



OHIO AUDITOR OF STATE  
**KEITH FABER**





CITY OF GROVE CITY  
FRANKLIN COUNTY  
DECEMBER 31, 2020

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**CITY OF GROVE CITY  
FRANKLIN COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2020**

Federal Grantor/ Pass Through Grantor Program Title	Grant or Identifying Number	Federal CFDA Number	Passed Through to Subrecipients	Disbursements
<b><u>U.S. DEPARTMENT OF JUSTICE</u></b>				
<b>Direct</b>				
Bulletproof Vest Partnership Program	N/A	16.607		\$7,031
Total U.S. Department of Justice				<u>7,031</u>
<b><u>U.S. DEPARTMENT OF TREASURY</u></b>				
<b>Direct</b>				
Equitable Sharing Program - Asset Forfeiture	N/A	21.016		68
<b>Passed Through Ohio Office of Budget and Management</b>				
Coronavirus Relief Fund	HB481-CRF-Local	21.019	\$1,858,754	2,956,953
Total U.S. Department of Treasury			<u>1,858,754</u>	<u>2,957,021</u>
<b>Total Expenditure of Federal Awards</b>			<b><u>\$1,858,754</u></b>	<b><u>\$2,964,052</u></b>

*The accompanying notes to this schedule are an integral part of this schedule.*

**CITY OF GROVE CITY  
FRANKLIN COUNTY**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
2 CFR 200.510(b)(6)  
FOR THE YEAR ENDED DECEMBER 31, 2020**

**NOTE A – BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the City of Grove City (the City) under programs of the federal government for the year ended December 31, 2020. 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 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement.

**NOTE C – INDIRECT COST RATE**

The City has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

**NOTE D - SUBRECIPIENTS**

The City passes certain federal awards received from the Ohio Office of Budget and Management to other governments or not-for-profit agencies (subrecipients). As Note B describes the City reports expenditures of Federal awards to subrecipients when paid in cash.

As a subrecipient, the City has certain compliance responsibilities, such as monitoring its subrecipients to help assure they use these subawards as authorized by laws, regulations, and the provisions of contracts or grant agreements, and that subrecipients achieve the award's performance goals.

# OHIO AUDITOR OF STATE KEITH FABER



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

City of Grove City  
Franklin County  
4035 Broadway  
Grove City, Ohio 43123

To the City Council:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Grove City, Franklin County, Ohio, (the City) as of and for the year ended December 31, 2020, 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 10, 2021, wherein we noted the financial impact of COVID-19 and the continuing emergency measures will impact subsequent periods of the City.

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

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

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

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

***Compliance and Other Matters***

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

***Purpose of this Report***

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



Keith Faber  
Auditor of State  
Columbus, Ohio

June 10, 2021



# OHIO AUDITOR OF STATE KEITH FABER



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## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO THE MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

City of Grove City  
Franklin County  
4035 Broadway  
Grove City, Ohio 43123

To the City Council:

### ***Report on Compliance for the Major Federal Program***

We have audited the City of Grove City's (the City) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could directly and materially affect the City of Grove City's major federal program for the year ended December 31, 2020. The *Summary of Auditor's Results* in the accompanying schedule of findings identifies the City's major federal program.

### ***Management's Responsibility***

The City's Management is responsible for complying with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal program.

### ***Auditor's Responsibility***

Our responsibility is to opine on the City's compliance for the City's major federal program based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; 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). These standards and the Uniform Guidance require us to plan and perform the audit to reasonably assure whether noncompliance with the applicable compliance requirements referred to above that could directly and materially affect 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 our audit provides a reasonable basis for our compliance opinion on the City's major program. However, our audit does not provide a legal determination of the City's compliance.

***Opinion on the Major Federal Program***

In our opinion, the City of Grove City complied, in all material respects with the compliance requirements referred to above that could directly and materially affect its major federal program for the year ended December 31, 2020.

***Report on Internal Control Over Compliance***

The City's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered the City's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on each major federal program's compliance and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined 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, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance requirement. *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 federal program compliance requirement will not be prevented, or timely detected and corrected. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with federal program's applicable compliance requirement 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 would not necessarily 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.

This report only describes the scope of our internal control over compliance tests and the results of this testing based on Uniform Guidance requirements. 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 also audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Grove City (the City) as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our unmodified report thereon dated June 10, 2021, wherein we noted the financial impact of COVID-19 and the continuing emergency measures will impact subsequent periods of the City. We conducted our audit to opine on the City's basic financial statements as a whole.

The accompanying schedule of expenditures of federal awards presents additional analysis required by the Uniform Guidance and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule 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, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole



Keith Faber  
Auditor of State  
Columbus, Ohio

August 18, 2021

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**CITY OF GROVE CITY  
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS  
2 CFR § 200.515  
DECEMBER 31, 2020**

**1. SUMMARY OF AUDITOR'S RESULTS**

<b>(d)(1)(i)</b>	<b>Type of Financial Statement Opinion</b>	Unmodified
<b>(d)(1)(ii)</b>	<b>Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(ii)</b>	<b>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iii)</b>	<b>Was there any reported material noncompliance at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any material weaknesses in internal control reported for major federal programs?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any significant deficiencies in internal control reported for major federal programs?</b>	No
<b>(d)(1)(v)</b>	<b>Type of Major Programs' Compliance Opinion</b>	Unmodified
<b>(d)(1)(vi)</b>	<b>Are there any reportable findings under 2 CFR § 200.516(a)?</b>	No
<b>(d)(1)(vii)</b>	<b>Major Programs (list):</b>	CFDA# 21.019 Coronavirus Relief Fund
<b>(d)(1)(viii)</b>	<b>Dollar Threshold: Type A/B Programs</b>	Type A: > \$ 750,000 Type B: all others
<b>(d)(1)(ix)</b>	<b>Low Risk Auditee under 2 CFR § 200.520?</b>	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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2020  
CITY OF GROVE CITY

# Comprehensive Annual Financial Report

FOR THE YEAR ENDED DECEMBER 31, 2020







**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT  
of the  
City of Grove City, Ohio  
For the Year Ended December 31, 2020**

*Issued by*  
Department of Finance  
Michael Turner, Director



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# Introductory Section

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**CITY OF GROVE CITY, OHIO**  
**Comprehensive Annual Financial Report**

*For the Year Ended December 31, 2020*

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# The City of Grove City, Ohio

4035 Broadway Grove City, Ohio 43123

614-277-3000

June 10, 2021

Honorable Citizens, Mayor  
and Members of City Council of  
Grove City, Ohio

We are pleased to present our Comprehensive Annual Financial Report of the City of Grove City for the year ended December 31, 2020. This annual financial report includes financial statements and other financial and statistical data which conforms to generally accepted accounting principles applicable to government entities. This report provides comprehensive financial data in a format accurately describing the City's financial condition.

Ohio law requires every city to file its unaudited financial statements with the Auditor of State and publish their availability within five months of the close of each year. The general purpose external financial statements from this report were filed to fulfill that requirement.

Management assumes full responsibility for the completeness and reliability of the information contained in this report based upon a comprehensive framework of internal control established for this purpose. Since sound financial management dictates that the cost of internal control should not exceed the expected benefits from the controls, the objective of this report is to provide reasonable assurance that the financial statements are free of any material misstatements.

The Ohio Auditor of State has issued an unmodified ("clean") opinion on the City of Grove City's financial statements for the year ended December 31, 2020. The Independent Auditors' Report is located at the front of the Financial Section of this report.

Management's Discussion and Analysis immediately follows the Independent Auditors' Report. This section provides a narrative introduction, overview and analysis to accompany the basic financial statements. Management's Discussion and Analysis complements this Letter of Transmittal and should be read in conjunction with it.

## **FORM OF GOVERNMENT AND REPORTING ENTITY**

The City of Grove City is a growing community of over 42,766 residents and over 1,050 businesses. The City is serviced by four interstate highway interchanges – one access point from Interstate 270 and three access points from Interstate 71. Rail service is provided to the City from facilities owned by CSX and operated by Indiana and Ohio Railway Company. Air service is provided by John Glenn Columbus International Airport (15 miles), Rickenbacker Airport (10 miles) and by Bolton Field Airport (2 miles).

Grove City operates under a Home-Rule City Charter adopted by the electorate on November 4, 1958, with an effective date of July 1, 1959. The Charter has been amended four times – December 6, 1962, November 2, 1982, November 5, 1985 and November 7, 2017. The Charter provides for a strong Mayor-Council-Administrator plan of government. The legislative power of the City is vested in a five member City Council, with four members elected by their respective wards for four year terms and one elected at-large for a two year term. The ward Councilpersons’ terms are staggered with two elected every two years. Council sets compensation guidelines for the City officials and employees, and enacts by legislation for such municipal purposes as City services, tax levies, appropriations, indebtedness, licensing of regulated businesses and trades and other municipal purposes.

The Mayor is elected to a four year term and serves on a part-time basis. The Mayor is the Chief Executive Officer of the City. The Mayor holds the authority to appoint the City Administrator. The City Administrator is a full-time, professional appointment and serves as the Chief Administrative Officer of the City with the responsibility for the daily operations of the City.

The Mayor also appoints all City Department Directors including the Finance Director, the Chief Financial Officer of the City. The primary objectives of the Finance Director are to assure compliance with the laws of the City of Grove City and of the State of Ohio, provide current accurate information to the City Administrator, Mayor, and City Council to enable appropriate decision making, manage the City’s Investment Portfolio, obtain necessary funding for major projects, manage the City’s finances on a day by day basis, and record keeping.

The other departments whose Directors are Mayoral appointments are Parks and Recreation, Safety, Service, Development, Law, and Information Systems.

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements of the City are not misleading. The primary government of the City consists of all funds and departments that provide services including public safety, public service, street maintenance, parks and recreation, a senior center, engineering, and general administrative services. The City is responsible for the construction, maintenance, and repairs associated with all public infrastructures, including water and sewer lines. The City of Columbus provides water and sewer treatment services and maintenance on certain water lines pursuant to a long-term contract.

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 that are fiscally dependent on the City in that the City approves the organization’s budget, the issuance of its debt, or the levying of its taxes. The City has no component units.

The Grove City Area Community Improvement Corporation (CIC) was created as a not for profit corporation under Sections 1724.01 et. seq., Ohio Revised Code. The CIC is governed by a 15 member Board of Trustees, seven of whom are elected or appointed officials of the City, one representative of Jackson Township, one representative of South-Western City Schools, one representative of the Chamber of Commerce, and five are members of the business community. The sole purpose of the CIC is to advance, encourage, and promote the industrial, economic, commercial and civic development of Grove City. Because the CIC is subject to joint control and the participants have no equity interest in the CIC, the CIC is a jointly governed organization.

Other Jurisdictions which are not component units of the City but which the City complements in providing public services are:

- Jackson Township and Pleasant Township, are responsible for the provision of fire prevention and emergency medical services;
- South-Western City School District;
- Prairie Township
- Solid Waste Authority of Central Ohio
- Southwest Public Libraries; and
- Franklin County Health Department

The City is a member of the Central Ohio Health Care Consortium, a risk-sharing health insurance pool.

The City is a member of the Central Ohio Risk Management Association Self-Insurance Pool Inc., for property and general liability, automobile liability, boiler and machinery liability, law enforcement liability, and public official's liability coverage.

The City is a member of the Mid-Ohio Regional Planning Commission, a jointly governed organization.

The City's budgetary process is set forth in the State code and the corporate charter of the City and provides for a preliminary tax budget presented in June to determine the adequacy of funding sources and a subsequent presentation and justification to support the appropriation of funds by City Council to support the operation and activities of the City for the ensuing year. All actions are subject to public notification and public meetings. The annual budget of the City is appropriated by fund, department, personal services and other objects. All funds, other than custodial funds, are legally required to be budgeted and appropriated. Supplemental appropriations are made with City Council approval throughout the year.

### **ECONOMIC CONDITION**

The City of Grove City is located in the southwestern quadrant of the Columbus Metropolitan Area, an economy dominated by diverse industry. The heavy presence of the service industry has meant Central Ohio has experienced milder economic fluctuations than those experienced by the rest of the State of Ohio as well as the national economy. With its primary source of revenue being the income tax, this economic stability is of great value to the City of Grove City. This is well illustrated in the unemployment rate differentials. According to the Bureau of Labor Statistics, the unemployment rates for the year 2020 were as follows: national, 8.1 percent, State of Ohio, 8.1 percent, Franklin County, 7.4 percent, and Grove City, 6.1 percent. The economic stability of Grove City is further enhanced by the diversity of businesses in the City, including health care, retail, banking and insurance, the distribution industry, high tech industry, and light manufacturing.

An integral component of the City's Economic Development has been the creation of seven commercial/industrial commerce parks:

- Grove City Industrial Park 100 acres; 13 major buildings; I-71 & SR 665
- South Park 350 acres; 18 major buildings; I-71 & I-270
- Capital Park South 150 acres; 8 major buildings; I-270 & SR 62
- Southpointe 53 acres; 7 major buildings; SR 665
- Gateway Business Park 114 acres; 4 major buildings; I-71 & SR 665
- Gateway Business Park West 232 acres; in early stages of development; SR 665
- Gateway to the City Office Park 35 acres; 12 major buildings: I-71 & Stringtown Road

These parks have available sites for further expansion.

Principal employers in Grove City are:

Fed Ex Ground Package Systems, Inc.	1,950
Walmart Distribution Center	1,628
Mount Carmel Health	1,627
South-Western City Schools	1,524
Tigerpoly Manufacturing, Inc.	480
The Kroger Company	452
Halcore Group	398
OhioHealth	330
Tosoh Manufacturing	314
Nationwide Mutual Insurance Co.	217

In cooperation with residential, commercial, and industrial development, the City of Grove City provides the necessary infrastructure to accommodate development.

In 2020, the City collected cash-basis income tax receipts of \$28,191,455. This is the highest annual amount of income tax collections recorded by the City. Employee withholding taxes represent 83 percent of the total income tax receipts, corporate net profit taxes were 9 percent of the total, and individual collections amount to 8 percent. The City relies primarily on income tax collections to support operations and continually monitors receipts.

### **LONG-TERM FINANCIAL PLANNING**

The management team of the City continues to monitor income tax collections in order to best manage the finances of the City. The City maintains a five-year capital improvement plan. A five-year financial forecast is prepared and maintained by the Finance Director. A monthly analysis is performed to compare the forecasted revenues and expenditures to actual amounts. This allows the Finance Director to analyze the effects of future capital improvement projects on forecasted fund balances. See Management's Discussion and Analysis for a breakdown in the major sources of revenues for the City.

### **MAJOR INITIATIVES**

During 2020, the City issued 161 single-family residential construction building permits with an average value of \$292,027. The total value of all building permits issued was \$96,335,300.

- **Seeds Road Improvements**

Construction of a \$2,262,821 roadway project on Seeds Road was completed in 2020. This road is located in an important industrial district of the City and had experienced significant wear from the high volume of commercial traffic utilizing this roadway.

- **Borror Road Improvements**

The City entered into a cooperative agreement with Jackson Township and Franklin County to reconstruct and improve Borror Road for a total cost in excess of \$7,000,000. Borror Road is an important roadway on the City, township and county highway system and will include corridor improvements to accommodate current and future traffic demands. Improvements include road widening/reconstruction, trail/sidewalk, drainage, culvert/bridge replacement, waterline, intersection/traffic control improvements, lighting, and ancillary work. This project was leveraged with a \$936,478 grant and a \$2,824,478 interest free loan from the Ohio Public Works Commission as well as \$997,700 from private developer contributions.

- **Southwest Boulevard Improvements**

Construction of a roadway project on Southwest Boulevard with an estimated cost of \$2,677,757 was started in 2020. This improvement will improve traffic circulation at the Southwest Boulevard

and Richard Avenue intersection, fully reconstruct pavement, replace curb and gutter from Richard Avenue to Hoover Road, and improve ADA curb ramps for improved pedestrian movements through the corridor. This project was leveraged with a \$1,468,499 grant and a \$531,500 interest free loan from the Ohio Public Works Commission.

- **2020 Street Program**

The City allocated \$2,730,000 for the annual Street Program in 2020 in order to maintain public streets, bike paths, sidewalks and curb ramps throughout the City.

- **CARES ACT**

On March 27, 2020, the United States Congress adopted the Coronavirus Aid, Relief, and Economic Security Act, which established a \$150 billion Coronavirus Relief Fund, of which \$4.5 billion was allocated to the State of Ohio. Ohio House Bills 481 and 614 further appropriated funding to local governments, of which \$3,040,710 was distributed to Grove City. The City distributed over \$2 million of relief funds to community organizations including, South-Western City School District, Mid-Ohio Foodbank, Jackson Township, Franklin County Public Health, Local businesses impacted by COVID-19, Southwest Public Libraries, Little Theatre Off Broadway, YMCA, Grove City Food Pantry, LifeCare Alliance, VoiceCorps Reading Services, and Grove City Area Chamber of Commerce. The remaining Coronavirus Relief Funds were used to facilitate remote work and meetings for City associates, office reworks to promote social distancing, personal protective equipment, and general cleaning and sanitation.

### AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States of America and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Grove City for its comprehensive annual financial report for the fiscal year ended December 31, 2019. This was the 31st consecutive year the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a governmental entity 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.

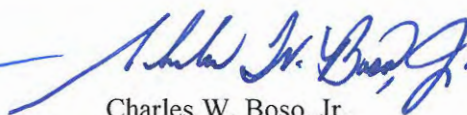
A Certificate of Achievement is valid for a period of one year. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

We convey our appreciation to Mayor Richard L. "Ike" Stage, City Council President Christine A. Houk, Council Members Ted A. Berry, Randy Holt, Roby Schottke, and Aaron Schlabach, for their leadership and commitment to this report. Special gratitude is extended to the Local Government Services Section of the Office of the Auditor of State for their role in the preparation of this report. Special thanks for the commitment and dedicated service of Finance Department staff members, Dianne Ayers, Richard Donnelly, and Kelly Geddes.

Respectfully submitted,



Michael A. Turner  
Finance Director



Charles W. Boso, Jr.  
City Administrator



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Grove City  
Ohio**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

December 31, 2019

*Christopher P. Morill*

Executive Director/CEO

**CITY OF GROVE CITY, OHIO**  
*List Of Principal Officials*  
*As Of December 31, 2020*

**Elected City Officials**

**MAYOR**

Richard L. “Ike” Stage

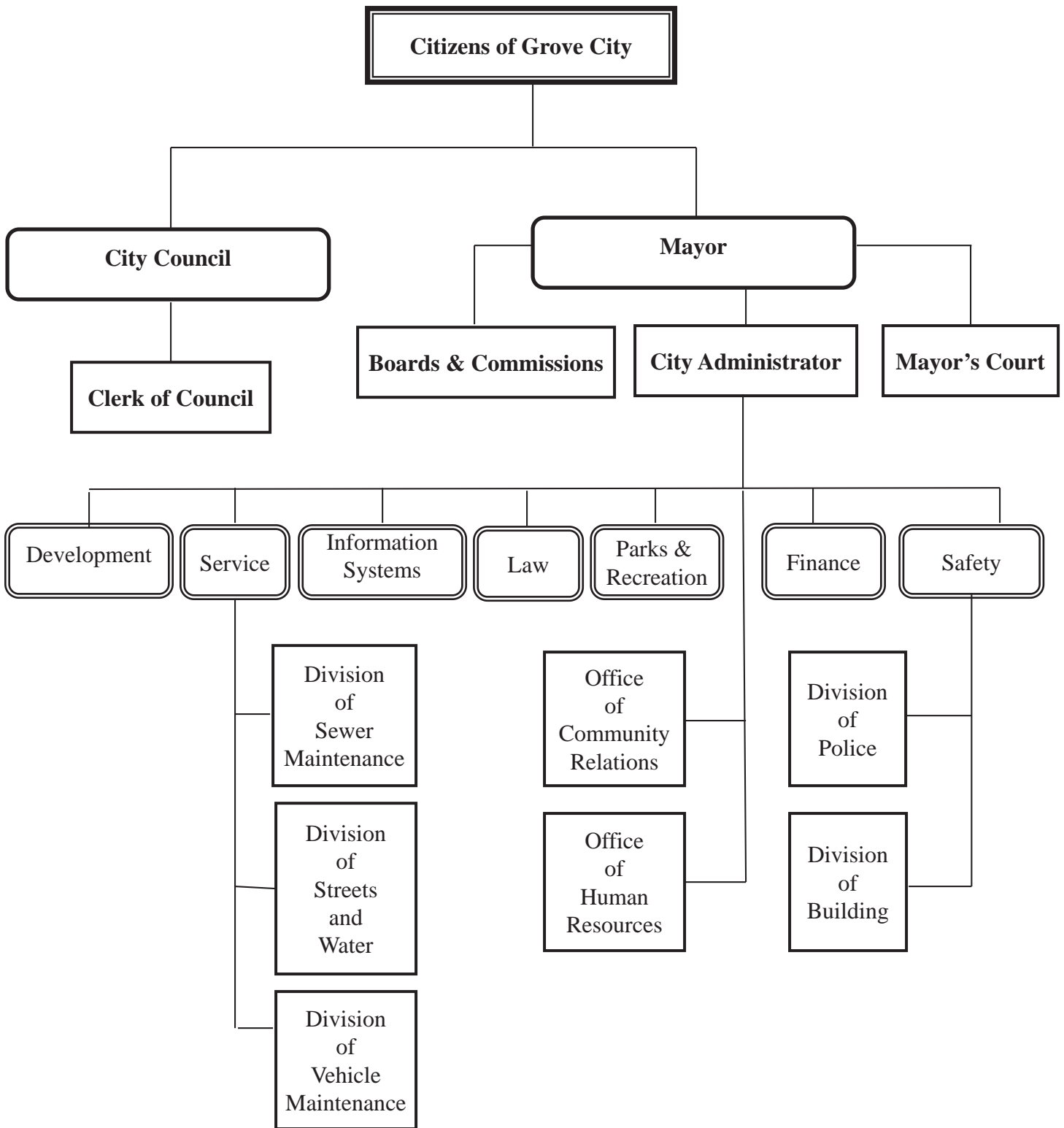
**City Council**

Christine A. Houk	<i>Council President</i> <i>Council Member Ward 3</i>
Ted A. Berry	<i>Council Member Ward 1</i>
Randy Holt	<i>Council Member Ward 2</i>
Roby Schottke	<i>Council Member Ward 4</i>
Aaron Schlabach	<i>Council Member At Large</i>
Tami K. Kelly, MMC	<i>Clerk Of Council</i>

**City Officials**

Charles W. Boso Jr.	<i>City Administrator</i>
William F. Vedra	<i>Deputy City Administrator/Safety Director</i>
Michael A. Turner	<i>Finance Director</i>
Stephen J. Smith	<i>Law Director</i>
Cindi D. Fitzpatrick	<i>Service Director</i>
Kimberly K. Conrad	<i>Parks and Recreation Director</i>
Richard A. Butsko	<i>Chief of Police</i>
Todd R. Hurley	<i>Information System Director</i>

# City of Grove City Organizational Chart







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# Financial Section

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# OHIO AUDITOR OF STATE KEITH FABER



88 East Broad Street, 5<sup>th</sup> Floor  
Columbus, Ohio 43215-3506  
(614) 466-3402 or (800) 443-9275  
CentralRegion@ohioauditor.gov

## INDEPENDENT AUDITOR'S REPORT

City of Grove City  
Franklin County  
4035 Broadway  
Grove City, Ohio 43123

To the City Council:

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Grove City, Franklin County, Ohio (the City), as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

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

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

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

### ***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Grove City, Franklin County, Ohio, as of December 31, 2020, and the respective changes in financial position and where applicable, cash flows thereof and the respective comparisons for the General Fund, the Police Pension Fund, and the Buckeye Center TIF Fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

### ***Emphasis of Matter***

As discussed in Note 23 to the financial statements, the financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of the City. We did not modify our opinion regarding this matter.

### ***Other Matters***

#### ***Required Supplementary Information***

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

#### ***Supplementary and Other Information***

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

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

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

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

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 10, 2021 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



Keith Faber  
Auditor of State  
Columbus, Ohio

June 10, 2021



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**CITY OF GROVE CITY, OHIO**  
**Management's Discussion And Analysis**  
**For The Year Ended December 31, 2020**  
**(Unaudited)**

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**MANAGEMENT'S DISCUSSION AND ANALYSIS**

The City of Grove City's discussion and analysis of the annual financial report provides a review of the financial performance for the year ended December 31, 2020.

**FINANCIAL HIGHLIGHTS**

- The City's total net position increased \$6,182,416. Net position for both Governmental and Business-Type Activities increased \$2,761,660 and \$3,420,756, respectively.
- Governmental Activities had general revenues that accounted for \$50,031,961 of all governmental revenues. Program specific revenues in the form of charges for services, grants, contributions, and interest accounted for \$16,446,053 of total governmental revenues of \$66,478,014.
- The City had \$63,723,474 in expenses related to Governmental Activities. \$16,446,053 of these expenses were offset by program specific charges for services, grants, contributions, and interest. General revenues (primarily income taxes) of \$50,031,961 exceeded the amount needed to provide for these programs. The City had \$2,839,483 in expenses related to Business-Type Activities. \$6,267,359 in program specific charges for services and capital grants and contributions were sufficient to cover expenses.

**USING THIS ANNUAL FINANCIAL REPORT**

This annual report consists of a series of financial statements. These statements are presented so that the reader can understand the City of Grove City's financial situation as a whole and also give a detailed view of the City's fiscal condition.

The Statement of Net Position and the Statement of Activities provide information about the activities of the City as a whole and present a long-term view of the City's finances. The fund financial statements provide the next level of detail. For Governmental Funds, these statements tell how services were financed in the short-term, as well as the amount of funds available for future spending. The fund financial statements focus on the City's most significant funds, with all other non-major funds presented in total in one column.

**REPORTING THE CITY AS A WHOLE**

*Statement of Net Position and the Statement of Activities*

The analysis of the City as a whole begins with the Statement of Net Position and the Statement of Activities. These statements provide information that will help the reader to determine if the City is financially better off or worse off as a result of the year's activities. These statements include all assets, deferred outflows of resources, liabilities and deferred inflows of resources using the accrual basis of accounting, similar to the accounting used by private sector companies. All current year revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's net position and changes to those positions. This change informs the reader whether the City's financial position, as a whole, has improved or diminished. In evaluating the overall financial health, the reader of these financial statements needs to take into account non-financial factors that also impact the City's financial well-being. Some of these factors include the City's tax base and the condition of capital assets.

**CITY OF GROVE CITY, OHIO**  
**Management's Discussion And Analysis**  
**For The Year Ended December 31, 2020**  
**(Unaudited)**

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In the Statement of Net Position and the Statement of Activities, the City is divided into two kinds of activities.

Governmental Activities – Most of the City's services are reported here including police, public health, leisure time activities, community development, transportation, and general government.

Business-Type Activities – These services include water and sewer. Service fees for these operations are charged based upon the amount of usage. The intent is that the fees charged recoup operational costs.

## **REPORTING THE CITY'S MOST SIGNIFICANT FUNDS**

### *Fund Financial Statements*

The analysis of the City's major funds begins on page 13. Fund financial statements provide detailed information about the City's major funds – not the City as a whole. Some funds are required by State law and bond covenants. Other funds may be established by the Finance Director, with the approval of Council and the State Auditor, to help control, manage, and report money received for a particular purpose or to show that the City is meeting legal responsibilities for the use of grants. The City of Grove City's major funds are the General, Police Pension, Buckeye Center TIF, Debt Service, Pinnacle TIF, SR665/171 Municipal Improvement TIF, Capital Improvement, Water and Sewer Funds.

**Governmental Funds** – Most of the City's services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. 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 to determine whether there are more or less financial resources that can be spent in the near future on services provided to our residents. The similarities (or differences) between Governmental Activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

**Enterprise Funds** – When the City charges citizens for the services it provides, with the intent of recapturing operating costs, these services are generally reported in Proprietary Funds. Proprietary Funds use the same basis of accounting as Business-Type Activities; therefore, these statements will essentially match.

## **THE CITY AS A WHOLE**

As stated previously, the Statement of Net Position looks at the City as a whole. Table 1 provides a summary of the City's net position for 2020 compared to 2019.



**CITY OF GROVE CITY, OHIO**  
**Management's Discussion And Analysis**  
**For The Year Ended December 31, 2020**  
**(Unaudited)**

Table 1  
Net Position

	Governmental Activities		Business-Type Activities		Total	
	2019	2020	2019	2020	2019	2020
<b>Assets:</b>						
Current And Other Assets	\$81,172,038	\$85,514,141	\$2,186,990	\$2,032,328	\$83,359,028	\$87,546,469
Net Pension Asset	127,894	208,816	3,954	6,458	131,848	215,274
Capital Assets, Net	226,560,335	233,300,625	55,572,890	58,965,150	282,133,225	292,265,775
<b>Total Assets</b>	<b>307,860,267</b>	<b>319,023,582</b>	<b>57,763,834</b>	<b>61,003,936</b>	<b>365,624,101</b>	<b>380,027,518</b>
<b>Deferred Outflows of Resources:</b>						
Deferred Charge on Refunding	483,506	444,074	0	0	483,506	444,074
Pension	10,422,115	4,545,780	157,534	67,409	10,579,649	4,613,189
OPEB	2,208,620	2,969,496	27,615	47,148	2,236,235	3,016,644
<b>Total Deferred Outflows of Resources</b>	<b>13,114,241</b>	<b>7,959,350</b>	<b>185,149</b>	<b>114,557</b>	<b>13,299,390</b>	<b>8,073,907</b>
<b>Liabilities:</b>						
Current And Other Liabilities	6,697,324	12,460,302	115,877	115,180	6,813,201	12,575,482
Long-Term Liabilities:						
Due Within One Year	3,820,890	3,890,845	311,190	325,041	4,132,080	4,215,886
Due In More Than One Year:						
Net Pension Liability	36,167,791	27,911,249	474,424	353,867	36,642,215	28,265,116
Net OPEB Liability	9,756,775	10,504,362	229,889	250,188	9,986,664	10,754,550
Other Amounts	66,285,823	65,573,079	2,637,314	2,368,686	68,923,137	67,941,765
<b>Total Liabilities</b>	<b>122,728,603</b>	<b>120,339,837</b>	<b>3,768,694</b>	<b>3,412,962</b>	<b>126,497,297</b>	<b>123,752,799</b>
<b>Deferred Inflows of Resources:</b>						
Property Taxes Revenue in Lieu Of Taxes	3,187,227	3,222,544	0	0	3,187,227	3,222,544
Pension	1,019,647	5,286,427	8,492	77,981	1,028,139	5,364,408
OPEB	1,358,303	2,625,130	624	35,621	1,358,927	2,660,751
<b>Total Deferred Inflows Of Resources</b>	<b>12,003,695</b>	<b>17,639,225</b>	<b>9,116</b>	<b>113,602</b>	<b>12,012,811</b>	<b>17,752,827</b>
<b>Net Position:</b>						
Net Investment In Capital Assets	181,293,562	182,444,965	52,657,767	56,295,624	233,951,329	238,740,589
Restricted	19,963,781	20,867,840	0	0	19,963,781	20,867,840
Unrestricted	(15,015,133)	(14,308,935)	1,513,406	1,296,305	(13,501,727)	(13,012,630)
<b>Total Net Position</b>	<b>\$186,242,210</b>	<b>\$189,003,870</b>	<b>\$54,171,173</b>	<b>\$57,591,929</b>	<b>\$240,413,383</b>	<b>\$246,595,799</b>

**CITY OF GROVE CITY, OHIO**  
**Management's Discussion And Analysis**  
**For The Year Ended December 31, 2020**  
**(Unaudited)**

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The net pension liability (NPL) is one of the largest liabilities reported by the City at December 31, 2020, and is reported pursuant to GASB Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27." The City also adopted GASB Statement 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions." 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 the net pension asset and deferred outflows related to pension and OPEB and the net pension asset.

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 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 (asset) 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 liabilities, 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.

**CITY OF GROVE CITY, OHIO**  
**Management's Discussion And Analysis**  
**For The Year Ended December 31, 2020**  
**(Unaudited)**

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

Net position for governmental activities increased \$2,761,660. Current and other assets increased \$4,342,103, mainly due to the increase in cash and cash equivalents, which was due to revenues outpacing expenditures and municipal income taxes receivable, which was due an increase in employer withholdings and wages paid. Capital Assets, Net increased \$6,740,290 primarily due to current year capital asset additions exceeding accumulated depreciation and current year deletions.

Deferred outflows of resources of governmental activities decreased \$5,154,891, primarily due to the change in net difference between projected and actual earning on pension plan investments related to Ohio Public Employees Retirement and Ohio Police and Fire pension systems.

Overall, the City's total liabilities decreased \$2,388,766. Net pension liability decreased \$8,256,542, due to changes the deferred inflows/outflows reported by Ohio Public Employees Retirement System and Ohio Police and Fire. Current and other liabilities saw an increase in 2020 of \$5,762,978, caused primarily by an increase in due to other governments. This increase is due to a significant payable owed to the Franklin County Auditor as a result of Mt. Carmel Health.

The City's governmental deferred inflows of liabilities increased \$5,635,530, primarily due to the change in the net difference between projected and actual earning on pension plan investments related to Ohio Public Employees Retirement and Ohio Police and Fire pension systems.

The total net position of the City's Business-Type Activities increased \$3,420,756, which is primarily due to an increase in capital assets, net. This increase is due to current year capital assets additions exceeding accumulated depreciation and current year deletions.

Table 2 shows the changes in net positions for the years ended December 31, 2019, and 2020.

**CITY OF GROVE CITY, OHIO**  
**Management's Discussion And Analysis**  
**For The Year Ended December 31, 2020**  
**(Unaudited)**

Table 2  
Changes In Net Position

	Governmental Activities		Business-Type Activities		Total	
	2019	2020	2019	2020	2019	2020
<b>Revenues:</b>						
Program Revenues:						
Charges For Services	\$6,395,284	\$5,624,285	\$1,378,475	\$1,726,662	\$7,773,759	\$7,350,947
Operating Grants, Contributions And Interest	2,672,688	5,987,538	0	0	2,672,688	5,987,538
Capital Grants, Contributions And Interest	4,325,272	4,834,230	952,728	4,540,697	5,278,000	9,374,927
Total Program Revenues	13,393,244	16,446,053	2,331,203	6,267,359	15,724,447	22,713,412
General Revenues:						
Property Taxes	3,061,114	3,198,779	0	0	3,061,114	3,198,779
Revenue In Lieu Of Taxes	8,910,705	12,415,041	0	0	8,910,705	12,415,041
Other Local Taxes	1,869,899	1,198,823	0	0	1,869,899	1,198,823
Municipal Income Taxes	26,409,257	30,230,936	0	0	26,409,257	30,230,936
Unrestricted Grants And Entitlements	1,649,545	1,924,141	0	0	1,649,545	1,924,141
Interest	1,428,916	867,755	0	0	1,428,916	867,755
Miscellaneous	585,683	196,486	0	0	585,683	196,486
Total General Revenues	43,915,119	50,031,961	0	0	43,915,119	50,031,961
Total Revenues	57,308,363	66,478,014	2,331,203	6,267,359	59,639,566	72,745,373
<b>Program Expenses:</b>						
Security Of						
Persons And Property	2,022,247	14,756,812	0	0	2,022,247	14,756,812
Public Health:						
Primary Government	461,249	1,053,207	0	0	461,249	1,053,207
Intergovernmental	0	1,272,158	0	0	0	1,272,158
Leisure Time Activities	3,756,072	2,605,565	0	0	3,756,072	2,605,565
Community Development	5,063,448	4,607,023	0	0	5,063,448	4,607,023
Transportation:						
Primary Government	14,373,933	11,266,538	0	0	14,373,933	11,266,538
Intergovernmental	0	1,890,186	0	0	0	1,890,186
General Government:						
Primary Government	17,897,707	19,446,975	0	0	17,897,707	19,446,975
Intergovernmental	2,097,552	5,126,207	0	0	2,097,552	5,126,207
Interest And						
Fiscal Charges	1,454,669	1,698,803	0	0	1,454,669	1,698,803
Water	0	0	1,240,955	1,137,808	1,240,955	1,137,808
Sewer	0	0	1,833,957	1,701,675	1,833,957	1,701,675
Total Expenses	47,126,877	63,723,474	3,074,912	2,839,483	50,201,789	66,562,957
Change In Net Position						
Before Transfers	10,181,486	2,754,540	(743,709)	3,427,876	9,437,777	6,182,416
Transfers	435,744	7,120	(435,744)	(7,120)	0	0
Change in Net Position	10,617,230	2,761,660	(1,179,453)	3,420,756	9,437,777	6,182,416
Net Position At Beginning Of Year	175,624,980	186,242,210	55,350,626	54,171,173	230,975,606	240,413,383
Net Position At End Of Year	\$186,242,210	\$189,003,870	\$54,171,173	\$57,591,929	\$240,413,383	\$246,595,799

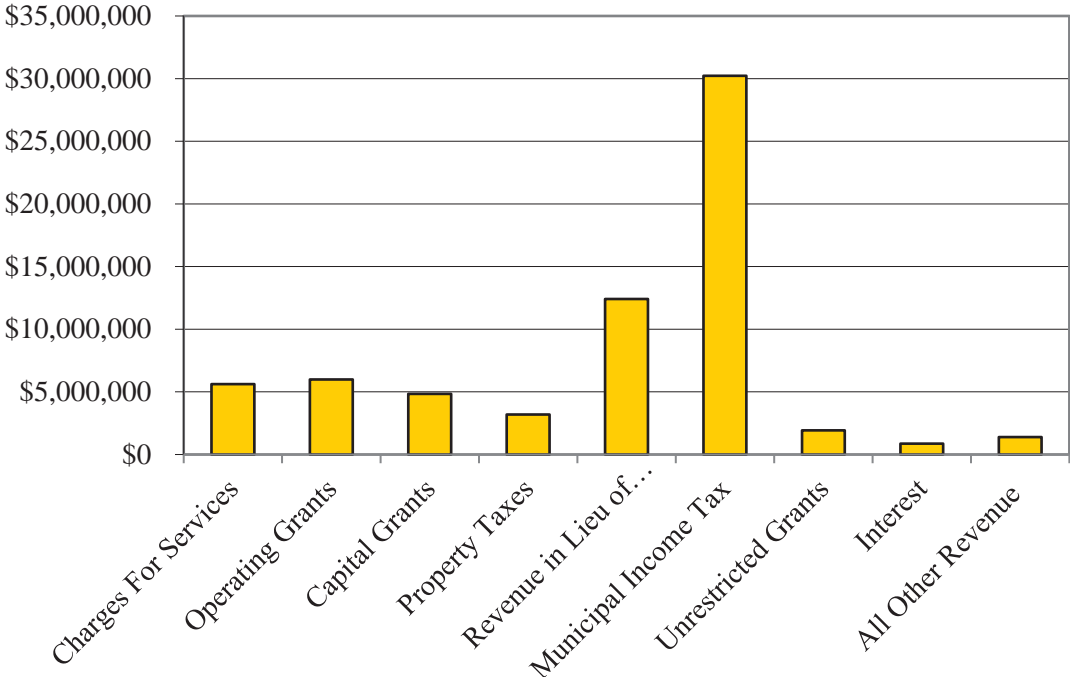
**CITY OF GROVE CITY, OHIO**  
**Management's Discussion And Analysis**  
**For The Year Ended December 31, 2020**  
*(Unaudited)*

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**Governmental Activities**

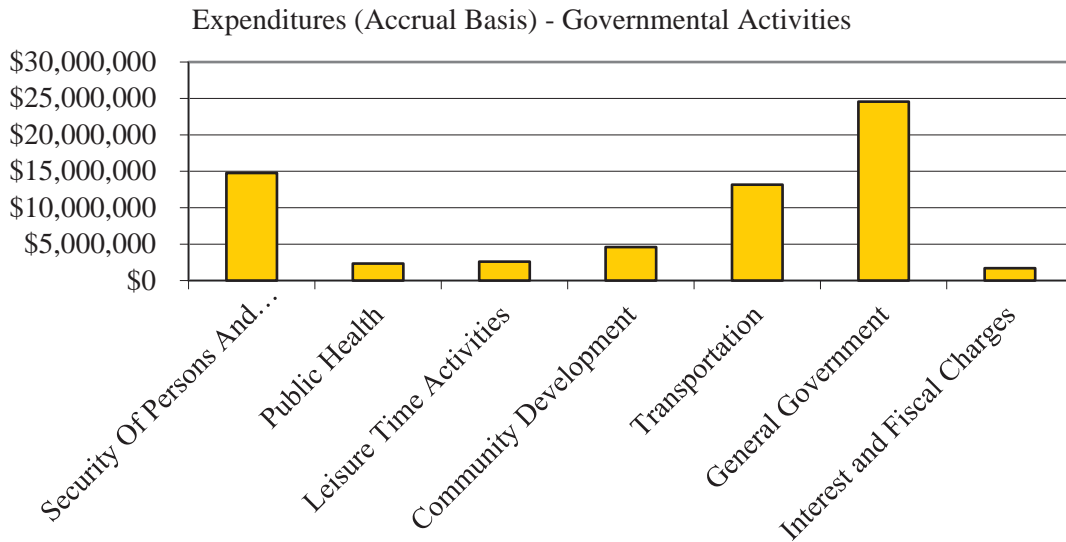
The two percent municipal income tax is the largest source of revenue for the Governmental Activities and the City of Grove City. Employee withholdings from all businesses contributed 83 percent of the tax revenue received in 2020 with business net profit contributing 9 percent and individuals contributing 8 percent. The City provides a full tax credit for taxes paid to another municipality and an exemption for residents under the age of 18.

