

Dave Yost • Auditor of State

CITY OF WESTERVILLE
FRANKLIN COUNTY

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**CITY OF WESTERVILLE
FRANKLIN COUNTY**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2016**

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program/Cluster Title	Pass Through Entity Identifying Number	Federal CFDA Number	Total Federal Expenditures
U.S. ENVIRONMENTAL PROTECTION AGENCY			
<i>Passed Through the Ohio Environmental Protection Agency</i>			
Capitalization Grants for Drinking Water State Revolving Funds	FS390974-0004	66.468	\$952,229
U.S. DEPARTMENT OF JUSTICE			
Missing Alzheimer's Disease Patient Assistance Program		16.015	799
Bulletproof Vest Partnership Program		16.607	2,889
Federal Forfeiture Equitable Sharing Program		16.922	123,763
Total U.S. Department of Justice			<u>127,451</u>
U.S. DEPARTMENT OF TRANSPORTATION			
<i>Passed Through Ohio Department of Transportation</i>			
Highway Planning and Construction Cluster	FRA-SR7-3.21	20.205	<u>250,461</u>
Total Expenditures of Federal Awards			<u><u>\$1,330,141</u></u>

The accompanying notes are an integral part of this schedule.

**CITY OF WESTERVILLE
FRANKLIN COUNTY**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
2 CFR 200.510(b)(6)
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the City of Westerville (the City's) under programs of the federal government for the year ended December 31, 2016. 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, as applicable, either the cost principles contained in OMB Circular A-87 *Cost Principles for State, Local, and Indian Tribal Governments* (codified in 2 CFR Part 225), or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement. The City has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE C - MATCHING REQUIREMENTS

Certain Federal programs require the City to contribute non-Federal funds (matching funds) to support the Federally-funded programs. The City has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.



Dave Yost • Auditor of State

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

City of Westerville
Franklin County
21 South State Street
Westerville, Ohio 43081

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 Westerville, Franklin County, (the City) as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated July 21, 2017.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

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

Dave Yost
Auditor of State
Columbus, Ohio

July 21, 2017



Dave Yost • Auditor of State

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 Westerville
Franklin County
21 South State Street
Westerville, Ohio 43081

To the City Council:

Report on Compliance for the Major Federal Program

We have audited the City of Westerville, Franklin County, Ohio (the City's) 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's major federal program for the year ended December 31, 2016. 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 the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

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 Westerville, Franklin County, Ohio 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, 2016.

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 the 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.

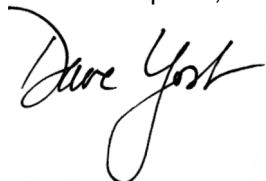
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify 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 Westerville (the City) as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our unmodified report thereon dated July 21, 2017. 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.

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Dave Yost
Auditor of State
Columbus, Ohio

July 21, 2017

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**CITY OF WESTERVILLE
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
DECEMBER 31, 2016**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unmodified
<i>(d)(1)(ii)</i>	Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material weaknesses in internal control reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any significant deficiencies in internal control reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unmodified
<i>(d)(1)(vi)</i>	Are there any reportable findings under 2 CFR § 200.516(a)?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Capitalization Grants for Drinking Water State Revolving Funds, CFDA #66.468
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 750,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee under 2 CFR §200.520?	No

**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

None

3. FINDINGS FOR FEDERAL AWARDS

None

**CITY OF WESTERVILLE
FRANKLIN COUNTY**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
2 CFR 200.511(b)
DECEMBER 31, 2016**

Finding Number	Finding Summary	Status	Additional Information
2014-001	Financial Reporting – Initially occurred in 2014. Recommendation due to adjustment required to be made to the financial statements	Partially Corrected	Repeated as Management Letter Comment in 2015 and 2016. Refer to official's responses available for the Management Letter.

City of **WESTERVILLE**

CELEBRATING
33 YEARS
OF EXCELLENCE
IN FINANCIAL
REPORTING



Comprehensive Annual Financial Report
For the year ended December 31, 2016

CITY OF WESTERVILLE, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2016

ISSUED BY:

THE DEPARTMENT OF FINANCE

LEE ANN SHORTLAND, CPA
DIRECTOR OF FINANCE

GINA LOVE
ASSISTANT FINANCE DIRECTOR



INTRODUCTION



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CITY OF WESTERVILLE, OHIO

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2016**

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July 21, 2017

To Members of Westerville City Council and Citizens of the City of Westerville, Ohio:

The Comprehensive Annual Financial Report (CAFR) of the City of Westerville, Ohio (the City), for the year ended December 31, 2016, is hereby submitted.

The report is prepared in accordance with generally accepted accounting principles in the United States of America (GAAP) and in conformance with standards of financial reporting as established by the Governmental Accounting Standards Board (GASB) using guidelines as recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

Ohio law requires that every city file unaudited financial statements with the Auditor of State and publish availability within 150 days of the close of each year. The general purpose external financial statements from this report were filed to fulfill that requirement for the year ended December 31, 2016.

The City's Department of Finance is responsible for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to fairly present the financial position and results of operations of the City. To provide a reasonable basis for making these representations, management of the City has implemented a comprehensive internal control structure.

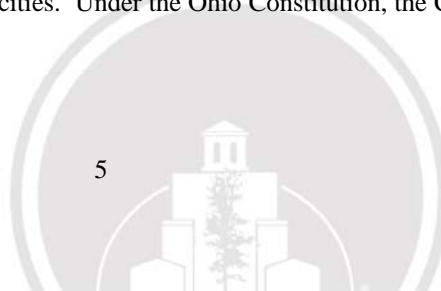
As management, we believe the data presented is accurate in all material aspects and that all disclosures necessary to enable the reader to acquire the maximum understanding of the City's financial activity have been included.

The Auditor of the State of Ohio (independent auditor) has audited the financial statements of the City. The objective of the independent audit was to provide reasonable assurance that the financial statements of the City for the year ended December 31, 2016, are free from material misstatement. The independent audit involved examining, on a test basis, evidence supporting amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the year ended December 31, 2016, are fairly presented in conformity with GAAP. The Independent Auditor's Report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This Letter of Transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the Independent Auditor's Report.

PROFILE OF THE CITY

The City operates under and is governed by its Charter, first adopted by the voters in 1964, which has been and may be amended by the voters from time to time. The Charter provides for a Council-City Manager form of government. The City is also subject to some general laws applicable to all cities. Under the Ohio Constitution, the City may exercise all powers of local self-government.



Legislative authority is vested in a seven member Council, all of whom are elected at-large for staggered four-year terms. Council fixes compensation of City officials and employees, and enacts ordinances and resolutions relating to City services, tax levies, appropriating and borrowing money, regulating businesses and trades, and other municipal purposes. The presiding officer of Council is the chairman elected by Council for a two-year term. The Charter establishes certain administrative departments. Council may establish divisions of those departments and additional departments.

The City's chief executive and administrative officer is the City Manager, who is appointed by the Council to serve at its pleasure. The City Manager may be removed at will by a vote of two-thirds of members of the Council. The Mayor, elected by Council for a two-year term, is the City's ceremonial head and holds no executive authority.

Council appoints the Director of Law and Clerk of Council, and the City Manager appoints, subject to confirmation by Council, the directors of the other City departments. The principal officials appointed by, and who serve at the pleasure of, the City Manager are the Assistant City Manager, and the Directors of Finance, Public Safety, Public Service, Public Utilities and Parks and Recreation. The City Manager also appoints and removes, in accordance with personnel rules and regulations, all other officers and employees.

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 and departments that provide various services including public safety, public service, street maintenance, parks and recreation, a senior center, planning and engineering, inspection, and general administrative services. The City is responsible for the construction, maintenance and repairs associated with all public utility infrastructures that include the electric, water, sanitary sewer and storm sewer lines, as well as fiber-optic cabling and conduit. The City of Columbus and Delaware County provide sewer treatment services pursuant to long-term contracts. Council and the City Manager have direct responsibility for the activities mentioned above.

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; is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to the organization; or is obligated for the debt of the organization. Component units may also include organizations for which the City approves the budgets, the issuance of debt or the levying of taxes.

Certain organizations, although sharing some degree of name similarity with the City, are separate and distinct entities, not only from the City but also from each other. The City is not financially accountable for these entities. Because of their independent nature, none of these organizations' financial statements are included in this report. Based on these criteria, the Westerville City School District and the Westerville Public Library have been excluded because the City is not financially accountable for them nor are the entities fiscally dependent on the City.

LOCAL ECONOMY

The City continues to attract new employers and high quality jobs to the community as it has reached a position of full recovery from the "Great Recession." These employers have been attracted to the Westar Center of Business as well as the City's more mature developments which include Eastwind, Brooksedge, and the Westerville Commerce Center. All these areas have easy access to Interstate Highways 71 and 270. These new developments, in combination with the expansion of several of our existing companies, have had a significantly positive impact on the City. Westerville continues to strive toward maintaining a delicate balance by attracting businesses across the entire Westerville landscape and ensuring the viability of established commercial areas.

The Cleveland Ave corridor north of the I-270 interchange is undergoing an extensive transition that is expected to attract people from all over the region, particularly to access healthcare facilities. Known regionally as the "Medical Mile," this corridor is anchored by the four major health care systems (Mount Carmel St. Ann's Hospital, Nationwide Children's medical facilities, the OhioHealth Westerville Medical Campus, and Central Ohio Primary Care (COPC)).

In March of 2017 within the Medical Mile, HealthSouth, one of the largest owners and operators of inpatient rehabilitative hospitals in the country, in partnership with Mount Carmel, dedicated its new 54,000 square foot facility on seven acres at the southwest corner of Polaris Parkway and Cleveland Avenue. The collaboration resulted in a 50 bed inpatient rehabilitation hospital which has the capability to expand another potential 30 beds (for a total of 75,000 square feet). The total project investment is estimated at \$15.8 million and is expected to create 140 jobs with an estimated payroll of \$8.9 million by 2020. By the end of 2017, a retail center containing a Starbucks and two restaurants will be under construction adjacent to the rehabilitation hospital.

Since the onset of development beginning with the opening of Liebert Global Services in 1999 (now employing 403), the Westar Center of Business has brought over 7,000 jobs to the City with a payroll exceeding \$49 million and continues to be a growing epicenter of commerce.

The Daimler Group, the leading office developer in the Columbus Region, built their fifth speculative office building along Polaris Parkway. In 2017, Westar V attracted TATA C.S. as well as the corporate headquarters of Lancaster Colony, the parent company of the T. Marzetti Company. Both companies bring approximately 350 new jobs and generate an estimated \$40 million in new annual payroll for the Westar area.

In 2015, inVentiv announced the retention and expansion of its Westerville location at 480 and 500 Olde Worthington Road; inVentiv will add 65 new jobs and \$4.8 million in new payroll, bringing the annual payroll to \$54.8 million by 2019. Also occurring in 2015, three companies (DASCO, Exceptional Innovation and Nexosis) made expansion announcements in Westar. These expansions retained 133 high-salary jobs and will add 177 new jobs to the community.

The City acquired 62 acres of partially developed land in Westar known as “Altair” in 2014. Now rebranded Westar Place, the land is situated between Cleveland Avenue and Africa Road south of Polaris Parkway. To start the Westar Place development, Concord Hospitality and Continental Real Estate have partnered to construct a full-service Marriott Renaissance hotel and conference center. This \$60 million hotel is under construction and anticipates opening in the second quarter of 2018. In addition, COPC (Central Ohio Primary Care) is under construction for a 60,000 square feet medical office building as well as their 46,000 square feet corporate headquarters at Westar Place adjacent to the hotel. The total investment of \$16.5 million will retain and create 382 jobs and \$25 million in payroll.

The City completed the Worthington Road connector project in 2015. This \$7.3 million roadway, financed through a Tax Increment Financing (TIF) district, opened up development for a mixed use development consisting of over 504 multi-family units (second phase completed this year), with an anticipated 170,000 square feet of retail (first phase completed last year), 260,000 square feet of office, and an 8.21 acre community park. In the first phase of the retail sector, several restaurants and fast casual dining places, along with two fitness facilities, a pet store, and a specialty grocer have opened their doors. An assisted living facility has recently received approval and is expected to be under construction by year’s end. In the near term, the new development is expected to generate approximately \$51.5 million in real property investment and approximately \$5.5 million in payroll through the creation of an estimated 183 new jobs.

City officials continue to attract companies to well-established office areas in the Brookside and Eastwind Office Parks in the South State Street area and the Westerville Commerce Center to the north. Some of the new companies attracted to the southern mature office areas within the last three years include Quandel Construction (47 jobs), Diamond Pharmacy Services (34 jobs), Perceptionist, Inc. (35 jobs) and Gandee Engineering (30 jobs). While attraction of new companies to Brookside has been key, the City has also benefited from job retention and expansion of the office park’s major employers: Concord Mortgage (80 new jobs), Affinion Group (75 new jobs) and Capital City Millwork (20 new jobs).

To attract amenities to support the established office parks in the South State area, 32 Heatherdown Drive LLC is constructing a 101-room Starwood Aloft hotel on 2.75 acres located at the former site of the Knights Inn hotel. The anticipated construction cost of the hotel, excluding furniture, fixtures and equipment, will be \$18 million and anticipates opening in the third quarter of 2017.

The City officially opened a 16,000 square foot Community Data Center, which is linked to the City’s fiber-optic infrastructure called WeConnect® in 2012. The nation’s first municipal data center, WeConnect®, is a multi-million dollar community asset providing scalable capacity for future growth and existing needs of businesses. The center serves as a connectivity hub – or data hotel of sorts - for local and regional businesses, offering world-class support for cloud computing, co-location, broadband services and server rack space and security. WeConnect® provides businesses of all sizes access to the most advanced technologies so they can thrive locally and compete globally.

Reinvestment in the City's historic core is also a priority with the recent completion of the Uptown Westerville Plan. The plan is designed to guide public and private investment in this vibrant central business district to ensure its long-term success. Most recently, a popular restaurant chain in the Columbus Region, Northstar Café finished construction on property acquired by the City for redevelopment in Uptown.

Above and beyond the technology infrastructure, employees and their families have access to the Westerville Community Center at the residential rate, as well as access to the reconstructed Highlands Park Aquatics Center. Planning and design for a \$20 million expansion to the Community Center in 2018 is well underway. The City's recreation staff stands ready to partner with any company to implement a wellness initiative. In addition, the City operates its own water and electric utilities, providing outstanding service at lower rates than elsewhere in the Columbus Region. Employers are also attracted by the highly educated workforce, and other amenities such as Otterbein University, the Historic Uptown District, and numerous recreational and cultural activities.

LONG-TERM FINANCIAL PLANNING

Fiscal policies have been established for the General Fund, Water Fund, Sewer Fund, Refuse Fund and Electric Fund. These are utilized each month to review the sufficiency of fund balance in the Monthly Interim Financial Reports that are reviewed with the Finance Audit Committee and provided to Council members. The fiscal policies are also integral to the five year financial plan presented each year to Council while presenting the annual budget request for the following year. Council is enabled to make informed decisions regarding the use of resources and the sufficiency of the funds to handle expected operating expenditures and projected capital projects.

RELEVANT FINANCIAL POLICIES

Currently there is dedicated 0.25 percent income tax approved by the voters to fund Parks and Recreation. This revenue source is segregated and distributed to provide for debt service on the bonds issued to finance major facilities, for capital reserves for future replacement and repairs of those facilities, and to supplement existing funds for the operations of the Parks and Recreation Department. This is in keeping with the proposals presented to the voters. The original levy was slated to expire in 2020.

During 2014, the Parks, Recreation and Open Space (PROS) Master Plan was updated with unique improvements and features to engage an active community. In a subsequent election, City residents voted to continue the 0.25 percent income tax levy for an additional 20 years, (expiration in 2040). The City has included several of the new Master Plan priorities in the five-year Capital Improvement Plan, including the previously referenced expansion of the Community Center in 2018.

MAJOR INITIATIVES FOR THE YEAR

The City went live with a new accounting system and new utility billing system during 2016. These systems will continue to be developed over the next couple years including a new module for processing procurement card transactions and a utility customer portal.

Reinvestment in the City's older commercial corridor along South State Street (State Route 3) continues, led by City efforts to rehabilitate and revitalize aging infrastructure including the refreshing of the interchange with Interstate 270. The project, known as the Gateway Improvement Project, was completed in 2014 and provided for new landscaping, lighting, irrigation, welcome signage and wayfinding, providing motorists entering the City from the south with a strong, vibrant image. Phase I of the South State Street streetscape improvements was completed in 2011 (Huber Village Blvd. intersection area), and Phase II (Schrock Road intersection area) began in 2015 and will be completed in 2017.

The City also continued its major effort to rehabilitate its core transportation network to include residential streets as well as arterials. Over \$5 million was spent on resurfacing and reconstructing streets and curbs. The City has coordinated with Delaware County on improvements to Sunbury Road, which is substantially funded by Federal Grants passing through the State of Ohio Department of Transportation.

The City continued planning for future growth, development and financial sustainability. The Comprehensive Plan project known as “Imagine Westerville” was adopted by Council in 2016 and has now proceeded to the implementation phase. Complementing and feeding into this plan were the Uptown Plan which focused on efforts to improve and upgrade the City’s historic commercial core, the Economic Development Plan, and the branding initiative that was created to help Westerville better market itself to stakeholders and other parties.

Marketing of the City’s 62 acres in Westar Place continues and has experienced a great deal of interest with the construction of the Marriott Renaissance Hotel and Conference Center.

Development in the residential and commercial sectors is expected to continue in 2017, with several projects underway or beginning construction, including three separate residential communities in different quadrants of the community.

FOR THE FUTURE

The City expects continued commercial growth and development in the northern portion of the City within Delaware County, the fastest growing County in the State. The City has coordinated with the City of Columbus on an improvement project for Cleveland Avenue that will be fully grant funded and is scheduled to start construction in 2017.

More improvements to the Uptown area are planned, including expanding City sidewalks for better accessibility. Improvements to the City’s park system will continue with the expansion of Hoff Woods Park in 2017 along with a renovation at Hanby Park in Uptown.

AWARDS AND ACKNOWLEDGEMENTS

CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Westerville, Ohio, for its comprehensive annual financial report for the year ended December 31, 2015. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. The report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

AUDITOR OF STATE AWARD WITH DISTINCTION

The Auditor of State Award with Distinction was awarded to the City of Westerville in 2015. To be eligible for this award, the City has filed timely financial reports with the Auditor of State’s office in the form of a Comprehensive Annual Financial Report (CAFR), and the audit report has not contained any findings for recovery, material citations, material weaknesses, significant deficiencies, Single Audit findings or questioned costs.

ACKNOWLEDGMENTS

Sincere gratitude goes to City Council for granting the funds for this project. The Finance Department prepared this Comprehensive Annual Financial Report with the efficient and dedicated services of its entire staff and the City Manager's Office staff. We wish to express our appreciation to everyone who contributed to its preparation.

Copies of this Comprehensive Annual Financial Report are on file in the Westerville Public Library for used by the general public and available on the City's website at www.westerville.org.

Respectfully submitted,



Lee Ann Shortland, CPA
Director of Finance



Gina Love
Assistant Finance Director



Government Finance Officers Association

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

Presented to

**City of Westerville
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2015

Executive Director/CEO

City of Westerville, Ohio

Elected and Appointed Officials
As of December 31, 2016

Elected Officials

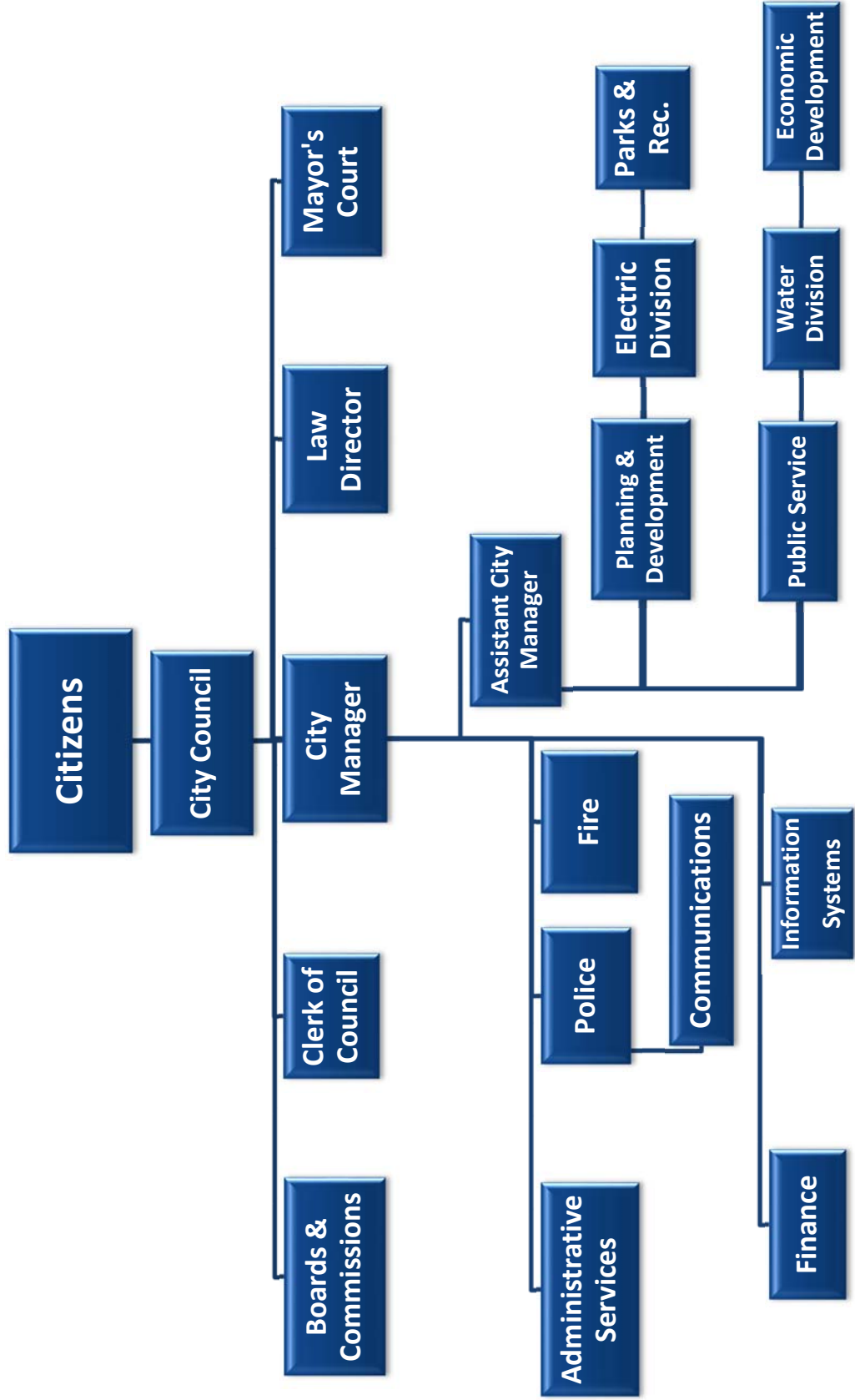
Craig P. Treneff	Council Member, Chair of Council
Larry Jenkins	Council Member, Vice Chair
Kathleen Cocuzzi	Council Member, Mayor
John Bokros	Council Member, Vice Mayor
Tim Davey	Council Member
Diane C. Fosselman	Council Member
Michael Heyeck	Council Member

Appointed Officials

David A. Collinsworth	City Manager
Julie A. Colley	Assistant City Manager
Bruce E. Bailey	Director of Law
Lee Ann Shortland	Director of Finance
Randall A. Auler	Director of Parks and Recreation
Christopher J. Monacelli	Electric Utility Manager
Karl P. Craven	Planning and Development Director
Brian C. Miller	Fire Chief
Todd D. Jackson	Information Systems Director
Mary J. Johnston	Clerk of Council
Richard C. Lorenz	Water Utility Manager
Adam F. Maxwell	Administrative Services Director
Joseph A. Morbitzer	Chief of Police
Kevin W. Weaver	Director of Public Service

City of Westerville

Organizational Chart





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FINANCIAL



WWW.WESTERVILLE.ORG
21 S. STATE ST. (614) 901-6400



Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

City of Westerville
Franklin County
21 South State Street
Westerville, Ohio 43081

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 Westerville, Franklin County, Ohio (the City), as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Westerville, Franklin County, Ohio, as of December 31, 2016, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General, Fire Operating, and Parks and Recreation Operating funds thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 21, 2017 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

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

Dave Yost
Auditor of State
Columbus, Ohio

July 21, 2017



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CITY OF WESTERVILLE, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2016
(UNAUDITED)**

The City of Westerville's (the City) discussion and analysis of the annual financial report provides a review of the financial performance for the year ended December 31, 2016.

FINANCIAL HIGHLIGHTS

- The City's total net position increased \$19,543,053 during 2016. Revenues of governmental activities exceeded expenses by \$4,879,478. The City's unrestricted net position of \$5,353,600 may be used to meet the City's ongoing governmental activities' obligations based on the current levels of services provided. Net position of business-type activities increased \$14,663,575. The City's business-type activities had unrestricted net position of \$34,308,206, which may be used to meet the business-type activities' obligations to citizens and creditors based on the current levels of services provided.
- General revenues of governmental activities accounted for \$67,193,865. Program specific revenues in the form of charges for services and sales, grants, contributions and interest accounted for \$18,070,930. Total revenues equaled \$85,264,795.
- Enterprise funds reflected a total operating income of \$15,589,574. The Water Fund had operating income of \$318,690, the Sewer Fund had operating income of \$806,942, the Electric Fund had operating income of \$13,996,995 and Refuse Fund reflected operating income of \$303,690. The operating income increase in the Sewer Fund over the previous year is a result of increased revenues from capacity fees (up \$298,947) as well as a consumer rate adjustment. The increase in operating income in the Electric Fund from operating income reported in the previous year is a result of favorable market conditions for purchasing power. The City was able to negotiate agreements to purchase the power for the next few years at a lower fixed cost. The operating income in the Refuse fund increased from operating income reported in the previous year as a result of a favorable bid award for the contractual services and a decrease in the fuel surcharge due to a reduction in the market costs for fuel. The operating income in the Water Fund is a result of increased capacity fee revenues (up \$938,267) and a customer rate adjustment. The Community Data Center utility has shown continued growth in this fifth year of operation. The 2016 operating income of \$163,257 in the Community Data Center Fund is an improvement from the operating loss of \$34,548 reported in 2015 attributable to an increase in customers.
- The City had \$80,185,317 in expenses related to governmental activities; \$18,070,930 of these expenses were offset by program specific charges for services and sales, grants, contributions and interest. General revenues (primarily income and property taxes) of \$67,193,865 were more than adequate to provide for the current year programs, and the City relied on the program specific charges of \$18,070,930 to meet expenses. The City had \$54,482,315 in expenses related to business-type activities. These expenses were offset by program specific charges for services and sales, capital contributions, and interest of \$68,697,352.

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'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 longer-term view of the City's finances. Major 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 also look at the City's most significant funds with all other nonmajor funds presented in total in one column.

CITY OF WESTERVILLE, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2016
(UNAUDITED)**

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's financial position has improved or declined as a result of the year's activities. These statements include all assets and deferred outflows of resources as well as liabilities and deferred inflows of resources using the accrual basis of accounting similar to the principles 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 net position. 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 may 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.

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, fire, public health, leisure time activities, community development, basic utilities, transportation, and general government.

Business-Type Activities - These services include water, sewer, electric, refuse and a community data center. Service fees for these utilities are charged based upon the volume of metered usage (water, sewer and electric), monthly rate (refuse), and subscriptions and lease fees (community data center). 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 10. 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 Director of Finance, with the approval of Council, 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's major funds are the General, Fire Operating, Parks and Recreation Operating, General Bond Retirement, General Capital Improvement, Altair TIF Incentive, Water, Sewer, Electric and Community Data Center 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. 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 in determining whether there are more or less financial resources available for upcoming resident services. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Proprietary Funds - Proprietary funds use the same basis of accounting as business-type activities. When the City charges citizens for the services it provides, with the intent of recapturing operating costs, these services are generally reported in enterprise funds. Internal service funds are used to account for services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis.

CITY OF WESTERVILLE, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2016
(UNAUDITED)**

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the condition assessment of the City's infrastructure and the net pension liability. The required supplementary information can be found on pages 125-134 of this report.

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 2016 compared to 2015.

Table 1 - Net Position

	<i>Governmental Activities</i>		<i>Business-Type Activities</i>		<i>Totals</i>	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
<u>Assets:</u>						
Current and Other Assets	\$ 98,648,954	\$ 100,878,819	\$ 46,477,221	\$ 47,501,792	\$ 145,126,175	\$ 148,380,611
Water Rights, Net	-	-	899,241	946,570	899,241	946,570
Nondepreciable Capital Assets	172,738,489	159,952,314	7,785,498	16,406,795	180,523,987	176,359,109
Depreciable Capital Assets, Net	89,027,804	87,909,191	130,547,680	110,959,899	219,575,484	198,869,090
Total Assets	360,415,247	348,740,324	185,709,640	175,815,056	546,124,887	524,555,380
<u>Deferred outflows of resources</u>						
Pension	18,625,321	7,197,832	2,564,168	833,568	21,189,489	8,031,400
Deferred charges on debt refunding	396,284	175,787	1,816,288	1,279,515	2,212,572	1,455,302
Total deferred outflows of resources	19,021,605	7,373,619	4,380,456	2,113,083	23,402,061	9,486,702
<u>Liabilities:</u>						
Current and Other Liabilities	9,280,556	5,640,877	6,974,012	10,644,213	16,254,568	16,285,090
Long-Term Liabilities:						
Due Within One Year	3,892,154	6,191,970	3,642,480	3,520,503	7,534,634	9,712,473
Due in More Than One Year	56,354,636	57,744,972	47,943,761	48,939,487	104,298,397	106,684,459
Net pension liability	66,148,202	50,761,124	6,558,023	4,566,176	72,706,225	55,327,300
Total Liabilities	135,675,548	120,338,943	65,118,276	67,670,379	200,793,824	188,009,322
<u>Deferred inflows of resources</u>						
Pension	531,280	249,093	135,203	84,718	666,483	333,811
Property taxes and PILOTS	18,151,906	15,327,267	-	-	18,151,906	15,327,267
Total deferred inflows of resources	18,683,186	15,576,360	135,203	84,718	18,818,389	15,661,078

- (Continued)

CITY OF WESTERVILLE, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2016
(UNAUDITED)**

Table 1 - Net Position - (Continued)

	<i>Governmental</i>		<i>Business-Type</i>		<i>Totals</i>	
	<i>Activities</i>		<i>Activities</i>			
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
<u>Net Position:</u>						
Net Investment in Capital Assets	\$ 210,069,828	\$ 194,215,282	\$ 90,278,248	\$ 78,066,734	\$ 300,348,076	\$ 272,282,016
Restricted for:						
Debt Service	-	-	250,163	250,078	250,163	250,078
Capital Outlay	937,044	4,720,981	-	-	937,044	4,720,981
Unclaimed Monies	123,973	124,284	-	-	123,973	124,284
Streets and Transportation	4,132,954	4,308,851	-	-	4,132,954	4,308,851
Parks and Recreation	3,453,451	3,112,648	-	-	3,453,451	3,112,648
Police programs	432,614	420,685	-	-	432,614	420,685
General government	574,654	798,197	-	-	574,654	798,197
Unrestricted	5,353,600	12,497,712	34,308,206	31,856,230	39,661,806	44,353,942
<i>Total Net Position</i>	<u>\$ 225,078,118</u>	<u>\$ 220,198,640</u>	<u>\$ 124,836,617</u>	<u>\$ 110,173,042</u>	<u>\$ 349,914,735</u>	<u>\$ 330,371,682</u>

The City has adopted Governmental Accounting Standards Board (GASB) Statement 68, "Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement 27" and GASB Statement 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date - An Amendment of GASB Statement No. 68" which significantly revises accounting for pension costs and liabilities. For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the City's actual financial condition by adding deferred inflows related to pension and the net pension liability to the reported net position and subtracting deferred outflows related to pension.

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. When accounting for pension costs, GASB 27 focused on a funding approach. This approach limited pension costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's *net pension liability*. GASB 68 takes an earnings approach to pension accounting; however, the nature of Ohio's statewide pension systems and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

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

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

CITY OF WESTERVILLE, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2016
(UNAUDITED)**

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

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

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

Net position of the City’s governmental activities increased \$4,879,478 and unrestricted net position decreased \$7,144,112. Cash and cash equivalents decreased \$3,892,759 as a result of spending down bond and note proceeds for construction projects during 2016. Capital assets, net of depreciation, increased \$13,904,788. The increase in capital assets was primarily due to an increase in land, land improvements and infrastructure projects acquired and completed during 2016. The City realized an increase in net pension liability of \$15,387,078 for governmental activities in 2016, resulting in an increase to total liabilities.

The net position of the City’s business-type activities increased \$14,663,575. The City strives to control operating expenses for business-type activities in order to maintain stability in charges for services and closely monitors the trends of the growing community in order to adjust for budgetary issues.

CITY OF WESTERVILLE, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2016
(UNAUDITED)**

Table 2 shows the changes in net position for the years ended December 31, 2016 and 2015.

Table 2 - Changes In Net Position

	Governmental Activities <u>2016</u>	Governmental Activities <u>2015</u>	Business-type Activities <u>2016</u>	Business-type Activities <u>2015</u>	2016 <u>Total</u>	2015 <u>Total</u>
Revenues						
Program revenues:						
Charges for services	\$ 7,725,231	\$ 7,475,669	\$ 67,371,607	\$ 65,808,134	\$ 75,096,838	\$ 73,283,803
Operating grants, contributions and interest	5,340,464	5,239,722	-	-	5,340,464	5,239,722
Capital grants, contributions and interest	<u>5,005,235</u>	<u>2,499,069</u>	<u>1,325,745</u>	<u>810,345</u>	<u>6,330,980</u>	<u>3,309,414</u>
Total program revenues	<u>18,070,930</u>	<u>15,214,460</u>	<u>68,697,352</u>	<u>66,618,479</u>	<u>86,768,282</u>	<u>81,832,939</u>
General revenues:						
Property taxes	12,804,542	12,352,091	-	-	12,804,542	12,352,091
Municipal income taxes	44,020,688	42,557,441	-	-	44,020,688	42,557,441
Other local taxes	2,598,328	681,448	-	-	2,598,328	681,448
Grants and entitlements	2,376,300	4,693,883	-	-	2,376,300	4,693,883
Unrestricted investment earnings	629,752	781,137	8,670	6,645	638,422	787,782
Payments in lieu of taxes	3,934,637	4,221,521	-	-	3,934,637	4,221,521
Increase (decrease) in fair value of investments	(125,157)	(39,211)	730	536	(124,427)	(38,675)
Other	<u>954,775</u>	<u>61,122</u>	<u>239,138</u>	<u>186,607</u>	<u>1,193,913</u>	<u>247,729</u>
Total general revenues	<u>67,193,865</u>	<u>65,309,432</u>	<u>248,538</u>	<u>193,788</u>	<u>67,442,403</u>	<u>65,503,220</u>
Total revenues	<u>85,264,795</u>	<u>80,523,892</u>	<u>68,945,890</u>	<u>66,812,267</u>	<u>154,210,685</u>	<u>147,336,159</u>
Program Expenses:						
Security of persons and property	32,698,404	28,374,237	-	-	32,698,404	28,374,237
Public health	61,673	55,658	-	-	61,673	55,658
Leisure time activities	12,001,384	9,177,393	-	-	12,001,384	9,177,393
Community development	4,062,724	3,664,775	-	-	4,062,724	3,664,775
Basic utility services	1,556,798	1,443,615	-	-	1,556,798	1,443,615
Transportation	10,270,263	17,333,356	-	-	10,270,263	17,333,356
General government	17,933,976	8,454,291	-	-	17,933,976	8,454,291
Interest and fiscal charges	1,600,095	1,827,548	-	-	1,600,095	1,827,548
Water	-	-	5,970,761	4,320,792	5,970,761	4,320,792
Sewer	-	-	8,013,756	8,950,678	8,013,756	8,950,678
Electric	-	-	36,476,941	46,301,525	36,476,941	46,301,525
Community data center	-	-	1,964,559	1,956,340	1,964,559	1,956,340
Refuse	-	-	2,056,298	2,210,536	2,056,298	2,210,536
Total expenses	<u>80,185,317</u>	<u>70,330,873</u>	<u>54,482,315</u>	<u>63,739,871</u>	<u>134,667,632</u>	<u>134,070,744</u>
Increase in net position before transfers	5,079,478	10,193,019	14,463,575	3,072,396	19,543,053	13,265,415
Transfers	<u>(200,000)</u>	<u>-</u>	<u>200,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net position	4,879,478	10,193,019	14,663,575	3,072,396	19,543,053	13,265,415
Net position at beginning of year	<u>220,198,640</u>	<u>210,005,621</u>	<u>110,173,042</u>	<u>107,100,646</u>	<u>330,371,682</u>	<u>317,106,267</u>
Net position at end of year	<u>\$ 225,078,118</u>	<u>\$ 220,198,640</u>	<u>\$ 124,836,617</u>	<u>\$ 110,173,042</u>	<u>\$ 349,914,735</u>	<u>\$ 330,371,682</u>

CITY OF WESTERVILLE, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2016
(UNAUDITED)**

Governmental Activities

The most significant variances noted between 2016 and 2015 were the changes in revenues related to program revenues which increased \$2,856,470, which was primarily due to an increase in capital grants, contributions and interest received during 2016. Governmental activities reported a decrease in fair market value of investments of \$125,157 during 2016, which reflects changes in the market, not an actual loss on investments. In 2015, a \$39,211 decrease in fair market value of investments was reported.

Overall expenses increased 14.01%. The most significant increases existed in general government, security of persons and property and leisure time activities which is attributable to increased capital spending from these programs compared to the previous year. These increases were offset by a decrease in expenses for transportation, which is due to a decrease in road infrastructure maintenance and increase in capitalized road construction-in-progress.

The 2.0 percent income tax is the largest source of revenue for the City. Employee withholding contributed 81 percent of the income tax revenue received in 2016, with business earnings contributing 11 percent and individuals contributing 8 percent. Residents are permitted to reduce their City of Westerville income tax liability if the income was earned in another municipality and local income taxes were paid to that municipality. The City allows full credit up to 2.0 percent.

