expenditures:				
Current:				
Security of Persons and Property	0	172	150	0
Leisure Time Activities	0	0	0	0
Community Environment	6,200	0	0	0
Transportation	0	0	0	0
General Government	0	0	0	0
Capital Outlay	0	0	0	0
Total Expenditures	<u>6,200</u>	<u>172</u>	<u>150</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>11,887</u>	<u>(172)</u>	<u>2,983</u>	<u>21,989</u>
Other Financing Sources (Uses):				
Proceeds from the Disposition of Capital Assets	0	0	0	0
Transfers-Out	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	11,887	(172)	2,983	21,989
Fund Balance Beginning of Year	<u>20,344</u>	<u>172</u>	<u>13,287</u>	<u>129,081</u>
Fund Balance End of Year	<u>\$ 32,231</u>	<u>\$ 0</u>	<u>\$ 16,270</u>	<u>\$ 151,070</u>

DARE Program	CHIP Housing Improvement	Rehab Properties Sales	CDBG Federal Block Grant	Land Utilization	Hotel/Motel Tax
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 265,976
18,099	756,945	52,471	836,241	0	0
0	0	0	14,024	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	3,353	0	34	0	0
0	0	0	5,701	4,825	0
<u>18,099</u>	<u>760,298</u>	<u>52,471</u>	<u>856,000</u>	<u>4,825</u>	<u>265,976</u>
17,399	0	0	0	0	0
0	0	0	0	0	0
0	886,021	63,861	836,228	10,897	0
0	0	0	0	0	0
0	0	0	0	0	177,111
0	0	0	0	0	0
<u>17,399</u>	<u>886,021</u>	<u>63,861</u>	<u>836,228</u>	<u>10,897</u>	<u>177,111</u>
<u>700</u>	<u>(125,723)</u>	<u>(11,390)</u>	<u>19,772</u>	<u>(6,072)</u>	<u>88,865</u>
0	0	0	0	0	0
0	0	0	0	0	(800,000)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(800,000)</u>
700	(125,723)	(11,390)	19,772	(6,072)	(711,135)
<u>19,387</u>	<u>451,131</u>	<u>129,723</u>	<u>57,561</u>	<u>23,916</u>	<u>812,130</u>
<u>\$ 20,087</u>	<u>\$ 325,408</u>	<u>\$ 118,333</u>	<u>\$ 77,333</u>	<u>\$ 17,844</u>	<u>\$ 100,995</u>

(continued)

CITY OF LIMA
Allen County, Ohio

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2018
(continued)

	2003 WS QX 0007 W&S	Safe Streets	Justice Assist 2005-DJ-BX- 0059	Courts Special Projects
Revenues:				
Other Local Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental	0	0	0	982
Charges for Services	0	0	0	0
Fines and Forfeitures	0	0	0	567,678
Contributions and Donations	0	0	0	0
Investment Income	0	0	0	0
Miscellaneous	0	0	0	15,011
Total Revenues	0	0	0	583,671
Expenditures:				
Current:				
Security of Persons and Property	11,663	647	2,924	0
Leisure Time Activities	0	0	0	0
Community Environment	0	0	0	0
Transportation	0	0	0	0
General Government	0	0	0	151,646
Capital Outlay	0	0	0	0
Total Expenditures	11,663	647	2,924	151,646
Excess of Revenues Over (Under) Expenditures	(11,663)	(647)	(2,924)	432,025
Other Financing Sources (Uses):				
Proceeds from the Disposition of Capital Assets	0	0	0	0
Transfers-Out	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	(11,663)	(647)	(2,924)	432,025
Fund Balance Beginning of Year	11,663	647	2,924	1,074,865
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,506,890</u>

JAG 2006-DJ- BX-0458	ALLE-015 Natureworks / Robb	PACE 2006- JG-A02-6429	Law Enforcement Training Assistance	JAG 2007-DJ- BX-033	Anti-Gang 2007-PS-AGI- 314
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	300	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>300</u>	<u>0</u>	<u>0</u>
554	0	34	19,222	3,294	8,347
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>554</u>	<u>0</u>	<u>34</u>	<u>19,222</u>	<u>3,294</u>	<u>8,347</u>
<u>(554)</u>	<u>0</u>	<u>(34)</u>	<u>(18,922)</u>	<u>(3,294)</u>	<u>(8,347)</u>
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(554)	0	(34)	(18,922)	(3,294)	(8,347)
<u>554</u>	<u>906</u>	<u>34</u>	<u>72,467</u>	<u>3,294</u>	<u>8,347</u>
<u>\$ 0</u>	<u>\$ 906</u>	<u>\$ 0</u>	<u>\$ 53,545</u>	<u>\$ 0</u>	<u>\$ 0</u>

(continued)

CITY OF LIMA
Allen County, Ohio

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2018
(continued)

	Indigent Interlock / Alcohol	EDA Award	Fire Reporting Grant	NS Program
Revenues:				
Other Local Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental	0	0	0	0
Charges for Services	0	0	0	966
Fines and Forfeitures	31,948	0	0	0
Contributions and Donations	0	0	0	0
Investment Income	0	0	0	0
Miscellaneous	0	0	0	0
Total Revenues	<u>31,948</u>	<u>0</u>	<u>0</u>	<u>966</u>
Expenditures:				
Current:				
Security of Persons and Property	65,456	0	0	0
Leisure Time Activities	0	0	0	0
Community Environment	0	1,247	0	97
Transportation	0	0	0	0
General Government	0	0	0	0
Capital Outlay	0	0	0	0
Total Expenditures	<u>65,456</u>	<u>1,247</u>	<u>0</u>	<u>97</u>
Excess of Revenues Over (Under) Expenditures	<u>(33,508)</u>	<u>(1,247)</u>	<u>0</u>	<u>869</u>
Other Financing Sources (Uses):				
Proceeds from the Disposition of Capital Assets	0	0	0	0
Transfers-Out	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(33,508)	(1,247)	0	869
Fund Balance Beginning of Year	<u>10,689</u>	<u>1,247</u>	<u>1,358</u>	<u>27,721</u>
Fund Balance End of Year	<u>\$ (22,819)</u>	<u>\$ 0</u>	<u>\$ 1,358</u>	<u>\$ 28,590</u>

JAG 2009-SB- B9-0323	Federal Asset Forfeiture	Special Gifts / Memorials	Total Nonmajor Special Revenue Funds
\$ 0	\$ 0	\$ 0	\$ 265,976
0	399	0	3,657,913
0	0	0	589,771
0	0	0	783,861
0	0	106,218	106,942
0	290	0	9,544
0	0	6	140,757
<u>0</u>	<u>689</u>	<u>106,224</u>	<u>5,554,764</u>
68	17,432	994	403,205
0	0	7,624	20,624
0	0	0	2,042,322
0	0	0	2,061,915
0	0	0	362,171
0	0	0	84,170
<u>68</u>	<u>17,432</u>	<u>8,618</u>	<u>4,974,407</u>
<u>(68)</u>	<u>(16,743)</u>	<u>97,606</u>	<u>580,357</u>
0	0	0	3,004
0	0	0	(800,000)
<u>0</u>	<u>0</u>	<u>0</u>	<u>(796,996)</u>
(68)	(16,743)	97,606	(216,639)
<u>68</u>	<u>31,927</u>	<u>70,610</u>	<u>4,374,610</u>
<u>\$ 0</u>	<u>\$ 15,184</u>	<u>\$ 168,216</u>	<u>\$ 4,157,971</u>

CITY OF LIMA
Allen County, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2018

	<u>Legal Research / Computer Fund</u>	<u>Court Computerization</u>	<u>Special Assessments</u>
Assets & Deferred Outflows of Resources			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 60,892	\$ 541,699	\$ 358,580
Receivables:			
Intergovernmental	0	0	0
Prepaid Items	20,876	36,794	0
<i>Total Assets & Deferred Outflows of Resources</i>	<u>\$ 81,768</u>	<u>\$ 578,493</u>	<u>\$ 358,580</u>
Liabilities & Deferred Inflows of Resources			
Liabilities:			
Accounts Payable	\$ 1,379	\$ 3,045	\$ 0
Contracts Payable	0	0	14,190
Interfund Payable	0	0	58,500
Retainages Payable	0	0	0
Due to Other Funds	0	0	176,040
<i>Total Liabilities</i>	<u>1,379</u>	<u>3,045</u>	<u>248,730</u>
 Total Liabilities & Deferred Inflows of Resources	 <u>1,379</u>	 <u>3,045</u>	 <u>248,730</u>
Fund Balances			
Nonspendable	20,876	36,794	0
Restricted	59,513	538,654	0
Committed	0	0	109,850
Unassigned	0	0	0
Total Fund Balances	<u>80,389</u>	<u>575,448</u>	<u>109,850</u>
 <i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	 <u>\$ 81,768</u>	 <u>\$ 578,493</u>	 <u>\$ 358,580</u>

<u>State Issue II</u>	<u>ALL-Lima RRGS</u>	<u>Ottawa River Phase II</u>	<u>FEMA-1720- DR-003-46554</u>	<u>Obesity Prevention Grant</u>	<u>ALL-Vine Street RRGs</u>	<u>Fire Vehicles</u>
\$ 0	\$ 0	\$ 23,990	\$ 23,015	\$ 1,500	\$ 695	\$ 4,835
0	405,068	0	0	0	0	0
0	0	0	0	0	0	0
<u>\$ 0</u>	<u>\$ 405,068</u>	<u>\$ 23,990</u>	<u>\$ 23,015</u>	<u>\$ 1,500</u>	<u>\$ 695</u>	<u>\$ 4,835</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	405,068	0	0	0	0	0
0	0	0	0	0	0	0
16,591	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>16,591</u>	<u>405,068</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>16,591</u>	<u>405,068</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	0	0	0	0	0
0	0	23,990	23,015	1,500	695	4,835
0	0	0	0	0	0	0
<u>(16,591)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>(16,591)</u>	<u>0</u>	<u>23,990</u>	<u>23,015</u>	<u>1,500</u>	<u>695</u>	<u>4,835</u>
<u>\$ 0</u>	<u>\$ 405,068</u>	<u>\$ 23,990</u>	<u>\$ 23,015</u>	<u>\$ 1,500</u>	<u>\$ 695</u>	<u>\$ 4,835</u>

(continued)

CITY OF LIMA
Allen County, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2018
(continued)

	<u>Central Service Roof</u>	<u>Police Cruisers and Equipment</u>	<u>Note Issue, Government Projects</u>
Assets & Deferred Outflows of Resources			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 14,804	\$ 4,696	\$ 259,581
Receivables:			
Intergovernmental	0	0	0
Prepaid Items	0	0	0
<i>Total Assets & Deferred Outflows of Resources</i>	<u>\$ 14,804</u>	<u>\$ 4,696</u>	<u>\$ 259,581</u>
Liabilities & Deferred Inflows of Resources			
Liabilities:			
Accounts Payable	\$ 0	\$ 0	\$ 0
Contracts Payable	0	0	0
Interfund Payable	0	0	0
Retainages Payable	0	0	0
Due to Other Funds	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>0</u>
 Total Liabilities & Deferred Inflows of Resources	 <u>0</u>	 <u>0</u>	 <u>0</u>
Fund Balances			
Nonspendable	0	0	0
Restricted	14,804	4,696	259,581
Committed	0	0	0
Unassigned	0	0	0
Total Fund Balances	<u>14,804</u>	<u>4,696</u>	<u>259,581</u>
 <i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	 <u>\$ 14,804</u>	 <u>\$ 4,696</u>	 <u>\$ 259,581</u>

2015 Note Issue, Government Projects	2018 Bond- Schoonover Lake Dam	2018 Bond- Hall of Justice Renovation	2018 Bond- Police Vehicles	2018 Bond- Street Department Vehicles	Total Nonmajor Capital Projects Funds
\$ 34,047	\$ 1,201,177	\$ 187,060	\$ 31,155	\$ 281,040	\$ 3,028,766
0	0	0	0	0	405,068
0	0	0	0	0	57,670
<u>\$ 34,047</u>	<u>\$ 1,201,177</u>	<u>\$ 187,060</u>	<u>\$ 31,155</u>	<u>\$ 281,040</u>	<u>\$ 3,491,504</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 4,424
0	0	61,743	0	0	481,001
0	0	0	0	0	58,500
0	0	96,909	0	0	113,500
0	0	0	0	0	176,040
<u>0</u>	<u>0</u>	<u>158,652</u>	<u>0</u>	<u>0</u>	<u>833,465</u>
0	0	158,652	0	0	833,465
0	0	0	0	0	57,670
34,047	1,201,177	28,408	31,155	281,040	2,507,110
0	0	0	0	0	109,850
0	0	0	0	0	(16,591)
<u>34,047</u>	<u>1,201,177</u>	<u>28,408</u>	<u>31,155</u>	<u>281,040</u>	<u>2,658,039</u>
<u>\$ 34,047</u>	<u>\$ 1,201,177</u>	<u>\$ 187,060</u>	<u>\$ 31,155</u>	<u>\$ 281,040</u>	<u>\$ 3,491,504</u>

CITY OF LIMA
Allen County, Ohio

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2018

	<u>Central Point Buttonbush</u>	<u>Legal Research / Computer Fund</u>	<u>Court Computerization</u>
Revenues:			
Intergovernmental	\$ 0	\$ 0	\$ 0
Fines and Forfeitures	0	59,831	167,694
Special Assessments	0	0	0
Investment Income	0	0	0
Miscellaneous	0	20	99
Total Revenues	<u>0</u>	<u>59,851</u>	<u>167,793</u>
Expenditures:			
Current:			
Capital Outlay	3,334	64,614	154,964
Debt Service:			
Interest and Fiscal Charges	0	0	0
Total Expenditures	<u>3,334</u>	<u>64,614</u>	<u>154,964</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,334)</u>	<u>(4,763)</u>	<u>12,829</u>
Other Financing Sources (Uses):			
Premium on Bond Anticipation Notes Issued	0	0	0
Proceeds of Bond Anticipation Notes Issued	0	0	0
Transfers-In	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	(3,334)	(4,763)	12,829
Fund Balance Beginning of Year	<u>3,334</u>	<u>85,152</u>	<u>562,619</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 80,389</u>	<u>\$ 575,448</u>

<u>Special Assessments</u>	<u>Fire EMS Grant</u>	<u>State Issue II</u>	<u>ALL-Lima RRGs</u>	<u>Ottawa River Phase II</u>	<u>ECDD-06-033</u>
\$ 0	\$ 0	\$ 332,787	\$ 3,072,680	\$ 0	\$ 0
0	0	0	0	0	0
58,035	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>58,035</u>	<u>0</u>	<u>332,787</u>	<u>3,072,680</u>	<u>0</u>	<u>0</u>
51,551	10,746	349,378	3,072,680	0	65,000
5,170	0	0	0	0	0
<u>56,721</u>	<u>10,746</u>	<u>349,378</u>	<u>3,072,680</u>	<u>0</u>	<u>65,000</u>
<u>1,314</u>	<u>(10,746)</u>	<u>(16,591)</u>	<u>0</u>	<u>0</u>	<u>(65,000)</u>
0	0	0	0	0	0
0	0	0	0	0	0
78,010	0	0	0	0	0
<u>78,010</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
79,324	(10,746)	(16,591)	0	0	(65,000)
30,526	10,746	0	0	23,990	65,000
<u>\$ 109,850</u>	<u>\$ 0</u>	<u>\$ (16,591)</u>	<u>\$ 0</u>	<u>\$ 23,990</u>	<u>\$ 0</u>

(continued)

CITY OF LIMA
Allen County, Ohio

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2018
(continued)

	FEMA-1720- DR-003- 46554	Obesity Prevention Grant	ALL-Vine Street RRGs
Revenues:			
Intergovernmental	\$ 0	\$ 0	\$ 0
Fines and Forfeitures	0	0	0
Special Assessments	0	0	0
Investment Income	0	0	0
Miscellaneous	0	0	0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures:			
Current:			
Capital Outlay	0	0	0
Debt Service:			
Interest and Fiscal Charges	0	0	0
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses):			
Premium on Bond Anticipation Notes Issued	0	0	0
Proceeds of Bond Anticipation Notes Issued	0	0	0
Transfers-In	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	<u>23,015</u>	<u>1,500</u>	<u>695</u>
Fund Balance End of Year	<u>\$ 23,015</u>	<u>\$ 1,500</u>	<u>\$ 695</u>

<u>Fire Vehicles</u>	<u>Central Service Roof</u>	<u>Police Cruisers and Equipment</u>	<u>Note Issue, Government Projects</u>	<u>2015 Note Issue, Government Projects</u>	<u>Lima Stadium Park, ALLE-002C</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	26	38	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>26</u>	<u>38</u>	<u>0</u>
0	0	0	0	0	(9,699)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(9,699)</u>
0	0	0	26	38	9,699
<u>0</u>	<u>0</u>	<u>0</u>	<u>26</u>	<u>38</u>	<u>9,699</u>
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	0	26	38	9,699
<u>4,835</u>	<u>14,804</u>	<u>4,696</u>	<u>259,555</u>	<u>34,009</u>	<u>(9,699)</u>
<u>\$ 4,835</u>	<u>\$ 14,804</u>	<u>\$ 4,696</u>	<u>\$ 259,581</u>	<u>\$ 34,047</u>	<u>\$ 0</u>

(continued)

CITY OF LIMA
Allen County, Ohio

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2018
(continued)

	ODNR-ALLE- 003C Schoonover Lake Dam Restoration	2017 Land & Water Conservation Fund- Schoonover Park	2018 Bond- Schoonover Lake Dam
Revenues:			
Intergovernmental	\$ 29,640	\$ 93,000	\$ 0
Fines and Forfeitures	0	0	0
Special Assessments	0	0	0
Investment Income	0	0	177
Miscellaneous	0	0	0
Total Revenues	<u>29,640</u>	<u>93,000</u>	<u>177</u>
Expenditures:			
Current:			
Capital Outlay	29,640	93,000	93,000
Debt Service:			
Interest and Fiscal Charges	0	0	27,242
Total Expenditures	<u>29,640</u>	<u>93,000</u>	<u>120,242</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>0</u>	<u>(120,065)</u>
Other Financing Sources (Uses):			
Premium on Bond Anticipation Notes Issued	0	0	27,242
Proceeds of Bond Anticipation Notes Issued	0	0	1,294,000
Transfers-In	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>1,321,242</u>
Net Change in Fund Balance	0	0	1,201,177
Fund Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,201,177</u>

2018 Bond- Hall of Justice Renovation	2018 Bond- Police Vehicles	2018 Bond- Street Department Vehicles	Total Nonmajor Capital Projects Funds
\$ 0	\$ 0	\$ 0	\$ 3,528,107
0	0	0	227,525
0	0	0	58,035
66	4	40	351
0	0	0	119
<u>66</u>	<u>4</u>	<u>40</u>	<u>3,814,137</u>
1,463,928	0	0	5,442,136
31,391	667	5,995	70,465
<u>1,495,319</u>	<u>667</u>	<u>5,995</u>	<u>5,512,601</u>
(1,495,253)	(663)	(5,955)	(1,698,464)
31,391	667	5,995	65,295
1,492,270	31,151	281,000	3,098,421
0	0	0	78,010
<u>1,523,661</u>	<u>31,818</u>	<u>286,995</u>	<u>3,241,726</u>
28,408	31,155	281,040	1,543,262
0	0	0	1,114,777
<u>\$ 28,408</u>	<u>\$ 31,155</u>	<u>\$ 281,040</u>	<u>\$ 2,658,039</u>

CITY OF LIMA
Allen County, Ohio
Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2018

	<u>General Debt Service</u>	<u>Special Assessment Debt Service</u>	<u>Total Nonmajor Debt Service Funds</u>
Assets & Deferred Outflows of Resources			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ (4,998)	\$ 5,000	\$ 2
Receivables:			
Special Assessments	0	680,712	680,712
Interfund	58,500	0	58,500
Accrued Interest	885	0	885
Due From Other Funds	176,040	0	176,040
Restricted assets:			
Cash and Cash Equivalents with Fiscal and Escrow Agents	26,794	0	26,794
<i>Total Assets & Deferred Outflows of Resources</i>	<u>\$ 257,221</u>	<u>\$ 685,712</u>	<u>\$ 942,933</u>
Liabilities & Deferred Inflows of Resources			
Liabilities:			
Advances from Other Funds	\$ 0	\$ 110,354	\$ 110,354
<i>Total Liabilities</i>	<u>0</u>	<u>110,354</u>	<u>110,354</u>
Deferred Inflows of Resources			
Unavailable Revenues, Grants and Special Assessments	0	680,712	680,712
<i>Total Deferred Inflows of Resources</i>	<u>0</u>	<u>680,712</u>	<u>680,712</u>
Total Liabilities & Deferred Inflows of Resources	<u>0</u>	<u>791,066</u>	<u>791,066</u>
Fund Balances			
Assigned	257,221	0	257,221
Unassigned	0	(105,354)	(105,354)
Total Fund Balances	<u>257,221</u>	<u>(105,354)</u>	<u>151,867</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 257,221</u>	<u>\$ 685,712</u>	<u>\$ 942,933</u>

CITY OF LIMA
Allen County, Ohio

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended December 31, 2018

	General Debt Service	Special Assessment Debt Service	Total Nonmajor Debt Service Funds
Revenues:			
Intergovernmental	\$ 9,676	\$ 0	\$ 9,676
Special Assessments	0	64,985	64,985
Investment Income	11,098	0	11,098
Total Revenues	<u>20,774</u>	<u>64,985</u>	<u>85,759</u>
Expenditures:			
Debt Service:			
Principal Retirement	3,569,674	0	3,569,674
Interest and Fiscal Charges	346,379	8,304	354,683
Total Expenditures	<u>3,916,053</u>	<u>8,304</u>	<u>3,924,357</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,895,279)</u>	<u>56,681</u>	<u>(3,838,598)</u>
Other Financing Sources (Uses):			
Premium on Bond Anticipation Notes Issued	174,259	0	174,259
Proceeds of Bond Anticipation Notes Issued	2,778,080	0	2,778,080
Transfers-In	875,003	0	875,003
Transfers-Out	0	(78,010)	(78,010)
Total Other Financing Sources (Uses)	<u>3,827,342</u>	<u>(78,010)</u>	<u>3,749,332</u>
Net Change in Fund Balance	(67,937)	(21,329)	(89,266)
Fund Balance Beginning of Year	<u>325,158</u>	<u>(84,025)</u>	<u>241,133</u>
Fund Balance End of Year	<u>\$ 257,221</u>	<u>\$ (105,354)</u>	<u>\$ 151,867</u>

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**INDIVIDUAL FUND SCHEDULES OF
REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BASIS) AND ACTUAL**



CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Property Taxes	\$ 1,101,200	\$ 1,104,995	\$ 3,795
Municipal Income Tax	18,200,000	18,852,425	652,425
Intergovernmental	1,090,828	1,430,152	339,324
Charges for Services	8,851,000	9,451,945	600,945
Fees, Licenses and Permits	766,000	782,450	16,450
Fines and Forfeitures	1,251,000	1,342,100	91,100
Investment Income	150,000	292,560	142,560
Miscellaneous	142,500	192,717	50,217
Total Revenues	<u>31,552,528</u>	<u>33,449,344</u>	<u>1,896,816</u>
Expenditures:			
<i>General Government</i>			
Council			
Personal Services	159,007	158,214	793
Fringes	43,266	43,175	91
Other Expenditures	5,800	5,718	82
Total Council	<u>208,073</u>	<u>207,107</u>	<u>966</u>
Public Works			
Personal Services	245,487	244,975	512
Fringes	108,706	108,604	102
Other Expenditures	38,991	36,220	2,771
Total Public Works	<u>393,184</u>	<u>389,799</u>	<u>3,385</u>
Mayor's Office			
Personal Services	220,200	220,149	51
Fringes	76,394	76,086	308
Other Expenditures	57,700	57,669	31
Total Mayor's Office	<u>354,294</u>	<u>353,904</u>	<u>390</u>
Auditor's Office			
Personal Services	353,722	353,239	483
Fringes	134,670	134,488	182
Other Expenditures	37,250	36,156	1,094
Total Auditor's Office	<u>525,642</u>	<u>523,883</u>	<u>1,759</u>

(continued)