Revenues by Source (Accrual Basis) - Governmental Activities



Administration and Council has a quality of life commitment to the citizens and businesses located in the City of Grove City. With this in mind, Council has appropriated resources with an emphasis on transportation and security of persons and property.

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When looking at the sources of income to support Governmental Activities, it should be noted that program revenues totaled \$16,446,053. This is an increase of \$3,052,809, which is mainly due to an increase in Operating Grants, Contributions and Interest. This is mainly due to the City receiving \$2,974,808 in CARES Act monies during 2020.

Total general revenues increased \$6,116,442. This increase is primarily the result of increases to revenue in lieu of taxes and municipal income tax revenue of \$3,504,336 and \$3,821,679, respectively. Revenue in lieu of taxes increased due to a continuation of building homes in TIF areas. Municipal income taxes increased due to an increase in employer withholdings and wages paid. There was an increase in expenses of \$16,596,597, mainly due to an increase in security of persons and property expenses. For 2019, OP&F recognized a change in benefit terms for their OPEB plans. Under this new model, OP&F provides eligible retirees with a fixed stipend earmarked to pay for health care and Medicare Part B reimbursements. This new model replaced the self-insured health care plan used in prior years. These changes contributed to OP&F OPEB expense decreasing from \$1,166,211 in 2018 to a negative OPEB expense of \$11,545,039 for 2019. OP&F OPEB expense has now recovered and is \$130,411 for 2020.

***Business-Type Activities***

The City's Business-Type Activities include water and sewer services.

Water treatment and facility repair services are contracted with the City of Columbus and are paid for through user fees billed by the City of Columbus to Grove City residents and businesses. The City of Grove City has its own user fee that is incorporated in the Columbus billing. This revenue is used to pay necessary services, debt service on water system improvements and to fund system improvements and depreciation. The City of Grove City also collects a tap fee each time a new tap to the system is made, which funds the current operation of the system. The City of Grove City owns the infrastructure necessary to furnish services to their citizens and is responsible for major reconstruction and the extension of new service within the community. The City of Columbus is responsible for all line repairs and all upkeep and expansion of the treatment and storage facilities.

Net position of Business-Type Activities increased \$3,420,756, which is primarily due to capital assets additions.

**CITY OF GROVE CITY, OHIO**  
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**THE CITY'S FUNDS**

Information about the City's major Governmental Funds begins on page 20. These funds are reported using the modified accrual basis of accounting. All Governmental Funds had total revenues and other financing sources of \$62,982,668 and \$13,582,737, respectively, and expenditures and other financing uses of \$72,547,302 and \$7,338,638, respectively. Unassigned fund balance equals \$9,280,515. The restricted fund balance of \$20,174,917 is restricted to indicate 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.

The General Fund's balance at December 31, 2020, increased \$160,536, primarily due to an increase in municipal income taxes caused from an increase in employer withholdings.

The Police Pension Fund's balance at December 31, 2020, was \$714,611. Fund balance decreased \$16,479, which is not significant.

The Buckeye Center TIF Fund's balance at December 31, 2020, was \$2,209,380. Fund balance decreased \$557,196 primarily due to an increase during the current year debt payments. In 2019, additional debt payments were paid from the Capital Improvement Fund instead of the Buckeye Center TIF Fund in order to use unspent proceeds. In 2020, debt payments resumed being paid from the Buckeye Center TIF fund which caused the fund balance to decrease.

The Debt Service Fund's balance at December 31, 2020, was \$1,980,788. The fund balance increase of \$172,748 was primarily due debt payments and primary government expenditures decreasing.

The Pinnacle TIF Fund's balance at December 31, 2020, was \$12,141,630. The increase of \$1,746,056 was mainly due to current year revenues out pacing expenditures.

The SR665/I71 Municipal Improvement TIF Fund's balance at December 31, 2020, was \$130,529. The decrease of \$1,126,808 was mainly due to an increase in intergovernmental payable resulting from a payable to the Franklin County Auditor for Mt. Carmel Health.

The Capital Improvement Fund's balance at December 31, 2020, was \$8,477,651. The decrease of \$4,570,088 is primarily due to the increase in capital outlay resulting from an increase in construction in progress and infrastructure additions.

The Water Fund's net position increased \$2,483,542, mainly due to capital contributions from developers.

The Sewer Fund's net position increased \$937,214, mainly due to capital contributions from developers.

***General Fund Budgeting Highlights***

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of receipts, disbursements, and encumbrances. The City's budget is adopted on a fund, department, personal services and all other objects basis. Original General Fund budgeted revenues and other financing sources were \$34,113,268. The original budgeted appropriations and other financing uses were \$40,720,036. The final budgeted revenues and other financing sources were \$34,126,021. The final budgeted appropriations and other financing uses were \$41,211,507. The City had an increase in Municipal Income Tax revenue because employer withholdings increased. Actual expenditures and other

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financing uses were less than final budgeted expenditures and other financing uses by \$3,789,422 because management made a conservative estimate regarding final appropriations. The City's ending General Fund balance was \$4,735,271 above the final budgeted amount.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets**

Table 3  
Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2019	2020	2019	2020	2019	2020
Land	\$54,999,408	\$59,840,782	\$90,525	\$90,525	\$55,089,933	\$59,931,307
Construction In Progress	2,447,348	6,161,590	0	104,868	2,447,348	6,266,458
Buildings	8,770,047	8,342,835	574,535	557,770	9,344,582	8,900,605
Improvements Other Than Buildings	4,374,038	5,255,388	228,882	219,279	4,602,920	5,474,667
Machinery And Equipment	1,453,409	1,598,842	57,404	49,137	1,510,813	1,647,979
Furniture And Fixtures	581,588	504,930	0	0	581,588	504,930
Vehicles	2,170,894	2,311,801	69,763	388,880	2,240,657	2,700,681
Computer Equipment	556,052	504,984	0	0	556,052	504,984
Infrastructure	151,207,551	148,779,473	54,551,781	57,554,691	205,759,332	206,334,164
<b>Totals</b>	<b>\$226,560,335</b>	<b>\$233,300,625</b>	<b>\$55,572,890</b>	<b>\$58,965,150</b>	<b>\$282,133,225</b>	<b>\$292,265,775</b>

Governmental capital assets had an increase of \$6,740,290 primarily due to construction in progress and land additions. Business-Type capital assets increased \$3,392,260 primarily due to capital contributions from developers.

See Note 11 of the notes to the basic financial statements for more detailed information.

**Debt**

At December 31, 2020, the City of Grove City had \$67,784,941 in debt outstanding for Governmental and Business-Type Activities.



**CITY OF GROVE CITY, OHIO**  
**Management's Discussion And Analysis**  
**For The Year Ended December 31, 2020**  
**(Unaudited)**

Table 4  
Outstanding Debt at Year-end

	Governmental Activities		Business-Type Activities	
	2019	2020	2019	2020
General Obligation Bonds	\$30,645,000	\$29,685,000	\$0	\$0
Premium On Bonds	877,843	835,432	0	0
OPWC Loans Payable	4,012,400	3,957,977	90,612	68,463
TIF Revenue Bonds	22,015,000	20,585,000	0	0
OWDA Loan Payable	0	0	1,993,654	1,847,795
Franklin County Infrastructure Loan	1,788,778	1,574,886	815,381	717,883
Ohio Health Corporation Loan	2,500,000	2,500,000	0	0
Capital Facilities Notes	6,000,000	6,000,000	0	0
Premium On Notes	15,209	12,505	0	0
Total	<u>\$67,854,230</u>	<u>\$65,150,800</u>	<u>\$2,899,647</u>	<u>\$2,634,141</u>

Outstanding governmental debt decreased \$2,703,430 from 2019 primarily due to debt payments made during the year. Business-Type Activities debt decreased \$265,506 from 2019 due to principal payments made during 2020.

All general obligation bond issues will be paid through the Debt Service Fund with property tax revenues. The governmental activities' OPWC loans will be paid through the Debt Service Fund with property tax revenues. The Tax Increment Financing Revenue Bonds will be retired from the Buckeye Center TIF Fund monies received from revenue in lieu of taxes. The Franklin County Infrastructure Loan will be paid through the Debt Service Fund with property tax revenue, the Water Enterprise Fund's revenues, and the Sewer Enterprise Fund's revenues. The Business-Type Activities' OPWC loan will be paid from the Sewer Enterprise Funds' revenues. The OWDA loans will be paid from the Water Enterprise Fund's revenues.

The City's overall legal debt margin was \$121,853,027, with an unvoted debt margin of \$60,543,134 at December 31, 2020.

See Note 15 of the notes to the basic financial statements for more detailed information.

**CONTACTING THE CITY'S FINANCE DEPARTMENT**

This financial report is designed to provide our citizens, taxpayers, creditors, and investors 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 Mike Turner, Director of Finance, City of Grove City, 4035 Broadway, Grove City, Ohio 43123.

## **Basic Financial Statements**

**CITY OF GROVE CITY, OHIO**

*Statement Of Net Position*

*December 31, 2020*

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b><u>Assets:</u></b>			
Equity In Pooled Cash And Cash Equivalents	\$55,256,002	\$1,859,910	\$57,115,912
Cash And Cash Equivalents With Fiscal Agents	200,810	0	200,810
Accrued Interest Receivable	82,267	0	82,267
Accounts Receivable	597,070	172,418	769,488
Municipal Income Taxes Receivable	7,045,284	0	7,045,284
Due From Other Governments	2,042,874	0	2,042,874
Prepaid Items	634,232	0	634,232
Materials And Supplies Inventory	112,496	0	112,496
Other Local Taxes Receivable	232,414	0	232,414
Property Taxes Receivable	3,320,851	0	3,320,851
Revenue In Lieu Of Taxes Receivable	6,505,124	0	6,505,124
Special Assessments Receivable	1,717,232	0	1,717,232
Loans Receivable	267,485	0	267,485
Capital Leases Receivable	7,500,000	0	7,500,000
Net Pension Asset	208,816	6,458	215,274
Land And Construction In Progress	66,002,372	195,393	66,197,765
Depreciable Capital Assets, Net	167,298,253	58,769,757	226,068,010
<i>Total Assets</i>	<u>319,023,582</u>	<u>61,003,936</u>	<u>380,027,518</u>
<b><u>Deferred Outflows Of Resources:</u></b>			
Deferred Charge On Refunding	444,074	0	444,074
Pension	4,545,780	67,409	4,613,189
OPEB	2,969,496	47,148	3,016,644
<i>Total Deferred Outflows Of Resources</i>	<u>7,959,350</u>	<u>114,557</u>	<u>8,073,907</u>
<b><u>Liabilities:</u></b>			
Accounts Payable	786,121	61,523	847,644
Accrued Wages Payable	233,256	5,551	238,807
Contracts Payable	765,792	37,290	803,082
Retainage Payable	238,640	1,851	240,491
Due To Other Governments	5,524,979	5,146	5,530,125
Accrued Interest Payable	305,285	3,819	309,104
Claims Payable	35,308	0	35,308
Unearned Revenue	2,752,941	0	2,752,941
Deposits Held and Due to Others	5,480	0	5,480
Contracts Payable - Land Purchase	1,812,500	0	1,812,500
Long-Term Liabilities:			
Due Within One Year	3,890,845	325,041	4,215,886
Due In More Than One Year:			
Net Pension Liability (See Note 12)	27,911,249	353,867	28,265,116
Net OPEB Liability (See Note 13)	10,504,362	250,188	10,754,550
Other Amounts	65,573,079	2,368,686	67,941,765
<i>Total Liabilities</i>	<u>120,339,837</u>	<u>3,412,962</u>	<u>123,752,799</u>
<b><u>Deferred Inflows Of Resources:</u></b>			
Property Taxes	3,222,544	0	3,222,544
Revenue In Lieu Of Taxes	6,505,124	0	6,505,124
Pension	5,286,427	77,981	5,364,408
OPEB	2,625,130	35,621	2,660,751
<i>Total Deferred Inflows Of Resources</i>	<u>17,639,225</u>	<u>113,602</u>	<u>17,752,827</u>
<b><u>Net Position:</u></b>			
Net Investment In Capital Assets	182,444,965	56,295,624	238,740,589
Restricted For:			
Debt Service	13,638,982	0	13,638,982
Road Maintenance and Repair	3,104,314	0	3,104,314
Police Pension	820,812	0	820,812
Police Programs	240,490	0	240,490
Community Development and Improvements	2,415,610	0	2,415,610
Recreational Activities	647,632	0	647,632
Unrestricted (Deficit)	(14,308,935)	1,296,305	(13,012,630)
<i>Total Net Position</i>	<u>\$189,003,870</u>	<u>\$57,591,929</u>	<u>\$246,595,799</u>

See Accompanying Notes To The Basic Financial Statements

**CITY OF GROVE CITY, OHIO**

*Statement Of Activities*

*For The Year Ended December 31, 2020*

	<i>Expenses</i>	<i>Program Revenues</i>		
		<i>Charges For Services</i>	<i>Operating Grants, Contributions And Interest</i>	<i>Capital Grants, Contributions And Interest</i>
<b><u>Governmental Activities:</u></b>				
Security Of Persons And Property	\$14,756,812	\$241,295	\$166,112	\$0
Public Health				
Primary Government	1,053,207	14,173	673,010	0
Intergovernmental	1,272,158	0	0	0
Leisure Time Activities	2,605,565	1,094,832	1,000	0
Community Development	4,607,023	3,718,233	390,441	281,699
Transportation:				
Primary Government	11,266,538	0	2,845,618	4,552,531
Intergovernmental	1,890,186	0	0	0
General Government:				
Primary Government	19,446,975	555,752	517,697	0
Intergovernmental	5,126,207	0	1,393,660	0
Interest And Fiscal Charges	1,698,803	0	0	0
<i>Total Governmental Activities</i>	<u>63,723,474</u>	<u>5,624,285</u>	<u>5,987,538</u>	<u>4,834,230</u>
<b><u>Business-Type Activities:</u></b>				
Water	1,137,808	602,121	0	2,907,679
Sewer	1,701,675	1,124,541	0	1,633,018
<i>Total Business-Type Activities</i>	<u>2,839,483</u>	<u>1,726,662</u>	<u>0</u>	<u>4,540,697</u>
<i>Total Activities</i>	<u>\$66,562,957</u>	<u>\$7,350,947</u>	<u>\$5,987,538</u>	<u>\$9,374,927</u>

**General Revenues:**

Property Taxes Levied For:  
    General Purposes  
    Police  
    Debt Service  
Revenue In Lieu Of Taxes  
Other Local Taxes  
Municipal Income Taxes Levied For General Purposes  
Grants And Entitlements Not Restricted To Specific Programs  
Interest  
Miscellaneous

*Total General Revenues*

**Transfers**

*Total General Revenues And Transfers*

Change In Net Position

*Net Position At Beginning Of Year*

*Net Position At End Of Year*

See Accompanying Notes To The Basic Financial Statements

<i>Net (Expense) Revenue And Changes In Net Position</i>		
<i>Governmental Activities</i>	<i>Business-Type Activities</i>	<i>Total</i>
(\$14,349,405)	\$0	(\$14,349,405)
(366,024)	0	(366,024)
(1,272,158)	0	(1,272,158)
(1,509,733)	0	(1,509,733)
(216,650)	0	(216,650)
(3,868,389)	0	(3,868,389)
(1,890,186)	0	(1,890,186)
(18,373,526)	0	(18,373,526)
(3,732,547)	0	(3,732,547)
(1,698,803)	0	(1,698,803)
(47,277,421)	0	(47,277,421)
0	2,371,992	2,371,992
0	1,055,884	1,055,884
0	3,427,876	3,427,876
(47,277,421)	3,427,876	(43,849,545)
1,188,087	0	1,188,087
1,096,746	0	1,096,746
913,946	0	913,946
12,415,041	0	12,415,041
1,198,823	0	1,198,823
30,230,936	0	30,230,936
1,924,141	0	1,924,141
867,755	0	867,755
196,486	0	196,486
50,031,961	0	50,031,961
7,120	(7,120)	0
50,039,081	(7,120)	50,031,961
2,761,660	3,420,756	6,182,416
186,242,210	54,171,173	240,413,383
<u>\$189,003,870</u>	<u>\$57,591,929</u>	<u>\$246,595,799</u>

**CITY OF GROVE CITY, OHIO**

**Balance Sheet  
Governmental Funds**

**December 31, 2020**

	<b>General Fund</b>	<b>Police Pension Fund</b>	<b>Buckeye Center TIF Fund</b>	<b>Debt Service Fund</b>
<b><u>Assets:</u></b>				
Equity In Pooled Cash And Cash Equivalents	\$16,684,168	\$829,575	\$2,209,380	\$1,980,788
Cash And Cash Equivalents With Fiscal Agents	0	0	0	0
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	33,317	0	0	0
Receivables:				
Property Taxes	1,233,459	1,138,577	0	948,815
Other Local Taxes	183,696	0	0	0
Revenue In Lieu Of Taxes	0	0	1,155,962	0
Municipal Income Taxes	7,045,284	0	0	0
Accounts	597,070	0	0	0
Special Assessments	0	0	0	1,717,232
Accrued Interest	78,919	0	0	0
Due From Other Governments	355,755	72,496	0	60,413
Materials And Supplies Inventory	12,326	0	0	0
Loans Receivable	267,485	0	0	0
Capital Leases Receivable	0	0	0	4,812,961
Prepaid Items	548,066	0	0	0
<b>Total Assets</b>	<b>\$27,039,545</b>	<b>\$2,040,648</b>	<b>\$3,365,342</b>	<b>\$9,520,209</b>
<b><u>Liabilities:</u></b>				
Accounts Payable	\$683,272	\$0	\$0	\$0
Contracts Payable	0	0	0	0
Accrued Wages Payable	208,959	0	0	0
Retainage Payable	0	0	0	0
Due To Other Governments	152,359	114,964	0	0
Unearned Revenue	0	0	0	0
Deposits Held and Due to Others	5,480	0	0	0
Contracts Payable - Land Purchase	412,500	0	0	0
<b>Total Liabilities</b>	<b>1,462,570</b>	<b>114,964</b>	<b>0</b>	<b>0</b>
<b><u>Deferred Inflows Of Resources:</u></b>				
Property Taxes	1,196,945	1,104,872	0	920,727
Revenue In Lieu Of Taxes	0	0	1,155,962	0
Unavailable Revenue	5,740,442	106,201	0	6,618,694
<b>Total Deferred Inflows Of Resources</b>	<b>6,937,387</b>	<b>1,211,073</b>	<b>1,155,962</b>	<b>7,539,421</b>
<b><u>Fund Balances:</u></b>				
Nonspendable	820,984	0	0	0
Restricted	0	714,611	2,209,380	1,980,788
Committed	0	0	0	0
Assigned	8,538,089	0	0	0
Unassigned	9,280,515	0	0	0
<b>Total Fund Balances</b>	<b>18,639,588</b>	<b>714,611</b>	<b>2,209,380</b>	<b>1,980,788</b>
<b>Total Liabilities, Deferred Inflows Of Resources And Fund Balances</b>	<b>\$27,039,545</b>	<b>\$2,040,648</b>	<b>\$3,365,342</b>	<b>\$9,520,209</b>

<i>SR 665/I 71</i>				
<i>Municipal</i>				
<i>Pinnacle TIF Fund</i>	<i>Improvement TIF Fund</i>	<i>Capital Improvement Fund</i>	<i>Nonmajor Governmental Funds</i>	<i>Total</i>
\$12,499,781	\$5,253,049	\$10,547,329	\$4,512,658	\$54,516,728
0	0	0	200,810	200,810
0	0	0	0	33,317
0	0	0	0	3,320,851
0	0	0	48,718	232,414
3,960,000	573,519	0	815,643	6,505,124
0	0	0	0	7,045,284
0	0	0	0	597,070
0	0	0	0	1,717,232
0	0	0	3,348	82,267
258,501	0	0	1,295,709	2,042,874
0	0	0	100,170	112,496
0	0	0	0	267,485
0	0	0	0	4,812,961
0	0	0	23,119	571,185
<u>\$16,718,282</u>	<u>\$5,826,568</u>	<u>\$10,547,329</u>	<u>\$7,000,175</u>	<u>\$82,058,098</u>
\$0	\$0	\$0	\$102,849	\$786,121
211,911	556	473,428	79,897	765,792
0	0	0	24,297	233,256
30,313	0	196,250	12,077	238,640
115,927	5,121,964	0	19,765	5,524,979
0	0	0	65,902	65,902
0	0	0	0	5,480
0	0	1,400,000	0	1,812,500
<u>358,151</u>	<u>5,122,520</u>	<u>2,069,678</u>	<u>304,787</u>	<u>9,432,670</u>
0	0	0	0	3,222,544
3,960,000	573,519	0	815,643	6,505,124
258,501	0	0	1,091,606	13,815,444
<u>4,218,501</u>	<u>573,519</u>	<u>0</u>	<u>1,907,249</u>	<u>23,543,112</u>
0	0	0	123,289	944,273
12,141,630	130,529	0	2,997,979	20,174,917
0	0	8,477,651	1,666,871	10,144,522
0	0	0	0	8,538,089
0	0	0	0	9,280,515
<u>12,141,630</u>	<u>130,529</u>	<u>8,477,651</u>	<u>4,788,139</u>	<u>49,082,316</u>
<u>\$16,718,282</u>	<u>\$5,826,568</u>	<u>\$10,547,329</u>	<u>\$7,000,175</u>	<u>\$82,058,098</u>



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**CITY OF GROVE CITY, OHIO**

**Reconciliation Of Total Governmental Fund Balances To  
Net Position Of Governmental Activities**

**December 31, 2020**

<b>Total Governmental Fund Balances</b>	<b>\$49,082,316</b>
 <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 funds. These assets consist of:	
Land	59,840,782
Construction In Progress	6,161,590
Other Capital Assets	355,558,838
Accumulated Depreciation	<u>(188,260,585)</u>
Total	233,300,625
The Internal Service Fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the Internal Service Fund are included in governmental activities in the Statement of Net Position.	
	733,696
Other long-term assets are not available to pay for current-period expenditures and therefore are reported as unavailable revenue in the funds:	
Municipal Income Taxes	4,663,007
Delinquent Property Taxes	309,750
Other Local Taxes	87,785
Due From Other Governments	1,572,803
Special Assessments	2,299,079
Interest Receivable	58,706
Lease Receivable	4,812,961
Accounts Receivables	<u>11,353</u>
Total	13,815,444
Deferred Outflows of Resources represent deferred charges on refundings which do not provide current financial resources and therefore are not reported in the funds.	
	444,074
The net pension and net OPEB liabilities (asset) are not due and payable in the current period; therefore, the liabilities (asset) and related deferred inflows/outflows are not reported in governmental funds.	
Net Pension Asset	208,816
Deferred Outflows - Pension	4,545,780
Deferred Outflows - OPEB	2,969,496
Deferred Inflows - Pension	(5,286,427)
Deferred Inflows - OPEB	(2,625,130)
Net Pension Liability	(27,911,249)
Net OPEB Liability	<u>(10,504,362)</u>
Total	(38,603,076)
In the Statement of Activities interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	
	(305,285)
Some liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:	
Premium On Debt Issued	(847,937)
General Obligation Bonds	(29,685,000)
OPWC Loans	(3,957,977)
Revenue Bonds	(20,585,000)
Other Long-term Loans Payable	(10,074,886)
Long-Term Contracts Payable	(1,890,186)
Compensated Absences Payable	<u>(2,422,938)</u>
Total	<u>(69,463,924)</u>
<i>Net Position Of Governmental Activities</i>	<u><u>\$189,003,870</u></u>

**CITY OF GROVE CITY, OHIO**

**Statement Of Revenues, Expenditures And Changes In Fund Balances  
Governmental Funds**

**For The Year Ended December 31, 2020**

	<b>General Fund</b>	<b>Police Pension Fund</b>	<b>Buckeye Center TIF Fund</b>	<b>Debt Service Fund</b>
<b><u>Revenues:</u></b>				
Property Taxes	\$1,178,412	\$1,087,815	\$0	\$906,503
Revenue In Lieu Of Taxes	0	0	3,047,917	0
Municipal Income Taxes	28,354,354	0	0	0
Other Local Taxes	594,398	0	0	0
Intergovernmental	1,318,691	122,779	0	102,317
Charges For Services	2,139,571	0	0	540,636
Licenses And Permits	1,268,689	0	0	0
Fines And Forfeitures	238,541	0	0	0
Special Assessments	0	0	0	103,247
Interest	680,998	0	0	184,806
Rent	0	0	0	115,194
Contributions And Donations	0	0	0	0
Miscellaneous	187,322	0	0	1,517
<b>Total Revenues</b>	<b>35,960,976</b>	<b>1,210,594</b>	<b>3,047,917</b>	<b>1,954,220</b>
<b><u>Expenditures:</u></b>				
Current Operations And Maintenance:				
Security Of Persons And Property	11,519,960	1,227,073	0	0
Public Health				
Primary Government	458,309	0	0	0
Intergovernmental	0	0	0	0
Leisure Time Activities	842,385	0	0	0
Community Development	3,298,101	0	0	0
Transportation	0	0	0	0
General Government:				
Primary Government	10,117,730	0	2,449,759	45,189
Intergovernmental	0	0	0	0
Capital Outlay	2,702,009	0	0	0
Debt Service:				
Principal Retirement	0	0	885,000	7,020,703
Interest And Fiscal Charges	0	0	270,354	765,599
<b>Total Expenditures</b>	<b>28,938,494</b>	<b>1,227,073</b>	<b>3,605,113</b>	<b>7,831,491</b>
Excess Of Revenues Over (Under) Expenditures	7,022,482	(16,479)	(557,196)	(5,877,271)
<b><u>Other Financing Sources (Uses):</u></b>				
Proceeds From Sale Of Capital Assets	76,692	0	0	0
Premium On Debt Issued	0	0	0	50,019
Issuance of Notes	0	0	0	6,000,000
Issuance Of OPWC Loans	0	0	0	0
Transfers - In	200,000	0	0	0
Transfers - Out	(7,138,638)	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>(6,861,946)</b>	<b>0</b>	<b>0</b>	<b>6,050,019</b>
Net Change In Fund Balances	160,536	(16,479)	(557,196)	172,748
Fund Balances At Beginning Of Year	18,479,052	731,090	2,766,576	1,808,040
<b>Fund Balances At End Of Year</b>	<b>\$18,639,588</b>	<b>\$714,611</b>	<b>\$2,209,380</b>	<b>\$1,980,788</b>

See Accompanying Notes To The Basic Financial Statements

<i>SR 665/I 71</i>				
<i>Municipal</i>				
<i>Pinnacle TIF Fund</i>	<i>Improvement TIF Fund</i>	<i>Capital Improvement Fund</i>	<i>Nonmajor Governmental Funds</i>	<i>Total</i>
\$0	\$0	\$0	\$0	\$3,172,730
3,529,214	4,867,828	0	970,082	12,415,041
0	0	0	0	28,354,354
0	0	0	600,916	1,195,314
471,194	0	2,418,499	5,897,877	10,331,357
0	0	0	542,553	3,222,760
0	0	0	903,699	2,172,388
0	0	0	17,320	255,861
0	0	0	0	103,247
0	0	60,736	27,376	953,916
0	0	0	30,873	146,067
0	0	467,270	0	467,270
0	0	0	3,524	192,363
<u>4,000,408</u>	<u>4,867,828</u>	<u>2,946,505</u>	<u>8,994,220</u>	<u>62,982,668</u>
0	0	0	323,352	13,070,385
0	0	0	594,898	1,053,207
0	0	0	1,272,158	1,272,158
0	0	0	999,492	1,841,877
0	0	0	971,349	4,269,450
0	0	0	1,917,645	1,917,645
512,346	166,441	0	679,111	13,970,576
4,243	5,121,964	0	0	5,126,207
1,194,474	131,663	14,293,119	1,166,139	19,487,404
415,000	325,000	0	130,000	8,775,703
128,289	249,568	179,500	169,380	1,762,690
<u>2,254,352</u>	<u>5,994,636</u>	<u>14,472,619</u>	<u>8,223,524</u>	<u>72,547,302</u>
<u>1,746,056</u>	<u>(1,126,808)</u>	<u>(11,526,114)</u>	<u>770,696</u>	<u>(9,564,634)</u>
0	0	0	0	76,692
0	0	0	0	50,019
0	0	0	0	6,000,000
0	0	117,388	0	117,388
0	0	7,038,638	100,000	7,338,638
0	0	(200,000)	0	(7,338,638)
<u>0</u>	<u>0</u>	<u>6,956,026</u>	<u>100,000</u>	<u>6,244,099</u>
1,746,056	(1,126,808)	(4,570,088)	870,696	(3,320,535)
10,395,574	1,257,337	13,047,739	3,917,443	52,402,851
<u>\$12,141,630</u>	<u>\$130,529</u>	<u>\$8,477,651</u>	<u>\$4,788,139</u>	<u>\$49,082,316</u>

**CITY OF GROVE CITY, 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, 2020**

<b>Net Change In Fund Balances - Total Governmental Funds</b>		(\$3,320,535)
 <i>Amounts reported for governmental activities in the Statement of Activities are different because:</i>		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.		
In the current period, these amounts are:		
Capital Asset additions from capital outlay	8,988,748	
Construction in progress additions	6,720,264	
Assets Transferred From Enterprise Activities to Governmental Funds	118,670	
Capital Asset donated by developers	1,786,086	
Depreciation	<u>(10,581,308)</u>	
Excess of Capital Outlay Over Depreciation Expense		7,032,460
 Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the Statement of Activities, a gain or loss is reported for each sale.		
Proceeds From Sale Of Capital Assets	(76,692)	
Loss On Disposal Of Capital Assets	<u>(90,461)</u>	
Total		(167,153)
 Certain Construction in Progress Assets were not classified as Depreciable Assets.		
Abandoned construction in progress		(125,017)
 Payment received subject to direct financing lease:		
Amount recorded as revenue in the Governmental Funds		(115,194)
 Some revenues that will not be collected for several months after the City's year-end are not considered "available" revenues and are therefore recorded as deferred inflows of resources in the governmental funds. Deferred inflows of resources changed by these amounts this year:		
Municipal Income Taxes	1,876,582	
Property Taxes	26,049	
Other Local Taxes	3,509	
Intergovernmental	137,337	
Special Assessments	(103,247)	
Charges for Services	(58,147)	
Fines And Forfeitures	550	
Other	4,123	
Interest	<u>(62,302)</u>	
Total		1,824,454
 Contractually required contributions are reported as expenditures in governmental funds; however, the Statement of Net Position reports these amounts as deferred outflows.		
Pension	2,405,487	
OPEB	<u>41,934</u>	
Total		2,447,421
 The Internal Service Fund is used by management to charge the cost of insurance to individual funds. The net revenue (expense) is reported in the entity-wide Statement of Activities.		
		80,292
 Except for amounts reported as deferred inflows/outflows, changes in the net pension/OPEB liability are reported as pension/OPEB expense in the statement of activities.		
Pension	(4,211,137)	
OPEB	<u>(1,295,473)</u>	
Total		(\$5,506,610)

*(Continued)*

**CITY OF GROVE CITY, OHIO**

***Reconciliation Of The Statement Of Revenues, Expenditures And Changes  
In Fund Balances Of Governmental Funds To The Statement Of Activities  
(Continued)***

***For The Year Ended December 31, 2020***

Repayment of long-term obligations is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. In the current year, these amounts consist of:

General Obligation Bond Payments	\$960,000	
Ohio Public Works Commission Loans Payments	171,811	
Tax Increment Financing Revenue Bonds	1,430,000	
Loan Payments	213,892	
Capital Facilities Notes Payments	6,000,000	
Total		8,775,703

The issuance of long-term debt provides current financial resources to governmental funds, but in the Statement of Net Position, the debt is recorded as a liability.

Capital Facilities Notes	(6,000,000)	
Capital Facilities Notes Premium	(50,019)	
Ohio Public Works Commission Loans	(117,388)	
Total		(6,167,407)

Amortization of bond premiums and the deferred charge on the refunding of debt, as well as accrued interest payable on the bonds are not reported in the funds, but are allocated as expenses over the life of the debt in the Statement of Activities.

Amortization Of Premium On Bonds	42,411	
Amortization Of Premium On Notes	52,723	
Amortization Of Deferred Charge On Refunding	(39,432)	
Net Change In Accrued Interest	8,185	
Total		63,887

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

Increase In Compensated Absences	(170,455)	
Long-term Contracts Payable	(1,890,186)	
Total		(2,060,641)

<i>Change In Net Position Of Governmental Activities</i>		<u><u>\$2,761,660</u></u>
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See Accompanying Notes To The Basic Financial Statements

**CITY OF GROVE CITY, OHIO**

**General Fund**  
**Statement Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>				
Property Taxes	\$1,183,827	\$1,183,827	\$1,178,412	(\$5,415)
Municipal Income Taxes	27,840,276	27,834,149	28,191,455	357,306
Other Local Taxes	834,632	834,632	602,814	(231,818)
Intergovernmental	919,006	925,133	1,321,061	395,928
Charges For Services	864,130	868,923	970,391	101,468
Licenses And Permits	1,154,000	1,154,000	1,268,689	114,689
Fines And Forfeitures	295,000	295,000	239,191	(55,809)
Interest	809,002	809,002	619,135	(189,867)
Miscellaneous	163,395	171,355	218,869	47,514
<b>Total Revenues</b>	<b>34,063,268</b>	<b>34,076,021</b>	<b>34,610,017</b>	<b>533,996</b>
<b><u>Expenditures:</u></b>				
Current Operations And Maintenance:				
Security Of Persons And Property	14,153,915	13,953,099	12,786,167	1,166,932
Public Health	479,410	479,410	465,995	13,415
Leisure Time Activities	1,276,353	1,278,103	932,553	345,550
Community Development	2,828,952	2,827,361	2,496,161	331,200
General Government	12,635,269	12,815,516	11,628,424	1,187,092
Capital Outlay	3,550,125	3,897,896	3,156,170	741,726
<b>Total Expenditures</b>	<b>34,924,024</b>	<b>35,251,385</b>	<b>31,465,470</b>	<b>3,785,915</b>
Excess Of Revenues Over (Under) Expenditures	(860,756)	(1,175,364)	3,144,547	4,319,911
<b><u>Other Financing Sources (Uses):</u></b>				
Proceeds From Sale Of Capital Assets	50,000	50,000	76,692	26,692
Refund Of Prior Year Expenditures	0	0	4,477	4,477
Refund Of Prior Year Receipts	(5,000)	(5,000)	(1,493)	3,507
Advances - In	0	0	180,684	180,684
Transfers - In	0	0	200,000	200,000
Transfers - Out	(5,791,012)	(5,955,122)	(5,955,122)	0
<b>Total Other Financing Sources (Uses)</b>	<b>(5,746,012)</b>	<b>(5,910,122)</b>	<b>(5,494,762)</b>	<b>415,360</b>
Net Change In Fund Balance	(6,606,768)	(7,085,486)	(2,350,215)	4,735,271
Fund Balance At Beginning Of Year	10,500,133	10,500,133	10,500,133	0
Prior Year Encumbrances	3,550,105	3,550,105	3,550,105	0
<b>Fund Balance At End Of Year</b>	<b>\$7,443,470</b>	<b>\$6,964,752</b>	<b>\$11,700,023</b>	<b>\$4,735,271</b>

See Accompanying Notes To The Basic Financial Statements

**CITY OF GROVE CITY, OHIO**

**Police Pension Special Revenue Fund**  
**Statement Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>				
Property Taxes	\$1,092,764	\$1,092,764	\$1,087,815	(\$4,949)
Intergovernmental	122,590	122,590	122,779	189
<i>Total Revenues</i>	1,215,354	1,215,354	1,210,594	(4,760)
<b><u>Expenditures:</u></b>				
Current Operations And Maintenance:				
Security Of Persons And Property	1,575,411	1,575,411	1,363,359	212,052
Net Change In Fund Balance	(360,057)	(360,057)	(152,765)	207,292
Fund Balance At Beginning Of Year	828,863	828,863	828,863	0
<i>Fund Balance At End Of Year</i>	<u>\$468,806</u>	<u>\$468,806</u>	<u>\$676,098</u>	<u>\$207,292</u>

See Accompanying Notes To The Basic Financial Statements

**CITY OF GROVE CITY, OHIO**

**Buckeye Center TIF Special Revenue Fund**  
**Statement Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>				
Revenue In Lieu Of Taxes	3,200,000	3,200,000	3,047,917	(\$152,083)
<b><u>Expenditures:</u></b>				
Current Operations And Maintenance:				
General Government	2,509,700	2,509,700	2,449,759	59,941
Debt Service:				
Principal Retirement	885,000	885,000	885,000	0
Interest and Fiscal Charges	271,100	271,100	270,354	746
Total Debt Service	1,156,100	1,156,100	1,155,354	746
<i>Total Expenditures</i>	3,665,800	3,665,800	3,605,113	60,687
Net Change In Fund Balance	(465,800)	(465,800)	(557,196)	(91,396)
Fund Balance At Beginning Of Year	2,766,576	2,766,576	2,766,576	0
<i>Fund Balance At End Of Year</i>	2,300,776	2,300,776	2,209,380	(\$91,396)

See Accompanying Notes To The Basic Financial Statements



**CITY OF GROVE CITY, OHIO**

**Statement Of Fund Net Position  
Proprietary Funds**

**December 31, 2020**

	<b>Water Fund</b>	<b>Sewer Fund</b>	<b>Total</b>	<b>Governmental Activities Internal Service Fund</b>
<b><u>Assets:</u></b>				
<b><u>Current Assets:</u></b>				
Equity In Pooled Cash And Cash Equivalents	\$737,150	\$1,122,760	\$1,859,910	\$705,957
Accounts Receivable	77,994	94,424	172,418	0
Prepaid Items	0	0	0	63,047
<b>Total Current Assets</b>	<b>815,144</b>	<b>1,217,184</b>	<b>2,032,328</b>	<b>769,004</b>
<b><u>Non-Current Assets:</u></b>				
Net Pension Asset	0	6,458	6,458	0
Land	29,075	61,450	90,525	0
Construction in Progress	0	104,868	104,868	0
Depreciable Capital Assets, Net	30,145,309	28,624,448	58,769,757	0
<b>Total Non-Current Assets</b>	<b>30,174,384</b>	<b>28,797,224</b>	<b>58,971,608</b>	<b>0</b>
<b>Total Assets</b>	<b>30,989,528</b>	<b>30,014,408</b>	<b>61,003,936</b>	<b>769,004</b>
<b><u>Deferred Outflows Of Resources:</u></b>				
Pension	0	67,409	67,409	0
OPEB	0	47,148	47,148	0
<b>Total Deferred Outflows Of Resources</b>	<b>0</b>	<b>114,557</b>	<b>114,557</b>	<b>0</b>
<b><u>Liabilities:</u></b>				
<b><u>Current Liabilities:</u></b>				
Accounts Payable	0	61,523	61,523	0
Accrued Wages Payable	0	5,551	5,551	0
Contracts Payable	1,905	35,385	37,290	0
Compensated Absences Payable	0	29,588	29,588	0
Retainage Payable	1,851	0	1,851	0
Due To Other Governments	0	5,146	5,146	0
Accrued Interest Payable	1,338	2,481	3,819	0
Claims Payable	0	0	0	35,308
OPWC Loans Payable	0	45,300	45,300	0
OWDA Loans Payable	151,422	0	151,422	0
Franklin County Infrastructure Bank Loan Payable	34,584	64,147	98,731	0
<b>Total Current Liabilities</b>	<b>191,100</b>	<b>249,121</b>	<b>440,221</b>	<b>35,308</b>
<b><u>Long-Term Liabilities (Net Of Current Portion):</u></b>				
Compensated Absences Payable	0	29,998	29,998	0
OPWC Loans Payable	0	23,163	23,163	0
OWDA Loans Payable	1,696,373	0	1,696,373	0
Franklin County Infrastructure Bank Loan Payable	216,880	402,272	619,152	0
Net Pension Liability	0	353,867	353,867	0
Net OPEB Liability	0	250,188	250,188	0
<b>Total Long-Term Liabilities</b>	<b>1,913,253</b>	<b>1,059,488</b>	<b>2,972,741</b>	<b>0</b>
<b>Total Liabilities</b>	<b>2,104,353</b>	<b>1,308,609</b>	<b>3,412,962</b>	<b>35,308</b>
<b><u>Deferred Inflows Of Resources:</u></b>				
Pension	0	77,981	77,981	0
OPEB	0	35,621	35,621	0
<b>Total Deferred Inflows Of Resources</b>	<b>0</b>	<b>113,602</b>	<b>113,602</b>	<b>0</b>
<b><u>Net Position:</u></b>				
Net Investment In Capital Assets	28,075,125	28,220,499	56,295,624	0
Unrestricted	810,050	486,255	1,296,305	733,696
<b>Total Net Position</b>	<b>\$28,885,175</b>	<b>\$28,706,754</b>	<b>\$57,591,929</b>	<b>\$733,696</b>