Governmental program expenses for 2016 were as follows:

Security of Persons and Property	40.78%
Public Health	0.08%
Leisure Time Activities	14.97%
Community Development	5.07%
Basic Utility Services	1.94%
Transportation	12.81%
General Government	22.35%
Interest and Fiscal Charges	2.00%
	<u>100.00%</u>

Citizen safety and well-being is emphasized in our family-oriented community, as indicated above.

Business-Type Activities

The City's business-type activities include Water, Sewer, Electric, Community Data Center and Refuse. The most significant variances noted between 2015 and 2016 were in Program Revenues - Charges for Services and Sales and Capital Grants, Contributions and Interest; and in Program Expenses - Electric expenses. Charges for services and sales increased \$1,563,473 when comparing the total of all business-type activities to 2015. The Community Data Center's growth in customer base and an increase in Water Fund charges for services and sales (including capacity fees) are the driving factors of the increase. The increase of \$223,161 in Community Data Center's sales and \$1,706,537 in the Water Fund's sales are partially offset by a minor reduction in the Electric Fund. Electric expenses decreased approximately \$9.82 million primarily due to a decrease in the costs to purchase power as well as capitalization of assets.

CITY OF WESTERVILLE, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2016
(UNAUDITED)**

Water treatment and facility repair services are provided by the City and are funded through user fees billed to Westerville residents and businesses, i.e. monthly water bills, tap fees, etc. This revenue is used to pay for the necessary level of staffing required to complement the services, debt service on water system improvements and to fund system improvements and depreciation. The 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.

Sewer treatment is contracted with the City of Columbus and Delaware County and is funded by user fees billed by the City to Westerville residents and businesses. This revenue is used to pay for the necessary level of staffing required to provide the contracted services; repair, maintain and construct new lines; and provide for depreciation expense. The City also collects a tap fee each time a new tap to the system is made which funds a portion of system repairs and replacements. The City owns and maintains 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 purchases wholesale electric power from independent sources. Westerville residents and businesses are billed by the City for their electricity consumption and services. This revenue is used to pay for the necessary level of staffing required to complement the contracted services, debt service on the electric distribution system improvements, system improvements, and provide for depreciation expense. The City owns and maintains 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 contracts for refuse and solid waste collection and disposal with an independent provider which is paid by user fees billed by the City. This revenue is used to pay for the necessary level of staffing required to complement the contracted services and other related expenses.

The City's Community Data Center is in the fifth year of operations. The revenues of the data center include subscriptions, leases, and managed services. Customers include institutions, hospitals, local governments, businesses, internet providers and others. The center is managed by a third party expert in data center management.

THE CITY'S FUNDS

Information about the City's major governmental funds begins on pages 20-31. These funds are reported using the modified accrual basis of accounting. The governmental funds total revenues were \$81,600,127 and expenditures were \$96,811,624. In addition, there were transfers-in of \$20,786,807, transfers-out of \$20,986,807, bond issuances of \$2,215,000 and a note issuance of \$3,500,000.

The General Fund balance increased \$507,073, compared to a decrease of \$912,014 in the prior year. Revenues increased \$2,025,575 and expenditures increased by \$1,229,496 and transfers out to other funds decreased by \$2,429,950. The General Fund received note proceeds of \$3,500,000 which were issued to repay the \$5,820,000 in notes from 2015, which was for the acquisition of 62 acres of land in 2014, which is reported as land held for resale. The City intends to sell the land to businesses to promote economic development and job creation within the City.

The Fire Operating Fund balance decreased \$256,668. The Fire Division was not successful in increasing fund balance in the face of slightly increasing revenues and increasing expenditures.

The Parks and Recreation Operating Fund balance decreased \$1,410,598, which is more significant than the decrease in fund balance reported in 2015 of \$125,345. During 2016 charges for services experienced a minor increase of 1.02% and expenditures were increased by 2.78%, but the most significant decrease has been support from the General Fund; transfers in decreased \$1,125,179 from 2015. The Parks and Recreation Operating Fund provides the following community services: parks, community center, community programs, senior center and Highland aquatic center.

CITY OF WESTERVILLE, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2016
(UNAUDITED)**

The General Bond Retirement Fund balance increased \$54,201. During 2016, principal retirement experienced a decrease of \$658,330, due mainly to the retirement of the City's 2015 Non-Tax Revenue Note in the amount of \$6,385,000. Transfers in from other funds also decreased from \$11,418,931 in 2015 to \$11,089,282 in 2016.

The General Capital Improvement Fund balance decreased \$1,197,301. The General Capital Improvement Fund received transfers from other funds of \$2,032,245. The General Capital Improvement Fund had capital outlays of \$8,204,270 during 2016. The fund also transferred out \$2,032,245 to other funds within the City, which consists primarily of transfers to General Bond Retirement for debt service payments.

The Altair TIF Incentive Fund reported a deficit fund balance of \$5,752,988. The Altair TIF Incentive Fund had \$4,397,792 in expenditures relating to Capital Outlay and revenues of \$28,175, which were not adequate to cover these expenditures. This resulted in a decrease in fund balance of \$4,349,942 from 2015. The Altair TIF Incentive fund has a \$6,260,340 interfund loan payable balance at December 31, 2016, which represents loans from other funds to provide funding for the Altair project.

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 by function within each fund. Before the budget is adopted, Council reviews detailed budget worksheets of each function and object within the General Fund and then adopts the budget. During 2016, there were six revisions to the General Fund budget. The net effect of the revisions was an increase in estimated receipts of \$32,290, mostly due to expected increased collections from a note issuance and an increase in appropriations of \$4.2 million, offset by a decrease in expected sale of assets. Actual revenues and other financing sources were similar to final budgeted receipts, while actual expenditures and other financing uses were \$4.36 million less than the final budgeted amounts and the most significant categories where this occurred were security of persons and property and general government. In both instances, actual expenditures were less than the final budget due to authorized staffing positions that were vacant throughout the course of the year, in addition to various implemented efficiencies. The goal of the City was to maximize the amount of year-end unencumbered balance thereby increasing the General Fund balance reserves.

The Director of Finance has the authority to make line item adjustments within each function as long as the total does not exceed the original budget appropriations.

CITY OF WESTERVILLE, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2016
(UNAUDITED)

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

Table 3 - Capital Assets
(Net Of Amortization/Depreciation)

	<i>Governmental Activities</i>		<i>Business-Type Activities</i>		<i>Totals</i>	
	2016	2015	2016	2015	2016	2015
Water Rights	\$ -	\$ -	\$ 899,241	\$ 946,570	\$ 899,241	\$ 946,570
Land	23,599,912	22,030,978	1,187,080	1,187,080	24,786,992	23,218,058
Construction in Progress	18,375,210	9,137,058	6,598,418	15,219,715	24,973,628	24,356,773
Non-depreciable						
Infrastructure	130,763,367	128,784,278	-	-	130,763,367	128,784,278
Land Improvements	23,768,042	24,452,172	254,387	270,526	24,022,429	24,722,698
Buildings	27,890,964	28,805,872	21,332,689	7,678,598	49,223,653	36,484,470
Furniture and Equipment	7,994,054	5,830,382	14,581,366	15,018,881	22,575,420	20,849,263
Vehicles	3,135,586	2,803,902	886,770	837,672	4,022,356	3,641,574
Depreciable Infrastructure	26,239,158	26,016,863	-	-	26,239,158	26,016,863
Water Lines	-	-	25,664,874	25,726,899	25,664,874	25,726,899
Sewer Lines	-	-	13,053,808	12,874,315	13,053,808	12,874,315
Community Data Center	-	-	4,233,494	4,335,621	4,233,494	4,335,621
Electric System	-	-	50,540,292	44,217,387	50,540,292	44,217,387
<i>Totals</i>	<u>\$ 261,766,293</u>	<u>\$ 247,861,505</u>	<u>\$ 139,232,419</u>	<u>\$ 128,313,264</u>	<u>\$ 400,998,712</u>	<u>\$ 376,174,769</u>

The most significant increase in governmental activities was from construction in progress. The business-type activities had a decrease in construction in progress and an increase in electric system depreciable infrastructure due to electric improvements. See Note 12 of the notes to the basic financial statements for more detailed information.

Included in the infrastructure class of capital assets in the governmental activities are the City's roads and bridges, which are accounted for using the "modified approach" instead of using the historical cost-based depreciation, as applied to the other capital assets. The City assesses the condition of the roads and bridges based on criteria outlined in the Required Supplementary Information located on pages 109-120 of this report. The City's policy states that at least 85 percent of the major arterial roadways will have a rating of "good" or better and the remaining roads will be maintained so that at least 60 percent will have a rating of "good" or better. Roads are assessed on a biennial basis. The City budgeted \$5,557,878 and spent \$5,261,882 on the preservation of roadways during 2016, and assessed 95 percent of the major arterials and 65 percent of the roads at "good" or better. The City's policy is to maintain the bridge system where 80 percent of the structures have a general appraisal summary of "good" or better and will also be assessed on an annual basis. The City did not budget to preserve bridges during 2016, as all five bridges in the City were assessed at "good" or better condition.

CITY OF WESTERVILLE, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2016
(UNAUDITED)**

Debt

At December 31, 2016, the City of Westerville had \$108,708,911 in debt outstanding.

Table 4 - Outstanding Debt at Year-end

	<i>Governmental Activities</i>		<i>Business-Type Activities</i>		<i>Totals</i>	
	2016	2015	2016	2015	2016	2015
General Obligation Bonds	\$ 38,264,811	\$ 41,749,922	\$ 17,874,377	\$ 18,197,958	\$ 56,139,188	\$ 59,947,880
ODNR Debt	-	-	1,356,546	1,407,764	1,356,546	1,407,764
OWDA Loan Payable	-	-	11,523,658	10,657,963	11,523,658	10,657,963
Revenue Bonds	10,125,902	10,174,066	20,015,878	21,344,155	30,141,780	31,518,221
OPWC Loans Payable	3,702,036	1,898,022	-	-	3,702,036	1,898,022
Police Pension Liability	15,187	16,007	-	-	15,187	16,007
Long-Term Notes Payable	3,510,516	5,830,999	-	-	3,510,516	5,830,999
Short-Term Notes Payable	2,320,000	565,000	-	-	2,320,000	565,000
<i>Totals</i>	<u>\$ 57,938,452</u>	<u>\$ 60,234,016</u>	<u>\$ 50,770,459</u>	<u>\$ 51,607,840</u>	<u>\$ 108,708,911</u>	<u>\$ 111,841,856</u>

Included in the general obligation bonds outstanding at December 31, 2016 for the governmental activities and business-type activities was \$2,007,961 and \$711,227, respectively, in unamortized premiums. Included in the revenue bonds outstanding at December 31, 2016 for the governmental activities and business-type activities was \$730,902 and \$325,878, respectively, in unamortized premiums. Included in the long-term notes payable outstanding at December 31, 2016 for the governmental activities was \$10,999 in unamortized premium.

All general obligation and general obligation refunding bond and note issues will be paid through the Debt Service Fund with property and income tax revenues, or paid by operating revenues of the Water, Sewer and Electric Enterprise Funds. The revenue bonds will be paid by the Electric and Community Data Center Enterprise Funds. The ODNR and OWDA debt will be paid from Water Enterprise Fund revenues. The police pension liability will be paid from the General Fund. The City's overall 10.5 percent legal debt margin was \$75,664,339 as of December 31, 2016. The more restrictive unvoted legal debt margin within 5.5 percent was \$23,101,543 as of the same date. See Notes 16 and 17 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 Lee Ann Shortland, Director of Finance, City of Westerville, 21 South State Street, Westerville, Ohio 43081-2119.



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**BASIC
FINANCIAL STATEMENTS**

CITY OF WESTERVILLE, OHIO

STATEMENT OF NET POSITION
DECEMBER 31, 2016

	Governmental Activities	Business-type Activities	Total
Assets:			
Equity in pooled cash and cash equivalents	\$ 61,792,945	\$ 35,586,557	\$ 97,379,502
Cash and cash equivalents in segregated accounts	24,658	-	24,658
Cash and cash equivalents with fiscal agents	460,943	-	460,943
Receivables:			
Property taxes	16,611,723	-	16,611,723
Municipal income taxes	4,491,980	-	4,491,980
Other local taxes	150,778	-	150,778
Accounts	435,954	10,977,040	11,412,994
Payments in lieu of taxes	2,095,215	-	2,095,215
Accrued interest	199,826	1,112	200,938
Intergovernmental receivable	3,157,884	-	3,157,884
Prepaid items	589,455	76,572	666,027
Materials and supplies inventory	780,940	2,089,933	2,870,873
Loans receivable	259,974	-	259,974
Internal balance	2,272,702	(2,272,702)	-
Net pension asset	55,353	18,709	74,062
Land held for resale	5,268,624	-	5,268,624
Capital assets:			
Water rights, net	-	899,241	899,241
Nondepreciable capital assets	172,738,489	7,785,498	180,523,987
Depreciable capital assets, net	89,027,804	130,547,680	219,575,484
Total assets	360,415,247	185,709,640	546,124,887
Deferred Outflows of Resources:			
Deferred charges on debt refundings	396,284	1,816,288	2,212,572
Pension - OPERS	7,586,617	2,564,168	10,150,785
Pension - OP&F	11,038,704	-	11,038,704
Total deferred outflows of resources	19,021,605	4,380,456	23,402,061
Liabilities:			
Accounts payable	932,950	3,594,474	4,527,424
Contracts payable	2,267,683	220,130	2,487,813
Retainage payable	722,834	275,800	998,634
Accrued wages payable	1,138,859	202,649	1,341,508
Intergovernmental payable	302,375	1,851,408	2,153,783
Accrued interest payable	202,606	177,375	379,981
Matured compensated absences payable	153,335	-	153,335
Claims payable	1,239,914	-	1,239,914
Unearned revenue	-	382,228	382,228
Deposits held and due to others	-	269,948	269,948
Notes payable	2,320,000	-	2,320,000
Long-term liabilities:			
Due within one year	3,892,154	3,642,480	7,534,634
Due in more than one year	56,354,636	47,943,761	104,298,397
Net pension liability	66,148,202	6,558,023	72,706,225
Total liabilities	135,675,548	65,118,276	200,793,824

- (Continued)

CITY OF WESTERVILLE, OHIO
 STATEMENT OF NET POSITION - (Continued)
 DECEMBER 31, 2016

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
<u>Deferred Inflows of Resources:</u>			
Property taxes	\$ 16,167,274	\$ -	\$ 16,167,274
Payments in lieu of taxes	1,984,632	-	1,984,632
Pension - OPERS	400,022	135,203	535,225
Pension - OP&F	131,258	-	131,258
Total deferred inflows of resources	<u>18,683,186</u>	<u>135,203</u>	<u>18,818,389</u>
<u>Net Position:</u>			
Net investment in capital assets	210,069,828	90,278,248	300,348,076
Restricted for:			
Debt service	-	250,163	250,163
Capital outlay	937,044	-	937,044
Unclaimed monies	123,973	-	123,973
Streets and transportation	4,132,954	-	4,132,954
Parks and recreation	3,453,451	-	3,453,451
Police programs	432,614	-	432,614
General government	574,654	-	574,654
Unrestricted	<u>5,353,600</u>	<u>34,308,206</u>	<u>39,661,806</u>
Total net position	<u>\$ 225,078,118</u>	<u>\$ 124,836,617</u>	<u>\$ 349,914,735</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF WESTERVILLE, OHIO
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services and Sales</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<u>Governmental Activities:</u>				
Security of persons and property	\$ 32,698,404	\$ 1,341,775	\$ 3,312,638	\$ -
Public health	61,673	40,622	-	-
Leisure time activities	12,001,384	4,302,425	9,221	335,000
Community development	4,062,724	1,323,117	-	-
Basic utility services	1,556,798	-	-	-
Transportation	10,270,263	62,100	2,018,605	4,661,735
General government	17,933,976	655,192	-	8,500
Interest and fiscal charges	1,600,095	-	-	-
Total governmental activities	<u>80,185,317</u>	<u>7,725,231</u>	<u>5,340,464</u>	<u>5,005,235</u>
<u>Business-Type Activities:</u>				
Water	5,970,761	5,538,120	-	700,231
Sewer	8,013,756	8,767,987	-	579,078
Electric	36,476,941	48,926,861	-	46,436
Community Data Center	1,964,559	1,777,405	-	-
Refuse	2,056,298	2,361,234	-	-
Total business-type activities	<u>54,482,315</u>	<u>67,371,607</u>	<u>-</u>	<u>1,325,745</u>
Total primary government	<u>\$ 134,667,632</u>	<u>\$ 75,096,838</u>	<u>\$ 5,340,464</u>	<u>\$ 6,330,980</u>

General Revenues:

Property taxes levied for:
 General purposes
 Fire
 Debt service
Income taxes levied for:
 General purposes
 Parks and recreation
 Capital improvement
Other local taxes
Payments in lieu of taxes
Grants and entitlements not restricted
 to specific programs
Unrestricted investment earnings
Increase (decrease) in fair value of investments
Gain on sale of assets
Other

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

**Net (Expense) Revenue
and Changes in Net Position**

Governmental Activities	Business-type Activities	Total
\$ (28,043,991)	\$ -	\$ (28,043,991)
(21,051)	-	(21,051)
(7,354,738)	-	(7,354,738)
(2,739,607)	-	(2,739,607)
(1,556,798)	-	(1,556,798)
(3,527,823)	-	(3,527,823)
(17,270,284)	-	(17,270,284)
(1,600,095)	-	(1,600,095)
<u>(62,114,387)</u>	<u>-</u>	<u>(62,114,387)</u>
-	267,590	267,590
-	1,333,309	1,333,309
-	12,496,356	12,496,356
-	(187,154)	(187,154)
-	304,936	304,936
<u>-</u>	<u>14,215,037</u>	<u>14,215,037</u>
<u>(62,114,387)</u>	<u>14,215,037</u>	<u>(47,899,350)</u>
2,987,702	-	2,987,702
9,631,889	-	9,631,889
184,951	-	184,951
30,831,593	-	30,831,593
5,305,791	-	5,305,791
7,883,304	-	7,883,304
2,598,328	-	2,598,328
3,934,637	-	3,934,637
2,376,300	-	2,376,300
629,752	8,670	638,422
(125,157)	730	(124,427)
809,238	-	809,238
145,537	239,138	384,675
<u>67,193,865</u>	<u>248,538</u>	<u>67,442,403</u>
<u>(200,000)</u>	<u>200,000</u>	<u>-</u>
<u>66,993,865</u>	<u>448,538</u>	<u>67,442,403</u>
4,879,478	14,663,575	19,543,053
<u>220,198,640</u>	<u>110,173,042</u>	<u>330,371,682</u>
<u>\$ 225,078,118</u>	<u>\$ 124,836,617</u>	<u>\$ 349,914,735</u>

CITY OF WESTERVILLE, OHIO

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2016

	<u>General</u>	<u>Fire Operating</u>	<u>Parks and Recreation Operating</u>	<u>General Bond Retirement</u>
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 28,237,317	\$ 6,156,677	\$ 2,233,185	\$ 1,539,317
Cash and cash equivalents in segregated accounts	24,658	-	-	-
Cash and cash equivalents with fiscal agents	-	-	-	-
Receivables:				
Property taxes	3,215,220	13,198,643	-	197,860
Municipal income taxes	3,065,776	-	-	-
Other local taxes	147,134	-	-	-
Accounts	126,075	287,198	10,299	-
Payments in lieu of taxes	-	-	-	-
Accrued interest	185,106	14,563	-	-
Intergovernmental receivable	913,217	639,313	-	12,299
Prepaid items	569,921	10,449	2,031	-
Materials and supplies inventory	188,210	-	130,473	-
Loans receivable	-	-	-	-
Interfund receivable	11,269,772	-	-	-
Land held for resale	5,268,624	-	-	-
Total assets	<u>\$ 53,211,030</u>	<u>\$ 20,306,843</u>	<u>\$ 2,375,988</u>	<u>\$ 1,749,476</u>
<u>Liabilities:</u>				
Accounts payable	\$ 497,157	\$ 18,638	\$ 73,971	\$ -
Contracts payable	-	-	-	-
Retainage payable	-	-	-	-
Accrued wages payable	612,606	302,204	174,564	-
Intergovernmental payable	186,054	77,147	30,262	-
Accrued interest payable	23,393	-	-	-
Due to other funds	10,556	3,542	29,790	-
Matured compensated absences payable	132,278	21,057	-	-
Interfund payable	10,698	5,277	3,048	-
Notes payable	2,320,000	-	-	-
Total liabilities	<u>3,792,742</u>	<u>427,865</u>	<u>311,635</u>	<u>-</u>
<u>Deferred Inflows of Resources:</u>				
Property taxes	3,129,197	12,845,511	-	192,566
Payments in lieu of taxes	-	-	-	-
Unavailable revenue	2,418,684	1,208,849	4,319	17,593
Total deferred inflows of resources	<u>5,547,881</u>	<u>14,054,360</u>	<u>4,319</u>	<u>210,159</u>
<u>Fund Balances:</u>				
Nonspendable	17,170,500	10,449	132,504	-
Restricted	-	5,814,169	-	-
Committed	-	-	1,927,530	-
Assigned	2,751,493	-	-	1,539,317
Unassigned (deficit)	23,948,414	-	-	-
Total fund balances (deficit)	<u>43,870,407</u>	<u>5,824,618</u>	<u>2,060,034</u>	<u>1,539,317</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 53,211,030</u>	<u>\$ 20,306,843</u>	<u>\$ 2,375,988</u>	<u>\$ 1,749,476</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

General Capital Improvement	Altair TIF Incentive	Other Governmental Funds	Total Governmental Funds
\$ 4,866,226	\$ 708,114	\$ 16,145,035	\$ 59,885,871
-	-	-	24,658
-	-	460,943	460,943
-	-	-	16,611,723
864,706	-	561,498	4,491,980
-	-	3,644	150,778
8,919	-	909	433,400
-	29,374	2,065,841	2,095,215
-	-	157	199,826
-	-	1,593,055	3,157,884
-	-	3,791	586,192
-	-	400,985	719,668
-	-	259,974	259,974
7,155,000	-	2,721,475	21,146,247
-	-	-	5,268,624
<u>\$ 12,894,851</u>	<u>\$ 737,488</u>	<u>\$ 24,217,307</u>	<u>\$ 115,492,983</u>
\$ 260,619	\$ 5,994	\$ 55,429	\$ 911,808
136,736	85,482	2,045,465	2,267,683
130,071	109,227	483,536	722,834
-	-	38,234	1,127,608
1,003	59	6,161	300,686
-	-	-	23,393
-	-	718	44,606
-	-	-	153,335
-	6,260,340	12,594,972	18,874,335
-	-	-	2,320,000
<u>528,429</u>	<u>6,461,102</u>	<u>15,224,515</u>	<u>26,746,288</u>
-	-	-	16,167,274
-	29,374	1,955,258	1,984,632
398,778	-	1,790,815	5,839,038
<u>398,778</u>	<u>29,374</u>	<u>3,746,073</u>	<u>23,990,944</u>
-	-	404,776	17,718,229
-	-	8,974,159	14,788,328
219,302	-	6,392,257	8,539,089
11,748,342	-	-	16,039,152
-	(5,752,988)	(10,524,473)	7,670,953
<u>11,967,644</u>	<u>(5,752,988)</u>	<u>5,246,719</u>	<u>64,755,751</u>
<u>\$ 12,894,851</u>	<u>\$ 737,488</u>	<u>\$ 24,217,307</u>	<u>\$ 115,492,983</u>

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CITY OF WESTERVILLE, OHIO

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2016

Total governmental fund balances		\$ 64,755,751
<i>Amounts reported for governmental activities on 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.		261,766,293
Internal service funds are used by management to charge the costs of insurance, workers' compensation and automotive maintenance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Position:		
Net position	\$ 541,541	
Capital assets	(86,282)	
Compensated absences	<u>28,827</u>	
Total		484,086
An internal balance is recorded in governmental activities to reflect overpayments to the internal service funds by the business-type activities.		22,579
Other assets (receivables) are not available to pay for current period expenditures and, therefore, are reported as unavailable revenue in the funds:		
Municipal income taxes	2,025,243	
Delinquent property taxes	444,449	
Other local taxes	103,263	
Payments in lieu of taxes	105,583	
Intergovernmental	2,727,394	
Interest	114,305	
Accounts	<u>318,801</u>	
Total		5,839,038
Deferred outflows of resources include deferred charges on refundings which do not consume current financial resources and, therefore, are not reported in the funds.		396,284
The net pension asset and net pension liability are not available to pay for current period expenditures and are not due and payable in the current period, respectively; therefore, the asset, liability and related deferred inflows/outflows are not reported in governmental funds.		
Net pension asset	54,266	
Deferred outflows of resources	18,476,289	
Deferred inflows of resources	(523,422)	
Net pension liability	<u>(65,767,043)</u>	
Total		(47,759,910)
In the Statement of Net Position, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		(179,213)
Long-term liabilities, including bonds and loans payable, are not due and payable in the current period and therefore are not reported in the funds:		
General obligation bonds	(38,264,811)	
Nontax revenue bonds	(10,125,902)	
Notes payable	(3,510,516)	
OPWC loans	(3,702,036)	
Police pension liability	(15,187)	
Compensated absences	<u>(4,628,338)</u>	
Total		<u>(60,246,790)</u>
Net position of governmental activities		<u>\$ 225,078,118</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF WESTERVILLE, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	General	Fire Operating	Parks and Recreation Operating	General Bond Retirement
<u>Revenues:</u>				
Property taxes	\$ 3,003,195	\$ 9,604,592	\$ -	\$ 185,904
Municipal income taxes	31,122,565	-	-	-
Other local taxes	2,587,406	-	-	-
Payments in lieu of taxes	-	-	-	-
Intergovernmental	2,635,181	3,153,871	-	56,006
Charges for services	278,486	1,144,079	4,177,480	-
Fees, licenses and permits	1,255,447	50	121,142	-
Fines and forfeitures	534,682	-	-	-
Investment earnings	633,744	49,950	-	-
Increase (decrease) in fair value of investments	(125,157)	(12,326)	-	-
Other	133,527	12,460	8,380	-
Total revenues	42,059,076	13,952,676	4,307,002	241,910
<u>Expenditures:</u>				
Current:				
Security of persons and property	15,115,080	14,209,344	-	-
Public health	51,911	-	-	-
Leisure time activities.	-	-	9,757,925	-
Community development	3,966,164	-	-	-
Basic utility services	793,457	-	-	-
Transportation	-	-	-	-
General government	13,255,863	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	820	-	-	9,365,085
Interest and fiscal charges	52,365	-	-	1,926,326
Bond issuance costs	-	-	-	-
Total expenditures	33,235,660	14,209,344	9,757,925	11,291,411
Excess (deficiency) of revenues over (under) expenditures	8,823,416	(256,668)	(5,450,923)	(11,049,501)
<u>Other Financing Sources (Uses):</u>				
Refunding bond issuance	-	-	-	-
Note issuance	3,500,000	-	-	-
Loan issuance	-	-	-	-
Premium on bond issuance	-	-	-	14,420
Premium on note issuance	32,082	-	-	-
Sale of assets	831,950	-	325	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	-	-	4,040,000	11,089,282
Transfers (out)	(12,680,375)	-	-	-
Total other financing sources (uses)	(8,316,343)	-	4,040,325	11,103,702
Net change in fund balances	507,073	(256,668)	(1,410,598)	54,201
Fund balances (deficit) at beginning of year	43,363,334	6,081,286	3,470,632	1,485,116
Fund balances (deficit) at end of year	\$ 43,870,407	\$ 5,824,618	\$ 2,060,034	\$ 1,539,317

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

General Capital Improvement	Altair TIF Incentive	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ 12,793,691
7,911,745	-	5,351,422	44,385,732
-	-	63,627	2,651,033
-	28,175	3,823,245	3,851,420
-	-	3,541,129	9,386,187
48,902	-	15,600	5,664,547
-	-	62,100	1,438,739
-	-	123,815	658,497
-	-	2,444	686,138
-	-	409	(137,074)
8,500	-	58,350	221,217
<u>7,969,147</u>	<u>28,175</u>	<u>13,042,141</u>	<u>81,600,127</u>
-	-	99,710	29,424,134
-	-	-	51,911
-	-	-	9,757,925
-	-	-	3,966,164
-	-	-	793,457
-	-	3,010,685	3,010,685
-	-	3,271,826	16,527,689
8,204,270	4,397,792	9,189,027	21,791,089
-	-	96,208	9,462,113
-	-	-	1,978,691
43,852	3,914	-	47,766
<u>8,248,122</u>	<u>4,401,706</u>	<u>15,667,456</u>	<u>96,811,624</u>
<u>(278,975)</u>	<u>(4,373,531)</u>	<u>(2,625,315)</u>	<u>(15,211,497)</u>
1,995,000	220,000	-	2,215,000
-	-	-	3,500,000
-	-	1,900,222	1,900,222
164,474	7,751	-	186,645
-	-	-	32,082
-	-	-	832,275
(2,116,679)	(223,031)	-	(2,339,710)
1,071,124	445,000	4,141,401	20,786,807
<u>(2,032,245)</u>	<u>(426,131)</u>	<u>(5,848,056)</u>	<u>(20,986,807)</u>
<u>(918,326)</u>	<u>23,589</u>	<u>193,567</u>	<u>6,126,514</u>
(1,197,301)	(4,349,942)	(2,431,748)	(9,084,983)
13,164,945	(1,403,046)	7,678,467	73,840,734
<u>\$ 11,967,644</u>	<u>\$ (5,752,988)</u>	<u>\$ 5,246,719</u>	<u>\$ 64,755,751</u>

CITY OF WESTERVILLE, 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, 2016

Net change in fund balances - total governmental funds \$ (9,084,983)

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. In the current period these amounts are:

Capital asset additions	\$ 16,890,512	
Current year depreciation	<u>(5,965,676)</u>	10,924,836

Governmental funds do not report the revenue from the contribution of capital assets since they do not represent current financial resources. However, the revenue is reported in the Statement of Activities. 3,002,664

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. (22,712)

The internal service funds used by management to charge the costs of workers' compensation, maintaining City vehicles and equipment and the costs of the general liability claims, actions, and judgments against the City, its officers and employees are not reported in the entity-wide Statement of Activities. Governmental expenditures and related internal service fund revenues are eliminated. The net revenues (expenses) of the internal service funds are allocated among the governmental activities, net of the change in the internal balance resulting from activity within the enterprise funds.

Change in net position	362,221	
Capital assets	18,470	
Compensated absences	<u>4,909</u>	385,600

Some revenues that will not be collected for several months after the City's year-end are not considered 'available' revenues and are reported as deferred inflows of resources in the funds:

Interest	(3,378)	
Municipal income taxes	(365,044)	
Property taxes	10,851	
Other local taxes	(52,705)	
Payments in lieu of taxes	83,217	
Intergovernmental	200,383	
Charges for services	(112,415)	
Fees, licenses and permits	75,863	
Miscellaneous	<u>15,669</u>	(147,559)

Payment 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 principal payments	3,540,085	
Non-tax revenue bond principal payments	5,000	
Long-term note principal payments	5,820,000	
OPWC loan principal payments	96,208	
Police pension principal payments	<u>820</u>	9,462,113

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CITY OF WESTERVILLE, 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, 2016

Payment to refunding bond escrow agent for the retirement of bonds is an other financing use in the governmental funds but the payment reduces long-term liabilities on the statement of net position.

Deferred charges related to bond refundings are amortized over the life of the issuance in the statement of activities. The following refunding transactions occurred during the year:

General obligation bonds refunded	\$ 2,080,000	
Unamortized premium on general obligation bonds refunded	14,076	
Deferred charges on refunding	<u>245,634</u>	
		\$ 2,339,710

In the Statement of Activities, accrued interest on outstanding bonds, bond premiums and discounts, and the deferred charges on debt refundings are amortized over the term of the bonds, whereas in governmental funds, other financing sources (uses) are reported when bonds are issued:

Accrued interest payable	123,175	
Amortization of deferred charge on refunding	(25,137)	
Amortization of bond and note premiums	<u>328,324</u>	
		426,362

Premiums on debt issuances are recognized as other financing sources in the governmental funds; however, they are amortized over the life of the issuance on the Statement of Activities. (218,727)

The issuance of refunding bonds, notes and loans provides current financial resources to governmental funds, but in the Statement of Net Position, the debt is reported as a liability. (7,615,222)

Contractually required pension contributions are reported as expenditures in governmental funds; however, the Statement of Net Position reports these amounts as deferred outflows. 4,970,988

Except for amounts reported as deferred inflows/outflows, changes in the net pension asset/liability are reported as pension expense in the Statement of Activities. (9,183,180)

Some items reported as expenses in the Statement of Activities, such as compensated absences, do not require the use of current financial resources and, therefore, are not reported as expenditures. (360,412)

Change in net position of governmental activities \$ 4,879,478

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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CITY OF WESTERVILLE, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Property taxes	\$ 2,965,260	\$ 3,003,197	\$ 3,003,195	\$ (2)
Municipal income taxes	28,856,154	30,656,154	31,331,797	675,643
Other local taxes	1,960,000	1,960,000	1,933,179	(26,821)
Intergovernmental	2,447,576	2,520,840	2,509,782	(11,058)
Charges for services	274,661	273,244	273,865	621
Fees, licenses and permits	629,500	1,196,096	1,263,869	67,773
Fines and forfeitures	674,494	517,618	513,802	(3,816)
Investment earnings	850,000	650,000	562,941	(87,059)
Other	47,000	176,859	176,099	(760)
Total revenues	<u>38,704,645</u>	<u>40,954,008</u>	<u>41,568,529</u>	<u>614,521</u>
<u>Expenditures:</u>				
Current:				
Security of persons and property	17,034,416	17,106,910	15,347,143	1,759,767
Public health	68,600	68,957	53,247	15,710
Community development	4,261,141	4,838,062	4,403,618	434,444
Basic utility services	921,297	943,675	820,655	123,020
General government	14,776,898	15,607,500	13,574,498	2,033,002
Debt service:				
Principal retirement	820	820	820	-
Interest and fiscal charges	673	32,755	32,754	1
Total expenditures	<u>37,063,845</u>	<u>38,598,679</u>	<u>34,232,735</u>	<u>4,365,944</u>
Excess of revenues over expenditures	<u>1,640,800</u>	<u>2,355,329</u>	<u>7,335,794</u>	<u>4,980,465</u>
<u>Other Financing Sources (Uses):</u>				
Note issuance	3,495,000	5,820,000	5,820,000	-
Note premium	-	32,082	32,082	-
Sale of assets	5,174,121	1,171,776	1,203,415	31,639
Advances in	833,788	261,978	261,978	-
Advances (out)	(250,000)	(250,000)	(250,000)	-
Transfers (out)	(10,440,801)	(13,095,375)	(13,095,375)	-
Total other financing sources (uses)	<u>(1,187,892)</u>	<u>(6,059,539)</u>	<u>(6,027,900)</u>	<u>31,639</u>
Net change in fund balances	452,908	(3,704,210)	1,307,894	5,012,104
Fund balance at beginning of year	23,709,034	23,942,642	23,942,642	-
Prior year encumbrances appropriated	1,150,659	917,051	917,051	-
Fund balance at end of year	<u>\$ 25,312,601</u>	<u>\$ 21,155,483</u>	<u>\$ 26,167,587</u>	<u>\$ 5,012,104</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF WESTERVILLE, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FIRE OPERATING SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Property taxes	\$ 9,306,586	\$ 9,604,593	\$ 9,604,592	\$ (1)
Intergovernmental	3,042,930	3,153,871	3,153,871	-
Charges for services	1,184,668	1,089,055	1,128,142	39,087
Fees, licenses and permits	-	50	50	-
Investment earnings	50,000	50,000	44,289	(5,711)
Other	1,500	5,100	10,053	4,953
Total revenues	<u>13,585,684</u>	<u>13,902,669</u>	<u>13,940,997</u>	<u>38,328</u>
<u>Expenditures:</u>				
Current:				
Security of persons and property	16,549,469	16,879,609	14,936,316	1,943,293
Total expenditures	<u>16,549,469</u>	<u>16,879,609</u>	<u>14,936,316</u>	<u>1,943,293</u>
Net change in fund balances	(2,963,785)	(2,976,940)	(995,319)	1,981,621
Fund balances at beginning of year	6,376,812	6,450,303	6,450,303	-
Prior year encumbrances appropriated	135,031	61,540	61,540	-
Fund balance at end of year	<u>\$ 3,548,058</u>	<u>\$ 3,534,903</u>	<u>\$ 5,516,524</u>	<u>\$ 1,981,621</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF WESTERVILLE, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
PARKS AND RECREATION OPERATING SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<u>Revenues:</u>				
Charges for services	\$ 4,006,000	\$ 4,229,747	\$ 4,271,524	\$ 41,777
Fees, licenses and permits	39,000	121,142	121,142	-
Other	-	10,109	8,654	(1,455)
Total revenues	4,045,000	4,360,998	4,401,320	40,322
<u>Expenditures:</u>				
Current:				
Leisure time activities	11,412,960	11,663,198	10,343,553	1,319,645
Total expenditures	11,412,960	11,663,198	10,343,553	1,319,645
Excess of expenditures over revenues	(7,367,960)	(7,302,200)	(5,942,233)	1,359,967
<u>Other Financing Sources:</u>				
Sale of assets	-	325	325	-
Transfers in	5,056,000	4,040,000	4,040,000	-
Total other financing sources	5,056,000	4,040,325	4,040,325	-
Net change in fund balances	(2,311,960)	(3,261,875)	(1,901,908)	1,359,967
Fund balances at beginning of year	3,122,283	3,325,550	3,325,550	-
Prior year encumbrances appropriated	453,505	250,238	250,238	-
Fund balance at end of year	\$ 1,263,828	\$ 313,913	\$ 1,673,880	\$ 1,359,967

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF WESTERVILLE, OHIO

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 DECEMBER 31, 2016

	Business-type Activities - Enterprise Funds			
	Water	Sewer	Electric	Community Data Center
Assets:				
Current assets:				
Equity in pooled cash and cash equivalents	\$ 5,527,711	\$ 9,687,418	\$ 18,653,443	\$ 260,277
Receivables:				
Accounts, net	808,245	1,478,999	8,206,664	79,136
Accrued interest	-	-	-	1,112
Due from other funds	-	-	129,232	-
Interfund loans	-	-	1,409,137	-
Prepaid items	1,880	1,610	40,124	31,945
Materials and supplies inventory	235,419	5,102	1,849,412	-
Total current assets	<u>6,573,255</u>	<u>11,173,129</u>	<u>30,288,012</u>	<u>372,470</u>
Noncurrent assets:				
Restricted assets:				
Equity in pooled cash and cash equivalents	-	-	250,163	-
Net pension asset	4,536	1,276	12,587	-
Capital assets:				
Water rights, net	899,241	-	-	-
Nondepreciable capital assets	2,436,889	203,007	5,023,728	109,374
Depreciable capital assets, net	41,461,036	13,500,245	66,027,499	9,547,961
Total noncurrent assets	<u>44,801,702</u>	<u>13,704,528</u>	<u>71,313,977</u>	<u>9,657,335</u>
Total assets	<u>51,374,957</u>	<u>24,877,657</u>	<u>101,601,989</u>	<u>10,029,805</u>
Deferred Outflows of Resources:				
Deferred charges on debt refunding	191,940	56,671	1,567,677	-
Pension - OPERS	621,687	174,878	1,725,112	-
Total deferred outflows of resources	<u>813,627</u>	<u>231,549</u>	<u>3,292,789</u>	<u>-</u>
Liabilities:				
Current liabilities:				
Accounts payable	326,843	171,984	2,913,759	15,189
Contracts payable	83,114	-	137,016	-
Retainage payable	258,060	-	17,740	-
Accrued wages and benefits payable	49,263	12,861	137,308	-
Intergovernmental payable	7,480	1,748,191	22,749	72,494
Accrued interest payable	80,167	9,002	58,250	29,956
Due to other funds	18,839	588	-	64,697
Unearned revenue	-	-	267,954	114,274
Deposits held and due to others	-	-	269,948	-
Claims payable	-	-	-	-
Interfund payable	860	225	2,398	-
Compensated absences payable	104,610	46,173	318,813	-
ODNR loan payable	52,868	-	-	-
OWDA loans payable	567,264	-	-	-
General obligation bonds payable	266,870	93,130	844,910	-
Revenue bonds payable	-	-	955,000	385,000
Total current liabilities	<u>1,816,238</u>	<u>2,082,154</u>	<u>5,945,845</u>	<u>681,610</u>

		Governmental Activities	
Nonmajor Enterprise	Total	Internal Service Funds	
\$ 1,207,545	\$ 35,336,394	\$ 1,907,074	
403,996	10,977,040	2,554	
-	1,112	-	
-	129,232	-	
-	1,409,137	23,426	
1,013	76,572	3,263	
-	2,089,933	61,272	
<u>1,612,554</u>	<u>50,019,420</u>	<u>1,997,589</u>	
-	250,163	-	
310	18,709	1,087	
-	899,241	-	
12,500	7,785,498	-	
10,939	130,547,680	86,282	
<u>23,749</u>	<u>139,501,291</u>	<u>87,369</u>	
<u>1,636,303</u>	<u>189,520,711</u>	<u>2,084,958</u>	
-	1,816,288	-	
42,491	2,564,168	149,032	
<u>42,491</u>	<u>4,380,456</u>	<u>149,032</u>	
166,699	3,594,474	21,142	
-	220,130	-	
-	275,800	-	
3,217	202,649	11,251	
494	1,851,408	1,689	
-	177,375	-	
89	84,213	413	
-	382,228	-	
-	269,948	-	
-	-	1,239,914	
56	3,539	196	
7,842	477,438	28,827	
-	52,868	-	
-	567,264	-	
-	1,204,910	-	
-	1,340,000	-	
<u>178,397</u>	<u>10,704,244</u>	<u>1,303,432</u>	

- (Continued)

CITY OF WESTERVILLE, OHIO
STATEMENT OF NET POSITION
PROPRIETARY FUNDS - (Continued)
DECEMBER 31, 2016

	Business-type Activities - Enterprise Funds			
	Water	Sewer	Electric	Community Data Center
<u>Liabilities (continued):</u>				
Long-term liabilities:				
Interfund loans payable	\$ -	\$ -	\$ -	\$ 3,496,740
Compensated absences payable	57,237	10,468	255,219	-
ODNR loan payable	1,303,678	-	-	-
OWDA loans payable	10,956,394	-	-	-
General obligation bonds payable	4,560,997	1,526,720	10,581,750	-
Revenue bonds payable	-	-	11,350,000	7,325,878
Net pension liability	1,590,003	447,260	4,412,083	-
Total long-term liabilities	18,468,309	1,984,448	26,599,052	10,822,618
Total liabilities	20,284,547	4,066,602	32,544,897	11,504,228
<u>Deferred inflows of resources:</u>				
Pension - OPERS	32,780	9,221	90,961	-
<u>Net Position:</u>				
Net investment in capital assets	27,281,035	12,140,073	48,887,244	1,946,457
Restricted for debt service	-	-	250,163	-
Unrestricted (deficit)	4,590,222	8,893,310	23,121,513	(3,420,880)
Total net position (deficit)	\$ 31,871,257	\$ 21,033,383	\$ 72,258,920	\$ (1,474,423)

Adjustment to reflect the consolidation of the internal service funds activities related to enterprise funds.