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Finance Department			
Personal Services	172,992	170,089	2,903
Fringes	37,466	37,428	38
Other Expenditures	7,750	4,220	3,530
Total Finance Department	<u>218,208</u>	<u>211,737</u>	<u>6,471</u>
Law Director Department			
Personal Services	697,059	685,360	11,699
Fringes	346,645	304,610	42,035
Other Expenditures	208,555	166,964	41,591
Capital Outlay	64,957	63,789	1,168
Total Law Director Department	<u>1,317,216</u>	<u>1,220,723</u>	<u>96,493</u>
Court Judges			
Personal Services	1,186,649	1,108,339	78,310
Fringes	530,175	470,458	59,717
Other Expenditures	57,220	55,591	1,629
Total Court Judges	<u>1,774,044</u>	<u>1,634,388</u>	<u>139,656</u>
Human Resources			
Salaries	137,286	137,338	(52)
Fringes	61,795	61,762	33
Other Expenditures	15,230	15,132	98
Total Human Resources	<u>214,311</u>	<u>214,232</u>	<u>79</u>
Civil Service			
Personal Services	31,600	31,596	4
Fringes	9,795	9,790	5
Other Expenditures	31,085	23,996	7,089
Total Civil Service	<u>72,480</u>	<u>65,382</u>	<u>7,098</u>
Taxation			
Personal Services	332,094	331,022	1,072
Fringes	160,485	160,217	268
Other Expenditures	799,950	797,832	2,118
Total Taxation	<u>1,292,529</u>	<u>1,289,071</u>	<u>3,458</u>

(continued)

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Clerk of Court			
Personal Services	925,949	904,079	21,870
Fringes	473,267	438,186	35,081
Other Expenditures	96,100	67,575	28,525
Total Clerk of Courts	<u>1,495,316</u>	<u>1,409,840</u>	<u>85,476</u>
Engineering			
Personal Services	282,747	276,448	6,299
Fringes	137,535	119,796	17,739
Other Expenditures	550,153	339,927	210,226
Total Engineering	<u>970,435</u>	<u>736,171</u>	<u>234,264</u>
Hall of Justice			
Personal Services	24,025	24,019	6
Fringes	13,864	13,828	36
Other Expenditures	346,800	305,861	40,939
Capital Outlay	1,774,541	547,051	1,227,490
Total Hall of Justice	<u>2,159,230</u>	<u>890,759</u>	<u>1,268,471</u>
Municipal Center			
Personal Services	24,025	24,019	6
Fringes	13,864	13,827	37
Other Expenditures	161,018	126,210	34,808
Total Municipal Center	<u>198,907</u>	<u>164,056</u>	<u>34,851</u>
Miscellaneous			
Auditor-Treasurer Fees	20,000	19,910	90
Treasurer-Pros Fees	9,000	8,518	482
Election Expense	31,900	31,841	59
County Health Board	309,267	309,267	0
Advertise Land	500	47	453
City Land Bank	1,100	638	462
Computer Maintenance/Support	155,800	155,763	37
Professional Services	728,616	686,130	42,486
Real Estate Taxes	91,850	91,802	48
Legal Advertising	18,600	16,743	1,857
General Refunds	6,000	5,474	526

(continued)

CITY OF LIMA
Allen County, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2018

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Miscellaneous (continued)			
General Insurance	92,000	91,313	687
Recodification	7,945	7,943	2
Contingency	68,279	64,371	3,908
Computer Software Maintenance	33,523	33,523	0
Bank Fees	25,000	16,044	8,956
VOIP Phone System	26,100	26,059	41
Audit Exam Fees	82,545	81,727	818
Interest Expense	52,333	45,733	6,600
Liability Reserve	20,000	14,492	5,508
Civic Center	125,000	125,000	0
Network Operation/Maintenance	25,000	17,448	7,552
General Collection Fees	1,500	404	1,096
Allen Economic Development Group	14,980	14,980	0
Tax Abatement Refunds	2,000	0	2,000
Downtown Lima, Inc.	35,000	35,000	0
Bond and Note Payments	83,121	0	83,121
Rhodes State	189,037	189,036	1
Capital Reserve	38,201	18,940	19,261
Total Miscellaneous	<u>2,294,197</u>	<u>2,108,146</u>	<u>186,051</u>
Total General Government	<u>13,488,066</u>	<u>11,419,198</u>	<u>2,068,868</u>
<i>Security of Persons and Property</i>			
Police Department			
Personal Services	6,236,746	6,181,958	54,788
Fringes	2,949,618	2,919,901	29,717
Other Expenditures	949,788	940,583	9,205
Capital Outlay	436,114	378,369	57,745
Total Police Department	<u>10,572,266</u>	<u>10,420,811</u>	<u>151,455</u>
Fire Department			
Personal Services	5,230,107	5,288,966	(58,859)
Fringes	2,705,287	2,701,134	4,153
Other Expenditures	576,658	519,964	56,694
Capital Outlay	1,185,263	1,185,164	99
Total Fire Department	<u>9,697,315</u>	<u>9,695,228</u>	<u>2,087</u>
Total Security of Persons and Property	<u>20,269,581</u>	<u>20,116,039</u>	<u>153,542</u>

(continued)

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<i>Leisure Time Activities</i>			
Recreation Department			
Personal Services	165,105	156,877	8,228
Fringes	54,416	50,021	4,395
Other Expenditures	88,600	74,591	14,009
Total Recreation Department	<u>308,121</u>	<u>281,489</u>	<u>26,632</u>
Parks Department			
Personal Services	514,500	507,121	7,379
Fringes	264,197	254,364	9,833
Other Expenditures	346,360	306,187	40,173
Capital Outlay	316,014	249,994	66,020
Total Parks Department	<u>1,441,071</u>	<u>1,317,666</u>	<u>123,405</u>
Schoonover Pool			
Personal Services	35,500	27,047	8,453
Fringes	6,479	4,805	1,674
Other Expenditures	50,725	46,010	4,715
Total Schoonover Pool	<u>92,704</u>	<u>77,862</u>	<u>14,842</u>
Total Leisure Time Activities	<u>1,841,896</u>	<u>1,677,017</u>	<u>164,879</u>
<i>Community Environment</i>			
Community Development			
Personal Services	220,644	220,752	(108)
Fringes	83,884	79,803	4,081
Other Expenditures	108,472	105,631	2,841
Total Community Development Department	<u>413,000</u>	<u>406,186</u>	<u>6,814</u>
Building and Zoning			
Personal Services	391,915	386,479	5,436
Fringes	165,639	160,355	5,284
Other Expenditures	137,064	113,930	23,134
Total Building and Zoning Department	<u>694,618</u>	<u>660,764</u>	<u>33,854</u>
Miscellaneous			
Indigent Burials	35,000	31,000	4,000
Total Miscellaneous	<u>35,000</u>	<u>31,000</u>	<u>4,000</u>
Total Community Environment	<u>1,142,618</u>	<u>1,097,950</u>	<u>44,668</u>

(continued)

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<i>Transportation</i>			
Streets Department			
Personal Services	370,124	359,635	10,489
Fringes	194,907	187,134	7,773
Other Expenditures	184,427	176,342	8,085
Capital Outlay	375,093	330,204	44,889
Total Streets Department	<u>1,124,551</u>	<u>1,053,315</u>	<u>71,236</u>
Miscellaneous			
Bus Subsidy	118,750	95,000	23,750
Streetscape Maintenance	10,000	4,675	5,325
Street Lighting	346,250	332,215	14,035
Total Miscellaneous	<u>475,000</u>	<u>431,890</u>	<u>43,110</u>
Total Transportation	<u>1,599,551</u>	<u>1,485,205</u>	<u>114,346</u>
 Total Expenditures	 <u>38,341,712</u>	 <u>35,795,409</u>	 <u>2,546,303</u>
 Excess of Revenues Over (Under) Expenditures	 <u>(6,789,184)</u>	 <u>(2,346,065)</u>	 <u>4,443,119</u>
 Other Financing Sources (Uses):			
Proceeds from General Obligation Bonds Issued	1,970,999	1,970,999	0
Premium from General Obligation Bonds Issued	42,333	42,333	0
Proceeds from Disposition of Capital Assets	30,000	13,561	(16,439)
Transfers In	0	800,000	800,000
Transfers Out	(945,627)	(945,627)	0
Advances In	0	207,177	207,177
Advances Out	(316,182)	(168,438)	147,744
Total Other Financing Sources (Uses)	<u>781,523</u>	<u>1,920,005</u>	<u>1,138,482</u>
 Net Change in Fund Balance	 <u>(6,007,661)</u>	 <u>(426,060)</u>	 <u>5,581,601</u>
 Fund Balance Beginning of Year	 3,985,306	 3,985,306	 0
 Prior Year Encumbrances Appropriated	 <u>3,669,027</u>	 <u>3,669,027</u>	 <u>0</u>
 Fund Balance End of Year	 <u>\$ 1,646,672</u>	 <u>\$ 7,228,273</u>	 <u>\$ 5,581,601</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Treasurer's Trust Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Miscellaneous	\$ 6,000	\$ 797	\$ (5,203)
Total Revenues	<u>6,000</u>	<u>797</u>	<u>(5,203)</u>
Expenditures:			
Current:			
General Government			
Other	6,000	0	6,000
Total Expenditures	<u>6,000</u>	<u>0</u>	<u>6,000</u>
Net Change in Fund Balance	0	797	797
Fund Balance Beginning of Year	372,866	372,866	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 372,866</u>	<u>\$ 373,663</u>	<u>\$ 797</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Insurance Repair Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Miscellaneous	\$ 20,000	\$ 3,912	\$ (16,088)
Total Revenues	<u>20,000</u>	<u>3,912</u>	<u>(16,088)</u>
Expenditures:			
Current:			
General Government			
Other	10,000	1,633	8,367
Capital Outlay	<u>10,000</u>	<u>0</u>	<u>10,000</u>
Total Expenditures	<u>20,000</u>	<u>1,633</u>	<u>18,367</u>
Net Change in Fund Balance	0	2,279	2,279
Fund Balance Beginning of Year	34,764	34,764	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 34,764</u>	<u>\$ 37,043</u>	<u>\$ 2,279</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Capital Replacement Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Contributions and Donations	\$ 1,200	\$ 2,654	\$ 1,454
Miscellaneous	0	12	12
Total Revenues	<u>1,200</u>	<u>2,666</u>	<u>1,466</u>
Expenditures:			
Current:			
Capital Outlay	41,781	40,763	1,018
Total Expenditures	<u>41,781</u>	<u>40,763</u>	<u>1,018</u>
Net Change in Fund Balance	(40,581)	(38,097)	2,484
Fund Balance Beginning of Year	1,161	1,161	0
Prior Year Encumbrances Appropriated	<u>39,481</u>	<u>39,481</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 61</u>	<u>\$ 2,545</u>	<u>\$ 2,484</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Indigent Alcohol Treatment Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Fines and Forfeitures	\$ 40,000	\$ 101,613	\$ 61,613
Total Revenues	<u>40,000</u>	<u>101,613</u>	<u>61,613</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	300,000	11,698	288,302
Total Expenditures	<u>300,000</u>	<u>11,698</u>	<u>288,302</u>
Net Change in Fund Balance	(260,000)	89,915	349,915
Fund Balance Beginning of Year	402,817	402,817	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 142,817</u>	<u>\$ 492,732</u>	<u>\$ 349,915</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 COPS 2014UMWX0053 Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 90,732	\$ 89,951	\$ (781)
Total Revenues	<u>90,732</u>	<u>89,951</u>	<u>(781)</u>
Expenditures:			
Current:			
Security of Persons and Property			
Personal Services	57,594	56,962	632
Fringes	<u>33,138</u>	<u>32,989</u>	<u>149</u>
Total Expenditures	<u>90,732</u>	<u>89,951</u>	<u>781</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Municipal Probation Services Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Fines and Forfeitures	\$ 40,000	\$ 68,001	\$ 28,001
Total Revenues	<u>40,000</u>	<u>68,001</u>	<u>28,001</u>
Expenditures:			
Current:			
Security of Persons and Property			
Personal Services	42,346	42,230	116
Fringes	<u>29,033</u>	<u>27,846</u>	<u>1,187</u>
Total Expenditures	<u>71,379</u>	<u>70,076</u>	<u>1,303</u>
Net Change in Fund Balance	(31,379)	(2,075)	29,304
Fund Balance Beginning of Year	107,059	107,059	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 75,680</u>	<u>\$ 104,984</u>	<u>\$ 29,304</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 JAG 2015-DJ-BX-0131 Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 26,853	\$ 26,852	\$ (1)
Total Revenues	<u>26,853</u>	<u>26,852</u>	<u>(1)</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	26,853	25,187	1,666
Total Expenditures	<u>26,853</u>	<u>25,187</u>	<u>1,666</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>1,665</u>	<u>1,665</u>
Other Financing Sources (Uses):			
Advances Out	0	(1,666)	(1,666)
Total Other Financing Sources (Uses)	<u>0</u>	<u>(1,666)</u>	<u>(1,666)</u>
Net Change in Fund Balance	0	(1)	(1)
Fund Balance Beginning of Year	1	1	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 1</u>	<u>\$ 0</u>	<u>\$ (1)</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Drug Enforcement / Education Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Fines and Forfeitures	\$ 0	\$ 3,179	\$ 3,179
Miscellaneous	0	22	22
Total Revenues	<u>0</u>	<u>3,201</u>	<u>3,201</u>
Expenditures:			
Current:			
Security of Persons and Property			
Fringes	(100)	(328)	228
Other	100	99	1
Total Expenditures	<u>0</u>	<u>(229)</u>	<u>229</u>
Net Change in Fund Balance	0	3,430	3,430
Fund Balance Beginning of Year	2,255	2,255	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 2,255</u>	<u>\$ 5,685</u>	<u>\$ 3,430</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 JAG 2016-DJ-BX-0212 Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 31,830	\$ 31,830	\$ 0
Total Revenues	<u>31,830</u>	<u>31,830</u>	<u>0</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	22,360	2,249	20,111
Capital Outlay	18,295	18,295	0
Total Expenditures	<u>40,655</u>	<u>20,544</u>	<u>20,111</u>
Excess of Revenues Over (Under) Expenditures	<u>(8,825)</u>	<u>11,286</u>	<u>20,111</u>
Other Financing Sources (Uses):			
Proceeds from Disposition of Capital Assets	0	0	0
Transfers In	0	0	0
Transfers Out	0	0	0
Advances In	0	2,250	2,250
Advances Out	0	(13,535)	(13,535)
Total Other Financing Sources (Uses)	<u>0</u>	<u>(11,285)</u>	<u>(11,285)</u>
Net Change in Fund Balance	(8,825)	1	8,826
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ (8,825)</u>	<u>\$ 1</u>	<u>\$ 8,826</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 SFY2018 Specialized Dockets Payroll Subsidy Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 30,000	\$ 0	\$ (30,000)
Total Revenues	<u>30,000</u>	<u>0</u>	<u>(30,000)</u>
Expenditures:			
Current:			
Security of Persons and Property			
Personal Services	30,000	30,000	0
Total Expenditures	<u>30,000</u>	<u>30,000</u>	<u>0</u>
Net Change in Fund Balance	0	(30,000)	(30,000)
Fund Balance Beginning of Year	30,000	30,000	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 30,000</u>	<u>\$ 0</u>	<u>\$ (30,000)</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Law Enforcement Diversion Grant Fund
For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 54,410	\$ 42,750	\$ (11,660)
Total Revenues	<u>54,410</u>	<u>42,750</u>	<u>(11,660)</u>
Expenditures:			
Current:			
Security of Persons and Property			
Personal Services	7,910	9,131	(1,221)
Other	46,500	46,466	34
Total Expenditures	<u>54,410</u>	<u>55,597</u>	<u>(1,187)</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>(12,847)</u>	<u>(12,847)</u>
Other Financing Sources (Uses):			
Advances In	0	12,847	12,847
Total Other Financing Sources (Uses)	<u>0</u>	<u>12,847</u>	<u>12,847</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Firefighter Exposure to Environmental Elements 2017 Grant Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 8,125	\$ 0	\$ (8,125)
Total Revenues	<u>8,125</u>	<u>0</u>	<u>(8,125)</u>
Expenditures:			
Current:			
Security of Persons and Property	0	0	0
Other	8,125	8,125	0
Total Expenditures	<u>8,125</u>	<u>8,125</u>	<u>0</u>
Net Change in Fund Balance	0	(8,125)	(8,125)
Fund Balance Beginning of Year	8,125	8,125	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 8,125</u>	<u>\$ 0</u>	<u>\$ (8,125)</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Aquatic Education Rod & Reel Grant RR18 Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 2,484	\$ 2,484	\$ 0
Total Revenues	<u>2,484</u>	<u>2,484</u>	<u>0</u>
Expenditures:			
Current:			
Leisure Time Activities			
Other	2,484	2,484	0
Total Expenditures	<u>2,484</u>	<u>2,484</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Traffic / Parking Control Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 0	\$ 229	\$ 229
Charges for Services	36,000	19,398	(16,602)
Fines and Forfeitures	20,000	12,288	(7,712)
Miscellaneous	0	4	4
Total Revenues	<u>56,000</u>	<u>31,919</u>	<u>(24,081)</u>
Expenditures:			
Current:			
Transportation			
Personal Services	14,980	9,276	5,704
Fringes	2,430	2,402	28
Other	56,000	13,403	42,597
Total Expenditures	<u>73,410</u>	<u>25,081</u>	<u>48,329</u>
Net Change in Fund Balance	(17,410)	6,838	24,248
Fund Balance Beginning of Year	393,980	393,980	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 376,570</u>	<u>\$ 400,818</u>	<u>\$ 24,248</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 2019 Specialized Dockets Payroll Subsidy Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 30,000	\$ 30,000	\$ 0
Total Revenues	<u>30,000</u>	<u>30,000</u>	<u>0</u>
Expenditures:			
Current:			
General Government			
Personal Services	8,000	0	8,000
Other	22,000	1,291	20,709
Total Expenditures	<u>30,000</u>	<u>1,291</u>	<u>28,709</u>
Net Change in Fund Balance	0	28,709	28,709
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 28,709</u>	<u>\$ 28,709</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 JAG 2017-DJ-BX-0421 Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 35,866	\$ 0	\$ (35,866)
Total Revenues	<u>35,866</u>	<u>0</u>	<u>(35,866)</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	35,866	0	35,866
Total Expenditures	<u>35,866</u>	<u>0</u>	<u>35,866</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Firefighter Exposure to Environmental Elements 2018 Grant Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 5,313	\$ 5,313	\$ 0
Total Revenues	<u>5,313</u>	<u>5,313</u>	<u>0</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	5,313	0	5,313
Total Expenditures	<u>5,313</u>	<u>0</u>	<u>5,313</u>
Net Change in Fund Balance	0	5,313	5,313
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 5,313</u></u>	<u><u>\$ 5,313</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 JAG 2018-DJ-BX-0181 Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 35,122	\$ 0	\$ (35,122)
Total Revenues	<u>35,122</u>	<u>0</u>	<u>(35,122)</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	35,122	0	35,122
Total Expenditures	<u>35,122</u>	<u>0</u>	<u>35,122</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 ALCAP Operations Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Charges for Services	\$ 10,000	\$ 0	\$ (10,000)
Total Revenues	<u>10,000</u>	<u>0</u>	<u>(10,000)</u>
Expenditures:			
Current:			
General Government			
Other	10,000	848	9,152
Total Expenditures	<u>10,000</u>	<u>848</u>	<u>9,152</u>
Net Change in Fund Balance	0	(848)	(848)
Fund Balance Beginning of Year	4,492	4,492	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 4,492</u></u>	<u><u>\$ 3,644</u></u>	<u><u>\$ (848)</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Weed / Property Cleanup Fund
 For the Year Ended December 31, 2018*

	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Charges for Services	\$ 381,050	\$ 288,456	\$ (92,594)
Total Revenues	<u>381,050</u>	<u>288,456</u>	<u>(92,594)</u>
Expenditures:			
Current:			
Community Environment			
Other	380,982	239,387	141,595
Total Expenditures	<u>380,982</u>	<u>239,387</u>	<u>141,595</u>
Excess of Revenues Over (Under) Expenditures	<u>68</u>	<u>49,069</u>	<u>49,001</u>
Other Financing Sources (Uses):			
Advances In	0	18,669	18,669
Advances Out	0	(67,738)	(67,738)
Total Other Financing Sources (Uses)	<u>0</u>	<u>(49,069)</u>	<u>(49,069)</u>
Net Change in Fund Balance	68	0	(68)
Fund Balance Beginning of Year	(3,132)	(3,132)	0
Prior Year Encumbrances Appropriated	<u>3,132</u>	<u>3,132</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 68</u>	<u>\$ 0</u>	<u>\$ (68)</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 State Highway Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 98,000	\$ 111,725	\$ 13,725
Investment Income	1,200	3,008	1,808
Total Revenues	<u>99,200</u>	<u>114,733</u>	<u>15,533</u>
Expenditures:			
Current:			
Transportation			
Other	126,036	74,082	51,954
Total Expenditures	<u>126,036</u>	<u>74,082</u>	<u>51,954</u>
Net Change in Fund Balance	(26,836)	40,651	67,487
Fund Balance Beginning of Year	238,426	238,426	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 211,590</u>	<u>\$ 279,077</u>	<u>\$ 67,487</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Street Repair Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 1,833,231	\$ 1,650,598	\$ (182,633)
Charges for Services	150,000	219,639	69,639
Investment Income	0	1,775	1,775
Miscellaneous	0	115,183	115,183
Total Revenues	<u>1,983,231</u>	<u>1,987,195</u>	<u>3,964</u>
Expenditures:			
Current:			
Transportation			
Personal Services	899,082	848,051	51,031
Fringes	458,488	440,379	18,109
Other	807,610	753,609	54,001
Capital Outlay	66,571	65,876	695
Total Expenditures	<u>2,231,751</u>	<u>2,107,915</u>	<u>123,836</u>
Excess of Revenues Over (Under) Expenditures	<u>(248,520)</u>	<u>(120,720)</u>	<u>127,800</u>
Other Financing Sources (Uses):			
Proceeds from Disposition of Capital Assets	0	3,004	3,004
Total Other Financing Sources (Uses)	<u>0</u>	<u>3,004</u>	<u>3,004</u>
Net Change in Fund Balance	(248,520)	(117,716)	130,804
Fund Balance Beginning of Year	40,400	40,400	0
Prior Year Encumbrances Appropriated	<u>233,159</u>	<u>233,159</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 25,039</u>	<u>\$ 155,843</u>	<u>\$ 130,804</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 2011 Ash Borer Grant Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Current:			
Leisure Time Activities			
Other	<u>79</u>	<u>79</u>	<u>0</u>
Total Expenditures	<u>79</u>	<u>79</u>	<u>0</u>
Net Change in Fund Balance	(79)	(79)	0
Fund Balance Beginning of Year	79	79	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Recreational Activity Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Charges for Services	\$ 28,400	\$ 29,959	\$ 1,559
Contributions and Donations	2,500	724	(1,776)
Miscellaneous	0	9	9
Total Revenues	<u>30,900</u>	<u>30,692</u>	<u>(208)</u>
Expenditures:			
Current:			
Leisure Time Activities			
Personal Services	12,000	0	12,000
Fringes	2,165	144	2,021
Other	33,585	12,439	21,146
Total Expenditures	<u>47,750</u>	<u>12,583</u>	<u>35,167</u>
Net Change in Fund Balance	(16,850)	18,109	34,959
Fund Balance Beginning of Year	55,622	55,622	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 38,772</u>	<u>\$ 73,731</u>	<u>\$ 34,959</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Moving Ohio Forward Demo Program Fund
For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 0	\$ 18,087	\$ 18,087
Total Revenues	<u>0</u>	<u>18,087</u>	<u>18,087</u>
Expenditures:			
Community Environment			
Other	18,700	6,200	12,500
Total Expenditures	<u>18,700</u>	<u>6,200</u>	<u>12,500</u>
Excess of Revenues Over (Under) Expenditures	<u>(18,700)</u>	<u>11,887</u>	<u>30,587</u>
Other Financing Sources (Uses):			
Transfers In	19,000	0	(19,000)
Total Other Financing Sources (Uses)	<u>19,000</u>	<u>0</u>	<u>(19,000)</u>
Net Change in Fund Balance	300	11,887	11,587
Fund Balance Beginning of Year	20,346	20,346	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 20,646</u>	<u>\$ 32,233</u>	<u>\$ 11,587</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 LLEBG 2003-LB-BX-17 Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Current:			
Security of Persons and Property	0	0	0
Other	<u>172</u>	<u>172</u>	
Total Expenditures	<u>172</u>	<u>172</u>	<u>0</u>
Net Change in Fund Balance	(172)	(172)	0
Fund Balance Beginning of Year	172	172	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Law Enforcement Trust Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Fines and Forfeitures	\$ 10,000	\$ 3,233	\$ (6,767)
Total Revenues	<u>10,000</u>	<u>3,233</u>	<u>(6,767)</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	10,000	150	9,850
Total Expenditures	<u>10,000</u>	<u>150</u>	<u>9,850</u>
Net Change in Fund Balance	0	3,083	3,083
Fund Balance Beginning of Year	13,137	13,137	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 13,137</u>	<u>\$ 16,220</u>	<u>\$ 3,083</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 COPS Asset Forfeiture Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 0	\$ 4,660	\$ 4,660
Charges for Services	0	17,329	17,329
Total Revenues	<u>0</u>	<u>21,989</u>	<u>21,989</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	21,989	21,989
Fund Balance Beginning of Year	129,082	129,082	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 129,082</u>	<u>\$ 151,071</u>	<u>\$ 21,989</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 DARE Education Program Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 17,785	\$ 18,099	\$ 314
Total Revenues	<u>17,785</u>	<u>18,099</u>	<u>314</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	17,785	17,399	386
Total Expenditures	<u>17,785</u>	<u>17,399</u>	<u>386</u>
Net Change in Fund Balance	0	700	700
Fund Balance Beginning of Year	19,386	19,386	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 19,386</u></u>	<u><u>\$ 20,086</u></u>	<u><u>\$ 700</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 CHIP Housing Improvement Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 34,100	\$ 726,878	\$ 692,778
Charges for Services	0	51,392	51,392
Investment Income	0	3,353	3,353
Miscellaneous	944,000	0	(944,000)
Total Revenues	<u>978,100</u>	<u>781,623</u>	<u>(196,477)</u>
Expenditures:			
Current:			
Community Environment			
Other	1,281,552	1,281,548	4
Total Expenditures	<u>1,281,552</u>	<u>1,281,548</u>	<u>4</u>
Net Change in Fund Balance	(303,452)	(499,925)	(196,473)
Fund Balance Beginning of Year	(662,099)	(662,099)	0
Prior Year Encumbrances Appropriated	<u>965,572</u>	<u>965,572</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 21</u>	<u>\$ (196,452)</u>	<u>\$ (196,473)</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Rehab Property Sales Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 68,000	\$ 52,470	\$ (15,530)
Total Revenues	<u>68,000</u>	<u>52,470</u>	<u>(15,530)</u>
Expenditures:			
Current:			
Community Environment			
Personal Services	20,842	20,825	17
Fringes	10,675	9,573	1,102
Other	50,016	47,527	2,489
Total Expenditures	<u>81,533</u>	<u>77,925</u>	<u>3,608</u>
Net Change in Fund Balance	(13,533)	(25,455)	(11,922)
Fund Balance Beginning of Year	119,749	119,749	0
Prior Year Encumbrances Appropriated	<u>13,795</u>	<u>13,795</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 120,011</u>	<u>\$ 108,089</u>	<u>\$ (11,922)</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 CDBG Federal Block Grant Fund
 For the Year Ended December 31, 2018*