**CITY OF GROVE CITY, OHIO**

**Statement Of Revenues, Expenses And Changes In Fund Net Position  
Proprietary Funds**

**For The Year Ended December 31, 2020**

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Total</u>	<u>Governmental Activities Internal Service Fund</u>
<b><u>Operating Revenues:</u></b>				
Charges For Services	\$434,082	\$522,078	\$956,160	\$250,000
Tap-In Fees	168,039	602,463	770,502	0
<i>Total Operating Revenues</i>	<u>602,121</u>	<u>1,124,541</u>	<u>1,726,662</u>	<u>250,000</u>
<b><u>Operating Expenses:</u></b>				
Personal Services	0	565,003	565,003	0
Contractual Services	187,392	199,171	386,563	84,399
Materials And Supplies	258	0	258	0
Depreciation	873,025	930,002	1,803,027	0
Claims	0	0	0	85,309
<i>Total Operating Expenses</i>	<u>1,060,675</u>	<u>1,694,176</u>	<u>2,754,851</u>	<u>169,708</u>
Operating Income (Loss)	(458,554)	(569,635)	(1,028,189)	80,292
<b><u>Non-Operating Expenses:</u></b>				
Interest And Fiscal Charges	(77,133)	(7,499)	(84,632)	0
Loss on Sale of Capital Assets	0	(118,670)	(118,670)	0
<i>Total Non-Operating Expenses</i>	<u>(77,133)</u>	<u>(126,169)</u>	<u>(203,302)</u>	<u>0</u>
Income (Loss) Before Capital Contributions	<u>(535,687)</u>	<u>(695,804)</u>	<u>(1,231,491)</u>	<u>80,292</u>
Capital Contributions	3,019,229	1,633,018	4,652,247	0
Change In Net Position	2,483,542	937,214	3,420,756	80,292
Net Position At Beginning Of Year	<u>26,401,633</u>	<u>27,769,540</u>	<u>54,171,173</u>	<u>653,404</u>
<i>Net Position At End Of Year</i>	<u>\$28,885,175</u>	<u>\$28,706,754</u>	<u>\$57,591,929</u>	<u>\$733,696</u>

See Accompanying Notes To The Basic Financial Statements

**CITY OF GROVE CITY, OHIO**

**Statement Of Cash Flows  
Proprietary Funds**

**For The Year Ended December 31, 2020**

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Total</u>	<u>Governmental Activities Internal Service Fund</u>
<b><u>Increases (Decreases) In Cash And Cash Equivalents:</u></b>				
Cash Flows From Operating Activities:				
Cash Received From Customers	\$451,127	\$541,325	\$992,452	\$250,000
Cash Payments For Personal Services	0	(488,764)	(488,764)	0
Cash Payments To Suppliers For Goods And Services	(218,419)	(197,160)	(415,579)	(99,110)
Cash Payments For Claims	0	0	0	(81,948)
Other Operating Revenues	0	0	0	0
Tap-In Fees	168,039	602,463	770,502	0
<i>Net Cash Provided By Operating Activities</i>	<u>400,747</u>	<u>457,864</u>	<u>858,611</u>	<u>68,942</u>
Cash Flows From Capital And Related Financing Activities:				
Acquisition Of Capital Assets	0	(626,325)	(626,325)	0
Principal Paid On OPWC Loans	0	(22,149)	(22,149)	0
Principal Paid On OWDA Loans	(145,859)	0	(145,859)	0
Principal Paid On Franklin County Infrastructure Bank Loans	(34,152)	(63,346)	(97,498)	0
Interest And Fiscal Charges Paid On OPWC Loans	0	(1,360)	(1,360)	0
Interest And Fiscal Charges Paid On OWDA Loans	(73,822)	0	(73,822)	0
Interest And Fiscal Charges Paid On Franklin County Infrastructure Bank Loans	<u>(3,492)</u>	<u>(6,476)</u>	<u>(9,968)</u>	<u>0</u>
<i>Net Cash Used For Capital And Related Financing Activities</i>	<u>(257,325)</u>	<u>(719,656)</u>	<u>(976,981)</u>	<u>0</u>
<i>Net Increase (Decrease) In Cash And Cash Equivalents</i>	143,422	(261,792)	(118,370)	68,942
Cash And Cash Equivalents At Beginning Of Year	<u>593,728</u>	<u>1,384,552</u>	<u>1,978,280</u>	<u>637,015</u>
<i>Cash And Cash Equivalents At End Of Year</i>	<u>\$737,150</u>	<u>\$1,122,760</u>	<u>\$1,859,910</u>	<u>\$705,957</u>

*(Continued)*

**CITY OF GROVE CITY, OHIO**

**Statement Of Cash Flows  
Proprietary Funds  
(Continued)**

**For The Year Ended December 31, 2020**

	<u>Water Fund</u>	<u>Sewer Fund</u>	<u>Total</u>	<u>Governmental Activities Internal Service Fund</u>
<b><u>Reconciliation Of Operating Income (Loss) To Net Cash Provided By Operating Activities:</u></b>				
Operating Income (Loss)	(\$458,554)	(\$569,635)	(\$1,028,189)	\$80,292
<b><u>Adjustments To Reconcile Operating Income (Loss) To Net Cash Provided By Operating Activities:</u></b>				
Depreciation	873,025	930,002	1,803,027	0
Increase (Decrease) in Assets:				
Accounts Receivable	17,045	19,247	36,292	0
Prepays	0	0	0	(14,711)
Net Pension Asset	0	(940)	(940)	0
Increase (Decrease) in Liabilities:				
Deferred Outflows of Resources - Pension	0	91,295	91,295	0
Deferred Outflows of Resources - OPEB	0	43,320	43,320	0
Accounts Payable	0	2,017	2,017	0
Contracts Payable	(17,144)	0	(17,144)	0
Accrued Wages Payable	0	(7,098)	(7,098)	0
Compensated Absences Payable	0	10,729	10,729	0
Due To Other Governments	0	286	286	0
Retainage Payable	(13,625)	0	(13,625)	0
Claims Payable	0	0	0	3,361
Net Pension Liability	0	8,017	8,017	0
Net OPEB Liability	0	15,224	15,224	0
Deferred Inflows of Resources - Pension	0	(61,818)	(61,818)	0
Deferred Inflows of Resources - OPEB	0	(22,782)	(22,782)	0
<b>Net Cash Provided By Operating Activities</b>	<b><u>\$400,747</u></b>	<b><u>\$457,864</u></b>	<b><u>\$858,611</u></b>	<b><u>\$68,942</u></b>
<b><u>Noncash Capital Financing Activities:</u></b>				
Assets From Contracts Payable	\$0	\$35,385	\$0	\$0
Service Lines Donated By Developers	2,907,679	1,633,018	4,540,697	0
Donated Asset from Governmental Funds	111,550	0	111,550	0
Transfer Out of Asset	0	(118,670)	(118,670)	0
<b>Total Noncash Capital Financing Activities</b>	<b><u>\$3,019,229</u></b>	<b><u>\$1,514,348</u></b>	<b><u>\$4,422,027</u></b>	<b><u>\$0</u></b>

See Accompanying Notes To The Basic Financial Statements

**CITY OF GROVE CITY, OHIO**

**Statement Of Fiduciary Net Position  
Custodial Funds**

**For The Year Ended December 31, 2020**

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**Assets:**

Equity In Pooled Cash And Cash Equivalents	<u><u>\$614,769</u></u>
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**Liabilities:**

Accounts Payable and Other Liabilities	\$5,963
Due To Other Governments	<u>608,806</u>

<i>Total Liabilities</i>	<u><u>\$614,769</u></u>
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See Accompanying Notes To The Basic Financial Statements

CITY OF GROVE CITY, OHIO

*Statement of Changes in Fiduciary Net Position  
Custodial Funds*

*For The Year Ended December 31, 2020*

	<u>Custodial</u>
<b><u>Additions:</u></b>	
Licenses, Permits, and Fees for Other Governments	\$652,452
Fines and Forfeitures for Other Governments	92,724
Special Assessment Collections for Other Governments	31,157
Income Tax Collections for Other Governments	<u>1,237,999</u>
<i>Total Additions</i>	<u>2,014,332</u>
<b><u>Deductions:</u></b>	
Distributions to the State of Ohio	65,849
Licenses, Permits, and Fees Distributions to Other Governments	652,452
Fines and Forfeitures Distributions to Other Governments	2,919
Special Assessment Distributions for Other Governments	31,157
Income Tax Distributions for Other Governments	1,237,999
Distributions to Individuals	<u>23,956</u>
<i>Total Deductions</i>	<u>2,014,332</u>
<i>Net Position Beginning of Year</i>	<u>0</u>
<i>Net Position End of Year</i>	<u><u>\$0</u></u>

See accompanying notes to the basic financial statements

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

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**NOTE 1 - DESCRIPTION OF THE CITY AND REPORTING ENTITY**

The City of Grove City (the “City”) is a home-rule municipal corporation established under the laws of the State of Ohio that operates under its own Charter. The current Charter, which provides for a Mayor-Council-Administrator form of government, was adopted by the electorate November 4, 1958, became effective July 1, 1959, and was amended December 6, 1962, November 2, 1982, November 5, 1985, and again November 7, 2017.

The legislative powers of the City are vested in a five member City Council, one of whom is elected at-large for a two-year term with the remaining members elected by ward for four-year overlapping terms, two elected each biennium. The Council sets the compensation guidelines for City officials and employees, and enacts ordinances and resolutions relating to City services, tax levies, appropriations, indebtedness, licensing of regulated businesses and trades, and other municipal purposes.

The Mayor is the chief executive officer of the municipal corporation. Elected to a four-year term, the Mayor holds authority to appoint the City Administrator and other Directors, including the Director of Finance and the Director of Law.

The City Administrator holds a full-time professional position as chief administrative officer of the City, responsible for its daily operations.

**THE REPORTING ENTITY**

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds, departments, and activities which are not legally separate from the City. They comprise the City's legal entity, which provides various services including public safety, public service, street maintenance, parks and recreation, senior services, engineering, and general administrative services. The City of Grove City is also responsible for the construction, maintenance, and repairs associated with the water and sewer lines. Council and the Mayor have direct responsibility for these activities. The City of Columbus provides water and sewer treatment services.

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 that are fiscally dependent on the City, in that the City approves the organization's budget, the issuance of its debt, or the levying of its taxes and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the City. The City has no component units.

# **CITY OF GROVE CITY, OHIO**

## **Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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The City is associated with six organizations, four of which are defined as jointly governed organizations and two as shared risk pools. See Notes 19 and 20. These organizations are as follows:

**Jointly Governed Organizations:**

Grove City Area Community Improvement Corporation  
Mid-Ohio Regional Planning Commission  
Regional Income Tax Agency  
Scioto Township Joint Economic Development District

**Shared Risk Pools:**

Central Ohio Risk Management Association Self-Insurance Pool, Inc.  
Central Ohio Health Care Consortium

### **NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the City of Grove 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 more significant of the City's accounting policies are described below.

#### **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.

#### **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 eliminated to avoid "doubling up" revenues and expenditures. The statements distinguish between those activities of the City that are governmental in nature and those that are considered business-type activities.

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 limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business segment is self-financing or draws from the general revenues of the City.



# **CITY OF GROVE CITY, OHIO**

## **Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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### 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.

### 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 utilized by the City: governmental, proprietary, and fiduciary.

### GOVERNMENTAL FUNDS

Governmental funds are those through which most governmental functions of the City are typically 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 purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and deferred outflows of resources, and liabilities and deferred inflows of resources is reported as fund balance.

The following are the City's major governmental funds:

General Fund - This fund accounts for all unassigned 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 and the Charter of the City.

Police Pension Special Revenue Fund - This fund accounts for and reports restricted property taxes levied for the payment of the employer's pension contributions.

Buckeye Center TIF Special Revenue Fund - This fund accounts for and reports the resources that are restricted for payments to other governmental entities per the agreement and payment of principal and interest and fiscal charges on the tax increment financing revenue bonds.

Debt Service Fund - This fund accounts for and reports the resources that are restricted for payment of principal and interest and fiscal charges on general obligation debt.

Pinnacle TIF Debt Service Fund - This fund accounts for and reports the resources that are restricted for payment of principal and interest and fiscal charges on the bonds and payments to other governmental entities per the agreement.

## **CITY OF GROVE CITY, OHIO**

### **Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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SR 665/I71Municipal Improvement TIF Debt Service Fund - The SR 665/I71 Municipal Improvement TIF Fund accounts for and reports restricted resources that are used for payment of principal and interest and fiscal charges on the SR 665 Construction and Improvement Bonds.

Capital Improvement Capital Projects Fund - This fund accounts for and reports various construction and improvement projects within the City. These projects are financed from committed local resources, bond proceeds and federal and State grants, including Ohio Public Works Commission grants and loans.

The nonmajor governmental funds of the City account for grants and other resources whose use is restricted or committed for a particular purpose.

#### **PROPRIETARY FUNDS**

Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. Proprietary funds are classified as enterprise or internal service, the City has two enterprise funds and one internal service fund.

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 following are the City's major enterprise funds:

Water Fund - This fund is used to account for and report the provision of water service to certain residents and businesses within the City.

Sewer Fund - This fund is used to account for and report the provision of sanitary sewer service to the residents and businesses of the City.

Internal Service Fund - The Internal Service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the City on a cost reimbursement basis.

Bureau Of Workers' Compensation Self-Insurance Fund - This fund is used to account for and report a self-insurance program for workers compensation claims.

#### **FIDUCIARY FUNDS**

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds, and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangement that has certain characteristics. The City does not have any trust funds. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. The City has three custodial funds which are used to account for the distribution of mayor's court fines, deposit trust for sewer tap-in fees collected for the City of Columbus, and income tax revenues collected for Scioto Township JEDD.

**CITY OF GROVE CITY, OHIO**

***Notes To The Basic Financial Statements***

***For The Year Ended December 31, 2020***

*(Continued)*

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MEASUREMENT FOCUS

Government-Wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and deferred outflows of resources and 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 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. The governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, all proprietary and fiduciary funds 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. In fiduciary funds, a liability to the beneficiaries of fiduciary activity is recognized when an event has occurred that compels the government to disburse fiduciary resources. Fiduciary fund liabilities other than those to beneficiaries are recognized using the economic resources measurement focus.

For proprietary funds, the Statement of 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 activities.

Fiduciary funds present a statement of changes in fiduciary net position which reports additions to and deductions from custodial funds.

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 and the statements presented for proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred outflows/inflows, and in the presentation of expenses versus expenditures.

# **CITY OF GROVE CITY, OHIO**

## **Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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### 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 year in which the resources are measurable and become available. "Measurable" means the amount of the transaction can be determined and "available" means the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the City, available means expected to be received within 31 days of year-end.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, revenue in lieu of taxes, grants, entitlements, and donations. On an accrual basis, revenue from income tax is recognized in the year in which the income is earned. Revenue from property taxes and revenue in lieu of taxes is recognized in the year for which the taxes are levied (See Note 7 for property taxes and Note 9 for revenue in lieu of taxes). Revenue from grants, entitlements and donations is recognized in the 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 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 a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

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

### 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 period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources include a deferred charge on 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 life of the refunded or refunding debt. The deferred outflows of resources related to pension and OPEB plans 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 as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes, revenue in lieu of taxes, pension, OPEB and unavailable revenue. Property taxes and revenue in lieu of taxes represent amounts for which there is an enforceable legal claim as of December 31, 2020, but which were levied to finance 2021 operations. These amounts have been recorded as a deferred inflow on both the government-wide Statement of Net Position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds Balance Sheet, and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes municipal income taxes, delinquent property taxes, other local taxes, intergovernmental grants, special assessments, interest, charges for services, fines and forfeitures, and

# **CITY OF GROVE CITY, OHIO**

## ***Notes To The Basic Financial Statements***

***For The Year Ended December 31, 2020***

*(Continued)*

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other. 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 found on page 23. 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)

### **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.

### **UNEARNED REVENUE**

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. The City recognizes unearned revenue for intergovernmental revenue received before the eligibility requirements are met.

### **CASH AND CASH EQUIVALENTS**

To improve cash management, cash received by the City is pooled. Individual fund integrity is maintained through the City's records. Interest in the pool is presented as "Equity In Pooled Cash And Cash Equivalents" on the financial statements. The City has permissive motor vehicle license money, which is held by the Franklin County Engineer as agent and distributed to the City for approved street projects. The balance in this account is presented on the Balance Sheet as "Cash And Cash Equivalents With Fiscal Agents".

During the year, investments were limited to STAROhio, Money Market Mutual Funds, Negotiable Certificates of Deposit, Federal Farm Credit Bank Bonds, Federal Home Loan Bank Bonds, Federal Home Loan Mortgage Corporation Bonds, Federal Home Loan Mortgage Corporation Notes, Federal National Mortgage Association Bonds, Federal National Mortgage Association Notes, and Municipal Bonds. Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices.

During 2020, the City invested in STAR Ohio. STAR Ohio (the State Treasury Asset Reserve of Ohio), is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, *Certain External Investment Pools and Pool Participants*. The City measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

For 2020, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, twenty-four hours advance notice is appreciated for

# **CITY OF GROVE CITY, OHIO**

## **Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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deposits and withdrawals of \$100 million or more. STAR Ohio reserves the right to limit the transactions to \$100 million per day, requiring the excess amount to be transacted the following business day(s), but only to the \$100 million limit. All accounts of the participant will be combined for these purposes.

Interest income and gains or losses on investments are distributed to the funds according to Ohio constitutional and statutory requirements. Interest revenue and gains or losses on investments credited to the General Fund during 2020 amounted to \$680,998, which includes \$471,587 assigned from other funds. Investments with an original maturity of three months or less at the time of purchase and investments of the cash management pool are reported as cash equivalents on the financial statements.

### **MATERIALS AND SUPPLIES INVENTORY**

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventory consists of expendable supplies held for consumption.

### **PREPAID ITEMS**

Payments made to vendors for services that will benefit periods beyond December 31, 2020, 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.

### **CAPITAL ASSETS**

General capital assets are capital assets that are associated with governmental activities. These assets generally result from expenditures in governmental funds. These 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 used by the enterprise funds are reported in both the Business-Type Activities column of the government-wide Statement of Net Position and in the respective funds.

Capital assets are capitalized at cost (or estimated historical cost which is determined by indexing the current replacement cost back to the year of acquisition) and updated for additions and deletions during the year. Donated capital assets are recorded at their acquisition values on the date received. The City maintains a capitalization threshold of \$5,000. Improvements are capitalized; 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 expensed.

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 replacements. In the case of the initial capitalization of general infrastructure assets, the City chose to include all infrastructure items regardless of their acquisition date.

Depreciation is computed using the straight-line method over the following useful lives:

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

(Continued)

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<u>Description</u>	<u>Governmental And Business-Type Activities Estimated Lives</u>
Buildings	50 years
Improvements Other Than Buildings	10 - 20 years
Machinery And Equipment	10 - 20 years
Furniture And Fixtures	10 - 20 years
Vehicles	3 -10 years
Computer Equipment	3 -10 years
Infrastructure	15 - 50 years

The City's infrastructure consists of curbs and gutters, sidewalks, streets, street lights, storm sewer lines, traffic signals, other infrastructure, water lines and sewer lines.

**COMPENSATED ABSENCES**

Vacation benefits and compensatory time 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 and compensatory time when earned for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those that the City has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at year-end, taking into consideration any limits specified in the City's termination policy. The City records a liability for accumulated unused sick leave for employees and administrators after three years of service or an accumulation of more than 360 hours of sick leave.

**ACCRUED LIABILITIES AND LONG-TERM OBLIGATIONS**

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements. All payables, accrued liabilities, and long-term obligations payable from the proprietary funds are reported on the proprietary funds' 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. The contracts payable – land purchase liability is reported as a fund liability as it represents a claim against current financial resources of the City. However, claims, and compensated absences that will be paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Long-term loans, notes and bonds are recognized as liabilities on the governmental fund financial statements when due. 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.

# **CITY OF GROVE CITY, OHIO**

## **Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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### PENSIONS/OTHER POSTEMPLOYMENT BENEFITS (OPEB)

For purposes of measuring the net pension/OPEB asset/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.

### 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:

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 prepaid items and material and supplies inventory that are not expected to be converted to cash. It also includes the long-term portion of loans receivable.

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. Those 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 are 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.



**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

(Continued)

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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 the City Council or a City official delegated that authority by City Charter or ordinance or by State statute. State statute authorizes the finance director to assign fund balance for purchases on order provided such amounts have been lawfully appropriated. All remaining assigned amounts in the General Fund were established by City Council.

The Finance Director assigned fund balance to cover a gap between estimated revenue and appropriations in the 2021 appropriated budget.

Unassigned - Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit fund balance.

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

**NET POSITION**

Net position represents the difference between all other elements in a statement of financial position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. A portion of certain governmental long-term liabilities is not related to governmental activities because, although the entire debt is being paid from governmental activities, part of the proceeds were used to purchase assets used in the business-type activities. The unrelated portion of these liabilities is included in the calculation of unrestricted net position. Net position is reported as restricted when there are limitations imposed on its use either through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

**BUDGETS AND BUDGETARY ACCOUNTING**

All funds, except custodial funds, are legally required to be budgeted and appropriated. For reporting purposes, various custodial funds, utilized for internal control purposes, have been combined with the general fund. These custodial funds are not required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The 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 appropriation ordinance 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

# **CITY OF GROVE CITY, OHIO**

## ***Notes To The Basic Financial Statements***

***For The Year Ended December 31, 2020***

*(Continued)*

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control has been established by Council at the fund, department, personal services and all other objects level for all funds.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Finance Director. 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 set forth in the financial statements as final budgeted amounts represent estimates from the amended certificate in effect at the time final appropriations were passed by Council.

The appropriation ordinance 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 ordinance for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the revised budgeted amounts represent the final appropriation amounts passed by Council during the year, including all supplemental appropriations.

### **INTERNAL ACTIVITY**

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

Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Payments for interfund services provided and used are not eliminated.

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

### **BOND PREMIUM**

On the government-wide financial statements, bond premiums are deferred and amortized over the term of the bonds using the straight-line (bonds outstanding) method, which approximates the effective interest method. Bond premiums are presented as additions to the face amount of bonds payable.

On the governmental fund financial statements, bond premiums are recognized in the period when the debt is issued.

Under Ohio law, premiums on the original issuance of debt are to be deposited to the bond retirement fund to be used for debt retirement and are precluded from being applied to the project fund. Ohio law does allow premiums on refunding debt to be used as part of the payment to the bond escrow agent.

# **CITY OF GROVE CITY, OHIO**

## **Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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### **DEFERRED CHARGE ON REFUNDING**

On the government-wide financial statements, the difference between the reacquisition price (funds required to refund the old debt) and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This deferred amount is amortized over the life of the old or new debt, whichever is shorter, using the effective interest method and is presented as deferred outflows of resources on the Statement of Net Position.

### **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 are charges for services for sewer and water utility services and the self-insurance program. Operating expenses are the necessary costs incurred to provide the service that is the primary activity of the fund. Revenues and expenses that do not meet these definitions are reported as non-operating.

### **CONTRIBUTIONS OF CAPITAL**

Contributions of capital arise from outside contributions of capital assets and grants, or outside contributions of resources restricted to capital acquisition and construction or transfers of governmental capital assets financed by governmental funds to enterprise funds.

### **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.

### **NOTE 3 – CHANGE IN ACCOUNTING PRINCIPLES**

For 2020, the City implemented the Governmental Accounting Standard Board's (GASB) Statement No. 83, Certain Asset Retirement Obligations. GASB Statement 83 addresses accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. The City had no assets that required an ARO; therefore, the implementation of GASB Statement No. 83 had no effect on the City's net position.

### **NOTE 4 - 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), 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 Balance - Budget and Actual (Non-GAAP Budgetary Basis) is presented for the General Fund, the Police Pension, and Buckeye Center TIF Special Revenue Funds 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 that:

- (a) Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

- (b) Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
- (c) Encumbrances are treated as expenditures (budget basis) rather than restricted, committed, or assigned fund balance (GAAP basis).
- (d) Investments are reported at fair value (GAAP basis) rather than at cost (budget basis).
- (e) Unrecorded cash represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statements.
- (f) Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).
- (g) Budgetary revenues and expenditures of the Deposit Trust Fund – Developer is classified to the General Fund for GAAP Reporting.

The adjustments necessary to convert the results of operations for the year on the GAAP basis to the budget basis for the General Fund and the Police Pension and Buckeye Center TIF Special Revenue Funds are as follows:

	<i>General Fund</i>	<i>Police Pension Fund</i>	<i>Buckeye Center TIF Fund</i>
GAAP Basis	\$160,536	(\$16,479)	(\$557,196)
<i>Increases (Decreases) Due To:</i>			
Revenue Accruals	(115,188)	0	0
Expenditure Accruals	738,119	(136,286)	0
Encumbrances Outstanding			
At Year-End (Budget Basis)	(4,364,415)	0	0
Change In Fair Value Of Investments - 2019	32,485	0	0
Unrecorded Cash - 2019	65,982	0	0
Change In Fair Value Of Investments - 2020	(149,096)	0	0
Unrecorded Cash - 2020	(17,455)	0	0
Advances	180,684	0	0
Excess of expenditures over revenues for			
Deposit Trust Fund - Developer	1,118,133	0	0
Budget Basis	(\$2,350,215)	(\$152,765)	(\$557,196)

**NOTE 5 - DEPOSITS AND INVESTMENTS**

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

## **CITY OF GROVE CITY, OHIO**

### **Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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Active deposits are public monies determined to be necessary to meet current demands upon the City treasury. Active 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 Council has identified as not required for use within the current five 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 can be deposited or invested in the following securities:

1. United States Treasury bills, bonds notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
4. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
5. Bonds and other obligations of the State of Ohio, and, with certain limitations including a requirement for maturity within ten years from the date of settlement, bonds and other obligations of political subdivisions of the State of Ohio, if training requirements have been met;
6. The State Treasurer's investment pool (STAR Ohio);

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

(Continued)

7. Certain bankers' acceptances (for a period not to exceed one hundred eighty days) and commercial paper notes (for a period not to exceed two hundred seventy days) in an amount not to exceed 40 percent of the interim monies available for investment at any one time if training requirements have been met; and
8. Written repurchase agreements in the securities described in (1) or (2) provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and the term of the agreement must not exceed thirty days.

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.

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

**INVESTMENTS**

Investments are reported at fair value. As of December 31, 2020, the City had the following investments:

<u>Measurement/Investment</u>	<u>Measurement Amount</u>	<u>Maturity</u>	<u>S&amp;P Moody's Ratings</u>	<u>Percent of Total Investments</u>
Net Asset Value Per Share:				
STAROhio	\$23,471,144	Less than one year	AAAm	42.36%
Fair Value - Level One Inputs:				
Money Market Mutual Funds	601,033	Less than one year	AAAm	N/A
Fair Value - Level Two Inputs:				
Negotiable Certificates of Deposit	1,713,152	Less than three years	N/A	N/A
Federal Farm Credit Bank Bonds	9,618,438	Less than five years	Aaa	17.36%
Federal Home Loan Bank Bonds	3,262,944	Less than four years	Aaa	5.89%
Federal Home Loan Mortgage Corp. Bonds	1,761,100	Less than three years	Aaa	N/A
Federal Home Loan Mortgage Corp. Notes	8,272,984	Less than five years	Aaa	14.93%
Federal National Mortgage Association Bonds	1,283,919	Less than four years	Aaa	N/A
Federal National Mortgage Association Notes	2,898,141	Less than five years	Aaa	5.23%
Municipal Bonds	2,526,636	Less than one year	N/A	N/A
Total Fair Value - Level Two Inputs	<u>31,337,314</u>			
Totals	<u>\$55,409,491</u>			

# **CITY OF GROVE CITY, OHIO**

## **Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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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 chart identifies the City's recurring fair value measurements as of December 31, 2020. The money market mutual fund is measured at fair value and is valued using quoted market prices (Level 1 inputs). The City's remaining 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**

As a means of limiting its exposure to fair value losses caused by rising interest rates, the City's investment policy requires that, to the extent possible, investments will match anticipated cash flow requirements. No investment shall be made unless the Finance Director, at the time of making the investment, reasonably expects it can be held to its maturity. Unless matched to a specific obligation or debt of the City, the City will not directly invest in securities maturing more than five years from the date of investment.

### **CUSTODIAL CREDIT RISK**

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The investments listed in the table above, with the exception of STAROhio, are exposed to custodial credit risk in that they are uninsured, unregistered, and held by the counterparty's trust department or agent but not in the City's name. The City has no policy for custodial credit risk beyond the requirements of State statute.

### **CREDIT RISK**

Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service. The City's investment policy limits investments to those authorized by State statute which restricts investments to those that are highly rated or issued by United States Government sponsored enterprises. See the table above for the investment ratings.

### **CONCENTRATION OF CREDIT RISK**

The City's Investment Policy places no limit on the amount the Finance Director may invest with in one issuer. The City places a limit on the amount it may invest in any one financial institution. The aggregate investments with any one financial institution will at no time exceed 25 percent of the investment portfolio and funds invested in STAROhio or any financial institution in which the City is using as its primary bank for active deposits shall not exceed 40 percent of the investment portfolio. The percentage that each investment represents of total investments is listed in the above table.

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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**NOTE 6 - MUNICIPAL INCOME TAX**

The City levies and collects an income tax of two percent on all income earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of 100 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 to the City at least quarterly. Corporations and other individual taxpayers are also required to pay their estimated tax at least quarterly and file a final return annually. The Regional Income Tax Agency administers and collects income taxes for the City. Payments are remitted monthly net of collection fees of approximately 3.00 percent. The City is responsible for the administration, collection and enforcement of the JEDD income tax on behalf of the JEDD per the Income Tax Agreement. (See Note 19)

**NOTE 7 - PROPERTY TAX**

Property taxes include amounts levied against all real and public utility property located in the City. Property tax revenue received during 2020 for real and public utility property taxes represents collections of 2019 taxes.

2020 real property taxes were levied after October 1, 2020, on the assessed value as of January 1, 2020, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2020 real property taxes are collected in and intended to finance 2021.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, 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 tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2020 public utility property taxes which became a lien December 31, 2019, are levied after October 1, 2020, and are collected in 2021 with real property taxes.

The full tax rate for all City operations for the year ended December 31, 2020, was \$3.50 per \$1,000 of assessed value. The assessed values of real property and public utility tangible property upon which 2020 property tax receipts were based are as follows:

<u>Category</u>	<u>Assessed Value</u>
Real Property	
Residential/Agricultural	\$852,187,940
Commercial/Industrial/Public Utility	345,561,550
Public Utility Personal	28,448,370
Total Property Taxes	<u><u>\$1,226,197,860</u></u>



**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and public utility property taxes and outstanding delinquencies which were measurable as of December 31, 2020, and for which there was an enforceable legal claim. In the governmental funds, the portion of the receivable not levied to finance 2020 operations is offset to deferred inflows of resources – property taxes. On the accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on the modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

**NOTE 8 – TAX ABATEMENTS**

As of December 31, 2020, the City provides tax abatements through three programs: The Community Reinvestment Area (CRA) Tax Abatements, Tax Increment Financing (TIF), and Tax Incentive Agreements. The City's Tax Increment Financings and Tax Incentive agreements did not meet the requirements for GASB 77.

**COMMUNITY REINVESTMENT AREA (CRA)**

Pursuant to Ohio Revised Code Chapter 5709, the City established four Community Reinvestment Area's to provide property tax abatements to encourage housing maintenance and economic and community development in areas that have not enjoyed reinvestment by remodeling or new construction. Abatements are obtained by the property owner filing an application with the City. There is a 100 percent exemption on the improvements for a period of 10 years for remodeling and 15 years for new construction. The amount of taxes abated for 2020 was \$227,607.

**NOTE 9 - RECEIVABLES**

Receivables at December 31, 2020, consisted of property taxes, other local taxes, revenue in lieu of taxes, municipal income taxes, accounts, special assessments, interest on investments, due from other governments arising from grants, entitlements or shared revenues, loans, and capital leases. All receivables are considered fully collectible and will be received within one year with the exception of property taxes, revenue in lieu of taxes, income taxes, special assessments, loans, and capital leases. Water and sewer charges receivable which, if delinquent, may be certified and collected as a special assessment, are subject to foreclosure for nonpayment. Property taxes and income taxes, although ultimately collectible, include some portion of delinquents that will not be collected within one year. Special assessments expected to be collected in more than one year for the City amount to \$1,717,232. The City had \$2,223 in delinquent special assessments at December 31, 2020. Revenue in lieu of taxes will be received over the designated period established by the agreements.

Loans receivable represent low-interest loans to stimulate new economic development by creating and/or expanding investment and employment in the Grove City Town Center. Loans will bear interest at a minimum rate of three percent. The loans are to be repaid over a period of five to 20 years. \$40,210 of the \$267,485 is expected to be received within the next year.

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

A summary of the principal items of due from other governments follows:

	<u>Amount</u>
<u>Governmental Activities:</u>	
Local Government	\$269,180
Cigarette Tax	1,143
JAG Internet Crimes Against Children Grant	776
Franklin Soil & Water Conservation	2,000
Bulletproof Vest Grant	4,122
Homestead And Rollback	520,004
Gasoline Tax	999,144
Motor Vehicle License Tax	119,651
Permissive Motor Vehicle License Tax	126,854
Total Due From Other Governments	<u><u>\$2,042,874</u></u>

REVENUE IN LIEU OF TAXES

In 2002, the City entered into the Buckeye Center Tax Increment Financing Agreement between the City and Stringtown Partners North, Stringtown Partners South, and Lucas State Street Stringtown Limited, for the purpose of constructing the Parkway Center North and South retail center. To encourage these improvements, the companies and home owners were granted a 100 percent, 30 year exemption from paying any property taxes on the new construction; however, revenue in lieu of taxes are paid to the City in an amount equal to the real property taxes that otherwise would have been due in that year. These payments are being used to finance public infrastructure improvements. Additional payments are made to the South-Western City School District since they are impacted by the exemption.

In 2004, the City entered into the Pinnacle Tax Increment Financing Agreement between the City and Pinnacle Development Company, Ltd., and M/I Homes of Central Ohio for the purpose of constructing a golf course community consisting of a golf course, single-family homes and attached and detached residential condominiums. To encourage these improvements, the companies and home owners were granted a 100 percent, 30 year exemption from paying any property taxes on the new construction; however, revenue in lieu of taxes are paid to the City in an amount equal to the real property taxes that otherwise would have been due in that year. These payments are being used to finance public infrastructure improvements. Per the tax increment financing agreement, service payments are made to the South-Western City School District directly from Franklin County. Jackson Township will be reimbursed through capital assets additions purchased by the City.

In 2006, the City entered into the Rockford Homes Tax Increment Financing Agreement between the City and Rockford Home Builders for the purpose of constructing single-family homes. In the agreement, the developer agreed to pay for the infrastructure cost and will be reimbursed by the City from the Rockford TIF Special Revenue Fund. Per the tax increment financing agreement, service payments are made to the South-Western City School District directly from Franklin County.

## **CITY OF GROVE CITY, OHIO**

### **Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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In 2007, the City created the SR665/I71 Municipal Public Improvement Tax Increment Financing District for the continued commercial development of the SR665/I71 corridor of the City. This agreement is for 30 years and allows 100 percent exemption on improvements in the TIF district; however, revenue in lieu of taxes are paid to the City in an amount equal to the real property taxes that otherwise would have been due in that year. These payments are being used to finance public infrastructure improvements. Per the tax increment financing agreement, service payments are made to the South-Western City School District directly from Franklin County. A separate agreement was signed with Jackson Township; however, depending upon where the infrastructure improvements are made and location of the parcel in the TIF district depends upon how much the Township is to be reimbursed.

In 2015, the City created the Lumberyard Tax Increment Financing District for the Lumberyard redevelopment, construction of a multifamily housing complex, and all related site improvements. This agreement is for 30 years and allows 100 percent exemption on improvements in the TIF district; however, revenue in lieu of taxes are paid to the City in an amount equal to the real property taxes that otherwise would have been due in that year.

In 2017, the City entered into the East Stringtown Road Municipal Public Improvement Tax Increment Financing Agreement between the City and Ohio Health Corporation for the purpose of developing a +/- 80,000 square foot medical center and +/- 40,000 square foot medical office building. In the agreement, the developer agreed to make a contribution in the amount of \$2,500,000 to the City to assist the City in paying for costs of the Stringtown Road Improvements. The City agreed to reimburse Ohio Health for that contribution, plus interest, solely from tax increment financing service payments generated from the Property. The developer will also make a monetary contribution of \$440,000 to the City to assist the City in paying for the cost of utility extensions of public water and sewer mains. Per the tax increment financing agreement, service payments are made to the South-Western City School District directly from Franklin County.

#### **NOTE 10 – LEASE RECEIVABLE**

During June 2015, the City entered into a lease/purchase agreement with Southwest Public Libraries (the “Library”) for the construction of a new facility. The City agreed to construct the new facility and lease it to the Library for a period not to exceed 30 years. At the end of the lease term, the Library will receive title to the facility. The City is reporting this lease as a direct financing lease. The lease term commenced with the issuance of the occupancy permit in October 2016. The terms of the lease include \$9,000,000 in annual lease payments and \$2,000,000 in up-front payments for the new facility. At December 31, 2016, the up-front payments were received. In association with the lease commencement, the City was to receive the old Library as consideration of the new facility. During 2017, the City received the old library.

The entity-wide statements include the gross investment in the lease as the lease receivable. The difference between the initial gross investment in the lease and the carrying amount of the property subject to the lease of \$2,687,039 is recorded as unearned revenue and is being amortized using the interest method. Governmental funds do not report amortization; therefore, the unearned portion is not included in the receivable reported in the governmental funds. The fund financial statements report a receivable for the present value of the future minimum lease payments of \$4,812,961.

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

At December 31, 2020, the City's total cost associated with the asset is \$17,451,238. The City does not anticipate any amounts being uncollectible. During 2020, the Library paid the City \$300,000 in association with the lease agreement, \$115,194 principal and \$184,806 in interest. The outstanding lease receivable at December 31, 2020, is \$7,500,000. A schedule of the future minimum lease payments are as follows:

<u>Year Ending December 31</u>	<u>Present Value of Minimum Lease Payment</u>	<u>Interest</u>	<u>Minimum Lease Payment</u>
2021	\$119,514	\$180,486	\$300,000
2022	123,996	176,004	300,000
2023	128,646	171,354	300,000
2024	133,470	166,530	300,000
2025	138,475	161,525	300,000
2026-2030	774,272	725,728	1,500,000
2031-2035	930,753	569,247	1,500,000
2036-2040	1,118,858	381,142	1,500,000
2041-2045	1,344,977	155,023	1,500,000
Total	<u>\$4,812,961</u>	<u>\$2,687,039</u>	<u>\$7,500,000</u>

**NOTE 11 - CAPITAL ASSETS**

Capital assets activity for the year ended December 31, 2020, was as follows:

	<u>Balance At 12/31/2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance At 12/31/2020</u>
<u>Governmental Activities</u>				
Capital Assets, Not Being Depreciated:				
Land	\$54,999,408	\$4,841,374	\$0	\$59,840,782
Construction In Progress	2,447,348	6,720,264	(3,006,022)	6,161,590
Total Capital Assets, Not Being Depreciated	<u>57,446,756</u>	<u>11,561,638</u>	<u>(3,006,022)</u>	<u>66,002,372</u>
Depreciable Capital Assets:				
Buildings	13,785,069	0	0	13,785,069
Improvements Other Than Buildings	8,594,589	1,255,273	0	9,849,862
Machinery And Equipment	5,144,204	504,190	(71,640)	5,576,754
Furniture And Fixtures	932,828	0	0	932,828
Vehicles	4,511,832	588,177	(300,609)	4,799,400
Computer Equipment	2,771,038	80,719	0	2,851,757
Infrastructure:				
Curbs And Gutters	28,166,640	821,000	0	28,987,640
Sidewalks	12,779,536	463,288	0	13,242,824
Streets	197,049,930	4,459,909	(682,185)	200,827,654
Storm Sewer Lines	37,895,328	706,022	0	38,601,350
Other Infrastructure	36,049,143	54,557	0	36,103,700
Total Depreciable Capital Assets	<u>347,680,137</u>	<u>8,933,135</u>	<u>(1,054,434)</u>	<u>355,558,838</u>
Total Capital Assets At Historical Cost	<u>\$405,126,893</u>	<u>\$20,494,773</u>	<u>(\$4,060,456)</u>	<u>\$421,561,210</u>

*(Continued)*

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

	<i>Balance At</i> <i>12/31/2019</i>	<i>Additions</i>	<i>Deletions</i>	<i>Balance At</i> <i>12/31/2020</i>
Less Accumulated Depreciation:				
Buildings	(\$5,015,022)	(\$427,212)	\$0	(\$5,442,234)
Improvements Other Than Buildings	(4,220,551)	(373,923)	0	(4,594,474)
Machinery and Equipment	(3,690,795)	(309,206)	22,089	(3,977,912)
Furniture and Fixtures	(351,240)	(76,658)	0	(427,898)
Vehicles	(2,340,938)	(389,370)	242,709	(2,487,599)
Computer Equipment	(2,214,986)	(131,787)	0	(2,346,773)
Infrastructure:				
Curbs And Gutters	(21,918,031)	(1,049,296)	0	(22,967,327)
Sidewalks	(8,309,430)	(612,023)	0	(8,921,453)
Streets	(109,948,307)	(5,413,208)	622,483	(114,739,032)
Storm Sewer Lines	(12,636,607)	(753,781)	0	(13,390,388)
Other Infrastructure	(7,920,651)	(1,044,844)	0	(8,965,495)
Total Accumulated Depreciation	<u>(178,566,558)</u>	<u>(10,581,308) *</u>	<u>887,281</u>	<u>(188,260,585)</u>
Depreciable Capital Assets, Net	<u>169,113,579</u>	<u>(1,648,173)</u>	<u>(167,153)</u>	<u>167,298,253</u>
Governmental Activities Capital Assets, Net	<u>\$226,560,335</u>	<u>\$9,913,465</u>	<u>(\$3,173,175)</u>	<u>\$233,300,625</u>

For the year ended December 31, 2020:

- Additions to the Governmental capital assets being depreciated include \$1,786,086 in assets donated by developers.
- \$125,017 of the construction in progress deletions were not capitalized.
- The City's Sewer Enterprise Fund transferred \$118,670 in assets to Governmental funds.
- The City's Governmental funds transferred assets to the Water Enterprise Fund in the amount of \$111,550.