Net position of business-type activities

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

		Governmental Activities	
Nonmajor Enterprise	Total	Internal Service Funds	
\$ 204,000	\$ 3,700,740	\$ -	
15,420	338,344	-	
-	1,303,678	-	
-	10,956,394	-	
-	16,669,467	-	
-	18,675,878	-	
108,677	6,558,023	381,159	
328,097	58,202,524	381,159	
506,494	68,906,768	1,684,591	
2,241	135,203	7,858	
23,439	90,278,248	86,282	
-	250,163	-	
1,146,620	34,330,785	455,259	
<u>\$ 1,170,059</u>	124,859,196	<u>\$ 541,541</u>	
	(22,579)		
	<u>\$ 124,836,617</u>		

CITY OF WESTERVILLE, OHIO

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	Business-type Activities - Enterprise Funds			
	Water	Sewer	Electric	Community Data Center
<u>Operating Revenues:</u>				
Charges for services	\$ 5,538,120	\$ 8,763,437	\$ 48,926,861	\$ 1,777,405
Tap-in fees	-	4,550	-	-
Other operating revenues	154,192	708	77,857	6,381
Total operating revenues	<u>5,692,312</u>	<u>8,768,695</u>	<u>49,004,718</u>	<u>1,783,786</u>
<u>Operating Expenses:</u>				
Personal services	1,924,857	538,201	3,513,306	-
Contractual services	1,819,595	6,966,245	28,657,915	1,118,729
Materials and supplies	489,465	26,921	109,101	11,986
Claims expense	-	-	-	-
Other	2,778	60	12,481	-
Depreciation	1,136,927	430,326	2,714,920	489,814
Total operating expenses	<u>5,373,622</u>	<u>7,961,753</u>	<u>35,007,723</u>	<u>1,620,529</u>
Operating income	<u>318,690</u>	<u>806,942</u>	<u>13,996,995</u>	<u>163,257</u>
<u>Nonoperating Revenues (Expenses):</u>				
Investment earnings	-	-	6,186	2,484
Increase in fair market value of investments	-	-	-	730
Interest and fiscal charges	(564,691)	(34,170)	(829,993)	(343,997)
Loss on sale of capital assets	-	(11,032)	(606,475)	-
Refunding bond issuance costs	(47,652)	(11,128)	(83,086)	-
Total nonoperating revenues (expenses)	<u>(612,343)</u>	<u>(56,330)</u>	<u>(1,513,368)</u>	<u>(340,783)</u>
Income (loss) before transfers and contributed capital	(293,653)	750,612	12,483,627	(177,526)
Transfers in	50,000	-	-	150,000
Capital contributions	700,231	579,078	46,436	-
Change in net position	456,578	1,329,690	12,530,063	(27,526)
Net position (deficit) at beginning of year	<u>31,414,679</u>	<u>19,703,693</u>	<u>59,728,857</u>	<u>(1,446,897)</u>
Net position (deficit) at end of year	<u>\$ 31,871,257</u>	<u>\$ 21,033,383</u>	<u>\$ 72,258,920</u>	<u>\$ (1,474,423)</u>

Adjustment to reflect the consolidation of internal service funds activities related to enterprise funds.

Change in net position of business-type activities.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

		Governmental Activities	
Nonmajor Enterprise	Total	Internal Service Funds	
\$ 2,361,234	\$ 67,367,057	\$ 7,107,636	
-	4,550	-	
-	239,138	60,083	
<u>2,361,234</u>	<u>67,610,745</u>	<u>7,167,719</u>	
132,351	6,108,715	448,133	
1,920,299	40,482,783	81,444	
2,813	640,286	386,389	
-	-	5,774,786	
1,362	16,681	25,196	
719	4,772,706	18,470	
<u>2,057,544</u>	<u>52,021,171</u>	<u>6,734,418</u>	
<u>303,690</u>	<u>15,589,574</u>	<u>433,301</u>	
-	8,670	-	
-	730	-	
-	(1,772,851)	-	
-	(617,507)	-	
-	(141,866)	-	
<u>-</u>	<u>(2,522,824)</u>	<u>-</u>	
303,690	13,066,750	433,301	
-	200,000	-	
<u>-</u>	<u>1,325,745</u>	<u>-</u>	
303,690	14,592,495	433,301	
866,369		108,240	
<u>\$ 1,170,059</u>		<u>\$ 541,541</u>	
	<u>71,080</u>		
	<u>\$ 14,663,575</u>		

CITY OF WESTERVILLE, OHIO

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2016

Business-type Activities - Enterprise Funds

	<u>Water</u>	<u>Sewer</u>	<u>Electric</u>	<u>Community Data Center</u>
Cash flows from operating activities:				
Cash received from customers	\$ 5,704,207	\$ 8,945,282	\$ 49,536,035	\$ 1,750,421
Cash received from internal services provided	-	-	-	-
Cash received from operating portion of tap-in fees	-	4,550	-	-
Cash received from other operating revenues	151,113	-	73,007	6,381
Cash payments for personal services	(1,796,444)	(537,810)	(3,397,707)	-
Cash payments for materials and supplies	(869,281)	(30,205)	(647,880)	(11,986)
Cash payments for other services and charges	(761,367)	(6,762,549)	(31,966,791)	(1,098,877)
Cash payments for claims	-	-	-	-
Deposits received	-	-	1,728,790	-
Deposits applied/refunded	-	-	(1,611,949)	-
Net cash provided by operating activities	<u>2,428,228</u>	<u>1,619,268</u>	<u>13,713,505</u>	<u>645,939</u>
Cash flows from noncapital financing activities:				
Advances from other funds	-	-	81,783	-
Transfers in from other funds	50,000	-	-	150,000
Net cash provided by noncapital financing activities	<u>50,000</u>	<u>-</u>	<u>81,783</u>	<u>150,000</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(2,882,472)	(242,507)	(12,792,994)	(243,567)
Sale of capital assets	-	-	966	-
Capital contributions	-	-	46,436	-
Refunding bond issuance	2,265,000	580,000	3,780,000	-
OWDA loan issuance	1,399,056	-	-	-
Principal paid on general obligation bonds	(261,870)	(88,130)	(804,915)	-
Principal paid on revenue bonds	-	-	(930,000)	(375,000)
Principal paid on ODNR debt	(51,218)	-	-	-
Principal paid on OWDA loan	(533,361)	-	-	-
Interest and fiscal charges	(526,004)	(46,203)	(704,915)	(367,983)
Premium on refunding bonds	170,599	47,031	328,713	-
Payment to refunding bond escrow agent	(2,374,752)	(613,471)	(4,015,012)	-
Refunding bond issuance costs	(47,652)	(11,128)	(83,086)	-
Net cash used in capital and related financing activities	<u>(2,842,674)</u>	<u>(374,408)</u>	<u>(15,174,807)</u>	<u>(986,550)</u>
Cash flows from investing activities:				
Interest received	-	-	6,186	3,383
Decrease in fair value of investments	-	-	-	(382)
Net cash provided by investing activities	<u>-</u>	<u>-</u>	<u>6,186</u>	<u>3,001</u>
Net increase (decrease) in cash and cash equivalents	(364,446)	1,244,860	(1,373,333)	(187,610)
Cash and cash equivalents at beginning of year	5,892,157	8,442,558	20,276,939	447,887
Cash and cash equivalents at end of year	<u>\$ 5,527,711</u>	<u>\$ 9,687,418</u>	<u>\$ 18,903,606</u>	<u>\$ 260,277</u>

		Governmental Activities	
Nonmajor Enterprise	Total	Internal Service Funds	
\$ 2,401,588	\$ 68,337,533	\$ -	
-	-	7,436,627	
-	4,550	-	
-	230,501	57,529	
(113,788)	(5,845,749)	(426,762)	
(2,813)	(1,562,165)	(406,871)	
(1,923,801)	(42,513,385)	(91,952)	
-	-	(5,982,794)	
-	1,728,790	-	
-	(1,611,949)	-	
<u>361,186</u>	<u>18,768,126</u>	<u>585,777</u>	
-	81,783	-	
-	200,000	-	
-	281,783	-	
(5,894)	(16,167,434)	-	
-	966	-	
-	46,436	-	
-	6,625,000	-	
-	1,399,056	-	
-	(1,154,915)	-	
-	(1,305,000)	-	
-	(51,218)	-	
-	(533,361)	-	
-	(1,645,105)	-	
-	546,343	-	
-	(7,003,235)	-	
-	(141,866)	-	
<u>(5,894)</u>	<u>(19,384,333)</u>	<u>-</u>	
-	9,569	-	
-	(382)	-	
-	9,187	-	
355,292	(325,237)	585,777	
852,253	35,911,794	1,321,297	
<u>\$ 1,207,545</u>	<u>\$ 35,586,557</u>	<u>\$ 1,907,074</u>	

--Continued

CITY OF WESTERVILLE, OHIO

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS - (Continued)
 FOR THE YEAR ENDED DECEMBER 31, 2016

	Business-type Activities - Enterprise Funds			
	<u>Water</u>	<u>Sewer</u>	<u>Electric</u>	<u>Community Data Center</u>
Reconciliation of operating income to net cash provided by operating activities:				
Operating income	\$ 318,690	\$ 806,942	\$ 13,996,995	\$ 163,257
Adjustments:				
Depreciation	1,136,927	430,326	2,714,920	489,814
Change in provision for uncollectible accounts receivable	2,719	(49)	(11,220)	-
Changes in assets and liabilities:				
(Increase) decrease in accounts receivable	(97,128)	38,093	617,196	(12,398)
Decrease in intergovernmental receivable	783,990	-	-	-
(Increase) decrease in prepaid items	(1,527)	(1,449)	(367)	13,215
Decrease in interfund loan receivable	-	-	-	-
(Increase) in due from other funds	-	-	(49,474)	-
(Increase) in materials and supplies inventory	(125,119)	(3,284)	(502,696)	-
(Increase) in net pension asset	(1,191)	(238)	(2,438)	-
(Increase) in deferred outflows of resources - pension	(432,563)	(116,170)	(1,151,320)	-
Increase (decrease) in accounts payable	280,540	152,003	(3,344,308)	(44,422)
(Decrease) in claims payable	-	-	-	-
Increase in accrued wages	10,501	1,462	20,377	-
Increase (decrease) in compensated absences payable	(6,619)	(10,040)	(24,884)	-
(Decrease) in interfund loan payable	(10,849)	(3,755)	(30,849)	-
Increase (decrease) in due to other funds	723	(229)	-	47,245
Increase in intergovernmental payable	1,568	196,737	3,188	3,814
Increase (decrease) in unearned revenue	-	-	204,039	(14,586)
Increase in net pension liability	554,007	125,665	1,268,921	-
(Decrease) in deposits held and due to others.	-	-	(27,220)	-
Increase in deferred outflows of resources - pension	13,559	3,254	32,645	-
Net cash provided by operating activities	<u>\$ 2,428,228</u>	<u>\$ 1,619,268</u>	<u>\$ 13,713,505</u>	<u>\$ 645,939</u>

Non-Cash Transactions:

During 2016 and 2015, the Water Fund purchased \$368,538 and \$943,330, respectively, of capital assets on account.

The Water Fund received \$700,231 in capital contributions from developers during 2016.

During 2016 and 2015, the Sewer Fund purchased \$17,111 and \$5,594, respectively, of capital assets on account.

The Sewer Fund received \$579,078 in capital contributions from developers during 2016.

During 2016 and 2015, the Electric Fund purchased \$161,733 and \$687,029, respectively, of capital assets on account.

During 2015 the Nonmajor Enterprise Fund purchased \$509 of capital assets on account.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

		Governmental Activities	
Nonmajor Enterprise	Total	Internal Service Funds	
\$ 303,690	\$ 15,589,574	\$	433,301
719	4,772,706		18,470
(1,070)	(9,620)		-
42,786	588,549		(2,554)
-	783,990		-
(933)	8,939		(3,022)
-	-		328,991
-	(49,474)		-
-	(631,099)		(12,630)
(99)	(3,966)		(229)
(30,547)	(1,730,600)		(100,518)
(2,555)	(2,958,742)		6,751
-	-		(204,837)
436	32,776		1,561
5,175	(36,368)		4,909
(747)	(46,200)		(2,915)
(14)	47,725		(64)
64	205,371		233
-	189,453		-
43,254	1,991,847		115,403
-	(27,220)		-
1,027	50,485		2,927
<u>\$ 361,186</u>	<u>\$ 18,768,126</u>	<u>\$</u>	<u>585,777</u>

CITY OF WESTERVILLE, OHIO

STATEMENT OF FIDUCIARY
ASSETS AND LIABILITIES
DECEMBER 31, 2016

	<u>Agency</u>
<u>Assets:</u>	
Equity in pooled cash and cash equivalents	\$ 1,642,663
Cash and cash equivalents with fiscal agents	6,308
Receivables:	
Income taxes	292,166
Other local taxes	<u>1,215</u>
Total assets	<u>\$ 1,942,352</u>
<u>Liabilities:</u>	
Accounts payable	\$ 1,215
Intergovernmental payable	822,052
Deposits held and due to others	567,012
Undistributed monies	<u>552,073</u>
Total liabilities	<u>\$ 1,942,352</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF WESTERVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 1 - DESCRIPTION OF THE CITY AND REPORTING ENTITY

The City of Westerville (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 Council-City Manager form of government, was adopted by the electorate in 1964.

The legislative authority is vested in a seven member council all of whom are elected at-large for staggered four year terms. The presiding officer is the chairman, who is elected by the Council for a two year term. Council enacts ordinances and resolutions relating to tax levies, city services, and licensing, appropriates and borrows money, and accepts bids for materials and services and other municipal purposes. The Council also elects one of its members to serve as Mayor who is the ceremonial head of the City and exercises the judicial powers granted to the mayor of a municipality under State law. The Council also appoints a City Manager.

The City Manager is the chief executive officer of the City. The City Manager supervises the administration of all departments and appoints their directors and all other employees in accordance with civil service requirements.

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 fairly presented and complete. The primary government of the City consists of all funds, departments, boards and commissions that are not legally separate from the City. The City departments include a public safety department, a public service department (street maintenance, sanitation services, and storm sewer), a parks and recreation department, a planning and zoning department, utility departments including water, sewer, refuse, electric, community data center and a staff to provide support (i.e., payroll processing, accounts payable, and revenue collection) to the service providers.

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 for which the City approves the budget, the issuance of debt or the levying of taxes. The City has no blended or discretely presented component units.

The Westerville Mayor's Court, which provides judicial services, is included as an agency fund in the City's financial statements. The Mayor is an elected City Official who has a fiduciary responsibility for the collection and distribution of the court fees and fines.

The City is associated with one organization which is defined as a jointly governed organization, a related organization and a risk sharing pool. These organizations are the Blendon-Westerville Joint Economic Development Zone, the Westerville Industry and Commerce Corporation, and the Central Ohio Risk Management Association Self-Insurance Pool, Inc. These organizations are presented in Notes 22, 23 and 24 to the basic financial statements.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

A. Basis of Presentation

The City's basic financial statements consist of government-wide statements, including a Statement of Net Position and a Statement of Activities, and fund financial statements which provide a more detailed level of financial information.

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 funds is eliminated to avoid the "doubling up" of revenues and expenses. 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.

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. Internal service funds are combined and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

B. Fund Accounting

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

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Governmental Funds

Governmental funds are those through which most governmental functions are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the 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 and reports all financial resources except those required to be accounted for in another fund. The General Fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Ohio and the Charter of the City.

Fire Operating Fund - This fund accounts for and reports restricted property tax revenues generated from continuing levies and used to finance the operations of the Fire Department.

Parks and Recreation Operating Fund - This fund accounts for and reports the receipt of monies from the operations of the parks and recreation facilities which are committed to fund programs and activities of the Parks and Recreation Department.

General Bond Retirement Fund - This fund accounts for and reports the accumulation of restricted property tax revenues and assigned transfers for the payment of general obligation debt principal and interest.

General Capital Improvement Fund - This fund accounts for and reports general capital improvements financed by transfers from the General Fund.

Altair TIF Incentive Fund - This fund accounts for and reports restricted service payments in lieu of taxes made by developers and/or owners to fund infrastructure improvements and acquisition of interest in real estate relating to the TIF area.

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

Proprietary Funds

Proprietary funds focus on the determination of operating income, changes in net position, financial position, and cash flows. The City's proprietary funds are enterprise and internal service funds.

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 revenues and expenses of the City-owned water filtration and distribution system.

Sewer Fund - This fund is used to account for and report the revenues and expenses of the City-owned sanitary sewer collection system.

Electric Fund - This fund is used to account for and report the revenues and expenses of the City-owned electric transmission and distribution system.

CITY OF WESTERVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Community Data Center Fund - This fund is used to account for and report the revenues and expenses of the City-wide broadband network and data storage for public and commercial use.

The other enterprise fund of the City accounts for solid waste collection and disposal.

Internal Service Funds - The internal service funds are used to account for and report the financing of fleet maintenance and self-insurance services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis.

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds. The three types of trust funds should be used to report resources held and administered by the City when it is acting in a fiduciary capacity for individuals, private organizations, or other governments. These funds are distinguished by the existence of a trust agreement that affects the degree of management involvement and the length of time that the resources are held. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

The City's only fiduciary funds consist of nine agency funds which are used to account for money held for individuals and organizations. These funds account for money belonging to the convention and visitors' bureau, for payroll withholding liabilities, for sewer capacity fees collected and remitted to the City of Columbus, for building and related permit fees collected and remitted to the State of Ohio, for deposits by contractors, developers or individuals held to ensure compliance with City building codes, for distributing court fines and forfeitures, for recreation fees used by other subdivisions in maintaining their park systems, for sales tax collected at the Community Data Center and remitted to the State of Ohio, and for income taxes collected on behalf of the Blendon-Westerville Joint Economic Development Zone.

C. Measurement Focus

Government-Wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets, deferred outflows of resources, 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 governmental fund financial statements.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Like the government-wide statements, all proprietary funds are accounted for using a flow of economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Net Position presents increases (e.g., revenues) and decreases (e.g., 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.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting; proprietary and agency funds also use 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, in the recording of deferred outflows/inflows of resources, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the 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, payments 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 payments in lieu of taxes is recognized in the year for which the taxes are levied (see Note 8). 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 the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: income taxes, interest on investments, intergovernmental revenues (including motor vehicle license tax, gasoline tax, and local government assistance) and grants.

Deferred inflows represent amounts under the accrual basis of accounting for which asset recognition criteria have been met, but for which revenue recognition criteria have not yet been met because such amounts have not yet been earned.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Deferred Outflows of Resources and Deferred Inflows of Resources

In addition to assets, the government-wide Statement of Net position will report a separate section for deferred outflows of resources. Deferred outflows of resources, represents 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, see Note 13 for deferred outflows of resources related the City's net pension liability. In addition, deferred outflows of resources include a deferred charge on debt refunding. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, both the government-wide Statement of Net Position and the governmental fund financial statements 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, payments in lieu of taxes and unavailable revenue. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of December 31, 2016, but which were levied to finance 2017 operations. These amounts have been recorded as a deferred inflow of resources 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, but is not limited to, income taxes, delinquent property taxes and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

For the City, see Note 13 for deferred inflows of resources related to the City's net pension liability. This deferred inflow of resources is only reported on the government-wide Statement of Net Position. In addition, deferred inflows of resources include a deferred gain on debt refunding.

Expenses/Expenditures

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

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

E. Budgets and Budgetary Accounting

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations 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 appropriations 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 control has been established by Council at the function level for all funds. The Director of Finance has been authorized to allocate appropriations to the object level within each fund.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Director of Finance. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as final budgeted amounts represent estimates from the amended certificate in force at the time final appropriations were passed by Council.

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

On the Statements and Schedules of Revenues, Expenditures/Expenses and Changes in Fund Balance/Equity, variances between the original amounts and the final/actual amounts of Fund Balance/Equity and Prior Year Encumbrances Carried Over are the result of the liquidation of encumbrances carried over from the prior year that were unused, resulting in the Fund Balance/Equity increasing by the amount that was liquidated.

F. Cash and Cash Equivalents

To improve cash management, cash received by the City is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. 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 Westerville Mayor's Court has its own checking account for the collection and distribution of court fines and forfeitures. The City also 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 balances in these accounts are presented on the financial statements as "Cash and Cash Equivalents with Fiscal Agents".

The City also has a segregated checking account for use in the police department which is presented on the financial statements as "Cash and Cash Equivalents in Segregated Accounts".

During the year, investments were limited to STAR Ohio, United States Treasury Notes, United States government money market, Franklin County Municipal Bonds, Federal Farm Credit Bank Bonds, Federal Home Loan Bank Bonds, Federal Home Loan Mortgage Corporation Notes and Federal National Mortgage Association Notes. Investments are reported at fair value which is based on quoted market prices.

During 2016, 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 its investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

For 2016, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$25 million. STAR Ohio reserves the right to limit the transaction to \$50 million, requiring the excess amount to be transacted the following business day(s), but only to the \$50 million limit. All accounts of the participant will be combined for these purposes.

CITY OF WESTERVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Interest allocation is determined by the Ohio Constitution, State statutes, and local ordinances adopted under City Charter. Under these provisions, the City's funds required to receive interest allocations are: 1) those which receive proceeds from the sale of notes and/or bonds; 2) special tax levy funds; 3) the Self-Insurance Internal Service Fund; 4) the Parks and Recreation Capital Improvement Capital Projects Fund; 5) the Recreation Capital Improvement Capital Projects Fund; 6) the DARE Special Revenue Fund; 7) the Criminal Activity Forfeiture Special Revenue Fund; and 8) the Drug Enforcement Special Revenue Fund. All remaining interest is credited to the General Fund. Interest revenue credited to the General Fund during 2016 amounted to \$633,744, which includes \$400,755 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.

G. Inventory of Supplies

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

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2016, 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.

I. Assets Held for Resale

As part of the City's economic development program, the City has acquired land near the intersection of Polaris Parkway and Cleveland Avenue. The intent is for the land to be sold to businesses to promote economic development and job creation within the City. Transactions are conducted through the City's General Fund.

J. Intangible Assets - Water Rights

In 1974, the City entered into a 60 year agreement with the State of Ohio, Department of Natural Resources (ODNR), whereby the City acquired the right to seven and one-half percent of the storage capacity of the Alum Creek Reservoir. The cost of these rights is amortized, on a straight line basis, over the term of the agreement, starting in the tenth year, for the remaining 50 years of the agreement.

K. Capital Assets

General capital assets are capital assets that are associated with and generally arise from governmental activities. They 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.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. For certain assets, estimates were calculated by indexing estimated current costs back to the year of acquisition. Donated capital assets are recorded at their fair market values on the date donated. 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 capital assets except land, construction in progress, and road and bridge infrastructure 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.

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

	<u>YEARS</u>
Land Improvements	10-30
Buildings	5-50
Furniture and Equipment	5-20
Vehicles	3-10
Infrastructure	10-50
Water, Sewer and Electric Lines	20-50

The City's infrastructure consists of roads, bridges, curbs and gutters, streets, sidewalks, drainage systems, lighting systems, water distribution systems, dams, sewer lines, storm sewers, electric distribution systems and similar items. Infrastructure assets under *GASB Statement No. 34* do not need to be depreciated. The City has chosen to apply the modified approach for reporting roads and bridges.

Under the modified approach, the City:

1. Uses an asset management system that maintains an inventory of road and bridge infrastructure;
2. Performs a conditional assessment of those eligible infrastructure assets, using a rating methodology generally accepted in the industry, that considers all relevant factors affecting overall condition, and results in an overall single rating for each element (road segment or bridge) being considered; and,
3. Estimates each year the annual budget requirements to maintain and preserve the road and bridge infrastructure at a minimum condition level.

The City documents that the eligible road and bridge infrastructure assets are being maintained at approximately the condition level established by the City. Condition appraisals are performed at least every three years or more frequently if required by federal or State regulations, in accordance with the City's capital assets policy.

Costs for maintenance and preservation of these assets should be expensed in the period incurred. Additions and improvements should be capitalized.

CITY OF WESTERVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

L. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for all accumulated unused vacation time when earned for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the 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 10 years of service.

The entire compensated absences liability is reported on the government-wide financial statements. On governmental fund financial statements, compensated absences are reported as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations or retirements. These amounts are recorded in the account "Matured Compensated Absences Payable" in the funds from which the employees are paid. In the proprietary funds, the entire amount of compensated absences is reported as a fund liability.

M. Interfund Receivables and Payables

On fund financial statements, receivables and payables arising between funds for goods provided or services rendered are classified as "Due from Other Funds" and "Due to Other Funds". Long-term interfund loans and unpaid amounts for interfund services are reported as "Interfund Receivable" and "Interfund Payable". Interfund balances are eliminated on the governmental-wide Statement of Net Position except for any net residual amounts due between governmental and business-type activities, which are presented as "Internal Balances."

N. 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 fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, 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 bonds, loans, and the police pension liability are recognized as liabilities on the governmental fund financial statements when due.

O. Bond Discounts and Premiums

Bond discounts and premiums for government-wide statements and proprietary fund statements are deferred and amortized over the term of the bonds using the straight-line method since the results are not significantly different from the effective interest method. Bond discounts and premiums are presented as a reduction/increase to the face amount of bonds.

CITY OF WESTERVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

P. Deferred Charges 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, the gain/loss on the refunding, is being 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.

Q. Restricted Assets

The City reports amounts representing assets being held by a trustee to service principal and interest debt service in a bond reserve as restricted assets in the Electric enterprise fund. These amounts are required to be maintained by the trustee in accordance with the bond indenture.

R. Contributions of Capital

Contributions of capital arise from outside contributions of capital assets, tap-in fees to the extent they exceed the cost of the connection to the system, line capacity charges, grants or outside contributions of resources restricted to capital acquisition, and from the construction or transfers of capital assets between governmental and business-type activities.

S. 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 items that are not expected to be converted to cash. The nonspendable fund balances for the City include long-term loans receivable, prepaid items, materials and supplies inventory, land held for resale and interfund loans.

Restricted - The restricted fund balance category includes amounts that can be spent only for specific purposes stipulated by constitution, external resource provides, or through enabling legislation. 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.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Committed - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (ordinance) of City Council (the highest level of decision making authority). 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, the committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by City Council, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints is not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned - Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. These amounts are assigned by Council. In the General Fund, assigned amounts represent intended uses established by City Council or a City official delegated that authority by City Charter or ordinance 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.

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 balance.

The City has adopted a minimum fund balance policy that the General Fund will maintain six months worth of expenditures and the year's appropriation of transfers-out.

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.

T. Internal Activity

Transfers within 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. 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.

CITY OF WESTERVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

U. 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 borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

The government-wide Statement of Net Position reports \$9,904,853 of restricted net position.

V. 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 water, sewer, electric, community data center, and refuse services. 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.

W. 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.

X. Pensions

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

Y. Fair Value Measurements

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.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Change in Accounting Principles

For 2016, the City has implemented GASB Statement No. 72, "Fair Value Measurement and Application", GASB Statement No. 73 "Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68", GASB Statement No. 76, "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments", GASB Statement No. 77, "Tax Abatement Disclosures", GASB Statement No. 78, "Pensions Provided Through Certain Multiple-Employer Defined Benefit Pension Plans" and GASB Statement No. 79, "Certain External Investment Pools and Pool Participants".

GASB Statement No. 72 addresses accounting and financial reporting issues related to fair value measurement. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. These changes were incorporated in the City's fiscal year 2016 financial statements (see Note 2.Y and Note 6 to the basic financial statements); however, there was no effect on beginning net position/fund balance.

GASB Statement No. 73 improves the usefulness of information about pensions included in the general purpose external financial reports of state and local governments for making decisions and assessing accountability. The implementation of GASB Statement No. 73 did not have an effect on the financial statements of the City.

GASB Statement No. 76 identifies - in the context of the current governmental financial reporting environment - the hierarchy of generally accepted accounting principles (GAAP). This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. The implementation of GASB Statement No. 76 did not have an effect on the financial statements of the City.

GASB Statement No. 77 requires governments that enter into tax abatement agreements to disclose certain information about the agreement. GASB Statement No. 77 also requires disclosures related to tax abatement agreements that have been entered into by other governments that reduce the reporting government's tax revenues. These disclosures were incorporated in the City's fiscal year 2016 financial statements (see Note 9 to the basic financial statements); however, there was no effect on beginning net position/fund balance.

GASB Statement No. 78 establishes accounting and financial reporting standards for defined benefit pensions provided to the employees of state or local governmental employers through a cost-sharing multiple-employer defined benefit pension plan (cost-sharing pension plan) that meets the criteria in paragraph 4 of Statement 68 and that (a) is not a state or local governmental pension plan, (b) is used to provide defined benefit pensions both to employees of state or local governmental employers and to employees of employers that are not state or local governmental employers, and (c) has no predominant state or local governmental employer (either individually or collectively with other state or local governmental employers that provide pensions through the pension plan). The implementation of GASB Statement No. 78 did not have an effect on the financial statements of the City.

GASB Statement No. 79 establishes accounting and financial reporting standards for qualifying external investment pools that elect to measure for financial reporting purposes all of their investments at amortized cost. This Statement provides accounting and financial reporting guidance and also establishes additional note disclosure requirements for governments that participate in those pools. The City participates in STAR Ohio which implemented GASB Statement No. 79 for 2016. The City incorporated the corresponding GASB 79 guidance into its 2016 financial statements; however, there was no effect on beginning net position/fund balance.

CITY OF WESTERVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 4 - ACCOUNTABILITY

At December 31, 2016, the following funds had deficit fund balances:

<u>Funds</u>	<u>Amounts</u>
Hotel Tax	\$ 21,717
Altair TIF Incentive	5,752,988
Community Data Center	1,474,423
Africa Road Improvement	134,952
Maxtown Road Improvement	1,626,262
Cleveland Avenue Extension Improvement	1,285,334
Northstar/Worthington Road TIF	1,425,306
South State Street TIF	4,840,295
Sunbury Road Capital Improvements	595,886
Binham TIF	594,721

All funds complied with Ohio State law, which does not permit a cash-basis deficit at year-end. The General Fund is liable for any deficit in these funds and provides transfers when cash is required, not when accruals occur. The deficit fund balances in all other funds resulted from adjustments for accrued liabilities.

NOTE 5 - 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 (Non-GAAP Budgetary Basis) and Actual is presented for the General Fund, and each major special revenue fund, 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).
- (b) Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
- (c) Outstanding year-end encumbrances are treated as expenditures (budget basis) rather than restricted, committed, or assigned fund balance (GAAP basis).
- (d) 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.
- (e) Investments are reported at fair value (GAAP basis) rather than at cost (budget basis).
- (f) Advances-In and Advances-Out are operating transactions (budget basis) as opposed to Balance Sheet transactions (GAAP basis).

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

- (g) Certain funds are accounted for as separate funds internally with legally adopted budgets (budget basis) that do not meet the definition of special revenue funds under GASB Statement No. 54 and were reported with the General Fund (GAAP basis).

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 Fire Operating and Parks and Recreation Operating Special Revenue Funds are as follows:

<i>Net Change In Fund Balance</i>			
	<u>General</u>	<u>Fire Operating</u>	<u>Parks and Recreation Operating</u>
<i>Budget Basis</i>	\$ 1,307,894	\$ (995,319)	\$ (1,901,908)
Increases (decreases) due to:			
Revenue accruals	(164,930)	11,679	(94,318)
Expenditure accruals	(53,400)	58,723	26,323
Other financing sources (uses)	(2,138,443)	-	-
Encumbrances outstanding	1,617,193	668,249	559,305
Perspective differences:			
Mayor's operating	1,250	-	-
Cable TV Franchise Fee Fund	(62,491)	-	-
<i>GAAP Basis</i>	<u>\$ 507,073</u>	<u>\$ (256,668)</u>	<u>\$ (1,410,598)</u>

NOTE 6 - DEPOSITS AND INVESTMENTS

The investment and deposit of City monies are governed by the Ohio Revised Code and the City's charter. State statutes classify monies held by the City into three categories.

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

Inactive deposits are public deposits that 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.

CITY OF WESTERVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)

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

1. United States Treasury notes, bills, bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal 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, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above;
4. Commercial paper and bankers acceptances if training requirements have been met;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in item (1) or (2) above; and
7. The State Treasurer's investment pool (STAR Ohio).

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

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

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. Investments may only be made through specified dealers and institutions.

A. Deposits with Financial Institutions

At December 31, 2016, the carrying amount of all City deposits was \$27,705,285. As of December 31, 2016, the City's bank balance was \$28,970,277, of which \$28,470,277 was exposed to custodial risk as discussed below, while \$500,000 was covered by the FDIC.

Custodial credit risk is the risk that, in the event of bank failure, the City will not be able to recover deposits or collateral securities that are in the possession of an outside party. As permitted by Ohio Revised Code, the City's deposits are collateralized by a pool of eligible securities deposited with Federal Reserve Banks, or at member banks of the Federal Reserve System, in the name of the depository bank and pledged as a pool of collateral against all public deposits held by the depository. The City has no deposit policy for custodial credit risk beyond the requirements of State statute. Although the securities were held by the pledging institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)

B. Investments

As of December 31, 2016, the City had the following investments. All investments are in an internal investment pool.