	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 1,606,926	\$ 1,018,662	\$ (588,264)
Charges for Services	10,100	15,240	5,140
Investment Income	700	34	(666)
Miscellaneous	700	5,701	5,001
Total Revenues	<u>1,618,426</u>	<u>1,039,637</u>	<u>(578,789)</u>
Expenditures:			
Current:			
Community Environment			
Personal Services	371,494	328,879	42,615
Fringes	163,691	126,569	37,122
Other	1,082,732	883,477	199,255
Total Expenditures	<u>1,617,917</u>	<u>1,338,925</u>	<u>278,992</u>
Net Change in Fund Balance	509	(299,288)	(299,797)
Fund Balance Beginning of Year	(323,566)	(323,566)	0
Prior Year Encumbrances Appropriated	<u>324,981</u>	<u>324,981</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 1,924</u>	<u>\$ (297,873)</u>	<u>\$ (299,797)</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Land Utilization Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Miscellaneous	\$ 30,000	\$ 4,825	\$ (25,175)
Total Revenues	<u>30,000</u>	<u>4,825</u>	<u>(25,175)</u>
Expenditures:			
Current:			
Community Environment			
Other	28,000	10,897	17,103
Total Expenditures	<u>28,000</u>	<u>10,897</u>	<u>17,103</u>
Net Change in Fund Balance	2,000	(6,072)	(8,072)
Fund Balance Beginning of Year	23,917	23,917	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 25,917</u>	<u>\$ 17,845</u>	<u>\$ (8,072)</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Hotel / Motel Tax Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Other Local Taxes	\$ 235,000	\$ 264,336	\$ 29,336
Total Revenues	<u>235,000</u>	<u>264,336</u>	<u>29,336</u>
Expenditures:			
Current:			
General Government			
Other	978,000	177,111	800,889
Total Expenditures	<u>978,000</u>	<u>177,111</u>	<u>800,889</u>
Excess of Revenues Over (Under) Expenditures	<u>(743,000)</u>	<u>87,225</u>	<u>830,225</u>
Other Financing Sources (Uses):			
Transfers Out	0	(800,000)	(800,000)
Total Other Financing Sources (Uses)	<u>0</u>	<u>(800,000)</u>	<u>(800,000)</u>
Net Change in Fund Balance	(743,000)	(712,775)	30,225
Fund Balance Beginning of Year	751,252	751,252	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 8,252</u>	<u>\$ 38,477</u>	<u>\$ 30,225</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 2003 WS QX 0007 W&S Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	<u>11,664</u>	<u>11,664</u>	<u>0</u>
Total Expenditures	<u>11,664</u>	<u>11,664</u>	<u>0</u>
Net Change in Fund Balance	(11,664)	(11,664)	0
Fund Balance Beginning of Year	11,664	11,664	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Safe Streets Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	<u>648</u>	<u>648</u>	<u>0</u>
Total Expenditures	<u>648</u>	<u>648</u>	<u>0</u>
Net Change in Fund Balance	(648)	(648)	0
Fund Balance Beginning of Year	648	648	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Justice Assist 2005-DJ-BX-0059 Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	<u>2,924</u>	<u>2,924</u>	<u>0</u>
Total Expenditures	<u>2,924</u>	<u>2,924</u>	<u>0</u>
Net Change in Fund Balance	(2,924)	(2,924)	0
Fund Balance Beginning of Year	2,924	2,924	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Courts Special Projects Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 0	\$ 982	\$ 982
Fines and Forfeitures	600,000	571,331	(28,669)
Miscellaneous	50,000	15,011	(34,989)
Total Revenues	<u>650,000</u>	<u>587,324</u>	<u>(62,676)</u>
Expenditures:			
Current:			
General Government			
Personal Services	92,100	88,004	4,096
Fringes	18,622	17,209	1,413
Other	546,400	41,539	504,861
Total Expenditures	<u>657,122</u>	<u>146,752</u>	<u>510,370</u>
Net Change in Fund Balance	(7,122)	440,572	447,694
Fund Balance Beginning of Year	1,034,462	1,034,462	0
Prior Year Encumbrances Appropriated	<u>10,000</u>	<u>10,000</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 1,037,340</u>	<u>\$ 1,485,034</u>	<u>\$ 447,694</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 JAG 2006-DJ-BX-0458 Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	<u>554</u>	<u>554</u>	<u>0</u>
Total Expenditures	<u>554</u>	<u>554</u>	<u>0</u>
Net Change in Fund Balance	(554)	(554)	0
Fund Balance Beginning of Year	554	554	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 ALLE-015 Natureworks/Robb Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Current:			
Leisure Time Activities			
Other	<u>906</u>	<u>0</u>	<u>906</u>
Total Expenditures	<u>906</u>	<u>0</u>	<u>906</u>
Net Change in Fund Balance	(906)	0	906
Fund Balance Beginning of Year	906	906	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 906</u></u>	<u><u>\$ 906</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 PACE 2006-JG-A02-6429 Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	<u>34</u>	<u>34</u>	<u>0</u>
Total Expenditures	<u>34</u>	<u>34</u>	<u>0</u>
Net Change in Fund Balance	(34)	(34)	0
Fund Balance Beginning of Year	34	34	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Law Enforcement Training Assistance Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 0	\$ 32,552	\$ 32,552
Miscellaneous	0	300	300
Total Revenues	<u>0</u>	<u>32,852</u>	<u>32,852</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	39,915	19,222	20,693
Total Expenditures	<u>39,915</u>	<u>19,222</u>	<u>20,693</u>
Net Change in Fund Balance	(39,915)	13,630	53,545
Fund Balance Beginning of Year	39,915	39,915	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 53,545</u>	<u>\$ 53,545</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 JAG 2007-DJ-BX-033 Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	<u>3,294</u>	<u>3,294</u>	<u>0</u>
Total Expenditures	<u>3,294</u>	<u>3,294</u>	<u>0</u>
Net Change in Fund Balance	(3,294)	(3,294)	0
Fund Balance Beginning of Year	3,294	3,294	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Anti-Gang 2007-PS-AGI-314 Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	<u>8,347</u>	<u>8,347</u>	<u>0</u>
Total Expenditures	<u>8,347</u>	<u>8,347</u>	<u>0</u>
Net Change in Fund Balance	(8,347)	(8,347)	0
Fund Balance Beginning of Year	8,347	8,347	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Indigent Interlock / Alcohol Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Fines and Forfeitures	\$ 72,000	\$ 31,945	\$ (40,055)
Total Revenues	<u>72,000</u>	<u>31,945</u>	<u>(40,055)</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	72,000	65,455	6,545
Total Expenditures	<u>72,000</u>	<u>65,455</u>	<u>6,545</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>(33,510)</u>	<u>(33,510)</u>
Other Financing Sources (Uses):			
Advances In	0	24,318	24,318
Total Other Financing Sources (Uses)	<u>0</u>	<u>24,318</u>	<u>24,318</u>
Net Change in Fund Balance	0	(9,192)	(9,192)
Fund Balance Beginning of Year	9,192	9,192	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 9,192</u>	<u>\$ 0</u>	<u>\$ (9,192)</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 EDA Award Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Current:			
Community Environment			
Other	<u>1,247</u>	<u>1,247</u>	<u>0</u>
Total Expenditures	<u>1,247</u>	<u>1,247</u>	<u>0</u>
Net Change in Fund Balance	(1,247)	(1,247)	0
Fund Balance Beginning of Year	1,247	1,247	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Fire Reporting Grant Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	1,358	1,358	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 1,358</u></u>	<u><u>\$ 1,358</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 NS Program Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Charges for Services	\$ 400	\$ 966	\$ 566
Total Revenues	<u>400</u>	<u>966</u>	<u>566</u>
Expenditures:			
Current:			
Community Environment			
Other	200	97	103
Total Expenditures	<u>200</u>	<u>97</u>	<u>103</u>
Net Change in Fund Balance	200	869	669
Fund Balance Beginning of Year	27,719	27,719	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 27,919</u></u>	<u><u>\$ 28,588</u></u>	<u><u>\$ 669</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 JAG 2009-SB-B9-0323 Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	<u>68</u>	<u>68</u>	<u>0</u>
Total Expenditures	<u>68</u>	<u>68</u>	<u>0</u>
Net Change in Fund Balance	(68)	(68)	0
Fund Balance Beginning of Year	68	68	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Federal Asset Forfeiture Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 0	\$ 398	\$ 398
Investment Income	0	275	275
Total Revenues	<u>0</u>	<u>673</u>	<u>673</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	31,941	17,432	14,509
Total Expenditures	<u>31,941</u>	<u>17,432</u>	<u>14,509</u>
Net Change in Fund Balance	(31,941)	(16,759)	15,182
Fund Balance Beginning of Year	31,975	31,975	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 34</u>	<u>\$ 15,216</u>	<u>\$ 15,182</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Special Gifts / Memorials Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Contributions and Donations	\$ 30,000	\$ 106,217	76,217
Miscellaneous	0	6	6
Total Revenues	<u>30,000</u>	<u>106,223</u>	<u>76,223</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	0	995	(995)
Leisure Time Activities			
Other	8,260	7,624	636
Capital Outlay	30,000	29,000	1,000
Total Expenditures	<u>38,260</u>	<u>37,619</u>	<u>641</u>
Net Change in Fund Balance	(8,260)	68,604	76,864
Fund Balance Beginning of Year	70,610	70,610	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 62,350</u>	<u>\$ 139,214</u>	<u>\$ 76,864</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Central Point Buttonbush Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Capital Outlay	<u>3,335</u>	<u>3,335</u>	<u>0</u>
Total Expenditures	<u>3,335</u>	<u>3,335</u>	<u>0</u>
Net Change in Fund Balance	(3,335)	(3,335)	0
Fund Balance Beginning of Year	3,335	3,335	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Legal Research / Computer Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Fines and Forfeitures	\$ 70,000	\$ 60,100	\$ (9,900)
Miscellaneous	0	20	20
Total Revenues	<u>70,000</u>	<u>60,120</u>	<u>(9,880)</u>
Expenditures:			
Capital Outlay	<u>91,267</u>	<u>91,237</u>	<u>30</u>
Total Expenditures	<u>91,267</u>	<u>91,237</u>	<u>30</u>
Net Change in Fund Balance	(21,267)	(31,117)	(9,850)
Fund Balance Beginning of Year	82,113	82,113	0
Prior Year Encumbrances Appropriated	<u>4,767</u>	<u>4,767</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 65,613</u>	<u>\$ 55,763</u>	<u>\$ (9,850)</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Court Computerization Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Fines and Forfeitures	\$ 180,000	\$ 197,626	\$ 17,626
Miscellaneous	0	99	99
Total Revenues	<u>180,000</u>	<u>197,725</u>	<u>17,725</u>
Expenditures:			
Current:			
General Government			
Other	287,197	240,926	46,271
Capital Outlay	40,000	10,940	29,060
Total Expenditures	<u>327,197</u>	<u>251,866</u>	<u>75,331</u>
Net Change in Fund Balance	(147,197)	(54,141)	93,056
Fund Balance Beginning of Year	436,172	436,172	0
Prior Year Encumbrances Appropriated	<u>95,197</u>	<u>95,197</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 384,172</u>	<u>\$ 477,228</u>	<u>\$ 93,056</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Special Assessments Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Special Assessments	\$ 20,000	\$ 58,035	(38,035)
Total Revenues	<u>20,000</u>	<u>58,035</u>	<u>(38,035)</u>
Expenditures:			
Capital Outlay	71,517	51,907	19,610
Debt Service:			
Principal Retirement	130,000	99,200	30,800
Interest and Fiscal Charges	<u>10,000</u>	<u>5,170</u>	<u>4,830</u>
Total Expenditures	<u>211,517</u>	<u>156,277</u>	<u>55,240</u>
Excess of Revenues Over (Under) Expenditures	<u>(191,517)</u>	<u>(98,242)</u>	<u>93,275</u>
Other Financing Sources (Uses):			
Proceeds from Bonds	<u>180,000</u>	<u>105,000</u>	<u>(75,000)</u>
Total Other Financing Sources (Uses)	<u>180,000</u>	<u>105,000</u>	<u>(75,000)</u>
Net Change in Fund Balance	(11,517)	6,758	18,275
Fund Balance Beginning of Year	326,113	326,113	0
Prior Year Encumbrances Appropriated	<u>11,517</u>	<u>11,517</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 326,113</u>	<u>\$ 344,388</u>	<u>\$ 18,275</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Fire EMS Grant Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	<u>10,746</u>	<u>10,746</u>	<u>0</u>
Total Expenditures	<u>10,746</u>	<u>10,746</u>	<u>0</u>
Net Change in Fund Balance	(10,746)	(10,746)	0
Fund Balance Beginning of Year	10,746	10,746	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 State Issue II Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 1,487,080	\$ 1,072,134	\$ (414,946)
Total Revenues	<u>1,487,080</u>	<u>1,072,134</u>	<u>(414,946)</u>
Expenditures:			
Capital Outlay	1,487,080	1,072,134	414,946
Total Expenditures	<u>1,487,080</u>	<u>1,072,134</u>	<u>414,946</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 ALL-Lima RRGs Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 10,000,000	\$ 3,315,131	\$ (6,684,869)
Total Revenues	<u>10,000,000</u>	<u>3,315,131</u>	<u>(6,684,869)</u>
Expenditures:			
Capital Outlay	10,000,000	3,315,131	6,684,869
Total Expenditures	<u>10,000,000</u>	<u>3,315,131</u>	<u>6,684,869</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Ottawa River Phase II Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	23,989	23,989	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 23,989</u></u>	<u><u>\$ 23,989</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 ECDD-06-033 Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Capital Outlay	<u>65,000</u>	<u>65,000</u>	<u>0</u>
Total Expenditures	<u>65,000</u>	<u>65,000</u>	<u>0</u>
Net Change in Fund Balance	(65,000)	(65,000)	0
Fund Balance Beginning of Year	65,000	65,000	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 FEMA-1720-DR-003-46554 Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	23,015	23,015	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 23,015</u></u>	<u><u>\$ 23,015</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Obesity Prevention Grant Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	1,500	1,500	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 1,500</u></u>	<u><u>\$ 1,500</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 ALL-Vine Street RRGs Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	695	695	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 695</u></u>	<u><u>\$ 695</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Fire Vehicles Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	4,835	4,835	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 4,835</u></u>	<u><u>\$ 4,835</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Central Service Roof Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	14,804	14,804	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 14,804</u></u>	<u><u>\$ 14,804</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Police Cruisers and Equipment Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:			
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	4,697	4,697	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 4,697</u></u>	<u><u>\$ 4,697</u></u>	<u><u>\$ 0</u></u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Note Issue, Government Projects Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Investment Income	\$ 0	\$ 26	\$ 26
Total Revenues	<u>0</u>	<u>26</u>	<u>26</u>
Expenditures:			
Capital Outlay	259,556	453	259,103
Total Expenditures	<u>259,556</u>	<u>453</u>	<u>259,103</u>
Net Change in Fund Balance	(259,556)	(427)	259,129
Fund Balance Beginning of Year	259,104	259,104	0
Prior Year Encumbrances Appropriated	<u>453</u>	<u>453</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 1</u>	<u>\$ 259,130</u>	<u>\$ 259,129</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 2015 Note Issue, Government Projects Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Investment Income	\$ 0	\$ 38	\$ 38
Total Revenues	<u>0</u>	<u>38</u>	<u>38</u>
Expenditures:			
Capital Outlay	34,004	0	34,004
Total Expenditures	<u>34,004</u>	<u>0</u>	<u>34,004</u>
Net Change in Fund Balance	(34,004)	38	34,042
Fund Balance Beginning of Year	34,010	34,010	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 6</u>	<u>\$ 34,048</u>	<u>\$ 34,042</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 ODNR-ALLE-003C Schoonover Lake Dam Restoration Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 29,640	\$ 29,640	\$ 0
Total Revenues	<u>29,640</u>	<u>29,640</u>	<u>0</u>
Expenditures:			
Capital Outlay	29,640	29,640	0
Total Expenditures	<u>29,640</u>	<u>29,640</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 2017 Land & Water Conservation Fund-Schoonover Park Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 93,000	\$ 93,000	\$ 0
Total Revenues	<u>93,000</u>	<u>93,000</u>	<u>0</u>
Expenditures:			
Capital Outlay	93,000	93,000	0
Total Expenditures	<u>93,000</u>	<u>93,000</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 2018 Bond-Schoonover Lake Dam Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Investment Income	\$ 0	\$ 177	\$ 177
Total Revenues	<u>0</u>	<u>177</u>	<u>177</u>
Expenditures:			
Capital Outlay	1,321,242	93,000	1,228,242
Debt Service:			
Interest and Fiscal Charges	0	27,242	(27,242)
Total Expenditures	<u>1,321,242</u>	<u>120,242</u>	<u>1,201,000</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,321,242)</u>	<u>(120,065)</u>	<u>1,201,177</u>
Other Financing Sources (Uses):			
Proceeds from General Obligation Bonds Issued	1,294,000	1,294,000	0
Premium from General Obligation Bonds Issued	27,242	27,242	0
Total Other Financing Sources (Uses)	<u>1,321,242</u>	<u>1,321,242</u>	<u>0</u>
Net Change in Fund Balance	0	1,201,177	1,201,177
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 1,201,177</u>	<u>\$ 1,201,177</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 2018 Bond-Hall of Justice Renovation Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Investment Income	\$ 0	\$ 66	\$ 66
Total Revenues	<u>0</u>	<u>66</u>	<u>66</u>
Expenditures:			
Capital Outlay	1,492,270	1,492,270	0
Debt Service:			
Interest and Fiscal Charges	31,391	31,391	0
Total Expenditures	<u>1,523,661</u>	<u>1,523,661</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,523,661)</u>	<u>(1,523,595)</u>	<u>66</u>
Other Financing Sources (Uses):			
Proceeds from General Obligation Bonds Issued	1,492,270	1,492,270	0
Premium from General Obligation Bonds Issued	31,391	31,391	0
Total Other Financing Sources (Uses)	<u>1,523,661</u>	<u>1,523,661</u>	<u>0</u>
Net Change in Fund Balance	0	66	66
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 66</u>	<u>\$ 66</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 2018 Bond-Police Vehicles Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Investment Income	\$ 0	\$ 5	\$ 5
Total Revenues	<u>0</u>	<u>5</u>	<u>5</u>
Expenditures:			
Capital Outlay	31,151	0	31,151
Debt Service:			
Interest and Fiscal Charges	667	667	0
Total Expenditures	<u>31,818</u>	<u>667</u>	<u>31,151</u>
Excess of Revenues Over (Under) Expenditures	<u>(31,818)</u>	<u>(662)</u>	<u>31,156</u>
Other Financing Sources (Uses):			
Proceeds from General Obligation Bonds Issued	31,151	31,151	0
Premium from General Obligation Bonds Issued	667	667	0
Total Other Financing Sources (Uses)	<u>31,818</u>	<u>31,818</u>	<u>0</u>
Net Change in Fund Balance	0	31,156	31,156
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 31,156</u>	<u>\$ 31,156</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 2018 Bond-Street Department Vehicles Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Investment Income	\$ 0	\$ 40	\$ 40
Total Revenues	<u>0</u>	<u>40</u>	<u>40</u>
Expenditures:			
Capital Outlay	281,000	89,792	191,208
Debt Service:			
Interest and Fiscal Charges	5,995	5,995	0
Total Expenditures	<u>286,995</u>	<u>95,787</u>	<u>191,208</u>
Excess of Revenues Over (Under) Expenditures	<u>(286,995)</u>	<u>(95,747)</u>	<u>191,248</u>
Other Financing Sources (Uses):			
Proceeds from General Obligation Bonds Issued	281,000	281,000	0
Premium from General Obligation Bonds Issued	5,995	5,995	0
Total Other Financing Sources (Uses)	<u>286,995</u>	<u>286,995</u>	<u>0</u>
Net Change in Fund Balance	0	191,248	191,248
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 191,248</u>	<u>\$ 191,248</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Central & Elm Intersection Improvements Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 83,434	\$ 0	\$ (83,434)
Total Revenues	<u>83,434</u>	<u>0</u>	<u>(83,434)</u>
Expenditures:			
Capital Outlay	83,434	83,434	0
Total Expenditures	<u>83,434</u>	<u>83,434</u>	<u>0</u>
Net Change in Fund Balance	0	(83,434)	(83,434)
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ (83,434)</u>	<u>\$ (83,434)</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Convention & Visitors Bureau Destination Development Grant Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 6,000	\$ 0	\$ (6,000)
Total Revenues	<u>6,000</u>	<u>0</u>	<u>(6,000)</u>
Expenditures:			
Capital Outlay	6,000	6,000	0
Total Expenditures	<u>6,000</u>	<u>6,000</u>	<u>0</u>
Net Change in Fund Balance	0	(6,000)	(6,000)
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ (6,000)</u>	<u>\$ (6,000)</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Johnny Appleseed 2018 Cooperative Park Improvement Grant Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 30,000	\$ 0	\$ (30,000)
Total Revenues	<u>30,000</u>	<u>0</u>	<u>(30,000)</u>
Expenditures:			
Capital Outlay	30,000	30,000	0
Total Expenditures	<u>30,000</u>	<u>30,000</u>	<u>0</u>
Net Change in Fund Balance	0	(30,000)	(30,000)
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ (30,000)</u>	<u>\$ (30,000)</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 ODNR Natureworks Grant - Lincoln Park Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 75,459	\$ 0	\$ (75,459)
Total Revenues	<u>75,459</u>	<u>0</u>	<u>(75,459)</u>
Expenditures:			
Capital Outlay	75,459	75,459	0
Total Expenditures	<u>75,459</u>	<u>75,459</u>	<u>0</u>
Net Change in Fund Balance	0	(75,459)	(75,459)
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ (75,459)</u>	<u>\$ (75,459)</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 Ford Grant - Lincoln Park Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Intergovernmental	\$ 40,000	\$ 0	\$ (40,000)
Total Revenues	<u>40,000</u>	<u>0</u>	<u>(40,000)</u>
Expenditures:			
Capital Outlay	40,000	40,000	0
Total Expenditures	<u>40,000</u>	<u>40,000</u>	<u>0</u>
Net Change in Fund Balance	0	(40,000)	(40,000)
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ (40,000)</u>	<u>\$ (40,000)</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget (Non-GAAP Basis) and Actual
 General Debt Service Fund
 For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Investment Income	\$ 7,000	\$ 10,474	\$ 3,474
Miscellaneous	30,000	177,210	147,210
Total Revenues	<u>37,000</u>	<u>187,684</u>	<u>150,684</u>
Expenditures:			
Debt Service:			
Principal Retirement	3,950,784	3,575,091	375,693
Interest and Fiscal Charges	64,241	334,932	(270,691)
Manuscript Debt Purchased	0	105,000	(105,000)
Total Expenditures	<u>4,015,025</u>	<u>4,015,023</u>	<u>2</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,978,025)</u>	<u>(3,827,339)</u>	<u>150,686</u>
Other Financing Sources (Uses):			
Proceeds from General Obligation Bonds Issued	2,724,354	2,724,354	0
Premium from General Obligation Bonds Issued	277,985	227,985	(50,000)
Transfers In	975,687	875,003	(100,684)
Total Other Financing Sources (Uses)	<u>3,978,026</u>	<u>3,827,342</u>	<u>(150,684)</u>
Net Change in Fund Balance	1	3	2
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 1</u>	<u>\$ 3</u>	<u>\$ 2</u>

CITY OF LIMA
Allen County, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Special Assessment Debt Service Fund
For the Year Ended December 31, 2018*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:			
Special Assessments	\$ 250,000	\$ 64,985	\$ (185,015)
Total Revenues	<u>250,000</u>	<u>64,985</u>	<u>(185,015)</u>
Expenditures:			
Debt Service:			
Principal Retirement	230,000	78,010	151,990
Interest and Fiscal Charges	20,000	8,304	11,696
Total Expenditures	<u>250,000</u>	<u>86,314</u>	<u>163,686</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>(21,329)</u>	<u>(21,329)</u>
Other Financing Sources (Uses):			
Advances In	0	110,354	110,354
Advances Out	0	(89,026)	(89,026)
Total Other Financing Sources (Uses)	<u>0</u>	<u>21,328</u>	<u>21,328</u>
Net Change in Fund Balance	0	(1)	(1)
Fund Balance Beginning of Year	1	1	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 1</u>	<u>\$ 0</u>	<u>\$ (1)</u>

**COMBINING STATEMENTS FOR
PROPRIETARY FUNDS**



CITY OF LIMA
Allen County, Ohio

Enterprise Funds

The enterprise funds account for operations that are finance and operated in a manner similar to private business enterprises where the intent is that costs (expenses, including depreciation) of providing services to the general public on a continuing basis be recovered primarily through user charges.