\*Depreciation expense was charged to governmental programs as follows:

Security Of Persons And Property	\$316,173
Leisure Time Activities	482,549
Community Development	20,640
Transportation	5,661,318
General Government	4,100,628
Total Depreciation Expense	<u>\$10,581,308</u>

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

	<i>Balance At 12/31/2019</i>	<i>Additions</i>	<i>Deletions</i>	<i>Balance At 12/31/2020</i>
<b><u>Business-Type Activities</u></b>				
Capital Assets, Not Being Depreciated:				
Land	\$90,525	\$0	\$0	\$90,525
Construction In Progress	0	104,868	0	104,868
<b>Total Capital Assets, Not Being Depreciated</b>	<b>90,525</b>	<b>104,868</b>	<b>0</b>	<b>195,393</b>
Depreciable Capital Assets:				
Buildings	868,211	0	0	868,211
Improvements Other Than Buildings	850,318	0	0	850,318
Machinery And Equipment	211,726	0	0	211,726
Vehicles	141,016	356,912	(28,272)	469,656
Infrastructure:				
Water Lines	41,322,031	3,019,229	0	44,341,260
Sewer Lines	44,745,861	1,714,278	0	46,460,139
Other Infrastructure	222,466	0	0	222,466
<b>Total Depreciable Capital Assets</b>	<b>88,361,629</b>	<b>5,090,419</b>	<b>(28,272)</b>	<b>93,423,776</b>
Less Accumulated Depreciation:				
Buildings	(293,676)	(16,765)	0	(310,441)
Improvements Other Than Buildings	(621,436)	(9,603)	0	(631,039)
Machinery And Equipment	(154,322)	(8,267)	0	(162,589)
Vehicles	(71,253)	(37,795)	28,272	(80,776)
Infrastructure:				
Water Lines	(14,325,119)	(842,931)	0	(15,168,050)
Sewer Lines	(17,406,143)	(883,217)	0	(18,289,360)
Other Infrastructure	(7,315)	(4,449)	0	(11,764)
<b>Total Accumulated Depreciation</b>	<b>(32,879,264)</b>	<b>(1,803,027)</b>	<b>28,272</b>	<b>(34,654,019)</b>
<b>Depreciable Capital Assets, Net</b>	<b>55,482,365</b>	<b>3,287,392</b>	<b>0</b>	<b>58,769,757</b>
<b>Business-Type Activities Capital Assets, Net</b>	<b>\$55,572,890</b>	<b>\$3,392,260</b>	<b>\$0</b>	<b>\$58,965,150</b>

- Additions to Business-Type capital assets being depreciated include \$4,540,697 in assets donated by developers, \$2,907,679 in the Water Fund and \$1,633,018 in the Sewer Fund.
- The City's Sewer Enterprise Fund transferred \$118,670 in assets to Governmental funds.
- The City's Governmental funds transferred assets to the Water Enterprise Fund in the amount of \$111,550.

**NOTE 12 - DEFINED BENEFIT PENSION PLANS**

The Statewide retirement systems provide both pension benefits and other postemployment benefits (OPEB).

**NET PENSION LIABILITY (ASSET)/NET OPEB LIABILITY**

The net pension liability (asset) and the net OPEB liability (asset) reported on the statement of net position represent liabilities to employees for pensions and OPEB, respectively. Pensions/OPEB are a component

## **CITY OF GROVE CITY, OHIO**

### **Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. Pensions/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 pensions is a present obligation because it was created as a result of employment exchanges that already have occurred.

The net pension/OPEB liability (asset) represent the City's proportionate share of each pension/OPEB plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension/OPEB plan's fiduciary net position. The net pension/OPEB liability (asset) 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 pensions are financed; however, the City does receive the benefit of employees' services in exchange for compensation including pension and OPEB.

GASB 68/75 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires funding to come from these employers. All pension contributions to date have come solely from these employers (which also includes pension costs paid in the form of withholdings from employees). The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits. In addition, health care plan enrollees pay a portion of the health care costs in the form of a monthly premium. State statute requires the retirement systems to amortize unfunded pension liabilities within 30 years. If the pension amortization period exceeds 30 years, each retirement system's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension/OPEB liability (asset). Resulting adjustments to the net pension/OPEB liability (asset) would be effective when the changes are legally enforceable. The Ohio Revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients.

The proportionate share of each plan's unfunded benefits is presented as a *net pension/OPEB asset* or a long-term *net pension/OPEB liability* on the accrual basis of accounting. Any liability for the contractually-required pension/OPEB contribution outstanding at the end of the year is included in *intergovernmental payable* on both the accrual and modified accrual bases of accounting. The remainder of this note includes the required pension disclosures. See Note 13 for the required OPEB disclosures.

#### **PLAN DESCRIPTION – OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)**

Plan Description - City employees, other than full-time police, participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional pension plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan and the combined plan is a combination cost-sharing, multiple-employer defined benefit/defined contribution pension plan. Participating employers are divided into state, local, law enforcement and public safety divisions. While members in the state and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the traditional plan.

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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

Senate Bill (SB) 343 was enacted into law with an effective date of January 7, 2013. In the legislation, members in the traditional and combined plans 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 and combined plans as per the reduced benefits adopted by SB 343 (see OPERS Comprehensive Annual Financial Report referenced above for additional information, including requirements for reduced and unreduced benefits):

<b>Group A</b>	<b>Group B</b>	<b>Group C</b>
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
<b>State and Local</b>	<b>State and Local</b>	<b>State and Local</b>
<b>Age and Service Requirements:</b> Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	<b>Age and Service Requirements:</b> Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	<b>Age and Service Requirements:</b> Age 57 with 25 years of service credit or Age 62 with 5 years of service credit
<b>Traditional Plan Formula:</b> 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	<b>Traditional Plan Formula:</b> 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	<b>Traditional Plan Formula:</b> 2.2% of FAS multiplied by years of service for the first 35 years and 2.5% for service years in excess of 35
<b>Combined Plan Formula:</b> 1% of FAS multiplied by years of service for the first 30 years and 1.25% for service years in excess of 30	<b>Combined Plan Formula:</b> 1% of FAS multiplied by years of service for the first 30 years and 1.25% for service years in excess of 30	<b>Combined Plan Formula:</b> 1% of FAS multiplied by years of service for the first 35 years and 1.25% for service years in excess of 35

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

Members who retire before meeting the age and years of service credit requirement for unreduced benefits receive a percentage reduction in the benefit amount. The initial amount of a member's pension benefit is vested upon receipt of the initial benefit payment for calculation of an annual cost-of-living adjustment.

When a traditional plan benefit recipient has received benefits for 12 months, current law provides for an annual cost of living adjustment (COLA). This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. Members retiring under the combined plan receive a cost-of-living adjustment on the defined benefit portion of their pension benefit. For those who retired prior to January 7, 2013, the cost of living adjustment is 3 percent. For those retiring subsequent to January 7, 2013, beginning in calendar year 2019, current law provides that the COLA will be based on the average percentage increase in the Consumer Price Index, capped at 3 percent.



**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

(Continued)

Defined contribution plan benefits are established in the plan documents, which may be amended by the Board. Member-directed plan and combined plan members who have met the retirement eligibility requirements may apply for retirement benefits. The amount available for defined contribution benefits in the combined plan consists of the member's contributions plus or minus the investment gains or losses resulting from the member's investment selections. Combined plan members wishing to receive benefits must meet the requirements for both the defined benefit and defined contribution plans. Member-directed participants must have attained the age of 55, have money on deposit in the defined contribution plan and have terminated public service to apply for retirement benefits. The amount available for defined contribution benefits in the member-directed plan consists of the members' contributions, vested employer contributions and investment gains or losses resulting from the members' investment selections. Employer contributions and associated investment earnings vest over a five-year period, at a rate of 20 percent each year. At retirement, members may select one of several distribution options for payment of the vested balance in their individual OPERS accounts. Options include the annuitization of the benefit (which includes joint and survivor options), partial lump-sum payments (subject to limitations), a rollover of the vested account balance to another financial institution, receipt of entire account balance, net of taxes withheld, or a combination of these options.

Beginning in 2022, the Combined Plan will be consolidated under the Traditional Pension Plan (defined benefit plan) and the Combined Plan option will no longer be available for new hires beginning in 2022.

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

	<u>State and Local</u>
<b>2020 Statutory Maximum Contribution Rates</b>	
Employer	14.0 %
Employee *	10.0 %
<b>2020 Actual Contribution Rates</b>	
Employer:	
Pension **	14.0 %
Post-employment Health Care Benefits **	<u>0.0</u>
Total Employer	<u>14.0 %</u>
Employee	<u>10.0 %</u>

\* Member contributions within the combined plan are not used to fund the defined benefit retirement allowance.

\*\* These pension and employer health care rates are for the traditional and combined plans. The employer contributions rate for the member-directed plan is allocated 4 percent for health care with the remainder going to pension.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll.

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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For 2020, the City's contractually required contribution was \$1,131,980 for the traditional plan, \$48,617 for the combined plan and \$22,596 for the member-directed plan. Of these amounts, \$101,859 is reported as a due from other government payable for the traditional plan, \$4,375 for the combined plan, and \$2,034 for the member-directed plan.

PLAN DESCRIPTION – OHIO POLICE & FIRE PENSION FUND (OP&F)

Plan Description – City full-time police 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](http://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 after July 1, 2013, the minimum retirement age is 48 for normal service retirement with at least 25 years of service credit.

The annual pension benefit for normal service retirement is equal to a percentage of the allowable average annual salary. The percentage equals 2.5 percent for each of the first 20 years of service credit, 2.0 percent for each of the next five years of service credit and 1.5 percent for each year of service credit in excess of 25 years. The maximum pension of 72 percent of the allowable average annual salary is paid after 33 years of service credit (see OP&F Comprehensive Annual Financial Report referenced above for additional information, including requirements for Deferred Retirement Option Plan provisions and reduced and unreduced benefits).

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, surviving beneficiaries, and statutory survivors. Members participating in the DROP program have separate eligibility requirements related to COLA.

Members retiring under normal service retirement, with less than 15 years of service credit on July 1, 2013, will receive a COLA equal to either three percent or the percent increase, if any, in the consumer price index over the 12 month period ending on September 30<sup>th</sup> 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 3 percent of their base pension or disability benefit.

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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

	<u>Police</u>
<b>2020 Statutory Maximum Contribution Rates</b>	
Employer	19.50%
Employee	12.25%
<b>2020 Actual Contribution Rates</b>	
Employer:	
Pension	19.00%
Post-employment Health Care Benefits	<u>0.50</u>
Total Employer	<u>19.50%</u>
Employee	<u>12.25%</u>

Employer contribution rates are expressed as a percentage of covered payroll. The City’s contractually required contribution to OP&F was \$1,260,308 for 2020. Of this amount, \$112,016 is reported as due to other governments.

**PENSION LIABILITIES, PENSION EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO PENSIONS**

The net pension liability (asset) for OPERS was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. OP&F’s total pension liability was measured as of December 31, 2019, and was determined by rolling forward the total pension liability as of January 1, 2019, to December 31, 2019. The City’s proportion of the net pension liability (asset) 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 of the City’s defined benefit pension plans:

	<u>Traditional Plan</u>	<u>Combined Plan</u>	<u>OP&amp;F</u>	<u>Total</u>
Proportion of the Net Pension Liability/Asset:				
Current Measurement Date	0.05967700%	0.10323800%	0.24448110%	
Prior Measurement Date	<u>0.05774100%</u>	<u>0.11790700%</u>	<u>0.25516400%</u>	
Change in Proportionate Share	<u>0.00193600%</u>	<u>(0.01466900)%</u>	<u>(0.01068290)%</u>	
Proportionate Share of the:				
Net Pension Liability	\$11,795,563	\$0	\$16,469,553	\$28,265,116
Net Pension Asset	0	(215,274)	0	(215,274)
 Pension Expense	 2,375,657	 23,418	 1,884,034	 4,283,109

2020 pension expense for the member-directed defined contribution plan was \$31,635. The aggregate pension expense for all pension plans was \$4,314,744 for 2020.

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

At December 31, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	OPERS Traditional Plan	OPERS Combined Plan	OP&F	Total
Deferred Outflows of Resources				
Differences between expected and actual experience	\$0	\$0	\$623,425	\$623,425
Changes of assumptions	630,021	22,197	404,285	1,056,503
Changes in proportion and differences between City contributions and proportionate share of contributions	399,164	14,982	78,210	492,356
City contributions subsequent to the measurement date	<u>1,131,980</u>	<u>48,617</u>	<u>1,260,308</u>	<u>2,440,905</u>
Total Deferred Outflows of Resources	<u>\$2,161,165</u>	<u>\$85,796</u>	<u>\$2,366,228</u>	<u>\$4,613,189</u>
Deferred Inflows of Resources				
Differences between expected and actual experience	\$149,138	\$50,540	\$849,401	\$1,049,079
Net difference between projected and actual earnings on pension plan investments	2,352,950	27,922	795,612	3,176,484
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>0</u>	<u>18,847</u>	<u>1,119,998</u>	<u>1,138,845</u>
Total Deferred Inflows of Resources	<u>\$2,502,088</u>	<u>\$97,309</u>	<u>\$2,765,011</u>	<u>\$5,364,408</u>

\$2,440,905 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 or increase to the net pension asset in 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	OPERS Traditional Plan	OPERS Combined Plan	OP&F	Total
Year Ending December 31:				
2021	\$32,758	(\$14,574)	(\$407,748)	(\$389,564)
2022	(668,820)	(14,052)	(289,580)	(972,452)
2023	97,435	(6,265)	43,019	134,189
2024	(934,276)	(16,489)	(881,863)	(1,832,628)
2025	0	(3,774)	(122,919)	(126,693)
Thereafter	<u>0</u>	<u>(4,976)</u>	<u>0</u>	<u>(4,976)</u>
Total	<u>(\$1,472,903)</u>	<u>(\$60,130)</u>	<u>(\$1,659,091)</u>	<u>(\$3,192,124)</u>

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

(Continued)

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, 2019, using the following actuarial assumptions applied to all 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, 2019, are presented below.

	<u>OPERS Traditional Plan</u>	<u>OPERS Combined Plan</u>
Wage Inflation	3.25 percent	3.25 percent
Future Salary Increases, including inflation	3.25 to 10.75 percent including wage inflation	3.25 to 8.25 percent including wage inflation
COLA or Ad Hoc COLA:		
Pre-January 7, 2013 Retirees	3 percent, simple	3 percent, simple
Post-January 7, 2013 Retirees	1.4 percent, simple through 2020, then 2.15 percent, simple	1.4 percent, simple through 2020, then 2.15 percent, simple
Investment Rate of Return	7.2 percent	7.2 percent
Actuarial Cost Method	Individual Entry Age	Individual Entry Age

In October 2019, the OPERS Board adopted a change in COLA for Post-January 7, 2013 retirees, changing it from 3 percent simple through 2018 then 2.15 simple to 1.4 percent simple through 2020 the 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 tables.

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

During 2019, 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 for the Traditional Pension Plan, the defined benefit component of the Combined Plan

# CITY OF GROVE CITY, OHIO

## Notes To The Basic Financial Statements

For The Year Ended December 31, 2020

(Continued)

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 17.2 percent for 2019.

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The 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. Best estimates of arithmetic real rates of return were provided by the Board's investment consultant. For each major asset class that is included in the Defined Benefit portfolio's target asset allocation as of December 31, 2019, these best estimates are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)</u>
Fixed Income	25.00%	1.83%
Domestic Equities	19.00	5.75
Real Estate	10.00	5.20
Private Equity	12.00	10.70
International Equities	21.00	7.66
Other investments	13.00	4.98
Total	<u>100.00%</u>	<u>5.61%</u>

### DISCOUNT RATE

The discount rate used to measure the total pension liability was 7.2 percent for the traditional plan and the combined plan. 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 for the traditional pension plan, combined plan and member-directed plan 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 (ASSET) TO CHANGES IN THE DISCOUNT RATE

The following table presents the City's proportionate share of the net pension liability (asset) calculated using the current period discount rate assumption of 7.2 percent, as well as what the City's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one-percentage-point lower (6.2 percent) or one-percentage-point higher (8.2 percent) than the current rate:

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

	1% Decrease <u>(6.20%)</u>	Discount Rate <u>(7.20%)</u>	1% Increase <u>(8.20%)</u>
<b>City's proportionate share of the net pension liability (asset)</b>			
OPERS Traditional Plan	\$19,454,702	\$11,795,563	\$4,910,224
OPERS Combined Plan	(130,080)	(215,274)	(276,678)

**ACTUARIAL ASSUMPTIONS – OP&F**

OP&F's total pension liability as of December 31, 2019, is based on the results of an actuarial valuation date of January 1, 2019, 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 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. Assumptions considered were: withdrawal rates, disability retirement, service retirement, DROP elections, mortality, percent married and forms of the payment, DROP interest rate, CPI-based COLA, investment returns, salary increases and payroll growth.

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, prepared as of January 1, 2019, are presented below.

Valuation Date	January 1, 2019, with actuarial liabilities rolled forward to December 31, 2019
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.0 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	3.25 percent per annum, compounded annually, consisting of Inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent
Cost of Living Adjustments	3.00 percent simple; 2.2 percent simple for increases based on the lesser of the increase in CPI and 3 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>
67 or less	77%
68-77	105
78 and up	115

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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>
59 or less	35%
60-69	60
70-79	75
80 and up	100

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

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 geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2019, are summarized below:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash and Cash Equivalents	0.00 %	1.00 %
Domestic Equity	16.00	5.40
Non-US Equity	16.00	5.80
Private Markets	8.00	8.00
Core Fixed Income *	23.00	2.70
High Yield Fixed Income	7.00	4.70
Private Credit	5.00	5.50
U.S. Inflation Linked Bonds*	17.00	2.50
Master Limited Partnerships	8.00	6.60
Real Assets	8.00	7.40
Private Real Estate	12.00	6.40
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 their relationship between asset classes and economic environments. From the notional portfolio perspective above, the Total Portfolio may be levered up to 1.2 times due to the application of leverage in certain fixed income asset classes.



**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

(Continued)

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

SENSITIVITY OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY TO CHANGES IN THE DISCOUNT RATE

Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 8.00 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	\$22,826,228	\$16,469,553	\$11,152,825

**NOTE 13 – DEFINED BENEFIT OPEB PLANS**

See Note 12 for a description of the net OPEB liability.

PLAN DESCRIPTION - OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

Plan Description - The Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: the traditional pension plan, a cost-sharing, multiple-employer defined benefit pension plan; the member-directed plan, a defined contribution plan; and the combined plan, a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care trust, which funds multiple 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 with a minimum age of 60, or generally 30 years of qualifying service at any age. Health care coverage for

# **CITY OF GROVE CITY, OHIO**

## **Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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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' Comprehensive Annual Financial Report 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 allowing 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. Beginning in 2018, OPERS no longer allocated a portion of its employer contributions to health care for the traditional plan and the combined plan

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2020, state and local employers contributed at a rate of 14.0 percent of earnable. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

Each year, the OPERS Board determines the portion of the employer contribution rate that will be set aside to fund health care plans. For 2020, OPERS did not allocate any employer contribution to health care for members in the Traditional Pension Plan and Combined Plan. 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 2020 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 \$9,039 for 2020. Of this amount, \$813 is reported as a due to other governments.

### **PLAN DESCRIPTION - OHIO POLICE AND FIRE PENSION FUND (OP&F)**

Plan Description – The City contributes to the Ohio Police and Fire Pension Fund (OP&F) sponsored healthcare program, a cost-sharing, multiple-employer defined post-employment health care 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. On January 1, 2019, OP&F implemented a new model for health care. Under this new model, OP&F provides eligible retirees with a fixed stipend earmarked to pay for health care and Medicare Part B reimbursements.

A retiree is eligible for the OP&F health care stipend unless they have access to any other group coverage including employer and retirement coverage. The eligibility of spouses and dependent children could

# **CITY OF GROVE CITY, OHIO**

## **Notes To The Basic Financial Statements**

### **For The Year Ended December 31, 2020**

*(Continued)*

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increase the stipend amount. If the spouse or dependents have access to any other group coverage including employer or retirement coverage, they are not eligible for stipend support from OP&F. Even if an OP&F member or their dependents are not eligible for a stipend, they can use the services of the third-party administrator to select and enroll in a plan. The stipend provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in Governmental 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](http://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 for police and employer units. The Ohio Revised Code states that the employer contribution may not exceed 19.5 percent of covered payroll for police employer units. Active members do not make contributions to the OPEB Plan.

The Board of Trustees is authorized to allocate a portion of the total employer contributions for retiree health care benefits. For 2020, 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.

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 \$33,166 for 2020. Of this amount, \$2,948 is reported as a due to other governments.

#### **OPEB LIABILITIES, OPEB EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED 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, 2018, rolled forward to the measurement date of December 31, 2019, 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, 2019, and was determined by rolling forward the total OPEB liability as of January 1, 2019, to December 31, 2019. 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:

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

	<u>OPERS</u>	<u>OP&amp;F</u>	
Proportion of the Net OPEB Liability:			
Current Measurement Date	0.06037700%	0.24481100%	
Prior Measurement Date	<u>0.05877600%</u>	<u>0.25516400%</u>	
Change in Proportionate Share	<u>0.00160100%</u>	<u>(0.01068290)%</u>	
			<u>Total</u>
Proportionate Share of the Net OPEB Liability	\$8,339,632	\$2,414,918	\$10,754,550
OPEB Expense	\$1,201,095	\$130,411	\$1,331,506

At December 31, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>OPERS</u>	<u>OP&amp;F</u>	<u>Total</u>
Deferred Outflows of Resources			
Differences between expected and actual experience	\$224	\$0	\$224
Changes of assumptions	1,320,075	1,411,855	2,731,930
Changes in proportion and differences between City contributions and proportionate share of contributions	242,285	0	242,285
City contributions subsequent to the measurement date	<u>9,039</u>	<u>33,166</u>	<u>42,205</u>
Total Deferred Outflows of Resources	<u>\$1,571,623</u>	<u>\$1,445,021</u>	<u>\$3,016,644</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$762,697	\$259,701	\$1,022,398
Changes of assumptions	0	514,655	514,655
Net difference between projected and actual earnings on OPEB plan investments	424,652	111,126	535,778
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>0</u>	<u>587,920</u>	<u>587,920</u>
Total Deferred Inflows of Resources	<u>\$1,187,349</u>	<u>\$1,473,402</u>	<u>\$2,660,751</u>

\$42,205 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 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

	<u>OPERS</u>	<u>OP&amp;F</u>	<u>Total</u>
Year Ending December 31:			
2021	\$403,403	(\$21,820)	\$381,583
2022	152,951	(21,820)	131,131
2023	338	975	1,313
2024	(181,457)	(34,962)	(216,419)
2025	0	(16,723)	(16,723)
Thereafter	0	32,803	32,803
Total	<u>\$375,235</u>	<u>(\$61,547)</u>	<u>\$313,688</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 health care costs 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 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, 2018, rolled forward to the measurement date of December 31, 2019. 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:

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	3.16 percent
Prior Measurement date	3.96 percent
Investment Rate of Return	6.00 percent
Municipal Bond Rate:	
Current measurement date	2.75 percent
Prior Measurement date	3.71 percent
Health Care Cost Trend Rate:	
Current measurement date	10.0 percent, initial 3.50 percent, ultimate in 2030
Prior Measurement date	7.25 percent, initial 3.25 percent, ultimate in 2029
Actuarial Cost Method	Individual Entry Age Normal

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

# CITY OF GROVE CITY, OHIO

## Notes To The Basic Financial Statements

### For The Year Ended December 31, 2020

(Continued)

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.

During 2019, 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, if any contribution are made into the plans, the contributions are assumed to be received continuously throughout the year based on the actual payroll payable at the time contributions are made. 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 was 19.7 percent for 2019.

The allocation of investment assets within 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 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. For each major asset class that is included in the Health Care's portfolio's target asset allocation as of December 31, 2019, these best estimates are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)</u>
Fixed Income	36.00%	1.53%
Domestic Equities	21.00	5.75
Real Estate Investment Trust	6.00	5.69
International Equities	23.00	7.66
Other investments	14.00	4.90
Total	<u>100.00%</u>	<u>4.55%</u>

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

(Continued)

DISCOUNT RATE

A single discount rate of 3.16 percent was used to measure the OPEB liability on the measurement date of December 31, 2019. A single discount rate of 3.96 percent was used to measure the OPEB liability on the measurement date of December 31, 2018. 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 6.00 percent and a municipal bond rate of 2.75 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 3.16 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 (2.16 percent) or one-percentage-point higher (4.16 percent) than the current rate:

	1% Decrease (2.16%)	Current Discount Rate (3.16%)	1% Increase (4.16%)
City's proportionate share of the net OPEB liability	\$10,913,747	\$8,339,632	\$6,278,604

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.

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

(Continued)

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 2020 is 10.50 percent. If this trend continues for future years, the projection indicates that years 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 3.50 percent in the most recent valuation.

	Current Health Care Cost Trend Rate		
	1% Decrease	Assumption	1% Increase
City's proportionate share of the net OPEB liability	\$8,039,537	\$8,339,632	\$8,582,591

**CHANGES BETWEEN MEASUREMENT DATE AND REPORTING DATE**

On January 15, 2020, the Board approved several changes to the health care plan offered to Medicare and pre-Medicare retirees in efforts to decrease costs and increase the solvency of the health care plan. These changes are effective January 1, 2022, and include changes to base allowances and eligibility for Medicare retirees, as well as replacing OPERS-sponsored medical plans for pre-Medicare retirees with monthly allowances, similar to the program for Medicare retirees. These changes are not reflected in the current year financial statements but are expected to decrease the associated OPEB liability.

**ACTUARIAL ASSUMPTIONS – OP&F**

OP&F's total OPEB liability as of December 31, 2019, is based on the results of an actuarial valuation date of January 1, 2019, 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 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.

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.



**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

(Continued)

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

Valuation Date	January 1, 2019, with actuarial liabilities rolled forward to December 31, 2019
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.0 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	3.25 percent
Single discount rate:	
Current measurement date	3.56 percent
Prior measurement date	4.66 percent
Cost of Living Adjustments	3.00 percent simple; 2.2 percent simple for increased based on the lesser of the increase in CPI and 3 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>
67 or less	77%
68-77	105
78 and up	115

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>
59 or less	35%
60-69	60
70-79	75
80 and up	100

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

The OP&F health care plan follows the same asset allocation and long-term expected real rate of return for each major asset class as the pension plan, see Note 12.

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

(Continued)

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DISCOUNT RATE

For 2019, the total OPEB liability was calculated using the discount rate of 3.56 percent. For 2018, the total OPEB liability was calculated using the discount rate of 4.66 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 of 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 2.75 percent at December 31, 2019 and 4.13 percent at December 31, 2018, was blended with the long-term rate of 8 percent, which resulted in a blended discount rate of 3.56 percent for 2019 and 4.66 percent for 2018. The municipal bond rate was determined using the Bond Buyers General Obligation 20-year Municipal Bond Index Rate. The OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments until 2034. The long-term expected rate of return on health care investments was applied to projected costs through 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

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 3.56 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 (2.56 percent), or one percentage point higher (4.56 percent) than the current rate.

	1% Decrease (2.56%)	Current Discount Rate (3.56%)	1% Increase (4.56%)
City's proportionate share of the net OPEB liability	\$2,994,343	\$2,414,918	\$1,933,457

SENSITIVITY OF THE CITY'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY TO CHANGES IN THE HEALTH CARE COST TREND RATE

The total OPEB liability is based on a medical benefit that is a flat dollar amount; therefore, it is unaffected by a health care cost trend rate. An increase or decrease in the trend rate would have no effect on the total OPEB liability.

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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**NOTE 14 - EMPLOYEE BENEFITS**

**COMPENSATED ABSENCES**

Vacation leave is earned at rates which vary depending upon length of service and are credited to the employees on a bi-weekly basis. Current policy allows the unused balance to be accrued at levels which depend upon years of service. 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 80 hours worked and can be accumulated without limit. Each employee with the City is paid at one-half of the portion that exceeds 360 hours of the employees' earned unused sick leave upon termination from the City or the full balance may be transferred to another governmental agency. In the event that an employee dies as the result of injuries sustained on the job, his or her estate will be paid the total allowable amount of all earned unused sick leave.

**HEALTH CARE BENEFITS**

The City provides health care benefits through the Central Ohio Health Care Consortium (the "Pool"), a shared risk pool that provides basic hospital, surgical and prescription drug coverage. See Note 20 for further information.

**DEFERRED COMPENSATION**

City employees may participate in the Ohio Public Employees Deferred Compensation Plan. This plan was created in accordance with Internal Revenue Code Section 457. Participation is on a voluntary payroll deduction basis. The plan permits deferral of compensation until future years. According to the plan, the deferred compensation is not available until termination, retirement, death, or an unforeseeable emergency.

**NOTE 15 - OUTSTANDING DEBT AND OTHER LONG-TERM OBLIGATIONS**

**BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS**

Bonded debt and other long-term obligations payable activity for the year ended December 31, 2020, was as follows:

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

<u>Types / Issues</u>	<u>Balance 12/31/19</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance 12/31/20</u>	<u>Due Within One Year</u>
<b>Business-Type Activities</b>					
<u>Ohio Public Works Commission</u>					
<u>(OPWC) Loans from</u>					
<u>Direct Borrowing</u>					
1999 - 3.00% Marsh Run Gravity Sewer \$703,276	\$90,612	\$0	\$22,149	\$68,463	\$45,300
<u>Ohio Water Development</u>					
<u>Authority (OWDA) Loans</u>					
<u>from Direct Borrowing</u>					
2010 - 3.89% Big Run/Fryer Park Water Storage Tank \$2,600,000	1,538,665	0	114,518	1,424,147	119,016
2011 - 3.37% Haughn Road Water Main \$671,338	454,989	0	31,341	423,648	32,406
Total OWDA Loans from Direct Borrowing	<u>1,993,654</u>	<u>0</u>	<u>145,859</u>	<u>1,847,795</u>	<u>151,422</u>
<u>Other Long-Term Obligations</u>					
Franklin County Infrastructure					
Bank Loan from Direct					
Borrowing \$911,663 1.26%	815,381	0	97,498	717,883	98,731
Compensated Absences	48,857	44,129	33,400	59,586	29,588
Total Other Long-term Obligations	<u>864,238</u>	<u>44,129</u>	<u>130,898</u>	<u>777,469</u>	<u>128,319</u>
<u>Net Pension Liability</u>					
OPERS	474,424	0	120,557	353,867	0
<u>Net OPEB Liability</u>					
OPERS	229,889	20,299	0	250,188	0
Total Business-Type Activities	<u>\$3,652,817</u>	<u>\$64,428</u>	<u>\$419,463</u>	<u>\$3,297,782</u>	<u>\$325,041</u>

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

<i>Types / Issues</i>	<i>Balance 12/31/19</i>	<i>Issued</i>	<i>Retired</i>	<i>Balance 12/31/20</i>	<i>Due Within One Year</i>
<b>Governmental Activities</b>					
<b>General Obligation Bonds</b>					
2012 - 2.75% Various Purpose Refunding Term Bonds from Direct Borrowing \$1,395,000	\$725,000	\$0	\$95,000	\$630,000	\$100,000
2015 - Library Construction Bonds Serial/Term Bonds 1.5% - 4.0% \$14,000,000	12,775,000	0	325,000	12,450,000	325,000
Premium On Bonds	186,683	0	7,467	179,216	0
2017 - Capital Facilities Bonds Term Bonds 2.42% \$4,550,000	4,365,000	0	210,000	4,155,000	215,000
2019 - Capital Facilities Bonds Term Bonds 2.213% \$5,000,000	5,000,000	0	5,000	4,995,000	5,000
Premium On Bonds	123,453	0	6,199	117,254	0
2019 - Various Purpose Bonds Serial/Term Bonds 2.0% - 5.0% \$2,400,000	2,400,000	0	80,000	2,320,000	85,000
Premium On Bonds	146,753	0	7,431	139,322	0
2019 - Refunding Bonds Serial Bonds 2.0% - 5.0% \$5,380,000	5,380,000	0	245,000	5,135,000	255,000
Premium On Bonds	420,954	0	21,314	399,640	0
<b>Total General Obligation Bonds Payable</b>	<b>\$31,522,843</b>	<b>\$0</b>	<b>\$1,002,411</b>	<b>\$30,520,432</b>	<b>\$985,000</b>

*(Continued)*

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

<u>Types / Issues</u>	<u>Balance 12/31/19</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance 12/31/20</u>	<u>Due Within One Year</u>
<u>Ohio Public Works Commission</u>					
<u>(OPWC) Loans</u>					
<u>from Direct Borrowing</u>					
1999 - 0.00% Broadway \$409,887	\$10,254	\$0	\$10,254	\$0	\$0
2000 - 0.00% Hoover Road/ Old Stringtown To Sonora Drive \$745,578	55,917	0	18,639	37,278	37,278
2004 - 0.00% Hoover Road/ Milligan Road To Orders Road \$720,000	196,842	0	17,895	178,947	35,789
2005 - 0.00% Demorest Road/ Big Run Road \$543,017	176,479	0	13,575	162,904	27,151
2005 - 0.00% Stringtown Road/ Interstate 71 To McDowell Road \$1,235,678	301,620	0	20,108	281,512	40,216
2008 - 0.00% Old Stringtown Road Reconstruction \$678,014	322,053	0	16,950	305,103	33,901
2009 - 0.00% Grove City Road Reconstruction \$390,000	234,000	0	7,800	226,200	15,600
2013 - Holton/Hoover Interchange Improvements \$180,632	139,704	0	3,676	136,028	7,353
2013 - Stringtown Road Reconstruction Phase II \$2,494,789	1,940,389	0	46,200	1,894,189	92,400
2017 - 0.00% Gantz Road Impovement \$557,689	635,142	0	16,714	618,428	33,429
2020 - 0.00% Southwest Blvd Impovement \$117,388	0	117,388	0	117,388	0
Total OPWC Loans	<u>\$4,012,400</u>	<u>\$117,388</u>	<u>\$171,811</u>	<u>\$3,957,977</u>	<u>\$323,117</u>

*(Continued)*

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

<i>Types / Issues</i>	<i>Balance 12/31/19</i>	<i>Issued</i>	<i>Retired</i>	<i>Balance 12/31/20</i>	<i>Due Within One Year</i>
<b><u>Tax Increment Financing</u></b>					
<b><u>Revenue Bonds</u></b>					
2015 - 1.3%-4.5%					
Special Obligation Nontax					
Revenue Bonds					
Serial/Term Bonds - 1.3%-4.5 %					
\$4,760,000	\$4,385,000	\$0	\$130,000	\$4,255,000	\$135,000
<b><u>Direct Placements</u></b>					
2016 - 2.27% Pinnacle TIF					
Revenue Bonds					
\$6,865,000	5,665,000	0	415,000	5,250,000	425,000
2016 - 2.27% Stringtown TIF					
Revenue Bonds					
\$14,520,000	11,965,000	0	885,000	11,080,000	905,000
Total Tax Increment Financing					
Revenue Bonds	22,015,000	0	1,430,000	20,585,000	1,465,000
<b>Other Long-Term Obligations</b>					
Franklin County Infrastructure					
Bank from Direct Borrowing					
\$2,000,000 1.26%	1,788,778	0	213,892	1,574,886	216,595
Ohio Health Corporation Loan					
\$2,500,000 3.28%	2,500,000	0	0	2,500,000	0
2019 Capital Facilities Notes					
\$6,000,000 3.00%	6,000,000	0	6,000,000	0	0
Premium on Notes	15,209	0	15,209	0	0
2020 Capital Facilities Notes					
\$6,000,000 2.00%	0	6,000,000	0	6,000,000	0
Premium on Notes	0	50,019	37,514	12,505	0
Contracts Payable-OPWC	0	1,890,186	0	1,890,186	0
Compensated Absences	2,252,483	1,177,756	1,007,301	2,422,938	901,133
Total Other Long-Term Obligations	12,556,470	9,117,961	7,273,916	14,400,515	1,117,728
<b>Net Pension Liability</b>					
OPERS	15,339,666	0	3,897,970	11,441,696	0
OP&F	20,828,125	0	4,358,572	16,469,553	0
Total Net Pension Liability	36,167,791	0	8,256,542	27,911,249	0
<b>Net OPEB Liability</b>					
OPERS	7,433,115	656,329	0	8,089,444	0
OP&F	2,323,660	91,258	0	2,414,918	0
Total Net OPEB Liability	9,756,775	747,587	0	10,504,362	0
Total Governmental Activities	\$116,031,279	\$9,982,936	\$18,134,680	\$107,879,535	\$3,890,845

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

The City's overall legal debt margin was \$121,853,027, with an unvoted debt margin of \$60,543,134 at December 31, 2020.

Annual debt service requirements to maturity for governmental long-term obligations are:

<i>Year</i>	<i>Governmental Activities</i>			
	<i>General Obligation Bonds</i>			
	<i>Serial/Term Bonds</i>			
	<i>From Direct Borrowing</i>		<i>Principal</i>	<i>Interest</i>
<i>Principal</i>	<i>Interest</i>			
2021	\$100,000	\$17,325	\$885,000	\$946,472
2022	100,000	14,575	1,155,000	914,369
2023	105,000	11,825	1,175,000	868,045
2024	105,000	8,938	1,230,000	820,721
2025	105,000	6,050	1,240,000	773,476
2026-2030	115,000	3,162	7,695,000	3,180,915
2031-2035	0	0	7,740,000	2,026,928
2036-2040	0	0	4,995,000	1,078,788
2041-2045	0	0	2,940,000	300,000
<b>Totals</b>	<b>\$630,000</b>	<b>\$61,875</b>	<b>\$29,055,000</b>	<b>\$10,909,714</b>

<i>Year</i>	<i>Governmental Activities From Direct Borrowing</i>		
	<i>OPWC Loans</i>	<i>Franklin County</i>	
		<i>Principal</i>	<i>Infrastructure Bank Loan</i>
	<i>Principal</i>	<i>Principal</i>	<i>Interest</i>
2021	\$323,117	\$216,595	\$19,163
2022	285,838	219,333	16,425
2023	285,838	222,105	13,653
2024	285,838	224,913	10,846
2025	285,836	227,755	8,033
2026-2030	987,089	464,185	7,333
2031-2035	736,105	0	0
2036-2040	604,733	0	0
2041-2045	46,195	0	0
<b>Totals</b>	<b>\$3,840,589</b>	<b>\$1,574,886</b>	<b>\$75,453</b>



**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

<i>Year</i>	<i>Governmental Activities</i>			
	<i>Revenue Bonds</i>			
	<i>Serial/Term Bonds</i>			
	<i>From Direct Placement</i>			
	<i>Principal</i>	<i>Interest</i>	<i>Principal</i>	<i>Interest</i>
2021	\$1,330,000	\$370,136	\$135,000	\$166,455
2022	1,355,000	339,988	155,000	163,080
2023	1,385,000	309,278	160,000	158,662
2024	1,420,000	277,884	165,000	153,863
2025	1,455,000	245,702	170,000	148,913
2026-2030	7,735,000	720,788	935,000	654,264
2031-2035	1,650,000	37,402	1,135,000	456,181
2036-2040	0	0	1,400,000	192,356
Totals	<u>\$16,330,000</u>	<u>\$2,301,178</u>	<u>\$4,255,000</u>	<u>\$2,093,774</u>

Annual debt service requirements to maturity for OPWC and OWDA loans for business-type activities are:

<i>Year</i>	<i>Business-Type Activities from Direct Borrowings</i>					
	<i>Sewer OPWC Loans</i>		<i>Water OWDA Loans</i>		<i>FCIB Bank Loan</i>	
	<i>Principal</i>	<i>Interest</i>	<i>Principal</i>	<i>Interest</i>	<i>Principal</i>	<i>Interest</i>
2021	\$45,300	\$1,717	\$151,422	\$68,259	\$98,731	\$8,735
2022	23,163	347	157,198	62,483	99,979	7,488
2023	0	0	163,195	56,486	101,243	6,224
2024	0	0	169,421	50,260	102,522	4,944
2025	0	0	175,886	43,795	103,818	3,648
2026-2030	0	0	985,408	112,997	211,590	3,342
2031	0	0	45,265	1,147	0	0
Totals	<u>\$68,463</u>	<u>\$2,064</u>	<u>\$1,847,795</u>	<u>\$395,427</u>	<u>\$717,883</u>	<u>\$34,381</u>

**OHIO PUBLIC WORKS COMMISSION (OPWC) LOANS**

The OPWC loans consist of money owed to the Ohio Public Works Commission for various construction projects within the City. These consist of 15 or 20 year general obligation loans payable. The liability for the Water and Sewer Funds is recorded in the fund and government-wide financial statements. The liabilities for the governmental funds are not recorded on the fund financial statements, but are recorded on the government-wide financial statements. The loans will be repaid from the Sewer Enterprise Fund and the Debt Service Fund. The future debt service requirement for the 2020 Southwest Blvd Improvement loan is not presented in 2020 because the final schedule had not been provided to the City as of end of year.