Measurement/Investment Type	Measurement Amount	Investment Maturities (in Years)			Credit Rating	Percent of Total Investments
		Less than 1	1 - 2	3 - 4		
<i>Amortized Cost:</i>						
STAR Ohio	\$ 2,245,448	\$ 2,245,448	\$ -	\$ -	Aaam	3.15%
<i>Fair Value:</i>						
United States Money Market	553,339	553,339	-	-	Aaa-mm	0.78%
United States Treasury Notes	2,500,000	2,500,000	-	-	Aaa	3.50%
Franklin County Municipal Bonds	500,458	-	-	500,458	Aa1	0.70%
Federal Farm Credit Bank Bonds	4,229,768	1,498,995	1,743,403	987,370	Aaa	5.93%
Federal Home Loan Bank Bonds	11,938,150	-	5,482,775	6,455,375	Aaa	16.73%
Federal Home Loan Mortgage Coporation Notes	21,450,862	10,737,427	6,734,815	3,978,620	Aaa	30.07%
Federal National Mortgage Association Notes	27,923,513	997,340	-	26,926,173	Aaa	39.14%
Totals	<u>\$ 71,341,538</u>	<u>\$ 18,532,549</u>	<u>\$ 13,960,993</u>	<u>\$ 38,847,996</u>		

Fair Value Measurements

The City categorizes its fair value measurements within the fair value hierarchy established by GAAP. 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 City's investments in United States Money Markets are valued using quoted market prices in active markets (Level 1 inputs). The City's investments in United States Treasury Notes, Franklin County Municipal Bonds, and federal agency securities (Franklin County Municipal Bonds, Federal Farm Credit Bank Bonds, Federal Home Loan Bank Bonds, Federal Home Loan Mortgage Corporation Notes and Federal National Mortgage Association Notes), are valued using quoted prices in markets that are not considered to be active, dealer quotations or alternative pricing sources for similar assets or liabilities for which all significant inputs are observable, either directly or indirectly (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. Unless matched to a specific cash flow requirement, the Director of Finance will directly invest in securities as follows; not more than 20 percent of the value (computed at the time the investment is made) of investments to mature or be redeemable within 10 years from the date of purchase and the balance of all investments to mature or be redeemable within five years from the date of purchase. Repurchase agreements are limited to 30 days and the market value of the securities must exceed the principal value of the agreement by at least two percent and be marked to market daily.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 6 - DEPOSITS AND INVESTMENTS - (Continued)

Credit Risk

The City's investment policy limits investments to those authorized by State statute which restricts investments to those that are highly rated or backed by the enterprises of the United States Government. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. Credit ratings for STAR Ohio are from Standard & Poor's, while all other investment ratings are from Moody's. The rating of each investment is listed in the table above.

Concentration of Credit Risk

The City places no limit on the amount it may invest in any one issuer. The percentage that each investment represents of total investments is listed in the table above.

C. Cash and Cash Equivalents with Fiscal Agents

In addition to deposits and investments, the City has uninsured and uncollateralized cash in the amount of \$460,943 and \$6,308 being held by Franklin County Engineers and the City of Westerville Mayor's Court, respectively. The cash is to be used for various road improvement projects and court fees, respectively.

D. Cash in Segregated Accounts

The City has cash in the amount of \$24,658 being held in a segregated account for use in the police department. This amount is included in the City's depository balance below.

E. Reconciliation of Cash and Investments to the Statement of Net Position

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the Statement of Net Position as of December 31, 2016:

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 27,705,285
Cash with fiscal agents	467,251
Investments	71,341,538
Total	<u>\$ 99,514,074</u>
 <u>Equity in pooled cash and investments per Statement of Net Position</u>	
Governmental activities	\$ 62,278,546
Business type activities	35,586,557
Agency funds	1,648,971
Total	<u>\$ 99,514,074</u>

CITY OF WESTERVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 7 - MUNICIPAL INCOME TAX

The City levies and collects a 2.0 percent income tax on all income earned within the City. Of the 2.0 percent tax received in 2016, 1.35 percent is placed into the General Fund, 0.25 percent is placed into the Parks and Recreation Income Tax Allocation Special Revenue Fund, and 0.40 percent was placed into the General Capital Improvement Capital Projects Fund. The tax is applied to gross salaries, wages and other personal services compensation, as well as net income of for-profit organizations conducting business in the City. In addition, residents of the City are required to pay municipal income tax on income earned outside the City, however, a credit is allowed for income taxes paid to other municipalities.

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 City has established its own Income Tax Division to administer and collect taxes for the City.

In addition, the City receives income tax monies as the result of its contract with Blendon Township (Township) for a Joint Economic Development Zone (JEDZ) and Cooperative Economic Development Agreement (CEDA). See Note 22 for detail on the Blendon-Westerville JEDZ. The JEDZ has adopted a current income tax rate of 2 percent, which shall change from time to time so that it is equal to the rate being levied by the City. The City is responsible for collection and administration of the income tax for the JEDZ. The fee paid by the JEDZ Board to the City for the administration and collection of the income tax for 2016 was an amount equal to 2 percent of the JEDZ income tax collected in 2016. The net income tax revenues will be allocated as follows: 2 percent to the JEDZ Board and 10 percent to the Township per the JEDZ contract, and the remaining balance distributed 70 percent to the Township and 30 percent to the City, per the CEDA.

NOTE 8 - PROPERTY TAX

Property taxes include amounts levied against all real and public utility property located in the City. Property tax revenue received during 2016 for real and public utility property taxes represents collections of 2015 taxes.

2015 real property taxes were levied after October 1, 2016, on the assessed value as of January 1, 2016, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2016 real property taxes are collected in and intended to finance 2017.

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 January 20, 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. 2016 public utility property taxes which became a lien December 31, 2015, are levied after October 1, 2016, and are collected in 2017 with real property taxes.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 8 - PROPERTY TAX - (Continued)

The full tax rate for all City operations for the year ended December 31, 2016, was \$23.10 per \$1,000 of assessed value. The assessed values of real property and public utility tangible personal property upon which 2016 property tax receipts were based are as follows:

<i>Category</i>	<i>Franklin County</i>	<i>Delaware County</i>	<i>Total</i>
Real Property:			
Residential and Agricultural	\$591,328,270	\$238,505,240	\$829,833,510
Commercial and Industrial	138,630,360	73,206,060	211,836,420
Public Utility Personal	3,736,950	5,849,040	9,585,990
<i>Totals</i>	<u>\$733,695,580</u>	<u>\$317,560,340</u>	<u>\$1,051,255,920</u>

The Franklin and Delaware County Treasurers collect property taxes on behalf of all taxing districts in the county, including the City. The County Auditors periodically remit 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, 2016, and for which there was an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2016 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 9 - TAX ABATEMENTS

As of December 31, 2016, the County provides tax abatements through Community Reinvestment Area (CRA) programs.

CRA - Under the authority of Ohio Revised Code (ORC) Section 3735.67, the CRA program is an economic development tool administered by municipal and county governments that provides real property tax exemptions for property owners who renovate existing or construct new buildings. CRA's are areas of land in which property owners can receive tax incentives for investing in real property improvements. Under the CRA program, local governments petition to the Ohio Development Services Agency (ODSA) for confirmation of a geographical area in which investment in housing is desired. Once an area is confirmed by the ODSA, local governments may offer real property tax exemptions to taxpayers that invest in that area. Property owners in the CRA can receive temporary tax abatements for renovation of existing structures and new construction in these areas. Property owners apply to the local legislative authority for approval to renovate or construct in the CRA. Upon approval and certification of completion, the amount of the abatement is deducted from the individual or entity's property tax bill.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 9 - TAX ABATEMENTS – (Continued)

The City has entered into agreements to abate property taxes through four CRA programs. During 2016, the City’s property tax revenues were reduced as follows:

<u>CRA Program</u>	<u>City Taxes Abated</u>
Westerville Commerce Center	\$ 978,693
Alum Creek	51,595
East Broadway	19,287
Northwest	<u>334,279</u>
Total	<u>\$ 1,383,854</u>

NOTE 10 - PAYMENT IN LIEU OF TAXES

According to State law, the City has entered into tax increment financing (TIF) agreements with property owners under which the City has granted property tax abatements to those property owners and agreed to construct certain infrastructure improvements. The property owners have agreed to make payments to the City to help pay the costs of the infrastructure improvements. The amount of those payments generally reflects all or a portion of the property taxes which the property owners would have paid if their taxes had not been abated. The property owners’ contractual promise to make these payments in lieu of taxes generally continues until the costs of the improvement have been paid or the agreement expires, whichever occurs first. Future development by those owners or others may result in subsequent agreements to make payments in lieu of taxes and may therefore spread the costs of the improvements to a larger number of property owners. The City received \$3,947,082 in payments in lieu of taxes as a result of these agreements during fiscal year 2016 and a receivable of \$2,095,215 has been reported on the Statement of Net Position.

NOTE 11 - RECEIVABLES

Receivables at December 31, 2016 consisted of taxes, accounts (billings for user charged services including unbilled utility services), payments in lieu of taxes, interest, intergovernmental receivables arising from grants, entitlements and shared revenues, loans, notes and interfund. All receivables are considered fully collectible and will be received within one year with the exception of property taxes, income taxes, payments in lieu of taxes, accounts receivable related to business-type services, loans and interfund. Property taxes, income taxes, and payments in lieu of taxes, although ultimately collectible, include some portion of delinquents that will not be collected within one year. The City anticipates that a portion of the interfund receivable balance will be repaid within one year.

A summary of accounts receivable related to business-type services is as follows:

	<u>Water</u>	<u>Sewer</u>	<u>Electric</u>	<u>Community Data Center</u>	<u>Refuse</u>	<u>Totals</u>
Accounts Receivable - Gross	\$ 828,676	\$ 1,516,904	\$ 8,415,973	\$ 79,136	\$ 414,355	\$ 11,255,044
Allowance for Uncollectibles	<u>(20,431)</u>	<u>(37,905)</u>	<u>(209,309)</u>	<u>-</u>	<u>(10,359)</u>	<u>(278,004)</u>
Net Accounts Receivable	<u>\$ 808,245</u>	<u>\$ 1,478,999</u>	<u>\$ 8,206,664</u>	<u>\$ 79,136</u>	<u>\$ 403,996</u>	<u>\$ 10,977,040</u>

The City has an agreement with the City of Columbus, dated May 26, 2010, whereas the City of Columbus will pay to the City 48.6 percent of the Worthington Road/Lazelle Road Improvements OPWC loan. The City of Columbus will pay to the City \$6,810 semi-annually until the loan is retired. As of December 31, 2016, the balance of the loan was \$259,974 with \$12,640 expected to be repaid within one year.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 11 - RECEIVABLES - (Continued)

A summary of the principal items of intergovernmental receivables follows:

	<u>Amounts</u>
Local Government	\$ 415,202
Liquor Permits	28,678
JEDZ	81,433
DARE Grant	24,893
DUI Task Force Grant	1,947
DEA Task Force Grant	15,425
Secret Service/Customs and Border Patrol Task Force	2,271
Joint Terrorism Task Force Grant	1,369
Cyber Crime Task Force Grant	3,533
OPOTA Police Training Grant	18,040
EMS Public Safety Grant	2,500
LLEBG Bulletproof Vest Grant	2,889
OPWC Cleveland Avenue/Shrock Road Grant	470,639
ODOT Congestion Mitigation Grant	7,973
Parks and Recreation Grants	305,000
Mayors Court	30,894
Miscellaneous	92,522
Homestead and Rollbacks	854,564
Gasoline Tax - Cents Per Gallon and Excise	635,150
Motor Vehicle License Tax (includes Permissive)	162,962
<i>Total Intergovernmental Receivable</i>	<u><u>\$ 3,157,884</u></u>

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 12 - CAPITAL ASSETS

Capital assets activity of the governmental activities for the year ended December 31, 2016, was as follows:

	<i>Balance At 12/31/2015</i>	<i>Additions*</i>	<i>Deletions</i>	<i>Balance At 12/31/2016</i>
<u>Governmental Activities</u>				
<u>Capital Assets, Not Being Depreciated:</u>				
Land	\$ 22,030,978	\$ 1,568,934		\$ 23,599,912
Construction in Progress	9,137,058	10,780,044	(1,541,892)	18,375,210
Infrastructure	128,784,278	1,979,089	-	130,763,367
<i>Total Capital Assets, Not Being Depreciated</i>	<u>159,952,314</u>	<u>14,328,067</u>	<u>(1,541,892)</u>	<u>172,738,489</u>
<u>Depreciable Capital Assets:</u>				
Land Improvements	39,861,574	1,635,861	-	41,497,435
Buildings	46,647,702	103,969	-	46,751,671
Furniture and Equipment	17,688,760	3,250,053	(696,708)	20,242,105
Vehicles	7,403,814	1,014,197	(824,502)	7,593,509
Infrastructure	40,511,294	1,102,921	-	41,614,215
<i>Total Depreciable Capital Assets</i>	<u>152,113,144</u>	<u>7,107,001</u>	<u>(1,521,210)</u>	<u>157,698,935</u>
<u>Less Accumulated Depreciation:</u>				
Land Improvements	(15,409,402)	(2,319,991)	-	(17,729,393)
Buildings	(17,841,830)	(1,018,877)	-	(18,860,707)
Furniture and Equipment	(11,858,378)	(1,085,486)	695,813	(12,248,051)
Vehicles	(4,599,912)	(660,696)	802,685	(4,457,923)
Infrastructure	(14,494,431)	(880,626)	-	(15,375,057)
<i>Total Accumulated Depreciation</i>	<u>(64,203,953)</u>	<u>(5,965,676)</u>	<u>1,498,498</u>	<u>(68,671,131)</u>
<i>Depreciable Capital Assets, Net</i>	<u>87,909,191</u>	<u>1,141,325</u>	<u>(22,712)</u>	<u>89,027,804</u>
<i>Governmental Activities Capital Assets, Net</i>	<u>\$ 247,861,505</u>	<u>\$ 15,469,392</u>	<u>\$ (1,564,604)</u>	<u>\$ 261,766,293</u>

*\$3,002,664 of the additions to infrastructure consisted of assets donated by developers.

Depreciation expense was charged to functions/programs of the governmental activities of the City as follows:

<u>Governmental Activities</u>	
Security of Person and Property	\$ 944,998
Public Health	9,762
Leisure Time Activity	2,158,286
Community Development	45,863
Basic Utility Services	729,407
Transportation	549,064
General Government	1,528,296
<i>Total Depreciation Expense</i>	<u>\$ 5,965,676</u>

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 12 - CAPITAL ASSETS - (Continued)

Capital assets activity of the business-type activities for the year ended December 31, 2016, was as follows:

	<i>Balance At 12/31/2015</i>	<i>Additions*</i>	<i>Deletions</i>	<i>Balance At 12/31/2016</i>
<u>Business-Type Activities</u>				
<u>Intangible Assets, Being Amortized:</u>				
Water Rights	\$ 2,366,450	\$ -	\$ -	\$ 2,366,450
Less Amortization	(1,419,880)	(47,329)	-	(1,467,209)
<i>Total Intangible Assets, Being Amortized</i>	<u>946,570</u>	<u>(47,329)</u>	<u>-</u>	<u>899,241</u>
<u>Capital Assets, Not Being Depreciated:</u>				
Land	1,187,080	-	-	1,187,080
Construction in Progress	15,219,715	5,739,289	(14,360,586)	6,598,418
<i>Total Capital Assets, Not Being Depreciated</i>	<u>16,406,795</u>	<u>5,739,289</u>	<u>(14,360,586)</u>	<u>7,785,498</u>
<u>Depreciable Capital Assets:</u>				
Land Improvements	2,254,644	-	-	2,254,644
Buildings	12,956,273	14,073,312	-	27,029,585
Furniture and Equipment	23,078,035	644,491	(57,599)	23,664,927
Vehicles	2,680,802	219,972	(149,481)	2,751,293
Infrastructure				
Water Lines	44,271,238	700,231	-	44,971,469
Sewer Lines	27,086,887	579,078	-	27,665,965
Electric System	71,806,605	8,669,369	(1,556,576)	78,919,398
Community Data Center	4,870,463	92,507	-	4,962,970
<i>Total Depreciable Capital Assets</i>	<u>189,004,947</u>	<u>24,978,960</u>	<u>(1,763,656)</u>	<u>212,220,251</u>
<u>Less Accumulated Depreciation:</u>				
Land Improvements	(1,984,118)	(16,139)	-	(2,000,257)
Buildings	(5,277,675)	(419,221)	-	(5,696,896)
Furniture and Equipment	(8,059,154)	(1,070,974)	46,567	(9,083,561)
Vehicles	(1,843,130)	(170,874)	149,481	(1,864,523)
Infrastructure				
Water Lines	(18,544,339)	(762,256)	-	(19,306,595)
Sewer Lines	(14,212,572)	(399,585)	-	(14,612,157)
Electric System	(27,589,218)	(1,739,023)	949,135	(28,379,106)
Community Data Center	(534,842)	(194,634)	-	(729,476)
<i>Total Accumulated Depreciation</i>	<u>(78,045,048)</u>	<u>(4,772,706)</u>	<u>1,145,183</u>	<u>(81,672,571)</u>
<i>Depreciable Capital Assets, Net</i>	<u>110,959,899</u>	<u>20,206,254</u>	<u>(618,473)</u>	<u>130,547,680</u>
<i>Business-Type Activities Capital Assets, Net</i>	<u>\$ 128,313,264</u>	<u>\$ 25,898,214</u>	<u>\$ (14,979,059)</u>	<u>\$ 139,232,419</u>

*\$700,231 and \$579,078 of the additions to the Water and Sewer fund, respectively, consisted of assets donated by developers.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 12 - CAPITAL ASSETS - (Continued)

Depreciation expense was charged to the enterprise funds of the City as follows:

<u><i>Business-Type Activities</i></u>	
Water	\$ 1,136,927
Sewer	430,326
Electric	2,714,920
Community Data Center	489,814
Refuse	719
<i>Total Depreciation Expense</i>	<u><u>\$ 4,772,706</u></u>

NOTE 13 - DEFINED BENEFIT PENSION PLANS

Net Pension Liability/Asset

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

The net pension liability/asset represents the City's proportionate share of each pension plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension plan's fiduciary net position. The net pension liability/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 this estimate annually.

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

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

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

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

Plan Description - Ohio Public Employees Retirement System (OPERS)

Plan Description - City employees, other than full-time police and firefighters, participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan and the Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features. While members (e.g. City employees) may elect the Member-Directed Plan and the Combined Plan, substantially all employee members are in OPERS' Traditional Pension Plan.

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

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

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

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

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

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

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

Benefits in the Combined Plan consist of both an age-and-service formula benefit (defined benefit) and a defined contribution element. The defined benefit element is calculated on the basis of age, FAS, and years of service. Eligibility regarding age and years of service in the Combined Plan is the same as the Traditional Pension Plan. The benefit formula for the defined benefit component of the plan for State and Local members in transition Groups A and B applies a factor of 1.0% to the member's FAS for the first 30 years of service.

A factor of 1.25% is applied to years of service in excess of 30. The benefit formula for transition Group C applies a factor of 1.0% to the member's FAS and the first 35 years of service and a factor of 1.25% is applied to years in excess of 35. Persons retiring before age 65 with less than 30 years of service credit receive a percentage reduction in benefit. The defined contribution portion of the benefit is based on accumulated member contributions plus or minus any investment gains or losses on those contributions. Members retiring under the Combined Plan receive a 3% COLA adjustment on the defined benefit portion of their benefit.

Defined contribution plan benefits are established in the plan documents, which may be amended by the OPERS's Board of Trustees. 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. 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% each year. For additional information, see the Plan Statement in the OPERS CAFR.

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

	State and Local
2016 Statutory Maximum Contribution Rates	
Employer	14.0 %
Employee	10.0 %
 2016 Actual Contribution Rates	
Employer:	
Pension	12.0 %
Post-employment Health Care Benefits	2.0 %
Total Employer	14.0 %
Employee	10.0 %

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

The City's contractually required contribution for the Traditional Pension Plan, the Combined Plan and Member-Directed Plan was \$2,470,385 for 2016. Of this amount, \$116,675 is reported as intergovernmental payable.

CITY OF WESTERVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

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

Upon attaining a qualifying age with sufficient years of service, a member of 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.

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

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

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

	Police	Firefighters
2016 Statutory Maximum Contribution Rates		
Employer	19.50 %	24.00 %
Employee	12.25 %	12.25 %
 2016 Actual Contribution Rates		
Employer:		
Pension	19.00 %	23.50 %
Post-employment Health Care Benefits	0.50 %	0.50 %
 Total Employer	 19.50 %	 24.00 %
 Employee	 12.25 %	 12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$3,160,911 for 2016. Of this amount \$133,677 is reported as intergovernmental payable.

In addition to current contributions, the City pays installments on a specific liability of the City incurred when the State of Ohio established the statewide pension system for police in 1967. As of December 31, 2016, the specific liability of the City was \$15,187 payable in semi-annual payments through the year 2030.

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

The net pension liability and net pension asset for the OPERS Traditional Pension Plan and Combined Plan and Member-Directed Plan, respectively, were measured as of December 31, 2015, and the total pension liability or asset used to calculate the net pension liability or asset was determined by an actuarial valuation as of that date. OP&F's total pension liability was measured as of December 31, 2015, and was determined by rolling forward the total pension liability as of January 1, 2015, to December 31, 2015. The City's proportion of the net pension liability or 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:

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportion of the net pension liability prior measurement date	0.14917300%	0.72070200%	
Proportion of the net pension liability current measurement date	<u>0.14988100%</u>	<u>0.72663500%</u>	
Change in proportionate share	<u>0.00070800%</u>	<u>0.00593300%</u>	
Proportion of the net pension asset prior measurement date	0.15089000%		
Proportion of the net pension asset current measurement date	<u>0.26310500%</u>		
Change in proportionate share	<u>0.11221500%</u>		
Proportionate share of the net pension liability	\$ 25,961,279	\$ 46,744,946	\$ 72,706,225
Proportionate share of the net pension asset	74,062	-	74,062
Pension expense	3,758,868	6,409,969	10,168,837

At December 31, 2016, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Deferred outflows of resources			
Differences between expected and actual experience	\$ 2,957	\$ -	\$ 2,957
Net difference between projected and actual earnings on pension plan investments	7,663,470	7,608,283	15,271,753
Changes in employer's proportionate percentage/ difference between employer contributions	13,973	269,510	283,483
City contributions subsequent to the measurement date	<u>2,470,385</u>	<u>3,160,911</u>	<u>5,631,296</u>
Total deferred outflows of resources	<u>\$ 10,150,785</u>	<u>\$ 11,038,704</u>	<u>\$ 21,189,489</u>
Deferred inflows of resources			
Differences between expected and actual experience	<u>\$ 535,225</u>	<u>\$ 131,258</u>	<u>\$ 666,483</u>

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

\$5,631,296 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/asset in the year ending December 31, 2017.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ending December 31:	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
2017	\$ 1,681,041	\$ 2,031,092	\$ 3,712,133
2018	1,800,974	2,031,092	3,832,066
2019	1,947,831	2,031,088	3,978,919
2020	1,730,444	1,623,167	3,353,611
2021	(3,879)	25,291	21,412
Thereafter	<u>(11,236)</u>	<u>4,805</u>	<u>(6,431)</u>
Total	<u>\$ 7,145,175</u>	<u>\$ 7,746,535</u>	<u>\$ 14,891,710</u>

Actuarial Assumptions - OPERS

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

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability/asset in the December 31, 2015, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Wage inflation	3.75 percent
Future salary increases, including inflation	4.25 to 10.05 percent including wage inflation
COLA or ad hoc COLA	Pre 1/7/2013 retirees: 3 percent, simple Post 1/7/2013 retirees: 3 percent, simple through 2018, then 2.80% simple
Investment rate of return	8 percent
Actuarial cost method	Individual entry age

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

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

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

OPERS manages investments in four investment portfolios: the Defined Benefits portfolio, the Health Care portfolio, the 401 (h) Health Care Trust portfolio, the 115 Health Care Trust portfolio and the Defined Contribution portfolio. The Defined Benefit portfolio includes the investment assets of the Traditional Pension Plan, the defined benefit component of the Combined Plan, the annuitized accounts of the Member-Directed Plan and the VEBA Trust. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The money weighted rate of return, net of investments expense, for the Defined Benefit portfolio is 0.40 percent for 2015.

The allocation of investment assets with the Defined Benefit portfolio is approved by the OPERS Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The table below displays the Board-approved asset allocation policy for 2015 and the long-term expected real rates of return:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed income	23.00 %	2.31 %
Domestic equities	20.70	5.84
Real estate	10.00	4.25
Private equity	10.00	9.25
International equities	18.30	7.40
Other investments	18.00	4.59
Total	<u>100.00 %</u>	<u>5.27 %</u>

Discount Rate - The discount rate used to measure the total pension liability/asset was 8 percent for both the Traditional Pension Plan, the Combined Plan and Member-Directed 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 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 8 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 (7 percent) or one-percentage-point higher (9 percent) than the current rate:

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
City's proportionate share of the net pension liability (asset):			
Traditional Pension Plan	\$ 41,362,660	\$ 25,961,279	\$ 12,970,702
Combined Plan	(1,513)	(73,635)	(131,648)
Member-Directed Plan	1,118	(427)	(1,118)

Changes Between Measurement Date and Report Date - In October 2016, the OPERS Board adopted certain assumption changes which will impact their annual actuarial valuation prepared as of December 31, 2016. The most significant change is a reduction in the discount rate from 8.0 percent to 7.5 percent. Although the exact amount of these changes is not known, the impact to the City's net pension liability is expected to be significant.

Actuarial Assumptions – OP&F

OP&F's total pension liability as of December 31, 2015 is based on the results of an actuarial valuation date of January 1, 2015, 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.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2015, are presented below:

Valuation date	January 1, 2015
Actuarial cost method	Entry age normal
Investment rate of return	8.25 percent
Projected salary increases	4.25 percent to 11 percent
Payroll increases	3.75 percent
Inflation assumptions	3.25 percent
Cost of living adjustments	2.60 and 3.00 percent simple

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

The most recent experience study was completed for the five-year period ended December 31, 2011. The recommended assumption changes based on this experience study were adopted by OPF's Board and were effective beginning with the January 1, 2012 actuarial valuation.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

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 OPF's target asset allocation as of December 31, 2015 are summarized below:

Asset Class	Target Allocation	10 Year Expected Real Rate of Return **	30 Year Expected Real Rate of Return **
Cash and Cash Equivalents	- %		
Domestic Equity	16.00	4.47 %	7.80 %
Non-US Equity	16.00	4.47	8.00
Core Fixed Income *	20.00	1.62	5.35
Global Inflation			
Protected Securities *	20.00	1.33	4.73
High Yield	15.00	3.39	7.21
Real Estate	12.00	3.93	7.43
Private Markets	8.00	6.98	10.73
Timber	5.00	4.92	7.35
Master Limited Partnerships	8.00	7.03	10.75
Total	120.00 %		

* levered 2x

** numbers include inflation

OPF'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.

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

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

	1% Decrease (7.25%)	Current Discount Rate (8.25%)	1% Increase (9.25%)
City's proportionate share of the net pension liability	\$ 61,650,313	\$ 46,744,946	\$ 34,118,620

NOTE 14 - POSTRETIREMENT BENEFIT PLANS

A. Ohio Public Employees Retirement System

Plan Description - OPERS maintains a cost-sharing multiple employer defined benefit post-employment healthcare plan, which includes a medical plan, prescription drug program and Medicare Part B premium reimbursement, to qualifying members of both the Traditional Pension Plan and the Combined Plan. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

To qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have ten years or more of qualifying Ohio service credit. The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

Disclosures for the healthcare plan are presented separately in the OPERS financial report which may be obtained by visiting <https://www.opers.org/financial/reports.shtml>, writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642 or by calling (800) 222-7377.

Funding Policy - The post-employment healthcare plan was established under, and is administered in accordance with, Internal Revenue Code Section 401(h). State statute requires that public employers fund post-employment healthcare through contributions to OPERS. A portion of each employer's contribution to the Traditional or Combined Plans is set aside for the funding of post-employment health care.

Employer contribution rates are expressed as a percentage of the covered payroll of active employees. In 2016, local government employers contributed 14.00% of covered payroll. Each year the OPERS' Retirement Board determines the portion of the employer contribution rate that will be set aside for the funding of the postemployment health care benefits. The portion of employer contributions allocated to fund post-employment healthcare for members in the Traditional Plan and Combined Plan for 2016 was 2.00%.

The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. Active members do not make contributions to the post-employment healthcare plan.

CITY OF WESTERVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 14 - POSTRETIREMENT BENEFIT PLANS - (Continued)

The City's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2016, 2015, and 2014 were \$411,731, \$385,917, and \$376,369, respectively; 95.95% has been contributed for 2016 and 100% has been contributed for 2015 and 2014. The remaining 2016 post-employment health care benefits liability has been reported as intergovernmental payable on the basic financial statements.

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the recent passage of pension legislation under State Bill 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4.00% of the employer contributions toward the health care fund after the end of the transition period.

B. Ohio Police and Fire Pension Fund

Plan Description - The City contributes to the OP&F Pension Fund sponsored health care program, a cost-sharing multiple-employer defined postemployment health care plan administered by OP&F. OP&F provides healthcare benefits including coverage for medical, prescription drugs, dental, vision, Medicare Part B Premium and long term care to retirees, qualifying benefit recipients and their eligible dependents.

OP&F provides access to post-employment health care coverage to any person who receives or is eligible to receive a monthly service, disability or survivor benefit check or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45.

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 statements and required supplementary information for the plan. That report may be obtained by writing to the OP&F, 140 East Town Street, Columbus, Ohio 43215-5164 or by visiting the website at www.op-f.org.

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, 19.50% and 24.00% of covered payroll for police and fire employers, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.50% of covered payroll for police employer units and 24.00% of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

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

CITY OF WESTERVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 14 - POSTRETIREMENT BENEFIT PLANS - (Continued)

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan into the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. The portion of employer contributions allocated to health care was .5% of covered payroll from January 1, 2016 thru December 31, 2016. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that the pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

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

The City's contributions to OP&F which were allocated to fund post-employment healthcare benefits for police officers and firefighters were \$37,752 and \$36,730 for the year ended December 31, 2016, \$37,251 and \$36,466 for the year ended December 31, 2015, and \$32,423 and \$33,123, for the year ended December 31, 2014. 100% has been contributed for 2015 and 2014. 95.98% has been contributed for police and 95.77% has been contributed for firefighters for 2016. The remaining 2016 post-employment health care benefits liability has been reported as intergovernmental payable on the basic financial statements.

NOTE 15 - EMPLOYEE BENEFITS

A. Deferred Compensation

Employees of the City may elect to participate in the International City Managers Association or Ohio Public Employees Deferred Compensation Plan created in accordance with Internal Revenue Code Section 457. Under these plans, employees elect to defer a portion of their pay. The deferred pay and any income earned on it is not subject to federal and state income taxation until actually received by the employee. According to the plans, the deferred compensation is not available until termination, retirement, death or an unforeseeable emergency.

B. Compensated Absences

Vacation leave is earned at rates which vary depending upon length of service. Current policy credits vacation leave on the employee's first anniversary date; thereafter, vacation leave accrues on a pro-rated basis each pay period. A maximum of two years' accrual may be carried into the next calendar year. City employees are paid for earned, unused vacation leave at the time of termination of employment and those employees with six years of service may request pay in lieu of vacation for up to three weeks accumulated balance. Pay in lieu of vacation is subject to the availability of funds, and the employee must have taken or scheduled 10 days of vacation in a calendar year.

Sick leave is earned at the rate of ten hours a month for employees hired prior to January 1, 1997. All others earn eight hours per month. Each employee, excluding police union members, with ten or more years of service with the City is paid for fifty percent of their accumulated unused sick leave up to a maximum of 1,120 hours upon retirement or termination from the City, or the full balance may be transferred to another governmental agency. The maximum payment for sick leave is \$20,500. Police union members are eligible to convert up to 1,350 hours on the basis of one hour for every two hours of sick leave to a maximum of 675 hours. Payments for sick leave conversion are based on the Step 5 hourly rate for a patrol officer in effect at the time. For 2016 this rate was \$41.49, making the maximum payment \$28,005.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 15 - EMPLOYEE BENEFITS - (Continued)

C. Health Care/Dental/Vision/Life Insurance Benefits

The City provides health care, dental, and life insurance coverage for its employees through United Healthcare, and vision coverage through Vision Service Plan.

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS

Bonded debt and other long-term obligations payable activity for the year ended December 31, 2016, were as follows:

<i>Types / Issues</i>	<i>Interest Rates</i>	<i>Balance 12/31/15</i>	<i>Issued</i>	<i>Retired</i>	<i>Balance 12/31/16</i>	<i>Due Within One Year</i>
<u>Business-Type Activities</u>						
<u>General Obligation Bonds</u>						
2007 Water System Improvement Bonds	4.13 - 5.00%	\$ 760,000	\$ -	\$ 660,000	\$ 100,000	\$ 50,000
Premium on Debt Issue		18,834	-	15,628	3,206	-
2009 Water System Improvement Bonds	1.00 - 5.00%	1,478,912	-	914,657	564,255	86,870
Premium on Debt Issue		11,475	-	6,525	4,950	-
2010 Water System Improvement Bonds	2.00 - 5.00%	1,070,000	-	450,000	620,000	55,000
Premium on Debt Issue		23,198	-	9,281	13,917	-
2011 Water System Improvement Bonds	2.00 - 4.375%	915,000	-	365,000	550,000	45,000
2012 Water System Improvement Bonds	2.00 - 5.00%	555,000	-	25,000	530,000	25,000
Premium on Debt Issue		8,718	-	498	8,220	-
2016 Water System Advance Refunding Bonds	2.00 - 3.00%	-	2,265,000	-	2,265,000	5,000
Premium on Debt Issue		-	170,599	2,280	168,319	-
2009 Electric System Imp. Refunding Bonds	2.00 - 5.00%	595,000	-	140,000	455,000	145,000
Premium on Debt Issue		25,282	-	6,319	18,963	-
2009 Transportation Imp. Refunding Bonds	2.00 - 5.00%	268,065	-	84,915	183,150	89,910
Premium on Debt Issue		13,419	-	4,473	8,946	-
2009 Electric System Improvement Bonds	1.00 - 5.00%	2,490,000	-	1,540,000	950,000	150,000
Premium on Debt Issue		20,423	-	11,615	8,808	-
2010 Electric System Improvement Bonds	2.00 - 5.00%	1,245,000	-	525,000	720,000	65,000
Premium on Debt Issue		27,189	-	10,874	16,315	-
2011 Electric System Improvement Bonds	2.00 - 4.375%	4,870,000	-	1,930,000	2,940,000	240,000
2012 Electric Capital Facilities Refunding Bonds	2.0 - 5.0%	695,000	-	70,000	625,000	70,000
Premium on Debt Issue		61,030	-	6,424	54,606	-

- (Continued)

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

<i>Types / Issues</i>	<i>Interest Rates</i>	<i>Balance 12/31/15</i>	<i>Issued</i>	<i>Retired</i>	<i>Balance 12/31/16</i>	<i>Due Within One Year</i>
<u>Business-Type Activities</u>						
<u>General Obligation Bonds - (Continued)</u>						
2012 Electric System Bonds	2.0 - 5.0%	\$ 1,385,000	\$ -	\$ 65,000	\$ 1,320,000	\$ 65,000
Premium on Debt Issue		22,674	-	1,296	21,378	-
2016 Electric System Advance Refunding Bonds	2.00 - 3.00%	-	3,780,000	-	3,780,000	20,000
Premium on Debt Issue		-	328,713	4,219	324,494	-
2009 Sewer System Improvement Bonds	1.00 - 5.00%	991,088	-	610,343	380,745	58,130
Premium on Debt Issue		7,756	-	4,414	3,342	-
2012 Sewer Line Improvement Bonds	2.0 - 5.0%	630,000	-	30,000	600,000	30,000
Premium on Debt Issue		9,895	-	565	9,330	-
2016 Sewer Advance Refunding Bonds	2.00 - 3.00%	-	580,000	-	580,000	5,000
Premium on Debt Issue		-	47,031	598	46,433	-
Total General Obligation Bonds		18,197,958	7,171,343	7,494,924	17,874,377	1,204,910
<u>Revenue Bonds</u>						
2010 Data Center Revenue Bonds	2.00 - 5.00%	4,805,000	-	245,000	4,560,000	250,000
Premium on Debt Issue		349,155	-	23,277	325,878	-
2011 Data Center and Fiber Network Revenue Bonds	2.78 - 6.03%	2,955,000	-	130,000	2,825,000	135,000
2014 Electric Revenue Refunding Bonds	4.125 - 5.00%	13,235,000	-	930,000	12,305,000	955,000
Total Revenue Bonds		21,344,155	-	1,328,277	20,015,878	1,340,000
<u>Other Long-Term Obligations</u>						
Net Pension Liability		4,566,176	1,991,847	-	6,558,023	-
Compensated Absences		852,150	430,298	466,666	815,782	477,438
OWDA Loan		10,657,963	1,399,056	533,361	11,523,658	567,264
ODNR Debt		1,407,764	-	51,218	1,356,546	52,868
Total Other Long-Term Obligations		17,484,053	3,821,201	1,051,245	20,254,009	1,097,570
Total Business-Type Activities		\$ 57,026,166	\$ 10,992,544	\$ 9,874,446	\$ 58,144,264	\$ 3,642,480