Water

Water Construction

Water Replace/Improvement

Guarantee Deposits

Water Utility Reserve

2014 Note Issue-Water Projects

Sewer

Construction-2009 Debt Issue

North Collett Sewer

2014 Note Issue-Sewer Projects

2014 Sewer Revenue Bond

Sewer Replacement/Improvement

Sewer Utility Reserve

2018 Sewer Revenue Refunding Issue

Refuse

Storm Water Fund

Internal Service Funds

The internal service funds account for the financing of goods or services provided by one department of the City of Lima to other departments, on a cost-reimbursement basis. Accounting for these funds is designed to accumulate all of the costs incurred by the internal service fund in providing its goods and services to other departments. However, charges to the other departments are not intended to produce a significant profit in the long run, but to recover the total costs of providing goods or services.

Health Benefits:

To account for the collection of premiums and payment of claims for City employee health, dental, vision and prescription coverage, in lieu of purchasing these insurance benefits.

Public Works Gasoline:

To account for the central purchase of gasoline supply in large quantities at a lesser price with the subsequent charge to the various governmental user departments.

Utilities Gasoline:

To account for the central purchase of gasoline supply in large quantities at a lesser price with the subsequent charge to the various utilities user departments.

CITY OF LIMA
Allen County

Combining Statement of Fund Net Position
Internal Service Funds
December 31, 2018

	<u>Health Benefits</u>	<u>Public Works Gasoline</u>	<u>Utility Gasoline</u>	<u>Total</u>
Assets				
<i>Current assets:</i>				
Equity in Pooled Cash and Cash Equivalents	\$ 1,684,579	\$ 115,499	\$ 15,380	\$ 1,815,458
Receivables:				
Accounts	0	250	0	250
Intergovernmental	0	5,367	0	5,367
Materials and Supplies Inventory	0	30,192	12,125	42,317
<i>Total Current Assets</i>	<u>1,684,579</u>	<u>151,308</u>	<u>27,505</u>	<u>1,863,392</u>
<i>Noncurrent Assets:</i>				
Capital Assets:				
Nondepreciable Capital Assets	0	55,839	0	55,839
<i>Total Noncurrent Assets</i>	<u>0</u>	<u>55,839</u>	<u>0</u>	<u>55,839</u>
<i>Total Assets</i>	<u>1,684,579</u>	<u>207,147</u>	<u>27,505</u>	<u>1,919,231</u>
Liabilities				
<i>Current Liabilities:</i>				
Accounts Payable	2,127	65,931	0	68,058
Claims Payable	717,730	0	0	717,730
<i>Total Current Liabilities</i>	<u>719,857</u>	<u>65,931</u>	<u>0</u>	<u>785,788</u>
<i>Total Liabilities</i>	<u>719,857</u>	<u>65,931</u>	<u>0</u>	<u>785,788</u>
Net Position				
Unrestricted	964,722	141,216	27,505	1,133,443
<i>Total Net Position</i>	<u>\$ 964,722</u>	<u>\$ 141,216</u>	<u>\$ 27,505</u>	<u>\$ 1,133,443</u>

CITY OF LIMA
Allen County, Ohio

Combining Statement of Revenues, Expenses and Changes in Net Position
Internal Service Funds
For the Year Ended December 31, 2018

	Health Benefits	Public Works Gasoline	Utility Gasoline	Total
Operating Revenues:				
Charges for Services	\$ 6,251,178	\$ 0	\$ 0	\$ 6,251,178
Other Operating Revenues	1,615,054	237,537	152,290	2,004,881
Total Operating Revenues	<u>7,866,232</u>	<u>237,537</u>	<u>152,290</u>	<u>8,256,059</u>
Operating Expenses:				
Claims Expense	6,915,458	0	0	6,915,458
Other Services and Charges	1,302,873	254,815	174,265	1,731,953
Total Operating Expenses	<u>8,218,331</u>	<u>254,815</u>	<u>174,265</u>	<u>8,647,411</u>
Operating Income (Loss)	<u>(352,099)</u>	<u>(17,278)</u>	<u>(21,975)</u>	<u>(391,352)</u>
Non-Operating Revenues (Expenses):				
Transfers In	<u>0</u>	<u>0</u>	<u>70,624</u>	<u>70,624</u>
Total Non-Operating Revenues (Expenses)	<u>0</u>	<u>0</u>	<u>70,624</u>	<u>70,624</u>
Change in Net Position	(352,099)	(17,278)	48,649	(320,728)
Net Position - Beginning of Year	<u>1,316,821</u>	<u>158,494</u>	<u>(21,144)</u>	<u>1,454,171</u>
Net Position - End of Year	<u>\$ 964,722</u>	<u>\$ 141,216</u>	<u>\$ 27,505</u>	<u>\$ 1,133,443</u>

CITY OF LIMA
Allen County, Ohio

Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2018

	<u>Health Benefits</u>	<u>Public Works Gasoline</u>	<u>Utility Gasoline</u>	<u>Total</u>
Cash Flows from Operating Activities:				
Cash Received from Interfund Services Provided	\$ 6,247,987	\$ 0	\$ 0	\$ 6,247,987
Other Cash Receipts	1,618,245	231,920	152,290	2,002,455
Cash Payments for Other Services and Charges	(1,302,021)	(224,042)	(172,322)	(1,698,385)
Cash Payments for Claims	(7,134,584)	0	0	(7,134,584)
Net Cash Provided by (Used in) Operating Activities	<u>(570,373)</u>	<u>7,878</u>	<u>(20,032)</u>	<u>(582,527)</u>
Cash Flows from Noncapital Financing Activities				
Advances to Other Funds	0	0	(35,212)	(35,212)
Transfers In (Out)	0	0	70,624	70,624
Net Cash Provided by (Used in) Noncapital Financing Activities	<u>0</u>	<u>0</u>	<u>35,412</u>	<u>35,412</u>
Cash Flows from Capital and Related Financing Activities:				
Payments for Capital Acquisitions	0	(55,839)	0	(55,839)
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>0</u>	<u>(55,839)</u>	<u>0</u>	<u>(55,839)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(570,373)	(47,961)	15,380	(602,954)
Cash and Cash Equivalents Beginning of Year	<u>2,254,952</u>	<u>163,460</u>	<u>0</u>	<u>2,418,412</u>
Cash and Cash Equivalents End of Year	<u>\$ 1,684,579</u>	<u>\$ 115,499</u>	<u>\$ 15,380</u>	<u>\$ 1,815,458</u>
Reconciliation of Operating Gain (Loss) to Net Cash Provided by (Used in) Operating Activities:				
Operating Gain (Loss)	\$ (352,099)	\$ (17,278)	\$ (21,975)	\$ (391,352)
(Increase) Decrease in Assets:				
Accounts Receivable	0	(250)	0	(250)
Intergovernmental Receivable	0	(5,367)	0	(5,367)
Materials and Supply Inventory	0	(6,679)	18,768	12,089
Increase (Decrease) in Liabilities:				
Accounts Payable	852	37,452	(16,825)	21,479
Claims Payable	(219,126)	0	0	(219,126)
Net Cash Provided by (Used in) Operating Activities	<u>\$ (570,373)</u>	<u>\$ 7,878</u>	<u>\$ (20,032)</u>	<u>\$ (582,527)</u>

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**COMBINING STATEMENTS FOR
FIDUCIARY FUNDS**



CITY OF LIMA
Allen County, Ohio

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

Agency Funds

Agency funds are custodial in nature, and thus, do not recognize revenues or expenditures, only changes in assets and liabilities. These funds are used to record the collection and payment of building fees, fire insurance bonds, security deposits, law library trust and municipal court.

Building Fees:

To account for the collection of State's share of permit fees.

Fire Insurance:

This fund accounts for a bond received from a homeowner's insurance company held as deposit to guarantee the satisfactory removal or repair of a structure damaged as result of a fire. The monies are returned to the named insured when repairs, removal or the securing of the structure has been completed to the satisfaction of the Building Commissioner, or retained and used to pay any charges after the job to facilitate satisfactory completion.

Special Improvement Districts:

This fund accounts for a special assessments collected by the County from nonprofit organizations who have financed certain energy efficiency improvement projects from bonds issued by the Lucas County Port Authority. The City is not obligated in any manner for the special assessment debt. The City is acting as agent for the property owners in collecting the assessments and forwarding the collections to the bondholder or Port Authority.

Security Deposits:

This fund accounts for the monies held as required deposits in the event a job or project will make cut into a City street, to guarantee the street will be returned to satisfactory condition. The monies are returned to the depositor or used to pay any additional charges after the job or project to obtain satisfactory completion by the Street Department.

Law Library Trust:

To account for the collection of fines and forfeitures required to be remitted to the County's law library resources fund.

Municipal Court:

This fund reports fines and forfeitures collected the Lima Municipal Court for distribution to various State and local governments.

CITY OF LIMA
Allen County, Ohio

Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2018

	<u>12/31/17</u>	<u>Additions</u>	<u>Reductions</u>	<u>12/31/18</u>
Building Fees				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 0	\$ 13,868	\$ (13,868)	\$ 0
Total Assets	<u>\$ 0</u>	<u>\$ 13,868</u>	<u>\$ (13,868)</u>	<u>\$ 0</u>
Liabilities:				
Deposits Held and Due to Others	\$ 0	\$ 13,868	\$ (13,868)	\$ 0
Total Liabilities	<u>\$ 0</u>	<u>\$ 13,868</u>	<u>\$ (13,868)</u>	<u>\$ 0</u>
Fire Insurance				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 111,367	\$ 169,684	\$ (221,359)	\$ 59,692
Total Assets	<u>\$ 111,367</u>	<u>\$ 169,684</u>	<u>\$ (221,359)</u>	<u>\$ 59,692</u>
Liabilities:				
Deposits Held and Due to Others	\$ 111,367	\$ 169,684	\$ (221,359)	\$ 59,692
Total Liabilities	<u>\$ 111,367</u>	<u>\$ 169,684</u>	<u>\$ (221,359)</u>	<u>\$ 59,692</u>
Special Improvement Districts				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 0	\$ 13,333	\$ (13,333)	\$ 0
Total Assets	<u>\$ 0</u>	<u>\$ 13,333</u>	<u>\$ (13,333)</u>	<u>\$ 0</u>
Liabilities:				
Intergovernmental Payable	\$ 0	\$ 13,333	\$ (13,333)	\$ 0
Total Liabilities	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Security Deposits				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 281,621	\$ 18,201	\$ (117,385)	\$ 182,437
Total Assets	<u>\$ 281,621</u>	<u>\$ 18,201</u>	<u>\$ (117,385)</u>	<u>\$ 182,437</u>
Liabilities:				
Deposits Held and Due to Others	\$ 281,621	\$ 18,201	\$ (117,385)	\$ 182,437
Total Liabilities	<u>\$ 281,621</u>	<u>\$ 18,201</u>	<u>\$ (117,385)</u>	<u>\$ 182,437</u>

(continued)

CITY OF LIMA
Allen County, Ohio

Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2018

	<u>12/31/17</u>	<u>Additions</u>	<u>Reductions</u>	<u>12/31/18</u>
Law Library Trust				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 31,654	\$ 61,296	\$ (66,017)	\$ 26,933
Total Assets	<u>\$ 31,654</u>	<u>\$ 61,296</u>	<u>\$ (66,017)</u>	<u>\$ 26,933</u>
Liabilities:				
Intergovernmental Payable	\$ 31,654	\$ (311)	\$ (4,410)	\$ 26,933
Total Liabilities	<u>\$ 31,654</u>	<u>\$ (311)</u>	<u>\$ (4,410)</u>	<u>\$ 26,933</u>
Municipal Court				
Assets:				
Cash and Cash Equivalents in Segregated Accounts	\$ 532,583	\$ 608,920	\$ (532,583)	\$ 608,920
Accounts Receivable	529,844	1,110,635	(529,844)	1,110,635
Total Assets	<u>\$ 1,062,427</u>	<u>\$ 1,719,555</u>	<u>\$ (1,062,427)</u>	<u>\$ 1,719,555</u>
Liabilities:				
Undistributed Monies	\$ 1,062,427	\$ 1,186,972	\$ (529,844)	\$ 1,719,555
Total Liabilities	<u>\$ 1,062,427</u>	<u>\$ 1,186,972</u>	<u>\$ (529,844)</u>	<u>\$ 1,719,555</u>
Total Agency Funds				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 424,642	\$ 276,382	\$ (431,962)	\$ 269,062
Cash and Cash Equivalents in Segregated Accounts	532,583	608,920	(532,583)	608,920
Accounts Receivable	529,844	1,110,635	(529,844)	1,110,635
Total Assets	<u>\$ 1,487,069</u>	<u>\$ 1,995,937</u>	<u>\$ (1,494,389)</u>	<u>\$ 1,988,617</u>
Liabilities:				
Intergovernmental Payable	\$ 31,654	\$ 13,022	\$ (17,743)	\$ 26,933
Undistributed Monies	1,062,427	1,186,972	(529,844)	1,719,555
Deposits Held and Due to Others	392,988	201,753	(352,612)	242,129
Total Liabilities	<u>\$ 1,487,069</u>	<u>\$ 1,401,747</u>	<u>\$ (900,199)</u>	<u>\$ 1,988,617</u>

**SUPPLEMENTAL SCHEDULE –
GENERAL FUND CASH BASIS TO
GAAP BASIS RECONCILIATION**



CITY OF LIMA
Allen County, Ohio

Supplementary Schedule
General Fund Cash Basis to GAAP Basis Reconciliation
For the Year Ended December 31, 2018

	Cash Transactions General Fund	GAAP Entries / Encumbrances	Insurance Repair	Capital Replacement	Unclaimed Monies	Total General Fund
Revenues:						
Property Taxes	\$ 1,104,995	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,104,995
Municipal Income Tax	18,852,425	(566,075)	0	0	0	18,286,350
Intergovernmental	1,430,151	1,729	0	0	0	1,431,880
Charges for Services	9,452,418	165,538	0	0	0	9,617,956
Fees, Licenses and Permits	781,978	0	0	0	0	781,978
Fines and Forfeitures	1,342,101	(4,359)	0	0	0	1,337,742
Contributions and Donations	0	0	0	2,654	0	2,654
Investment Income	292,560	129,131	0	0	0	421,691
Miscellaneous	192,717	0	3,912	12	797	197,438
Total Revenues	<u>33,449,345</u>	<u>(274,036)</u>	<u>3,912</u>	<u>2,666</u>	<u>797</u>	<u>33,182,684</u>
Expenditures:						
Current:						
Security of Persons and Property	18,467,438	(264,067)	0	0	0	18,203,371
Leisure Time Activities	1,416,905	15,471	0	0	0	1,432,376
Community Environment	1,070,302	8,956	0	0	0	1,079,258
Transportation	1,121,939	(10,238)	0	0	0	1,111,701
General Government	10,304,217	(271,056)	0	0	0	10,033,161
Capital Outlay	2,420,604	(384,551)	0	1,282	0	2,037,335
Debt Service:						
Interest and Fiscal Charges	45,733	0	0	0	0	45,733
Total Expenditures	<u>34,847,138</u>	<u>(905,485)</u>	<u>0</u>	<u>1,282</u>	<u>0</u>	<u>33,942,935</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,397,793)</u>	<u>631,449</u>	<u>3,912</u>	<u>1,384</u>	<u>797</u>	<u>(760,251)</u>
Other Financing Sources (Uses):						
Premium on General Obligation Bonds Issued	42,333	0	0	0	0	42,333
Proceeds of General Obligation Bonds Issued	1,970,999	0	0	0	0	1,970,999
Proceeds from the Disposal of Capital Assets	13,561	0	0	0	0	13,561
Transfers In	800,000	0	0	0	0	800,000
Transfers Out	(945,627)	0	0	0	0	(945,627)
Advances In	207,177	(207,177)	0	0	0	0
Advances Out	(168,438)	168,438	0	0	0	0
Total Other Financing Sources (Uses)	<u>1,920,005</u>	<u>(38,739)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,881,266</u>
Net Change in Fund Balance	522,212	592,710	3,912	1,384	797	1,121,015
Fund Balance Beginning of Year	8,353,609	0	34,766	3,456	372,867	8,764,698
Prior Year Encumbrances Appropriated	<u>3,669,027</u>	<u>(3,708,508)</u>	<u>0</u>	<u>39,481</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 12,544,848</u>	<u>\$ (3,115,798)</u>	<u>\$ 38,678</u>	<u>\$ 44,321</u>	<u>\$ 373,664</u>	<u>\$ 9,885,713</u>

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CITY OF LIMA
Allen County, Ohio
Statistical Section

This part of the City of Lima’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements and note disclosures say about the City’s overall financial health.

<u>Contents</u>	<u>Pages</u>
Financial Trends	S2 – S9

These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.

Revenue Capacity	S10 – S18
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These schedules contain information to help the reader assess the City’s most significant local revenue sources, property tax and municipal income tax.

Debt Capacity	S19 – S26
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These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.

Demographic and Economic Information	S27 – S29
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These schedules offer demographic and economic indicators to help the reader understand the environment within which the City’s financial activities take place.

Operating Information	S30 – S37
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These schedules contain service data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports and basic financial statements for the relevant year.

City of Lima
Allen County, Ohio

Net Position By Component
Last Ten Years
(Accrual Basis of Accounting)

	(4) 2018	Restated (1/5) 2017	2016	2015
Governmental Activities				
Net Investment in Capital Assets	\$ 55,069,594	\$ 55,708,866	\$ 54,889,633	\$ 52,627,927
Restricted:				
Capital Projects	2,023,633	480,161	478,215	676,555
Debt Service	832,579	325,158	331,853	368,859
Public Safety Services	384,808	0	0	0
Court Projects	1,500,964	0	0	0
Streets and Highway Maintenance	992,471	0	0	0
Community Development Programs	10,304,530	10,113,779	0	0
Other Purposes	649,012	4,453,728	4,534,769	4,223,911
Unrestricted	(55,739,560)	(50,811,807)	(15,520,726)	(12,489,178)
<i>Total Governmental Activities Net Position</i>	<u>\$ 16,018,031</u>	<u>\$ 20,269,885</u>	<u>\$ 44,713,744</u>	<u>\$ 45,408,074</u>
Business Type - Activities				
Net Investment in Capital Assets	\$ 44,358,995	\$ 37,874,252	\$ 38,609,468	\$ 37,464,541
Unrestricted	13,628,665	17,622,456	19,074,782	16,467,027
<i>Total Business-Type Activities Net Position</i>	<u>\$ 57,987,660</u>	<u>\$ 55,496,708</u>	<u>\$ 57,684,250</u>	<u>\$ 53,931,568</u>
Primary Government				
Net Investment in Capital Assets	\$ 99,428,589	\$ 93,583,118	\$ 93,499,101	\$ 90,092,468
Restricted	16,687,997	15,372,826	5,344,837	5,269,325
Unrestricted	(42,110,895)	(33,189,351)	3,554,056	3,977,849
<i>Total Primary Government Net Position</i>	<u>\$ 74,005,691</u>	<u>\$ 75,766,593</u>	<u>\$ 102,397,994</u>	<u>\$ 99,339,642</u>

Notes:

- (1) Fiscal year 2017 was restated for the implementation of GASB Statement No. 75 within the fiscal year 2018 financial statement.
 - (2) Fiscal year 2014 was restated for the implementation of GASB Statement No. 68 within the fiscal year 2015 financial statement.
 - (3) Fiscal year 2012 was restated for the implementation of GASB Statement No. 65 within the fiscal year 2013 financial statement.
- The City has elected to not restate net position amounts for fiscal years prior to implementation.
- (4) Additional detail regarding 'Restricted for Other Purposes' for prior years was not readily available.
 - (5) Net position was restated for prior year error. Prior years were not updated to reflect this change.