The City's outstanding OPWC loans from direct borrowings of \$68,463 related to business-type activities and \$3,957,977 related to governmental activities contain provisions that in an event of default, OPWC may (1) apply late fees of 8 percent per year, (2) loans more than 60 days late will be turned over the Attorney General's Office for collection, and as provided by law, OPWC may require that such payments be taken from the County's share of the undivided local government fund, and the outstanding amounts shall, and (3) at OPWC's option, become immediately due and payable.

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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**OHIO WATER DEVELOPMENT AUTHORITY (OWDA) LOANS**

The OWDA loan consists of money owed to the Ohio Water Development Authority for the Big Run/ Fryer Park Water Storage Tank and the Haughn Road Water Main projects. The loans will be repaid from the Water Enterprise Fund.

The City's outstanding OWDA loans from direct borrowings of \$1,847,795 related to business-type activities contain provisions that in an event of default (1) the amount of any such default shall bear interest at the default rate from the due date until the date of payment, (2) for each additional 30 days during which the charges remain unpaid, the City shall continue to pay and additional rate charge of 1 percent on the default amount until such charges are paid, and (3) any cost incurred by OPWC to cure the default will be paid by the City either as a direct charge or as part of the project principal amount.

**GENERAL OBLIGATION BONDS**

All of the City's General Obligation Bonds has default consequence that the bondholder may enforce all remedies existing under law including legal action forcing the City to make bond payments.

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities and refinancing of bond anticipation notes. General obligation bonds are direct obligations and pledge the full faith and credit of the City for repayment. These bonds are generally issued as 20 year serial bonds with equal amounts of principal maturing each year and are paid with property taxes from the Debt Service Fund and the SR 665/I71 Municipal Improvement TIF District Debt Service Fund.

On October 31, 2012, the City issued \$1,395,000 in various purpose refunding bonds for the purpose of advance refunding the 2001 various purpose bonds. All bonds are term bonds issued for a 15 year period, with final maturity on December 1, 2026. The term bonds are not subject to optional redemption prior to maturity. The redemption date for the bonds is December 1, 2012, and each December 1, thereafter at 100 percent of the principal amount thereof plus accrued interest to date of redemption.

On July 2, 2015, the City issued \$14,000,000 in general obligation bonds for the purpose of building a new library building. Of these bonds, \$7,425,000 are serial bonds and \$6,575,000 are term bonds. The bonds were issued for a 30 year period with final maturity in December 2044. The serial bonds mature from December 1, 2016 to December 1, 2034. The bonds are subject to optional redemption prior to maturity in years 2027-2032.

The \$6,575,000 in term bonds maturing on December 1, 2035, to December 1, 2044, are subject to a mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount plus accrued interest to the date of redemption, on December 1, in the years and in the respective amounts as follows:

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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<u>Year</u>	<u>Amount</u>
2035	\$550,000
2036	570,000
2037	595,000
2038	615,000
2039	640,000
2040	665,000
2041	690,000
2042	720,000
2043	750,000
2044	780,000
	<u>\$6,575,000</u>

On September 27, 2017, the City issued \$4,550,000 in general obligation bonds for the purpose of paying for the improvements to the municipal communications system by installing a 10 Gbps fiber network. All of these bonds are term bonds. The bonds were issued for a 15 year period with final maturity in September 2032.

On December 4, 2019, the City issued \$5,000,000 in general obligation bonds for the purpose of paying the costs of various public infrastructure improvements necessary to facilitate the redevelopment of the former Beulah Park racetrack site. All of these bonds are serial bonds. The bonds were issued for a 20 year period with final maturity in December 2039. These bonds will be retired from the Bond Retirement Fund.

On September 24, 2019, the City issued \$2,400,000 in various purpose improvement bonds. Of these bonds, \$1,955,000 are serial bonds and \$445,000 are term bonds. The bonds were issued for a 20 year period with final maturity in December 2039. The serial bonds mature from December 1, 2020 to December 1, 2036. The term bonds mature December 1, 2039.

On September 24, 2019, the City issued \$5,380,000 in refunding bonds in order to refund \$5,900,000 of the 2009 State Route 665 general obligation bonds. The bonds are serial bonds. The bonds were issued for a 20 year period with final maturity in December 2035. As a result, the 2009 general obligation bonds are considered defeased and the liability for those bonds has been removed from the statement of net position. At December 31, 2020, \$5,445,000 of the refunded bonds were outstanding.

**TAX INCREMENT FINANCING REVENUE BONDS**

All of the City's Tax Increment Financing Revenue Bonds has default consequence that the bondholder may enforce all remedies existing under law including legal action forcing the City to make bond payments.

On December 2, 2015, the City issued \$4,760,000 in tax increment financing term revenue bonds for the purpose of paying the costs of providing for the construction of a multifamily housing complex and for providing all related site improvements. The Series 2015 Revenue Bonds are special obligations of the City and do not constitute general obligations or pledge the faith and credit of the City but are payable from revenue in lieu of taxes. The bonds were issued for a 25 year period with final maturity in December 2040.

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

The City has pledged future revenue in lieu of taxes to repay the revenue bonds in the Lumberyard TIF Special Revenue Fund. The debt is payable solely from revenues and are payable through 2040. The total principal and interest remaining to be paid on the bonds is \$6,348,774.

The term bonds, issued at \$2,930,000, maturing on December 1, 2029, to December 1, 2040, are subject to a mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount plus accrued interest to the date of redemption, on December 1 in each of the years 2029 through 2040.

<u>Year</u>	<u>Amount</u>
2029	\$195,000
2030	200,000
2031	210,000
2032	220,000
2033	225,000
2034	235,000
2035	245,000
2036	255,000
2037	270,000
2038	280,000
2039	290,000
2040	305,000
	<u>\$2,930,000</u>

On October 26, 2016, the City issued \$6,865,000 in Pinnacle tax increment financing term revenue refunding bonds in the order to take advantage of lower interest rates. These bonds are paid from the Pinnacle TIF Debt Service Fund. The Series 2016 Pinnacle Revenue Bonds are special obligations of the City and do not constitute general obligations or pledge the faith and credit of the City but are payable from revenue in lieu of taxes. The bonds were issued for a 15 year period with final maturity in October 2031. At December 31, 2020, \$5,020,000 of the refunded bonds were outstanding.

The City has pledged future revenue in lieu of taxes to repay the revenue bonds in the Pinnacle TIF Debt Service Fund. The debt is payable solely from revenues and are payable through 2031. The total principal and interest remaining to be paid on the bonds is \$5,992,178.

On October 26, 2016, the City issued \$14,520,000 in Stringtown tax increment financing term revenue refunding bonds in the order to take advantage of lower interest rates. These bonds are paid from the Buckeye Center TIF Special Revenue Fund. The Series 2016 Stringtown Revenue Bonds are special obligations of the City and do not constitute general obligations or pledge the faith and credit of the City but are payable from revenue in lieu of taxes. The bonds were issued for a 15 year period with final maturity in October 2031. At December 31, 2020, \$10,055,000 of the refunded bonds were outstanding.

The City has pledged future revenue in lieu of taxes to repay the revenue bonds in the Debt Service Fund. The debt is payable solely from revenues and are payable through 2031. The total principal and interest remaining to be paid on the bonds is \$12,639,000.

**CITY OF GROVE CITY, OHIO**

***Notes To The Basic Financial Statements***

***For The Year Ended December 31, 2020***

*(Continued)*

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At December 31, 2020, \$3,886,798 of the debt proceeds were unexpended.

**FRANKLIN COUNTY INFRASTRUCTURE BANK LOANS**

On August 1, 2017, the City issued \$2,000,000 in a Franklin County Infrastructure Bank Loan for the purpose of installing a 10Gbps fiber network system by way of direct borrowing. The loan will be paid off during 2027 from the Debt Service fund. The loan contains provisions that in an event of default that all remedies existing under law including declaration that entire unpaid balance is due.

On August 1, 2017, the City was issued a \$911,663 direct borrowing loan from the Franklin County Infrastructure Bank for the purpose of Water and Sewer improvements along Stringtown Road. The loan will be paid off during 2027 from the Water and Sewer funds. The loan contains provisions that in an event of default that all remedies existing under law including declaration that entire unpaid balance is due.

**OHIO HEALTH CORPORATION LOAN**

On April 17, 2017, the City entered into a Tax Increment Financing Agreement with Ohio Health Corporation. Within the agreement, Ohio Health Corporation agreed to contribute \$2,500,000 to the City on the condition that the City agreed to reimburse Ohio Health Corporation for the amount of the contribution, plus interest, solely from the tax increment financing service payments generated from the property. As of December 31, 2020, the City had not received any payment in lieu of taxes related to this agreement and the City does not plan on receiving any during 2021. Therefore, the future debt service requirement for this loan is not presented.

**CAPITAL FACILITIES NOTES**

Both of the City's Capital Facilities Notes has default consequence that the bondholder may enforce all remedies existing under law including legal action forcing the City to make note payments.

On March 6, 2019, the City issued \$6,000,000 in capital facilities notes, series 2019. The notes were issued at 3.00 percent interest and matured on March 5, 2020. The notes were retired from the Debt Service Fund with charges.

On March 4, 2020, the City issued \$6,000,000 in capital facilities notes, series 2020. The notes were issued at 2.00 percent interest and will mature on March 3, 2021. The notes will be retired from the Debt Service Fund with charges. The notes were bonded on February 24, 2021.

**OTHER PAYABLES**

Contracts payable – OPWC represents a long-term contractual agreement for the payment of an OPWC loan issued by Jackson Township. As part of a cooperative agreement between Franklin County, Jackson Township and the City for the Borror Road Improvement project, the City agreed to finance a portion of the estimated \$6,148,456 (this amount can be updated if you have better information) in project costs. This project includes construction of various infrastructure items, some of which will be capital assets of the City. As part of this agreement, the City has agreed to make direct payments from the City, manage contributions from private development partners, and pay a portion of the OPWC loan. Although Jackson

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

(Continued)

Township is the lead applicant for the OPWC grant and the OPWC loan, the City has agreed to make 82.45 percent of the loan payments. The project is still ongoing and the contracts payable – OPWC of \$1,890,186 represents the City’s portion of the loan drawn down to date. The OPWC loan has been approved at \$2,292,524, with the City’s portion being \$1,890,186. The amortization schedule will not be finalized until the project is complete.

**COMPENSATED ABSENCES AND NET PENSION/OPEB LIABILITY**

Compensated absences will be paid from the General, Street Maintenance, General Recreation, Community Development, and Sewer Funds. The City pays obligations related to employee compensation from the fund benefitting from their service. There is no repayment schedule for the net pension and OPEB liabilities. However, employer pension contributions are made from the following funds: the General Fund, Street Maintenance, Police Pension, General Recreation, Community Development, Big Splash, and Sewer Funds. For additional information related to the net pension and OPEB liabilities see Notes 12 and 13.

**NOTE 16 - SIGNIFICANT COMMITMENTS**

**CONTRACTUAL COMMITMENTS**

The City has entered into various contracts for the construction and acquisition of capital assets. At December 31, 2020, the significant outstanding construction commitments are as follows:

<u>Project</u>	<u>Contract Amount</u>	<u>Amount Expended</u>	<u>Balance At 12/31/20</u>
State Route 104 and Pinnacle Intersection	\$772,416	\$508,263	\$264,153
Buckeye Parkway and Harbour Mist Intersection	115,614	98,381	17,233
Southwest Boulevard Reconstruction	2,201,767	1,864,857	336,910
2020 Street Maintenance Program Contract B	147,159	76,023	71,136
2020 Traffic Signal and Lighting Improvement	727,560	0	727,560
Totals	<u>\$3,964,516</u>	<u>\$2,547,524</u>	<u>\$1,416,992</u>

**ENCUMBRANCES**

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

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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Governmental Funds:	
General Fund	\$4,364,415
Debt Service Fund	290,000
Pinnacle TIF Fund	5,817,023
SR665/I 71 Municipal Improvement TIF Fund	14,192
Capital Improvement Fund	9,967,899
Nonmajor Governmental Funds	1,367,836
Total Governmental Funds	<u>21,821,365</u>
Proprietary Funds:	
Water Fund	126,442
Sewer Fund	466,487
Total Proprietary Funds	<u>592,929</u>
Internal Service Fund	<u>77,503</u>
Total	<u>\$22,491,797</u>

**NOTE 17 - RISK MANAGEMENT**

**CENTRAL OHIO RISK MANAGEMENT ASSOCIATION**

The City is exposed to various risks of loss related to torts; theft of, damage to or destruction of assets; errors and omissions; injuries to employees; and natural disasters. On October 1, 2009, the City established membership in the Central Ohio Risk Management Association Self-Insurance Pool, Inc. (CORMA). CORMA was formed pursuant to Section 2744.081 of the Ohio Revised Code. Members of CORMA are the cities of Westerville, Dublin, Upper Arlington, Pickerington, Grove City, Groveport, Canal Winchester, Powell, and Grandview Heights. Each member has two representatives on the Board of Trustees.

Membership in CORMA enables the City to take advantage of any economies to be realized from an insurance pool with other cities and also provides the City with more control over claims than what is normally available with traditional insurance coverage. A third-party claims administrator investigates, processes and advises the CORMA Treasurer/Board regarding payment of claims.

As part of participating in CORMA, coverage is provided for umbrella liability coverage for \$15,000,000 per occurrence/\$15,000,000 annual aggregate excess general liability, automobile liability, law enforcement liability, public officials and employment practices liability and \$200,000,000 limit for property claims for the pool. Coverage is provided on an annual aggregate basis for crime (\$1,000,000 blanket public employee dishonesty, \$500,000 forgery/computer fraud, and \$500,000 money and securities, with a \$25,000 deductible for each). Coverage is provided for general liability (\$1,000,000/\$2,000,000), law enforcement liability (\$1,000,000/\$1,000,000), public official liability (\$1,000,000/\$1,000,000), employment practices liability (\$1,000,000/\$1,000,000) and automobile liability (\$1,000,000). Pool retentions are \$200,000 per loss for property and \$785,765 aggregate for liability, with a \$150,000 per loss self-insurance retention. A third-party broker, with expertise in public entity pools, markets the program, identifies coverage lines and limits, and recommends the best insurer and insurance for procurement.

Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years. There has been no significant change in coverage from last year.

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

**WORKERS' COMPENSATION SELF-INSURANCE FUND**

In October 2012, the City was approved for self-insured status by the Bureau of Workers' Compensation and began to administer its own workers' compensation program (the program). The City has established a workers' compensation self-insured internal service fund to account for assets set aside for claim settlements and related liabilities associated with the program. Liabilities of the fund are reported when an employee injury has occurred, it is probable that a claim will be filed under the program, and the amount of the claim can be reasonably estimated. The City utilizes the services of Compensation Solutions Inc., the third party administrator, to review, process and pay employee Claims.

The claims liability of \$35,308 reported in the fund at December 31, 2020. This is based on actual costs and the requirements of GASB statement No. 30 which requires that a liability for unpaid claims costs, include estimates of costs relating to incurred but not reported claims be reported. This estimate was not effected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

Changes in claims activity for the year as follows:

	<u>Beginning of Fiscal Year</u>	<u>Current Year Claims</u>	<u>Claim Payments</u>	<u>End of Fiscal Year</u>
2019	\$32,180	\$46,286	\$46,519	\$31,947
2020	31,947	85,309	81,948	35,308

**NOTE 18 - INTERFUND ACTIVITY**

Transfers made during the year ended December 31, 2020, were as follows:

		<i>Transfers From</i>		
		Capital		
		General	Improvement	
		Fund	Fund	Total
<i>Transfers To</i>	General Fund	\$0	\$200,000	\$200,000
	Capital Improvement Fund	7,038,638	0	7,038,638
	Nonmajor Governmental Funds	100,000	0	100,000
	<b>Totals</b>	<b>\$7,138,638</b>	<b>\$200,000</b>	<b>\$7,338,638</b>

Transfers from the General Fund represent subsidy monies for operations of the Capital Improvement Capital Projects Fund and the Big Splash Special Revenue Funds. Transfers from the Capital Improvement Capital Projects Fund represents the City's Wet Basement Grant Program to the General Fund.



**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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**NOTE 19 - JOINTLY GOVERNED ORGANIZATIONS**

**GROVE CITY AREA COMMUNITY IMPROVEMENT CORPORATION**

The Grove City Area Community Improvement Corporation (CIC) was created as a not-for-profit corporation under Sections 1724.01 et. seq., Ohio Revised Code. The CIC is governed by a 14 member Board of Trustees, seven of which are elected or appointed officials of the City, one representative of Jackson Township, one representative of South-Western City Schools, one representative of the Chamber of Commerce, and four are volunteer citizens. The Board exercises total control over the operation of the CIC including budgeting, appropriating, contracting and designating management. Each member's degree of control is limited to representation on the Board. The City did not make any contributions to the CIC. The sole purpose of the CIC is to advance, encourage, and promote the industrial, economic, commercial and civic development of Grove City, Ohio.

**MID-OHIO REGIONAL PLANNING COMMISSION**

The City is a participant in the Mid-Ohio Regional Planning Commission (MORPC), a jointly governed organization. MORPC is composed of 74 representatives appointed by member governments who make up the Commission, the policy-making body of MORPC, and the oversight board. MORPC is a voluntary association of local governments in central and south central Ohio and a regional planning agency whose membership includes 60 political subdivisions in and around Delaware, Fairfield, Fayette, Franklin, Hocking, Knox, Licking, Logan, Madison, Marion, Morrow, Perry, Pickaway, Ross, and Union counties, Ohio. The purpose of the organization is to improve the quality of life for member communities by improving housing conditions, to promote and support livability/sustainability measures as a means of addressing regional growth challenges, and to administer and facilitate the availability of regional environmental infrastructure program funding to the full advantage of MORPC's members. The Commission exercises total control over the operation of the MORPC including budgeting, appropriating, contracting and designating management. Each member's degree of control is limited to representation on the Commission. The City contributed \$24,590 in membership dues to MORPC in 2020.

**REGIONAL INCOME TAX AGENCY**

The Regional Income Tax Agency (RITA) is a regional council of governments formed to establish a central collection facility for the purpose of administering the income tax laws of the members and for the purpose of collection income taxes on behalf of each member. RITA currently has approximately 350 members in the council of governments. Each member has one representative to the council of governments and is entitled to one vote on items under consideration. RITA is administered by a nine-member board of trustees elected by the members of the council of governments. The board exercises total control over RITA's operation including budget, appropriating, contracting and designating management. Each participant's degree of control is limited to its representation on the council. For 2020, the City paid RITA \$366,992 for income tax collection services.

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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**SCIOTO TOWNSHIP JOINT ECONOMIC DEVELOPMENT DISTRICT**

An agreement was entered into by the City of Grove City, the Village of Commercial Point, and Scioto Township to create a Joint Economic Development District (JEDD). The agreement became effective December 10, 2014, and will terminate on December 31, 2063. The JEDD was established for the purpose of facilitating economic development to create jobs and employment opportunities and to improve the economic welfare of the people in the Township, Village, City and State of Ohio and the JEDD Board consists of one member appointed by the City of Grove City, one appointed by the Village of Commercial Point, one member appointed by the Township and one member selected by the three members.

The City is responsible for the administration, collection, and enforcement of the JEDD income tax on behalf of the JEDD as described in the Tax Agreement between the City and the JEDD. The City Finance Director will act as the JEDD Income Tax Administrator. The JEDD will compensate the City for its services and the services of the Finance Director as Income Tax Administrator and Assistant Treasurer an amount equal to the same percentage of annual revenues of the JEDD Income Tax as the percentage of the annual revenues of the City's income tax levied within the City and the JEDD Income Tax charged by RITA for its services in the administration, collection and enforcement of those taxes.

**NOTE 20 - SHARED RISK POOLS**

**CENTRAL OHIO RISK MANAGEMENT ASSOCIATION SELF-INSURANCE POOL, INC.**

On October 1, 2009, the City established membership in the Central Ohio Risk Management Association (CORMA) Self-Insurance Pool, Inc., a not for profit risk sharing pool, for the purpose of obtaining reduced rates on traditional liability insurance coverage. CORMA was formed pursuant to Section 2744.081 of the Ohio Revised Code. Members of CORMA are the Cities of Westerville, Dublin, Upper Arlington, Pickerington, Grove City, Powell, Groveport, Canal Winchester, and Grandview Heights. Each member has two representatives on the Board of Trustees. This Board establishes its own budget, hires and fires personnel and determines annual rates for its members.

**CENTRAL OHIO HEALTH CARE CONSORTIUM**

On January 1, 1992, the City joined the Central Ohio Health Care Consortium (the "Pool"), a risk-sharing pool, which provides employee health care benefits for all full-time employees who wish to participate in the Pool. The Pool consists of ten political subdivisions who pool risk for basic hospital, surgical, and prescription drug coverage. The members originally entered into an irrevocable agreement to remain members of the Pool for a minimum of three years. This agreement was renewed for an additional three years on January 1, 2013. The Pool is governed by a Board of Directors consisting of one director appointed by each member. The Board elects a chairman, a vice chairman and a secretary. The Board is responsible for its own financial matters and the Pool maintains its own books of account. Budgeting and financing of the Pool is subject to the approval of the Board. The City has no explicit and measurable equity interest in the Pool. The City has no ongoing financial responsibility other than the three year minimum membership. The City pays monthly contributions to the Consortium, which are used to cover claims and administrative costs, and to purchase excess loss insurance for the plan. The Pool has entered into an agreement for individual and aggregate excess loss coverage with a commercial insurance carrier. The individual excess loss coverage has been structured to indemnify the Pool for medical claims paid for an individual in excess of \$250,000 per claim per year, with an unlimited individual lifetime maximum after an aggregating specific

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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deductible of \$157,250 has been met. In the event that the losses of the Pool in any year exceeds amounts paid to the Pool, together with all stop-loss, reinsurance, and other coverage then in effect, then the payment of all uncovered losses shall revert to and be the sole obligation of the political subdivision against which the claim was made. In the event that an entity should withdraw from the plan, the withdrawing member is required to either reimburse the Pool for any claims paid on its behalf or the member must pay the claims directly.

**NOTE 21 - CONTINGENT LIABILITIES**

**LITIGATION**

The City is not party to any legal proceedings.

**FEDERAL AND STATE GRANTS**

For the period January 1, 2020, to December 31, 2020, the City received federal and State grants for specific purposes that are subject to review and audit by the grantor agencies or their designees. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the City believes such disallowance, if any, would be immaterial.

**NOTE 22 – 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 governmental funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

Fund Balances	General Fund	Police Pension Fund	Buckeye Center TIF Fund	Debt Service Fund	Pinnacle TIF Fund
<b><i>Nonspendable</i></b>					
Materials And Supplies Inventory	\$12,326	\$0	\$0	\$0	\$0
Loans Receivable	227,275	0	0	0	0
Unclaimed Monies	33,317	0	0	0	0
Prepays	548,066	0	0	0	0
<b><i>Total Nonspendable</i></b>	<b>820,984</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><i>Restricted For</i></b>					
Debt Service	0	0	0	1,980,788	12,141,630
Road Maintenance And Repair	0	0	0	0	0
Police Pension	0	714,611	0	0	0
Police Programs	0	0	0	0	0
Community Development and Improvements	0	0	2,209,380	0	0
Recreational Activities	0	0	0	0	0
<b><i>Total Restricted</i></b>	<b>0</b>	<b>714,611</b>	<b>2,209,380</b>	<b>1,980,788</b>	<b>12,141,630</b>
<b><i>Committed To</i></b>					
Capital Improvements	0	0	0	0	0
Recreational Improvements	0	0	0	0	0
Community Development And Improvements	0	0	0	0	0
Recreational Activities	0	0	0	0	0
<b><i>Total Committed</i></b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><i>Assigned To</i></b>					
Future Appropriations	5,848,234	0	0	0	0
Purchases On Order for:					
Administration	1,165,656	0	0	0	0
Safety	467,263	0	0	0	0
Health	7,686	0	0	0	0
Leisure Time Services	29,395	0	0	0	0
Economic Development	221,110	0	0	0	0
Capital	798,745	0	0	0	0
<b><i>Total Assigned</i></b>	<b>8,538,089</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><i>Unassigned</i></b>	<b>9,280,515</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><i>Total Fund Balances</i></b>	<b>\$18,639,588</b>	<b>\$714,611</b>	<b>\$2,209,380</b>	<b>\$1,980,788</b>	<b>\$12,141,630</b>

*(Continued)*

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

Fund Balances	SR665-171 Municipal Improvement Fund	Capital Improvements Fund	Nonmajor Governmental Funds	Total
<b><i>Nonspendable</i></b>				
Materials And Supplies Inventory	\$0	\$0	\$100,170	\$112,496
Loans Receivable	0	0	0	227,275
Unclaimed Monies	0	0	0	33,317
Prepays	0	0	23,119	571,185
<b><i>Total Nonspendable</i></b>	<b>0</b>	<b>0</b>	<b>123,289</b>	<b>944,273</b>
<b><i>Restricted For</i></b>				
Debt Service	130,529	0	0	14,252,947
Road Maintenance And Repair	0	0	2,002,803	2,002,803
Police Pension	0	0	0	714,611
Police Programs	0	0	225,679	225,679
Community Development and Improvements	0	0	197,682	2,407,062
Recreational Activities	0	0	571,815	571,815
<b><i>Total Restricted</i></b>	<b>130,529</b>	<b>0</b>	<b>2,997,979</b>	<b>20,174,917</b>
<b><i>Committed To</i></b>				
Capital Improvements	0	8,477,651	0	8,477,651
Recreational Improvements	0	0	516,546	516,546
Community Development And Improvements	0	0	861,009	861,009
Recreational Activities	0	0	289,316	289,316
<b><i>Total Committed</i></b>	<b>0</b>	<b>8,477,651</b>	<b>1,666,871</b>	<b>10,144,522</b>
<b><i>Assigned To</i></b>				
Future Appropriations	0	0	0	5,848,234
Purchases On Order for:				0
Administration	0	0	0	1,165,656
Safety	0	0	0	467,263
Health	0	0	0	7,686
Leisure Time Services	0	0	0	29,395
Economic Development	0	0	0	221,110
Capital	0	0	0	798,745
<b><i>Total Assigned</i></b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>8,538,089</b>
<b><i>Unassigned</i></b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>9,280,515</b>
<b><i>Total Fund Balances</i></b>	<b>\$130,529</b>	<b>\$8,477,651</b>	<b>\$4,788,139</b>	<b>\$49,082,316</b>

**CITY OF GROVE CITY, OHIO**

**Notes To The Basic Financial Statements**

**For The Year Ended December 31, 2020**

*(Continued)*

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**NOTE 23 – COVID-19**

The United States and the State of Ohio declared a state of emergency in March of 2020 due to the COVID-19 pandemic. The financial impact of COVID-19 and the continuing emergency measures will impact subsequent periods of the City. The City's investment portfolio fluctuates with market conditions, and due to market volatility, the amount of gains or losses that will be realized in subsequent periods, if any, cannot be determined. In addition, the impact on the City's future operating costs, revenues, and additional recovery from emergency funding, either federal or state, cannot be estimated. Additional funding will be available through the Consolidated Appropriations Act, 2021, passed by Congress on December 21, 2020 and/or the American Rescue Plan Act, passed by Congress on March 11, 2021.

During 2020, the City received Coronavirus Aid, Relief, and Economic Security (CARES) Act funding. Of the amounts received, \$1,901,759 was sub-granted to other governments and organizations. These amounts are reflected as public health and intergovernmental expenditures in the Local Coronavirus Relief Special Revenue Fund on the accompanying financial statements.

**NOTE 24 – SUBSEQUENT EVENT**

On February 24, 2021, the City issued \$6,695,000 in Series 2021 General Obligation Capital Facilities Bonds for the purpose of paying the costs of improving and extending Columbus Street. The bonds carry an interest rate of 1.0 percent to 3.0 percent.

REQUIRED SUPPLEMENTARY INFORMATION

**CITY OF GROVE CITY, OHIO**

***Required Supplementary Information  
Schedule of the City's Proportionate Share of the  
Net Pension Liability  
Ohio Public Employees Retirement System - Traditional Plan  
Last Seven Years (1)***

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's Proportion of the Net Pension Liability	0.05967700%	0.05774100%	0.05507200%	0.05289100%
City's Proportionate Share of the Net Pension Liability	\$11,795,563	\$15,814,090	\$8,639,729	\$12,010,646
City's Covered Payroll	\$8,396,443	\$7,798,914	\$7,280,169	\$6,837,267
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	140.48%	202.77%	118.67%	175.66%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	82.17%	74.70%	84.66%	77.25%

(1) Although this schedule is intended to reflect information for ten years, information prior to 2014 is not available. An additional column will be added each year.

Amounts presented for each year were determined as of the City's measurement date which is the prior year end.

See Accompanying Notes To The Required Supplementary Information



2016	2015	2014
0.04920700%	0.04672700%	0.04672700%
\$8,523,273	\$5,635,799	\$5,508,505
\$6,123,958	\$5,728,742	\$5,256,286
139.18%	98.38%	104.80%
81.08%	86.45%	86.36%

**CITY OF GROVE CITY, OHIO**

***Required Supplementary Information  
Schedule of the City's Proportionate Share of the  
Net Pension Asset  
Ohio Public Employees Retirement System - Combined Plan  
Last Three Years (1)***

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	<u>2020</u>	<u>2019</u>	<u>2018</u>
City's Proportion of the Net Pension Asset	0.10323800%	0.11790700%	0.10170100%
City's Proportionate Share of the Net Pension Asset	(\$215,274)	(\$131,848)	(\$138,448)
City's Covered Payroll	\$459,571	\$504,279	\$414,269
City's Proportionate Share of the Net Pension Asset as a Percentage of its Covered Payroll	(46.84)%	(26.15)%	(33.42)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Asset	145.28%	126.64%	137.28%

(1) Amounts for the combined plan are not presented prior to 2018 as the City's participation in this plan was considered immaterial in previous years.

Amounts presented for each year were determined as of the City's measurement date which is the prior year end.

See Accompanying Notes To The Required Supplementary Information

**CITY OF GROVE CITY, OHIO**

*Required Supplementary Information  
Schedule of the City's Proportionate Share of the  
Net OPEB Liability  
Ohio Public Employees Retirement System - OPEB Plan  
Last Four Years (1)*

	2020	2019	2018	2017
City's Proportion of the Net OPEB Liability	0.06037700%	0.05877600%	0.05569000%	0.05333000%
City's Proportionate Share of the Net OPEB Liability	\$8,339,632	\$7,663,004	\$6,047,524	\$5,386,511
City's Covered Payroll	\$9,121,714	\$8,525,293	\$7,888,163	\$7,370,009
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	91.43%	89.89%	76.67%	73.09%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	47.80%	46.33%	54.14%	54.04%

(1) Although this schedule is intended to reflect information for ten years, information prior to 2017 is not available. An additional column will be added each year.

Amounts presented for each year were determined as of the City's measurement date which is the prior year end.

See Accompanying Notes To The Required Supplementary Information

**CITY OF GROVE CITY, OHIO**

***Required Supplementary Information  
Schedule of the City's Proportionate Share of the  
Net Pension Liability  
Ohio Police and Fire Pension Fund  
Last Seven Years (1)***

	2020	2019	2018	2017
City's Proportion of the Net Pension Liability	0.24448110%	0.25516400%	0.26544000%	0.27011100%
City's Proportionate Share of the Net Pension Liability	\$16,469,553	\$20,828,125	\$16,291,253	\$17,108,560
City's Covered Payroll	\$6,521,800	\$6,418,789	\$6,395,368	\$6,192,195
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	252.53%	324.49%	254.74%	276.29%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	69.89%	63.07%	70.91%	68.36%

(1) Although this schedule is intended to reflect information for ten years, information prior to 2014 is not available. An additional column will be added each year

Amounts presented for each year were determined as of the City's measurement date which is the prior year end.

See Accompanying Notes To The Required Supplementary Information

2016	2015	2014
0.26590700%	0.26841950%	0.26841950%
\$17,105,984	\$13,905,249	\$13,072,872
\$6,011,744	\$5,912,200	\$6,408,672
284.54%	235.20%	203.99%
66.77%	71.71%	73.00%

**CITY OF GROVE CITY, OHIO**

***Required Supplementary Information  
Schedule of the City's Proportionate Share of the  
Net OPEB Liability  
Ohio Police and Fire Pension Fund  
Last Four Years (1)***

	2020	2019	2018	2017
City's Proportion of the Net OPEB Liability	0.24448110%	0.25516400%	0.26544000%	0.27011000%
City's Proportionate Share of the Net OPEB Liability	\$2,414,918	\$2,323,660	\$15,039,459	\$12,821,562
City's Covered Payroll	\$6,521,800	\$6,418,789	\$6,395,368	\$6,192,195
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	37.03%	36.20%	235.16%	207.06%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	47.08%	46.57%	14.13%	15.96%

(1) Although this schedule is intended to reflect information for ten years, information prior to 2017 is not available. An additional column will be added each year.

Amounts presented for each year were determined as of the City's measurement date which is the prior year end.

See Accompanying Notes To The Required Supplementary Information



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**CITY OF GROVE CITY, OHIO**

***Required Supplementary Information  
Schedule of the City's Contributions  
Ohio Public Employees Retirement System  
Last Eight Years (1)(2)***

	2020	2019	2018	2017
<b>Net Pension Liability - Traditional Plan</b>				
Contractually Required Contribution	\$1,131,980	\$1,175,502	\$1,091,848	\$946,422
Contributions in Relation to the Contractually Required Contribution	<u>(1,131,980)</u>	<u>(1,175,502)</u>	<u>(1,091,848)</u>	<u>(946,422)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered Payroll	\$8,085,571	\$8,396,443	\$7,798,914	\$7,280,169
Pension Contributions as a Percentage of Covered Payroll	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>13.00%</u>
<b>Net Pension Liability - Combined Plan</b>				
Contractually Required Contribution	\$48,617	\$64,340	\$70,599	\$53,855
Contributions in Relation to the Contractually Required Contribution	<u>(48,617)</u>	<u>(64,340)</u>	<u>(70,599)</u>	<u>(53,855)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered Payroll	\$347,264	\$459,571	\$504,279	\$414,269
Pension Contributions as a Percentage of Covered Payroll	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>13.00%</u>
<b>Net OPEB Liability - OPEB Plan</b>				
Contractually Required Contribution	\$9,039	\$10,628	\$8,884	\$84,693
Contributions in Relation to the Contractually Required Contribution	<u>(9,039)</u>	<u>(10,628)</u>	<u>(8,884)</u>	<u>(84,693)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered Payroll (3)	\$8,658,810	\$9,121,714	\$8,525,293	\$7,888,163
OPEB Contributions as a Percentage of Covered Payroll	<u>0.10%</u>	<u>0.12%</u>	<u>0.10%</u>	<u>1.07%</u>

- (1) Information prior to 2013 is not available for traditional and combined plans.
- (2) 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 for the OPEB plan.
- (3) The OPEB plan includes the members from the traditional plan, the combined plan and the member directed plan. The member directed pension plan is a defined contribution pension plan; therefore, the pension side is not included above.

See Accompanying Notes To The Required Supplementary Information



<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$820,472	\$734,875	\$687,449	\$683,317
<u>(820,472)</u>	<u>(734,875)</u>	<u>(687,449)</u>	<u>(683,317)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$6,837,267	\$6,123,958	\$5,728,742	\$5,256,286
<u>12.00%</u>	<u>12.00%</u>	<u>12.00%</u>	<u>13.00%</u>
\$37,427	\$28,937	\$25,731	\$26,663
<u>(37,427)</u>	<u>(28,937)</u>	<u>(25,731)</u>	<u>(26,663)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$311,892	\$241,142	\$214,425	\$205,100
<u>12.00%</u>	<u>12.00%</u>	<u>12.00%</u>	<u>13.00%</u>
\$151,817			
<u>(151,817)</u>			
<u>\$0</u>			
\$7,370,009			
<u>2.06%</u>			

**CITY OF GROVE CITY, OHIO**

***Required Supplementary Information  
Schedule of the City's Contributions  
Ohio Police and Fire Pension Fund  
Last Ten Years***

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
<b>Net Pension Liability</b>				
Contractually Required Contribution	\$1,260,308	\$1,239,142	\$1,219,570	\$1,215,120
Contributions in Relation to the Contractually Required Contribution	<u>(1,260,308)</u>	<u>(1,239,142)</u>	<u>(1,219,570)</u>	<u>(1,215,120)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered Payroll (1)	\$6,633,200	\$6,521,800	\$6,418,789	\$6,395,368
Pension Contributions as a Percentage of Covered Payroll	<u>19.00%</u>	<u>19.00%</u>	<u>19.00%</u>	<u>19.00%</u>
<b>Net OPEB Liability</b>				
Contractually Required Contribution	\$33,166	\$32,609	\$32,094	\$31,977
Contributions in Relation to the Contractually Required Contribution	<u>(33,166)</u>	<u>(32,609)</u>	<u>(32,094)</u>	<u>(31,977)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
OPEB Contributions as a Percentage of Covered Payroll	<u>0.50%</u>	<u>0.50%</u>	<u>0.50%</u>	<u>0.50%</u>
Total Contributions as a Percentage of Covered Payroll	<u>19.50%</u>	<u>19.50%</u>	<u>19.50%</u>	<u>19.50%</u>

(1) The City's Covered payroll is the same for Pension and OPEB.

See Accompanying Notes To The Required Supplementary Information

2016	2015	2014	2013	2012	2011
\$1,176,517	\$1,142,231	\$1,123,318	\$1,017,915	\$716,999	\$697,205
<u>(1,176,517)</u>	<u>(1,142,231)</u>	<u>(1,123,318)</u>	<u>(1,017,915)</u>	<u>(716,999)</u>	<u>(697,205)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$6,192,195	\$6,011,744	\$5,912,200	\$6,408,672	\$5,623,522	\$5,468,275
<u>19.00%</u>	<u>19.00%</u>	<u>19.00%</u>	<u>15.88%</u>	<u>12.75%</u>	<u>12.75%</u>
\$30,961	\$30,059	\$29,561	\$231,780	\$379,588	\$369,109
<u>(30,961)</u>	<u>(30,059)</u>	<u>(29,561)</u>	<u>(231,780)</u>	<u>(379,588)</u>	<u>(369,109)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>0.50%</u>	<u>0.50%</u>	<u>0.50%</u>	<u>3.62%</u>	<u>6.75%</u>	<u>6.75%</u>
<u>19.50%</u>	<u>19.50%</u>	<u>19.50%</u>	<u>19.50%</u>	<u>19.50%</u>	<u>19.50%</u>

**CITY OF GROVE CITY, OHIO**

*Notes to the Required Supplementary Information*

*For the year ended December 31, 2020*

CHANGES IN ASSUMPTIONS – OPERS PENSION – TRADITIONAL PLAN

Amounts reported beginning in 2019 incorporate changes in assumptions used by OPERS in calculating the total pension liability in the latest actuarial valuation. These new assumptions compared with those used in prior years are presented below:

	<u>2019</u>	<u>2018 and 2017</u>	<u>2016 and prior</u>
Wage Inflation	3.25 percent	3.25 percent	3.75 percent
Future Salary Increases, including inflation	3.25 to 10.75 percent including wage inflation	3.25 to 10.75 percent including wage inflation	4.25 to 10.05 percent including wage inflation
COLA or Ad Hoc COLA:			
Pre-January 7, 2013 Retirees	3 percent, simple	3 percent, simple	3 percent, simple
Post-January 7, 2013 Retirees	see below	see below	see below
Investment Rate of Return	7.2 percent	7.5 percent	8 percent
Actuarial Cost Method	Individual Entry Age	Individual Entry Age	Individual Entry Age

The assumptions related COLA or Ad Hoc COLA for Post-January 7, 2013 Retirees are as follows:

COLA or Ad Hoc COLA, Post-January 7, 2013 Retirees:

2020	1.4 percent, simple through 2020 then 2.15 percent, simple
2017 through 2019	3.0 percent, simple through 2018 then 2.15 percent, simple
2016 and prior	3.0 percent, simple through 2018 then 2.80 percent, simple

Amounts reported beginning in 2017 use mortality rates based on the RP-2014 Healthy Annuitant mortality table. For males, Healthy Annuitant Mortality tables were used, adjusted for mortality improvement back to the observation period base of 2006 and then established the base year as 2015. For females, Healthy Annuitant Mortality tables were used, adjusted for mortality improvements back to the observation period base year of 2006 and then established the base year as 2010. The mortality rates used in evaluating disability allowances were based on the RP-2014 Disabled mortality tables, adjusted for mortality improvement back to the observation base year of 2006 and then established the base year as 2015 for males and 2010 for females. Mortality rates for a particular calendar year for both healthy and disabled retiree mortality tables are determined by applying the MP-2015 mortality improvement scale to the above described tables.