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

<i>Types / Issues</i>	<i>Interest Rates</i>	<i>Balance 12/31/15</i>	<i>Issued</i>	<i>Retired</i>	<i>Balance 12/31/16</i>	<i>Due Within One Year</i>
<u>Governmental Activities</u>						
<u>General Obligation Bonds</u>						
2007 Westar TIF Improvement Bonds	4.13 - 5.00%	\$ 265,000	\$ -	\$ 225,000	\$ 40,000	\$ 20,000
Premium on Debt Issue		6,531	-	5,420	1,111	-
2009 Transportation Improvement Refunding Bonds	2.00 - 5.00%	536,935	-	170,085	366,850	180,090
Premium on Debt Issue		26,881	-	8,959	17,922	-
2009 Recreation Facilities Refunding Bonds	2.00 - 5.00%	5,485,000	-	1,740,000	3,745,000	1,825,000
Premium on Debt Issue		274,044	-	91,348	182,696	-
2009 Land Purchase Bonds	1.00 - 5.00%	1,250,000	-	770,000	480,000	75,000
Premium on Debt Issue		9,728	-	5,534	4,194	-
2010 Aquatic Center Improvement Bonds	2.00 - 5.00%	3,355,000	-	625,000	2,730,000	640,000
Premium on Debt Issue		262,934	-	52,587	210,347	-
2010 Main Street Bridge Improvement Bonds	2.00 - 5.00%	630,000	-	265,000	365,000	35,000
Premium on Debt Issue		13,135	-	5,253	7,882	-
2011 Parks and Recreation Property Acquisition Bonds	2.00 - 4.375%	1,075,000	-	425,000	650,000	55,000
2011 Street Improvement and South State Streetscape Bonds	2.00 - 4.375%	1,615,000	-	640,000	975,000	80,000
2012 Fire/EMS Voted Refunding Bonds	2.00 - 4.00%	1,245,000	-	140,000	1,105,000	140,000
Premium on Debt Issue		90,210	-	10,613	79,597	-
2012 Fire/EMS Blendon Refunding Bonds	2.00 - 5.00%	205,000	-	25,000	180,000	25,000
Premium on Debt Issue		15,592	-	1,834	13,758	-
2012 Municipal Improvement Refunding Bonds	2.00 - 5.00%	1,665,000	-	190,000	1,475,000	195,000
Premium on Debt Issue		130,392	-	15,341	115,051	-
2012 Road Improvement Bonds	2.00 - 5.00%	2,120,000	-	95,000	2,025,000	100,000
Premium on Debt Issue		143,352	-	8,192	135,160	-
2013 Road Improvements Bonds	0.40 - 5.00%	990,000	-	5,000	985,000	5,000
Premium on Debt Issue		45,866	-	2,548	43,318	-
2013 Hempstead/Walnut Pedestrian Path Bonds	0.40 - 5.00%	990,000	-	5,000	985,000	5,000
Premium on Debt Issue		45,317	-	2,518	42,799	-
2013 Service Complex Bonds	0.40 - 5.00%	3,530,000	-	5,000	3,525,000	5,000
Premium on Debt Issue		164,891	-	9,161	155,730	-
2013 Gateway Development Bonds	0.40 - 5.00%	1,260,000	-	5,000	1,255,000	5,000
Premium on Debt Issue		57,726	-	3,207	54,519	-

- (Continued)

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

<i>Types / Issues</i>	<i>Interest Rates</i>	<i>Balance 12/31/15</i>	<i>Issued</i>	<i>Retired</i>	<i>Balance 12/31/16</i>	<i>Due Within One Year</i>
<u>Governmental Activities</u>						
<u>General Obligation Bonds - (Continued)</u>						
2013 S. State Street TIF Bonds	0.40 - 5.00%	\$ 880,000	\$ -	\$ 5,000	\$ 875,000	\$ 5,000
Premium on Debt Issue		40,305	-	2,239	38,066	-
2014 Parking Lot Improvement Bonds	2.00 - 4.00%	1,010,000	-	40,000	970,000	45,000
Premium on Debt Issue		50,789	-	2,836	47,953	-
2014 Hempstead Path Project Bonds	2.00 - 4.00%	1,030,000	-	40,000	990,000	45,000
Premium on Debt Issue		51,513	-	2,876	48,637	-
2014 Street Rehab Project Bonds	2.00 - 4.00%	2,525,000	-	105,000	2,420,000	105,000
Premium on Debt Issue		125,802	-	7,024	118,778	-
2015 Worthington Rd. TIF Bonds	2.00 - 4.00%	8,000,000	-	100,000	7,900,000	110,000
Premium on Debt Issue		532,979	-	26,760	506,219	-
2016 Advance Refunding Bonds	2.00 - 3.00%	-	2,215,000	-	2,215,000	10,000
Premium on Debt Issue		-	186,645	2,421	184,224	-
Total General Obligation Bonds		41,749,922	2,401,645	5,886,756	38,264,811	3,710,090
<u>Non-Tax Revenue Bonds</u>						
2014 Altair Non-Tax Revenue Bonds	2.00 - 4.00%	9,400,000	-	5,000	9,395,000	85,000
Premium on Debt Issue		774,066	-	43,164	730,902	-
Total Non-Tax Revenue Bonds		10,174,066	-	48,164	10,125,902	85,000
<u>Long-Term Notes</u>						
2015 Non-Tax Revenue Notes	1.000%	5,820,000	-	5,820,000	-	-
Premium on Debt Issue		10,999	-	10,999	-	-
2016 Non-Tax Revenue Notes	1.500%	-	3,500,000	-	3,500,000	-
Premium on Debt Issue		-	32,082	21,566	10,516	-
Total Non-Tax Revenue Notes		5,830,999	3,532,082	5,852,565	3,510,516	-
<u>OPWC Loans</u>						
OPWC Loan - South State Street and Huber						
Village Boulevard/Heatherdown Drive Intersection		1,295,454	-	68,182	1,227,272	68,182
OPWC Loan - Worthington Road/Lazelle Rd.		602,568	-	28,026	574,542	28,026
OPWC Loan - S. State/Shrock Intersection		-	1,900,222	-	1,900,222	-
Total OPWC Loans		1,898,022	1,900,222	96,208	3,702,036	96,208

- (Continued)

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

<i>Types / Issues</i>	<i>Interest Rates</i>	<i>Balance 12/31/15</i>	<i>Issued</i>	<i>Retired</i>	<i>Balance 12/31/16</i>	<i>Due Within One Year</i>
<u>Governmental Activities</u>						
<u>General Obligation Bonds - (Continued)</u>						
<u>Other Long-Term Obligations</u>						
Compensated Absences		\$ 4,267,926	\$ 3,086,421	\$ 2,726,009	\$ 4,628,338	\$ -
Net Pension Liability		50,761,124	15,387,078	-	66,148,202	-
Police Pension Liability		16,007	-	820	15,187	856
<i>Total Other Long-Term Obligations</i>		<u>55,045,057</u>	<u>18,473,499</u>	<u>2,726,829</u>	<u>70,791,727</u>	<u>856</u>
<i>Total Governmental Activities</i>		<u>\$ 114,698,066</u>	<u>\$ 26,307,448</u>	<u>\$ 14,610,522</u>	<u>\$ 126,394,992</u>	<u>\$ 3,892,154</u>
 Total - All Long-Term Obligations		<u>\$ 171,724,232</u>	<u>\$ 37,299,992</u>	<u>\$ 24,484,968</u>	<u>\$ 184,539,256</u>	<u>\$ 7,534,634</u>

General Obligation Bonds

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 to be repaid from voted and unvoted general property taxes and from income tax revenues. The debt will be repaid from the General Obligation Bond Retirement Fund. Unvoted property tax and income tax monies are transferred from the General Fund, the Parks and Recreation Income Tax Allocation Special Revenue Fund, and the General Capital Improvement Capital Projects Fund into the General Obligation Bond Retirement Fund for payment. The general obligation bonds reported as enterprise fund obligations are payable from unvoted property tax revenues to the extent operating resources of the Water, Sewer and Electric Enterprise Funds are not available to meet the annual debt service requirements.

During 2007, the City issued \$18,410,000 in general obligation various purpose bonds for the purpose of making improvements to the water and municipal electric systems and for Westar TIF improvements. The bonds were issued for a period of 20 years with a final maturity in December 2027. The bonds will be retired from the General Bond Retirement Debt Service Fund and the Water and Electric Enterprise Funds. During 2014, \$12,590,000 of the outstanding electric systems bonds were refunded. During 2016, \$210,000 and \$610,000 of the outstanding Westar TIF and water bonds, respectively, were refunded.

On December 16, 2009, the City issued \$8,215,000 in general obligation various purpose bonds for the purpose of retiring the Various Purpose Notes, making improvements to the water, sewer, and municipal electric systems, and for land acquisition. Of these bonds, \$3,495,000, are serial bonds and \$4,720,000 are term bonds. The bonds were issued for a 20 year period with final maturity in December 2029. The serial bonds mature from December 1, 2010 to December 1, 2019. The bonds will be retired from the General Bond Retirement Debt Service Fund and the Water, Sewer, and Electric Enterprise Funds. During 2016, \$700,000, \$1,395,000, \$827,787 and \$552,213 of the outstanding land acquisition, electric, water and sewer term bonds, respectively, were refunded.

CITY OF WESTERVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

The outstanding term bonds at December 31, 2016, which amount to \$1,245,000, mature annually on December 1, 2020 through 2022, and are subject to 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:

<u>Year</u>	<u>Amounts</u>
2020	\$400,000
2021	415,000
2022	<u>430,000</u>
	<u><u>\$1,245,000</u></u>

On July 27, 2010, the City issued \$9,870,000 in various purpose general obligation bonds for the purpose of removing the Highlands Pool and constructing the new Highlands Park Aquatic Center, reconstructing the Main Street Bridge, and making improvements to the Water and Electric Systems. Of these bonds, \$7,735,000, are serial bonds and \$2,135,000 are term bonds. The bonds were issued for a 20 year period with final maturity in December 2030. The serial bonds mature from December 1, 2011 to December 1, 2020. The bonds will be retired from the General Bond Retirement Debt Service Fund and the Water and Electric Enterprise Funds. During 2016, \$235,000, \$395,000 and \$460,000 of the outstanding Main Street Bridge, water, and electric term bonds were refunded.

The outstanding term bonds at December 31, 2016, which amounted to \$485,000, mature annually on December 1, 2029 and December 1, 2030, and are subject to mandatory sinking fund redemption in part by lot at a redemption price equal to 100 percent of the principal amount redeemed, plus interest accrued to the redemption date, on December 1 in the years and the respective amounts as follows:

<u>Year</u>	<u>Amounts</u>
2029	\$235,000
2030	<u>250,000</u>
	<u><u>\$485,000</u></u>

The bonds maturing after December 1, 2028 are also subject to prior redemption on or after June 1, 2028, by and at the sole option of the City, either in whole or in part on any date and in integral multiples of \$5,000, at par, plus accrued interest to the redemption date.

On April 28, 2011, the City issued \$9,995,000 in various purpose general obligation bonds for the purpose of acquiring land for parks and recreation, street improvements and South State streetscape, and making improvements and advanced metering infrastructure to the Water and Electric Systems. Of these bonds, \$4,660,000, are serial bonds and \$5,335,000 are term bonds. The bonds were issued for a 20 year period with final maturity in December 2031. The serial bonds mature from December 1, 2012 to December 1, 2022. The bonds will be retired from the General Bond Retirement Debt Service Fund and the Water and Electric Enterprise Funds. During 2016, \$375,000, \$560,000, \$320,000 and \$1,695,000 of the outstanding parks and recreation, street improvements, water and electric term bonds, respectively, were refunded.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

The outstanding term bonds at December 31, 2016, which amount to \$1,360,000, mature on December 1, 2031, and are subject to mandatory sinking fund redemption in part by lot at a redemption price equal to 100 percent of the principal amount redeemed, plus interest accrued to the redemption date, on December 1 in the years and the respective amounts as follows:

Year	Amounts
2030	\$ 665,000
2031	695,000
	\$1,360,000

The bonds maturing after December 1, 2029 are also subject to prior redemption on or after June 1, 2029, by and at the sole option of the City, either in whole or in part on any date and in integral multiples of \$5,000, at par, plus accrued interest to the redemption date.

On June 18, 2013, the City issued \$7,700,000 in general obligation various purpose bonds for the purpose of improving S. State Street, constructing a recreational path, constructing a new public service facility and remodeling an existing facility, and road improvements. Of these bonds, \$1,800,000, are serial bonds and \$5,900,000 are term bonds. The bonds were issued for a 20 year period with final maturity in December 2033. The serial bonds mature from December 1, 2014 to December 1, 2023. The bonds will be retired from the General Bond Retirement Debt Service Fund.

The term bonds, issued at \$5,900,000, maturing annually on December 1, 2018, December 1, 2026, December 1, 2028 and December 1, 2033, are subject to mandatory sinking fund redemption in part by lot at a redemption price equal to 100 percent of the principal amount redeemed, plus interest accrued to the redemption date, on December 1 for the remaining years and the respective amounts as follows:

Year	Amounts
2017	\$25,000
2018	25,000
2024	480,000
2025	495,000
2026	515,000
2027	535,000
2028	565,000
2029	595,000
2030	615,000
2031	640,000
2032	665,000
2033	695,000
	\$5,850,000

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

On May 6, 2014, the City issued \$4,745,000 in general obligation various purpose serial bonds for the purpose of financing parking lot improvements, the Hempstead path project, and road improvements. The bonds were issued for a 19 year period with final maturity in December 2033. The serial bonds mature from December 1, 2015 to December 1, 2033. The bonds will be retired from the General Bond Retirement Debt Service Fund.

On October 29, 2015, the City issued \$8,000,000 in general obligation capital facilities serial and term bonds for the purpose of financing the Worthington Road project. The bonds were issued for a 20 year period with final maturity in December 2035. Of these bonds, \$4,390,000 are serial bonds and \$3,610,000 are term bonds. The serial bonds mature from December 1, 2016 to December 1, 2028. The bonds will be retired from the General Bond Retirement Debt Service Fund.

The term bonds, issued at \$3,610,000 maturing annually on December 1, 2030, 2032, 2035, are subject to mandatory sinking fund redemption in part by lot at a redemption price equal to 100 percent of the principal amount redeemed, plus interest accrued to the redemption date, on December 1 in the years and the respective amounts as follows:

Year	Amounts
2029	\$455,000
2030	475,000
2031	495,000
2032	515,000
2033	535,000
2034	555,000
2035	580,000
	<u>\$3,610,000</u>

General Obligation Refunding Bonds

In July 2009, the City issued \$18,595,000 in Electric System Improvement, Transportation Improvement and Recreation Facilities General Obligation Refunding Bonds. The proceeds were used to advance refund the 1998 Transportation Improvement Bonds, the 1998 Recreation Facilities Bonds and the 1999 Electric System Improvement Bonds in the total amount of \$18,875,000. These bonds will be retired from the Electric Fund.

In June 2012, the City issued \$9,920,000 in general obligation bonds for the purpose of street, water, sewer, and electric improvements as well as advance refunding a portion of various general obligation issues in order to take advantage of lower interest rates. Proceeds of \$4,610,000 were used to advance the refund the 2003 Series Fire/EMS Bonds (\$1,520,000), the 2003 Fire/EMS Blendon Bonds (\$251,200), the 2003 Municipal Facilities Bonds (\$2,068,800) and the 2004 Electric Capital Facilities Bonds (\$770,000). The bonds will be retired from the General Bond Retirement Debt Service Fund, Water Fund, Sewer Fund, and Electric Fund.

The 2012 refunding bonds were sold at a premium of \$505,475. Proceeds of \$4,939,015 were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the various bonds (\$4,083,163 for governmental activities and \$855,852 for business-type activities/Enterprise Fund). As a result, \$4,610,000 of these bonds are considered defeased and the liability for the refunded portion of these bonds have been removed from the City's financial statements. As of December 31, 2016, \$3,495,000 of the bonds were not matured and unpaid.

CITY OF WESTERVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

The reacquisition price exceeded the net carrying amount of the old debt by \$263,679 for governmental activities and \$66,534 for business-type activities/Enterprise Fund. These amounts are presented as a Deferred Charge on Refunding and amortized over the remaining life of the new debt. The City decreased its total debt service payments by \$113,313 as a result of the advance refunding. The City also incurred an economic gain (difference between the present values of the old and new debt service payments) of \$330,212.

In October 2016, the City issued \$8,840,000 in general obligation various purpose refunding bonds to advance refund a portion of various general obligation issues in order to take advantage of lower interest rates. Proceeds of \$8,840,000 were used to advance the refund the Series 2007 Westar TIF improvements and water term bonds (\$820,000), Series 2009 land acquisition, electric, water and sewer term bonds (\$3,475,000), Series 2010 Main Street Bridge, electric and water term bonds (\$1,090,000) and the Series 2011 parks and recreation, street improvements, water and electric term bonds (\$2,950,000). The refunding bonds will be retired from the General Bond Retirement Debt Service Fund, Water Fund, Sewer Fund, and Electric Fund.

The 2016 refunding bonds were sold at a premium of \$732,988. Proceeds of \$9,342,945, were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the various bonds (\$2,339,710 for governmental activities and \$7,003,235 for business-type activities/Enterprise Funds). As a result, \$8,335,000 of these bonds are considered defeased and the liability for the refunded portion of these bonds have been removed from the City's financial statements. As of December 31, 2016, \$8,335,000 of the bonds were not matured and unpaid.

The reacquisition price exceeded the net carrying amount of the old debt by \$245,634 for governmental activities and \$697,710 for business-type activities/Enterprise Funds. These amounts are presented as a Deferred Charge on Refunding and amortized over the remaining life of the new debt. The City decreased its total debt service payments by \$974,269 as a result of the advance refunding. The City also incurred an economic gain (difference between the present values of the old and new debt service payments) of \$933,856.

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CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

General obligation bonds outstanding at December 31, 2016 consisted of the following:

<i>Bond Issues</i>	<i>Original Issue</i>	<i>Maturity Date</i>	<i>Balance</i>
2007 Water System Improvement Bonds	\$ 1,085,000	December, 2027	\$ 100,000
2009 Water System Improvement Bonds	1,954,212	December, 2029	564,255
2010 Water System Improvement Bonds	1,320,000	December, 2030	620,000
2011 Water System Improvement Bonds	1,075,000	December, 2031	550,000
2012 Water System Improvement Bonds	630,000	December, 2032	530,000
2016 Water System Improvement Refunding Bonds	2,265,000	December, 2029	2,265,000
2009 Electric System Improvement Refunding Bonds	1,355,000	December, 2019	455,000
2009 Transportation Improvement Refunding Bonds	734,265	December, 2018	183,150
2009 Electric System Improvement Bonds	3,295,000	December, 2029	950,000
2010 Electric System Improvement Bonds	1,535,000	December, 2030	720,000
2011 Electric System Improvement Bonds	5,745,000	December, 2031	2,940,000
2012 Electric Capital Facilities Refunding Bonds	785,000	December, 2024	625,000
2012 Electric System Improvement Bonds	1,565,000	December, 2032	1,320,000
2016 Electric System Improvement Refunding Bonds	3,780,000	December, 2029	3,780,000
2009 Sewer System Improvement Bonds	1,310,788	December, 2029	380,745
2012 Sewer Line Improvement Bonds	715,000	December, 2032	600,000
2016 Sewer System Improvement Refunding Bonds	580,000	December, 2029	580,000
2007 Westar TIF Improvement Bonds	380,000	December, 2027	40,000
2009 Transportation Improvement Refunding Bonds	1,470,735	December, 2018	366,850
2009 Recreation Facilities Refunding Bonds	15,035,000	December, 2018	3,745,000
2009 Land Purchase Bonds	1,655,000	December, 2029	480,000
2010 Aquatic Center Improvement Bonds	6,235,000	December, 2020	2,730,000
2010 Main Street Bridge Improvement Bonds	780,000	December, 2030	365,000
2011 Parks and Recreation Property Acquisition Bonds	1,270,000	December, 2031	650,000
2011 Street Improvement and South State Streetscape Bonds	1,905,000	December, 2031	975,000
2012 Fire/EMS Voted Refunding Bonds	1,520,000	December, 2023	1,105,000
2012 Fire/EMS Blendon Refunding Bonds	250,000	December, 2023	180,000
2012 Municipal Improvement Refunding Bonds	2,055,000	December, 2023	1,475,000
2012 Road Improvement Bonds	2,400,000	December, 2032	2,025,000
2013 Road Improvement Bonds	1,000,000	December, 2033	985,000
2013 Hempstead/Walnut Pedestrian Path Bonds	1,000,000	December, 2033	985,000
2013 Service Complex Bonds	3,540,000	December, 2033	3,525,000
2013 Gateway Development Bonds	1,270,000	December, 2033	1,255,000
2013 S. State Street TIF Bonds	890,000	December, 2033	875,000
2014 Parking Lot Improvement Bonds	1,050,000	December, 2033	970,000
2014 Hempstead Path Project Bonds	1,070,000	December, 2033	990,000
2014 Street Rehab Project Bonds	2,625,000	December, 2033	2,420,000
2015 Worthington Road Capital Facilities Bonds	8,000,000	December, 2035	7,900,000

- (Continued)

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

<i>Bond Issues - (Continued)</i>	<i>Original Issue</i>	<i>Maturity Date</i>	<i>Balance</i>
2016 Westar TIF Improvement Refunding Bonds	\$ 220,000	December, 2027	\$ 220,000
2016 Land Purchase Refunding Bonds	735,000	December, 2029	735,000
2016 Main Street Bridge Improvement Refunding Bonds	250,000	December, 2028	250,000
2016 Parks and Recreation Property Acquisition Refunding Bonds	405,000	December, 2029	405,000
2016 Road Improvement Bonds	605,000	December, 2029	605,000

ODNR Debt Payable

In 1974, the City entered into a 60 year agreement with the State of Ohio, Department of Natural Resources (ODNR), whereby the City acquired the right to seven and one-half percent of the storage capacity of the Alum Creek Reservoir. In exchange for the water rights, the City agreed to pay to ODNR, beginning in the tenth year of the agreement, seven and one-half percent of their annual payment due to the United States Army Corps of Engineers as reimbursement of the project investment costs. In addition, the City is required to pay seven and one-half percent of the annual operation and maintenance costs for as long as the contract is in effect. The original ODNR Debt of \$2,366,440 will be fully retired in June 2035. The debt will be repaid from the Water Fund.

OWDA Loans Payable

During 2014, the City was approved for an Ohio Water Development Authority loan in the amount of \$13,595,842 for water treatment plant upgrades. The City received proceeds of \$5,750,158, \$5,169,382 and \$1,399,056 during 2014, 2015 and 2016, respectively. A debt service schedule will be available once the loan is fully disbursed. The loan will be retired from the Water fund.

OPWC Loans Payable

On February 20, 2009, the City was approved for two Ohio Public Works Commission (OPWC) loans. The Worthington Road/Lazelle Road improvements loan is for \$700,659 and the South State Street and Huber Village Boulevard/Heatherdown Drive Intersection loan is for \$1,500,000. Payments on the Worthington Road/Lazelle Road improvement loan will be fully retired in January 2037 and payments on the State Street and Huber Village Boulevard/Heatherdown Drive Intersection loan will be fully retired in July 2034. The debt will be repaid from the South State Street TIF Incentive Fund and Worthington Road TIF Fund.

The City was approved for an additional OPWC loan for the South State/Schrock Intersection Improvements and received loan proceeds of \$1,900,222 during 2016. A debt service schedule will be available once the loan is fully disbursed. The debt will be repaid from the South State Street TIF Incentive Fund.

Revenue Bonds

On October 27, 2010 the City issued \$5,280,000 in Data Center Revenue Bonds (Recovery Zone Facilities Bonds) for the purpose of constructing a community data center. The Data Center 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 non-tax revenues. Of these bonds, \$1,760,000, are serial bonds and \$3,520,000 are term bonds. The bonds were issued for a 20 year period with final maturity in December 2030. The serial bonds mature from December 1, 2014 to December 1, 2020. Annual principal and interest payments on the bonds are expected to require 5.32 percent of non-tax revenues. Principal and interest paid for the current year and non-tax revenues for the current year were \$457,100 and \$8,589,601, respectively.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

The term bonds maturing annually on December 1, 2025 and December 1, 2030 are subject to mandatory sinking fund redemption in part by lot at a redemption price equal to 100 percent of the principal amount redeemed, plus interest accrued to the redemption date, on December 1 in the years and the respective amounts as follows:

Year	Amounts
2021	\$280,000
2022	295,000
2023	310,000
2024	325,000
2025	340,000
2026	355,000
2027	375,000
2028	395,000
2029	410,000
2030	435,000
	<u>\$3,520,000</u>

The bonds maturing after December 1, 2020 are also subject to prior redemption on or after December 1, 2020, by and at the sole option of the City, either in whole or in part on any date and in integral multiples of \$5,000, at par, plus accrued interest to the redemption date.

The City has pledged future revenue to repay revenue bonds in the Community Data Center Enterprise Fund. The debt is payable solely from non-tax revenues and are payable through 2030. The total principal and interest remaining to be paid on the bonds is \$6,380,800.

On May 24, 2011 the City issued \$3,200,000 in Data Center and Fiber Network Revenue Bonds for the purpose of acquiring, constructing, equipping, furnishing, and improving a community data center and a related fiber network. The Data Center and Fiber Network 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 non-tax revenues. The bonds are term bonds and were issued for a 20 year period with final maturity in December 2031. Annual principal and interest payments on the bonds are expected to require 3.33 percent of non-tax revenues. Principal and interest paid for the current year and non-tax revenues for the current year were \$285,883 and \$8,589,601, respectively.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

The term bonds maturing annually on December 1, 2016, 2018, 2021, 2026, and 2031 are subject to mandatory sinking fund redemption in part by lot at a redemption price equal to 100 percent of the principal amount redeemed, plus interest accrued to the redemption date, on December 1 for the remaining years and the respective amounts as follows:

Year	Amounts
2019	\$ 140,000
2020	150,000
2022	165,000
2023	170,000
2024	180,000
2024	190,000
2027	215,000
2028	225,000
2029	240,000
2030	255,000
	<u>\$1,930,000</u>

The bonds maturing after December 1, 2021 are also subject to prior redemption on or after June 1, 2021, by and at the sole option of the City, either in whole or in part on any date and in integral multiples of \$5,000, at par, plus accrued interest to the redemption date.

The City has pledged future revenue to repay revenue bonds in the Community Data Center Enterprise Fund. The debt is payable solely from non-tax revenues and are payable through 2031. The total principal and interest remaining to be paid on the bonds is \$4,276,532.

On May 5, 2014, the City issued \$9,710,000 in Special Obligation Non-Tax Revenue Bonds for the purpose of acquiring various public infrastructure improvements. The Non-Tax 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 non-tax revenues. Of these bonds, \$4,425,000, are serial bonds and \$5,285,000 are term bonds. The bonds were issued for a 20 year period with final maturity in December 2030. The serial bonds mature from December 1, 2015 to December 1, 2033. Annual principal and interest payments on the bonds are expected to require 4.70 percent of non-tax revenues. The total principal and interest remaining on the bonds is \$13,718,975. Principal and interest paid for the current year and non-tax revenues for the current year were \$403,513 and \$8,589,601 respectively.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

The term bonds maturing annually on December 1, 2017 are subject to mandatory sinking fund redemption in part by lot at a redemption price equal to 100 percent of the principal amount redeemed, plus interest accrued to the redemption date, on December 1 in the years and the respective amounts as follows:

Year	Amounts
2017	\$ 85,000

The term bonds maturing annually on December 1, 2030 are subject to mandatory sinking fund redemption in part by lot at a redemption price equal to 100 percent of the principal amount redeemed, plus interest accrued to the redemption date, on December 1 in the years and the respective amounts as follows:

Year	Amounts
2027	\$ 640,000
2028	675,000
2029	705,000
2030	745,000
	<u>\$2,765,000</u>

The term bonds maturing annually on December 1, 2033 are subject to mandatory sinking fund redemption in part by lot at a redemption price equal to 100 percent of the principal amount redeemed, plus interest accrued to the redemption date, on December 1 in the years and the respective amounts as follows:

Year	Amounts
2031	\$ 780,000
2032	810,000
2033	840,000
	<u>\$2,430,000</u>

Revenue Refunding Bonds

On March 16, 2014, the City issued \$14,155,000 in Electric System Revenue Refunding Bonds to advance refund a portion (\$12,590,000) of the 2007 Electric System Improvement Bonds in order to take advantage of lower interest rates.

Proceeds of \$14,402,826 were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the bonds. As a result, \$12,590,000 of these bonds are considered defeased and the liability for the refunded portion of these bonds have been removed from the City's financial statements. As of December 31, 2016, \$11,110,000 of the bonds were not matured and unpaid.

CITY OF WESTERVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

The reacquisition price exceeded the net carrying amount of the old debt by \$1,468,671. This amount is presented as a Deferred Charge on Refunding and amortized over the remaining life of the new debt. The City decreased its total debt service payments by \$768,180 as a result of the advance refunding. The City also incurred an economic gain (difference between the present values of the old and new debt service payments) of \$404,611.

Annual principal and interest payments on the bonds are expected to require 7.63 percent of electric revenues. The total principal and interest remaining on the bonds is \$14,005,416. Principal and interest paid for the current year and electric net customer revenues for the current year were \$1,275,036 and \$16,718,101, respectively.

Long-Term Non-Tax Revenue Notes

On May 5, 2015, the City issued \$5,820,000 in Special Obligation Non-Tax Revenue Notes for the purpose of purchasing real property to support economic development and job creation within the City. These notes matured on May 4, 2016 and were reissued in the amount of \$3,500,000. The Non-Tax Revenue Notes 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 non-tax revenues. The 2016 notes mature on May 4, 2017 and were retired with notes issued on May 2, 2017 (see Note 27 for detail). The debt will be repaid from the General Fund.

Notes that were refinanced prior to the issuance of the financial statements and have a new maturity beyond the end of the year in which the report is issued have been reported in the government-wide statements as a long-term liability. The portion of the 2016 Special Obligation Non-Tax Revenue Notes issue that was retired on May 4, 2017 (see Note 27 for detail) has been reported as short-term notes payable in Note 17.

Police Pension Liability

The City pays installments on the accrued liability incurred when the State of Ohio established the statewide pension system for police personnel in 1967. The original liability was \$29,842, with the principal payable semiannually from the General Fund. The liability will be fully retired in April 2030.

Compensated Absences

Compensated absences will be paid from the General, Fire Operating, Street Maintenance, Parks and Recreation Operating, Water, Sewer, Refuse, Electric and Garage Funds.

Net Pension Liability

The net pension liability will be paid from the General, Fire Operating, Street Maintenance, Parks and Recreation Operating, Water, Sewer, Refuse, Electric and Garage Funds. See Note 13 for details on the net pension liability.

The City's overall legal debt margin was \$75,664,339, with an unvoted debt margin of \$23,101,543 at December 31, 2016.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

Future Debt Service Requirements

The principal and interest requirements to retire the long-term debt obligations outstanding at December 31, 2016 are:

<i>Year</i>	<i>Governmental Activities</i>			
	<i>General Obligation and General Obligation Refunding Bonds</i>		<i>General Obligation Non-Tax Revenue Bonds</i>	
	<i>Principal</i>	<i>Interest</i>	<i>Principal</i>	<i>Interest</i>
2017	\$ 3,710,090	\$ 1,328,550	\$ 85,000	\$ 398,413
2018	3,936,760	1,173,182	90,000	396,713
2019	2,070,000	1,007,731	200,000	394,913
2020	2,525,000	941,494	480,000	385,663
2021	1,845,000	856,179	500,000	367,663
2022-2026	8,805,000	3,352,871	2,845,000	1,495,663
2027-2031	9,005,000	1,873,686	3,545,000	794,688
2032-2035	4,360,000	343,613	1,650,000	90,263
<i>Totals</i>	\$ 36,256,850	\$ 10,877,306	\$ 9,395,000	\$ 4,323,979

<i>Year</i>	<i>Governmental Activities</i>		
	<i>Police Pension</i>		<i>OPWC Debt</i>
	<i>Principal</i>	<i>Interest</i>	<i>Principal</i>
2017	\$ 856	\$ 636	\$ 96,208
2018	892	600	96,208
2019	931	561	96,208
2020	971	521	96,208
2021	1,012	480	96,208
2022-2026	5,753	1,707	481,041
2027-2031	4,772	412	481,041
2032-2036	-	-	344,677
2037	-	-	14,015
<i>Totals</i>	\$ 15,187	\$ 4,917	\$ 1,801,814

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

<i>Year</i>	<i>Business-Type Activities</i>			
	<i>Water Refunding and Improvement Bonds</i>		<i>Sewer System Improvement and Refunding Bonds</i>	
	<i>Principal</i>	<i>Interest</i>	<i>Principal</i>	<i>Interest</i>
2017	\$ 266,870	\$ 141,482	\$ 93,130	\$ 47,586
2018	283,965	129,444	96,035	44,389
2019	298,965	119,725	96,035	41,858
2020	316,060	111,093	98,940	39,252
2021	328,150	100,798	106,850	36,292
2022-2026	1,770,245	354,152	559,755	127,536
2027-2031	1,320,000	124,980	460,000	46,400
2032-2032	45,000	1,575	50,000	1,750
<i>Totals</i>	<u>\$ 4,629,255</u>	<u>\$ 1,083,249</u>	<u>\$ 1,560,745</u>	<u>\$ 385,063</u>

<i>Year</i>	<i>Business-Type Activities</i>			
	<i>Electric System, Electric Facilities and Transportation Improvement Bonds</i>		<i>Electric System Refunding Revenue Bonds</i>	
	<i>Principal</i>	<i>Interest</i>	<i>Principal</i>	<i>Interest</i>
2017	\$ 844,910	\$ 378,212	\$ 955,000	\$ 320,791
2018	878,240	343,388	975,000	295,895
2019	805,000	313,126	1,005,000	270,476
2020	680,000	288,615	1,030,000	244,276
2021	695,000	266,624	1,055,000	217,424
2022-2026	3,620,000	916,729	7,285,000	351,554
2027-2031	3,345,000	362,455	-	-
2032	105,000	3,675	-	-
<i>Totals</i>	<u>\$ 10,973,150</u>	<u>\$ 2,872,824</u>	<u>\$ 12,305,000</u>	<u>\$ 1,700,416</u>

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 16 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS - (Continued)

<i>Business-Type Activities</i>					
<i>Data Center</i>					
<i>Year</i>	<i>Revenue Bonds</i>		<i>ODNR Debt</i>		
	<i>Principal</i>	<i>Interest</i>	<i>Principal</i>	<i>Interest</i>	
2017	\$ 385,000	\$ 359,469	\$ 52,868	\$ 43,708	
2018	390,000	347,109	54,572	42,004	
2019	405,000	334,599	56,330	40,246	
2020	420,000	320,293	58,145	38,431	
2021	435,000	305,383	60,018	36,558	
2022 - 2026	2,530,000	1,172,302	330,377	152,504	
2027 - 2031	2,820,000	433,177	387,142	95,739	
2032 - 2035	-	-	357,094	29,219	
<i>Totals</i>	<u>\$ 7,385,000</u>	<u>\$ 3,272,332</u>	<u>\$ 1,356,546</u>	<u>\$ 478,409</u>	

NOTE 17 - SHORT-TERM NOTES PAYABLE

Changes in the City's short-term note activity for the year ended December 31, 2016, was as follows:

	Balance 12/31/2015	Issued	Retired	Balance 12/31/2016
<u>Governmental fund notes</u>				
Special obligation non-tax revenue bond anticipation notes, series 2015 - 1.00%	\$ 565,000	\$ -	\$ (565,000)	\$ -
Special obligation non-tax revenue bond anticipation notes, series 2016 - 1.50%	-	2,320,000	-	2,320,000
Total	<u>\$ 565,000</u>	<u>\$ 2,320,000</u>	<u>\$ (565,000)</u>	<u>\$ 2,320,000</u>

The short-term notes outstanding at December 31, 2016 were issued on May 4, 2016 and represent the portion of the 2016 note issues that will be retired when the notes are refinanced on May 4, 2017 (see Note 27 for detail). All short-term notes were backed by the full faith and credit of the City and mature within one year. The short-term note liability is reflected in the fund which received the proceeds. The short-term notes were issued in anticipation of long-term bond financing and will be refinanced until such funds are issued.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 18 - CONSTRUCTION COMMITMENTS

The City has entered into various contracts for the construction and acquisition of capital assets. At December 31, 2016, the significant outstanding construction commitments are:

<i>Projects</i>	<i>Contract Amount</i>	<i>Amount Expended</i>	<i>Balance At 12/31/16</i>
Street Rehabilitation	\$ 1,329,099	\$ 1,071,936	\$ 257,163
Electric Cable Replacements	926,534	887,001	39,533
Parking Lot Improvements	715,155	561,190	153,965
Sunbury Road	4,209,449	720,031	3,489,418
S. State Street & Schrock Rd. Phase 2	13,285,006	11,836,223	1,448,783
Westar Place Improvements	4,367,400	4,283,613	83,787
Walnut Rd. & Hempstead Recreational Pathway	1,307,891	1,302,041	5,850
Futura GIS Facilities Design	155,800	105,041	50,759
Water Plant Improvement Project	11,093,247	10,869,426	223,821
<i>Totals</i>	<u>\$ 37,389,581</u>	<u>\$ 31,636,502</u>	<u>\$ 5,753,079</u>

NOTE 19 - RISK MANAGEMENT

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, 1997, 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, Canal Winchester, Groveport and Powell. 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 up to \$15,000,000 per occurrence and \$20,000,000 annual umbrella/excess liability per member for liability claims and \$433,341,902 limit for property claims for the pool. 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/\$2,000,000) and automobile liability (\$1,000,000).

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 19 - RISK MANAGEMENT - (Continued)

Pool retentions are \$25,000 per loss for property and \$630,000 aggregate for liability, with a \$100,000 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.

The City has created a self-insurance internal service fund to account for deductible amounts and any other amounts not covered by CORMA. A third-party administrator processes claims and the City pays the claims. Claims liabilities and expenses are estimated through a case by case review of all claims. The estimate was not affected by incremental claims adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

The changes in claims payable during the years December 31, 2015 and 2016 are:

		<i>Beginning of Year Liability</i>	<i>Current Year Claims and Changes in Estimates</i>	<i>Claims Payments</i>	<i>End of Year Liability</i>
2015	\$	15,203	\$ 73,399	\$ 88,602	\$ -
2016		-	72,816	72,816	-

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

The City is self-insured for workers' compensation for all of its employees. The program is administered by CareWorks Consultants, Inc., which provides claims review and processing services. The workers' compensation self-insurance program is reported in the Worker's Compensations Self-Insurance Internal Service Fund.

The liability for unpaid claims of \$702,605 reported in the Workers' Compensation Self-Insurance Internal Service Fund at December 31, 2016, is based on the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues," as amended by GASB Statement No. 30, "Risk Management Omnibus," which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. Estimates were calculated based upon an independent actuarial evaluation of claims payable. The estimate was not affected by incremental claims adjustment expenses and does not include other allocated or unallocated claims adjustment expenses.

The City has purchased stop loss coverage through Mid-West Casualty to cover claims in excess of \$500,000 per event.

The change in claims activity for worker's compensation benefits for 2015 and 2016 is as follows:

		<i>Beginning of Year Liability</i>	<i>Current Year Claims and Changes in Estimates</i>	<i>Claims Payments</i>	<i>End of Year Liability</i>
2015	\$	676,818	\$ 219,834	\$ 345,387	\$ 551,265
2016		551,265	580,647	429,307	702,605

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 19 - RISK MANAGEMENT - (Continued)

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.