Restated (2) 2014	2013	Restated (3) 2012	2011	2010	2009
\$ 53,589,765	\$ 54,734,230	\$ 53,973,918	\$ 56,821,196	\$ 49,676,862	\$ 43,055,899
629,352	438,436	1,064,702	194,001	1,406,929	527,038
327,255	358,747	347,738	593,543	761,623	1,348,083
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
4,262,769	4,423,095	5,149,984	5,023,634	5,975,922	5,921,551
(13,423,383)	12,450,455	12,285,690	8,768,927	7,634,539	7,511,762
<u>\$ 45,385,758</u>	<u>\$ 72,404,963</u>	<u>\$ 72,822,032</u>	<u>\$ 71,401,301</u>	<u>\$ 65,455,875</u>	<u>\$ 58,364,333</u>
\$ 33,632,832	\$ 33,741,830	\$ 35,854,478	\$ 38,714,090	\$ 32,171,497	\$ 20,390,890
18,903,247	18,760,654	15,379,956	16,839,523	16,969,710	24,579,657
<u>\$ 52,536,079</u>	<u>\$ 52,502,484</u>	<u>\$ 51,234,434</u>	<u>\$ 55,553,613</u>	<u>\$ 49,141,207</u>	<u>\$ 44,970,547</u>
\$ 87,222,597	\$ 88,476,060	\$ 89,828,396	\$ 95,535,286	\$ 81,848,359	\$ 63,446,789
5,219,376	5,220,278	6,562,424	5,811,178	8,144,474	7,796,672
5,479,864	31,211,109	27,665,646	25,608,450	24,604,249	32,091,419
<u>\$ 97,921,837</u>	<u>\$ 124,907,447</u>	<u>\$ 124,056,466</u>	<u>\$ 126,954,914</u>	<u>\$ 114,597,082</u>	<u>\$ 103,334,880</u>

City of Lima
Allen County, Ohio

*Changes in Net Position
Last Ten Years
(Accrual Basis of Accounting)*

	2018	2017	2016	2015	2014	2013	Restated 2012	2011	2010	2009
Program Revenues										
Governmental Activities:										
Charges for Services:										
Security of Persons and Property:	\$ 740,682	\$ 685,450	\$ 658,630	\$ 745,871	\$ 705,820	\$ 547,876	\$ 625,269	\$ 462,502	\$ 569,575	\$ 306,309
Leisure Time Activities	48,414	46,197	52,168	50,668	46,248	50,917	52,673	50,973	60,801	59,672
Community Environment	766,941	430,197	373,107	348,194	440,038	449,415	362,979	416,275	341,993	358,286
Transportation	690,450	1,068,231	860,204	475,745	423,150	406,601	491,280	535,746	426,972	363,584
General Government	12,003,067	11,368,557	11,072,244	9,700,479	9,341,096	8,449,990	8,198,546	7,848,599	7,383,785	6,979,061
Subtotal - Charges for Services	14,249,554	13,598,632	13,016,353	11,320,957	10,956,352	9,904,799	9,730,747	9,314,095	8,783,126	8,066,912
Operating Grants, Contributions and Interest										
Security of Persons and Property:	190,381	238,003	467,116	664,149	290,047	872,078	567,853	568,165	196,712	704,926
Leisure Time Activities	108,832	23,170	30,968	207,496	79,398	2,272	24,632	50,000	30,120	0
Community Environment	1,658,339	1,162,283	598,976	944,494	1,513,166	1,498,469	2,044,829	2,122,137	3,608,859	2,579,811
Transportation	1,317,555	895,487	1,100,078	1,897,682	1,377,507	1,430,384	1,678,443	1,297,524	103,606	261,940
General Government	45,011	35,049	49,429	0	0	30	16,533	8,927	187,535	9,903
Subtotal - Operating Grants, Contributions and Interest	3,320,118	2,353,992	2,246,567	3,713,821	3,260,118	3,803,233	4,332,290	4,046,753	4,126,832	3,556,580
Capital Grants and Contributions:										
Security of Persons and Property:	4	0	124,364	0	0	0	0	75,000	55,000	55,000
Leisure Time Activities	122,817	451,744	1,069,756	99,000	0	0	0	0	49,500	64,500
Community Environment	2,654	1,347	1,556	4,519	2,297	3,074	6,830	798	900,208	545,032
Transportation	3,507,645	2,622,376	2,595,745	3,334,909	2,993,957	2,116,440	3,219,006	7,009,810	9,763,403	2,950,050
General Government	23,303	15,453	81,200	94,371	40,497	0	0	0	0	0
Subtotal - Capital Grants and Contributions	3,656,423	3,090,920	3,872,621	3,532,799	3,036,751	2,119,514	3,225,836	7,085,608	10,768,111	3,614,582
Total Governmental Activities Program Revenues	21,226,095	19,043,544	19,135,541	18,567,577	17,253,221	15,827,546	17,288,873	20,446,456	23,678,069	15,238,074
Business-Type Activities:										
Charges for Services:										
Water	18,640,493	17,446,437	17,272,879	14,822,149	14,666,486	12,539,170	12,283,502	11,093,380	10,347,062	9,634,695
Sewer	15,550,000	14,142,850	12,692,715	11,465,159	12,076,059	10,790,172	10,144,675	9,882,568	8,973,291	8,605,800
Refuse	2,709,653	2,750,646	2,762,942	2,850,040	2,964,121	2,891,801	2,980,027	2,757,241	2,889,606	2,464,432
Storm Water	2,432,349	2,369,220	2,412,386	2,267,624	2,358,212	2,371,200	2,365,696	2,344,726	2,237,087	0
Subtotal - Charges for Services	39,332,495	36,709,153	35,140,922	31,404,972	32,064,878	28,592,343	27,773,900	26,077,915	24,447,046	20,704,927
Operating Grants, Contributions and Interest										
Water	0	0	0	0	0	90,230	0	0	0	0
Sewer	179,523	187,008	0	0	0	0	0	0	0	0
Refuse	0	0	0	0	0	0	0	0	0	0
Storm Water	0	0	0	0	0	0	0	0	0	0
Subtotal - Operating Grants, Contributions and Interest	179,523	187,008	0	0	0	90,230	0	0	0	0
Capital Grants and Contributions										
Water	26,051	27,450	59,874	34,037	46,100	35,371	47,708	37,437	45,091	30,413
Sewer	1,026,159	0	0	186	190	0	0	0	0	0
Refuse	0	0	0	0	0	0	0	0	0	0
Storm Water	0	0	0	0	0	0	0	0	592,633	0
Subtotal - Capital Grants and Contributions	1,052,210	27,450	59,874	34,223	46,290	35,371	47,708	37,437	637,724	30,413
Total Business-Type Activities Program Revenues	40,564,228	36,923,611	35,200,796	31,439,195	32,111,168	28,717,944	27,821,608	26,115,352	25,084,770	20,735,340
Total Primary Government Program Revenues	\$ 61,790,323	\$ 55,967,155	\$ 54,336,337	\$ 50,006,772	\$ 49,364,389	\$ 44,545,490	\$ 45,110,481	\$ 46,561,808	\$ 48,762,839	\$ 35,973,414

(continued)

City of Lima
Allen County, Ohio

Changes in Net Position (continued)
Last Ten Years
(Accrual Basis of Accounting)

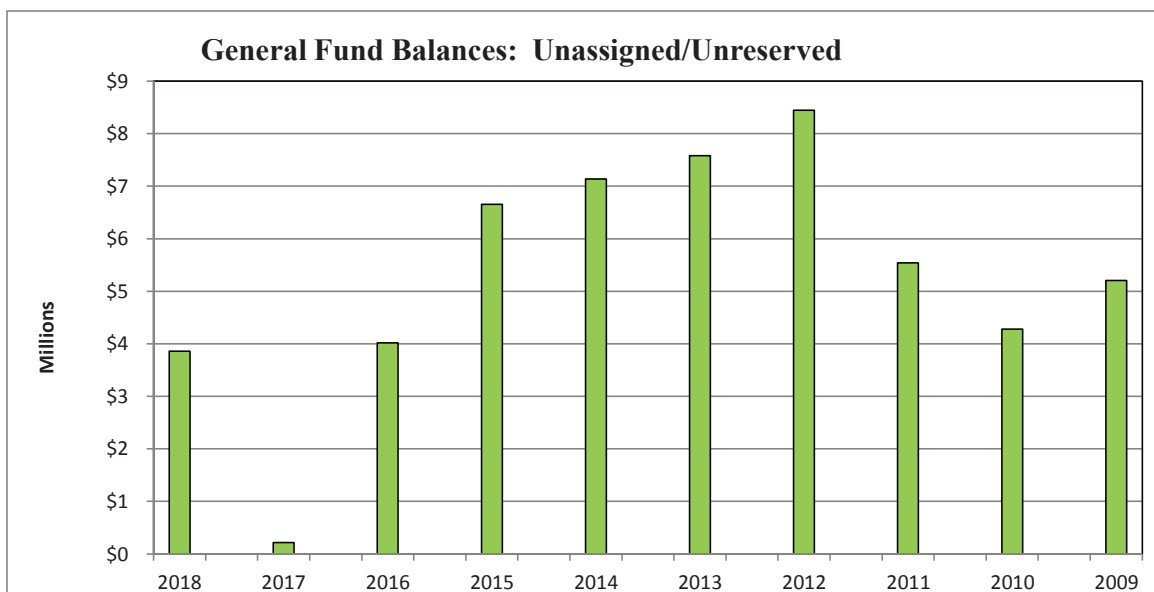
	2018	2017	2016	2015	2014	2013	Restated 2012	2011	Restated 2010	2009
Expenses										
Governmental Activities:										
Security of Persons and Property:	\$ 21,580,661	\$ 20,631,088	\$ 21,338,291	\$ 18,511,963	\$ 17,137,714	\$ 16,700,344	\$ 15,639,553	\$ 16,553,253	\$ 15,742,649	\$ 15,878,806
Leisure Time Activities	2,046,266	2,190,068	1,139,607	1,568,227	1,302,089	1,207,812	1,054,416	1,110,824	1,061,948	1,014,916
Community Environment	3,321,435	3,118,020	2,284,805	2,834,788	2,690,726	3,597,825	3,482,018	3,888,424	4,529,530	3,871,079
Transportation	7,428,792	6,167,355	6,080,235	6,403,662	6,159,891	5,869,074	5,821,889	4,314,809	6,015,443	5,412,474
General Government	12,510,907	13,329,978	9,211,757	9,156,702	9,251,593	8,495,961	8,175,052	8,220,143	8,555,199	8,107,361
Interest and Fiscal Charges	435,518	144,981	151,093	163,865	150,570	128,601	134,208	148,448	97,438	108,658
<i>Total Governmental Activities Expenses</i>	<u>47,323,579</u>	<u>45,581,490</u>	<u>40,205,788</u>	<u>38,639,207</u>	<u>36,692,583</u>	<u>35,999,617</u>	<u>34,307,136</u>	<u>34,235,901</u>	<u>36,002,207</u>	<u>34,393,294</u>
Business-Type Activities										
Water	17,623,905	15,516,585	15,283,811	14,902,799	13,867,145	13,435,633	21,164,173	8,939,535	9,595,208	11,314,396
Sewer	15,658,222	14,442,424	11,805,668	11,482,755	10,262,642	9,897,324	9,097,973	7,787,811	9,356,479	8,795,133
Refuse	2,850,392	2,794,860	2,747,197	2,713,587	2,555,500	2,743,991	2,775,197	2,747,615	2,597,847	2,483,554
Storm Water	2,177,345	2,281,316	1,983,244	1,576,872	1,507,012	1,494,399	1,373,998	1,007,402	627,021	0
<i>Total Business-Type Activities Expenses</i>	<u>38,309,864</u>	<u>35,035,185</u>	<u>31,819,920</u>	<u>30,676,013</u>	<u>28,192,299</u>	<u>27,571,347</u>	<u>34,411,341</u>	<u>20,482,363</u>	<u>22,176,555</u>	<u>22,593,083</u>
<i>Total Primary Government Program Expenses</i>	<u>85,633,443</u>	<u>80,616,675</u>	<u>72,025,708</u>	<u>69,315,220</u>	<u>64,884,882</u>	<u>63,570,964</u>	<u>68,718,477</u>	<u>54,718,264</u>	<u>58,178,762</u>	<u>56,986,377</u>
Net (Expense)/Revenue										
Governmental Activities	(26,097,484)	(26,537,946)	(21,070,247)	(20,071,630)	(19,439,362)	(20,172,071)	(17,018,263)	(13,789,445)	(12,324,138)	(19,155,220)
Business-Type Activities	2,254,364	1,888,426	3,380,876	763,182	3,918,869	1,146,597	(6,589,733)	5,632,989	2,908,215	(1,857,743)
<i>Total Primary Government Net Expense</i>	<u>(23,843,120)</u>	<u>(24,649,520)</u>	<u>(17,689,371)</u>	<u>(19,308,448)</u>	<u>(15,520,493)</u>	<u>(19,025,474)</u>	<u>(23,607,996)</u>	<u>(8,156,456)</u>	<u>(9,415,923)</u>	<u>(21,012,963)</u>
General Revenues and Other Changes in Net Position										
Governmental Activities										
Property Taxes Levied For:										
General Purposes	\$ 1,083,996	\$ 1,098,789	\$ 1,111,325	\$ 1,137,684	\$ 1,079,483	\$ 1,192,163	\$ 1,148,105	\$ 1,253,445	\$ 1,182,230	\$ 1,599,617
Income Taxes levied for:										
General Purposes	18,407,610	17,616,030	17,660,217	17,544,370	16,799,451	15,915,796	15,770,639	15,201,098	15,003,484	14,938,589
Other Local Taxes	265,976	242,313	247,247	228,322	242,020	198,947	181,827	179,510	151,253	104,775
Grants and Entitlements not Restricted to Specific Programs	1,132,764	1,025,368	1,095,986	1,182,210	1,095,138	1,969,254	1,687,911	2,803,517	4,103,727	3,994,327
Contributed Capital	0	0	0	0	0	0	(1,893,336)	(527,031)	0	0
Rebate on RZ and BAB Bonds	0	0	14,006	16,051	18,087	19,897	23,798	25,726	8,590	0
Gain (Loss) on Sale of Capital Assets	0	0	55,836	(47,591)	24,535	39,418	727,446	52,288	47,078	(38,410)
Investment Earnings	438,656	269,137	97,066	126,528	185,960	(55,596)	143,015	556,065	(116,390)	743,766
Miscellaneous	516,628	718,239	248,566	306,458	463,048	475,123	630,036	158,562	124,343	99,521
Transfers	0	(199,519)	(154,332)	(400,086)	(288,816)	0	19,553	31,691	(1,088,635)	0
<i>Total Governmental Activities</i>	<u>21,845,630</u>	<u>20,770,357</u>	<u>20,375,917</u>	<u>20,093,946</u>	<u>19,618,906</u>	<u>19,755,002</u>	<u>18,438,994</u>	<u>19,734,871</u>	<u>19,415,680</u>	<u>21,442,185</u>
Business-Type Activities										
Contributed Capital	0	0	0	0	0	0	1,893,336	527,031	0	0
Rebate on RZ and BAB Bonds	0	0	193,744	199,218	198,789	197,289	214,741	214,327	107,164	0
Gain (Loss) on Sale of Capital Assets	0	0	(3,882)	113	(15,376)	(147,348)	148,737	17,912	9,992	(17,501)
Investment Earnings	133,099	35,487	19,838	23,743	42,545	(5,634)	33,293	51,838	56,654	0
Miscellaneous	103,489	93,160	7,774	9,147	113,284	77,146	0	0	0	0
Transfers	0	199,519	154,332	400,086	288,816	0	(19,553)	(31,691)	1,088,635	0
<i>Total Business-Type Activities Expenses</i>	<u>236,588</u>	<u>328,166</u>	<u>371,806</u>	<u>632,307</u>	<u>628,058</u>	<u>121,453</u>	<u>2,270,554</u>	<u>779,417</u>	<u>1,262,445</u>	<u>(17,501)</u>
<i>Total Primary Government General Revenues and Other Changes in Net Position</i>	<u>22,082,218</u>	<u>21,098,523</u>	<u>20,747,723</u>	<u>20,726,253</u>	<u>20,246,964</u>	<u>19,876,455</u>	<u>20,709,548</u>	<u>20,514,288</u>	<u>20,678,125</u>	<u>21,424,684</u>
Change in Net Position										
Governmental Activities	(4,251,854)	(5,767,589)	(694,330)	22,316	179,544	(417,069)	1,420,731	5,945,426	7,091,542	2,286,965
Business-Type Activities	2,490,952	2,216,592	3,752,682	1,395,489	4,546,927	1,268,050	(4,319,179)	6,412,406	4,170,660	(1,875,244)
<i>Total Primary Government Change in Net Position</i>	<u>(1,760,902)</u>	<u>(3,550,997)</u>	<u>3,058,352</u>	<u>1,417,805</u>	<u>4,726,471</u>	<u>850,981</u>	<u>(2,898,448)</u>	<u>12,357,832</u>	<u>11,262,202</u>	<u>411,721</u>

City of Lima
Allen County, Ohio

*Fund Balances, Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)*

	2018	2017	2016	2015
General Fund				
Nonspendable	\$ 945,747	\$ 740,034	\$ 1,284,431	\$ 583,715
Assigned	5,080,763	7,806,185	6,301,704	3,500,661
Unassigned	3,859,203	218,479	4,020,107	6,653,455
Reserved	0	0	0	0
Unreserved	0	0	0	0
Total General Fund	<u>9,885,713</u>	<u>8,764,698</u>	<u>11,606,242</u>	<u>10,737,831</u>
 Unassigned / Unreserved	 \$ 3,859,203	 \$ 218,479	 \$ 4,020,107	 \$ 6,653,455
 All Other Governmental Funds				
Nonspendable	117,594	16,022	148,292	128,312
Restricted	6,083,853	4,165,767	4,005,187	3,788,214
Committed	706,616	1,317,114	1,219,456	1,120,573
Assigned	257,221	400,260	516,864	455,177
Unassigned (Deficit)	(197,407)	(168,643)	(654,309)	(309,532)
Reserved	0	0	0	0
Unreserved, Undesignated, Reported in:				
Special Revenue funds	0	0	0	0
Debt Service funds	0	0	0	0
Capital Projects funds	0	0	0	0
Total All Other Governmental Funds	<u>6,967,877</u>	<u>5,730,520</u>	<u>5,235,490</u>	<u>5,182,744</u>
 Total Governmental Funds	 <u>\$ 16,853,590</u>	 <u>\$ 14,495,218</u>	 <u>\$ 16,841,732</u>	 <u>\$ 15,920,575</u>

(1) Restated for implementation of GASB Statement No. 54 in 2011. Fund balance classifications prior to 2010 have not been restated to conform to GASB Statement No. 54.



				Restated (1)	
2014	2013	2012	2011	2010	2009
\$ 485,360	\$ 335,178	\$ 483,693	\$ 300,747	\$ 286,052	\$ 0
2,482,658	1,776,476	539,932	409,547	511,635	0
7,136,340	7,583,085	8,445,565	5,542,813	4,277,063	0
0	0	0	0		373,084
0	0	0	0		5,207,150
<u>10,104,358</u>	<u>9,694,739</u>	<u>9,469,190</u>	<u>6,253,107</u>	<u>5,074,750</u>	<u>5,580,234</u>
\$ 7,136,340	\$ 7,583,085	\$ 8,445,565	\$ 5,542,813	\$ 4,277,063	\$ 5,207,150
67,290	10,277	19,077	9,777	20,987	0
4,247,458	4,415,377	5,818,782	5,226,640	7,425,551	0
1,002,145	907,283	818,006	893,710	402,056	0
464,242	419,483	409,553	651,067	1,128,966	0
(59,655)	(227,730)	(177,323)	(457,505)	(1,478,489)	0
0	0	0	0	0	3,709,203
0	0	0	0	0	2,345,024
0	0	0	0	0	1,091,571
0	0	0	0	0	205,034
<u>5,721,480</u>	<u>5,524,690</u>	<u>6,888,095</u>	<u>6,323,689</u>	<u>7,499,071</u>	<u>7,350,832</u>
<u>\$ 15,825,838</u>	<u>\$ 15,219,429</u>	<u>\$ 16,357,285</u>	<u>\$ 12,576,796</u>	<u>\$ 12,573,821</u>	<u>\$ 12,931,066</u>

City of Lima
Allen County, Ohio

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)*

	2018	2017	2016	2015
Revenues				
Property Taxes	\$ 1,104,995	\$ 1,132,789	\$ 1,096,802	\$ 1,100,285
Municipal Income Taxes	18,286,350	17,604,187	17,825,204	17,388,739
Other Local Taxes	265,976	242,313	247,247	228,322
Intergovernmental	8,627,576	7,184,267	8,180,243	7,857,561
Charges for Service	10,207,727	9,571,094	9,318,500	8,197,077
Fees, Licenses and Permits	781,978	822,374	779,859	797,528
Fines and Forfeitures	2,349,128	2,327,497	2,222,474	1,965,540
Special Assessments	123,020	81,016	62,487	60,147
Contributions and Donations	109,596	338,284	40,224	214,235
Investment Income	442,684	276,070	115,371	138,465
Miscellaneous	338,314	653,233	321,434	320,375
<i>Total Revenues</i>	<u>42,637,344</u>	<u>40,233,124</u>	<u>40,209,845</u>	<u>38,268,274</u>
Expenditures				
Current:				
Security of Persons and Property:	18,606,576	18,903,033	18,162,739	17,669,769
Leisure Time Activities	1,453,000	1,291,896	1,319,056	1,365,118
Community Environment	3,121,580	2,846,388	2,348,584	2,785,138
Transportation	3,173,616	3,063,328	3,317,840	4,383,030
General Government	10,395,332	11,010,614	9,132,175	8,849,674
Capital Outlay	7,563,641	4,561,868	4,467,372	3,669,863
Debt Service:				
Principal Retirement	3,569,674	3,503,174	3,596,034	2,486,591
Interest and Fiscal Charges	470,881	150,800	157,240	157,861
<i>Total Expenditures</i>	<u>48,354,300</u>	<u>45,331,101</u>	<u>42,501,040</u>	<u>41,367,044</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(5,716,956)</u>	<u>(5,097,977)</u>	<u>(2,291,195)</u>	<u>(3,098,770)</u>
Other Financing Sources (Uses)				
Premium on General Obligation Debt	281,887	24,546	26,243	31,827
Proceeds of Bond Anticipation Notes	0	2,653,674	3,113,674	3,113,674
General Obligation Bonds Issued	7,847,500	0	0	0
Rebates on RZ and BAB Bonds	0	0	14,006	16,051
Proceeds from Disposal of Capital Assets	16,565	73,240	58,432	25,696
Inception of Capital Lease	0	0	0	6,259
Transfers - In	1,753,013	1,003,891	607,704	813,542
Transfers - Out	(1,823,637)	(1,003,891)	(607,704)	(813,542)
<i>Total Other Financing Sources (Uses)</i>	<u>8,075,328</u>	<u>2,751,460</u>	<u>3,212,355</u>	<u>3,193,507</u>
<i>Net Change in Fund Balances</i>	<u>\$ 2,358,372</u>	<u>\$ (2,346,517)</u>	<u>\$ 921,160</u>	<u>\$ 94,737</u>
Debt Service as a Percentage of Noncapital Expenditures (1)	9.83%	8.97%	10.35%	7.06%

(1) Prior year percentage calculations have been corrected from previously reported amounts.

	2014	2013	2012	2011	Restated 2010	2009
\$	1,117,935	\$ 1,121,030	\$ 1,110,806	\$ 1,237,398	\$ 1,387,801	\$ 1,378,850
	16,489,310	15,876,556	15,714,825	15,129,368	14,750,034	14,903,189
	242,020	198,947	181,827	179,510	151,253	104,775
	7,733,093	8,300,702	9,478,598	15,749,221	18,533,078	11,311,447
	7,633,283	6,770,194	6,663,705	6,336,270	6,087,240	5,548,401
	828,058	818,639	831,922	975,678	757,283	637,793
	2,052,234	1,936,930	1,744,696	1,517,933	1,633,111	1,481,406
	69,281	79,979	69,336	77,910	66,606	81,663
	0	0	0	0	0	0
	200,432	(35,583)	164,376	581,851	(88,059)	776,093
	427,594	283,459	915,183	205,385	287,330	418,737
	<u>36,793,240</u>	<u>35,350,853</u>	<u>36,875,274</u>	<u>41,990,524</u>	<u>43,565,677</u>	<u>36,642,354</u>
	16,634,501	15,878,467	15,419,926	16,436,668	15,717,589	15,291,736
	1,158,284	1,036,616	970,609	1,021,979	959,064	898,919
	2,608,628	3,512,022	3,444,042	3,795,069	4,470,191	3,751,556
	4,345,424	3,012,073	4,440,344	3,331,534	3,566,736	4,440,213
	8,800,884	8,210,973	7,791,582	7,961,902	8,280,958	7,708,148
	4,180,747	4,301,719	3,269,011	9,515,997	11,714,334	4,093,405
	444,000	440,500	1,013,646	907,005	990,545	975,818
	135,501	130,654	146,414	162,014	124,923	110,150
	<u>38,307,969</u>	<u>36,523,024</u>	<u>36,495,574</u>	<u>43,132,168</u>	<u>45,824,340</u>	<u>37,269,945</u>
	<u>(1,514,729)</u>	<u>(1,172,171)</u>	<u>379,700</u>	<u>(1,141,644)</u>	<u>(2,258,663)</u>	<u>(627,591)</u>
	29,782	0	34,430	0	5,010	5,587
	2,033,674	0	0	0	0	0
	0	0	1,985,000	1,060,000	1,725,000	655,000
	18,087	19,897	23,798	25,726	8,590	0
	32,989	14,418	1,357,561	54,043	34,435	1,904
	6,606	0	0	4,850	128,383	245,508
	659,310	87,897	61,410	247,173	67,470	183,290
	<u>(659,310)</u>	<u>(87,897)</u>	<u>(61,410)</u>	<u>(247,173)</u>	<u>(67,470)</u>	<u>(183,290)</u>
	<u>2,121,138</u>	<u>34,315</u>	<u>3,400,789</u>	<u>1,144,619</u>	<u>1,901,418</u>	<u>907,999</u>
\$	<u>606,409</u>	<u>\$ (1,137,856)</u>	<u>\$ 3,780,489</u>	<u>\$ 2,975</u>	<u>\$ (357,245)</u>	<u>\$ 280,408</u>
	1.76%	1.75%	3.41%	3.28%	3.16%	3.33%

City of Lima
Allen County, Ohio

*Property Tax Rates - Direct and Overlapping Property Tax Rates
(Per \$1,000 of Assessed Valuation)
Last Ten Years*

Collection Year	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Unvoted Millage					
General	\$3.3000	\$3.3000	\$3.3000	\$3.3000	\$3.3000
Fire Pension	0.3000	0.3000	0.3000	0.3000	0.3000
Police Pension	0.3000	0.3000	0.3000	0.3000	0.3000
Total Unvoted Millage	<u>\$3.9000</u>	<u>\$3.9000</u>	<u>\$3.9000</u>	<u>\$3.9000</u>	<u>\$3.9000</u>
Total Millage	<u>\$3.9000</u>	<u>\$3.9000</u>	<u>\$3.9000</u>	<u>\$3.9000</u>	<u>\$3.9000</u>
Overlapping Rates by Taxing District (1)					
Allen County	\$2.4000	\$2.4000	\$2.4000	\$2.4000	\$2.4000
Lima City School District	47.5450	48.2640	50.1740	50.0300	49.6670
Miscellaneous (a)	9.0000	9.0000	8.8000	8.0500	7.0500
Total Overlapping Tax Rate	<u>\$62.8450</u>	<u>\$63.5640</u>	<u>\$65.2740</u>	<u>\$64.3800</u>	<u>\$63.0170</u>
Effective Tax Rates (2)					
Residential/Agricultural Real	\$53.8093	\$54.4646	\$56.1332	\$55.6482	\$54.2202
Commerical/Industrial, Public Utilit	\$55.0506	\$55.8628	\$58.1383	\$56.1508	\$54.2153
Public Utility Personal	\$62.8450	\$63.5640	\$65.2740	\$64.3760	\$63.0174

Source: Allen County Auditor

(1) Overlapping rates are those of local and county governments that apply to property owners within the City of Lima. Miscellaneous (a) includes levies for Marimor School, Joint Mental Health District, Children’s Services, Senior Citizens and the Johnny Appleseed Metropolitan Park District.