Amounts reported for 2016 and prior use mortality rates based on the RP-2000 Mortality Table projected 20 years using Projection Scale AA. For males, 105 percent of the combined healthy male mortality rates were used. For females, 100 percent of the combined healthy female mortality rates were used. The mortality rates used in evaluating disability allowances were based on the RP-2000 mortality table with no projections. For males 120 percent of the disabled female mortality rates were used set forward two years. For females, 100 percent of the disabled female mortality rates were used.

**CITY OF GROVE CITY, OHIO**

*Notes to the Required Supplementary Information*

*For the year ended December 31, 2020*

CHANGES IN ASSUMPTIONS – OPERS PENSION – COMBINED PLAN

For 2020, the Combined Plan had the same change in COLA or Ad Hoc COLA for Post-January 2, 2013 retirees as the Traditional Plan. For 2019, the investment rate of return changed from 7.5 percent to 7.2 percent.

CHANGES IN ASSUMPTIONS – OP&F PENSION

Amounts reported beginning in 2018 incorporate changes in assumptions used by OP&F in calculating the total pension liability in the latest actuarial valuation. These new assumptions compared with those used in 2017 and prior are presented below:

	<u>2018</u>	<u>2017 and Prior</u>
Valuation Date	January 1, 2017, with actuarial liabilities rolled forward to December 31, 2017	January 1, 2016, with actuarial liabilities rolled forward to December 31, 2016
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Investment Rate of Return	8.0 percent	8.25 percent
Projected Salary Increases	3.75 percent to 10.5 percent	4.25 percent to 11 percent
Payroll Growth	Inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent	Inflation rate of 3.25 percent plus productivity increase rate of 0.5 percent
Cost of Living Adjustments	3.00 percent simple; 2.2 percent simple for increased based on the lesser of the increase in CPI and 3 percent	3.00 percent simple; 2.6 percent simple for increased based on the lesser of the increase in CPI and 3 percent

Amounts reported beginning in 2018 use valuation, 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>
67 or less	77%
68-77	105
78 and up	115

Amounts reported beginning in 2018 use valuation, 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>
59 or less	35%
60-69	60
70-79	75
80 and up	100

Amounts reported for 2017 and prior use valuation, rates of death were based on the RP2000 Combined Table, age-adjusted as follows. For active members, set back six years. For disability retirements, set forward five

**CITY OF GROVE CITY, OHIO**

***Notes to the Required Supplementary Information***

***For the year ended December 31, 2020***

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years for police and three years for firefighters. For service retirements, set back zero years for police and two years for firefighters. For beneficiaries, set back zero years. The rates are applied on a fully generational basis, with a base year of 2009, using mortality improvement Scale AA.

**CHANGES IN ASSUMPTIONS – OPERS OPEB**

Investment Return Assumption:	
Beginning in 2019	6.00 percent
2018	6.50 percent
Municipal Bond Rate:	
2020	2.75 percent
2019	3.71 percent
2018	3.31 percent
Single Discount Rate:	
2020	3.16 percent
2019	3.96 percent
2018	3.85 percent
Health Care Cost Trend Rate:	
2020	10.0 percent, initial 3.5 percent, ultimate in 2030
2019	10.0 percent, initial 3.25 percent, ultimate in 2029
2018	7.5 percent, initial 3.25 percent, ultimate in 2028

**CHANGES IN ASSUMPTIONS – OP&F OPEB**

Single Discount Rate:	
2020	3.56 percent
2019	4.66 percent
2018	3.24 percent

**CHANGES IN BENEFIT TERMS – OP&F OPEB**

For 2019, OP&F recognized a change in benefit terms. Under this new model, OP&F provides eligible retirees with a fixed stipend earmarked to pay for health care and Medicare Part B reimbursements. This new model replaced the self-insured health care plan used in prior years.



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COMBINING FINANCIAL STATEMENTS  
AND  
INDIVIDUAL FUND SCHEDULES



**CITY OF GROVE CITY, OHIO**

***Nonmajor Fund Descriptions***

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**COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES**

***SPECIAL REVENUE FUNDS***

Special Revenue Funds are established to account for and report the proceeds of specific revenue sources (other than major debt service and capital projects) that are restricted or committed by law and administrative action to expenditures for specified purposes. The following are descriptions of the City's nonmajor special revenue funds:

***Nonmajor Special Revenue Funds***

**Street Maintenance Fund**

The Street Maintenance Fund accounts for and reports ninety-two and one-half percent (92.5%) of the State gasoline tax and motor vehicle registration fees restricted for street maintenance and repairs.

**State Highway Fund**

The State Highway Fund accounts for and reports seven and one-half percent (7.5%) of the State gasoline tax and motor vehicle registration fees restricted for maintenance and repair of State highways within the City.

**General Recreation Fund**

The General Recreation Fund accounts for and reports operations of City sponsored recreation programs funded by committed participation fees and facility rentals.

**City Permissive MVL Fund**

The City Permissive MVL Fund accounts for and reports additional motor vehicle registration fees restricted for maintenance and repair of streets within the City that were levied under State law by the City.

**County Permissive MVL Fund**

The County Permissive MVL Fund accounts for and reports additional motor vehicle registration fees restricted for maintenance and repair of specific streets within the City that were levied under State law by Franklin County.

**Senior Nutrition Fund**

The Senior Nutrition Fund accounts for and reports committed revenues from fees for a senior nutrition program sponsored by City Council.

**Drug Law Enforcement Fund**

The Drug Law Enforcement Fund accounts for and reports confiscated monies related to criminal offenses and is restricted, by State statute, for expenditures that would enhance the police department.

**Community Development Fund**

The Community Development Fund accounts for and reports a portion of hotel/motel taxes and donations that are committed to community development expenditures.

**Community Environment Fund**

The Community Environment Fund accounts for and reports committed grant monies received from the Franklin County Auditor, as well as license and permits for the purpose of operating a community recycling program and the Keep America Beautiful program.

*(Continued)*

**CITY OF GROVE CITY, OHIO**

***Nonmajor Fund Descriptions  
(Continued)***

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***Nonmajor Special Revenue Funds***

**Law Enforcement Assistance Fund**

The Law Enforcement Assistance Fund accounts for and reports restricted State grant monies used for the purpose of training police officers.

**Enforcement And Education Fund**

The Enforcement And Education Fund accounts for and reports restricted fines imposed by the courts which are used for programs aimed at further education and enforcement of D.U.I. laws.

**Mayor's Court Computer Fund**

The Mayor's Court Computer Fund accounts for and reports restricted court costs collected for the acquisition and maintenance of computer equipment used in the operations of the mayor's court, pursuant to State law.

**Big Splash Fund**

The Big Splash Fund accounts for and reports committed monies received from and used for the operation of the Big Splash recreational water facility at Evans Park.

**Park Donation Fund**

The Park Donation Fund accounts for and reports restricted monies donated by City residents to be used for the specific purpose of planting flowers and trees in the City's parks.

**Rockford TIF Fund**

The Rockford TIF Fund accounts for and reports restricted resources that are used to repay the developer for infrastructure improvements.

**Local Coronavirus Relief Fund**

To account for and report monies received from the federal Coronavirus Aid, Relief, and Economic Security (CARES) Act, whose use is restricted for local Coronavirus relief.

**Lumberyard TIF Fund**

The Lumberyard TIF Fund accounts for and reports restricted resources that are restricted for economic development.

**Convention Bureau Fund**

The Convention Bureau Fund accounts for and reports the portion of hotel/motel tax collections that are restricted to the Grove City Area Visitors and Convention Bureau, who uses the funds to promote the City for the purpose of attracting visitors to Grove City lodging facilities.

**Deposit Trust Fund – Developer Fund**

The Deposit Trust Fund accounts for and reports deposits by Developers, held by the City, to ensure compliance with various City ordinances and contracts regarding development within the City. This fund is included with the General Fund for GAAP reporting as it does not have a restricted or committed revenue source.

*(Continued)*

**CITY OF GROVE CITY, OHIO**

***Nonmajor Fund Descriptions  
(Continued)***

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***CAPITAL PROJECTS FUND***

Capital Projects Funds are established to account for and report committed financial resources to be used for the construction of major capital facilities (other than those financed by proprietary funds).

***Nonmajor Capital Projects Fund***

***Recreation Development Fund***

The Recreation Development Fund accounts for and reports fees assessed on all new construction within the City. The expenditure of such fees is committed to the construction and improvement of park facilities.

***INTERNAL SERVICE FUND***

To account for and report the financing of goods and services provided by one department to other departments within the City.

***Workers' Compensation Self-Insurance Fund***

The Workers' Compensation Self-Insurance Fund accounts for and reports the assets set aside for claims settlements and related liabilities associated with the City's workers' compensation self-insurance program.

**CITY OF GROVE CITY, OHIO**

**Combining Balance Sheet  
Nonmajor Governmental Funds**

**December 31, 2020**

	<i>Nonmajor Special Revenue Funds</i>	<i>Nonmajor Capital Projects Fund</i>	<i>Total Nonmajor Governmental Funds</i>
<b><u>Assets:</u></b>			
Equity In Pooled Cash And Cash Equivalents	\$3,983,618	\$529,040	\$4,512,658
Cash And Cash Equivalents With Fiscal Agents	200,810	0	200,810
Receivables:			
Other Local Taxes	48,718	0	48,718
Revenue In Lieu Of Taxes	815,643	0	815,643
Accrued Interest	3,348	0	3,348
Due From Other Governments	1,295,709	0	1,295,709
Materials And Supplies Inventory	100,170	0	100,170
Prepaid Items	23,119	0	23,119
<b>Total Assets</b>	<b>\$6,471,135</b>	<b>\$529,040</b>	<b>\$7,000,175</b>
<b><u>Liabilities:</u></b>			
Accounts Payable	\$102,849	\$0	\$102,849
Contracts Payable	67,403	12,494	79,897
Accrued Wages Payable	24,297	0	24,297
Retainage Payable	12,077	0	12,077
Due To Other Governments	19,765	0	19,765
Unearned Revenue	65,902	0	65,902
<b>Total Liabilities</b>	<b>292,293</b>	<b>12,494</b>	<b>304,787</b>
<b><u>Deferred Inflows Of Resources:</u></b>			
Revenue In Lieu Of Taxes	815,643	0	815,643
Unavailable Revenue	1,091,606	0	1,091,606
<b>Total Deferred Inflows Of Resources</b>	<b>1,907,249</b>	<b>0</b>	<b>1,907,249</b>
<b><u>Fund Balances:</u></b>			
Nonspendable	123,289	0	123,289
Restricted	2,997,979	0	2,997,979
Committed	1,150,325	516,546	1,666,871
<b>Total Fund Balances</b>	<b>4,271,593</b>	<b>516,546</b>	<b>4,788,139</b>
<b>Total Liabilities, Deferred Inflows Of Resources And Fund Balances</b>	<b>\$6,471,135</b>	<b>\$529,040</b>	<b>\$7,000,175</b>

**CITY OF GROVE CITY, OHIO**

**Combining Statement Of Revenues, Expenditures  
And Changes In Fund Balances  
Nonmajor Governmental Funds**

**For The Year Ended December 31, 2020**

	<i>Nonmajor Special Revenue Funds</i>	<i>Nonmajor Capital Projects Fund</i>	<i>Total Nonmajor Governmental Funds</i>
<b><u>Revenues:</u></b>			
Revenue In Lieu Of Taxes	\$970,082	\$0	\$970,082
Other Local Taxes	600,916	0	600,916
Intergovernmental	5,897,877	0	5,897,877
Charges For Services	542,553	0	542,553
Licenses And Permits	338,117	565,582	903,699
Fines And Forfeitures	17,320	0	17,320
Interest	27,376	0	27,376
Rent	30,873	0	30,873
Miscellaneous	3,524	0	3,524
<i>Total Revenues</i>	<u>8,428,638</u>	<u>565,582</u>	<u>8,994,220</u>
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Security Of Persons And Property	323,352	0	323,352
Public Health	594,898	0	594,898
Leisure Time Activities	999,492	0	999,492
Community Development	971,349	0	971,349
Transportation	1,917,645	0	1,917,645
General Government:			
Primary Government	679,111	0	679,111
Intergovernmental	1,272,158	0	1,272,158
Capital Outlay	1,034,195	131,944	1,166,139
Debt Service:			
Principal Retirement	130,000	0	130,000
Interest And Fiscal Charges	169,380	0	169,380
<i>Total Expenditures</i>	<u>8,091,580</u>	<u>131,944</u>	<u>8,223,524</u>
Excess Of Revenues Over Expenditures	337,058	433,638	770,696
<b><u>Other Financing Sources:</u></b>			
Transfers - In	100,000	0	100,000
Net Change In Fund Balances	437,058	433,638	870,696
Fund Balances At Beginning Of Year	3,834,535	82,908	3,917,443
<i>Fund Balances At End Of Year</i>	<u>\$4,271,593</u>	<u>\$516,546</u>	<u>\$4,788,139</u>

**CITY OF GROVE CITY, OHIO**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds**

**December 31, 2020**

	<i>Street Maintenance Fund</i>	<i>State Highway Fund</i>	<i>General Recreation Fund</i>	<i>City Permissive MVL Fund</i>
<b><u>Assets:</u></b>				
Equity In Pooled Cash And Cash Equivalents	\$844,808	\$139,428	\$201,211	\$403,592
Cash And Cash Equivalents				
With Fiscal Agents	0	0	0	0
Receivables:				
Other Local Taxes	0	0	0	0
Revenue In Lieu Of Taxes	0	0	0	0
Accrued Interest	1,193	173	0	642
Due From Other Governments	1,034,886	83,909	0	84,992
Materials And Supplies Inventory	1,883	98,287	0	0
Prepaid Items	0	0	0	0
<i>Total Assets</i>	<u>\$1,882,770</u>	<u>\$321,797</u>	<u>\$201,211</u>	<u>\$489,226</u>
<b><u>Liabilities:</u></b>				
Accounts Payable	\$24,618	\$9,268	\$2,107	\$190
Contracts Payable	0	27,289	0	0
Accrued Wages Payable	18,966	0	3,686	0
Retainage Payable	0	0	0	0
Due To Other Governments	15,448	0	3,384	0
Unearned Revenue	0	0	0	0
<i>Total Liabilities</i>	<u>59,032</u>	<u>36,557</u>	<u>9,177</u>	<u>190</u>
<b><u>Deferred Inflows Of Resources:</u></b>				
Revenue In Lieu Of Taxes	0	0	0	0
Unavailable Revenue	864,249	70,129	0	71,313
<i>Total Deferred Inflows Of Resources</i>	<u>864,249</u>	<u>70,129</u>	<u>0</u>	<u>71,313</u>
<b><u>Fund Balances:</u></b>				
Nonspendable	1,883	98,287	0	0
Restricted	957,606	116,824	0	417,723
Committed	0	0	192,034	0
<i>Total Fund Balances</i>	<u>959,489</u>	<u>215,111</u>	<u>192,034</u>	<u>417,723</u>
<i>Total Liabilities, Deferred Inflows Of Resources And Fund Balances</i>	<u>\$1,882,770</u>	<u>\$321,797</u>	<u>\$201,211</u>	<u>\$489,226</u>

<i>County Permissive MVL Fund</i>	<i>Senior Nutrition Fund</i>	<i>Drug Law Enforcement Fund</i>	<i>Community Development Fund</i>	<i>Community Environment Fund</i>
\$378,949	\$11,341	\$176,587	\$401,922	\$445,809
200,810	0	0	0	0
0	0	0	24,359	0
0	0	0	0	0
1,003	0	337	0	0
41,862	0	0	0	0
0	0	0	0	0
0	0	6,975	0	0
<u>\$622,624</u>	<u>\$11,341</u>	<u>\$183,899</u>	<u>\$426,281</u>	<u>\$445,809</u>
\$38,304	\$0	\$0	\$8,738	\$0
38,055	0	0	0	0
0	0	0	1,645	0
0	0	0	0	0
0	0	0	698	0
0	0	0	0	0
<u>76,359</u>	<u>0</u>	<u>0</u>	<u>11,081</u>	<u>0</u>
0	0	0	0	0
<u>35,615</u>	<u>0</u>	<u>240</u>	<u>0</u>	<u>0</u>
<u>35,615</u>	<u>0</u>	<u>240</u>	<u>0</u>	<u>0</u>
0	0	6,975	0	0
510,650	0	176,684	0	0
<u>0</u>	<u>11,341</u>	<u>0</u>	<u>415,200</u>	<u>445,809</u>
<u>510,650</u>	<u>11,341</u>	<u>183,659</u>	<u>415,200</u>	<u>445,809</u>
<u>\$622,624</u>	<u>\$11,341</u>	<u>\$183,899</u>	<u>\$426,281</u>	<u>\$445,809</u>

(Continued)

**CITY OF GROVE CITY, OHIO**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
(Continued)  
December 31, 2020**

	<b>Law Enforcement Assistance Fund</b>	<b>Enforcement And Education Fund</b>	<b>Mayor's Court Computer Fund</b>	<b>Big Splash Fund</b>
<b><u>Assets:</u></b>				
Equity In Pooled Cash And Cash Equivalents	\$14,475	\$21,726	\$12,991	\$87,750
Cash And Cash Equivalents				
With Fiscal Agents	0	0	0	0
Receivables:				
Other Local Taxes	0	0	0	0
Revenue In Lieu Of Taxes	0	0	0	0
Accrued Interest	0	0	0	0
Due From Other Governments	0	0	0	0
Materials And Supplies Inventory	0	0	0	0
Prepaid Items	0	0	7,596	0
<b>Total Assets</b>	<b>\$14,475</b>	<b>\$21,726</b>	<b>\$20,587</b>	<b>\$87,750</b>
<b><u>Liabilities:</u></b>				
Accounts Payable	\$0	\$0	\$197	\$1,574
Contracts Payable	0	0	0	0
Accrued Wages Payable	0	0	0	0
Retainage Payable	0	0	0	0
Due To Other Governments	0	0	0	235
Unearned Revenue	0	0	0	0
<b>Total Liabilities</b>	<b>0</b>	<b>0</b>	<b>197</b>	<b>1,809</b>
<b><u>Deferred Inflows Of Resources:</u></b>				
Revenue In Lieu Of Taxes	0	0	0	0
Unavailable Revenue	0	0	0	0
<b>Total Deferred Inflows Of Resources</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b><u>Fund Balances:</u></b>				
Nonspendable	0	0	7,596	0
Restricted	14,475	21,726	12,794	0
Committed	0	0	0	85,941
<b>Total Fund Balances</b>	<b>14,475</b>	<b>21,726</b>	<b>20,390</b>	<b>85,941</b>
<b>Total Liabilities, Deferred Inflows Of Resources And Fund Balances</b>	<b>\$14,475</b>	<b>\$21,726</b>	<b>\$20,587</b>	<b>\$87,750</b>



<i>Park Donation Fund</i>	<i>Rockford TIF Fund</i>	<i>Local Coronavirus Relief Fund</i>	<i>Lumberyard TIF Fund</i>	<i>Convention Bureau Fund</i>	<i>Total</i>
\$5,331	\$580,620	\$83,755	\$148,881	\$24,442	\$3,983,618
0	0	0	0	0	200,810
0	0	0	0	24,359	48,718
0	480,143	0	335,500	0	815,643
0	0	0	0	0	3,348
0	50,060	0	0	0	1,295,709
0	0	0	0	0	100,170
0	0	8,548	0	0	23,119
<u>\$5,331</u>	<u>\$1,110,823</u>	<u>\$92,303</u>	<u>\$484,381</u>	<u>\$48,801</u>	<u>\$6,471,135</u>
\$0	\$0	\$17,853	\$0	\$0	\$102,849
0	2,059	0	0	0	67,403
0	0	0	0	0	24,297
0	12,077	0	0	0	12,077
0	0	0	0	0	19,765
0	0	65,902	0	0	65,902
0	14,136	83,755	0	0	292,293
0	480,143	0	335,500	0	815,643
0	50,060	0	0	0	1,091,606
0	530,203	0	335,500	0	1,907,249
0	0	8,548	0	0	123,289
5,331	566,484	0	148,881	48,801	2,997,979
0	0	0	0	0	1,150,325
<u>5,331</u>	<u>566,484</u>	<u>8,548</u>	<u>148,881</u>	<u>48,801</u>	<u>4,271,593</u>
<u>\$5,331</u>	<u>\$1,110,823</u>	<u>\$92,303</u>	<u>\$484,381</u>	<u>\$48,801</u>	<u>\$6,471,135</u>

**CITY OF GROVE CITY, OHIO**

**Combining Statement Of Revenues, Expenditures And Changes In Fund Balances  
Nonmajor Special Revenue Funds**

**For The Year Ended December 31, 2020**

	<i>Street Maintenance Fund</i>	<i>State Highway Fund</i>	<i>General Recreation Fund</i>	<i>City Permissive MVL Fund</i>
<b><u>Revenues:</u></b>				
Revenue In Lieu Of Taxes	\$0	\$0	\$0	\$0
Other Local Taxes	0	0	0	0
Intergovernmental	2,206,225	178,883	0	193,742
Charges For Services	0	0	528,380	0
Licenses And Permits	0	0	0	0
Fines And Forfeitures	0	0	0	0
Interest	10,707	1,368	0	5,405
Rent	0	0	870	0
Miscellaneous	1,480	593	1,373	0
<i>Total Revenues</i>	<u>2,218,412</u>	<u>180,844</u>	<u>530,623</u>	<u>199,147</u>
<b><u>Expenditures:</u></b>				
Current Operations And Maintenance:				
Security Of Persons And Property	0	0	0	0
Public Health	0	0	0	0
Leisure Time Activities	0	0	929,863	0
Community Development	0	0	0	0
Transportation	1,682,620	150,469	0	26,027
General Government:				
Primary Government	0	0	0	0
Intergovernmental	0	0	0	0
Capital Outlay	131,242	27,289	0	88,825
Debt Service:				
Principal Retirement	0	0	0	0
Interest And Fiscal Charges	0	0	0	0
<i>Total Expenditures</i>	<u>1,813,862</u>	<u>177,758</u>	<u>929,863</u>	<u>114,852</u>
Excess Of Revenues Over (Under) Expenditures	404,550	3,086	(399,240)	84,295
<b><u>Other Financing Sources:</u></b>				
Transfers - In	0	0	0	0
Net Change In Fund Balances	404,550	3,086	(399,240)	84,295
Fund Balances At Beginning Of Year	554,939	212,025	591,274	333,428
<i>Fund Balances At End Of Year</i>	<u>\$959,489</u>	<u>\$215,111</u>	<u>\$192,034</u>	<u>\$417,723</u>

<i>County Permissive MVL Fund</i>	<i>Senior Nutrition Fund</i>	<i>Drug Law Enforcement Fund</i>	<i>Community Development Fund</i>	<i>Community Environment Fund</i>	<i>Law Enforcement Assistance Fund</i>
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	300,458	0	0
265,780	0	0	0	0	0
0	14,173	0	0	0	0
0	0	0	0	338,117	0
0	0	0	0	0	0
7,995	0	1,901	0	0	0
0	0	0	30,003	0	0
0	0	0	0	0	0
<u>273,775</u>	<u>14,173</u>	<u>1,901</u>	<u>330,461</u>	<u>338,117</u>	<u>0</u>
0	0	319,915	0	0	1,037
0	8,301	0	0	0	0
0	0	0	0	0	0
0	0	0	246,424	100,097	0
58,529	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
455,936	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>514,465</u>	<u>8,301</u>	<u>319,915</u>	<u>246,424</u>	<u>100,097</u>	<u>1,037</u>
(240,690)	5,872	(318,014)	84,037	238,020	(1,037)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(240,690)	5,872	(318,014)	84,037	238,020	(1,037)
<u>751,340</u>	<u>5,469</u>	<u>501,673</u>	<u>331,163</u>	<u>207,789</u>	<u>15,512</u>
<u>\$510,650</u>	<u>\$11,341</u>	<u>\$183,659</u>	<u>\$415,200</u>	<u>\$445,809</u>	<u>\$14,475</u>

(Continued)

**CITY OF GROVE CITY, OHIO**

**Combining Statement Of Revenues, Expenditures And Changes In Fund Balances  
Nonmajor Special Revenue Funds  
(Continued)**

**For The Year Ended December 31, 2020**

	<i>Enforcement And Education Fund</i>	<i>Mayor's Court Computer Fund</i>	<i>Big Splash Fund</i>	<i>Park Donation Fund</i>
<b><u>Revenues:</u></b>				
Revenue In Lieu Of Taxes	\$0	\$0	\$0	\$0
Other Local Taxes	0	0	0	0
Intergovernmental	0	0	0	0
Charges For Services	0	0	0	0
Licenses And Permits	0	0	0	0
Fines And Forfeitures	2,204	15,116	0	0
Interest	0	0	0	0
Rent	0	0	0	0
Miscellaneous	0	0	78	0
<i>Total Revenues</i>	<u>2,204</u>	<u>15,116</u>	<u>78</u>	<u>0</u>
<b><u>Expenditures:</u></b>				
Current Operations And Maintenance:				
Security Of Persons And Property	2,400	0	0	0
Public Health	0	0	0	0
Leisure Time Activities	0	0	69,629	0
Community Development	0	0	0	0
Transportation	0	0	0	0
General Government:				
Primary Government	0	11,117	0	0
Intergovernmental	0	0	0	0
Capital Outlay	0	14,933	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest And Fiscal Charges	0	0	0	0
<i>Total Expenditures</i>	<u>2,400</u>	<u>26,050</u>	<u>69,629</u>	<u>0</u>
Excess Of Revenues Over (Under) Expenditures	(196)	(10,934)	(69,551)	0
<b><u>Other Financing Sources:</u></b>				
Transfers - In	0	0	100,000	0
Net Change In Fund Balances	(196)	(10,934)	30,449	0
Fund Balances At Beginning Of Year	<u>21,922</u>	<u>31,324</u>	<u>55,492</u>	<u>5,331</u>
<i>Fund Balances At End Of Year</i>	<u><u>\$21,726</u></u>	<u><u>\$20,390</u></u>	<u><u>\$85,941</u></u>	<u><u>\$5,331</u></u>

<i>Rockford TIF Fund</i>	<i>Local Coronavirus Relief Fund</i>	<i>Lumberyard TIF Fund</i>	<i>Convention Bureau Fund</i>	<i>Total</i>
\$634,405	\$0	\$335,677	\$0	\$970,082
0	0	0	300,458	600,916
78,439	2,974,808	0	0	5,897,877
0	0	0	0	542,553
0	0	0	0	338,117
0	0	0	0	17,320
0	0	0	0	27,376
0	0	0	0	30,873
0	0	0	0	3,524
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
712,844	2,974,808	335,677	300,458	8,428,638
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
0	0	0	0	323,352
0	586,597	0	0	594,898
0	0	0	0	999,492
0	340,309	0	284,519	971,349
0	0	0	0	1,917,645
216,612	451,226	156	0	679,111
0	1,272,158	0	0	1,272,158
0	315,970	0	0	1,034,195
0	0	130,000	0	130,000
0	0	169,380	0	169,380
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
216,612	2,966,260	299,536	284,519	8,091,580
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
496,232	8,548	36,141	15,939	337,058
0	0	0	0	100,000
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
496,232	8,548	36,141	15,939	437,058
70,252	0	112,740	32,862	3,834,535
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
\$566,484	\$8,548	\$148,881	\$48,801	\$4,271,593
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## **CITY OF GROVE CITY, OHIO**

### ***Custodial Fund Descriptions***

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Custodial Funds are used to report fiduciary activities that are not required to be reported in a trust fund. These funds do not account for the City's own source revenue. The following is a description of the City's custodial funds.

#### **Mayor's Court Fund**

The Mayor's Court Fund accounts for and reports the collection and distribution of court fines and forfeitures to State, other governments, and individuals.

#### **Deposit Trust Fund**

The Deposit Trust Fund accounts for and reports City of Columbus sewer tap-in-fees held by the City.

#### **Scioto Township Joint Economic Development District (JEDD) Fund**

The Scioto Township Joint Economic Development District Fund accounts for and reports the income tax monies received from within the Joint Economic Development District collected by the City to be disbursed to Scioto Township and the Village of Commercial Point.

**CITY OF GROVE CITY, OHIO**

**Combining Statement of Fiduciary Net Position  
Custodial Funds**

**December 31, 2020**

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	<b><i>Mayor's Court Fund</i></b>	<b><i>Deposit Trust Fund</i></b>	<b><i>Scioto Township JEDD Fund</i></b>	<b><i>Total</i></b>
<b><u>Assets:</u></b>				
Equity In Pooled Cash And Cash Equivalents	\$15,598	\$305,561	\$293,610	\$614,769
<b><u>Liabilities:</u></b>				
Accounts Payable and Other Liabilities	\$5,963	\$0	\$0	\$5,963
Due To Other Governments	9,635	305,561	293,610	608,806
<b><i>Total Liabilities</i></b>	<b>\$15,598</b>	<b>\$305,561</b>	<b>\$293,610</b>	<b>\$614,769</b>



**CITY OF GROVE CITY, OHIO**

**Combining Statement Of Changes In Fiduciary Net Position  
Custodial Funds**

**For The Year Ended December 31, 2020**

	<b><i>Mayor's Court Fund</i></b>	<b><i>Deposit Trust Fund</i></b>	<b><i>Scioto Township JEDD Fund</i></b>	<b><i>Total</i></b>
<b><u>Additions:</u></b>				
Licenses, Permits, and Fees for Other Governments	\$0	\$652,452	\$0	\$652,452
Fines and Forfeitures for Other Governments	92,724	0	0	92,724
Special Assessment Collections for Other Governments	0	31,157	0	31,157
Income Tax Collections for Other Governments	0	0	1,237,999	1,237,999
<b>Total Additions</b>	<b>92,724</b>	<b>683,609</b>	<b>1,237,999</b>	<b>2,014,332</b>
<b><u>Deductions:</u></b>				
Distributions to the State of Ohio	65,849	0	0	65,849
Licenses, Permits, and Fees to Other Governments	0	652,452	0	652,452
Fines and Forfeitures Distributions to Other Governments	2,919	0	0	2,919
Special Assessment Distributions for Other Governments	0	31,157	0	31,157
Income Tax Collections to Other Governments	0	0	1,237,999	1,237,999
Distributions to Individuals	23,956	0	0	23,956
<b>Total Deductions</b>	<b>92,724</b>	<b>683,609</b>	<b>1,237,999</b>	<b>2,014,332</b>
Net Position At Beginning Of Year	0	0	0	0
<b>Net Position At End Of Year</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**CITY OF GROVE CITY, OHIO**

**General Fund**

**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual  
(Non-GAAP Budgetary Basis)**

*For The Year Ended December 31, 2020*

	<i>Original Budget</i>	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
<b><u>Revenues:</u></b>				
Property Taxes	\$1,183,827	\$1,183,827	\$1,178,412	(\$5,415)
Municipal Income Taxes	27,840,276	27,834,149	28,191,455	357,306
Other Local Taxes	834,632	834,632	602,814	(231,818)
Intergovernmental	919,006	925,133	1,321,061	395,928
Charges For Services	864,130	868,923	970,391	101,468
Licenses And Permits	1,154,000	1,154,000	1,268,689	114,689
Fines And Forfeitures	295,000	295,000	239,191	(55,809)
Interest	809,002	809,002	619,135	(189,867)
Miscellaneous	163,395	171,355	218,869	47,514
<b>Total Revenues</b>	<b>34,063,268</b>	<b>34,076,021</b>	<b>34,610,017</b>	<b>533,996</b>
<b><u>Expenditures:</u></b>				
Current Operations And Maintenance:				
Security Of Persons And Property				
Police Department				
Personal Services	10,181,191	9,990,375	9,338,035	652,340
Materials And Supplies	433,674	443,674	345,447	98,227
Contractual Services	812,861	798,861	682,922	115,939
Other Operating Charges	7,000	7,000	1,335	5,665
<b>Total Police Department</b>	<b>11,434,726</b>	<b>11,239,910</b>	<b>10,367,739</b>	<b>872,171</b>
Garage				
Personal Services	214,557	214,557	185,872	28,685
Materials And Supplies	173,252	173,252	145,522	27,730
Contractual Services	19,804	19,804	6,090	13,714
Other Operating Charges	2,000	2,000	275	1,725
<b>Total Garage</b>	<b>409,613</b>	<b>409,613</b>	<b>337,759</b>	<b>71,854</b>
Communications				
Personal Services	1,751,268	1,750,968	1,592,288	158,680
Materials And Supplies	29,301	27,708	19,769	7,939
Contractual Services	40,740	42,333	41,436	897
<b>Total Communications</b>	<b>1,821,309</b>	<b>1,821,009</b>	<b>1,653,493</b>	<b>167,516</b>
Mayor's Court				
Personal Services	329,140	329,140	290,750	38,390
Materials And Supplies	23,730	18,030	17,975	55
Contractual Services	134,847	134,847	118,226	16,621
Other Operating Charges	550	550	225	325
<b>Total Mayor's Court</b>	<b>488,267</b>	<b>482,567</b>	<b>427,176</b>	<b>55,391</b>
<b>Total Security Of Persons And Property</b>	<b>14,153,915</b>	<b>13,953,099</b>	<b>12,786,167</b>	<b>1,166,932</b>
Public Health				
Health Department				
Contractual Services	\$479,410	\$479,410	\$465,995	\$13,415

*(Continued)*

**CITY OF GROVE CITY, OHIO**

**General Fund**

**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*(Continued)*

*For The Year Ended December 31, 2020*

	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
Leisure Time Activities				
Parks And Recreation				
Personal Services	\$919,518	\$919,518	\$771,968	\$147,550
Materials And Supplies	29,653	32,653	16,265	16,388
Contractual Services	319,522	316,522	136,735	179,787
Other Operating Charges	7,660	9,410	7,585	1,825
Total Leisure Time Activities	<u>1,276,353</u>	<u>1,278,103</u>	<u>932,553</u>	<u>345,550</u>
Community Development				
Building Department				
Personal Services	1,343,918	1,343,918	1,148,905	195,013
Materials And Supplies	32,692	26,756	18,171	8,585
Contractual Services	83,657	87,002	42,224	44,778
Other Operating Charges	4,250	5,250	4,120	1,130
Total Building Department	<u>1,464,517</u>	<u>1,462,926</u>	<u>1,213,420</u>	<u>249,506</u>
Development				
Personal Services	766,406	766,406	737,298	29,108
Materials And Supplies	9,559	9,559	9,405	154
Contractual Services	253,752	253,752	244,070	9,682
Other Operating Charges	334,718	334,718	291,968	42,750
Total Development	<u>1,364,435</u>	<u>1,364,435</u>	<u>1,282,741</u>	<u>81,694</u>
Total Community Development	<u>2,828,952</u>	<u>2,827,361</u>	<u>2,496,161</u>	<u>331,200</u>
General Government				
City Council				
Personal Services	309,217	309,217	266,454	42,763
Materials And Supplies	1,415	1,415	316	1,099
Contractual Services	77,143	77,143	42,281	34,862
Other Operating Charges	250	250	210	40
Total City Council	<u>388,025</u>	<u>388,025</u>	<u>309,261</u>	<u>78,764</u>
Administration				
Personal Services	564,951	564,951	484,721	80,230
Materials And Supplies	18,943	18,943	11,636	7,307
Contractual Services	44,154	43,374	34,934	8,440
Other Operating Charges	4,720	5,500	5,500	0
Total Administration	<u>\$632,768</u>	<u>\$632,768</u>	<u>\$536,791</u>	<u>\$95,977</u>

*(Continued)*

**CITY OF GROVE CITY, OHIO**

**General Fund**

**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*(Continued)*

*For The Year Ended December 31, 2020*

	<i>Original Budget</i>	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
Finance				
Personal Services	\$460,501	\$460,501	\$455,726	\$4,775
Materials And Supplies	7,161	7,161	4,231	2,930
Contractual Services	595,603	593,821	500,323	93,498
Other Operating Charges	975	975	375	600
Total Finance	<u>1,064,240</u>	<u>1,062,458</u>	<u>960,655</u>	<u>101,803</u>
Law				
Contractual Services	<u>783,431</u>	<u>783,431</u>	<u>768,641</u>	<u>14,790</u>
Lands And Buildings				
Personal Services	1,732,094	1,732,094	1,530,863	201,231
Materials And Supplies	394,860	394,860	257,100	137,760
Contractual Services	2,302,850	2,301,850	1,911,274	390,576
Other Operating Charges	<u>15,026</u>	<u>20,419</u>	<u>19,473</u>	<u>946</u>
Total Lands And Buildings	<u>4,444,830</u>	<u>4,449,223</u>	<u>3,718,710</u>	<u>730,513</u>
General Miscellaneous				
Personal Services	524,350	516,416	456,515	59,901
Materials And Supplies	20,406	12,906	9,305	3,601
Contractual Services	1,526,773	1,491,676	1,484,514	7,162
Other Operating Charges	<u>607,046</u>	<u>847,713</u>	<u>845,305</u>	<u>2,408</u>
Total General Miscellaneous	<u>2,678,575</u>	<u>2,868,711</u>	<u>2,795,639</u>	<u>73,072</u>
Information System				
Personal Services	1,047,805	1,047,805	972,774	75,031
Materials And Supplies	41,693	41,693	41,686	7
Contractual Services	<u>980,349</u>	<u>967,849</u>	<u>962,137</u>	<u>5,712</u>
Total Information System	<u>2,069,847</u>	<u>2,057,347</u>	<u>1,976,597</u>	<u>80,750</u>
Public Information				
Personal Services	196,254	196,254	193,243	3,011
Materials And Supplies	6,839	6,839	5,580	1,259
Contractual Services	<u>171,147</u>	<u>171,147</u>	<u>165,001</u>	<u>6,146</u>
Total Public Information	<u>\$374,240</u>	<u>\$374,240</u>	<u>\$363,824</u>	<u>\$10,416</u>

*(Continued)*

**CITY OF GROVE CITY, OHIO**

**General Fund**

**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*(Continued)*

*For The Year Ended December 31, 2020*

	<i>Original Budget</i>	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
Human Resources				
Personal Services	\$109,141	\$109,141	\$108,540	\$601
Contractual Services	90,172	90,172	89,766	406
<b>Total Human Resources</b>	<b>199,313</b>	<b>199,313</b>	<b>198,306</b>	<b>1,007</b>
<b>Total General Government</b>	<b>12,635,269</b>	<b>12,815,516</b>	<b>11,628,424</b>	<b>1,187,092</b>
Capital Outlay:				
Police Department	518,639	522,639	445,984	76,655
Garage	15,000	15,000	14,995	5
Building Department	40,250	46,185	45,706	479
Development	28,000	28,000	1,100	26,900
Lands And Buildings	1,028,636	1,028,636	680,823	347,813
City Council	3,200	3,200	1,473	1,727
Finance	0	1,782	1,782	0
Communication	8,982	8,982	982	8,000
Leisure Time	613,237	613,237	335,297	277,940
General Miscellaneous	823,075	1,140,929	1,138,784	2,145
Mayor's Court	0	5,700	5,700	0
Information System	471,106	483,606	483,544	62
<b>Total Capital Outlay</b>	<b>3,550,125</b>	<b>3,897,896</b>	<b>3,156,170</b>	<b>741,726</b>
<b>Total Expenditures</b>	<b>34,924,024</b>	<b>35,251,385</b>	<b>31,465,470</b>	<b>3,785,915</b>
Excess Of Revenues Over (Under) Expenditures	(860,756)	(1,175,364)	3,144,547	4,319,911
<b><u>Other Financing Sources (Uses):</u></b>				
Proceeds From Sale Of Capital Assets	50,000	50,000	76,692	26,692
Refund Of Prior Year Expenditures	0	0	4,477	4,477
Refund Of Prior Year Receipts	(5,000)	(5,000)	(1,493)	3,507
Advances - In	0	0	180,684	180,684
Transfers - In	0	0	200,000	200,000
Transfers - Out	(5,791,012)	(5,955,122)	(5,955,122)	0
<b>Total Other Financing Sources (Uses)</b>	<b>(5,746,012)</b>	<b>(5,910,122)</b>	<b>(5,494,762)</b>	<b>415,360</b>
Net Change In Fund Balance	(6,606,768)	(7,085,486)	(2,350,215)	4,735,271
Fund Balance At Beginning Of Year	10,500,133	10,500,133	10,500,133	0
Prior Year Encumbrances	3,550,105	3,550,105	3,550,105	0
<b>Fund Balance At End Of Year</b>	<b>\$7,443,470</b>	<b>\$6,964,752</b>	<b>\$11,700,023</b>	<b>\$4,735,271</b>