The City is self-insured for employee medical, prescription and vision insurance. The medical and prescription program is administered by United Healthcare, which provides claims review and processing services. Vision insurance is administered by VSP. The employee health insurance self-insurance program is reported in the Employee Health Insurance Internal Service Fund.

The liability for unpaid claims of \$537,309 reported in the Employee Health Insurance Retention Internal Service Fund at December 31, 2016, is based on the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues," as amended by GASB Statement No. 30, "Risk Management Omnibus," which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. Estimates were calculated based upon an independent actuarial evaluation of claims payable. The estimate was not affected by incremental claims adjustment expenses and does not include other allocated or unallocated claims adjustment expenses.

The change in claims activity for medical, prescription, and vision benefits for 2015 and 2016 is as follows:

		<i>Beginning of Year Liability</i>	<i>Current Year Claims and Changes in Estimates</i>	<i>Claims Payments</i>	<i>End of Year Liability</i>
2015	\$	1,351,732	\$ 5,789,106	\$ 6,247,352	\$ 893,486
2016		893,486	5,124,494	5,480,671	537,309

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

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CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 20 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund balances at December 31, 2016, consist of the following individual fund receivables and payables:

	<i>Receivable</i>					<i>Totals</i>
	<i>General</i>		<i>Nonmajor Governmental</i>	<i>Electric</i>	<i>Internal Service</i>	
	<i>General</i>	<i>Capital Improvement</i>				
General	\$ -	\$ -	\$ -	\$ -	\$ 10,698	\$ 10,698
Fire Operating	-	-	-	-	5,277	5,277
Parks and Recreation						
Operating	-	-	-	-	3,048	3,048
Altair TIF Incentive	895,340	5,365,000	-	-	-	6,260,340
<i>Payable</i> Nonmajor Governmental	6,673,692	1,790,000	2,721,475	1,409,137	668	12,594,972
Water	-	-	-	-	860	860
Sewer	-	-	-	-	225	225
Electric	-	-	-	-	2,398	2,398
Community Data Center	3,496,740	-	-	-	-	3,496,740
Nonmajor Enterprise	204,000	-	-	-	56	204,056
Internal Service	-	-	-	-	196	196
<i>Totals</i>	<u>\$ 11,269,772</u>	<u>\$ 7,155,000</u>	<u>\$ 2,721,475</u>	<u>\$ 1,409,137</u>	<u>\$ 23,426</u>	<u>\$ 22,578,810</u>

The amounts due to the General Fund from the Nonmajor Governmental Funds result from loans to various capital projects funds for the purpose of funding construction projects. The General Fund will be reimbursed when funds become available in those funds.

The amounts due to the General Fund from the Nonmajor Enterprise Funds result from a long-term loan to the Refuse Enterprise Fund to help fund operations, while the loan to the Community Data Center Enterprise Fund was made to assist with startup costs.

Of the total amount due to the General Fund at year-end, \$11,019,772, is not expected to be repaid in 2017.

The amounts of \$1,409,137 and \$790,000 payable to the Electric Enterprise Fund and General Capital Improvement Fund, respectively, were advanced to the South State Street TIF Incentive Capital Projects Fund to provide funding for infrastructure improvements to property along South State Street.

The amount of \$1,000,000 payable to the General Capital Improvement Fund and \$1,000,000 payable to the Street Replacement and Reserve Fund was advanced to the Cleveland Avenue Improvement Fund for infrastructure improvements.

The amount of \$5,365,000 payable to the General Capital Improvement Fund was advanced to the Altair TIF Incentive Capital Projects Fund to provide funding for infrastructure improvements for the Altair project.

The amount payable to the Parks and Recreation Income Tax Special Revenue Fund was for \$630,000 to the Northridge Crossing TIF Capital Projects Fund, \$481,475 to the Central College TIF Capital Projects Fund and \$610,000 to the Bigham TIF Capital Projects fund for infrastructure improvements.

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 20 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS - (Continued)

The amounts due to the Workers' Compensation Self-Insurance Internal Service Fund, is for the portion of the estimated liability associated with the other funds.

Transfers made during the year ended December 31, 2016 were as follows:

	<i>Transfers From</i>				<i>Totals</i>
		<i>General</i>	<i>Altair</i>	<i>Nonmajor</i>	
	<i>General</i>	<i>Capital</i>	<i>TIF</i>	<i>Governmental</i>	
<i>Transfers To</i>	<i>General</i>	<i>Improvement</i>	<i>Incentive</i>	<i>Governmental</i>	<i>Totals</i>
Parks and Recreation Operating	\$ 4,040,000	\$ -	\$ -	\$ -	\$ 4,040,000
General Bond Retirement	5,883,850	1,482,245	426,131	3,297,056	11,089,282
General Capital Improvement	1,071,124	-	-	-	1,071,124
Altair TIF	-	-	-	445,000	445,000
Nonmajor Governmental	1,535,401	500,000	-	2,106,000	4,141,401
Water	-	50,000	-	-	50,000
Community Data Center	150,000	-	-	-	150,000
<i>Totals</i>	<u>\$ 12,680,375</u>	<u>\$ 2,032,245</u>	<u>\$ 426,131</u>	<u>\$ 5,848,056</u>	<u>\$ 20,986,807</u>

Transfers from the General Fund represent subsidy monies for operations of the various funds receiving these monies. Transfers from the Nonmajor Governmental Funds were made to move available balances of restricted funds to support programs and projects accounted for in other funds. Transfers from the General Capital Improvement Fund were made to the Debt Service Fund, Street Replacement and Reserve Fund, Sunbury Road Capital Improvements Fund and Water Fund for the repayment of debt and to supplement the capital projects funds. The funds receiving these transfers expended the money in a manner consistent with the nature of the transferring fund. The transfers from the Altair TIF Incentive Capital Projects Fund, South State Street TIF Incentive Capital Project Fund and the Worthington Road TIF Capital Projects Fund to the Debt Service Fund was for repayment of debt. The General Fund transferred \$150,000 to the Community Data Center Fund for cable franchise fees.

Due From Other Funds and Due To Other Funds consist of electric service provided by the Electric Enterprise Fund to various other funds of the City. Due to/from amounts at December 31, 2016 were as follows:

	<u><i>Due to Electric</i></u>
General	\$ 10,556
Fire Operating	3,542
Parks and Recreation Operating	29,790
Nonmajor Governmental	718
Water	18,839
Sewer	588
Community Data Center	64,697
Nonmajor Enterprise	89
Internal Service	413
<i>Totals</i>	<u><u>\$ 129,232</u></u>

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 21 - 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 nonmajor governmental funds are presented below:

Fund Balances	General	Fire Operating	Parks and Recreation Operating	General Bond Retirement	General Capital Improvement
<i>Nonspendable</i>					
Prepays	\$ 569,921	\$ 10,449	\$ 2,031	\$ -	\$ -
Materials And Supplies					
Inventory	188,210	-	130,473	-	-
Unclaimed Monies	123,973	-	-	-	-
Interfund Receivable	11,019,772	-	-	-	-
Land Held for Resale	5,268,624	-	-	-	-
<i>Total Nonspendable</i>	17,170,500	10,449	132,504	-	-
<i>Restricted For</i>					
Fire Protection	-	5,814,169	-	-	-
Police Programs	-	-	-	-	-
Streets and Transportation	-	-	-	-	-
Recreational Activities	-	-	-	-	-
Endowment	-	-	-	-	-
Capital Improvements	-	-	-	-	-
General Government	-	-	-	-	-
<i>Total Restricted</i>	-	5,814,169	-	-	-
<i>Committed To</i>					
Capital Improvements	-	-	-	-	219,302
Recreational Improvements	-	-	-	-	-
Recreational Activities	-	-	1,927,530	-	-
<i>Total Committed</i>	-	-	1,927,530	-	219,302
<i>Assigned To</i>					
Debt Service	-	-	-	1,539,317	-
Subsequent Year					
Appropriations	1,652,223	-	-	-	-
Unpaid Obligations	1,099,270	-	-	-	-
Capital Improvements	-	-	-	-	11,748,342
<i>Total Assigned</i>	2,751,493	-	-	1,539,317	11,748,342
<i>Unassigned (Deficit)</i>	23,948,414	-	-	-	-
<i>Total Fund Balances</i>	\$ 43,870,407	\$ 5,824,618	\$ 2,060,034	\$ 1,539,317	\$ 11,967,644

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 21 - FUND BALANCES - (Continued)

Fund Balances	Altair TIF Incentive	Other Governmental Funds	Total
<i>Nonspendable</i>			
Prepays	\$ -	\$ 3,791	\$ 586,192
Materials And Supplies			
Inventory	-	400,985	719,668
Unclaimed Monies	-	-	123,973
Interfund Receivable	-	-	11,019,772
Land Held for Resale	-	-	5,268,624
<i>Total Nonspendable</i>	-	404,776	17,718,229
<i>Restricted For</i>			
Fire Protection	-	-	5,814,169
Police Programs	-	291,931	291,931
Streets and Transportation	-	3,940,285	3,940,285
Recreational Activities	-	3,200,296	3,200,296
Endowment	-	137,457	137,457
Capital Improvements	-	937,044	937,044
General Government	-	467,146	467,146
<i>Total Restricted</i>	-	8,974,159	14,788,328
<i>Committed To</i>			
Capital Improvements	-	2,210,085	2,429,387
Recreational Improvements	-	4,182,172	4,182,172
Recreational Activities	-	-	1,927,530
<i>Total Committed</i>	-	6,392,257	8,539,089
<i>Assigned To</i>			
Debt Service	-	-	1,539,317
Subsequent Year			
Appropriations	-	-	1,652,223
Unpaid Obligations	-	-	1,099,270
Capital Improvements	-	-	11,748,342
<i>Total Assigned</i>	-	-	16,039,152
<i>Unassigned (Deficit)</i>	(5,752,988)	(10,524,473)	7,670,953
<i>Total Fund Balances</i>	\$ (5,752,988)	\$ 5,246,719	\$ 64,755,751

CITY OF WESTERVILLE, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 22 - JOINTLY GOVERNED ORGANIZATION

Blendon-Westerville Joint Economic Development Zone

The City of Westerville and Blendon Township (Township) entered into a contract to establish the Blendon-Westerville Joint Economic Development Zone (JEDZ) to facilitate new and expanded growth for commercial and industrial development in the State. The agreement became effective August 1, 2012, and will terminate on December 31, 2042, with an automatic renewal for two thirty year periods, unless the City or Township provides written notice of nonrenewal per terms of the contract. The JEDZ is administered by a six member Board consisting of three members appointed by the City and three members appointed by the Township for a term of two years. The JEDZ may sue and be sued, and has the power to enter into contracts for the provision of services within the JEDZ. The Board is allocated 2 percent of the net revenues for services and obligations each calendar year and may not spend more than the accumulated balance of 2 percent of the allocated net revenues for services and obligations. The Board has entered into an Income Tax Agreement with the City to administer and collect the income tax on behalf of the JEDZ (see Note 7 for detail). Upon the termination or nonrenewal of this contract, the JEDZ Board shall continue to exist for the sole purpose of winding up the business affairs of the JEDZ, collecting outstanding JEDZ income tax, and liquidating any property and assets of the JEDZ. Upon dissolution, funds and assets remaining will be divided 25 percent to the City and 75 percent to the Township.

NOTE 23 - RELATED ORGANIZATION

The Westerville Industry and Commerce Corporation (WICC) is a not-for-profit corporation formed to promote industrial, economic, commercial and civic development in and around the City. WICC is governed by a seven member self-perpetuating Board of Trustees of which four trustees are elected and/or appointed officials from the City. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the City for operating subsidies. The City contributed \$414,867 to WICC during 2016.

NOTE 24 - RISK SHARING POOL

On October 1, 1997, 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, Groveport and Powell. 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.

NOTE 25 - CONTINGENT LIABILITIES

A. Litigation

The City is a party to legal proceedings. The City management is of the opinion that ultimate disposition of these claims and legal proceedings will not have a material effect, if any, on the financial condition of the City.

B. Federal and State Grants

For the period January 1, 2016 to December 31, 2016, 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.

CITY OF WESTERVILLE, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2016**

NOTE 26 - OTHER COMMITMENTS

The City utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year end may be reported as part of restricted, committed, or assigned classifications of fund balance. At year end, the City's commitments for encumbrances in the governmental funds were as follows:

<u>Fund</u>	<u>Year-End</u> <u>Encumbrances</u>
General	\$ 1,151,268
Fire Operating	645,122
Parks and Recreation Operating	453,913
General Capital Improvement	2,300,938
Altair TIF Incentive	436,568
Nonmajor Governmental	<u>10,517,433</u>
Total	<u>\$ 15,505,242</u>

NOTE 27- SIGNIFICANT SUBSEQUENT EVENTS

The City issued Non-Tax Revenue Notes in the amount of \$3,500,000 at 2.00% on May 2, 2017. The Non-Tax Revenue Notes were used to retire the Non-Tax Revenue Notes issued on May 4, 2016, and mature on May 2, 2018.

The City issued General Obligation Various Purpose Bonds in the amount of \$4,750,000 on May 16, 2017, to finance the costs of expanding and improving the Westerville Community Center (\$1,750,000) and to finance street improvements (\$3,000,000). The bonds carry an interest rate of 2.50% - 3.25% and mature on December 1, 2036.



REQUIRED SUPPLEMENTARY INFORMATION

CITY OF WESTERVILLE, OHIO

**REQUIRED SUPPLEMENTARY INFORMATION
CONDITION ASSESSMENT OF THE CITY'S INFRASTRUCTURE**

The City of Westerville reports the Road and Bridge infrastructure assets using the modified approach as outlined in Governmental Accounting Standards Board (GASB) Statement No. 34. The following disclosures pertain to the conditional assessment and budgeted versus actual expenditures for the preservation of these assets. Data for the conditional assessment is presented in each of the following two sections for 2014, 2015 and 2016.

Roads

The condition of road pavement is evaluated and measured using a pavement condition index (pci) rating system. This approach assigns a numerical rating to each road, or section thereof, being evaluated for the presence of numerous distresses (39 in all) and the severity level of each (low, medium, high).

The physical condition rating is determined by the City's Planning and Development Department based on the criteria below:

Pavement Condition Index	Road Condition Rating	Description
90-100	Excellent	Pavement structure is stable with no cracking, no patching and no deformation evident. Roadways in this category are usually fairly new. Nothing is needed to improve the roadway.
70-89	Good	Pavement structure is stable, but may have surface erosion or minor cracking, which is generally hairline and hard to detect, minor patching and possibly some minor deformation. Riding qualities are very good. The pavement has a dry or light colored appearance. Some type of surface rejuvenation is all that is required to improve the roadway.
50-69	Fair	Pavement structure is generally stable with minor areas of structural weakness evident. Cracking is easier to detect. The pavement might be patched, but not excessively. Although riding qualities are good, deformation is more pronounced and easily noticed.
30-49	Poor	Roadway has areas of instability, marked evidence of structural deficiency, large crack patterns, heavy and numerous patches and very noticeable deformation. Riding qualities range from acceptable to poor. Spot repair of the pavement base may be required.
0-29	Failed	Cost of saving the pavement structural section would equal or exceed complete reconstruction or roadway.

It is the City's policy that at least 85% of the major arterial roadways will have a rating of "Good" or better. The remaining roads will be maintained so that at least 60% will have a rating of "Good" or better. Each roadway in the City will be assessed on a triennial basis, with higher emphasis on more heavily used pavements.

CITY OF WESTERVILLE, OHIO

**REQUIRED SUPPLEMENTARY INFORMATION
CONDITION ASSESSMENT OF THE CITY'S INFRASTRUCTURE**

The following summarizes the physical condition assessment of City roads as of December 31 for 2013 and 2015:

Road Condition Rating	2013			
	Major Arterials		All Other	
	Road Miles	% of Total	Road Miles	% of Total
Good or Better	14.0	95%	88.8	65%
Less than Good	0.8	5%	48.3	35%
Total	14.8	100%	137.1	100%

Road Condition Rating	2015			
	Major Arterials		All Other	
	Road Miles	% of Total	Road Miles	% of Total
Good or Better	14.20	95%	84.15	61%
Less than Good	0.75	5%	53.80	39%
Total	14.95	100%	137.95	100%

The following is a comparison of budgeted and actual expenditures for preservation of the existing roadways:

Year	Budget	Actual	Difference
2016	\$5,557,878	\$5,261,882	\$75,996
2015	4,186,309	3,930,522	255,787
2014	8,608,290	8,168,828	439,462
2013	7,493,073	7,124,098	368,975
2012	8,583,761	7,026,055	1,557,706

Bridges

The condition of the City's bridges is determined using a general appraisal and operational status rating which is a conditional coding system developed by the Federal Highway Administration. This system is comprised of ratings for the individual elements of the structure. The primary elements of this appraisal system include the following:

- i) Bridge decks (riding surface, roadway approaches, end joints, curbing and sidewalks)
- ii) Superstructures (side rails, above-road piers and overhead truss)
- iii) Substructures (undercarriage, piers, footings, abutments and erosion protection)

The Federal Highway Administration has defined specific criteria for each element of the bridge, based on its construction. For each element, a 1-9 rating scale is used, where 4 or less is defined as "Poor" condition. The ratings of all elements are combined to summarize the structural condition of a bridge as follows:

Bridge Rating	Condition Rating	Description
9	Excellent	Superior to present desirable criteria.
8	Very Good	No problems noted.
7	Good	Some minor problems.
6	Satisfactory	Structural elements show some minor deterioration.
5	Fair	All primary structural elements are sound but may have minor section loss, cracking, spalling or scour.
4	Poor	Advanced section loss, deterioration, spalling or scour.

CITY OF WESTERVILLE, OHIO

**REQUIRED SUPPLEMENTARY INFORMATION
CONDITION ASSESSMENT OF THE CITY'S INFRASTRUCTURE**

3	Serious	Loss of section, deterioration, spalling or scour have seriously affected primary structural components. Local failures are possible. Fatigue cracks in steel or shear cracks in concrete may be present.
2	Critical	Advanced deterioration of primary structural elements. Fatigue cracks in steel or shear cracks in concrete may be present or scour may have removed substructure support. Unless closely monitored it may be necessary to close the bridge until corrective action is taken.
1	Imminent Failure	Major deterioration or section loss present in critical structural components, or obvious vertical or horizontal movement affecting structure stability. Bridge is closed to traffic but corrective action may put bridge back in light service.
0	Failed	Out of service; beyond corrective action.

It is the City's policy to maintain the bridge system in the City where 80% of the structures have a general appraisal summary of 7 (Good) condition or better. Each bridge in the City will be assessed on a triennial basis. The following is a summary of the conditional assessment for bridges as of December 31 for 2016, 2015 and 2014:

Bridge Condition	2016		2015		2014	
	Number of Bridges	% of Total	Number of Bridges	% of Total	Number of Bridges	% of Total
Good or Better	5	100%	5	100%	5	100%
Less than Good	0	0%	0	0%	0	0%
Total	5	100%	5	100%	5	100%

The following is a comparison of budgeted and actual expenditures for preservation of the existing bridges:

Year	Budget	Actual	Difference
2016	\$0	\$0	\$0
2015	0	0	0
2014	185,000	0	185,000
2013	122,192	72,433	49,759
2012	509,580	417,389	92,191

CITY OF WESTERVILLE, OHIO

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF
THE NET PENSION LIABILITY/NET PENSION ASSET
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

LAST THREE YEARS

	<u>2016</u>	<u>2015</u>	<u>2014</u>
<i>Traditional Plan:</i>			
City's proportion of the net pension liability	0.149881%	0.149173%	0.149173%
City's proportionate share of the net pension liability	\$ 25,961,279	\$ 17,991,931	\$ 17,585,553
City's covered-employee payroll	\$ 18,767,492	\$ 18,266,875	\$ 17,497,346
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	138.33%	98.49%	100.50%
Plan fiduciary net position as a percentage of the total pension liability	81.08%	86.45%	86.36%
<i>Combined Plan:</i>			
City's proportion of the net pension asset	0.151320%	0.150890%	0.150890%
City's proportionate share of the net pension asset	\$ 73,635	\$ 58,095	\$ 15,834
City's covered-employee payroll	\$ 528,342	\$ 551,558	\$ 558,308
City's proportionate share of the net pension asset as a percentage of its covered-employee payroll	13.94%	10.53%	2.84%
Plan fiduciary net position as a percentage of the total pension asset	116.90%	114.83%	104.56%
<i>Member Directed Plan:</i>			
City's proportion of the net pension asset	0.111785%	n/a	n/a
City's proportionate share of the net pension asset	\$ 427	n/a	n/a
City's covered-employee payroll	\$ 622,558	n/a	n/a
City's proportionate share of the net pension asset as a percentage of its covered-employee payroll	0.07%	n/a	n/a
Plan fiduciary net position as a percentage of the total pension asset	103.91%	n/a	n/a

Note: Information prior to 2014 was unavailable. Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

n/a - Information prior to 2016 was not available for the Member Directed Plan.

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 WESTERVILLE, OHIO

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF
THE NET PENSION LIABILITY
OHIO POLICE AND FIRE (OP&F) PENSION FUND

LAST THREE YEARS

	<u>2016</u>	<u>2015</u>	<u>2014</u>
City's proportion of the net pension liability	0.72663500%	0.72070200%	0.72070200%
City's proportionate share of the net pension liability	\$ 46,744,946	\$ 37,335,369	\$ 35,100,448
City's covered-employee payroll	\$ 14,738,326	\$ 14,235,304	\$ 14,282,288
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	317.17%	262.27%	245.76%
Plan fiduciary net position as a percentage of the total pension liability	66.77%	72.20%	73.00%

Note: Information prior to 2014 was unavailable. Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

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 WESTERVILLE, OHIO

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CITY CONTRIBUTIONS
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

LAST TEN YEARS

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
<i>Traditional Plan:</i>				
Contractually required contribution	\$ 2,321,473	\$ 2,252,099	\$ 2,192,025	\$ 2,274,655
Contributions in relation to the contractually required contribution	<u>(2,321,473)</u>	<u>(2,252,099)</u>	<u>(2,192,025)</u>	<u>(2,274,655)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered-employee payroll	\$ 19,345,608	\$ 18,767,492	\$ 18,266,875	\$ 17,497,346
Contributions as a percentage of covered-employee payroll	12.00%	12.00%	12.00%	13.00%
<i>Combined Plan:</i>				
Contractually required contribution	\$ 73,446	\$ 63,401	\$ 66,187	\$ 72,580
Contributions in relation to the contractually required contribution	<u>(73,446)</u>	<u>(63,401)</u>	<u>(66,187)</u>	<u>(72,580)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered-employee payroll	\$ 612,050	\$ 528,342	\$ 551,558	\$ 558,308
Contributions as a percentage of covered-employee payroll	12.00%	12.00%	12.00%	13.00%
<i>Member Directed Plan:</i>				
Contractually required contribution	\$ 75,466	\$ 74,707		
Contributions in relation to the contractually required contribution	<u>(75,466)</u>	<u>(74,707)</u>		
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>		
City's covered-employee payroll	\$ 628,883	\$ 622,558		
Contributions as a percentage of covered-employee payroll	12.00%	12.00%		

Note: Information prior to 2015 was not available for the Member Directed Plan.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$ 1,656,298	\$ 1,692,571	\$ 1,509,450	\$ 1,378,474	\$ 1,116,675	\$ 1,176,487
<u>(1,656,298)</u>	<u>(1,692,571)</u>	<u>(1,509,450)</u>	<u>(1,378,474)</u>	<u>(1,116,675)</u>	<u>(1,176,487)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 16,562,980	\$ 16,925,710	\$ 16,922,085	\$ 16,955,400	\$ 15,952,500	\$ 14,089,665
10.00%	10.00%	8.92%	8.13%	7.00%	8.35%
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
7.95%	7.95%	9.69%	8.13%	7.00%	8.35%

CITY OF WESTERVILLE, OHIO

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CITY CONTRIBUTIONS
OHIO POLICE AND FIRE (OP&F) PENSION FUND

LAST TEN YEARS

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
<i>Police:</i>				
Contractually required contribution	\$ 1,434,579	\$ 1,414,569	\$ 1,340,739	\$ 1,111,248
Contributions in relation to the contractually required contribution	<u>(1,434,579)</u>	<u>(1,414,569)</u>	<u>(1,340,739)</u>	<u>(1,111,248)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered-employee payroll	\$ 7,550,416	\$ 7,445,100	\$ 7,056,521	\$ 6,996,315
Contributions as a percentage of covered-employee payroll	19.00%	19.00%	19.00%	15.88%
<i>Fire:</i>				
Contractually required contribution	\$ 1,726,332	\$ 1,713,908	\$ 1,687,014	\$ 1,484,582
Contributions in relation to the contractually required contribution	<u>(1,726,332)</u>	<u>(1,713,908)</u>	<u>(1,687,014)</u>	<u>(1,484,582)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered-employee payroll	\$ 7,346,094	\$ 7,293,226	\$ 7,178,783	\$ 7,283,313
Contributions as a percentage of covered-employee payroll	23.50%	23.50%	23.50%	20.38%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$ 891,737	\$ 831,311	\$ 828,947	\$ 752,299	\$ 752,133	\$ 717,141
<u>(891,737)</u>	<u>(831,311)</u>	<u>(828,947)</u>	<u>(752,299)</u>	<u>(752,133)</u>	<u>(717,141)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 6,994,016	\$ 6,520,086	\$ 6,501,545	\$ 5,900,384	\$ 5,899,082	\$ 5,624,635
12.75%	12.75%	12.75%	12.75%	12.75%	12.75%
\$ 1,301,546	\$ 1,221,304	\$ 1,178,069	\$ 1,099,897	\$ 1,089,826	\$ 1,028,260
<u>(1,301,546)</u>	<u>(1,221,304)</u>	<u>(1,178,069)</u>	<u>(1,099,897)</u>	<u>(1,089,826)</u>	<u>(1,028,260)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 7,545,194	\$ 7,080,023	\$ 6,829,386	\$ 6,376,214	\$ 6,317,832	\$ 5,960,928
17.25%	17.25%	17.25%	17.25%	17.25%	17.25%

CITY OF WESTERVILLE, OHIO

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2016

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

Changes in benefit terms : There were no changes in benefit terms from the amounts reported for 2014-2016.

Changes in assumptions : There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014-2016. See the notes to the basic financial statements for the methods and assumptions in this calculation.

OHIO POLICE AND FIRE (OP&F) PENSION FUND

Changes in benefit terms : There were no changes in benefit terms from the amounts reported for 2014-2016.

Changes in assumptions : There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014-2016. See the notes to the basic financial statements for the methods and assumptions in this calculation.

Combining Statements
And
Individual Fund Schedules

CITY OF WESTERVILLE, OHIO

NONMAJOR GOVERNMENTAL FUND DESCRIPTION

SPECIAL REVENUE FUNDS

To account for and report the proceeds of specific revenue sources (other than major capital projects) that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The following are descriptions of the City's nonmajor Special Revenue Funds.

Nonmajor Special Revenue Funds

Street Maintenance Fund - To account for and report the portion (92.5 percent) of the State gasoline tax and motor vehicle registration fees restricted for maintenance and repair of streets within the City.

State Highway Fund - To account for and report the portion (7.5 percent) of the State gasoline tax and motor vehicle registration fees restricted for maintenance of State highways within the City.

Drug Abuse Resistance Education (DARE) Fund - To account for and report restricted charitable contributions and State grants used to finance the City's DARE programs.

Permissive Motor Vehicle License Fund - To account for and report restricted permissive motor vehicle registration fees used for maintenance of streets within the City.

Hotel Tax Fund - To account for and report committed receipts of 75 percent of the hotel tax revenues collected by the City and expended as required by local ordinance.

OMVI Education Fund - To account for and report restricted contributions to the Mayor's Task Force on alcohol and drug abuse programs and court fines restricted for OMVI education.

Tax Incentive/Redistribution Fund - To account for and report restricted monies received from payments in lieu of taxes to be redistributed to area school districts.

Mayor's Court Computer Fund - To account for and report restricted court costs collected for the acquisition and maintenance of computer equipment used in the operations of the Court.

Parks and Recreation Income Tax Allocation Fund - To account for and report restricted receipts generated by the additional .25 percent City income tax which are restricted for the development of the parks and recreation projects.

FEMA Fund - To account for and report the restricted 75 percent reimbursement from the Federal Emergency Management Agency for expenditures associated with the March 2008 snow, September 2008 wind storms, and 2012 storms.

Drug Enforcement Fund - To account for and report the confiscated monies related to criminal offenses which are restricted, by State statute, for expenditures that would enhance the police department.

Criminal Activity Forfeiture Fund - To account for and report restricted assets seized and forfeited by individuals engaged in criminal activities which are used to further law enforcement activities.

McVay Endowment Fund - To account for and report restricted monies received from the Columbus Foundation endowed fund established by Dorothy McVay to be used for expenditures at the City's Fire Department, Police Department, or the Senior Citizens Center.

Cable TV Franchise Fee Fund - To account for and report cable franchise fees which are used primarily to supplement funding to the Otterbein College community access channel. This fund is included with the General Fund for GAAP reporting as it does not have a restricted or a committed revenue source.

Mayor's Operating Fund - To account for and report all charges for marriage services conducted to be used primarily for the purpose of promoting the City of Westerville and its governmental functions. This fund is included with the General Fund for GAAP reporting as it does not have a restricted or a committed revenue source.

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CITY OF WESTERVILLE, OHIO

NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS

(Continued)

CAPITAL PROJECTS FUNDS

To account for and report financial resources that are restricted or committed to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Nonmajor Capital Projects Funds

Africa Road Improvement Fund - To account for and report street improvements committed to be financed by transfers from the General Fund.

Dempsey Road Improvement Fund - To account for and report street improvements committed to be financed by transfers from the General Fund, potential grant revenues (OPWC), and cooperative revenue payments from other governmental entities.

McCorkle Boulevard Road Improvement Fund - To account for and report the McCorkle Boulevard extension project committed to be funded by transfers from the General Fund, potential grant revenues (OPWC) and cooperative revenue payments from other governmental entities.

Maxtown Road Improvement Fund - To account for and report street improvements financed by restricted TIF revenues received from Genoa Township.

Parks and Recreation Capital Improvement Fund - To account for and report restricted monies originally received from the proceeds of general obligation bonds issued by the City as well as voted income tax monies for the purpose of funding park and recreation improvements.

North State Street Improvement Fund - To account for and report street improvements committed to be financed by intergovernmental grants and transfers from the General Fund.

Cleveland Avenue Extension Improvement Fund - To account for and report street improvements committed to be financed by transfers from the General Fund.

Parks and Recreation Replacement and Reserve Fund - To account for and report restricted monies received by transfer from the Parks and Recreation Income Tax Allocation Fund to be earmarked for future capital repairs and replacements.

Street Replacement and Reserve Fund - To account for and report annual transfers from the General Fund to make advance preparation for the committed long-term funding of major street rehabilitation and reconstruction projects.

Tree Replacement Fund - To account for and report fees paid by developers committed for the replacement of trees removed or destroyed during construction projects.

Westar/Olentangy TIF Fund - To account for and report restricted service payments in lieu of taxes made by developers and/or owners to fund public improvements and acquisition of interests in real estate relating to the TIF area.

Northridge Crossing TIF Fund - To account for and report restricted service payments in lieu of taxes made by developers and/or owners to fund public improvements and acquisition of interests in real estate relating to the TIF area.

Northstar/Worthington Road TIF Fund - To account for and report restricted service payments in lieu of taxes made by developers and/or owners to fund public infrastructure improvements and acquisition of interests in real estate relating to the TIF area. This fund will also account for the portion of the project that is financed by OPWC grants and/or loans.

South State Street TIF Incentive Fund - This fund accounts for and reports restricted service payments in lieu of taxes made by developers and/or owners to fund public infrastructure improvements and acquisition of interests in real estate relating to the TIF area. This fund will also account for the portion of the project that is financed by restricted OPWC grants and/or loans.

--Continued

CITY OF WESTERVILLE, OHIO

NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS

(Continued)

Nonmajor Capital Projects Funds (Continued)

Perimeter Road Improvement Fund - To account for and report fees charged to developers and committed for deferred planned improvements to each perimeter street providing access to developments. The activity of each perimeter road (Spring Road, Hempstead Road, County Line Road, and Maxtown Road) is maintained through the use of separate account codes.

Worthington Road TIF Incentive Fund - This fund accounts for and reports restricted service payments in lieu of taxes made by developers and/or owners to fund public infrastructure improvements and acquisition of interests in real estate relating to the TIF area. This fund will also account for the portion of the project that is financed by restricted OPWC grants and/or loans.

Sunbury Road Capital Improvements Fund - To account for and report street improvements committed to be financed by intergovernmental grants and transfers from the General Fund.

Central College TIF Incentive Fund - This fund accounts for and reports restricted service payments in lieu of taxes made by developers and/or owners to fund public infrastructure improvements and acquisition of interests in real estate relating to the TIF area. This fund will also account for the portion of the project that is financed by restricted OPWC grants and/or loans.

Bigham TIF Incentive Fund - This fund accounts for and reports restricted service payments in lieu of taxes made by developers and/or owners to fund public infrastructure improvements and acquisition of interests in real estate relating to the TIF area. This fund will also account for the portion of the project that is financed by restricted OPWC grants and/or loans.

Zumstein TIF Incentive Fund - This fund accounts for and reports restricted service payments in lieu of taxes made by developers and/or owners to fund public infrastructure improvements and acquisition of interests in real estate relating to the TIF area.