(2) All of the City’s property tax levies, as levies inside the ten-mill limitation, are exempt from certain tax credit provisions. The tax credit provisions do not apply to amounts realized from taxes levied at whatever rate required to produce a specified amount or an amount to pay debt service, or from taxes levied inside the ten-mill limitation or any applicable charter tax rate limitation. To calculate the limited amount to be realized, a reduction factor is applied to the stated rates of the levies subject to these tax credits. A resulting “effective tax rate” reflects the aggregate of those reductions and is the rate based on which real property taxes are in fact collected.

2013	2012	2011	2010	2009
\$3.3000	\$3.3000	\$3.3000	\$3.3000	\$3.3000
0.3000	0.3000	0.3000	0.3000	0.3000
0.3000	0.3000	0.3000	0.3000	0.3000
<u>\$3.9000</u>	<u>\$3.9000</u>	<u>\$3.9000</u>	<u>\$3.9000</u>	<u>\$3.9000</u>
<u>\$3.9000</u>	<u>\$3.9000</u>	<u>\$3.9000</u>	<u>\$3.9000</u>	<u>\$3.9000</u>
\$2.4000	\$2.4000	\$2.4000	\$2.4000	\$2.4000
49.5900	42.8500	41.6200	41.5900	41.7700
7.0500	7.0500	7.0500	7.0500	7.0500
<u>\$62.9400</u>	<u>\$56.2000</u>	<u>\$54.9700</u>	<u>\$54.9400</u>	<u>\$55.1200</u>
\$53.9603	\$45.6172	\$44.3753	\$43.9373	\$44.1871
\$53.7398	\$46.5435	\$44.9452	\$44.2543	\$44.8481
\$62.9430	\$56.2000	\$54.9700	\$54.9400	\$55.1200

City of Lima
Allen County, Ohio

*Assessed Valuation and Estimated Actual Values of Taxable Property
Last Ten Years*

Collection Year	Real Property (1)			Public Utility Personal Property (2)		Tangible Personal Property (3)		Total			Full Tax Rate	
	Assessed Value			Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		Ratio
	Residential/ Agricultural	Commercial Industrial/PU	Public Utility (2)									
2018	\$ 214,935,840	\$ 124,161,120	\$ 160,220	969,306,229	\$ 28,247,700	32,099,659	\$ 0	0	367,504,880	1,001,405,888	36.70%	3.90
2017	216,600,940	123,022,060	162,810	970,816,600	30,906,140	35,120,614	0	0	370,691,950	1,005,937,214	36.85%	3.90
2016	216,604,400	120,904,140	168,200	964,790,686	21,875,750	24,858,807	0	0	359,552,490	989,649,493	36.33%	3.90
2015	215,656,760	127,500,220	170,020	980,934,286	21,744,460	24,709,614	0	0	365,071,460	1,005,643,899	36.30%	3.90
2014	216,715,910	133,665,320	169,130	1,001,572,457	21,397,400	24,315,227	0	0	371,947,760	1,025,887,684	36.26%	3.90
2013	217,406,890	135,778,200	160,900	1,009,559,971	19,521,070	22,183,034	0	0	372,867,060	1,031,743,006	36.14%	3.90
2012	238,767,160	138,602,240	177,770	1,078,706,200	18,380,960	20,887,455	0	0	395,928,130	1,099,593,655	36.01%	3.90
2011	239,555,470	138,308,340	162,520	1,080,075,229	17,610,480	20,011,909	0	0	395,636,810	1,100,087,138	35.96%	3.90
2010	240,455,570	137,762,495	156,100	1,081,069,043	17,550,630	19,943,898	0	0	395,924,795	1,101,012,941	35.96%	3.90
2009	241,687,650	128,888,720	0	1,058,789,629	16,628,360	18,895,864	0	0	387,204,730	1,077,685,492	35.93%	3.90

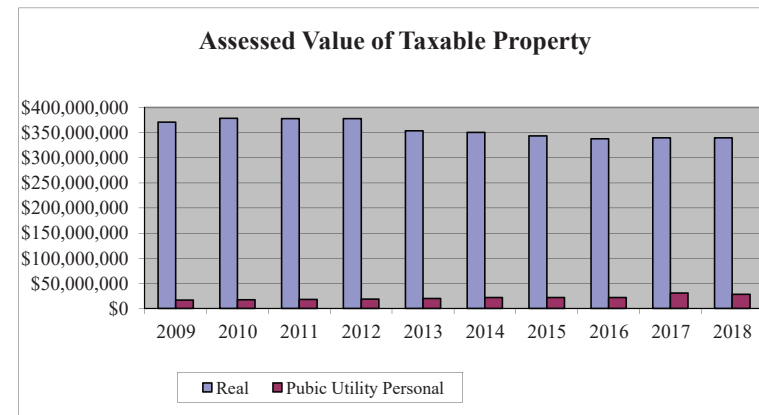
Sources: Allen County Auditor
Ohio Municipal Advisory Council

(1) Real property tax is assessed at 35% of actual value. Real property taxes collected in a calendar year are levied as of January 1 of that year based on assessed values as of January 1 of the preceeding year. Real property is reappraised every six years pursuant to the rules of the State Tax Commissioner.

(2) Public utility is assessed at 88% of actual value. Public utility real and tangible property taxes collected in a calendar year are levied in the preceding calendar year based on assessvalues determined as of December 31, Of the second preceeding year.

(3) The rate at which tangible personal property used in business is assessed for purposes of ad valorem property taxation decreased one percent each year from 35% in 1983 until it reached 25% in 1993. The rate decreased by 6.25% to 18.75% in 2006 and by an additional 6.25% to 12.5% in 2007. The rate continued to decrease by 6.25% in 2008 and reached 0 in 2009.

Beginning in 2007, House Bill 66 switched telephone companies from public utilities to general business taxpayers and began a four-year phase out on the tangible personal property tax on local and inter-exchange telephone companies. No tangible personal property taxes have been levied or collected from general business taxpayers since 2009 or telephone companies since 2010.



City of Lima
Allen County, Ohio

Property Tax Levies And Collections
Last Ten Years

Tax Year	Collection Year	Total Tax Levy	Current Tax Collections (1)	Percentage Current Tax Collections To Total Levy	Delinquent Tax Collections (2)	Total Tax Collections	Percent of Total Tax Collections To Tax Levy	Accumulated Outstanding Delinquent Taxes	Percentage Delinquent Taxes to Total Tax Levy
2017	2018	\$1,559,253	\$1,194,648	76.62%	\$73,101	\$1,267,750	81.30%	\$291,503	18.70%
2016	2017	1,611,075	1,202,572	74.64%	81,012	1,283,584	79.67%	327,491	20.33%
2015	2016	1,594,770	1,172,185	73.50%	70,505	1,242,690	77.92%	352,080	22.08%
2014	2015	1,570,891	1,166,873	74.28%	81,173	1,248,047	79.45%	352,597	22.45%
2013	2014	1,627,937	1,180,972	72.54%	70,851	1,251,823	76.90%	359,454	22.08%
2012	2013	1,617,259	1,184,633	73.25%	64,585	1,249,218	77.24%	356,454	22.04%
2011	2012	1,703,148	1,182,281	69.42%	73,944	1,256,226	73.76%	367,210	21.56%
2010	2011	1,699,359	1,242,205	73.10%	80,925	1,323,131	77.86%	359,721	21.17%
2009	2010	1,853,320	1,271,743	68.62%	94,984	1,366,727	73.74%	478,334	25.81%
2008	2009	1,819,810	1,268,327	69.70%	89,756	1,358,083	74.63%	471,839	25.93%

Source: Allen County Auditor

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

(2) The County does not identify delinquent collections by the year for which the tax was levied.

City of Lima
Allen County, Ohio

Principal Property Taxpayers
Current Year and Nine Years Ago

Taxpayer	Rank	2017 Tax Year 2018 Collection Year	
		Taxable Assessed Value (1)	Percentage of Total Assessed Value
Public Utilities			
Ohio Power Company	1	\$21,532,940	76.23%
Dominion East Ohio	2	3,301,390	11.69%
Total Top Two Public Utilities Taxpayers		<u>\$24,834,330</u>	<u>87.92%</u>
Total Assessed Value, Public Utilities		<u>\$28,247,700</u>	
Real Estate			
St. Rita's Medical Center	1	\$3,511,470	1.04%
Lima II Medical Properties	2	3,272,550	0.96%
Gateway Jackson Inc.	3	2,460,960	0.73%
Lima Memorial Hospital	4	2,459,140	0.72%
Fisher Investment Properties	5	2,057,740	0.61%
Lima IV Medical Properties	6	1,925,110	0.57%
WalMart Stores Attn M/S 0555	7	1,810,810	0.53%
Pedcor Investments	8	1,787,880	0.53%
Superior Coach/Fed Two Inc	9	1,552,810	0.46%
3RM Findlay LLC	10	1,470,850	0.43%
Total, Top Ten Principal Real Property Taxpayers		<u>\$22,309,320</u>	<u>6.58%</u>
Total Assessed Value, Real Estate		<u>\$339,257,180</u>	
Total Assessed Value, All Values		<u>367,504,880</u>	

Source: Allen County Auditor

(1) The amounts presented represent the assessed values upon which 2018 and 2009 collections were based. The significant reduction of the assessed value for St. Rita's Medical Center is due to obtaining exempt status for certain property.

Taxpayer	Rank	2008 Tax Year 2009 Collection Year	
		Taxable Assessed Value (1)	Percentage of Total Assessed Value
Public Utilities			
Ohio Power Company	1	\$13,864,570	85.02%
Dominion East Ohio	2	1,810,160	11.10%
Total Top Two Public Utilities Taxpayers		\$15,674,730	96.12%
Total Assessed Value, Public Utilities		\$16,306,840	
Real Estate			
St. Rita's Medical Center	1	27,558,880	7.47%
Gateway Jackson Inc.	2	3,485,910	0.95%
Lima Memorial Hospital	3	2,972,310	0.81%
Pedcor Investments	4	2,511,460	0.68%
Fisher Investment Properties	5	2,064,710	0.56%
Fed Two Inc.	6	1,680,320	0.46%
J & T Real Estate LLC	7	1,302,390	0.35%
Longspur Inc.	8	1,247,160	0.34%
S G Partners Ltd	9	1,208,200	0.33%
The Vineyards of Lima Ltd	10	1,183,880	0.32%
Total Top Ten Real Estate Taxpayers		\$45,215,220	12.26%
Total Assessed Value, Real Estate		\$368,835,550	
Tangible Personal Property			
United Telephone Company of Ohio	1	1,962,250	27.46%
Accubuilt Inc FDB Superior Coaches	2	792,660	11.09%
Trinity Industries Inc.	3	554,320	7.76%
Perry Corporation	4	516,960	7.23%
Valero Marketing & Supply Company	5	510,200	7.14%
Total Top Five Tangible Personal Property Taxpayers		\$4,336,390	60.69%
Total Assessed Value, Tangible Personal Property		\$7,145,620	

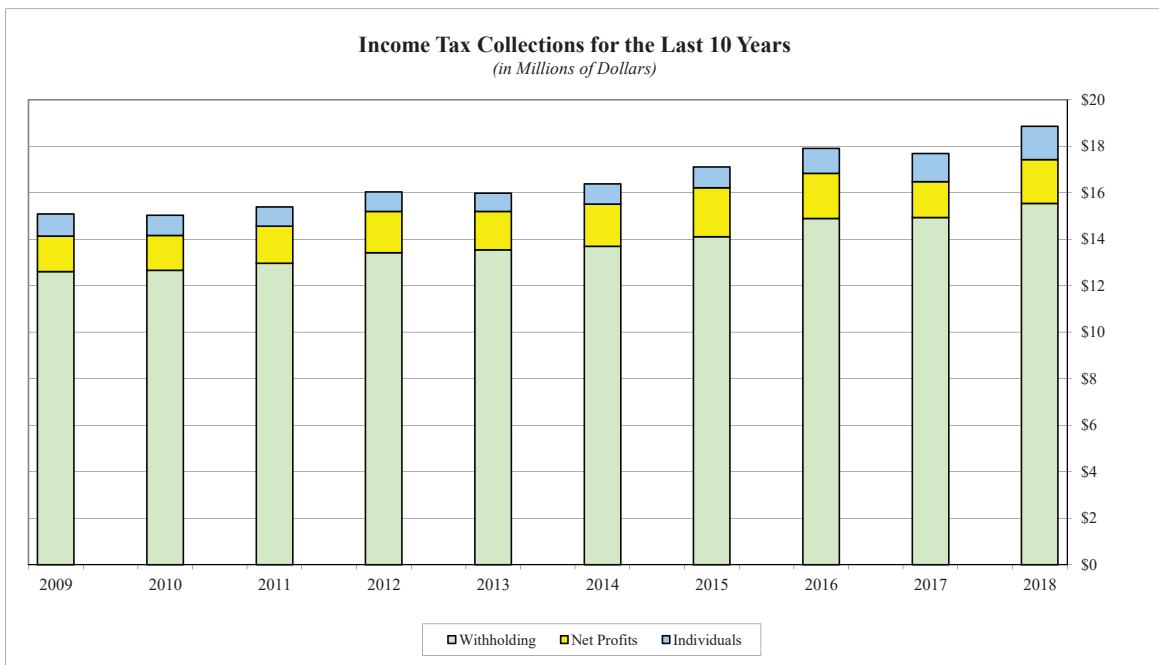
City of Lima
Allen County, Ohio

Income Tax Revenue Base and Collections
Last Ten Years

Tax Year (1)	Tax Rate (2)	Total Tax Collected	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits	Taxes From Individuals	Percentage of Taxes from Individuals
2018	1.5%	\$ 18,852,459	\$ 15,539,506	82.43%	\$ 1,873,998	9.94%	\$ 1,438,954	7.63%
2017	1.5%	17,679,370	14,922,922	84.41%	1,547,797	8.75%	1,208,651	6.84%
2016	1.5%	17,907,359	14,894,705	83.18%	1,937,354	10.82%	1,075,300	6.00%
2015	1.5%	17,110,608	14,098,687	82.40%	2,114,553	12.36%	897,368	5.24%
2014	1.5%	16,373,467	13,694,774	83.64%	1,817,265	11.10%	861,428	5.26%
2013	1.5%	15,968,768	13,546,026	84.83%	1,640,715	10.27%	782,027	4.90%
2012	1.5%	16,026,718	13,413,804	83.70%	1,772,210	11.06%	840,705	5.25%
2011	1.5%	15,381,825	12,959,864	84.25%	1,592,800	10.36%	829,160	5.39%
2010	1.5%	15,029,769	12,658,278	84.22%	1,495,162	9.95%	876,329	5.83%
2009	1.5%	15,087,362	12,602,096	83.53%	1,533,805	10.17%	951,461	6.31%

Source: City income tax department.

- (1) Information provided is on a cash basis.
- (2) City income tax rate voted by the taxpayers is 1.5%.



City of Lima
Allen County, Ohio

Top Municipal Income Tax Payers - Individual Accounts
Current Year and Nine Years Ago

<u>Range of Income Assessed</u>	<u>2018</u>		<u>2009</u>	
	<u>Number of Individual Accounts</u>	<u>Percent of Total Accounts</u>	<u>Number of Individual Accounts</u>	<u>Percent of Total Accounts</u>
\$500,000 and higher	11	0.27	15	0.24
\$499,999 - \$100,000	307	7.48	223	3.54
\$99,999 - \$75,000	261	6.36	285	4.52
\$74,999 - \$50,000	615	14.98	765	12.14
Total	1,194	29.08	1,288	20.44
All Others	2,912	70.92	5,012	79.56
Total	4,106	100.00	6,300	100.00

Source: City Income Tax Department

Note: Due to confidentiality, the names of the top individual taxpayers cannot be reported. The above table services as an alternative to the top revenue payers.

The above table is useful to understand the income thresholds of which income taxes are assessed and is not a complete number of all individuals accounts on file. The City provides this information from individual tax filings that have been reconciled as of the date of the information request and not from total individual filings received. Current year information is based on tax returns filed through May 30, 2019.

City of Lima
Allen County, Ohio

*Top Municipal Income Tax Payers - Withholding Accounts
Current Year and Nine Years Ago*

<u>Range of Amount Withheld</u>	<u>2018</u>		<u>2009</u>	
	<u>Number of Withholding Accounts</u>	<u>Percent of Total Withholding Accounts</u>	<u>Number of Withholding Accounts</u>	<u>Percent of Total Withholding Accounts</u>
\$500,000 and higher	4	0.19	3	0.14
\$499,999 - \$100,000	12	0.56	10	0.45
\$99,999 - \$75,000	8	0.37	5	0.23
\$74,999 - \$50,000	19	0.89	17	0.77
Total	43	2.01	35	1.59
All Others	2,091	97.99	2,182	98.41
Total	<u>2,134</u>	<u>100.00</u>	<u>2,217</u>	<u>100.00</u>

Source: City Income Tax Department and "Income Tax Revenue Base and Collections, Net of Refunds " table

Note: Due to confidentiality, the names of the top withholders is not reported here. The above table services as an alternative to the top principal revenue payers.

The above table is useful to understand the income thresholds of which income taxes are assessed and is not a complete number of all withholding accounts on file. The City provides this information from withholding account tax filings that have been reconciled as of the date of the information request and not from total withholding account filings received.

City of Lima
Allen County, Ohio

*Computation of Direct and Overlapping Governmental Activities Debt
as of December 31, 2018*

Jurisdiction	Governmental Activities Debt Outstanding (2)	Percentage Applicable to City (1)	Amount Applicable to City
Direct:			
City of Lima	\$3,865,430	100.00%	\$3,865,430
Overlapping			
Allen County	689,500	18.36%	126,592
Lima City School District	13,869,971	98.08%	13,603,668
Bath Local School District	23,385,000	0.41%	95,879
Elida Local School District	26,269,956	12.56%	3,299,506
Perry Local School District	9,634,999	15.63%	1,505,950
Shawnee Local School District	169,206	3.72%	6,294
Apollo Career Center	29,200,000	3.61%	1,054,120
<i>Total Overlapping Debt</i>	<u>103,218,632</u>		<u>19,692,009</u>
Total	<u><u>\$107,084,062</u></u>		<u><u>\$23,557,439</u></u>

Source: Ohio Municipal Advisory Council. Excludes special assessment and self-supporting debt.

- (1) Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the City by the total assessed valuation of the government. The valuations used were for calendar year 2017.
- (2) Includes all governmental activities long-term debt obligations including general obligation bonds, notes payable, capital leases payable, and the City's judgment payable.

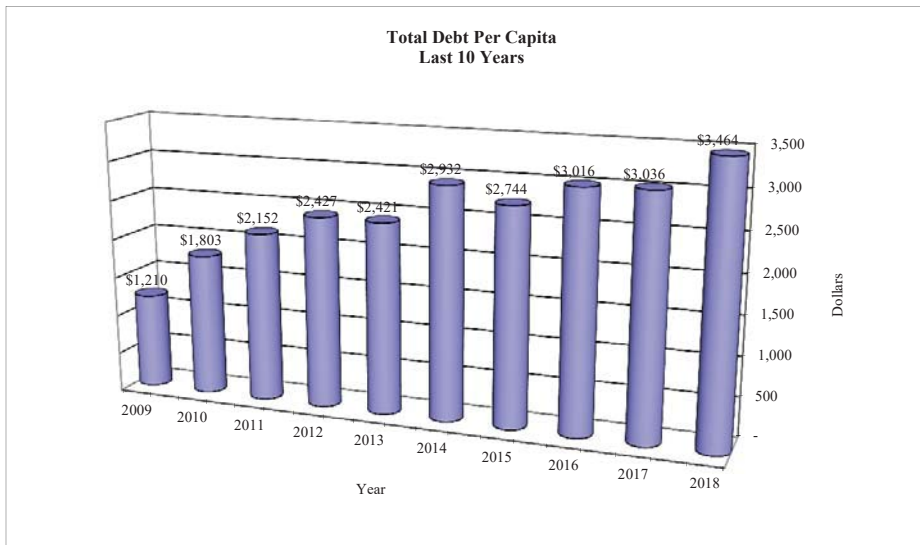
City of Lima
Allen County, Ohio

*Ratio of Outstanding Debt to
Total Personal Income and Debt Per Capita
Last Ten Years*

Year	Governmental Activities				Business-		
	General Obligation Bonds	Notes Payable	Capital Leases	Judgment Payable	General Obligation Bonds	Revenue Bonds	Bresler Termination Agreement
2018	\$ 8,697,946	\$ 0	\$ 3,918	\$ 0	\$ 4,263,465	\$ 34,006,346	\$ 568,334
2017	1,507,267	2,653,674	6,728	\$ 0	3,646,621	35,391,691	710,416
2016	1,900,968	3,113,674	9,002	\$ 110,000	3,985,905	37,140,049	852,498
2015	2,386,606	3,113,674	10,862	110,000	4,325,189	38,838,050	994,580
2014	2,843,916	2,033,674	7,554	110,000	4,654,309	40,465,283	1,136,662
2013	3,292,448	0	35,242	110,000	4,975,930	25,123,309	1,278,744
2012	3,737,433	0	116,430	110,000	4,962,807	26,425,445	1,420,826
2011	2,632,126	0	193,873	110,000	4,512,209	27,707,482	1,562,908
2010	1,805,701	605,010	262,528	110,000	5,791,612	28,964,554	1,704,990
2009	945,751	660,587	204,690	110,000	7,021,115	12,432,582	1,847,072

Sources:

- (a) See notes to the basic financial statements regarding the City's outstanding debt information. Includes unamortized bond premiums and discounts.
- (b) See Schedule "Demographic and Economic Statistics, Last Ten Years" for personal income and population.



Type Activities

OWDA Loans	Notes Payable	Capital Leases	(a) Total Debt	(b) Total Personal Income	Debt as Percentage of Personal Income	(b) Population	Debt Per Capita
\$ 81,159,689	\$ 0	\$ 0	\$ 128,699,698	\$ 649,178,775	19.83%	37,149	3,464
69,948,200	1,011,326	0	114,875,923	632,050,380	18.18%	37,836	3,036
67,635,679	1,181,326	0	115,929,101	586,626,048	19.76%	38,432	3,016
55,445,346	1,181,326	0	106,405,633	591,800,544	17.98%	38,771	2,744
56,533,682	4,881,326	0	112,666,406	586,626,048	19.21%	38,432	2,932
57,958,570	0	4,580	92,778,823	585,145,780	15.86%	38,330	2,421
56,191,420	0	58,173	93,022,534	575,585,010	16.16%	38,334	2,427
46,429,317	0	109,315	83,257,230	589,100,925	14.13%	38,693	2,152
30,729,741	0	158,119	70,132,255	612,978,814	11.44%	38,902	1,803
9,443,524	15,620,482	204,691	48,490,494	556,404,442	8.71%	40,081	1,210

City of Lima
Allen County, Ohio

Legal Debt Margin Information
Last Ten Years

	2018	2017	2016	2015
Total Assessed Property Value, as of 12/31	<u>\$367,504,880</u>	<u>\$370,691,950</u>	<u>\$359,552,490</u>	<u>\$365,071,460</u>
Overall Legal Debt Limit (10 ½ % of Assessed Valuation)	<u>38,588,012</u>	<u>38,922,655</u>	<u>37,753,011</u>	<u>38,332,503</u>
Debt Outstanding:				
General Obligation Bonds	\$8,428,500	\$1,497,000	\$1,886,500	\$2,367,000
Bond Anticipation Notes	0	2,653,674	3,695,000	3,695,000
Water/Sewer Revenue Bonds	32,770,000	34,750,000	36,490,000	38,180,000
Special Assessments (manuscript)	234,540	306,750	312,040	298,060
Wastewater/Sewer GO Bonds	3,447,500	3,620,000	3,955,000	4,290,000
Water GO Bonds	742,500	0	0	0
Water/Sewer Bond Anticipation Note	0	1,011,326	600,000	600,000
Total Gross Indebtedness	<u>45,623,040</u>	<u>43,838,750</u>	<u>46,938,540</u>	<u>49,430,060</u>
Less (Exemption Category):				
Bond Anticipation Notes	0	(2,653,674)	(3,695,000)	0
Water/Sewer Revenue Bonds	(32,770,000)	(34,750,000)	(36,490,000)	(38,180,000)
Special Assessments (manuscript)	(234,540)	(306,750)	(312,040)	(298,060)
Wastewater/Sewer GO Bonds	(3,447,500)	(3,620,000)	(3,955,000)	(4,290,000)
Water GO Bonds	(742,500)	0	0	0
Water/Sewer Bond Anticipation Note	0	(1,011,326)	(600,000)	(600,000)
General Obligation Bond Retirement Fund Balance	0	0	1	(48,904)
Total Net Debt Applicable to Debt Limit	<u>8,428,500</u>	<u>1,497,000</u>	<u>1,886,501</u>	<u>6,013,096</u>
Legal Debt Margin Within 10 ½ % Limitations	<u>\$30,159,512</u>	<u>\$37,425,655</u>	<u>\$35,866,510</u>	<u>\$32,319,407</u>
Legal Debt Margin as a Percentage of the Debt Limit	78.16%	96.15%	95.00%	84.31%
Unvoted Debt Limitation (5 ½ % of Assessed Valuation)	<u>\$20,212,768</u>	<u>\$20,388,057</u>	<u>\$19,775,387</u>	<u>\$20,078,930</u>
Total Gross Indebtedness	45,623,040	43,838,750	46,938,540	49,430,060
Less (Exemption Category):				
Bond Anticipation Notes	0	(2,653,674)	(3,695,000)	0
Water/Sewer Revenue Bonds	(32,770,000)	(34,750,000)	(36,490,000)	(38,180,000)
Special Assessments (manuscript)	(234,540)	(306,750)	(312,040)	(298,060)
Wastewater/Sewer GO Bonds	(3,447,500)	(3,620,000)	(3,955,000)	(4,290,000)
Water GO Bonds	(742,500)	0	0	0
Water/Sewer Bond Anticipation Note	0	(1,011,326)	(600,000)	(600,000)
General Obligation Bond Retirement Fund Balance	0	0	1	(48,904)
Net Debt Within 5 ½ % Limitations	<u>8,428,500</u>	<u>1,497,000</u>	<u>1,886,501</u>	<u>6,013,096</u>
Unvoted Legal Debt Margin Within 5 ½ % Limitations	<u>\$11,784,268</u>	<u>\$18,891,057</u>	<u>\$17,888,886</u>	<u>\$14,065,834</u>
Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation	58.30%	92.66%	90.46%	70.05%

Source: City Financial Records

Note: Ohio Bond Law sets a limit of 10.5% for voted debt and 5.5% for unvoted debt.