**CITY OF GROVE CITY, OHIO**

**Police Pension Special Revenue Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
**(Non-GAAP Budgetary Basis)**

*For The Year Ended December 31, 2020*

	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>				
Property Taxes	\$1,092,764	\$1,092,764	\$1,087,815	(\$4,949)
Intergovernmental	122,590	122,590	122,779	189
<i>Total Revenues</i>	<u>1,215,354</u>	<u>1,215,354</u>	<u>1,210,594</u>	<u>(4,760)</u>
<b><u>Expenditures:</u></b>				
Current Operations And Maintenance:				
Security Of Persons And Property				
Police Department				
Personal Services	1,550,411	1,550,441	1,349,182	201,259
Other Operating Charges	25,000	25,000	14,177	10,823
<i>Total Expenditures</i>	<u>1,575,411</u>	<u>1,575,441</u>	<u>1,363,359</u>	<u>212,082</u>
Net Change In Fund Balance	(360,057)	(360,087)	(152,765)	207,322
Fund Balance At Beginning Of Year	<u>828,863</u>	<u>828,863</u>	<u>828,863</u>	<u>0</u>
<i>Fund Balance At End Of Year</i>	<u><u>\$468,806</u></u>	<u><u>\$468,776</u></u>	<u><u>\$676,098</u></u>	<u><u>\$207,322</u></u>

**CITY OF GROVE CITY, OHIO**

**Buckeye Center TIF Special Revenue Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<i>Variance Positive (Negative)</i>
<b><u>Revenues:</u></b>				
Revenue In Lieu Of Taxes	<u>\$3,200,000</u>	<u>\$3,200,000</u>	<u>\$3,047,917</u>	<u>(\$152,083)</u>
<b><u>Expenditures:</u></b>				
Current Operations And Maintenance:				
General Government				
General Miscellaneous				
Other Operating Charges	<u>2,509,700</u>	<u>2,509,700</u>	<u>2,449,759</u>	<u>59,941</u>
Debt Service:				
Principal Retirement	885,000	885,000	885,000	0
Interest And Fiscal Charges	<u>271,100</u>	<u>271,100</u>	<u>270,354</u>	<u>746</u>
Total Debt Service	<u>1,156,100</u>	<u>1,156,100</u>	<u>1,155,354</u>	<u>746</u>
<i>Total Expenditures</i>	<u>3,665,800</u>	<u>3,665,800</u>	<u>3,605,113</u>	<u>60,687</u>
Net Change In Fund Balance	(465,800)	(465,800)	(557,196)	(91,396)
Fund Balance At Beginning Of Year	<u>2,766,576</u>	<u>2,766,576</u>	<u>2,766,576</u>	<u>0</u>
<i>Fund Balance At End Of Year</i>	<u><u>\$2,300,776</u></u>	<u><u>\$2,300,776</u></u>	<u><u>\$2,209,380</u></u>	<u><u>(\$91,396)</u></u>

**CITY OF GROVE CITY, OHIO**

**Debt Service Fund**

**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
(Non-GAAP Budgetary Basis)

For The Year Ended December 31, 2020

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
<b><u>Revenues:</u></b>			
Property Taxes	\$910,636	\$906,503	(\$4,133)
Intergovernmental	102,158	102,317	159
Charges For Services	0	540,636	540,636
Special Assessments	154,893	103,247	(51,646)
Rent	800,000	300,000	(500,000)
Miscellaneous	0	1,517	1,517
<i>Total Revenues</i>	<u>1,967,687</u>	<u>1,954,220</u>	<u>(13,467)</u>
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
General Government			
General Miscellaneous			
Contractual Services	33,131	33,131	0
Other Operating Charges	12,058	12,058	0
Total General Government	<u>45,189</u>	<u>45,189</u>	<u>0</u>
Debt Service:			
Principal Retirement	7,240,703	7,240,703	0
Interest And Fiscal Charges	836,165	835,599	566
Total Debt Service	<u>8,076,868</u>	<u>8,076,302</u>	<u>566</u>
<i>Total Expenditures</i>	<u>8,122,057</u>	<u>8,121,491</u>	<u>566</u>
Excess Of Revenues Under Expenditures	<u>(6,154,370)</u>	<u>(6,167,271)</u>	<u>(12,901)</u>
<b><u>Other Financing Sources:</u></b>			
Premium On Debt Issued	0	50,019	50,019
Issuance of Notes	6,000,000	6,000,000	0
<i>Total Other Financing Sources</i>	<u>6,000,000</u>	<u>6,050,019</u>	<u>50,019</u>
Net Change In Fund Balance	(154,370)	(117,252)	37,118
Fund Balance At Beginning Of Year	1,803,040	1,803,040	0
Prior Year Encumbrances	5,000	5,000	0
<i>Fund Balance At End Of Year</i>	<u><u>\$1,653,670</u></u>	<u><u>\$1,690,788</u></u>	<u><u>\$37,118</u></u>



**CITY OF GROVE CITY, OHIO**

**Pinnacle TIF Debt Service Fund**

**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
<b><u>Revenues:</u></b>			
Revenue In Lieu Of Taxes	\$3,300,000	\$3,529,214	\$229,214
Intergovernmental	450,000	471,194	21,194
<i>Total Revenues</i>	<u>3,750,000</u>	<u>4,000,408</u>	<u>250,408</u>
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
General Government			
Contractual Services	75,000	50,000	25,000
Other Operating Charges	665,000	632,346	32,654
Total General Government	740,000	682,346	57,654
Capital Outlay:			
General Miscellaneous	6,886,240	6,647,434	238,806
Debt Service:			
Principal Retirement	415,000	415,000	0
Interest And Fiscal Charges	128,600	128,289	311
Total Debt Service	543,600	543,289	311
<i>Total Expenditures</i>	<u>8,169,840</u>	<u>7,873,069</u>	<u>296,771</u>
Net Change In Fund Balance	(4,419,840)	(3,872,661)	547,179
Fund Balance At Beginning Of Year	6,489,417	6,489,417	0
Prior Year Encumbrances	4,066,002	4,066,002	0
<i>Fund Balance At End Of Year</i>	<u>\$6,135,579</u>	<u>\$6,682,758</u>	<u>\$547,179</u>

**CITY OF GROVE CITY, OHIO**

**SR 665/I 71 Municipal Improvement TIF Debt Service Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
<b><u>Revenues:</u></b>			
Revenue In Lieu Of Taxes	<u>\$525,000</u>	<u>\$4,867,828</u>	<u>\$4,342,828</u>
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
General Government			
General Miscellaneous			
Other Operating Charges	<u>185,000</u>	<u>165,885</u>	<u>19,115</u>
Capital Outlay			
Capital Outlay:			
Engineering	<u>211,605</u>	<u>206,318</u>	<u>5,287</u>
Debt Service:			
Principal Retirement	325,000	325,000	0
Interest And Fiscal Charges	<u>249,568</u>	<u>249,568</u>	<u>0</u>
Total Debt Service	<u>574,568</u>	<u>574,568</u>	<u>0</u>
<i>Total Expenditures</i>	<u>971,173</u>	<u>946,771</u>	<u>24,402</u>
Net Change In Fund Balance	(446,173)	3,921,057	4,367,230
Fund Balance At Beginning Of Year	1,215,127	1,215,127	0
Prior Year Encumbrances	<u>102,673</u>	<u>102,673</u>	<u>0</u>
<i>Fund Balance At End Of Year</i>	<u><u>\$871,627</u></u>	<u><u>\$5,238,857</u></u>	<u><u>\$4,367,230</u></u>

**CITY OF GROVE CITY, OHIO**

**Capital Improvement Capital Projects Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
**(Non-GAAP Budgetary Basis)**

*For The Year Ended December 31, 2020*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
<b><u>Revenues:</u></b>			
Intergovernmental	\$2,350,499	\$2,418,499	\$68,000
Interest	0	60,736	60,736
Contributions and Donations	397,000	467,270	70,270
<i>Total Revenues</i>	<u>2,747,499</u>	<u>2,946,505</u>	<u>199,006</u>
<b><u>Expenditures:</u></b>			
Capital Outlay:			
Infrastructure	23,160,120	23,027,759	132,361
Debt Service:			
Interest And Fiscal Charges	179,500	179,500	0
<i>Total Expenditures</i>	<u>23,339,620</u>	<u>23,207,259</u>	<u>132,361</u>
Excess Of Revenues Under Expenditures	<u>(20,592,121)</u>	<u>(20,260,754)</u>	<u>331,367</u>
<b><u>Other Financing Sources (Uses):</u></b>			
Issuance Of OPWC Loans	0	117,388	117,388
Transfers - In	7,038,638	7,038,638	0
Transfers - Out	(200,000)	(200,000)	0
<i>Total Other Financing Sources</i>	<u>6,838,638</u>	<u>6,956,026</u>	<u>117,388</u>
Net Change In Fund Balance	(13,753,483)	(13,304,728)	448,755
Fund Balance At Beginning Of Year	1,158,445	1,158,445	0
Prior Year Encumbrances	12,725,713	12,725,713	0
<i>Fund Balance At End Of Year</i>	<u><u>\$130,675</u></u>	<u><u>\$579,430</u></u>	<u><u>\$448,755</u></u>

**CITY OF GROVE CITY, OHIO**

**Water Enterprise Fund**  
**Schedule Of Revenues, Expenses And Changes In Fund Equity - Budget And Actual**  
**(Non-GAAP Budgetary Basis)**

*For The Year Ended December 31, 2020*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
<b><u>Revenues:</u></b>			
Charges For Services	\$400,000	\$451,127	\$51,127
Tap-In Fees	125,000	168,039	43,039
<i>Total Revenues</i>	<u>525,000</u>	<u>619,166</u>	<u>94,166</u>
<b><u>Expenses:</u></b>			
Contractual Services	233,611	154,770	78,841
Materials And Supplies	3,000	508	2,492
Capital Outlay	484,458	189,583	294,875
Debt Service:			
Principal Retirement	180,016	180,011	5
Interest And Fiscal Charges	77,325	77,314	11
<i>Total Expenses</i>	<u>978,410</u>	<u>602,186</u>	<u>376,224</u>
Net Change In Fund Equity	(453,410)	16,980	470,390
Fund Equity At Beginning Of Year	339,659	339,659	0
Prior Year Encumbrances	<u>254,069</u>	<u>254,069</u>	<u>0</u>
<i>Fund Equity At End Of Year</i>	<u><u>\$140,318</u></u>	<u><u>\$610,708</u></u>	<u><u>\$470,390</u></u>

**CITY OF GROVE CITY, OHIO**

**Sewer Enterprise Fund**  
**Schedule Of Revenues, Expenses And Changes In Fund Equity - Budget And Actual**  
**(Non-GAAP Budgetary Basis)**

*For The Year Ended December 31, 2020*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>			
Charges For Services	\$500,000	\$541,325	\$41,325
Tap-In Fees	400,000	602,463	202,463
<i>Total Revenues</i>	<u>900,000</u>	<u>1,143,788</u>	<u>243,788</u>
<b><u>Expenses:</u></b>			
Personal Services	545,385	495,964	49,421
Contractual Services	522,272	301,877	220,395
Materials And Supplies	91,311	31,468	59,843
Capital Outlay	967,267	956,178	11,089
Debt Service:			
Principal Retirement	107,984	85,495	22,489
Interest And Fiscal Charges	8,871	7,836	1,035
<i>Total Expenses</i>	<u>2,243,090</u>	<u>1,878,818</u>	<u>364,272</u>
Net Change In Fund Equity	(1,343,090)	(735,030)	608,060
Fund Equity At Beginning Of Year	697,599	697,599	0
Prior Year Encumbrances	686,537	686,537	0
<i>Fund Equity At End Of Year</i>	<u>\$41,046</u>	<u>\$649,106</u>	<u>\$608,060</u>

**CITY OF GROVE CITY, OHIO**

**Street Maintenance Special Revenue Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
<b><u>Revenues:</u></b>			
Intergovernmental	\$2,432,604	\$2,225,984	(\$206,620)
Interest	8,000	9,225	1,225
Miscellaneous	0	1,480	1,480
<i>Total Revenues</i>	<u>2,440,604</u>	<u>2,236,689</u>	<u>(203,915)</u>
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Transportation			
Street Maintenance			
Personal Services	1,423,295	1,423,295	0
Materials And Supplies	450,351	313,838	136,513
Contractual Services	164,083	123,525	40,558
Other Operating Charges	22,553	9,730	12,823
<i>Total Transportation</i>	<u>2,060,282</u>	<u>1,870,388</u>	<u>189,894</u>
Capital Outlay:			
Engineering	730,170	668,205	61,965
<i>Total Expenditures</i>	<u>2,790,452</u>	<u>2,538,593</u>	<u>251,859</u>
Excess of Revenues			
Under Expenditures	(349,848)	(301,904)	47,944
<b><u>Other Financing Uses:</u></b>			
Advances - Out	(180,684)	(180,684)	0
Net Change In Fund Balance	(530,532)	(482,588)	47,944
Fund Balance At Beginning Of Year	468,030	468,030	0
Prior Year Encumbrances	312,869	312,869	0
<i>Fund Balance At End Of Year</i>	<u><u>\$250,367</u></u>	<u><u>\$298,311</u></u>	<u><u>\$47,944</u></u>

**CITY OF GROVE CITY, OHIO**

**State Highway Special Revenue Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
<b><u>Revenues:</u></b>			
Intergovernmental	\$192,806	\$180,485	(\$12,321)
Interest	5,000	1,343	(3,657)
Miscellaneous	0	593	593
<i>Total Revenues</i>	<u>197,806</u>	<u>182,421</u>	<u>(15,385)</u>
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Transportation			
Street Maintenance			
Materials And Supplies	111,043	107,282	3,761
Contractual Services	56,590	50,267	6,323
<i>Total Transportation</i>	167,633	157,549	10,084
Capital Outlay:			
Engineering	100,000	89,586	10,414
<i>Total Expenditures</i>	<u>267,633</u>	<u>247,135</u>	<u>20,498</u>
Net Change In Fund Balance	(69,827)	(64,714)	5,113
Fund Balance At Beginning Of Year	78,103	78,103	0
Prior Year Encumbrances	17,633	17,633	0
<i>Fund Balance At End Of Year</i>	<u><u>\$25,909</u></u>	<u><u>\$31,022</u></u>	<u><u>\$5,113</u></u>

**CITY OF GROVE CITY, OHIO**

**General Recreation Special Revenue Fund**

**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
(Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>			
Charges For Services	\$1,211,500	\$528,380	(\$683,120)
Rent	50,000	870	(49,130)
Miscellaneous	2,500	1,373	(1,127)
<i>Total Revenues</i>	<u>1,264,000</u>	<u>530,623</u>	<u>(733,377)</u>
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Leisure Time Activities			
Recreation			
Personal Services	700,127	671,507	28,620
Materials And Supplies	144,954	127,878	17,076
Contractual Services	128,364	107,952	20,412
<i>Total Expenditures</i>	<u>973,445</u>	<u>907,337</u>	<u>66,108</u>
Excess of Revenues Over (Under) Expenditures	290,555	(376,714)	(667,269)
<b><u>Other Financing Uses:</u></b>			
Refund Of Prior Year Receipts	(147,200)	(118,593)	28,607
Net Change In Fund Balance	143,355	(495,307)	(638,662)
Fund Balance At Beginning Of Year	463,628	463,628	0
Prior Year Encumbrances	160,709	160,709	0
<i>Fund Balance At End Of Year</i>	<u><u>\$767,692</u></u>	<u><u>\$129,030</u></u>	<u><u>(\$638,662)</u></u>



**CITY OF GROVE CITY, OHIO**

**City Permissive MVL Special Revenue Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>			
Intergovernmental	\$200,000	\$195,644	(\$4,356)
Interest	5,000	4,937	(63)
<i>Total Revenues</i>	<u>205,000</u>	<u>200,581</u>	<u>(4,419)</u>
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Transportation			
Street Maintenance			
Materials And Supplies	86,720	40,565	46,155
Capital Outlay			
Engineering	353,120	181,926	171,194
<i>Total Expenditures</i>	<u>439,840</u>	<u>222,491</u>	<u>217,349</u>
Net Change In Fund Balance	(234,840)	(21,910)	212,930
Fund Balance At Beginning Of Year	199,675	199,675	0
Prior Year Encumbrances	139,840	139,840	0
<i>Fund Balance At End Of Year</i>	<u><u>\$104,675</u></u>	<u><u>\$317,605</u></u>	<u><u>\$212,930</u></u>

**CITY OF GROVE CITY, OHIO**

**County Permissive MVL Special Revenue Fund  
Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual  
(Non-GAAP Budgetary Basis)**

*For The Year Ended December 31, 2020*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
<b><u>Revenues:</u></b>			
Intergovernmental	\$100,000	\$96,362	(\$3,638)
Interest	5,000	7,785	2,785
<i>Total Revenues</i>	<u>105,000</u>	<u>104,147</u>	<u>(853)</u>
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Transportation			
Street Maintenance			
Materials And Supplies	151,556	132,225	19,331
Capital Outlay			
Engineering	682,431	682,431	0
<i>Total Expenditures</i>	<u>833,987</u>	<u>814,656</u>	<u>19,331</u>
Net Change In Fund Balance	(728,987)	(710,509)	18,478
Fund Balance At Beginning Of Year	614,911	614,911	0
Prior Year Encumbrances	153,987	153,987	0
<i>Fund Balance At End Of Year</i>	<u><u>\$39,911</u></u>	<u><u>\$58,389</u></u>	<u><u>\$18,478</u></u>

**CITY OF GROVE CITY, OHIO**

**Senior Nutrition Special Revenue Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>			
Charges For Services	\$25,000	\$14,173	(\$10,827)
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Public Health			
Other Public Health Services			
Other Operating Charges	17,000	8,331	8,669
Net Change In Fund Balance	8,000	5,842	(2,158)
Fund Balance At Beginning Of Year	5,468	5,468	0
<i>Fund Balance At End Of Year</i>	<u><u>\$13,468</u></u>	<u><u>\$11,310</u></u>	<u><u>(\$2,158)</u></u>

**CITY OF GROVE CITY, OHIO**

**Drug Law Enforcement Special Revenue Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>			
Fines And Forfeitures	\$15,000	\$0	(\$15,000)
Interest	0	2,591	2,591
Miscellaneous	5,000	0	(5,000)
<i>Total Revenues</i>	20,000	2,591	(17,409)
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Security Of Persons And Property			
Police Department			
Contractual Services	372,961	372,961	0
Net Change In Fund Balance	(352,961)	(370,370)	(17,409)
Fund Balance At Beginning Of Year	492,144	492,144	0
Prior Year Encumbrances	8,031	8,031	0
<i>Fund Balance At End Of Year</i>	\$147,214	\$129,805	(\$17,409)

**CITY OF GROVE CITY, OHIO**

**Community Development Special Revenue Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
<b><u>Revenues:</u></b>			
Other Local Taxes	\$417,316	\$301,408	(\$115,908)
Rent	28,000	30,003	2,003
<i>Total Revenues</i>	<u>445,316</u>	<u>331,411</u>	<u>(113,905)</u>
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Community Development			
Personal Services	210,668	166,488	44,180
Materials And Supplies	7,676	2,684	4,992
Contractual Services	2,900	0	2,900
Other Operating Charges	398,194	144,090	254,104
<i>Total Expenditures</i>	<u>619,438</u>	<u>313,262</u>	<u>306,176</u>
Net Change In Fund Balance	(174,122)	18,149	192,271
Fund Balance At Beginning Of Year	304,563	304,563	0
Prior Year Encumbrances	3,884	3,884	0
<i>Fund Balance At End Of Year</i>	<u><u>\$134,325</u></u>	<u><u>\$326,596</u></u>	<u><u>\$192,271</u></u>

**CITY OF GROVE CITY, OHIO**

**Community Environment Special Revenue Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>			
Licenses And Permits	\$45,000	\$338,117	\$293,117
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Community Development			
Materials And Supplies	46,794	19,760	27,034
Contractual Services	167,405	141,215	26,190
<i>Total Expenditures</i>	<u>214,199</u>	<u>160,975</u>	<u>53,224</u>
Net Change In Fund Balance	(169,199)	177,142	346,341
Fund Balance At Beginning Of Year	191,168	191,168	0
Prior Year Encumbrances	<u>77,499</u>	<u>77,499</u>	<u>0</u>
<i>Fund Balance At End Of Year</i>	<u><u>\$99,468</u></u>	<u><u>\$445,809</u></u>	<u><u>\$346,341</u></u>

**CITY OF GROVE CITY, OHIO**

**Law Enforcement Assistance Special Revenue Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>	\$0	\$0	\$0
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Security Of Persons And Property			
Police Department			
Contractual Services	<u>13,000</u>	<u>3,000</u>	<u>10,000</u>
Net Change In Fund Balance	(13,000)	(3,000)	10,000
Fund Balance At Beginning Of Year	12,512	12,512	0
Prior Year Encumbrances	<u>3,000</u>	<u>3,000</u>	<u>0</u>
<i>Fund Balance At End Of Year</i>	<u><u>\$2,512</u></u>	<u><u>\$12,512</u></u>	<u><u>\$10,000</u></u>

**CITY OF GROVE CITY, OHIO**

**Enforcement And Education Special Revenue Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>			
Fines And Forfeitures	\$1,000	\$2,204	\$1,204
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Security Of Persons And Property			
Police Department			
Contractual Services	<u>10,000</u>	<u>2,400</u>	<u>7,600</u>
Net Change In Fund Balance	(9,000)	(196)	8,804
Fund Balance At Beginning Of Year	<u>21,922</u>	<u>21,922</u>	<u>0</u>
<i>Fund Balance At End Of Year</i>	<u><u>\$12,922</u></u>	<u><u>\$21,726</u></u>	<u><u>\$8,804</u></u>



**CITY OF GROVE CITY, OHIO**

**Mayor's Court Computer Special Revenue Fund  
Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual  
(Non-GAAP Budgetary Basis)**

*For The Year Ended December 31, 2020*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>			
Fines And Forfeitures	22,000	15,116	(\$6,884)
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
General Government			
Mayor's Court			
Materials And Supplies	892	892	0
Contractual Services	26,106	22,888	3,218
Total General Government	26,998	23,780	3,218
Capital Outlay:			
Mayor's Court	16,254	14,933	1,321
<i>Total Expenditures</i>	43,252	38,713	4,539
Net Change In Fund Balance	(21,252)	(23,597)	(2,345)
Fund Balance At Beginning Of Year	18,803	18,803	0
Prior Year Encumbrances	12,652	12,652	0
<i>Fund Balance At End Of Year</i>	10,203	7,858	(\$2,345)

**CITY OF GROVE CITY, OHIO**

**Big Splash Special Revenue Fund**

**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**

*(Non-GAAP Budgetary Basis)*

*For The Year Ended December 31, 2020*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
<b><u>Revenues:</u></b>			
Charges For Services	\$205,000	\$0	(\$205,000)
Rent	1,000	0	(1,000)
Miscellaneous	5,000	78	(4,922)
<i>Total Revenues</i>	<u>211,000</u>	<u>78</u>	<u>(210,922)</u>
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Leisure Time Activities			
Recreation			
Personal Services	53,485	21,980	31,505
Materials And Supplies	46,570	22,264	24,306
Contractual Services	43,433	43,343	90
Refund	100	0	100
Other Operating Charges	1,280	807	473
<i>Total Expenditures</i>	<u>144,868</u>	<u>88,394</u>	<u>56,474</u>
Excess Of Revenues Over (Under) Expenditures	66,132	(88,316)	(154,448)
<b><u>Other Financing Sources:</u></b>			
Transfers - In	100,000	100,000	0
Net Change In Fund Balance	166,132	11,684	(154,448)
Fund Balance At Beginning Of Year	50,058	50,058	0
Prior Year Encumbrances	13,328	13,328	0
<i>Fund Balance At End Of Year</i>	<u><u>\$229,518</u></u>	<u><u>\$75,070</u></u>	<u><u>(\$154,448)</u></u>

**CITY OF GROVE CITY, OHIO**

**Park Donation Special Revenue Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>			
Contributions And Donations	\$1,000	\$0	(\$1,000)
<b><u>Expenditures:</u></b>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change In Fund Balance	1,000	0	(1,000)
Fund Balance At Beginning Of Year	<u>5,331</u>	<u>5,331</u>	<u>0</u>
<i>Fund Balance At End Of Year</i>	<u><u>\$6,331</u></u>	<u><u>\$5,331</u></u>	<u><u>(\$1,000)</u></u>

**CITY OF GROVE CITY, OHIO**

**Rockford TIF Special Revenue Fund**

**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual  
(Non-GAAP Budgetary Basis)**

*For The Year Ended December 31, 2020*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>			
Revenue In Lieu Of Taxes	\$546,661	\$634,405	\$87,744
Intergovernmental	<u>67,093</u>	<u>78,439</u>	<u>11,346</u>
<i>Total Revenues</i>	<u>613,754</u>	<u>712,844</u>	<u>99,090</u>
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
General Government			
General Miscellaneous			
Contractual Services	74,128	74,128	0
Other Operating Charges	<u>185,148</u>	<u>182,695</u>	<u>2,453</u>
Total General Government	259,276	256,823	2,453
Capital Outlay			
Engineering	<u>200,000</u>	<u>0</u>	<u>200,000</u>
<i>Total Expenditures</i>	<u>459,276</u>	<u>256,823</u>	<u>202,453</u>
Net Change In Fund Balance	154,478	456,021	301,543
Fund Balance At Beginning Of Year	62,638	62,638	0
Prior Year Encumbrances	<u>33,371</u>	<u>33,371</u>	<u>0</u>
<i>Fund Balance At End Of Year</i>	<u><u>\$250,487</u></u>	<u><u>\$552,030</u></u>	<u><u>\$301,543</u></u>

**CITY OF GROVE CITY, OHIO**

**Local Coronavirus Relief Special Revenue Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
<b><u>Revenues:</u></b>			
Intergovernmental	\$3,040,710	\$3,040,710	\$0
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Public Health			
Health Department			
Other Operating Charges	586,597	586,597	0
Community Development			
Building Department			
Contractual Services	185,180	185,180	0
Development			
Other Operating Charges	150,000	150,000	0
Total Community Development	335,180	335,180	0
General Government			
Administration			
Personal Services	71,553	71,553	0
Lands And Buildings			
Personal Services	30,311	30,311	0
Leisure Time Activities			
Parks And Recreation			
Personal Services	91,014	91,014	0
Garage			
Personal Services	28,097	28,097	0
General Miscellaneous			
Materials And Supplies	181,468	181,468	0
Contractual Services	60,844	60,844	0
Total General Miscellaneous	242,312	242,312	0
Information System			
Personal Services	10,874	10,874	0
Human Resources			
Personal Services	12,035	12,035	0
Total General Government	\$486,196	\$486,196	\$0

*(Continued)*

**CITY OF GROVE CITY, OHIO**

**Local Coronavirus Relief Special Revenue Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)  
 (Continued)

*For The Year Ended December 31, 2020*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
Intergovernmental			
Public Health			
Other Operating Charges	\$1,315,164	\$1,315,164	\$0
Capital Outlay:			
Lands And Buildings	98,080	98,080	0
General Miscellaneous	152,367	152,367	0
Information System	67,126	67,126	0
Total Capital Outlay	317,573	317,573	0
<i>Total Expenditures</i>	3,040,710	3,040,710	0
Net Change In Fund Balance	0	0	0
Fund Balance At Beginning Of Year	0	0	0
<i>Fund Balance At End Of Year</i>	\$0	\$0	\$0

**CITY OF GROVE CITY, OHIO**

**Lumberyard TIF Special Revenue Fund**

**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual  
(Non-GAAP Budgetary Basis)**

*For The Year Ended December 31, 2020*

	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
<b><u>Revenues:</u></b>			
Revenue In Lieu Of Taxes	\$335,500	\$335,677	\$177
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Community Development			
Other Operating Charges	117,406	156	117,250
Debt Service:			
Principal Retirement	130,000	130,000	0
Interest And Fiscal Charges	169,380	169,380	0
Total Debt Service	299,380	299,380	0
			0
<i>Total Expenditures</i>	416,786	299,536	117,250
Net Change In Fund Balance	(81,286)	36,141	117,427
Fund Balance At Beginning Of Year	112,740	112,740	0
<i>Fund Balance At End Of Year</i>	\$31,454	\$148,881	\$117,427

**CITY OF GROVE CITY, OHIO**

**Convention Bureau Special Revenue Fund  
Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual  
(Non-GAAP Budgetary Basis)**

*For The Year Ended December 31, 2020*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>			
Other Local Taxes	\$417,316	\$301,408	\$115,908
<b><u>Expenditures:</u></b>			
Current Operations And Maintenance:			
Community Development			
Other Operating Charges	318,097	309,828	8,269
Net Change In Fund Balance	99,219	(8,420)	(107,639)
Fund Balance At Beginning Of Year	24,765	24,765	0
Prior Year Encumbrances	8,097	8,097	0
<i>Fund Balance At End Of Year</i>	<u>\$132,081</u>	<u>\$24,442</u>	<u>(\$107,639)</u>



**CITY OF GROVE CITY, OHIO**

**Deposit Trust - Developer Special Revenue Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
 (Non-GAAP Budgetary Basis)

*For The Year Ended December 31, 2020*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>			
Charges For Services	\$1,272,102	\$1,169,180	(\$102,922)
<b><u>Expenditures:</u></b>			
Community Development			
Contractual Services	<u>2,451,960</u>	<u>2,451,960</u>	<u>0</u>
Excess Of Revenues Over (Under) Expenditures	(1,179,858)	(1,282,780)	(102,922)
<b><u>Other Financing Uses:</u></b>			
Operating Transfers - Out	<u>(1,274,181)</u>	<u>(1,183,516)</u>	<u>90,665</u>
Net Change In Fund Balance	(2,454,039)	(2,466,296)	(12,257)
Fund Balance At Beginning Of Year	1,018,978	1,018,978	0
Prior Year Encumbrances	<u>1,814,082</u>	<u>1,814,082</u>	<u>0</u>
<i>Fund Balance At End Of Year</i>	<u><u>\$379,021</u></u>	<u><u>\$366,764</u></u>	<u><u>(\$12,257)</u></u>

**CITY OF GROVE CITY, OHIO**

**Recreation Development Capital Projects Fund**  
**Schedule Of Revenues, Expenditures And Changes In Fund Balance - Budget And Actual**  
**(Non-GAAP Budgetary Basis)**

*For The Year Ended December 31, 2020*

	<u>Revised Budget</u>	<u>Budgetary Actual</u>	<u>Variance Positive (Negative)</u>
<b><u>Revenues:</u></b>			
Licenses And Permits	\$427,100	\$565,582	\$138,482
<b><u>Expenditures:</u></b>			
Capital Outlay			
Parks And Recreation	<u>216,410</u>	<u>139,400</u>	<u>77,010</u>
Net Change In Fund Balance	210,690	426,182	215,492
Fund Balance At Beginning Of Year	82,308	82,308	0
Prior Year Encumbrances	<u>4,550</u>	<u>4,550</u>	<u>0</u>
<i>Fund Balance At End Of Year</i>	<u><u>\$297,548</u></u>	<u><u>\$513,040</u></u>	<u><u>\$215,492</u></u>

**CITY OF GROVE CITY, OHIO**

**Workers' Compensation Self-Insurance Internal Service Fund**  
**Schedule Of Revenues, Expenses And Changes In Fund Equity - Budget And Actual**  
**(Non-GAAP Budgetary Basis)**

*For The Year Ended December 31, 2020*

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	<i>Revised Budget</i>	<i>Budgetary Actual</i>	<i>Variance Positive (Negative)</i>
<b><u>Revenues:</u></b>			
Charges For Services	\$250,000	\$250,000	\$0
<b><u>Expenses:</u></b>			
Contractual Services	122,000	102,288	19,712
Claims	183,980	156,273	27,707
<i>Total Expenses</i>	305,980	258,561	47,419
Net Change In Fund Equity	(55,980)	(8,561)	47,419
Fund Equity At Beginning Of Year	603,035	603,035	0
Prior Year Encumbrances	33,980	33,980	0
<i>Fund Equity At End Of Year</i>	\$581,035	\$628,454	\$47,419

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# Statistical Section

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*STATISTICAL TABLES*

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This part of the City of Grove City’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City’s overall financial health.

<u>CONTENTS</u>	<u>PAGES</u>
Financial Trends	S2-S13
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	S14-S15
These schedules contain information to help the reader assess the City’s most significant local revenue source, income taxes.	
Debt Capacity	S16-S23
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	S24-S25
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	S26-S31
These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

**CITY OF GROVE CITY, OHIO**

**Net Position By Components  
Last Ten Years  
(accrual basis of accounting)**

**TABLE 1**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Governmental Activities:				
Net Investment in Capital Assets	\$162,830,578	\$162,890,495	\$160,689,457	\$171,227,624
Restricted	16,546,091	13,686,260	15,548,854	13,130,033
Unrestricted (Deficit)	<u>31,427,237</u>	<u>33,191,429</u>	<u>39,259,309</u>	<u>14,535,958</u>
<i>Total Governmental Activities Net Position</i>	<u>210,803,906</u>	<u>209,768,184</u>	<u>215,497,620</u>	<u>198,893,615</u>
Business-Type Activities:				
Net Investment in Capital Assets	49,743,812	48,637,873	50,096,009	50,080,698
Unrestricted	<u>4,032,238</u>	<u>4,194,165</u>	<u>4,099,848</u>	<u>3,880,094</u>
<i>Total Business-Type Activities</i>	<u>53,776,050</u>	<u>52,832,038</u>	<u>54,195,857</u>	<u>53,960,792</u>
Primary Government:				
Net Investment in Capital Assets	212,574,390	211,528,368	210,785,466	221,308,322
Restricted	16,546,091	13,686,260	15,548,854	13,130,033
Unrestricted (Deficit)	<u>35,459,475</u>	<u>37,385,594</u>	<u>43,359,157</u>	<u>18,416,052</u>
<i>Total Primary Government Net Position</i>	<u>\$264,579,956</u>	<u>\$262,600,222</u>	<u>\$269,693,477</u>	<u>\$252,854,407</u>

Note: The City reported the impact of GASB Statement No. 68 beginning in 2014.

Note: The City reported the impact of GASB Statement No. 75 beginning in 2017.

Note: The City reported the impact of GASB Statement No. 84 beginning in 2018.



<u>2015</u>	<u>2016</u>	<u>Restated 2017</u>	<u>Restated 2018</u>	<u>2019</u>	<u>2020</u>
\$171,710,057	\$174,021,439	\$179,155,146	\$183,912,548	\$181,293,562	\$182,444,965
13,109,015	19,454,737	15,288,917	15,285,764	19,963,781	20,867,840
14,800,413	4,106,181	(21,843,990)	(23,573,332)	(15,015,133)	(14,308,935)
<u>199,619,485</u>	<u>197,582,357</u>	<u>172,600,073</u>	<u>175,624,980</u>	<u>186,242,210</u>	<u>189,003,870</u>
49,710,060	49,794,978	51,929,591	53,564,654	52,657,767	56,293,773
3,535,616	3,430,097	2,762,545	1,785,972	1,513,406	1,298,156
<u>53,245,676</u>	<u>53,225,075</u>	<u>54,692,136</u>	<u>55,350,626</u>	<u>54,171,173</u>	<u>57,591,929</u>
221,420,117	223,816,417	231,084,737	237,477,202	233,951,329	238,738,738
13,109,015	19,454,737	15,288,917	15,285,764	19,963,781	20,867,840
18,336,029	7,536,278	(19,081,445)	(21,787,360)	(13,501,727)	(13,010,779)
<u>\$252,865,161</u>	<u>\$250,807,432</u>	<u>\$227,292,209</u>	<u>\$230,975,606</u>	<u>\$240,413,383</u>	<u>\$246,595,799</u>

**CITY OF GROVE CITY, OHIO**

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

**TABLE 2**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>Program Revenues:</b>				
Governmental Activities:				
Charges For Services:				
Security Of Persons And Property	\$566,733	\$602,168	\$571,728	\$496,633
Public Health	13,259	21,326	14,903	0
Leisure Time Activities	1,238,995	1,410,897	1,532,906	1,524,146
Community Development	425,657	1,066,282	1,222,734	1,268,464
Transportation	88,253	90,159	91,882	90,333
General Government:				
Primary Government	91,144	145,320	66,416	59,283
Operating Grants, Contributions And Interest	2,151,053	2,079,841	2,026,074	2,359,537
Capital Grants, Contributions And Interest	14,025,253	5,552,767	5,934,265	4,832,467
<i>Total Governmental Activities Program Revenues</i>	<u>18,600,347</u>	<u>10,968,760</u>	<u>11,460,908</u>	<u>10,630,863</u>
Business-Type Activities:				
Charges For Services:				
Water	522,772	572,457	628,579	582,330
Sewer	775,672	889,260	1,210,868	1,032,880
Capital Grants, Contributions And Interest	1,626,267	0	0	1,117,000
<i>Total Business-Type Activities Program Revenues</i>	<u>2,924,711</u>	<u>1,461,717</u>	<u>1,839,447</u>	<u>2,732,210</u>
<i>Total Primary Government Program Revenues</i>	<u>21,525,058</u>	<u>12,430,477</u>	<u>13,300,355</u>	<u>13,363,073</u>
<b>Expenses:</b>				
Governmental Activities:				
Security Of Persons And Property	10,076,469	10,358,551	10,422,055	10,514,010
Public Health:				
Primary Government	279,720	298,971	296,632	295,393
Intergovernmental	0	0	0	0
Leisure Time Activities	2,363,655	2,252,647	2,485,159	2,549,756
Community Development	1,518,564	1,407,341	1,394,651	1,439,527
Transportation:				
Primary Government	12,999,424	10,296,802	8,002,807	10,814,145
Intergovernmental	0	0	0	0
General Government:				
Primary Government	11,360,425	10,960,934	13,593,216	13,548,037
Intergovernmental	1,716,884	4,339,240	317,549	1,768,750
Interest And Fiscal Charges	1,608,154	1,958,510	1,494,774	1,409,039
<i>Total Governmental Activities Expenses</i>	<u>41,923,295</u>	<u>41,872,996</u>	<u>38,006,843</u>	<u>42,338,657</u>
Business-Type Activities:				
Water	910,913	737,766	1,124,767	1,405,681
Sewer	1,452,673	1,638,542	1,334,128	1,606,285
<i>Total Business-Type Activities Expenses</i>	<u>2,363,586</u>	<u>2,376,308</u>	<u>2,458,895</u>	<u>3,011,966</u>
<i>Total Primary Government Expenses</i>	<u>\$44,286,881</u>	<u>\$44,249,304</u>	<u>\$40,465,738</u>	<u>\$45,350,623</u>

<i>2015 (1)</i>	<i>2016</i>	<i>2017</i>	<i>2018 (2)</i>	<i>2019</i>	<i>2020</i>
\$342,053	\$311,576	\$367,960	\$359,769	\$352,188	\$241,295
15,706	23,732	20,762	24,433	27,985	14,173
1,760,584	1,655,559	1,628,930	1,616,495	1,610,618	1,094,832
1,601,181	2,339,184	2,251,672	3,560,031	3,838,634	3,718,233
0	0	0	0	0	0
22,103	19,963	20,943	19,147	565,859	555,752
2,216,828	2,183,308	2,226,462	2,263,755	2,672,688	5,987,538
2,028,528	2,798,696	10,010,969	3,728,901	4,325,272	4,834,230
<u>7,986,983</u>	<u>9,332,018</u>	<u>16,527,698</u>	<u>11,572,531</u>	<u>13,393,244</u>	<u>16,446,053</u>
658,422	619,476	573,698	721,790	515,999	602,121
1,190,021	1,223,163	1,089,652	1,287,229	862,476	1,124,541
626,564	125,996	3,330,058	1,325,225	952,728	4,540,697
<u>2,475,007</u>	<u>1,968,635</u>	<u>4,993,408</u>	<u>3,334,244</u>	<u>2,331,203</u>	<u>6,267,359</u>
<u>10,461,990</u>	<u>11,300,653</u>	<u>21,521,106</u>	<u>14,906,775</u>	<u>15,724,447</u>	<u>22,713,412</u>
10,797,554	12,313,322	12,666,022	13,485,965	2,022,247	14,756,812
333,594	364,968	385,979	410,681	461,249	1,053,207
0	0	0	0	0	1,272,158
3,185,644	3,964,411	3,234,761	3,266,588	3,756,072	2,605,565
2,142,864	2,014,290	12,409,751	3,866,093	5,063,448	4,607,023
9,519,363	8,581,839	13,661,821	10,441,656	14,373,933	11,266,538
0	0	0	0	0	1,890,186
11,035,775	16,154,050	15,569,436	16,432,864	17,897,707	19,446,975
2,015,679	2,041,575	2,392,896	1,912,059	2,097,552	5,126,207
1,825,761	1,826,381	1,361,054	1,655,616	1,454,669	1,698,803
<u>40,856,234</u>	<u>47,260,836</u>	<u>61,681,720</u>	<u>51,471,522</u>	<u>47,126,877</u>	<u>63,723,474</u>
1,020,631	1,060,606	1,141,734	943,048	1,240,955	1,137,808
2,510,008	1,719,511	2,141,672	1,732,706	1,833,957	1,701,675
<u>3,530,639</u>	<u>2,780,117</u>	<u>3,283,406</u>	<u>2,675,754</u>	<u>3,074,912</u>	<u>2,839,483</u>
<u>\$44,386,873</u>	<u>\$50,040,953</u>	<u>\$64,965,126</u>	<u>\$54,147,276</u>	<u>\$50,201,789</u>	<u>\$66,562,957</u>

(Continued)

**CITY OF GROVE CITY, OHIO**

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

**TABLE 2**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>Net (Expense) / Revenues:</b>				
Governmental Activities	(\$23,322,948)	(\$30,904,236)	(\$26,545,935)	(\$31,707,794)
Business-Type Activities	561,125	(914,591)	(619,448)	(279,756)
<i>Total Primary Government Net Expense/Revenue</i>	<u>(22,761,823)</u>	<u>(31,818,827)</u>	<u>(27,165,383)</u>	<u>(31,987,550)</u>
<b>General Revenues and Transfers:</b>				
Governmental Activities:				
Property Taxes Levied For General Purposes	914,945	844,540	855,786	890,504
Property Taxes Levied For Police	837,166	818,161	808,395	837,795
Property Taxes Levied For Debt Service	1,053,861	912,171	921,295	955,483
Revenue In Lieu Of Taxes	4,424,227	3,699,084	5,141,680	4,967,276
Other Local Taxes	1,202,117	810,105	829,400	943,324
Municipal Income Taxes Levied For General Purposes	19,436,382	19,940,544	24,245,125	20,655,547
Grants And Entitlements Not Restricted				
To Specific Programs	2,711,904	1,272,509	884,553	1,864,221
Interest	807,467	612,050	15,131	545,297
Miscellaneous	142,931	852,688	545,492	257,425
Transfers	0	106,662	(1,971,486)	(187,105)
Extraordinary Item - Insurance Settlement from Fire	0	0	0	0
<i>Total Governmental Activities General Revenues, Transfers And Extraordinary Items</i>	<u>31,531,000</u>	<u>29,868,514</u>	<u>32,275,371</u>	<u>31,729,767</u>
Business-Type Activities:				
Miscellaneous	222	77,241	11,781	2,218
Transfers	0	(106,662)	1,971,486	187,105
<i>Total Business-Type Activities General Revenues And Transfers</i>	<u>222</u>	<u>(29,421)</u>	<u>1,983,267</u>	<u>189,323</u>
<b>Change In Net Position:</b>				
Governmental Activities	8,208,052	(1,035,722)	5,729,436	21,793
Business-Type Activities	561,347	(944,012)	1,363,819	(90,433)
<i>Total Primary Government</i>	<u>\$8,769,399</u>	<u>(\$1,979,734)</u>	<u>\$7,093,255</u>	<u>(\$68,640)</u>

(1) Expenses are first impacted by the implementation of GASB Statement No. 68 beginning in 2015.