CITY OF WESTERVILLE, OHIO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2016

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
<u>Assets:</u>			
Equity in pooled cash and cash equivalents	\$ 5,605,428	\$ 10,539,607	\$ 16,145,035
Cash and cash equivalents with fiscal agents	460,943	-	460,943
Receivables:			
Municipal income taxes	561,498	-	561,498
Other local taxes	3,644	-	3,644
Accounts	909	-	909
Payments in lieu of taxes	110,583	1,955,258	2,065,841
Accrued interest	157	-	157
Intergovernmental receivable	801,001	792,054	1,593,055
Prepaid items	3,791	-	3,791
Materials and supplies inventory	400,985	-	400,985
Loans receivable	-	259,974	259,974
Interfund receivable	1,721,475	1,000,000	2,721,475
Total assets	<u>\$ 9,670,414</u>	<u>\$ 14,546,893</u>	<u>\$ 24,217,307</u>
<u>Liabilities:</u>			
Accounts payable	\$ 16,588	\$ 38,841	\$ 55,429
Contracts payable	145,940	1,899,525	2,045,465
Retainage payable	-	483,536	483,536
Accrued wages payable	38,234	-	38,234
Intergovernmental payable	5,895	266	6,161
Due to other funds	718	-	718
Interfund payable	28,605	12,566,367	12,594,972
Total liabilities	<u>235,980</u>	<u>14,988,535</u>	<u>15,224,515</u>
<u>Deferred Inflows of Resources:</u>			
Payments in lieu of taxes	-	1,955,258	1,955,258
Unavailable revenue	1,014,260	776,555	1,790,815
Total deferred inflows of resources	<u>1,014,260</u>	<u>2,731,813</u>	<u>3,746,073</u>
<u>Fund Balances:</u>			
Nonspendable	404,776	-	404,776
Restricted	8,037,115	937,044	8,974,159
Committed	-	6,392,257	6,392,257
Unassigned (deficit)	(21,717)	(10,502,756)	(10,524,473)
Total fund balances (deficit)	<u>8,420,174</u>	<u>(3,173,455)</u>	<u>5,246,719</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 9,670,414</u>	<u>\$ 14,546,893</u>	<u>\$ 24,217,307</u>

CITY OF WESTERVILLE, OHIO
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2016

	Street Maintenance	State Highway	DARE	Permissive Motor Vehicle License
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 1,756,074	\$ 1,193,058	\$ 33,925	\$ 587,611
Cash and cash equivalents with fiscal agents	-	-	-	460,943
Receivables:				
Municipal income taxes	-	-	-	-
Other local taxes	-	-	-	-
Accounts	909	-	-	-
Payments in lieu of taxes	-	-	-	-
Accrued interest	-	-	68	-
Intergovernmental receivable	714,007	57,801	-	26,304
Prepaid items	1,619	-	-	-
Materials and supplies inventory	400,985	-	-	-
Interfund receivable	-	-	-	-
Total assets	\$ 2,873,594	\$ 1,250,859	\$ 33,993	\$ 1,074,858
 <u>Liabilities:</u>				
Accounts payable	\$ 12,425	\$ -	\$ -	\$ -
Contracts payable	-	-	-	145,940
Accrued wages payable	38,234	-	-	-
Intergovernmental payable	5,895	-	-	-
Due to other funds	718	-	-	-
Interfund payable	668	-	-	-
Total liabilities	57,940	-	-	145,940
 <u>Deferred Inflows of Resources:</u>				
Unavailable revenue	603,754	48,788	39	-
Total deferred inflows of resources	603,754	48,788	39	-
 <u>Fund Balances:</u>				
Nonspendable	402,604	-	-	-
Restricted	1,809,296	1,202,071	33,954	928,918
Unassigned (deficit)	-	-	-	-
Total fund balances (deficit)	2,211,900	1,202,071	33,954	928,918
 Total liabilities, deferred inflows of resources and fund balances	\$ 2,873,594	\$ 1,250,859	\$ 33,993	\$ 1,074,858

Hotel Tax	OMVI Education	Tax Incentive/ Redistribution	Mayor's Court Computer	Parks and Recreation Income Tax Allocation	FEMA
\$ 2,576	\$ 16,405	\$ 420,448	\$ 38,548	\$ 1,170,479	\$ 3,150
-	-	-	-	-	-
-	-	-	-	561,498	-
3,644	-	-	-	-	-
-	-	-	-	-	-
-	-	110,583	-	-	-
-	-	-	-	-	-
-	-	-	1,925	-	-
-	-	-	-	-	-
-	-	-	-	1,721,475	-
<u>\$ 6,220</u>	<u>\$ 16,405</u>	<u>\$ 531,031</u>	<u>\$ 40,473</u>	<u>\$ 3,453,452</u>	<u>\$ 3,150</u>
\$ -	\$ 1,560	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
27,937	-	-	-	-	-
<u>27,937</u>	<u>1,560</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	105,583	-	253,156	-
-	-	<u>105,583</u>	-	<u>253,156</u>	-
-	-	-	1,925	-	-
-	14,845	425,448	38,548	3,200,296	3,150
(21,717)	-	-	-	-	-
<u>(21,717)</u>	<u>14,845</u>	<u>425,448</u>	<u>40,473</u>	<u>3,200,296</u>	<u>3,150</u>
<u>\$ 6,220</u>	<u>\$ 16,405</u>	<u>\$ 531,031</u>	<u>\$ 40,473</u>	<u>\$ 3,453,452</u>	<u>\$ 3,150</u>

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CITY OF WESTERVILLE, OHIO
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2016
(Continued)

	Drug Enforcement	Criminal Activity Forfeiture	McVay Endowment	Total Nonmajor Special Revenue Funds
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 46,595	\$ 199,102	\$ 137,457	\$ 5,605,428
Cash and cash equivalents with fiscal agents	-	-	-	460,943
Receivables:				
Municipal income taxes	-	-	-	561,498
Other local taxes	-	-	-	3,644
Accounts	-	-	-	909
Payments in lieu of taxes	-	-	-	110,583
Accrued interest	89	-	-	157
Intergovernmental receivable	-	2,889	-	801,001
Prepaid items	-	247	-	3,791
Materials and supplies inventory	-	-	-	400,985
Interfund receivable	-	-	-	1,721,475
Total assets	<u>\$ 46,684</u>	<u>\$ 202,238</u>	<u>\$ 137,457</u>	<u>\$ 9,670,414</u>
<u>Liabilities:</u>				
Accounts payable	\$ -	\$ 2,603	\$ -	\$ 16,588
Contracts payable	-	-	-	145,940
Accrued wages payable	-	-	-	38,234
Intergovernmental payable	-	-	-	5,895
Due to other funds	-	-	-	718
Interfund payable	-	-	-	28,605
Total liabilities	<u>-</u>	<u>2,603</u>	<u>-</u>	<u>235,980</u>
<u>Deferred Inflows of Resources:</u>				
Unavailable revenue	51	2,889	-	1,014,260
Total deferred inflows of resources	<u>51</u>	<u>2,889</u>	<u>-</u>	<u>1,014,260</u>
<u>Fund Balances:</u>				
Nonspendable	-	247	-	404,776
Restricted	46,633	196,499	137,457	8,037,115
Unassigned (deficit)	-	-	-	(21,717)
Total fund balances (deficit)	<u>46,633</u>	<u>196,746</u>	<u>137,457</u>	<u>8,420,174</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 46,684</u>	<u>\$ 202,238</u>	<u>\$ 137,457</u>	<u>\$ 9,670,414</u>



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CITY OF WESTERVILLE, OHIO
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2016

	Africa Road Improvement	Dempsey Road Improvement	McCorkle Boulevard Road Improvement	Maxtown Road Improvement
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 48	\$ 134,248	\$ 40,000	\$ 4,548
Receivables:				
Payments in lieu of taxes	-	-	-	-
Intergovernmental receivable	-	-	-	-
Loans receivable	-	-	-	-
Interfund receivable	-	-	-	-
Total assets	<u>\$ 48</u>	<u>\$ 134,248</u>	<u>\$ 40,000</u>	<u>\$ 4,548</u>
<u>Liabilities:</u>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Contracts payable	-	-	-	-
Retainage payable	-	-	-	-
Intergovernmental payable	-	-	-	-
Interfund payable	135,000	-	-	1,630,810
Total liabilities	<u>135,000</u>	<u>-</u>	<u>-</u>	<u>1,630,810</u>
<u>Deferred Inflows of Resources:</u>				
Payments in lieu of taxes	-	-	-	-
Unavailable revenue	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Fund Balances:</u>				
Restricted	-	-	-	-
Committed	-	134,248	40,000	-
Unassigned (deficit)	(134,952)	-	-	(1,626,262)
Total fund balances (deficit)	<u>(134,952)</u>	<u>134,248</u>	<u>40,000</u>	<u>(1,626,262)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 48</u>	<u>\$ 134,248</u>	<u>\$ 40,000</u>	<u>\$ 4,548</u>

Parks and Recreation Capital Improvement	North State Street Improvement	Cleveland Avenue Extension Improvement	Parks and Recreation Replacement and Reserve	Street Replacement and Reserve	Tree Replacement
\$ 2,751,419	\$ 240,064	\$ 2,105,645	\$ 1,433,758	\$ 580,944	\$ 41,799
-	-	-	-	-	-
305,000	-	101,038	-	-	-
-	-	-	-	-	-
-	-	-	-	1,000,000	-
<u>\$ 3,056,419</u>	<u>\$ 240,064</u>	<u>\$ 2,206,683</u>	<u>\$ 1,433,758</u>	<u>\$ 1,580,944</u>	<u>\$ 41,799</u>
\$ -	\$ -	\$ 10,976	\$ 1,200	\$ 3,465	\$ -
-	-	-	1,805	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	3,481,041	-	-	-
<u>-</u>	<u>-</u>	<u>3,492,017</u>	<u>3,005</u>	<u>3,465</u>	<u>-</u>
-	-	-	-	-	-
305,000	-	-	-	-	-
<u>305,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
2,751,419	240,064	-	1,430,753	1,577,479	41,799
-	-	(1,285,334)	-	-	-
<u>2,751,419</u>	<u>240,064</u>	<u>(1,285,334)</u>	<u>1,430,753</u>	<u>1,577,479</u>	<u>41,799</u>
\$ 3,056,419	\$ 240,064	\$ 2,206,683	\$ 1,433,758	\$ 1,580,944	\$ 41,799

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CITY OF WESTERVILLE, OHIO
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2016
(Continued)

	Westar/ Olentangy TIF	Northridge Crossing TIF	Northstar/ Worthington Road TIF	South State Street TIF Incentive
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 222,330	\$ 791,748	\$ 55,815	\$ 307,005
Receivables:				
Payments in lieu of taxes	220,226	639,176	181,372	698,858
Intergovernmental receivable	-	-	8,442	-
Loans receivable	-	-	259,974	-
Interfund receivable	-	-	-	-
Total assets	<u>\$ 442,556</u>	<u>\$ 1,430,924</u>	<u>\$ 505,603</u>	<u>\$ 1,005,863</u>
<u>Liabilities:</u>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Contracts payable	-	-	-	1,421,194
Retainage payable	-	-	-	459,186
Intergovernmental payable	-	-	-	-
Interfund payable	-	630,000	1,481,121	3,266,920
Total liabilities	<u>-</u>	<u>630,000</u>	<u>1,481,121</u>	<u>5,147,300</u>
<u>Deferred Inflows of Resources:</u>				
Payments in lieu of taxes	220,226	639,176	181,372	698,858
Unavailable revenue	-	-	268,416	-
Total deferred inflows of resources	<u>220,226</u>	<u>639,176</u>	<u>449,788</u>	<u>698,858</u>
<u>Fund Balances:</u>				
Restricted	222,330	161,748	-	-
Committed	-	-	-	-
Unassigned (deficit)	-	-	(1,425,306)	(4,840,295)
Total fund balances (deficit)	<u>222,330</u>	<u>161,748</u>	<u>(1,425,306)</u>	<u>(4,840,295)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 442,556</u>	<u>\$ 1,430,924</u>	<u>\$ 505,603</u>	<u>\$ 1,005,863</u>

Perimeter Road Improvement	Worthington Road TIF	Sunbury Road Improvement	Central College TIF	Bigham TIF	Zumstein TIF
\$ 176,495	\$ 542,653	\$ 354,021	\$ 481,475	\$ 15,279	\$ 260,313
-	148,962	-	-	-	66,664
-	-	377,574	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 176,495</u>	<u>\$ 691,615</u>	<u>\$ 731,595</u>	<u>\$ 481,475</u>	<u>\$ 15,279</u>	<u>\$ 326,977</u>
\$ -	\$ -	\$ 23,200	\$ -	\$ -	\$ -
-	-	476,526	-	-	-
-	-	24,350	-	-	-
-	-	266	-	-	-
-	-	600,000	481,475	610,000	250,000
-	-	1,124,342	481,475	610,000	250,000
-	148,962	-	-	-	66,664
-	-	203,139	-	-	-
-	148,962	203,139	-	-	66,664
-	542,653	-	-	-	10,313
176,495	-	-	-	-	-
-	-	(595,886)	-	(594,721)	-
<u>176,495</u>	<u>542,653</u>	<u>(595,886)</u>	<u>-</u>	<u>(594,721)</u>	<u>10,313</u>
<u>\$ 176,495</u>	<u>\$ 691,615</u>	<u>\$ 731,595</u>	<u>\$ 481,475</u>	<u>\$ 15,279</u>	<u>\$ 326,977</u>

CITY OF WESTERVILLE, OHIO
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2016
(Continued)

		Total Nonmajor Capital Projects Funds
<u>Assets:</u>		
Equity in pooled cash and cash equivalents	\$	10,539,607
Receivables:		
Payments in lieu of taxes		1,955,258
Intergovernmental receivable		792,054
Loans receivable		259,974
Interfund receivable		1,000,000
Total assets	\$	14,546,893
<u>Liabilities:</u>		
Accounts payable	\$	38,841
Contracts payable		1,899,525
Retainage payable		483,536
Intergovernmental payable		266
Interfund payable		12,566,367
Total liabilities		14,988,535
<u>Deferred Inflows of Resources:</u>		
Payments in lieu of taxes		1,955,258
Unavailable revenue		776,555
Total deferred inflows of resources		2,731,813
<u>Fund Balances:</u>		
Restricted		937,044
Committed		6,392,257
Unassigned (deficit)		(10,502,756)
Total fund balances (deficit)		(3,173,455)
Total liabilities, deferred inflows of resources and fund balances	\$	14,546,893

CITY OF WESTERVILLE, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
<u>Revenues:</u>			
Municipal income taxes	\$ 5,351,422	\$ -	\$ 5,351,422
Other local taxes	63,627	-	63,627
Payments in lieu of taxes	2,189,628	1,633,617	3,823,245
Intergovernmental	2,018,264	1,522,865	3,541,129
Charges for services	-	15,600	15,600
Fees, licenses and permits	-	62,100	62,100
Fines and forfeitures	123,815	-	123,815
Investment earnings	2,444	-	2,444
Increase in fair value of investments	409	-	409
Other	28,350	30,000	58,350
Total revenues	<u>9,777,959</u>	<u>3,264,182</u>	<u>13,042,141</u>
<u>Expenditures:</u>			
Current:			
Security of persons and property	99,710	-	99,710
Transportation	3,010,685	-	3,010,685
General government	3,271,826	-	3,271,826
Capital outlay	-	9,189,027	9,189,027
Debt service:			
Principal retirement	-	96,208	96,208
Total expenditures	<u>6,382,221</u>	<u>9,285,235</u>	<u>15,667,456</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,395,738</u>	<u>(6,021,053)</u>	<u>(2,625,315)</u>
<u>Other Financing Sources (Uses):</u>			
Loan issuance	-	1,900,222	1,900,222
Transfers in	1,535,401	2,606,000	4,141,401
Transfers (out)	(4,964,988)	(883,068)	(5,848,056)
Total other financing sources (uses)	<u>(3,429,587)</u>	<u>3,623,154</u>	<u>193,567</u>
Net change in fund balances	(33,849)	(2,397,899)	(2,431,748)
Fund balances (deficit) at beginning of year	<u>8,454,023</u>	<u>(775,556)</u>	<u>7,678,467</u>
Fund balances (deficit) at end of year	<u>\$ 8,420,174</u>	<u>\$ (3,173,455)</u>	<u>\$ 5,246,719</u>

CITY OF WESTERVILLE, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Street Maintenance</u>	<u>State Highway</u>	<u>DARE</u>	<u>Permissive Motor Vehicle License</u>
Revenues:				
Municipal income taxes	\$ -	\$ -	\$ -	\$ -
Other local taxes	-	-	-	-
Payments in lieu of taxes	-	-	-	-
Intergovernmental	1,450,148	117,579	6,680	443,857
Fines and forfeitures	-	-	-	-
Investment earnings	-	239	231	574
Increase (decrease) in fair value of investments	-	-	(46)	-
Other	194	-	2,011	-
Total revenues	<u>1,450,342</u>	<u>117,818</u>	<u>8,876</u>	<u>444,431</u>
Expenditures:				
Current:				
Security of persons and property	-	-	14,138	-
Transportation	2,333,401	17,859	-	659,425
General government	-	-	-	-
Total expenditures	<u>2,333,401</u>	<u>17,859</u>	<u>14,138</u>	<u>659,425</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(883,059)</u>	<u>99,959</u>	<u>(5,262)</u>	<u>(214,994)</u>
Other Financing Sources (Uses):				
Transfers in	850,000	-	-	-
Transfers (out)	-	-	-	-
Total other financing sources (uses)	<u>850,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(33,059)	99,959	(5,262)	(214,994)
Fund balances (deficit) at beginning of year	<u>2,244,959</u>	<u>1,102,112</u>	<u>39,216</u>	<u>1,143,912</u>
Fund balances (deficit) at end of year	<u>\$ 2,211,900</u>	<u>\$ 1,202,071</u>	<u>\$ 33,954</u>	<u>\$ 928,918</u>

Hotel Tax	OMVI Education	Tax Incentive/ Redistribution	Mayor's Court Computer	Parks and Recreation Income Tax Allocation	FEMA
\$ -	\$ -	\$ -	\$ -	\$ 5,351,422	\$ -
63,627	-	-	-	-	-
-	-	2,189,628	-	-	-
-	-	-	-	-	-
-	1,873	-	26,359	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>63,627</u>	<u>1,873</u>	<u>2,189,628</u>	<u>26,359</u>	<u>5,351,422</u>	<u>-</u>
-	2,931	-	-	-	-
-	-	-	-	-	-
63,678	-	3,196,468	11,680	-	-
<u>63,678</u>	<u>2,931</u>	<u>3,196,468</u>	<u>11,680</u>	<u>-</u>	<u>-</u>
<u>(51)</u>	<u>(1,058)</u>	<u>(1,006,840)</u>	<u>14,679</u>	<u>5,351,422</u>	<u>-</u>
-	-	685,401	-	-	-
-	-	-	-	(4,964,988)	-
-	-	<u>685,401</u>	-	<u>(4,964,988)</u>	-
(51)	(1,058)	(321,439)	14,679	386,434	-
<u>(21,666)</u>	<u>15,903</u>	<u>746,887</u>	<u>25,794</u>	<u>2,813,862</u>	<u>3,150</u>
<u>\$ (21,717)</u>	<u>\$ 14,845</u>	<u>\$ 425,448</u>	<u>\$ 40,473</u>	<u>\$ 3,200,296</u>	<u>\$ 3,150</u>

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CITY OF WESTERVILLE, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016
(Continued)

	Drug Enforcement	Criminal Activity Forfeiture	McVay Endowment	Total Nonmajor Special Revenue Funds
Revenues:				
Municipal income taxes	\$ -	\$ -	\$ -	\$ 5,351,422
Other local taxes	-	-	-	63,627
Payments in lieu of taxes	-	-	-	2,189,628
Intergovernmental	-	-	-	2,018,264
Fines and forfeitures	1,430	94,153	-	123,815
Investment earnings	305	1,095	-	2,444
Increase (decrease) in fair value of investments	(78)	533	-	409
Other	-	4,498	21,647	28,350
Total revenues	<u>1,657</u>	<u>100,279</u>	<u>21,647</u>	<u>9,777,959</u>
Expenditures:				
Current:				
Security of persons and property	-	82,641	-	99,710
Transportation	-	-	-	3,010,685
General government	-	-	-	3,271,826
Total expenditures	<u>-</u>	<u>82,641</u>	<u>-</u>	<u>6,382,221</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,657</u>	<u>17,638</u>	<u>21,647</u>	<u>3,395,738</u>
Other Financing Sources (uses):				
Transfers in	-	-	-	1,535,401
Transfers (out)	-	-	-	(4,964,988)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,429,587)</u>
Net change in fund balances	1,657	17,638	21,647	(33,849)
Fund balances (deficit) at beginning of year	<u>44,976</u>	<u>179,108</u>	<u>115,810</u>	<u>8,454,023</u>
Fund balances (deficit) at end of year	<u>\$ 46,633</u>	<u>\$ 196,746</u>	<u>\$ 137,457</u>	<u>\$ 8,420,174</u>



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CITY OF WESTERVILLE, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	Africa Road Improvement	Dempsey Road Improvement	McCorkle Boulevard Road Improvement	Maxtown Road Improvement
<u>Revenues:</u>				
Payments in lieu of taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fees, licenses and permits	-	-	-	-
Other	-	-	-	-
Total revenues	-	-	-	-
<u>Expenditures:</u>				
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
<u>Other Financing Sources (Uses):</u>				
Loan issuance	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances (deficit) at beginning of year	(134,952)	134,248	40,000	(1,626,262)
Fund balances (deficit) at end of year	\$ (134,952)	\$ 134,248	\$ 40,000	\$ (1,626,262)

Parks and Recreation Capital Improvement	North State Street Improvement	Cleveland Avenue Extension Improvement	Parks and Recreation Replacement and Reserve	Street Replacement and Reserve	Tree Replacement
\$ -	\$ -	\$ 43,200	\$ -	\$ -	\$ -
-	-	345,325	-	-	-
-	-	-	-	-	15,600
-	-	-	-	-	-
30,000	-	-	-	-	-
<u>30,000</u>	<u>-</u>	<u>388,525</u>	<u>-</u>	<u>-</u>	<u>15,600</u>
1,268,014	-	128,692	252,858	280,807	-
-	-	-	-	-	-
<u>1,268,014</u>	<u>-</u>	<u>128,692</u>	<u>252,858</u>	<u>280,807</u>	<u>-</u>
(1,238,014)	-	259,833	(252,858)	(280,807)	15,600
-	-	-	-	-	-
1,611,000	-	-	495,000	300,000	-
-	-	-	-	-	-
<u>1,611,000</u>	<u>-</u>	<u>-</u>	<u>495,000</u>	<u>300,000</u>	<u>-</u>
372,986	-	259,833	242,142	19,193	15,600
2,378,433	240,064	(1,545,167)	1,188,611	1,558,286	26,199
<u>\$ 2,751,419</u>	<u>\$ 240,064</u>	<u>\$ (1,285,334)</u>	<u>\$ 1,430,753</u>	<u>\$ 1,577,479</u>	<u>\$ 41,799</u>

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CITY OF WESTERVILLE, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016
(Continued)

	Westar/ Olentangy TIF	Northridge Crossing TIF	Northstar/ Worthington Road TIF	South State Street TIF Incentive
Revenues:				
Payments in lieu of taxes	\$ 116,733	\$ 633,952	\$ 146,405	\$ 654,573
Intergovernmental	-	-	12,640	935,809
Charges for services	-	-	-	-
Fees, licenses and permits	-	-	-	-
Other	-	-	-	-
Total revenues	<u>116,733</u>	<u>633,952</u>	<u>159,045</u>	<u>1,590,382</u>
Expenditures:				
Capital outlay	-	90,612	-	5,930,100
Debt service:				
Principal retirement	-	-	28,026	68,182
Total expenditures	<u>-</u>	<u>90,612</u>	<u>28,026</u>	<u>5,998,282</u>
Excess (deficiency) of revenues over (under) expenditures	<u>116,733</u>	<u>543,340</u>	<u>131,019</u>	<u>(4,407,900)</u>
Other Financing Sources (uses):				
Loan issuance	-	-	-	1,900,222
Transfers in	-	-	-	-
Transfers (out)	(95,000)	(350,000)	-	(69,181)
Total other financing sources (uses)	<u>(95,000)</u>	<u>(350,000)</u>	<u>-</u>	<u>1,831,041</u>
Net change in fund balances	21,733	193,340	131,019	(2,576,859)
Fund balances (deficit) at beginning of year	<u>200,597</u>	<u>(31,592)</u>	<u>(1,556,325)</u>	<u>(2,263,436)</u>
Fund balances (deficit) at end of year	<u>\$ 222,330</u>	<u>\$ 161,748</u>	<u>\$ (1,425,306)</u>	<u>\$ (4,840,295)</u>

Perimeter Road Improvement	Worthington Road TIF	Sunbury Road Improvement	Bigham TIF	Zumstein TIF	Total Nonmajor Capital Projects Funds
\$ -	\$ 28,441	\$ -	\$ -	\$ 10,313	\$ 1,633,617
-	-	229,091	-	-	1,522,865
-	-	-	-	-	15,600
62,100	-	-	-	-	62,100
-	-	-	-	-	30,000
<u>62,100</u>	<u>28,441</u>	<u>229,091</u>	<u>-</u>	<u>10,313</u>	<u>3,264,182</u>
21,796	70,241	551,186	594,721	-	9,189,027
-	-	-	-	-	96,208
<u>21,796</u>	<u>70,241</u>	<u>551,186</u>	<u>594,721</u>	<u>-</u>	<u>9,285,235</u>
40,304	(41,800)	(322,095)	(594,721)	10,313	(6,021,053)
-	-	-	-	-	1,900,222
-	-	200,000	-	-	2,606,000
-	(368,887)	-	-	-	(883,068)
<u>-</u>	<u>(368,887)</u>	<u>200,000</u>	<u>-</u>	<u>-</u>	<u>3,623,154</u>
40,304	(410,687)	(122,095)	(594,721)	10,313	(2,397,899)
<u>136,191</u>	<u>953,340</u>	<u>(473,791)</u>	<u>-</u>	<u>-</u>	<u>(775,556)</u>
<u>\$ 176,495</u>	<u>\$ 542,653</u>	<u>\$ (595,886)</u>	<u>\$ (594,721)</u>	<u>\$ 10,313</u>	<u>\$ (3,173,455)</u>

CITY OF WESTERVILLE, OHIO

NONMAJOR ENTERPRISE FUND DESCRIPTIONS

ENTERPRISE FUNDS

Enterprise Funds are used to account for the City's water, sewer, electric, community data center, and refuse operations. These activities are financed and operated in a manner similar to private sector business enterprises where the intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The following is the City's nonmajor enterprise fund.

Nonmajor Enterprise Fund

Refuse Fund - To account for the revenues and expenses of the City's solid waste collection and disposal services.

The Refuse Fund is the only non major enterprise fund. Therefore, no combining statements are presented.



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CITY OF WESTERVILLE, OHIO

NONMAJOR INTERNAL SERVICE FUND DESCRIPTIONS

INTERNAL SERVICE FUNDS

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

Garage Fund - To account for the operations of the City Garage which provides maintenance and repair services on all City vehicles and equipment.

Workers' Compensation Self-Insurance Fund - To account for revenues used to provide worker's compensation benefits to employees.

Self-Insurance Fund - To account for general liability claims, actions, and judgments against the City, its officers and employees.

Employee Health Insurance Retention Fund - To account for the employee medical, prescription and vision self-insurance program.

CITY OF WESTERVILLE, OHIO
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
DECEMBER 31, 2016

	<u>Garage</u>	<u>Workers Compensation Self- Insurance</u>	<u>Self- Insurance</u>	<u>Employee Health Insurance Retention</u>	<u>Total Internal Service Funds</u>
<u>Assets:</u>					
Current assets:					
Equity in pooled cash					
cash equivalents	\$ 179,765	\$ 738,127	\$ 75,035	\$ 914,147	\$ 1,907,074
Receivables:					
Accounts	-	-	-	2,554	2,554
Interfund loans	-	23,426	-	-	23,426
Prepaid items	92	-	3,171	-	3,263
Materials and supplies inventory	61,272	-	-	-	61,272
Total current assets	<u>241,129</u>	<u>761,553</u>	<u>78,206</u>	<u>916,701</u>	<u>1,997,589</u>
Noncurrent assets:					
Net pension asset	1,087	-	-	-	1,087
Capital assets:					
Depreciable capital assets, net	86,282	-	-	-	86,282
Total noncurrent assets	<u>87,369</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>87,369</u>
Total assets	<u>328,498</u>	<u>761,553</u>	<u>78,206</u>	<u>916,701</u>	<u>2,084,958</u>
<u>Deferred Outflows of Resources:</u>					
Pension - OPERS	149,032	-	-	-	149,032
<u>Liabilities:</u>					
Current liabilities:					
Accounts payable	20,602	-	540	-	21,142
Accrued wages and benefits payable	11,251	-	-	-	11,251
Intergovernmental payable	1,689	-	-	-	1,689
Due to other funds	413	-	-	-	413
Claims payable	-	702,605	-	537,309	1,239,914
Interfund payable	196	-	-	-	196
Compensated absences payable	28,827	-	-	-	28,827
Total current liabilities	<u>62,978</u>	<u>702,605</u>	<u>540</u>	<u>537,309</u>	<u>1,303,432</u>
Long-term liabilities:					
Net pension liability	381,159	-	-	-	381,159
Total long-term liabilities	<u>381,159</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>381,159</u>
Total liabilities	<u>444,137</u>	<u>702,605</u>	<u>540</u>	<u>537,309</u>	<u>1,684,591</u>
<u>Deferred Inflows of Resources:</u>					
Pension - OPERS	7,858	-	-	-	7,858
<u>Net Position:</u>					
Net investment in capital assets	86,282	-	-	-	86,282
Unrestricted (deficit)	(60,747)	58,948	77,666	379,392	455,259
Total net position (deficit)	<u>\$ 25,535</u>	<u>\$ 58,948</u>	<u>\$ 77,666</u>	<u>\$ 379,392</u>	<u>\$ 541,541</u>

CITY OF WESTERVILLE, OHIO
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	Garage	Workers Compensation Self- Insurance	Self- Insurance	Employee Health Insurance Retention	Total Internal Service Funds
<u>Operating Revenues:</u>					
Charges for services	\$ 905,635	\$ 109,990	\$ -	\$ 6,092,011	\$ 7,107,636
Other operating revenues	4,188	448	14,258	41,189	60,083
Total operating revenues	<u>909,823</u>	<u>110,438</u>	<u>14,258</u>	<u>6,133,200</u>	<u>7,167,719</u>
<u>Operating Expenses:</u>					
Personal services	448,133	-	-	-	448,133
Contractual services	81,444	-	-	-	81,444
Materials and supplies	386,389	-	-	-	386,389
Claims expense	-	580,647	69,645	5,124,494	5,774,786
Other	-	-	25,196	-	25,196
Depreciation	18,470	-	-	-	18,470
Total operating expenses	<u>934,436</u>	<u>580,647</u>	<u>94,841</u>	<u>5,124,494</u>	<u>6,734,418</u>
Net income (loss)/changes in net position	(24,613)	(470,209)	(80,583)	1,008,706	433,301
Net position (deficit) at beginning of year	<u>50,148</u>	<u>529,157</u>	<u>158,249</u>	<u>(629,314)</u>	<u>108,240</u>
Net position at end of year	<u>\$ 25,535</u>	<u>\$ 58,948</u>	<u>\$ 77,666</u>	<u>\$ 379,392</u>	<u>\$ 541,541</u>

CITY OF WESTERVILLE, OHIO
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2016

	Garage	Workers Compensation Self- Insurance	Self- Insurance	Employee Health Insurance Retention	Total Internal Service Funds
Cash flows from operating activities:					
Cash received from internal services provided	\$ 905,635	\$ 438,981	\$ -	\$ 6,092,011	\$ 7,436,627
Cash received from other operating revenues	4,188	448	14,258	38,635	57,529
Cash payments for personal services	(426,762)	-	-	-	(426,762)
Cash payments for materials and supplies	(406,871)	-	-	-	(406,871)
Cash payments for other services and charges	(67,296)	-	(24,656)	-	(91,952)
Cash payments for claims	-	(429,307)	(72,816)	(5,480,671)	(5,982,794)
Net cash provided by (used in) operating activities	<u>8,894</u>	<u>10,122</u>	<u>(83,214)</u>	<u>649,975</u>	<u>585,777</u>
Net increase (decrease) in cash and cash equivalents	8,894	10,122	(83,214)	649,975	585,777
Cash and cash equivalents at beginning of year	170,871	728,005	158,249	264,172	1,321,297
Cash and cash equivalents at end of year	<u>\$ 179,765</u>	<u>\$ 738,127</u>	<u>\$ 75,035</u>	<u>\$ 914,147</u>	<u>\$ 1,907,074</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ (24,613)	\$ (470,209)	\$ (80,583)	\$ 1,008,706	\$ 433,301
Adjustments:					
Depreciation	18,470	-	-	-	18,470
Changes in assets and liabilities:					
(Increase) in accounts receivable	-	-	-	(2,554)	(2,554)
(Increase) decrease in prepaid items	149	-	(3,171)	-	(3,022)
Decrease in interfund loan receivable	-	328,991	-	-	328,991
(Increase) in materials and supplies inventory	(12,630)	-	-	-	(12,630)
(Increase) in net pension asset	(229)	-	-	-	(229)
(Increase) in deferred outflows of resources - pension	(100,518)	-	-	-	(100,518)
Increase in accounts payable	6,211	-	540	-	6,751
Increase (decrease) in claims payable	-	151,340	-	(356,177)	(204,837)
Increase in accrued wages	1,561	-	-	-	1,561
Increase in compensated absences payable	4,909	-	-	-	4,909
(Decrease) in interfund loan payable	(2,915)	-	-	-	(2,915)
(Decrease) in due to other funds	(64)	-	-	-	(64)
Increase in intergovernmental payable	233	-	-	-	233
Increase in net pension liability	115,403	-	-	-	115,403
Increase in deferred outflows of resources - pension	2,927	-	-	-	2,927
Net cash provided by (used in) operating activities	<u>\$ 8,894</u>	<u>\$ 10,122</u>	<u>\$ (83,214)</u>	<u>\$ 649,975</u>	<u>\$ 585,777</u>



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CITY OF WESTERVILLE, OHIO

AGENCY FUND DESCRIPTIONS

AGENCY FUNDS

Agency Funds are used to account for assets held by the City while acting in the capacity of an agent for individuals, private organizations, other governments, and/or other funds. The following are the City's agency funds.

Hotel Tax Fund - To account for a portion of the tax imposed on establishments that provide sleeping accommodations for transient guests that, by statute, must be allocated to the Visitor's Bureau.

Payroll Revolving Fund - To account for all payroll related liabilities including the City's portion of payments made to various State pension systems.

Columbus Sewer Capacity Fund - To account for sewer capacity fees collected and distributed to the City of Columbus.

State Building Standards Fund - To account for a three percent assessment by the State of Ohio collected on all building and related permits.

Performance Bond Fund - To account for deposits from contractors, developers, or individuals that are held to ensure compliance with City Ordinances pertaining to development.

Mayor's Court Fund - To account for the collection of court fines and costs and the subsequent remittance to the City, other local governments, and the State of Ohio.

Public Use Fees Fund - To account for the portion of recreation fees which is allocated to other subdivisions for use in maintaining their park systems.

Sales Tax Fund - To account for sales tax collected at the Community Data Center which must be distributed to the State of Ohio.

Blendon-Westerville JEDZ Income Tax - To account for monies associated with the administering and collection of the income taxes of the Blendon-Westerville Joint Economic Development Zone.

CITY OF WESTERVILLE, OHIO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Balance</u> <u>January 1, 2016</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>December 31, 2016</u>
Hotel Tax				
<i>Assets:</i>				
Equity in pooled cash and cash equivalents	\$ -	\$ 21,226	\$ 21,226	\$ -
Receivables:				
Other local taxes	1,232	1,215	1,232	1,215
Total assets	<u>\$ 1,232</u>	<u>\$ 22,441</u>	<u>\$ 22,458</u>	<u>\$ 1,215</u>
<i>Liabilities:</i>				
Accounts payable	<u>\$ 1,232</u>	<u>\$ 22,441</u>	<u>\$ 22,458</u>	<u>\$ 1,215</u>
 Payroll Revolving				
<i>Assets:</i>				
Equity in pooled cash and cash equivalents	<u>\$ 478,702</u>	<u>\$ 26,805,193</u>	<u>\$ 26,731,822</u>	<u>\$ 552,073</u>
<i>Liabilities:</i>				
Undistributed monies	<u>\$ 478,702</u>	<u>\$ 26,805,193</u>	<u>\$ 26,731,822</u>	<u>\$ 552,073</u>
 Columbus Sewer Capacity				
<i>Assets:</i>				
Equity in pooled cash and cash equivalents	<u>\$ 75,612</u>	<u>\$ 774,224</u>	<u>\$ 741,754</u>	<u>\$ 108,082</u>
<i>Liabilities:</i>				
Intergovernmental payable	<u>\$ 75,612</u>	<u>\$ 774,224</u>	<u>\$ 741,754</u>	<u>\$ 108,082</u>
 State Building Standards				
<i>Assets:</i>				
Equity in pooled cash and cash equivalents	<u>\$ 1,904</u>	<u>\$ 24,522</u>	<u>\$ 24,804</u>	<u>\$ 1,622</u>
<i>Liabilities:</i>				
Intergovernmental payable	<u>\$ 1,904</u>	<u>\$ 24,522</u>	<u>\$ 24,804</u>	<u>\$ 1,622</u>
 Performance Bond				
<i>Assets:</i>				
Equity in pooled cash and cash equivalents	<u>\$ 184,150</u>	<u>\$ 472,244</u>	<u>\$ 89,863</u>	<u>\$ 566,531</u>
<i>Liabilities:</i>				
Deposits held and due to others	<u>\$ 184,150</u>	<u>\$ 472,244</u>	<u>\$ 89,863</u>	<u>\$ 566,531</u>
 Mayor's Court				
<i>Assets:</i>				
Cash and cash equivalents with fiscal agents	<u>\$ 8,156</u>	<u>\$ 6,308</u>	<u>\$ 8,156</u>	<u>\$ 6,308</u>
<i>Liabilities:</i>				
Intergovernmental payable	\$ 7,161	\$ 5,827	\$ 7,161	\$ 5,827
Deposits held and due to others	995	481	995	481
Total liabilities	<u>\$ 8,156</u>	<u>\$ 6,308</u>	<u>\$ 8,156</u>	<u>\$ 6,308</u>

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CITY OF WESTERVILLE, OHIO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016
(Continued)

	<u>Balance</u> <u>January 1, 2016</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>December 31, 2016</u>
Public Use Fees				
<i>Assets:</i>				
Equity in pooled cash and cash equivalents	\$ 23,500	\$ -	\$ -	\$ 23,500
<i>Liabilities:</i>				
Intergovernmental payable	\$ 23,500	\$ -	\$ -	\$ 23,500
Sales Tax				
<i>Assets:</i>				
Equity in pooled cash and cash equivalents	\$ 6,489	\$ 55,375	\$ 56,178	\$ 5,686
<i>Liabilities:</i>				
Intergovernmental payable	\$ 6,489	\$ 55,375	\$ 56,178	\$ 5,686
Blendon-Westerville JEDZ Income Tax				
<i>Assets</i>				
Equity in pooled cash and cash equivalents	\$ 288,778	\$ 2,558,454	\$ 2,462,063	\$ 385,169
Receivables:				
Income taxes	411,310	292,166	411,310	292,166
Total assets	<u>\$ 700,088</u>	<u>\$ 2,850,620</u>	<u>\$ 2,873,373</u>	<u>\$ 677,335</u>
<i>Liabilities</i>				
Intergovernmental payable	<u>\$ 700,088</u>	<u>\$ 2,850,620</u>	<u>\$ 2,873,373</u>	<u>\$ 677,335</u>
Total Agency Funds				
<i>Assets:</i>				
Equity in pooled cash and cash equivalents	\$ 1,059,135	\$ 30,711,238	\$ 30,127,710	\$ 1,642,663
Cash and cash equivalents with fiscal agents	8,156	6,308	8,156	6,308
Receivables:				
Income taxes	411,310	292,166	411,310	292,166
Other local taxes	1,232	1,215	1,232	1,215
Total assets	<u>\$ 1,479,833</u>	<u>\$ 31,010,927</u>	<u>\$ 30,548,408</u>	<u>\$ 1,942,352</u>
<i>Liabilities:</i>				
Accounts payable	\$ 1,232	\$ 22,441	\$ 22,458	\$ 1,215
Intergovernmental payable	814,754	3,710,568	3,703,270	822,052
Deposits held and due to others	185,145	472,725	90,858	567,012
Undistributed monies	478,702	26,805,193	26,731,822	552,073
Total liabilities	<u>\$ 1,479,833</u>	<u>\$ 31,010,927</u>	<u>\$ 30,548,408</u>	<u>\$ 1,942,352</u>



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CITY OF WESTERVILLE, OHIO

GENERAL GOVERNMENTAL CAPITAL ASSETS

General governmental capital assets are long-lived assets that are associated with and generally rise from governmental activities. These assets are not used in the operation of the City's business-type activities.