- (1) Beginning in 2007, the debt limit excludes the assessed valuation of tangible personal property tax, as well as railroad and telephone public utility personal property in accordance with Ohio House Bill 530.
- (2) Excludes unamortized bond premiums and discounts.
- (3) Beginning 2016, bond counsel determined bond anticipation notes are nonexempt.

2014	2013	2012	2011	2010	2009
<u>\$371,947,760</u>	<u>\$372,867,060</u>	<u>\$395,928,130</u>	<u>\$395,636,810</u>	<u>\$395,924,795</u>	<u>\$387,204,730</u>
39,054,515	39,151,041	41,572,454	41,541,865	41,572,103	40,656,497
\$2,819,500	\$3,263,500	\$3,704,000	\$2,631,500	\$1,805,000	\$945,000
2,615,000	0	0	0	600,000	655,000
39,800,000	25,195,000	26,495,000	27,775,000	29,030,000	12,400,000
321,550	276,935	281,580	184,260	222,880	241,250
8,315,000	4,935,000	5,245,000	4,010,000	4,825,000	5,610,000
0	0	0	555,000	1,085,000	1,590,000
600,000	0	0	0	0	15,560,000
<u>54,471,050</u>	<u>33,670,435</u>	<u>35,725,580</u>	<u>35,155,760</u>	<u>37,567,880</u>	<u>37,001,250</u>
0	0	0	0	0	0
(39,800,000)	(25,195,000)	(26,495,000)	(27,775,000)	(29,030,000)	(12,400,000)
(321,550)	(276,935)	(281,580)	(184,260)	(222,880)	(241,250)
(8,315,000)	(4,935,000)	(5,245,000)	(4,010,000)	(4,825,000)	(5,610,000)
0	0	0	(555,000)	(1,085,000)	(1,590,000)
(600,000)	0	0	0	0	(15,560,000)
<u>18,716</u>	<u>(50,781)</u>	<u>(35,959)</u>	<u>(379,553)</u>	<u>(538,585)</u>	<u>(776,200)</u>
<u>5,453,216</u>	<u>3,212,719</u>	<u>3,668,041</u>	<u>2,251,947</u>	<u>1,866,415</u>	<u>823,800</u>
<u>\$33,601,299</u>	<u>\$35,938,322</u>	<u>\$37,904,413</u>	<u>\$39,289,918</u>	<u>\$39,705,688</u>	<u>\$39,832,697</u>
86.04%	91.79%	91.18%	94.58%	95.51%	97.97%
<u>\$20,457,127</u>	<u>\$20,507,688</u>	<u>\$21,776,047</u>	<u>\$21,760,025</u>	<u>\$21,775,864</u>	<u>\$21,296,260</u>
54,471,050	33,670,435	35,725,580	35,155,760	37,567,880	37,001,250
0	0	0	0	0	0
(39,800,000)	(25,195,000)	(26,495,000)	(27,775,000)	(29,030,000)	(12,400,000)
(321,550)	(276,935)	(281,580)	(184,260)	(222,880)	(241,250)
(8,315,000)	(4,935,000)	(5,245,000)	(4,010,000)	(4,825,000)	(5,610,000)
0	0	0	(555,000)	(1,085,000)	(1,590,000)
(600,000)	0	0	0	0	(15,560,000)
<u>18,716</u>	<u>(50,781)</u>	<u>(35,959)</u>	<u>(379,553)</u>	<u>(538,585)</u>	<u>(776,200)</u>
<u>5,453,216</u>	<u>3,212,719</u>	<u>3,668,041</u>	<u>2,251,947</u>	<u>1,866,415</u>	<u>823,800</u>
<u>\$15,003,911</u>	<u>\$17,294,969</u>	<u>\$18,108,006</u>	<u>\$19,508,078</u>	<u>\$19,909,449</u>	<u>\$20,472,460</u>
73.34%	84.33%	83.16%	89.65%	91.43%	96.13%

City of Lima
Allen County, Ohio

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

Year	Population (1)	Estimated Actual Value of Taxable Property (2)	Gross Bonded Debt (3)	Bonded Debt Payable from Enterprise Revenues	Net Bonded Debt	Ratio of Net Bonded Debt to Estimated Actual Value of Taxable Property	Net Bonded Debt Per Capita
2018	37,149	367,504,880	\$ 12,961,411	\$ 4,263,465	8,697,946	2.4%	\$234.14
2017	37,836	370,691,950	\$ 5,153,888	\$ 3,646,621	1,507,267	0.4%	\$39.84
2016	38,432	359,552,490	\$ 5,886,873	\$ 3,985,905	1,900,968	0.5%	\$49.46
2015	38,771	365,071,460	\$ 6,711,795	\$ 4,325,189	2,386,606	0.7%	\$61.56
2014	38,432	371,947,760	7,498,225	4,654,309	2,843,916	0.8%	\$74.00
2013	38,330	372,867,060	8,268,378	4,975,930	3,292,448	0.9%	\$85.90
2012	38,334	395,928,130	8,700,240	4,962,807	3,737,433	0.9%	\$97.50
2011	38,693	395,636,810	7,144,335	4,512,209	2,632,126	0.7%	\$68.03
2010	38,902	395,924,795	7,597,313	5,791,612	1,805,701	0.5%	\$46.42
2009	40,081	387,204,730	7,966,866	7,021,115	945,751	0.2%	\$23.60

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

Sources: (1) See the schedule "Demographic and Economic Statistics, Last Ten Years" for population.
(2) Allen County Auditor
(3) Includes both governmental activities and business-type activities general obligation bonds.

City of Lima
Allen County, Ohio

Pledged Revenue Coverage
Water Revenue Bonds
Last Nine Years

Year	Water Service Charges and Interest (1)	Direct Operating Expenses (2)	Net Available Revenues	Debt Service		Coverage
				Principal	Interest	
2018	\$17,430,613	\$11,549,614	\$5,880,999	\$430,000	\$157,918	10.00
2017	\$17,491,982	\$10,749,195	\$6,742,787	\$415,000	\$170,368	11.52
2016	\$17,342,760	\$10,413,544	\$6,929,216	\$405,000	\$182,518	11.79
2015	14,869,299	9,965,908	4,903,391	390,000	192,268	8.42
2014	14,778,627	8,932,864	5,845,763	385,000	200,930	9.98
2013	12,699,784	8,287,174	4,412,610	375,000	208,430	7.56
2012	12,350,214	13,543,562	(1,193,348)	370,000	215,830	(2.04)
2011	11,160,820	7,471,855	3,688,965	365,000	223,130	6.27
2010	10,403,736	8,267,551	2,136,185	185,000	117,196	7.07

Note: The City's first issue of water improvements revenue bonds occurred in fiscal year 2010.

(1) Service charges and interest do not include certain other financing sources such as gain on sale of capital assets, BAN premium or contributed capital.

(2) Direct operating expenses do not include depreciation and amortization expense.

City of Lima
Allen County, Ohio

Pledged Revenue Coverage
Sewer Revenue Bonds
Last Nine Years

Year	Sewer Service Charges and Interest (1)	Direct Operating Expenses (2)	Net Available Revenues	Debt Service		Coverage
				Principal	Interest	
2018	\$12,766,889	\$6,930,706	\$5,836,183	\$1,380,000	\$1,046,462	2.41
2017	\$14,347,250	\$8,883,778	\$5,463,472	\$1,325,000	\$1,498,255	1.94
2016	\$12,896,290	\$7,566,857	\$5,329,433	\$1,285,000	\$1,543,531	1.88
2015	11,675,193	7,300,139	4,375,054	1,230,000	1,540,469	1.58
2014	12,318,671	6,575,957	5,742,714	945,000	933,445	3.06
2013	11,015,626	6,690,608	4,325,018	925,000	952,662	2.30
2012	10,373,706	5,521,437	4,852,269	910,000	961,758	2.59
2011	10,118,730	4,659,364	5,459,366	890,000	989,060	2.91
2010	9,125,526	6,737,617	2,387,909	625,000	607,493	1.94

Note: The City's first issue of water improvements revenue bonds occurred in fiscal year 2009.
The City issued additional sewer improvement revenue bonds in 2010 and 2014.

(1) Service charges and interest do not include certain other financing sources such as gain on sale of capital assets, BAN premium, contributed capital or insurance recoveries.

(2) Direct operating expenses do not include depreciation and amortization expense.

City of Lima
Allen County, Ohio

Demographic and Economic Statistics
Last Ten Years

<u>Year</u>	<u>Population (1)</u>	<u>Total Personal Income (5)</u>	<u>Personal Income Per Capita (1)</u>	<u>Median Household Income (1)</u>	<u>School Enrollment (2)</u>	<u>Allen County Unemployment Rate (3)</u>	<u>Total Assessed Property Value (4)</u>
2018	37,149	\$ 649,178,775	\$ 17,475	\$ 41,064	3,660	5.0%	\$367,504,880
2017	37,836	632,050,380	16,705	38,077	3,623	5.0%	\$370,691,950
2016	38,432	586,626,048	15,264	34,913	3,736	5.8%	\$359,552,490
2015	38,771	591,800,544	15,264	34,913	3,894	5.6%	\$365,071,460
2014	38,432	586,626,048	15,264	28,900	3,940	5.0%	\$371,947,760
2013	38,330	585,145,780	15,266	28,050	3,779	7.9%	\$372,867,060
2012	38,334	575,585,010	15,015	27,493	3,754	7.9%	\$395,928,130
2011	38,693	589,100,925	15,225	28,641	3,992	9.6%	\$395,636,810
2010	38,902	612,978,814	15,757	30,525	4,166	10.8%	\$395,924,795
2009	40,081	556,404,442	13,882	29,756	4,322	11.0%	\$387,204,730

(1) Source: U. S. Census Bureau; Ohio Municipal Advisory Council

(a) Years 2011 through 2015 - 2009-2013 American Community Survey 5-Year Estimates, 2014 Federal Census Estimate

(b) Years 2010 - Federal Census 2010, 2009-2013 American Community Survey 5-Year Estimates

(c) Years 2006 through 2009 - Federal Census 2000

(2) Sources: Lima City School District audited financial statements; Ohio Dept. of Education Enrollment Data

(3) Source: Bureau of Labor Statistics; U.S. Department of Labor

(4) Source: Allen County Auditor

(5) Computation of per capita personal income multiplied by population

City of Lima
Allen County, Ohio

Principal Employers
Current Year and Three Years Ago

December 31, 2018			
Employer	Number of Employees	Rank	Percentage of Total City Employment
St. Rita's Medical Center	2,816	1	5.8%
Lima Memorial Hospital	1,608	2	3.3%
Allen County	1,183	3	2.5%
Spherion of Lima Inc	1,023	4	2.1%
Lima City Board of Education	981	5	2.0%
Adecco USA Inc	931	6	1.9%
Custom Staffing - Lima	895	7	1.9%
Wal-Mart Associates Inc	867	8	1.8%
State of Ohio	782	9	1.6%
Patrick Staffing	695	10	1.4%
Total	<u>11,511</u>		
Total Employment within the City	<u>48,168</u>		

Source: Number of employees of each employer is obtained from the W2's from the City Tax Department. Number includes full- and part-time employees, residents and non-residents.

Note - Information for prior years is not available in the City's first years of CAFR reporting. This information will be expanded upon in future reports.

December 31, 2015

<u>Employer</u>	<u>Number of Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>
St. Rita's Medical Center	2,935	1	6.2%
Lima Memorial Hospital	1,622	2	3.4%
Allen County	1,318	3	2.8%
Lima City Board of Education	995	4	2.1%
CFA Inc.	894	5	1.9%
Spherion	855	6	1.8%
Wal-Mart Associates	757	7	1.6%
State of Ohio	741	8	1.6%
Custom Staffing - Lima	740	9	1.6%
Patrick Staffing	717	10	1.5%
Total	<u>11,574</u>		
Total Employment within the City	<u>47,347</u>		

City of Lima
Allen County, Ohio

*Full-Time Equivalent City Government Employees by Function/Program
Last Ten Years*

	2018					2017				
	Full Time	Part Time	Seasonal	Total	Annual FTE's (1)	Full Time	Part Time	Seasonal	Total	Annual FTE's (1)
General Government										
Elected Officials	3.00	11.00		14.00	8.50	3.00	9.00		12.00	7.50
Council	2.00			2.00	2.00	1.00			1.00	1.00
Finance	2.00			2.00	2.00	2.00			2.00	2.00
Auditor / Purchasing	5.00			5.00	5.00	4.00			4.00	4.00
Mayor's Office	1.00			1.00	1.00	-			-	-
Law	9.00			9.00	9.00	9.00			9.00	9.00
Public Works Administration	3.00			3.00	3.00	3.00			3.00	3.00
Engineering	5.00			5.00	5.00	6.00			6.00	6.00
Human Resources	2.00	1.00		3.00	2.50	2.00	1.00		3.00	2.50
Civil Service		5.00		5.00	2.50		4.00		4.00	2.00
Tax	6.00			6.00	6.00	6.00			6.00	6.00
Judges	26.00	6.00		32.00	29.00	21.00	9.00		30.00	25.50
Municipal Court	17.00	1.00		18.00	17.50	18.00	1.00		19.00	18.50
Public Buildings/Service Department	1.00			1.00	1.00	1.00			1.00	1.00
Security of Persons and Property										
Police	85.00			85.00	85.00	90.00			90.00	90.00
Police - Dispatchers/Office/Other	20.00	3.00		23.00	21.50	24.00	2.00		26.00	25.00
Fire	78.00			78.00	78.00	76.00			76.00	76.00
Fire - Secretary - Other	1.00			1.00	1.00	1.00			1.00	1.00
Leisure Time Activities										
Parks Dept.	11.00		11.00	22.00	16.50	9.00		10.00	19.00	14.00
Recreation	2.00		18.00	20.00	11.00	1.00		16.00	17.00	9.00
Municipal Pool			17.00	17.00	8.50			14.00	14.00	7.00
Community Development										
Building / Zoning	8.00			8.00	8.00	6.00			6.00	6.00
General Community Development	11.00			11.00	11.00	10.00			10.00	10.00
Transportation										
Street Maintenance and Repair	28.00			28.00	28.00	25.00		2.00	27.00	26.00
Utility Services										
Utilities Administration	5.00			5.00	5.00	6.00			6.00	6.00
Data Services Group	6.00			6.00	6.00	5.00			5.00	5.00
Water	39.00		7.00	46.00	42.50	37.00		5.00	42.00	39.50
Sewer	34.00		2.00	36.00	35.00	32.00		4.00	36.00	34.00
Customer Service	13.00			13.00	13.00	13.00			13.00	13.00
Storm Water	13.00			13.00	13.00	10.00			10.00	10.00
Totals:	436.00	27.00	55.00	518.00	477.00	421.00	26.00	51.00	498.00	459.50

Source: City Payroll Department W2 Audit Listing

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee at year end.

Note: Employees within Utilities Administration, Data Services Group and Customer Service are allocated to Water, Sewer and Refuse using a percentage allocation for the financial statement. However in the above table, we have not applied the allocation.

Because the above data is based on issued W2's, department count may reflect slight variance due to change in personnel during the year.

2016					2015					2014				
Full Time	Part Time	Seasonal	Total	Annual FTE's (1)	Full Time	Part Time	Seasonal	Total	Annual FTE's (1)	Full Time	Part Time	Seasonal	Total	Annual FTE's (1)
3.00	9.00		12.00	7.50	3.00	8.00		11.00	7.00	3.00	10.00		13.00	8.00
1.00			1.00	1.00	1.00			1.00	1.00	1.00			1.00	1.00
2.00			2.00	2.00	2.00			2.00	2.00	2.00			2.00	2.00
4.00			4.00	4.00	4.00			4.00	4.00	4.00			4.00	4.00
-			-	-	-			-	-	-			-	-
9.00	2.00		11.00	10.00	10.00	2.00		12.00	11.00	9.00	1.00		10.00	9.50
3.00			3.00	3.00	3.00			3.00	3.00	2.00			2.00	2.00
6.00			6.00	6.00	4.00		1.00	5.00	4.50	4.00			4.00	4.00
2.00	1.00		3.00	2.50	2.00			2.00	2.00	2.00			2.00	2.00
	3.00		3.00	1.50		5.00		5.00	2.50		5.00		5.00	2.50
6.00			6.00	6.00	6.00			6.00	6.00	6.00			6.00	6.00
22.00	11.00		33.00	27.50	21.00	7.00		28.00	24.50	24.00	7.00		31.00	27.50
18.00	2.00		20.00	19.00	16.00	1.00		17.00	16.50	17.00	1.00		18.00	17.50
1.00			1.00	1.00	1.00			1.00	1.00	1.00			1.00	1.00
90.00			90.00	90.00	92.00			92.00	92.00	81.00			81.00	81.00
18.00	3.00		21.00	19.50	16.00	4.00		20.00	18.00	19.00	3.00		22.00	20.50
76.00			76.00	76.00	74.00			74.00	74.00	72.00			72.00	72.00
1.00		1.00	2.00	1.50	1.00		1.00	2.00	1.50	2.00			2.00	2.00
9.00		14.00	23.00	16.00	9.00		19.00	28.00	18.50	9.00		20.00	29.00	19.00
1.00		17.00	18.00	9.50	1.00		18.00	19.00	10.00	1.00		18.00	19.00	10.00
		20.00	20.00	10.00			15.00	15.00	7.50			12.00	12.00	6.00
6.00			6.00	6.00	6.00			6.00	6.00	6.00			6.00	6.00
11.00			11.00	11.00	9.00			9.00	9.00	9.00			9.00	9.00
25.00		3.00	28.00	26.50	23.00		5.00	28.00	25.50	25.00		3.00	28.00	26.50
7.00			7.00	7.00	6.00			6.00	6.00	6.00			6.00	6.00
6.00			6.00	6.00	6.00			6.00	6.00	6.00			6.00	6.00
39.00		3.00	42.00	40.50	39.00		5.00	44.00	41.50	44.00		7.00	51.00	47.50
34.00		2.00	36.00	35.00	34.00		5.00	39.00	36.50	34.00		3.00	37.00	35.50
13.00		1.00	14.00	13.50	13.00		1.00	14.00	13.50	14.00		2.00	16.00	15.00
13.00			13.00	13.00	12.00			12.00	12.00	13.00			13.00	13.00
426.00	31.00	61.00	518.00	472.00	414.00	27.00	70.00	511.00	462.50	416.00	27.00	65.00	508.00	462.00

City of Lima
Allen County, Ohio

Full-Time Equivalent City Government Employees by Function/Program
Last Ten Years
(continued)

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
	Annual FTE's (1)	Annual FTE's (1)	Annual FTE's (1)	Annual FTE's (1)	Annual FTE's (1)
General Government					
Elected Officials	9.00	7.00	7.00	8.50	7.00
Council	1.00	1.00	1.00	1.00	1.00
Finance/Mayor	2.00	2.00	3.00	3.00	3.00
Auditor / Purchasing	3.00	4.00	4.00	4.00	4.00
Mayor's Office	-				
Law/Pub Defender	8.50	10.00	11.50	12.50	12.50
Public Works Administration	6.00	5.50	5.00	3.00	3.00
Engineering	3.50	4.50	5.50	4.00	5.50
Human Resources	2.50	2.00	2.50	2.50	2.00
Civil Service	2.00	4.00	2.50	2.00	2.00
Tax	5.00	5.00	5.00	5.00	5.00
Judges	22.00	23.00	22.50	23.00	22.00
Municipal Court	25.50	23.50	19.50	21.50	19.00
Public Buildings/Service Department	1.00	1.00	1.00	1.00	1.00
Security of Persons and Property					
Police	78.00	83.00	82.00	83.00	82.00
Police - Dispatchers/Office/Other	20.50	21.00	20.50	18.50	20.50
Fire	68.00	69.00	72.00	67.00	67.00
Fire - Secretary - Other	1.00	1.50	1.50	1.00	1.00
Leisure Time Activities					
Parks Dept.	14.50	16.50	15.00	13.50	11.50
Recreation	11.00	10.50	11.00	10.50	10.50
Municipal Pool	5.50	6.00	5.00	7.50	7.50
Community Development					
Building / Zoning	5.00	5.00	5.00	5.00	5.00
General Community Development	11.00	9.00	9.00	10.50	12.00
Transportation					
Street Maintenance and Repair	34.00	28.50	28.50	27.00	31.00
Utility Services					
Utilities Administration	6.00	6.00	6.00	6.00	6.00
Data Services Group	6.00	4.00	5.00	5.00	5.00
Water	32.50	40.00	45.50	47.50	45.00
Sewer	25.00	26.50	28.50	27.50	29.50
Customer Service	9.50	8.50	8.50	9.50	9.50
Storm Water	15.00	15.00	11.00	10.00	12.00
Totals:	<u>433.50</u>	<u>442.50</u>	<u>444.00</u>	<u>440.00</u>	<u>442.00</u>

Source: City Payroll Department W2 Audit Listing

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee at year end.