(2) Expenses are first impacted by the implementation of GASB Statement No. 75 beginning in 2018.

Note: The City reported the impact of GASB Statement No. 84 beginning in 2018.

<i>2015</i>	<i>2016</i>	<i>2017</i>	<i>2018</i>	<i>2019</i>	<i>2020</i>
(\$32,869,251)	(\$37,928,818)	(\$45,154,022)	(\$39,898,991)	(\$33,733,633)	(\$47,277,421)
(1,055,632)	(811,482)	1,710,002	658,490	(743,709)	3,427,876
(33,924,883)	(38,740,300)	(43,444,020)	(39,240,501)	(34,477,342)	(43,849,545)
898,319	907,759	768,498	887,529	1,144,663	1,188,087
1,151,574	1,134,794	1,162,640	1,331,420	1,041,813	1,096,746
632,183	605,221	781,642	887,590	874,638	913,946
5,942,633	6,329,917	6,887,727	7,688,416	8,910,705	12,415,041
1,052,852	1,126,977	1,149,869	1,624,717	1,869,899	1,198,823
22,231,507	24,324,866	24,692,596	24,975,645	26,409,257	30,230,936
1,382,795	1,375,475	1,591,891	1,650,951	1,649,545	1,924,141
323,841	503,172	632,345	974,372	1,428,916	867,755
319,933	374,390	352,992	360,002	585,683	196,486
(340,516)	(790,881)	83,886	0	435,744	7,120
0	0	0	683,289	0	0
33,595,121	35,891,690	38,104,086	41,063,931	44,350,863	50,039,081
0	0	0	0	0	0
340,516	790,881	(83,886)	0	(435,744)	(7,120)
340,516	790,881	(83,886)	0	(435,744)	(7,120)
725,870	(2,037,128)	(7,049,936)	1,164,940	10,617,230	2,761,660
(715,116)	(20,601)	1,626,116	658,490	(1,179,453)	3,420,756
\$10,754	(\$2,057,729)	(\$5,423,820)	\$1,823,430	\$9,437,777	\$6,182,416

**CITY OF GROVE CITY, OHIO**

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

**TABLE 3**

	<u>2011 (1)</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
General Fund				
Nonspendable	\$397,901	\$405,725	\$461,172	\$379,076
Assigned	2,997,481	1,668,128	2,548,647	2,558,057
Unassigned	<u>21,772,230</u>	<u>22,405,749</u>	<u>18,896,479</u>	<u>16,920,151</u>
<i>Total General Fund</i>	<u>25,167,612</u>	<u>24,479,602</u>	<u>21,906,298</u>	<u>19,857,284</u>
All Other Governmental Funds				
Nonspendable	122,183	110,639	15,833	99,000
Restricted	12,843,216	10,004,281	11,691,472	9,468,775
Committed	<u>5,566,525</u>	<u>8,259,910</u>	<u>10,333,890</u>	<u>9,122,407</u>
<i>Total All Other Governmental Funds</i>	<u>18,531,924</u>	<u>18,374,830</u>	<u>22,041,195</u>	<u>18,690,182</u>
<i>Total Governmental Funds</i>	<u><u>\$43,699,536</u></u>	<u><u>\$42,854,432</u></u>	<u><u>\$43,947,493</u></u>	<u><u>\$38,547,466</u></u>

(1) The City implemented GASB 54 in 2011.

(2) The City implemented GASB 84 in 2018.

<i>2015</i>	<i>2016</i>	<i>2017</i>	<i>Restated 2018 (2)</i>	<i>2019</i>	<i>2020</i>
\$534,537	\$537,446	\$536,213	\$537,869	\$560,715	\$820,984
3,320,516	6,373,849	3,975,339	4,600,355	8,838,124	8,538,089
<u>17,694,558</u>	<u>5,557,278</u>	<u>7,416,302</u>	<u>10,784,468</u>	<u>9,080,213</u>	<u>9,280,515</u>
<u>21,549,611</u>	<u>12,468,573</u>	<u>11,927,854</u>	<u>15,922,692</u>	<u>18,479,052</u>	<u>18,639,588</u>
157,229	104,418	32,640	78,051	105,909	123,289
13,880,520	15,039,265	11,671,270	14,707,307	19,496,056	20,174,917
<u>17,139,599</u>	<u>13,394,558</u>	<u>6,907,492</u>	<u>11,537,107</u>	<u>14,321,834</u>	<u>10,144,522</u>
<u>31,177,348</u>	<u>28,538,241</u>	<u>18,611,402</u>	<u>26,322,465</u>	<u>33,923,799</u>	<u>30,442,728</u>
<u>\$52,726,959</u>	<u>\$41,006,814</u>	<u>\$30,539,256</u>	<u>\$42,245,157</u>	<u>\$52,402,851</u>	<u>\$49,082,316</u>

**CITY OF GROVE CITY, OHIO**

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

**TABLE 4**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>Revenues:</b>				
Property Taxes	\$2,836,665	\$2,565,710	\$2,573,109	\$2,681,066
Revenue In Lieu Of Taxes	4,424,227	3,699,084	5,141,680	4,967,276
Municipal Income Taxes	18,304,508	21,750,608	20,271,084	21,913,234
Other Local Taxes	1,252,822	747,442	826,207	1,054,946
Intergovernmental	8,755,871	8,360,366	6,917,777	3,731,644
Charges For Services	1,345,577	1,512,727	4,447,464	1,489,825
Licenses And Permits	490,419	1,213,088	1,434,718	1,383,665
Fines And Forfeitures	432,675	464,329	398,458	321,299
Special Assessments	1,440,394	179,896	162,092	327,791
Interest	692,638	694,185	32,345	583,542
Rent	56,024	59,868	107,585	68,722
Contributions And Donations	54,402	43,823	51,445	174,660
Miscellaneous	142,931	852,688	548,530	264,310
<i>Total Revenues</i>	<u>40,229,153</u>	<u>42,143,814</u>	<u>42,912,494</u>	<u>38,961,980</u>
<b>Expenditures:</b>				
Current Operations And Maintenance:				
Security Of Persons And Property	9,296,235	9,892,977	9,965,303	9,934,085
Public Health	279,720	298,971	296,632	295,393
Leisure Time Activities	2,093,314	2,026,456	2,228,133	2,311,298
Community Development	1,501,817	1,415,387	1,421,746	1,414,576
Transportation	1,352,002	1,413,219	1,437,795	3,608,372
General Government:				
Primary Government	8,120,346	9,255,112	9,575,873	10,334,205
Intergovernmental	1,716,884	4,339,240	317,549	1,768,750
Intergovernmental	0	0	0	0
Capital Outlay	8,154,295	11,272,925	16,369,010	13,397,811
Debt Service:				
Principal Retirement	1,579,244	1,438,980	1,459,499	1,434,252
Interest And Fiscal Charges	1,593,119	1,535,949	1,495,054	1,413,194
Payment to Refund Bond Escrow Agent	0	0	0	0
<i>Total Expenditures</i>	<u>35,686,976</u>	<u>42,889,216</u>	<u>44,566,594</u>	<u>45,911,936</u>
Excess of Revenues Over (Under) Expenditures	<u>\$4,542,177</u>	<u>(\$745,402)</u>	<u>(\$1,654,100)</u>	<u>(\$6,949,956)</u>



<i>2015</i>	<i>2016</i>	<i>2017</i>	<i>2018</i>	<i>2019</i>	<i>2020</i>
\$2,706,156	\$2,651,926	\$2,734,058	\$3,109,515	\$3,079,148	\$3,172,730
5,942,633	6,329,917	6,887,727	7,688,416	8,910,705	12,415,041
23,504,261	23,424,179	24,628,810	25,328,352	26,443,162	28,354,354
1,052,852	1,126,977	1,018,098	1,650,032	1,892,079	1,195,314
5,798,407	6,093,374	5,885,019	5,723,465	4,633,993	10,331,357
1,615,178	1,887,724	2,263,341	3,485,330	4,747,964	3,222,760
1,718,165	1,687,539	1,474,823	1,426,901	1,224,040	2,172,388
364,106	324,764	394,078	381,666	371,500	255,861
238,014	101,995	103,026	102,963	102,579	103,247
318,621	526,086	686,937	971,989	1,465,771	953,916
78,904	176,233	184,527	190,993	191,561	146,067
1,170,810	1,285,114	35,427	20,369	516,897	467,270
319,933	374,390	350,035	360,206	584,356	192,363
<u>44,828,040</u>	<u>45,990,218</u>	<u>46,645,906</u>	<u>50,440,197</u>	<u>54,163,755</u>	<u>62,982,668</u>
10,301,920	10,740,489	11,094,962	11,091,085	11,101,477	13,070,385
333,594	364,968	385,979	410,681	461,249	1,053,207
2,410,701	2,725,373	2,524,445	2,542,754	2,668,068	1,841,877
2,132,964	1,918,633	12,143,930	3,595,060	4,502,204	4,269,450
2,419,980	1,962,546	1,778,763	1,730,401	2,085,966	1,917,645
9,992,007	11,971,940	11,523,159	12,082,178	12,749,963	13,970,576
2,015,679	2,041,575	2,392,896	1,912,059	2,097,552	5,126,207
0	0	0	0	0	1,272,158
15,830,165	24,106,206	21,135,708	10,273,006	11,890,232	19,487,404
2,489,252	1,504,251	2,364,257	2,374,359	8,575,752	8,775,703
1,774,697	1,707,049	1,472,752	1,549,828	1,456,819	1,762,690
0	0	0	0	314,724	0
<u>49,700,959</u>	<u>59,043,030</u>	<u>66,816,851</u>	<u>47,561,411</u>	<u>130,451,308</u>	<u>72,547,302</u>
<u>(\$4,872,919)</u>	<u>(\$13,052,812)</u>	<u>(\$20,170,945)</u>	<u>\$2,878,786</u>	<u>(\$76,287,553)</u>	<u>(\$9,564,634)</u>

*(Continued)*

**CITY OF GROVE CITY, OHIO**

**Changes In Fund Balances - Governmental Funds  
Last Ten Years  
(modified accrual basis of accounting)  
(Continued)**

**TABLE 4**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<b>Other Financing Sources (Uses):</b>				
Proceeds From Sale Of Capital Assets	\$36,881	\$21,277	\$72,197	\$46,740
Premium On Debt Issued	0	0	0	0
Issuance of Notes	0	0	0	1,500,000
Issuance Of OPWC Loans	0	0	2,675,421	3,189
General Obligation Bonds Issued	0	0	0	0
Proceeds of Loans	0	0	0	0
Revenue Bonds Issued	0	0	0	0
Issuance Of Refunding Bonds	0	1,395,000	0	0
Payment To Refunded Bond Escrow Agent	0	(1,358,099)	0	0
Insurance Recoveries	0	0	0	0
Transfers - In	791,297	7,241,725	11,064,254	8,078,675
Transfers - Out	(791,297)	(7,399,605)	(11,064,711)	(8,078,675)
<i>Total Other Financing Sources (Uses)</i>	<u>36,881</u>	<u>(99,702)</u>	<u>2,747,161</u>	<u>1,549,929</u>
<i>Extraordinary Item - Insurance Settlement from Fire</i>	0	0	0	0
<i>Net Change in Fund Balances</i>	<u>\$4,579,058</u>	<u>(\$845,104)</u>	<u>\$1,093,061</u>	<u>(\$5,400,027)</u>
<i>Debt Service As A Percentage Of Noncapital Expenditures</i>	9.7%	9.8%	9.5%	8.7%

Note: The City reported the impact of GASB Statement No. 84 beginning in 2018.

<i>2015</i>	<i>2016</i>	<i>2017</i>	<i>2018</i>	<i>2019</i>	<i>2020</i>
\$68,394	\$71,464	\$95,698	\$77,683	\$36,674	\$76,692
224,018	0	0	53,100	759,700	50,019
0	0	0	6,000,000	6,000,000	6,000,000
0	0	557,689	144,311	0	117,388
14,000,000	0	4,550,000	0	7,400,000	0
0	0	4,500,000	0	0	0
4,760,000	0	0	0	0	0
0	21,385,000	0	0	5,380,000	0
0	(20,149,962)	0	0	(5,702,529)	0
0	26,165	0	8,765	24,100	0
6,834,479	13,932,194	7,218,819	3,852,693	4,469,805	7,338,638
<u>(6,834,479)</u>	<u>(13,932,194)</u>	<u>(7,218,819)</u>	<u>(3,852,693)</u>	<u>(4,469,805)</u>	<u>(7,338,638)</u>
<u>19,052,412</u>	<u>1,332,667</u>	<u>9,703,387</u>	<u>6,283,859</u>	<u>13,897,945</u>	<u>6,244,099</u>
0	0	0	683,289	0	0
<u>\$14,179,493</u>	<u>(\$11,720,145)</u>	<u>(\$10,467,558)</u>	<u>\$9,845,934</u>	<u>(\$62,389,608)</u>	<u>(\$3,320,535)</u>
12.4%	9.0%	7.6%	10.7%	8.2%	18.6%

**CITY OF GROVE CITY, OHIO**

**Income Tax Revenue By Payer Type (1)  
Last Ten Years  
(cash basis of accounting)**

**TABLE 5**

<i>Year</i>	<i>Withholding</i>	<i>Percentage Of Total</i>	<i>Individual</i>	<i>Percentage Of Total</i>	<i>Business Net Profit</i>	<i>Percentage Of Total</i>	<i>Total</i>
2011	\$13,769,523	74%	\$1,554,558	8%	\$3,232,268	18%	\$18,556,349
2012	14,316,999	75%	1,602,408	8%	3,165,641	17%	19,085,048
2013	14,904,448	66%	1,647,080	7%	6,036,337	27%	22,587,865
2014	15,648,386	72%	2,062,756	9%	4,045,496	19%	21,756,638
2015	16,613,554	73%	2,127,576	9%	4,160,891	18%	22,902,021
2016	17,194,897	73%	2,101,555	9%	4,240,477	18%	23,536,929
2017	18,446,253	75%	2,171,830	9%	4,074,179	16%	24,692,262
2018	19,631,846	78%	2,309,467	9%	3,124,264	13%	25,065,577
2019	22,312,666	83%	2,297,260	8%	2,281,046	9%	26,890,972
2020	23,297,217	83%	2,301,694	8%	2,592,544	9%	28,191,455

Source: City of Columbus Ohio, Division of Income Tax and Regional Income Tax Agency

(1) These amounts are reported gross and do take into account tax refunds or adjustments. Income tax revenues are credited to the General Fund.

The City levies a municipal income tax of 2.0 percent. This rate has been the same for all 10 years presented.

**CITY OF GROVE CITY, OHIO**

**Principal Income Taxpayers - Individual Filers  
2011 And 2019**

**TABLE 6**

<b>Range Of Withholding Amount</b>	<b>2011</b>		<b>2019 (1)</b>	
	<b>Number Of Individual Filers</b>	<b>Percentage Of Individual Filers</b>	<b>Number Of Individual Filers</b>	<b>Percentage Of Individual Filers</b>
\$200,000 and higher	187	1.68%	613	5.05%
\$150,000 - 199,999	415	3.73%	873	7.20%
\$100,000 - 149,999	1,408	12.65%	1,953	16.10%
\$75,000 - 99,999	1,403	12.61%	1,478	12.18%
\$50,000 - 74,999	1,799	16.17%	1,975	16.28%
\$25,000 - 49,999	2,463	22.14%	2,377	19.59%
\$24,999 and lower	3,452	31.02%	2,864	23.60%
<b>Total</b>	<b>11,127</b>	<b>100.00%</b>	<b>12,133</b>	<b>100.00%</b>

(1) This is the latest information available.

Source: Regional Income Tax Agency

Note: Due to confidentiality issues, the names of the 10 largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue.

**CITY OF GROVE CITY, OHIO**

**Computation Of Legal Debt Margin  
Last Ten Years**

**TABLE 7**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Total Assessed Valuation	\$802,849,890	\$816,045,070	\$829,124,360	\$855,687,890
Overall debt limitation - 10.5% of assessed valuation	<u>84,299,238</u>	<u>85,684,732</u>	<u>87,058,058</u>	<u>89,847,228</u>
Gross indebtedness authorized by Council	38,338,636	37,289,732	41,915,880	38,173,487
Less Debt Outside Limitation	<u>(29,433,626)</u>	<u>(28,729,732)</u>	<u>(37,228,380)</u>	<u>(33,655,987)</u>
Net Debt Subject to Limitation	8,905,010	8,560,000	4,687,500	4,517,500
Less amount available in the Debt Service Funds	<u>(674,099)</u>	<u>(666,848)</u>	<u>(1,410,452)</u>	<u>(1,982,412)</u>
Total Net Debt Subject to Limitation	<u>8,230,911</u>	<u>7,893,152</u>	<u>3,277,048</u>	<u>2,535,088</u>
Legal debt margin within 10.5% limitation	<u>\$76,068,327</u>	<u>\$77,791,580</u>	<u>\$83,781,010</u>	<u>\$87,312,140</u>
Legal Debt Margin as a Percentage of the Debt Limit	90.2%	90.8%	96.2%	97.2%
<hr/>				
Unvoted debt limitation 5.5% of assessed valuation	\$44,156,744	\$44,882,479	\$45,601,840	\$47,062,834
Gross indebtedness authorized by Council	38,338,636	37,289,732	41,915,880	38,173,487
Less Debt Outside Limitation	<u>(29,433,626)</u>	<u>(28,729,732)</u>	<u>(37,228,380)</u>	<u>(33,655,987)</u>
Net Debt Subject to Limitation	8,905,010	8,560,000	4,687,500	4,517,500
Less amount available in the Debt Service Funds	<u>(674,099)</u>	<u>(666,848)</u>	<u>(1,410,452)</u>	<u>(1,982,412)</u>
Total Net Debt Subject to Limitation	<u>8,230,911</u>	<u>7,893,152</u>	<u>3,277,048</u>	<u>2,535,088</u>
Legal debt margin within 5.5% limitation	<u>\$35,925,833</u>	<u>\$36,989,327</u>	<u>\$42,324,792</u>	<u>\$44,527,746</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	81.4%	82.4%	92.8%	94.6%

Ohio Bond Law sets a limit of 10.5 percent for voted debt and 5.5 percent for unvoted debt.

<i>2015</i>	<i>2016</i>	<i>2017</i>	<i>2018</i>	<i>2019</i>	<i>2020</i>
\$867,412,060	\$878,653,140	\$990,934,910	\$991,566,540	\$1,016,904,110	\$1,226,197,860
91,078,266	92,258,580	104,048,166	104,114,487	106,774,932	128,750,775
54,235,131	54,260,209	62,244,118	59,836,679	63,860,824	66,819,623
(39,786,600)	(41,490,632)	(52,451,316)	(50,318,966)	(54,659,970)	(57,941,087)
14,448,531	12,769,577	9,792,802	9,517,713	9,200,854	8,878,536
(1,740,458)	(1,249,988)	(1,190,457)	(1,206,808)	(1,808,040)	(1,980,788)
12,708,073	11,519,589	8,602,345	8,310,905	7,392,814	6,897,748
<u>\$78,370,193</u>	<u>\$80,738,991</u>	<u>\$95,445,821</u>	<u>\$95,803,582</u>	<u>\$99,382,118</u>	<u>\$121,853,027</u>
86.0%	87.5%	91.7%	92.0%	93.1%	94.6%
\$47,707,663	\$48,325,923	\$54,501,420	\$54,536,160	\$55,929,726	\$67,440,882
54,235,131	54,260,209	62,244,118	59,836,679	63,860,824	66,819,623
(39,786,600)	(41,490,632)	(52,451,316)	(50,318,966)	(54,659,970)	(57,941,087)
14,448,531	12,769,577	9,792,802	9,517,713	9,200,854	8,878,536
(1,740,458)	(1,249,988)	(1,190,457)	(1,206,808)	(1,808,040)	(1,980,788)
12,708,073	11,519,589	8,602,345	8,310,905	7,392,814	6,897,748
<u>\$34,999,590</u>	<u>\$36,806,334</u>	<u>\$45,899,075</u>	<u>\$46,225,255</u>	<u>\$48,536,912</u>	<u>\$60,543,134</u>
73.4%	76.2%	84.2%	84.8%	86.8%	89.8%

**CITY OF GROVE CITY, OHIO**

**Ratio Of Outstanding Debt By Type  
Last Ten Years**

**TABLE 8**

<i>Year</i>	<i>Governmental Activities</i>						
	<i>General Obligation Bonds</i>	<i>OPWC Loans</i>	<i>Capital Leases</i>	<i>TIF Revenue Bonds</i>	<i>Pinnacle Promissory Note</i>	<i>Loans Payable</i>	<i>Capital Facilities Notes</i>
2011	\$16,655,960	\$3,686,689	\$19,481	\$14,930,000	\$0	\$0	\$0
2012	16,058,412	3,372,190	0	14,490,000	0	0	0
2013	15,370,864	5,733,112	0	14,030,000	0	0	0
2014	14,833,316	5,322,049	0	13,545,000	1,500,000	0	0
2015	28,482,319	4,907,797	0	17,795,000	500,000	0	0
2016	21,214,084	4,493,546	0	26,145,000	0	0	0
2017	25,166,617	4,636,978	0	24,785,000	0	4,500,000	0
2018	24,559,150	4,381,930	0	23,410,000	0	4,500,000	6,013,275
2019	31,522,843	4,012,400	0	22,015,000	0	4,288,778	6,015,209
2020	30,520,432	3,957,977	0	20,585,000	0	4,074,886	6,012,505

(1) "Population Estimates," published by the Mid-Ohio Regional Planning Commission

(2) Computation of per capita personal income multiplied by population (in thousands)

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



<i>Business-Type Activities</i>			<i>Total Primary Government</i>	<i>Population (1)</i>	<i>Personal Income (2)</i>	<i>Debt Per Capita</i>	<i>Percentage Of Personal Income</i>
<i>OPWC Loans</i>	<i>OWDA Loans</i>	<i>Loans Payable</i>					
\$645,539	\$2,471,408	\$0	\$38,409,077	34,569	\$1,356,280	1,111	2.83%
556,632	2,860,910	0	37,338,144	35,708	1,469,598	1,046	2.54%
464,824	2,762,944	0	38,361,744	35,817	1,515,704	1,071	2.53%
370,023	2,646,415	0	38,216,803	36,079	1,560,525	1,059	2.45%
281,890	2,525,444	0	54,492,450	36,459	1,576,961	1,495	3.46%
216,801	2,399,862	0	54,469,293	36,784	1,650,425	1,481	3.30%
175,984	2,269,493	911,663	62,445,735	38,144	1,750,962	1,637	3.57%
133,933	2,134,154	911,663	66,044,105	41,495	2,059,978	1,592	3.21%
90,612	1,993,654	815,381	70,753,877	42,400	2,169,396	1,669	3.26%
68,463	1,847,795	717,883	67,784,941	42,766	2,208,607	1,585	3.07%

**CITY OF GROVE CITY, OHIO**

**Ratio Of General Obligation Bonded Debt To  
Estimated Actual Value And General  
Obligation Bonded Debt Per Capita  
Last Ten Years**

**TABLE 9**

<b>Year</b>	<b>General Obligation Bonded Debt (1)</b>	<b>Estimated Actual Value Of Taxable Property (2)</b>	<b>Population (3)</b>	<b>Percentage Of Bonded Debt To Estimated Actual Value</b>	<b>Bonded Debt Per Capita</b>
2011	\$16,655,960	\$2,293,856,829	34,569	0.73%	\$481.82
2012	16,058,412	2,331,557,343	35,708	0.69%	449.71
2013	15,370,864	2,368,926,743	35,817	0.65%	429.15
2014	14,833,316	2,444,822,543	36,079	0.61%	411.13
2015	28,482,319	2,478,320,171	36,459	1.15%	781.22
2016	21,214,084	2,510,437,543	36,784	0.85%	576.72
2017	25,166,617	2,831,242,600	38,144	0.89%	659.78
2018	24,559,150	2,833,047,257	41,495	0.87%	591.86
2019	31,522,843	2,905,440,314	42,400	1.08%	743.46
2020	30,520,432	3,503,422,457	42,766	0.87%	713.66

(1) Although the general obligation bond retirement fund is restricted for debt service, it is not specifically restricted to the payment of principal. Therefore, these resources are not shown as a deduction from general obligation bonded debt.

(2) Franklin County Auditor

(3) Source: "Population Estimates", published by the Mid-Ohio Regional Planning Commission.

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

**CITY OF GROVE CITY, OHIO**

**Computation Of Direct And Overlapping Governmental Debt  
December 31, 2020**

**TABLE 10**

<i>Jurisdiction</i>	<i>Debt Outstanding</i>	<i>Percentage Applicable To City Of Grove City (2)</i>	<i>Amount Applicable To City Of Grove City</i>
<b>Direct:</b>			
City of Grove City			
General Obligation Bonds	\$30,520,432	100.00%	\$30,520,432
TIF Revenue Bonds	20,585,000	100.00%	20,585,000
OPWC Loans	3,957,977	100.00%	3,957,977
Loans Payable	4,074,886	100.00%	4,074,886
Notes	6,012,505	100.00%	6,012,505
Total Direct	<u>65,150,800</u>		<u>65,150,800</u>
<b>Overlapping:</b>			
South-Western City School District (1)			
General Obligation Bonds	248,192,222	43.38%	107,665,786
Energy Conservation Bonds	6,670,000	43.38%	2,893,446
Franklin County			
General Obligation Bonds	193,680,000	4.18%	8,095,824
Special Obligation Bonds And Notes	209,900,000	4.18%	8,773,820
OPWC Loans	257,726,000	4.18%	10,772,947
Total Overlapping	<u>916,168,222</u>		<u>138,201,823</u>
Total Direct And Overlapping Debt	<u>\$981,319,022</u>		<u>\$203,352,623</u>

Source: Franklin County Auditor

(1) The debt outstanding for South-Western City School District is at June 30, 2020.

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

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account.



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**CITY OF GROVE CITY, OHIO**

***Pledged Revenue Coverage  
Last Ten Years***

**TABLE 11**

<b>Year</b>	<b>Revenue In Lieu Of Taxes (1)</b>	<b>Debt Service Requirements</b>			<b>Coverage</b>
		<b>Principal</b>	<b>Interest</b>	<b>Total</b>	
<b>TIF Revenue Bonds</b>					
2011	\$2,950,053	\$420,000	\$817,937	\$1,237,937	2.38
2012	1,478,740	440,000	794,135	1,234,135	1.20
2013	2,986,838	460,000	773,915	1,233,915	2.42
2014	3,070,420	485,000	751,773	1,236,773	2.48
2015	2,947,268	510,000	741,650	1,251,650	2.35
2016	2,847,003	0	469,647	469,647	6.06
2017	2,919,571	840,000	318,829	1,158,829	2.52
2018	3,121,446	850,000	309,482	1,159,482	2.69
2019	3,136,721	330,000	290,332	620,332	5.06
2020	3,047,917	885,000	270,354	1,155,354	2.64

(1) Tax Increment Financing Revenue Bonds are backed by the revenue in lieu of taxes charged and collected in the same manner and in the same amount as real property taxes. Revenue in lieu of taxes presented on this table reflects only the Buckeye Center TIF as TIF Revenue Bonds outstanding pertain only to this TIF zone and only these TIF revenues may be utilized for repayment of the debt.

Note: The Tax Incremental Financing bonds were issued in 2015. The special obligation non tax revenue bonds will be paid from tax incremental financing (TIF) revenue. Collections are expected to begin in 2017. Until the TIF revenue collections begin, interest payments will be paid from the proceeds of the bonds.

**CITY OF GROVE CITY, OHIO**

**Demographic Statistics  
Last Ten Years**

**TABLE 12**

<i>Year</i>	<i>Population (1)</i>	<i>Personal Income (2)</i>	<i>Per Capita Income (3)</i>	<i>Unemployment Rate (4)</i>			
				<i>Federal</i>	<i>State</i>	<i>Franklin County</i>	<i>Grove City</i>
2011	34,569	\$1,356,280	\$39,234	8.9%	8.6%	7.6%	7.0%
2012	35,708	1,469,598	41,156	8.1%	7.2%	6.1%	5.5%
2013	35,817	1,515,704	42,318	7.4%	7.3%	6.2%	5.7%
2014	36,079	1,560,525	43,253	6.2%	5.7%	4.8%	4.3%
2015	36,459	1,576,961	43,253	5.3%	4.9%	4.1%	3.7%
2016	36,784	1,650,425	44,868	4.9%	4.9%	4.0%	3.8%
2017	38,144	1,750,962	45,904	4.4%	5.0%	4.0%	3.8%
2018	41,495	2,059,978	49,644	3.9%	4.6%	3.7%	3.6%
2019	42,400	2,169,396	51,165	3.7%	4.1%	3.5%	3.2%
2020	42,766	2,208,607	51,644	8.1%	8.1%	7.4%	6.1%

Source:

(1) "Population Estimates", published by the Mid-Ohio Regional Planning Commission.

(2) Computation of per capita personal income multiplied by population (in thousands)

(3) U. S. Department of Commerce, Bureau of Economic Analysis

(4) U. S. Department of Labor, Bureau of Labor Statistics

**CITY OF GROVE CITY, OHIO**

**Principal Employers  
2011 And 2020**

**TABLE 13**

<i>Employer</i>	<i>2011</i>			<i>2020</i>		
	<i>Number Of Employees</i>	<i>Rank</i>	<i>Percentage Of Total Employment</i>	<i>Number Of Employees</i>	<i>Rank</i>	<i>Percentage Of Total Employment</i>
FedEx Ground Package Systems, Inc.	1,000	3	4.91%	1,950	1	6.72%
Walmart Distribution Center	1,225	2	6.01%	1,628	2	5.61%
Mount Carmel Health	N/A	N/A	N/A	1,627	3	5.61%
South-Western City Schools	1,812	1	8.89%	1,524	4	5.25%
Tigerpoly Manufacturing, Inc.	279	9	1.37%	480	5	1.65%
The Kroger Company	N/A	N/A	N/A	452	6	1.56%
Halcore Group	260	10	1.28%	398	7	1.37%
OhioHealth	N/A	N/A	N/A	330	8	1.14%
Tosoh Manufacturing	289	8	1.42%	314	9	1.08%
Nationwide Mutual Insurance Co.	301	7	1.48%	217	10	0.75%
The GAP Direct	544	4	2.67%	N/A	N/A	N/A
Manheim Corporate Services/Ohio Auto Auction	400	5	1.96%	N/A	N/A	N/A
Walmart Super Center	325	6	1.59%	N/A	N/A	N/A
Total Employees	6,435		31.58%	8,920		30.74%
All Other Employers	13,951		68.42%	20,090		69.26%
Total Employment within the City	20,386		100.00%	29,010		100.00%

Source: Estimates from Mid Ohio Regional Planning Commission, employers and RITA.

**CITY OF GROVE CITY, OHIO**

**Operating Indicators By Function/Program  
Last Ten Years**

**TABLE 14**

<b>Function/Program</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
<b>General Government:</b>				
<b>Active Income Tax Accounts:</b>				
Individual	21,707	23,404	27,513	22,232
Business Net Profit	3,113	3,468	2,080	2,004
Withholding	4,577	4,953	2,793	2,816
<b>Clerk of Courts:</b>				
Criminal Cases	677	819	811	932
Traffic Court Cases	3,888	3,776	2,962	2,162
Parking Cases	381	321	292	240
<b>Security Of Persons And Property:</b>				
Police Calls	96,388	96,411	104,309	104,722
Physical Arrests	1,686	2,007	1,942	1,953
Class A Crimes	3,741	4,185	3,789	4,049
<b>Community Development:</b>				
Trees Planted	431	817	463	822
Trees Pruned	2,494	1,623	395	607
Trees Removed	719	704	322	265
Leaves Collected (in tons)	333	269	408	301
Landscape Inspections	118	103	159	161
<b>Leisure Time Activities:</b>				
General Recreation Revenues	\$912,083	\$1,000,549	\$1,124,821	\$1,205,285

Source: City Departments



<i>2015</i>	<i>2016</i>	<i>2017</i>	<i>2018</i>	<i>2019</i>	<i>2020</i>
22,176	22,417	21,692	21,214	22,006	22,467
1,964	2,088	1,917	2,410	2,239	2,207
2,838	3,134	3,258	3,383	3,258	3,410
1,183	1,200	1,236	820	791	682
2,228	2,211	2,173	2,036	2,018	1,808
178	200	152	153	132	78
97,267	92,568	97,936	97,121	99,694	98,946
2,018	2,170	2,213	2,066	1,986	1,442
4,427	5,108	4,998	4,911	5,377	5,251
345	138	169	312	426	278
445	1,086	1,061	927	730	368
283	215	163	218	125	239
353	337	318	680	537	387
173	150	198	138	128	104
\$1,256,886	\$1,274,885	\$1,325,024	\$1,273,738	\$1,325,963	\$530,623

**CITY OF GROVE CITY, OHIO**

**Capital Assets Statistics By Function/Program  
Last Ten Years**

**TABLE 15**

<b>Function/Program</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>
<b>General Government:</b>				
Government Center	1	1	1	1
<b>Security Of Persons And Property:</b>				
Number Of Police Stations	1	1	1	1
Number Of Fire Stations (1)	3	3	3	4
<b>Leisure Time Activities:</b>				
Number of Parks	19	20	20	20
Park Area (acres)	263	294	294	300
Number Of Playgrounds	15	15	15	15
Number Of Swimming Pools	1	1	1	1
Number Of Tennis Courts	2	2	2	2
Number Of Community Centers	4	4	4	5
Number Of Public Libraries	1	1	1	1
<b>Basic Utility Services:</b>				
Miles Of Water Distribution	168.2	170.3	172.3	175.2
Miles Of Sanitary Sewers	180.2	180.3	180.3	183.7
Miles Of Storm Sewers	149.4	149.8	150.5	155.9
<b>Transportation:</b>				
Miles Of Streets	155.8	155.8	155.8	157.4
Number Of Street Lights	3,651	3,655	3,700	3,750
Number Of Traffic Signs	3,700	3,750	3,800	3,845
Number Of Traffic Lights	55	55	59	75

Source: City Records

(1) Fire Protection provided by Jackson Township

<i>2015</i>	<i>2016</i>	<i>2017</i>	<i>2018</i>	<i>2019</i>	<i>2020</i>
1	1	1	1	1	1
1	1	1	1	1	1
4	4	4	4	4	4
20	21	21	20	21	26
300	364	364	320	320	283
15	15	16	17	19	23
1	1	1	1	1	1
2	2	2	6	6	6
5	5	4	4	4	4
1	1	1	1	1	1
175.6	175.6	178.0	166.0	173.0	178.6
183.8	190.9	192.4	186.8	184.3	191.0
156.1	158.0	162.4	169.8	169.1	180.5
157.4	157.4	193.6	188.5	196.6	179.4
3,800	3,850	3,530	3,624	3,540	3,618
3,900	3,925	4,000	6,494	6,525	6,796
75	75	75	75	499	564

**CITY OF GROVE CITY, OHIO**

**City Government Employees By Function/Program  
Last Ten Years**

**TABLE 16**

<u>Function/Program</u>	<u>2011</u>		<u>2012</u>		<u>2013</u>		<u>2014</u>	
	<u>Full-Time</u>	<u>All</u>	<u>Full-Time</u>	<u>All</u>	<u>Full-Time</u>	<u>All</u>	<u>Full-Time</u>	<u>All</u>
Security Of Persons And Property	80	86	79	87	80	86	81	88
Leisure Time Activities	24	59	22	61	22	66	23	74
Community Development	10	10	11	14	11	16	12	16
Transportation	13	20	14	20	15	21	17	21
General Government	11	23	13	20	13	19	13	19
<i>Total Number of Employees</i>	<u>138</u>	<u>198</u>	<u>139</u>	<u>202</u>	<u>141</u>	<u>208</u>	<u>146</u>	<u>218</u>

Source: City Payroll Records

<i>2015</i>		<i>2016</i>		<i>2017</i>		<i>2018</i>		<i>2019</i>		<i>2020</i>	
Full-Time	All	Full-Time	All	Full-Time	All	Full-Time	All	Full-Time	All	Full-Time	All
83	90	83	92	87	97	89	98	90	98	87	95
23	85	23	88	23	103	23	99	23	109	22	52
13	20	16	20	17	20	19	23	21	24	18	21
16	20	15	23	18	23	18	22	18	25	20	31
13	19	15	22	16	23	16	24	17	26	17	25
<u>148</u>	<u>234</u>	<u>152</u>	<u>245</u>	<u>161</u>	<u>266</u>	<u>165</u>	<u>266</u>	<u>169</u>	<u>282</u>	<u>164</u>	<u>224</u>



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2020  
CITY OF GROVE CITY

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# Comprehensive Annual Financial Report

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FOR THE YEAR ENDED DECEMBER 31, 2020

RICHARD L. "IKE" STAGE, *Mayor*  
CHARLES W. BOSO, JR., *City Administrator*  
MICHAEL TURNER, *Finance Director*



614-277-3025



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# OHIO AUDITOR OF STATE KEITH FABER



**CITY OF GROVE CITY**

**FRANKLIN COUNTY**

## **AUDITOR OF STATE OF OHIO CERTIFICATION**

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



**Certified for Release 10/5/2021**

88 East Broad Street, Columbus, Ohio 43215  
Phone: 614-466-4514 or 800-282-0370

This report is a matter of public record and is available online at  
[www.ohioauditor.gov](http://www.ohioauditor.gov)