City of Lima
Allen County, Ohio

Operating Indicators by Activity/Program
Last Ten Years

Function/Program	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
General Government										
<i>Council and Clerk</i>										
Number of Ordinances Passed	298	330	281	275	304	252	286	265	278	311
Number of Resolutions Passed	11	8	9	8	16	12	19	20	17	29
<i>Auditor/Finance Department</i>										
Number of checks/ vouchers issued	7,000	8,054	8,518	8,679	8,187	7,974	7,964	8,473	9,028	8,815
Amount of checks written	\$ 62,051,700	\$ 55,928,341	\$ 72,738,467	\$ 53,804,556	\$ 47,622,182	\$ 45,283,572	\$ 44,756,183	\$ 45,962,878	\$ 54,368,555	\$ 43,330,503
Interest earnings for fiscal year (cash basis)	\$ 459,896	\$ 318,875	\$ 204,365	\$ 152,266	\$ 142,005	\$ 175,287	\$ 197,970	\$ 346,811	\$ 566,729	\$ 887,964
Agency Ratings - Standard & Poors (Water)	A+	A+	A+	AA	AA	AA	AA	AA	AA	NA
Agency Ratings - Standard & Poors (Sewer)	A	A	A	A+	A+	A+	A+	A+	A+	A+
Agency Ratings - Moody's Financial Services (GO)	A1	A1	A1	A1	A1	A1	A1	A1	A1	NA
General Fund Cash Balances	\$ 8,177,422	\$ 87,655,201	\$ 8,721,549	\$ 8,856,871	\$ 8,845,640	\$ 8,770,603	\$ 8,166,750	\$ 4,753,332	\$ 3,331,807	\$ 3,509,179
<i>Human Resources Department</i>										
Net Aggregate Health Costs	\$ 8,118,116	\$ 7,555,268	\$ 6,920,555	\$ 5,901,364	\$ 5,687,168	\$ 5,280,821	\$ 5,032,026	\$ 5,397,730	\$ 5,210,350	\$ 4,746,464
Percentage Enrollment in Wellness Programs	26.7%	28.3%	45.9%	33.5%	28.9%	26.7%	17.4%	21.9%	18.8%	15.7%
Number of hires of Police Officers from certified lists	9	3	6	9	8	4	4	5	4	2
Number of hires of Fire/Medics from certified lists	4	2	3	4	6	0	0	6	0	1
<i>Income Tax Department</i>										
<i>Active Income Tax Accounts</i>										
Individual	7,551	5,838	5,647	4,944	5,567	5,336	4,824	4,789	4,878	5,141
Business	2,003	3,376	3,334	4,325	3,270	3,414	3,366	3,455	3,478	3,497
Withholding	1,330	1,328	1,416	1,493	1,549	1,515	1,624	1,671	1,664	2,053
Amount of Penalties and Interest Collected	\$ 251,978	\$ 163,285	\$ 191,232	\$ 149,527	\$ 142,314	\$ 122,998	\$ 189,496	\$ 143,781	\$ 131,793	\$ 120,256
Annual number of Corporate withholding forms processed	19,035	18,071	17,861	13,031	15,125	15,061	14,558	14,601	14,417	14,780
Annual number of balance due statements forms processed	2,397	2,307	3,332	2,774	2,435	1,135	1,429	1,767	1,882	2,365
Annual number of estimated payment forms processed	2,957	1,410	3,452	4,203	4,301	4,153	4,252	4,335	4,722	4,663
Annual number of reconciliations of withholdings processed	2,190	2,216	2,223	2,235	2,197	2,214	2,227	2,255	2,244	2,260
<i>Law Director</i>										
Claims administered through Claims Advisory Board	18	15	12	31	47	25	26	31	31	50
Dollar amount of contracts reviewed	\$ 71,293,160	\$ 9,260,351	\$ 5,623,292	\$ 4,604,776	\$ 5,265,922	NA	NA	NA	NA	NA
Number of cases prosecuted	9,230	8,627	10,359	8,581	9,507	7,896	7,014	7,498	6,835	7,121
Total collections	\$ 107,836	\$ 141,211	\$ 145,205	\$ 276,897	\$ 23,504	\$ 35,739	\$ 10,208	\$ 26,474	\$ 33,547	\$ 14,971
<i>Municipal Court</i>										
Number of Civil Cases	3,677	3,745	3,277	3,297	4,024	3,823	4,529	5,494	5,023	5,215
Number of Criminal cases	5,447	3,568	3,493	3,372	4,024	4,004	3,611	3,297	3,544	3,821
Number of OVI cases	1,054	1,157	1,245	1,019	1,056	947	791	874	810	844
Number of other Traffic cases	16,794	13,863	14,561	13,115	13,835	12,631	9,070	10,275	10,657	9,072
Number of Arraignments	17,639	21,247	19,697	20,016	19,550	18,086	14,427	15,553	16,099	14,876
Number of persons placed on Probation	768	749	712	785	714	560	994	614	632	592
Number of Subpoenas issued	3,840	10,389	12,933	11,190	14,999	13,066	10,949	10,403	11,314	11,618

City of Lima
Allen County, Ohio

Operating Indicators by Function/Program (continued)
Last Ten Years

Function/Program	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Building Department Indicators										
Residential Permits Issued	396	383	398	409	363	380	439	467	553	497
Commercial Permits Issued	652	791	639	583	670	649	765	537	633	445
Total Permits Issued	1,048	1,174	1,037	992	1,033	1,029	1,204	1,004	1,186	942
Estimated Costs of Projects of Permit Customers										
Residential	\$ 2,090,154	\$ 1,190,725	\$ 2,197,971	\$ 2,686,757	\$ 2,299,729	\$ 1,630,305	\$ 3,224,810	\$ 2,333,127	\$ 1,753,290	\$ 1,805,490
Commercial	43,562,832	64,144,406	73,159,345	64,976,012	76,971,526	54,638,474	67,984,488	141,109,779	36,247,424	85,537,481
Total Estimated Cost	\$ 45,652,986	\$ 65,335,131	\$ 75,357,316	\$ 67,662,769	\$ 79,271,255	\$ 56,268,779	\$ 71,209,298	\$ 143,442,906	\$ 38,000,714	\$ 87,342,971
Security of Persons & Property										
Police Department										
Employees of the Department										
Sworn	83	80	83	86	73	68	78	81	81	81
Civilian	19	21	18	20	19	16	19	18	19	21
Part-time	2	2	3	4	3	4	4	3	3	3
Total Employees of the Department	104	103	104	110	95	88	101	102	103	105
Total Calls for Services	43,670	45,707	48,205	45,336	42,509	43,571	45,116	43,281	41,112	41,172
UCR Part I Crimes (major offenses)										
Homicide	5	7	8	3	4	3	6	1	3	7
Rape	45	52	46	49	39	42	51	47	37	49
Robbery	68	81	122	82	75	78	101	95	88	142
Assault	120	113	1,297	1,093	1,114	1,433	1,621	1,537	1,573	1,501
Burglary	478	569	97	602	605	382	618	784	792	878
Larceny	1,084	1,334	600	1,468	1,218	1,255	1,382	1,356	1,328	1,482
Motor Vehicle Theft	98	79	1,525	88	79	95	80	118	102	159
Total UCR Part I Crimes	1,898	2,235	3,695	3,385	3,134	3,288	3,859	3,938	3,923	4,218
Part II Simple Assaults	989	1,000	955	936	1,009	1,190	1,313	1,281	1,365	1,244
Record Numbers										
Reports	12,163	10,230	9,218	9,538	7,226	7,086	7,295	7,003	7,538	8,244
Record Checks	7,139	7,282	7,673	9,477	8,062	8,496	7,867	7,442	9,005	8,561
Court Notices	4,586	5,770	6,924	6,685	9,262	8,693	8,089	8,060	7,569	6,551
Warrants/Summons	2,094	2,082	2,129	1,876	2,307	2,707	2,491	2,951	2,430	2,336
Audio/Video	3,907	3,446	3,489	2,822	2,692	2,504	1,547	900	NA	NA
Total Records	29,889	28,810	29,433	30,398	29,549	29,486	27,289	26,356	26,542	25,692
Fire Department										
EMS Operations										
EMS Responses	3,956	3,735	3,881	3,733	3,559	3,117	2,882	2,771	2,636	1,946
EMS Billing Collections	\$ 491,845	\$ 425,618	\$ 481,749	\$ 496,103	\$ 525,671	\$ 367,949	\$ 401,660	\$ 282,765	\$ 197,452	\$ 0
Fire Operations										
Fire Responses	212	226	212	219	233	226	240	258	328	285
Hazardous Condition Responses	202	197	188	229	210	211	220	274	245	263
Service Calls	442	475	399	332	404	295	293	243	225	239
Number of Personnel	75	73	75	72	68	69	71	70	70	67
Prevention Services										
Fire Safety Inspections	188	204	203	187	193	185	206	169	218	256
Safety City Participants	2,200	1,920	2,002	1,999	2,200	4,500	4,513	4,652	4,517	4,717
Students Given Fire & Safety Education	2,738	3,108	2,377	3,349	2,408	2,410	2,462	2,498	2,554	2,708

City of Lima
Allen County, Ohio

Operating Indicators by Function/Program (continued)
Last Ten Years

Function/Program	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Fire Department (continued)										
Arson Investigation										
Incendiary Fires	14	20	21	24	32	25	22	33	30	NA
Accidental Fires	40	29	27	25	23	25	26	28	29	NA
Undetermined Fires	5	11	7	11	7	7	10	4	10	NA
Juvenile	4	5	3	4	4	4	2	4	5	NA
Total Arson Investigations	63	65	58	64	66	61	60	69	74	59
Leisure Time Activities										
Parks and Recreation										
Recreation Swimming pool attendance	5,931	5,715	7,051	5,415	4,096	4,419	5,908	5,302	6,363	5,139
Recreation Mens & Womens Leagues Participation	7,552	6,512	5,456	5,984	5,640	5,820	5,160	3,564	6,648	8,484
Playground Participation	3,336	3,462	3,323	2,787	3,171	3,171	3,743	3,747	4,237	4,032
Shelter House Reservations	225	205	217	225	260	248	253	494	488	567
Youth Leagues Participation	8,904	6,460	6,692	5,089	5,160	4,812	4,548	5,904	3,144	3,012
Community Environment ***										
Housing Counseling/Training	30	28	22	25	105	105	105	110	NA	NA
Costs Associated with Housing Counseling/Training	\$ 24,410	\$ 25,200	\$ 25,472	\$ 31,028	\$ 32,566	\$ 33,955	\$ 37,990	\$ 89,648	NA	NA
Street/Sidewalk Improvement Projects **	1,640	3,805	2,493	48	49	45	59	72	NA	NA
Costs Associated with Street/Sidewalk Improvement Projects	\$ 193,795	\$ 149,061	\$ 290,316	\$ 268,616	\$ 212,084	\$ 231,938	\$ 462,969	\$ 422,744	NA	NA
Clearance and Demolition of Structures	5	2	13	19	8	5	2	5	NA	NA
Costs Associated with Clearance & Demolitions	\$ 151,385	\$ 3,848	\$ 106,150	\$ 133,692	\$ 50,991	\$ 179,345	\$ 28,020	\$ 49,169	NA	NA
Property Maintenance inspections	4,271	2,774	2,493	2,563	2,382	2,200	1,902	1,626	NA	NA
Costs Associated with Property Maintenance & Inspections	\$ 167,663	\$ 171,367	\$ 143,798	\$ 137,097	\$ 196,570	\$ 263,857	\$ 241,474	\$ 189,796	NA	NA
Transportation										
Streets Department										
Rejuvenating Spray on Streets (Miles)	5.20	6.70	4.14	4.81	4.29	3.11	4.52	6.16	3.96	5.55
Crackseal Coating Program (hours)	271	219	528	335	137	189	77	239	248	284
Street Improvements-Asphalt Overlay (linear feet)	32,665	35,376	47,836	25,400	28,934	16,420	23,866	34,742	29,909	29,304
Street Improvements-Asphalt-Non-Utility Cuts (hours) *	4,761	4,155	4,851	4,385	3,858	4,791	3,815	3,410	3,355	3,280
Street Improvements-Asphalt-Utility Cuts (hours) *	1,867	2,293	1,995	1,991	1,590	940	951	2,020	1,966	2,001
Street Repair-Full depth (hours)	329	0	309	24	32	865	125	302	1,071	83
Street Repair-Curbs and Sidewalks (hours)	8	0	0	0	9	0	70	0	2	8
Street Repair-Berms (hours)	122	901	502	378	60	673	447	262	392	307
Street Light Repairs, including Retro Fitting (hours)	1,259	708	1,273	1,259	1,147	1,680	2,098	3,274	1,422	1,349
Guardrail Repair (hours)	203	84	80	221	360	89	97	212	103	209
Paint Striping-Pavement Marking and Street Painting (hours)	343	490	662	487	357	381	333	267	363	325
Street Sweeper (hours)	3,034	4,337	2,860	2,802	3,380	2,051	2,517	3,005	3,156	2,514
Alley Maintenance, including Brushing (hours)	1,247	1,601	1,493	1,235	2,072	1,562	2,378	1,488	1,351	1,244
Concrete repairs-Non-Utility (hours) *	238	196	544	412	191	600	200	87	69	91
Concrete repairs-Utility (hours) *	1,851	1,407	1,703	817	1,136	1,457	1,920	1,120	1,531	1,600
Catch Basin Repairs (hours)	3,616	4,497	3,381	4,767	3,239	3,458	3,166	3,235	2,745	2,214
Catch Basin Cleaning (hours)	3,686	3,874	3,931	2,351	2,433	2,842	1,892	2,851	1,805	1,176
Leaf collection (hours)	2,565	2,403	3,220	2,016	2,144	2,599	1,324	1,549	1,594	2,159

City of Lima
Allen County, Ohio

Operating Indicators by Function/Program (continued)
Last Ten Years

Function/Program	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Streets Department (continued)										
Tree Removal and Trimming (hours)	2,409	2,451	2,392	1,979	2,156	3,049	3,923	3,225	2,223	1,937
Number of Trees Planted per year	17	33	20	10	13	13	203	198	174	148
Signage, including Parks Dept. (hours)	2,340	2,499	2,507	2,715	3,077	2,921	2,872	2,762	2,951	2,940
Snow & Ice Removal (regular labor cost)	\$ 39,160	\$ 28,909	\$ 37,939	\$ 49,101	\$ 54,657	\$ 23,389	\$ 32,668	\$ 76,181	\$ 46,378	\$ 27,850
Snow & Ice Removal (overtime labor cost)	\$ 18,616	\$ 19,306	\$ 18,486	\$ 28,299	\$ 90,625	\$ 37,443	\$ 23,669	\$ 36,599	\$ 35,851	\$ 20,446
Equipment Repairs/Body Shop (cost)	\$ 158,000	\$ 142,271	\$ 137,274	\$ 137,284	\$ 120,806	\$ 74,675	\$ 99,524	\$ 80,029	\$ 63,746	\$ 73,819
Tons of Snow-Melting Salt Used	881	934	790	1,484	2,374	1,741	1,247	1,559	1,902	1,314
Water Department										
Water Rates per 1st 300 Cu ft of water used	\$ 10.37	\$ 9.51	\$ 9.51	\$ 8.46	\$ 7.52	\$ 6.86	\$ 6.26	\$ 5.72	\$ 5.24	\$ 4.80
Average number of water accounts billed monthly										
Residential	22,404	22,177	22,183	22,138	22,093	22,007	21,984	21,543	22,072	22,130
Industrial	80	83	98	94	94	94	94	89	95	96
Commercial	1,876	1,848	1,832	1,832	1,841	1,833	1,831	1,799	1,820	1,834
Total Customers	24,360	24,108	24,113	24,064	24,028	23,934	23,909	23,431	23,987	24,060
Total Water Collections Annually (Including P&I)										
Residential	\$ 6,891,163	\$ 6,777,797	\$ 6,721,277	\$ 6,151,975	\$ 5,963,115	\$ 5,195,214	\$ 4,925,895	\$ 4,288,143	\$ 3,912,739	\$ 3,825,087
Industrial	5,518,002	6,481,775	5,554,141	4,732,703	4,316,816	3,764,984	3,753,525	3,865,411	3,351,153	3,029,328
Commercial	4,597,122	3,394,546	3,400,627	3,163,007	2,877,227	2,370,806	2,211,685	2,079,413	1,883,903	1,761,609
General Fund Water Contract (all customers)	7,727,826	8,009,943	7,270,914	6,418,984	5,849,016	5,080,895	4,996,793	5,110,518	4,513,055	4,203,326
Total Collections	\$ 24,734,113	\$ 24,664,061	\$ 22,946,959	\$ 20,466,669	\$ 19,006,174	\$ 16,411,899	\$ 15,887,898	\$ 15,343,485	\$ 13,660,850	\$ 12,819,350
Sewer Department										
Sewer Rates per 1st 300 Cu ft of water used	\$ 39.77	\$ 38.22	\$ 34.91	\$ 31.63	\$ 28.37	\$ 26.63	\$ 26.63	\$ 14.69	\$ 13.48	\$ 12.37
Avg. number of sewer accounts billed monthly										
Residential	13,860	13,730	13,773	13,782	13,802	13,922	13,948	13,977	14,060	14,140
Industrial	54	59	75	73	73	72	72	69	76	77
Commercial	1,222	1,220	1,207	1,212	1,233	1,243	1,239	1,237	1,244	1,258
Total Customers	15,136	15,009	15,055	15,067	15,108	15,237	15,259	15,283	15,380	15,475
Total Sewer Collections Annually (Including P&I)										
Residential	\$ 7,977,037	\$ 7,935,372	\$ 7,356,298	\$ 6,951,948	\$ 6,422,306	\$ 6,196,411	\$ 5,823,416	\$ 5,626,053	\$ 5,248,835	\$ 5,022,797
Industrial	2,695,017	2,965,259	2,499,602	2,106,605	1,928,000	1,893,477	1,715,431	1,734,331	1,523,433	1,538,005
Commercial	3,226,561	3,755,832	3,315,787	3,163,004	2,861,700	2,535,080	2,307,531	2,231,213	2,076,815	1,943,288
Total Collections	\$ 13,898,615	\$ 14,656,463	\$ 13,171,687	\$ 12,221,557	\$ 11,212,006	\$ 10,624,968	\$ 9,846,378	\$ 9,591,597	\$ 8,849,083	\$ 8,504,090
Total flow of wastewater treatment plant (Billions of Gallons)	6.126	5.567	4.756	5.408	5.335	5.138	4.787	6.006	4.576	4.441
Average daily flow (Millions of gallons per day)	16.780	15.250	12.990	14.820	14.62	14.08	13.22	16.50	12.54	12.17
Tons of dry sludge removed	2,943.57	2,256.90	2,519.90	9,188.00	8,163.70	5,671.10	4,382.40	7,362.20	9,223.30	7,917.00
Refuse Services										
Average number of accounts billed monthly	11,588	11,475	11,518	11,526	11,548	11,651	11,667	11,702	11,756	11,826
Total Refuse Collections Annually (Including P&I)										
Residential	\$ 2,828,457	\$ 2,827,948	\$ 2,808,956	\$ 2,847,567	\$ 2,839,794	\$ 2,919,982	\$ 2,879,590	\$ 2,796,554	\$ 2,750,649	\$ 2,406,618
Commercial	3,615	3,599	3,755	3,703	3,013	3,368	4,065	4,181	4,823	3,936
Total Collections	\$ 2,832,072	\$ 2,831,547	\$ 2,812,711	\$ 2,851,270	\$ 2,842,807	\$ 2,923,350	\$ 2,883,655	\$ 2,800,735	\$ 2,755,472	\$ 2,410,554

Notes:

* "Non-Utility" refers to services performed for the Street Department by the Streets Department. "Utility" refers to services performed for the City's Utilities Department or for utility companies outside the City (e.g. local gas company).

** Community Environment activities has corrected the previously reported number of blocks served in the street/sidewalk projects served to the number of affected parcels, beginning with 2016.

*** Community Environment activities presented rely significantly on the available CDBG and HOME grants. Operating indicators presented are for a "grant year" which ended September 30th of the applicable year.

NA - Prior year Information is unavailable

Source: City Department records

City of Lima
Allen County, Ohio

Capital Assets Statistics by Department/Program
Last Eight Years

Function/Program	2018	2017	2016	2015	2014	2013	2012	2011
Governmental Activities								
General Government								
Municipal Administrative Building	1	1	1	1	1	1	1	1
Municipal Court Building	1	1	1	1	1	1	1	1
Police								
Stations	1	1	1	1	1	1	1	1
Vehicles, including confiscated	57	60	56	52	53	58	57	55
Fire								
Operating Stations	3	3	3	3	3	3	3	5
Pumpers/Fire Trucks	6	6	6	6	7	8	9	8
Ambulances	4	3	3	3	3	3	2	2
Vehicles	13	10	11	12	10	8	8	7
Parks and Recreation								
Parks	8	8	7	7	7	7	7	7
Pools	1	1	1	1	1	1	1	1
Observatories	1	1	1	1	1	1	1	1
Safety City	1	1	1	1	1	1	1	1
Rentable Shelters	5	5	5	5	5	5	5	5
Concert Pavillion	1	1	1	1	1	1	1	1
Fieldhouse	1	1	1	1	1	1	1	1
Vehicles	23	20	21	16	18	18	NA	NA
Community Development								
Vehicles	8	8	6	7	8	10	NA	NA
Public Works								
Streets (miles)	179	179	178	178	178	178	178	178
Administrative Vehicles	2	3	3	3	3	3	NA	NA
Engineering Vehicles	7	5	5	4	4	4	NA	NA
Building & Zoning Vehicles	3	2	1	2	2	2	NA	NA
Streets/Service Vehicles	31	39	40	50	49	47	NA	NA
Business-Type Activities								
Water Department								
Water Lines (miles)	482	482	450	450	450	450	450	450
Vehicles	13	12	11	11	11	10	NA	NA
Wastewater								
Sanitary Sewers (miles)	252	252	240	240	240	240	240	240
Vehicles	17	15	17	17	17	17	NA	NA
Utilities Administration								
Customer Service Fleet	4	4	4	4	4	4	NA	NA
Field Services Fleet	42	39	37	41	37	37	NA	NA
Storm Water								
Storm Sewers (miles)	91	91	90	90	NA	NA	NA	NA
Service Vehicles	6	4	4	4	3	2	NA	NA

Source: Capital Asset System, City Departmental Records

Note: Information prior to fiscal year 2011 was not available.

NA - Information Not Available

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City of Lima
Allen County, Ohio

*Reports Issued Pursuant to
Government Auditing Standards
And Uniform Guidance*

For the Year Ended
December 31, 2018

City of Lima
Allen County, Ohio
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December 31, 2018

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June 26, 2019

To Members of City Council
City of Lima
Allen County, Ohio
50 Town Square
Lima, OH 45801

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Lima, Allen County, Ohio, (the City) as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 26, 2019, in which we noted the City restated beginning net position balances to account for the implementation of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*, and for the correction of an error.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis. 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 deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Hea & Associates, Inc.

Lima, Ohio

June 26, 2019

To Members of City Council
City of Lima
Allen, Ohio
50 Town Square
Lima, OH 45801

**Independent Auditor's Report on Compliance for Each Major Federal Program;
Report on Internal Control over Compliance; and Report on the Schedule of
Expenditures of Federal Awards Required by the Uniform Guidance**

Report on Compliance for Each Major Federal Program

We have audited the City of Lima's, Allen County, Ohio (the City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2018. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on Each Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2018.

Report on Internal Control over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the year ended December 31, 2018, and have issued our report thereon dated June 26, 2019, which contained unmodified opinions on those financial statements, in which we noted the City restated beginning net position balances to account for the implementation of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*, and for the correction of an error. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Rea & Associates, Inc.

Lima, Ohio

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CITY OF LIMA
Allen County, Ohio

*Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2018*

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program / Cluster Title	Federal CFDA Number	Pass Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Disbursements
U. S. Department of Housing and Urban Development				
Direct Programs:				
Community Development Block Grants/Entitlement Grants Cluster				
Community Development Block Grants/Entitlement Grants	14.218	B15MC390014	0	14,526
Community Development Block Grants/Entitlement Grants	14.218	B16MC390014	0	402,928
Community Development Block Grants/Entitlement Grants	14.218	B17MC390014	0	578,005
Community Development Block Grants/Entitlement Grants	14.218	B18MC390014	0	18,875
Total Community Development Block Grants/Entitlement Grants Cluster			0	1,014,334
Home Investment Partnership Program	14.239	MC-39-0219	0	726,878
Total U.S. Department of Housing and Urban Development			0	1,741,212
U.S. Department of Justice				
Direct Programs:				
Equitable Sharing Program	16.922		0	17,432
<i>Passed through Office of Criminal Justice Services</i>				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2015-DJ-BX-0131	0	25,187
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2016-DJ-BX-0212	0	20,544
Total Edward Byrne Memorial Justice Assistance Grant Program			0	45,731
Public Safety Partnership and Community Policing Grants	16.710	2014-UMWX-0053	0	69,421
Total U.S. Department of Justice			0	132,584
U.S. Department of Transportation				
<i>Passed through Ohio Department of Transportation</i>				
Highway Planning and Construction Cluster				
Highway Planning and Construction - Lima Railroad Grade Separation	20.205	PID-80441	0	2,589,708
Total Highway Planning and Construction Cluster			0	2,589,708
Total U.S. Department of Transportation			0	2,589,708
U.S. Department of the Interior				
<i>Passed through Ohio Department of Natural Resources</i>				
Aquatic Education Rod & Reel Grant	15.605	RR 18-02105	0	2,484
Land and Water Conservation Fund Program	15.916	39-01438	0	93,000
Total U.S. Department of the Interior			0	95,484
Total Expenditures of Federal Awards			\$ 0	\$ 4,558,988

The accompanying notes are an integral part of this Schedule.

**CITY OF LIMA
ALLEN COUNTY, OHIO**

*Notes to the Schedule of Expenditures of Federal Awards
2 CFR 200.510(b)(6)
For the Year Ended December 31, 2018*

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) reports the federal award activity of the City of Lima (the City) under programs of the federal government for the year ended December 31, 2018. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

NOTE B – SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles contained in OMB Circular A-87 *Cost Principles for State, Local, and Indian Tribal Governments* (codified in 2 CFR Part 225), or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement. The City has not made an election whether or not to use the 10 percent de minimis rate.

NOTE C – MATCHING REQUIREMENTS

Certain Federal programs require the City to contribute non-Federal funds (matching funds) to support the Federally-funded programs. The City has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.

CITY OF LIMA
ALLEN COUNTY, OHIO
Schedule of Findings & Questioned Costs
2 CFR Section 200.515
December 31, 2018

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unmodified
(d)(1)(ii)	Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	None Reported
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material weaknesses in internal control reported for major federal programs?	No
(d)(1)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	None Reported
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unmodified
(d)(1)(vi)	Are there any reportable findings under 2 CFR § 200.516(a)?	No
(d)(1)(vii)	Major Programs (list): Highway Planning & Construction Cluster Community Development Block Grant Cluster	CFDA 20.205 CFDA 14.218
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$ 750,000
(d)(1)(ix)	Low Risk Auditee under 2 CFR §200.520?	No

**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

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OHIO AUDITOR OF STATE KEITH FABER



CITY OF LIMA

ALLEN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
SEPTEMBER 17, 2019**