CITY OF WESTERVILLE, OHIO

**SCHEDULE OF GOVERNMENTAL ACTIVITIES CAPITAL ASSETS
BY PROGRAM AND DEPARTMENT
AS OF DECEMBER 31, 2016**

Program/Department	Land	Land Improvements	Buildings	Furniture and Equipment
Security of persons and property				
Police	\$ -	\$ -	\$ 5,284,359	\$ 1,475,146
Fire	110,511	32,721	5,677,948	1,147,070
Communications	-	-	-	2,263,725
Total security of persons and property	<u>110,511</u>	<u>32,721</u>	<u>10,962,307</u>	<u>4,885,941</u>
Public health				
Cemetery maintenance	-	60,463	173,777	-
Leisure time activities				
Parks and recreation	<u>7,911,519</u>	<u>30,658,971</u>	<u>23,433,304</u>	<u>2,516,345</u>
Community development				
Planning, engineering and building	-	-	89,427	101,555
Basic utility services				
Storm sewer	<u>528,954</u>	<u>7,469</u>	<u>2,439</u>	<u>352,273</u>
Transportation				
Street maintenance	-	74,594	493,639	789,859
Roads and bridges	-	-	-	-
Sidewalks	-	-	-	-
Traffic signal maintenance and repair	-	-	-	7,524,326
Total transportation	<u>-</u>	<u>74,594</u>	<u>493,639</u>	<u>8,314,185</u>
General government				
City Manager	-	-	-	72,595
Legislative	-	-	-	9,460
Cable TV commission	-	-	-	701,354
Finance	-	-	-	1,372,905
Management information systems	-	-	74,191	1,294,963
Income tax	-	-	-	18,960
Mayor's court	-	-	-	95,491
Lands and buildings	15,048,928	10,663,217	10,852,842	421,473
Total general government	<u>15,048,928</u>	<u>10,663,217</u>	<u>10,927,033</u>	<u>3,987,201</u>
Total general capital assets	23,599,912	41,497,435	46,081,926	20,157,500
Less accumulated depreciation	-	(17,729,393)	(18,256,514)	(12,184,178)
General capital assets - net of accumulated depreciation	<u>23,599,912</u>	<u>23,768,042</u>	<u>27,825,412</u>	<u>7,973,322</u>
Internal service fund capital assets	-	-	669,745	84,605
Less accumulated depreciation	-	-	(604,193)	(63,873)
Net internal service fund capital assets	<u>-</u>	<u>-</u>	<u>65,552</u>	<u>20,732</u>
Total governmental activities capital assets	<u>\$ 23,599,912</u>	<u>\$ 23,768,042</u>	<u>\$ 27,890,964</u>	<u>\$ 7,994,054</u>
Construction in progress				
Total governmental activities capital assets				

<u>Vehicles</u>	<u>Infrastructure</u>	<u>Totals</u>
\$ 1,425,531	\$ -	\$ 8,185,036
3,548,372	-	10,516,622
-	-	2,263,725
<u>4,973,903</u>	<u>-</u>	<u>20,965,383</u>
-	-	234,240
<u>1,119,558</u>	<u>-</u>	<u>65,639,697</u>
<u>281,356</u>	<u>-</u>	<u>472,338</u>
<u>41,743</u>	<u>36,256,413</u>	<u>37,189,291</u>
1,002,217	-	2,360,309
-	130,763,367	130,763,367
-	5,357,802	5,357,802
-	-	7,524,326
<u>1,002,217</u>	<u>136,121,169</u>	<u>146,005,804</u>
-	-	72,595
-	-	9,460
71,189	-	772,543
58,213	-	1,431,118
-	-	1,369,154
-	-	18,960
-	-	95,491
22,440	-	37,008,900
<u>151,842</u>	<u>-</u>	<u>40,778,221</u>
7,570,619	172,377,582	311,284,974
(4,435,033)	(15,375,057)	(67,980,175)
<u>3,135,586</u>	<u>157,002,525</u>	<u>243,304,799</u>
22,890	-	777,240
(22,890)	-	(690,956)
<u>-</u>	<u>-</u>	<u>86,284</u>
<u>\$ 3,135,586</u>	<u>\$ 157,002,525</u>	<u>\$ 243,391,083</u>
		18,375,210
		<u>\$ 261,766,293</u>

CITY OF WESTERVILLE, OHIO

**SCHEDULE OF CHANGES IN GOVERNMENTAL ACTIVITIES CAPITAL ASSETS
BY PROGRAM AND DEPARTMENT
FOR THE YEAR ENDED DECEMBER 31, 2016**

Program/Department	Balance January 1, 2016	Additions	Deletions	Balance December 31, 2016
Security of persons and property				
Police	\$7,437,441	\$943,603	\$196,008	\$8,185,036
Fire	10,146,740	896,454	526,572	10,516,622
Communications	2,375,814	523,878	635,967	2,263,725
Total security of persons and property	19,959,995	2,363,935	1,358,547	20,965,383
Public health				
Cemetery maintenance	234,240	-	-	234,240
Leisure time activities				
Parks and recreation	63,277,108	2,470,405	107,816	65,639,697
Community development				
Planning, engineering and building	472,338	-	-	472,338
Basic utility services				
Storm sewer	36,259,307	931,331	1,347	37,189,291
Transportation				
Street maintenance	2,255,664	132,325	27,680	2,360,309
Roads and bridges	128,784,278	1,979,089	-	130,763,367
Sidewalks	5,169,601	188,201	-	5,357,802
Traffic signal maintenance and repair	7,415,471	108,855	-	7,524,326
Total transportation	143,625,014	2,408,470	27,680	146,005,804
General government				
City Manager	72,595	-	-	72,595
Legislative	9,460	-	-	9,460
Cable TV commission	772,543	-	-	772,543
Finance	160,164	1,270,954	-	1,431,118
Management information systems	1,218,711	150,443	-	1,369,154
Income tax	18,960	-	-	18,960
Mayor's court	87,241	8,250	-	95,491
Lands and buildings	35,983,484	1,051,236	25,820	37,008,900
Total general government	38,323,158	2,480,883	25,820	40,778,221
Total general capital assets	302,151,160	10,655,024	1,521,210	311,284,974
Less accumulated depreciation	(63,531,465)	(5,947,208)	(1,498,498)	(67,980,175)
Total general capital assets (net of accumulated depreciation) allocated to programs	238,619,695	4,707,816	22,712	243,304,799
Internal service fund capital assets	777,240	-	-	777,240
Less accumulated depreciation	(672,488)	(18,468)	-	(690,956)
Net internal service fund capital assets	104,752	(18,468)	-	86,284
Total governmental activities capital assets before construction in progress	238,724,447	4,689,348	22,712	243,391,083
Construction in progress	9,137,058	10,780,044	1,541,892	18,375,210
Total governmental activities capital assets	\$247,861,505	\$15,469,392	\$1,564,604	\$261,766,293

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Property taxes	\$ 2,965,260	\$ 3,003,197	\$ 3,003,195	\$ (2)
Municipal income tax	28,856,154	30,656,154	31,331,797	675,643
Other local taxes	1,960,000	1,960,000	1,933,179	(26,821)
Intergovernmental	2,447,576	2,520,840	2,509,782	(11,058)
Charges for services	274,661	273,244	273,865	621
Fees, licenses and permits	629,500	1,196,096	1,263,869	67,773
Fines and forfeitures	674,494	517,618	513,802	(3,816)
Investment earnings	850,000	650,000	562,941	(87,059)
Other	47,000	176,859	176,099	(760)
Total revenues	38,704,645	40,954,008	41,568,529	614,521
<u>Expenditures:</u>				
Current operations and maintenance				
Security of persons and property				
Police department				
Police services				
Personal services	13,035,605	13,035,605	11,955,743	1,079,862
Supplies and materials	684,456	707,205	539,065	168,140
Other services and charges	953,597	986,239	677,649	308,590
Capital outlay	279,000	279,000	234,886	44,114
Total police department	14,952,658	15,008,049	13,407,343	1,600,706
Communications				
Personal services	1,770,226	1,798,926	1,663,323	135,603
Supplies and materials	39,370	31,598	27,524	4,074
Other services and charges	244,659	240,834	221,451	19,383
Capital outlay	27,503	27,503	27,503	-
Total communications	2,081,758	2,098,861	1,939,800	159,061
Total security of persons and property	17,034,416	17,106,910	15,347,144	1,759,766
Public health				
Cemetery maintenance				
Supplies and materials	1,650	1,650	1,197	453
Other services and charges	66,950	67,307	52,050	15,257
Total public health	68,600	68,957	53,247	15,710
Community development				
Planning, engineering, and building department				
building, planning and zoning				
Personal services	3,335,293	3,335,293	3,013,429	321,864
Supplies and materials	121,739	122,611	84,693	37,918
Other services and charges	787,809	1,355,076	1,283,942	71,134
Capital outlay	16,300	25,082	21,553	3,529
Total building, planning and zoning	4,261,141	4,838,062	4,403,618	434,444
Total community development	4,261,141	4,838,062	4,403,618	434,444

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CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2016

(Continued)

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Basic utility services				
General public services				
Storm sewer maintenance and improvements				
Personal services	\$ 644,501	\$ 644,501	\$ 584,553	\$ 59,948
Supplies and materials	47,900	53,513	28,952	24,561
Other services and charges	204,896	221,661	190,539	31,122
Capital outlay	24,000	24,000	16,611	7,389
Total basic utility services	921,297	943,675	820,655	123,020
General government				
City manager				
Administration				
Personal services	741,763	741,763	694,609	47,154
Supplies and materials	14,020	14,661	6,069	8,592
Other services and charges	1,793,450	1,829,951	1,529,502	300,449
Capital outlay	2,600	2,600	-	2,600
Total administration	2,551,833	2,588,975	2,230,180	358,795
Economic development				
Personal services	237,090	237,090	218,471	18,619
Supplies and materials	4,200	4,200	2,553	1,647
Other services and charges	260,143	302,211	224,025	78,186
Other financing uses	102,500	209,476	209,476	1
Total economic development	603,933	752,977	654,524	98,453
Total city manager	3,155,766	3,341,952	2,884,704	457,248
Legislative				
Personal services	195,765	195,765	190,440	5,325
Supplies and materials	17,100	17,515	6,601	10,914
Other services and charges	96,100	98,154	76,569	21,585
Total legislative	308,965	311,434	273,610	37,824
Administrative services				
Administrative services				
Personal services	814,592	814,592	725,850	88,742
Supplies and materials	16,575	17,285	13,658	3,627
Other services and charges	349,375	385,029	326,018	59,011
Total administrative services	1,180,542	1,216,906	1,065,525	151,381
Buildings and grounds				
Personal services	399,323	399,323	362,078	37,245
Supplies and materials	107,900	120,785	97,841	22,944
Other services and charges	413,750	463,807	434,222	29,585
Capital outlay	60,000	60,000	56,715	3,285
Total buildings and grounds	980,973	1,043,915	950,856	93,059
Total administrative services	2,161,515	2,260,821	2,016,382	244,439

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CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2016

(Continued)

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Management information systems				
Personal services	\$ 1,474,542	\$ 1,474,542	\$ 1,327,893	\$ 146,649
Supplies and materials	77,800	85,685	50,054	35,631
Other services and charges	1,022,581	1,152,147	947,737	204,410
Capital outlay	234,500	241,132	151,775	89,357
Total management information systems	2,809,423	2,953,506	2,477,460	476,046
Finance department				
Administration and accounting				
Personal services	1,102,282	1,103,289	939,627	163,662
Supplies and materials	36,830	31,958	16,657	15,301
Other services and charges	572,752	602,183	470,290	131,893
Total administration and accounting	1,711,864	1,737,430	1,426,574	310,856
Income tax				
Personal services	522,237	522,237	404,109	118,128
Supplies and materials	42,110	50,385	30,021	20,364
Other services and charges	109,228	118,952	74,429	44,523
Other financing uses/refunds	1,250,000	1,500,000	1,443,156	56,844
Total income tax	1,923,575	2,191,574	1,951,715	239,859
Utility billing services				
Personal services	679,749	679,749	606,407	73,342
Supplies and materials	36,223	36,289	14,551	21,738
Other services and charges	230,795	236,302	195,769	40,533
Total utility billing services	946,767	952,340	816,727	135,613
Mayor's court				
Personal services	441,960	441,960	373,679	68,281
Supplies and materials	16,184	19,453	11,607	7,846
Other services and charges	590,209	638,367	597,220	41,147
Capital outlay	-	1	-	1
Total mayor's court	1,048,353	1,099,781	982,506	117,275
Law administration				
Personal services	165,070	165,070	160,629	4,441
Other services and charges	545,600	593,592	584,192	9,400
Total law administration	710,670	758,662	744,821	13,841
Total finance department	6,341,229	6,739,787	5,922,343	817,444
Total general government	14,776,898	15,607,500	13,574,498	2,033,002

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CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
GENERAL FUND

FOR THE YEAR ENDED DECEMBER 31, 2016

(Continued)

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Debt service:				
Principal retirement	\$ 820	\$ 820	\$ 820	\$ -
Interest and fiscal charges	673	32,755	32,754	1
Total debt service	<u>1,493</u>	<u>33,575</u>	<u>33,574</u>	<u>1</u>
Total expenditures	<u>37,063,845</u>	<u>38,598,679</u>	<u>34,232,735</u>	<u>4,365,944</u>
Excess of revenues over expenditures	<u>1,640,800</u>	<u>2,355,329</u>	<u>7,335,794</u>	<u>4,980,465</u>
<u>Other Financing Sources (Uses):</u>				
Note issuance	3,495,000	5,820,000	5,820,000	-
Note premium	-	32,082	32,082	-
Sale of capital assets	5,174,121	1,171,776	1,203,415	31,639
Advances in	833,788	261,978	261,978	-
Advances (out)	(250,000)	(250,000)	(250,000)	-
Transfers (out)	<u>(10,440,801)</u>	<u>(13,095,375)</u>	<u>(13,095,375)</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,187,892)</u>	<u>(6,059,539)</u>	<u>(6,027,900)</u>	<u>31,639</u>
Net change in fund balance	452,908	(3,704,210)	1,307,894	5,012,104
Fund balance at beginning of year	23,709,034	23,942,642	23,942,642	-
Prior year encumbrances carried over	<u>1,150,659</u>	<u>917,051</u>	<u>917,051</u>	<u>-</u>
Fund balance at end of year	<u>\$ 25,312,601</u>	<u>\$ 21,155,483</u>	<u>\$ 26,167,587</u>	<u>\$ 5,012,104</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FIRE OPERATING SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Property taxes	\$ 9,306,586	\$ 9,604,593	\$ 9,604,592	\$ (1)
Intergovernmental	3,042,930	3,153,871	3,153,871	(0)
Charges for services	1,184,668	1,089,055	1,128,142	39,087
Fees, licenses and permits	-	50	50	-
Investment earnings	50,000	50,000	44,289	(5,711)
Other	1,500	5,100	10,053	4,953
Total revenues	<u>13,585,684</u>	<u>13,902,669</u>	<u>13,940,997</u>	<u>38,328</u>
<u>Expenditures:</u>				
Current operations and maintenance				
Security of persons and property				
Fire department				
Operations				
Personal services	13,116,186	13,116,186	11,820,554	1,295,632
Supplies and materials	600,043	621,588	475,721	145,867
Other services and charges	1,253,940	1,292,971	1,138,086	154,885
Capital outlay	1,579,300	1,848,864	1,501,955	346,909
Total expenditures	<u>16,549,469</u>	<u>16,879,609</u>	<u>14,936,316</u>	<u>1,943,293</u>
Net change in fund balance	(2,963,785)	(2,976,940)	(995,319)	1,981,621
Fund balance at beginning of year	6,376,812	6,450,303	6,450,303	-
Prior year encumbrances carried over	135,031	61,540	61,540	-
Fund balance at end of year	<u>\$ 3,548,058</u>	<u>\$ 3,534,903</u>	<u>\$ 5,516,524</u>	<u>\$ 1,981,621</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
PARKS AND RECREATION OPERATING SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ 4,006,000	\$ 4,229,747	\$ 4,271,524	\$ 41,777
Fees, licenses and permits	39,000	121,142	121,142	-
Other	-	10,109	8,654	(1,455)
Total revenues	4,045,000	4,360,998	4,401,320	40,322
Expenditures:				
Current operations and maintenance				
Leisure time activities				
Parks and recreation				
Administration				
Personal services	1,099,333	1,124,933	1,091,824	33,109
Supplies and materials	34,830	35,791	21,284	14,507
Other services and charges	266,020	299,723	266,075	33,648
Capital outlay	8,000	8,000	3,736	4,264
Other financing uses	20,000	20,000	11,006	8,994
Total administration	1,428,183	1,488,447	1,393,926	94,521
Community Center				
Personal services	2,274,688	2,246,188	2,071,819	174,369
Supplies and materials	204,875	209,125	187,098	22,027
Other services and charges	883,565	957,255	869,541	87,714
Capital outlay	29,500	42,350	27,356	14,994
Total community center	3,392,628	3,454,918	3,155,814	299,105
Recreation services				
Personal services	937,131	931,131	800,137	130,994
Supplies and materials	135,985	137,405	109,016	28,389
Other services and charges	407,510	412,555	326,277	86,278
Capital outlay	35,000	35,000	28,700	6,300
Total recreation services	1,515,626	1,516,091	1,264,130	251,961
Everal Barn				
Personal services	112,946	112,946	91,981	20,965
Supplies and materials	9,005	10,534	5,095	5,439
Other services and charges	29,810	30,333	17,905	12,428
Capital outlay	10,300	10,300	8,107	2,193
Total everal barn	162,061	164,113	123,088	41,025
Parks				
Personal services	2,142,024	2,142,414	1,916,101	226,313
Supplies and materials	323,335	341,592	266,389	75,203
Other services and charges	680,875	737,161	688,872	48,289
Capital outlay	183,000	194,478	157,384	37,094
Total parks	3,329,234	3,415,645	3,028,746	386,899
Senior center				
Personal services	659,675	659,675	526,361	133,314
Supplies and materials	71,855	70,901	58,637	12,264
Other services and charges	126,915	130,211	103,985	26,226
Capital outlay	27,000	33,988	16,309	17,679
Total senior center	885,445	894,775	705,291	189,484

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CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
PARKS AND RECREATION OPERATING SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016
(Continued)

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Highland swimming pool				
Personal services	\$ 458,328	\$ 467,228	\$ 448,018	\$ 19,210
Supplies and materials	104,010	120,089	110,075	10,014
Other services and charges	87,445	91,892	83,080	8,812
Capital outlay	50,000	50,000	31,385	18,615
Total Highland swimming pool	<u>699,783</u>	<u>729,209</u>	<u>672,557</u>	<u>56,652</u>
Total expenditures	<u>11,412,960</u>	<u>11,663,198</u>	<u>10,343,553</u>	<u>1,319,645</u>
Excess of expenditures over revenues	<u>(7,367,960)</u>	<u>(7,302,200)</u>	<u>(5,942,233)</u>	<u>1,359,967</u>
<u>Other Financing Sources:</u>				
Proceeds from sale of capital assets	-	325	325	-
Transfers in	5,056,000	4,040,000	4,040,000	-
Total other financing sources	<u>5,056,000</u>	<u>4,040,325</u>	<u>4,040,325</u>	<u>-</u>
Net change in fund balance	(2,311,960)	(3,261,875)	(1,901,908)	1,359,967
Fund balance at beginning of year	3,122,283	3,325,550	3,325,550	-
Prior year encumbrances carried over	453,505	250,238	250,238	-
Fund balance at end of year	<u>\$ 1,263,828</u>	<u>\$ 313,913</u>	<u>\$ 1,673,880</u>	<u>\$ 1,359,967</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
GENERAL BOND RETIREMENT DEBT SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property taxes	\$ 181,246	\$ 185,904	\$ 185,904	\$ 0
Intergovernmental	56,241	56,241	56,006	(236)
Total revenues	237,487	242,145	241,910	(235)
Expenditures:				
Debt service				
Principal retirement	7,665,085	9,930,085	9,930,085	-
Interest and fiscal charges	2,139,639	2,131,329	1,926,326	205,003
Total expenditures	9,804,724	12,061,414	11,856,411	205,003
Excess of expenditures over revenues	(9,567,237)	(11,819,269)	(11,614,501)	204,768
Other Financing Sources:				
Bond premium	-	14,421	14,420	(1)
Transfers in	9,594,285	11,737,735	11,654,282	(83,453)
Total other financing sources	9,594,285	11,752,156	11,668,702	(83,454)
Net change in fund balance	27,048	(67,113)	54,201	121,314
Fund balance at beginning of year	1,485,116	1,485,116	1,485,116	-
Fund balance at end of year	\$ 1,512,164	\$ 1,418,003	\$ 1,539,317	\$ 121,314

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
GENERAL CAPITAL IMPROVEMENT CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Municipal income tax	\$ 7,575,448	\$ 8,105,448	\$ 7,910,093	\$ (195,355)
Intergovernmental	-	150,000	150,000	-
Charges for services	125,000	65,000	48,902	(16,098)
Other	-	8,500	8,500	-
Total revenues	<u>\$7,700,448</u>	<u>8,328,948</u>	<u>8,117,495</u>	<u>(211,453)</u>
<u>Expenditures:</u>				
Capital outlay	6,101,020	11,636,990	11,125,908	511,082
Debt service:				
Bond issuance costs	-	43,852	43,852	0
Total expenditures	<u>6,101,020</u>	<u>11,680,842</u>	<u>11,169,760</u>	<u>511,082</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,599,428</u>	<u>(3,351,894)</u>	<u>(3,052,265)</u>	<u>299,630</u>
<u>Other Financing Sources (Uses):</u>				
Payment to refunding bond escrow agent	-	(2,116,679)	(2,116,679)	-
Refunding bond issuance	-	1,995,000	1,995,000	-
Bond premium	-	164,474	164,474	-
Advances (out)	-	(1,000,000)	(1,000,000)	-
Transfers in	-	1,071,124	1,071,124	-
Transfers (out)	(2,581,132)	(2,581,132)	(2,032,245)	548,887
Total other financing sources (uses)	<u>(2,581,132)</u>	<u>(2,467,213)</u>	<u>(1,918,326)</u>	<u>548,887</u>
Net change in fund balance	(981,704)	(5,819,107)	(4,970,591)	848,516
Fund balance at beginning of year	1,740,817	1,843,480	1,843,480	-
Prior year encumbrances carried over	5,266,633	5,163,970	5,163,970	-
Fund balance at end of year	<u>\$ 6,025,746</u>	<u>\$ 1,188,343</u>	<u>\$ 2,036,859</u>	<u>\$ 848,516</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
ALTAIR TIF INCENTIVE CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Payments in lieu of taxes	\$ 28,940	\$ 28,940	\$ 28,175	\$ (765)
Total revenues	28,940	28,940	28,175	(765)
<u>Expenditures:</u>				
Capital outlay				
Other services and charges	7,062	7,062	4,649	2,413
Capital outlay	-	4,905,410	4,905,410	-
Total capital outlay	7,062	4,912,472	4,910,059	2,413
Debt service:				
Bond issuance costs	-	3,914	3,914	-
Total debt service	-	3,914	3,914	-
Total expenditures	7,062	4,916,386	4,913,973	2,413
Excess (deficiency) of revenues over (under) expenditures	21,878	(4,887,446)	(4,885,798)	1,648
<u>Other Financing Sources (Uses):</u>				
Refunding bond issuance	-	220,000	220,000	-
Bond premium	-	7,751	7,751	-
Payment to refunding bond escrow agent	-	(223,031)	(223,031)	-
Transfers in	445,000	445,000	445,000	-
Transfers (out)	(431,794)	(431,794)	(426,131)	5,663
Total other financing sources (uses)	13,206	17,926	23,589	5,663
Net change in fund balance	35,084	(4,869,520)	(4,862,209)	7,311
Fund balance at beginning of year	27,582	27,582	27,582	-
Prior year encumbrances carried over	4,905,410	4,905,410	4,905,410	-
Fund balance at end of year	<u>\$ 4,968,076</u>	<u>\$ 63,472</u>	<u>\$ 70,783</u>	<u>\$ 7,311</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND
EQUITY - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
WATER ENTERPRISE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 5,262,441	\$ 5,728,885	\$ 5,704,207	\$ (24,678)
Refunding bond issuance	-	2,265,000	2,265,000	-
Premium on refunding bonds	-	170,599	170,599	-
Loan issuance	2,900,000	1,690,706	1,399,056	(291,650)
Other	87,500	146,564	151,113	4,549
Total revenues	8,249,941	10,001,754	9,689,975	(311,779)
Expenses:				
Personal services				
Water treatment	1,286,346	1,289,346	1,212,101	77,245
System improvements	650,201	650,201	586,839	63,362
Total personal services	1,936,547	1,939,547	1,798,939	140,608
Supplies and materials				
Water treatment	851,100	917,050	767,001	150,049
System improvements	103,750	103,786	66,613	37,173
Total supplies and materials	954,850	1,020,836	833,615	187,221
Other services and charges				
Water treatment	843,883	1,079,234	931,242	147,992
System improvements	197,257	198,904	145,887	53,017
Total other services and charges	1,041,140	1,278,138	1,077,129	201,009
Capital outlay				
Water treatment	1,913,764	2,689,451	2,536,827	152,624
System improvements	1,437,500	1,596,810	1,540,542	56,269
Total capital outlay	3,351,264	4,286,261	4,077,368	208,893
Debt service				
Principal retirement	899,447	893,520	891,807	1,713
Interest and fiscal charges	561,037	566,964	480,646	86,318
Payment to refunding bond escrow agent	-	2,374,752	2,374,752	-
Bond issuance costs	-	47,652	47,652	1
Total debt service	1,460,484	3,882,888	3,794,856	88,031
Total expenses	8,744,285	12,407,670	11,581,908	825,762
Excess of expenses over revenues before transfers	(494,344)	(2,405,916)	(1,891,933)	513,982
Transfers in	50,000	50,000	50,000	-
Net change in fund equity	(444,344)	(2,355,916)	(1,841,933)	513,982
Fund equity at beginning of year	3,292,994	3,401,386	3,401,386	-
Prior year encumbrances carried over	2,599,163	2,490,771	2,490,771	-
Fund equity at end of year	\$ 5,447,813	\$ 3,536,241	\$ 4,050,224	\$ 513,982

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND
EQUITY - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
SEWER ENTERPRISE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 8,895,129	\$ 9,135,577	\$ 8,945,282	\$ (190,295)
Tap-in fees	-	4,550	4,550	-
Refunding bond issuance		580,000	580,000	-
Premium on refunding bonds	-	47,032	47,031	(1)
Total revenues	<u>8,895,129</u>	<u>9,767,159</u>	<u>9,576,863</u>	<u>(190,296)</u>
Expenses:				
Personal services				
System improvements	624,879	624,879	540,305	84,574
Supplies and materials				
System improvements	56,450	58,003	36,435	21,568
Other services and charges				
Sewer treatment	8,168,156	9,717,850	9,039,947	677,903
System improvements	314,849	327,388	266,744	60,644
Total other services and charges	<u>8,483,005</u>	<u>10,045,238</u>	<u>9,306,691</u>	<u>738,547</u>
Capital outlay				
System improvements	24,000	507,889	418,536	89,353
Debt service				
Principal retirement	88,130	88,130	88,130	-
Interest and fiscal charges	57,714	57,714	46,203	11,511
Payment to refunding bond escrow agent	-	613,471	613,471	-
Bond issuance costs	-	11,128	11,128	-
Total debt service	<u>145,844</u>	<u>770,443</u>	<u>758,932</u>	<u>11,511</u>
Total expenses	<u>9,334,178</u>	<u>12,006,452</u>	<u>11,060,899</u>	<u>945,553</u>
Excess of expenses over revenues before advances	(439,049)	(2,239,293)	(1,484,036)	755,257
Advances (out)	(500,000)	(500,000)	-	500,000
Net change in fund equity	(939,049)	(2,739,293)	(1,484,036)	1,255,257
Fund equity at beginning of year	6,310,812	6,792,883	6,792,883	-
Prior year encumbrances carried over	2,131,746	1,649,675	1,649,675	-
Fund equity at end of year	<u>\$ 7,503,509</u>	<u>\$ 5,703,265</u>	<u>\$ 6,958,522</u>	<u>\$ 1,255,257</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
EQUITY - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
ELECTRIC ENTERPRISE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for services	\$ 51,241,693	\$ 51,347,265	\$ 49,652,876	\$ (1,694,389)
Refunding bond issuance	-	3,780,000	3,780,000	-
Premium on refunding bonds	-	328,713	328,713	-
Sale of capital assets	-	966	966	-
Intergovernmental	-	-	46,436	46,436
Interest	-	4,756	6,186	1,430
Other	96,000	72,888	73,007	119
Total revenues	51,337,693	55,534,588	53,888,185	(1,646,403)
Expenses:				
Personal services				
Electric system maintenance	5,279,059	5,279,059	4,885,320	393,739
Supplies and materials				
Purchased power	10,000	12,773	2,805	9,968
Electric system maintenance	883,920	850,173	727,121	123,052
Total supplies and materials	893,920	862,946	729,925	133,021
Other services and charges				
Purchased power	32,578,433	39,756,863	39,727,036	29,827
Electric system maintenance	1,694,794	1,729,627	1,414,736	314,891
Total other services and charges	34,273,227	41,486,490	41,141,772	344,718
Capital outlay				
Electric system maintenance	3,523,938	7,579,452	6,899,285	680,167
Debt service				
Principal retirement	1,734,915	1,734,915	1,734,915	-
Interest and fiscal charges	777,632	777,632	704,915	72,717
Payment to refunding bond escrow agent	-	4,015,012	4,015,012	-
Bond issuance costs	-	83,086	83,086	-
Total debt service	2,512,547	6,610,645	6,537,928	72,717
Total expenses	46,482,691	61,818,592	60,194,231	1,624,361
Excess of expenses over revenues before advances	4,855,002	(6,284,004)	(6,306,047)	(22,043)
Advances in	81,783	81,783	81,783	-
Net change in fund equity	4,936,785	(6,202,221)	(6,224,264)	(22,043)
Fund equity at beginning of year	9,040,887	9,339,136	9,339,136	-
Prior year encumbrances carried over	11,236,052	10,937,803	10,937,803	-
Fund equity at end of year	\$ 25,213,724	\$ 14,074,718	\$ 14,052,675	\$ (22,043)

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
EQUITY - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
COMMUNITY DATA CENTER ENTERPRISE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Charges for services	\$ 3,661,336	\$ 3,877,677	\$ 1,750,421	\$ (2,127,256)
Interest	-	3,256	3,383	127
Miscellaneous	-	12,527	6,381	(6,146)
Total revenues	3,661,336	3,893,460	1,760,185	(2,133,275)
<u>Expenses:</u>				
Supplies and materials				
Service operations	185,250	186,232	14,486	171,746
Other services and charges				
Service operations	1,428,156	1,451,896	1,291,111	160,785
Capital outlay				
Service operations	190,000	222,985	202,305	20,680
Total capital outlay	190,000	222,985	202,305	20,680
Debt service:				
Debt retirement	375,000	375,000	375,000	-
Interest and other charges	367,983	367,983	367,983	-
Total debt service	742,983	742,983	742,983	-
Total expenses	2,546,389	2,604,096	2,250,884	353,212
Excess (deficiency) of revenues over (under) expenses before advances and transfers	1,114,947	1,289,364	(490,699)	(1,780,063)
Advances (out)	(150,000)	-	-	-
Transfers in	892,983	961,770	961,374	(396)
Transfers (out)	(742,983)	(811,770)	(811,374)	396
Net change in fund equity	1,114,947	1,439,364	(340,699)	(1,780,063)
Fund equity at beginning of year	398,333	416,904	416,904	-
Prior year encumbrances carried over	51,318	32,747	32,747	-
Fund equity at end of year	\$ 1,564,598	\$ 1,889,015	\$ 108,952	\$ (1,780,063)

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
STREET MAINTENANCE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Intergovernmental	\$ 1,435,000	\$ 1,465,000	\$ 1,454,445	\$ (10,555)
Other	-	194	194	(0)
Total revenues	<u>1,435,000</u>	<u>1,465,194</u>	<u>1,454,638</u>	<u>(10,556)</u>
<u>Expenditures:</u>				
Current operations and maintenance				
Transportation				
Right of way maintenance-streets				
Personal services	1,510,382	1,510,382	1,370,009	140,373
Supplies and materials	593,110	598,807	460,320	138,487
Other services and charges	391,019	395,344	326,409	68,935
Capital outlay	349,500	349,500	259,776	89,724
Total expenditures	<u>2,844,011</u>	<u>2,854,033</u>	<u>2,416,514</u>	<u>437,519</u>
Excess of expenditures over revenues	<u>(1,409,011)</u>	<u>(1,388,839)</u>	<u>(961,876)</u>	<u>426,963</u>
<u>Other Financing Sources:</u>				
Transfers in	1,050,000	850,000	850,000	-
Total other financing sources	<u>1,050,000</u>	<u>850,000</u>	<u>850,000</u>	<u>-</u>
Net change in fund balance	(359,011)	(538,839)	(111,876)	426,963
Fund balance at beginning of year	1,661,726	1,685,269	1,685,269	-
Prior year encumbrances carried over	33,565	10,022	10,022	-
Fund balance at end of year	<u>\$ 1,336,280</u>	<u>\$ 1,156,452</u>	<u>\$ 1,583,415</u>	<u>\$ 426,963</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
STATE HIGHWAY SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Intergovernmental	\$ 114,375	\$ 114,375	\$ 117,928	\$ 3,553
Investment earnings	50	105	239	134
Total revenues	<u>114,425</u>	<u>114,480</u>	<u>118,167</u>	<u>3,687</u>
<u>Expenditures:</u>				
Current operations and maintenance				
Transportation				
Right of way maintenance-highway				
Capital outlay	<u>145,000</u>	<u>185,379</u>	<u>185,379</u>	<u>-</u>
Total expenditures	<u>145,000</u>	<u>185,379</u>	<u>185,379</u>	<u>-</u>
Net change in fund balance	(30,575)	(70,899)	(67,212)	3,687
Fund balance at beginning of year	1,068,965	1,068,965	1,068,965	-
Prior year encumbrances carried over	40,380	40,380	40,380	-
Fund balance at end of year	<u><u>\$ 1,078,770</u></u>	<u><u>\$ 1,038,446</u></u>	<u><u>\$ 1,042,133</u></u>	<u><u>\$ 3,687</u></u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
DARE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Intergovernmental	\$ -	\$ 7,528	\$ 6,680	\$ (848)
Investment earnings	-	190	205	15
Other	-	2,011	2,011	-
Total revenues	-	9,729	8,896	(833)
<u>Expenditures:</u>				
Current operations and maintenance				
Security of persons and property				
Police department				
Police services				
Supplies and materials	-	15,017	15,017	-
Other services and charges	-	1,180	1,180	-
Total expenditures	-	16,197	16,197	-
Net change in fund balance	-	(6,468)	(7,301)	(833)
Fund balance at beginning of year	37,408	37,408	37,408	-
Prior year encumbrances carried over	1,889	1,889	1,889	-
Fund balance at end of year	<u>\$ 39,297</u>	<u>\$ 32,829</u>	<u>\$ 31,996</u>	<u>\$ (833)</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
PERMISSIVE MOTOR VEHICLE LICENSE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$ 310,000	\$ 310,000	\$ 320,644	\$ 10,644
Investment earnings	175	464	574	110
Total revenues	<u>310,175</u>	<u>310,464</u>	<u>321,218</u>	<u>10,754</u>
<u>Expenditures:</u>				
Current operations and maintenance				
Transportation				
Right of way maintenance				
Capital outlay	<u>400,000</u>	<u>725,000</u>	<u>725,000</u>	<u>-</u>
Total expenditures	<u>400,000</u>	<u>725,000</u>	<u>725,000</u>	<u>-</u>
Net change in fund balance	(89,825)	(414,536)	(403,782)	10,754
Fund balance at beginning of year	454,878	454,878	454,878	-
Prior year encumbrances carried over	325,000	325,000	325,000	-
Fund balance at end of year	<u>\$ 690,053</u>	<u>\$ 365,342</u>	<u>\$ 376,096</u>	<u>\$ 10,754</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
HOTEL TAX SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Other local taxes	\$ 63,679	\$ 63,679	\$ 63,678	\$ (1)
Total revenues	<u>63,679</u>	<u>63,679</u>	<u>63,678</u>	<u>(1)</u>
<u>Expenditures:</u>				
Current operations and maintenance				
Other government				
Other services and charges	<u>63,680</u>	<u>63,678</u>	<u>63,678</u>	<u>-</u>
Total expenditures	<u>63,680</u>	<u>63,678</u>	<u>63,678</u>	<u>-</u>
Net change in fund balance	(1)	1	-	(1)
Fund balance at beginning of year	<u>2,576</u>	<u>2,576</u>	<u>2,576</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,575</u>	<u>\$ 2,577</u>	<u>\$ 2,576</u>	<u>\$ (1)</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
OMVI EDUCATION SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Fines and forfeitures	\$ -	\$ 1,935	\$ 1,935	\$ -
Total revenues	-	1,935	1,935	-
<u>Expenditures:</u>				
Current operations and maintenance				
Security of persons and property				
Police department				
Police services				
Other services and charges	-	2,931	2,931	-
Total expenditures	-	2,931	2,931	-
Net change in fund balance	-	(996)	(996)	-
Fund balance at beginning of year	15,736	15,736	15,736	-
Fund balance at end of year	<u>\$ 15,736</u>	<u>\$ 14,740</u>	<u>\$ 14,740</u>	<u>\$ -</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
TAX INCENTIVE/REDISTRIBUTION SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Payments in lieu of taxes	\$ 2,500,000	\$ 2,500,000	\$ 2,285,290	\$ (214,710)
Total revenues	<u>2,500,000</u>	<u>2,500,000</u>	<u>2,285,290</u>	<u>(214,710)</u>
Expenditures:				
Current operations and maintenance				
General government				
Other government				
Other services and charges	3,465,741	3,485,741	3,196,468	289,273
Total expenditures	<u>3,465,741</u>	<u>3,485,741</u>	<u>3,196,468</u>	<u>289,273</u>
Excess of expenditures over revenues	<u>(965,741)</u>	<u>(985,741)</u>	<u>(911,178)</u>	<u>74,563</u>
Other Financing Sources				
Transfers in	685,401	685,401	685,401	-
Total other financing sources	<u>685,401</u>	<u>685,401</u>	<u>685,401</u>	<u>-</u>
Net change in fund balance	(280,340)	(300,340)	(225,777)	74,563
Fund balance at beginning of year	646,225	646,225	646,225	-
Fund balance at end of year	<u>\$ 365,885</u>	<u>\$ 345,885</u>	<u>\$ 420,448</u>	<u>\$ 74,563</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
MAYOR'S COURT COMPUTER SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Fines and forfeitures	\$ -	\$ 26,674	\$ 26,674	\$ -
Total revenues	-	26,674	26,674	-
<u>Expenditures:</u>				
Current operations and maintenance				
General government				
Other government				
Supplies and materials	1,900	1,900	661	1,239
Other services and charges	-	7,120	6,823	297
Capital outlay	5,000	5,001	1,488	3,513
Total expenditures	6,900	14,021	8,973	5,049
Net change in fund balance	(6,900)	12,653	17,702	5,049
Fund balance at beginning of year	18,073	18,275	18,275	-
Prior year encumbrances carried over	203	1	1	-
Fund balance at end of year	<u>\$ 11,376</u>	<u>\$ 30,929</u>	<u>\$ 35,978</u>	<u>\$ 5,049</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
 BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
PARKS AND RECREATION INCOME TAX ALLOCATION SPECIAL REVENUE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Municipal income tax	\$ 5,153,366	\$ 5,513,366	\$ 5,381,076	\$ (132,290)
Total revenues	<u>5,153,366</u>	<u>5,513,366</u>	<u>5,381,076</u>	<u>(132,290)</u>
Excess of revenues over expenditures	<u>5,153,366</u>	<u>5,513,366</u>	<u>5,381,076</u>	<u>(132,290)</u>
<u>Other Financing Sources (Uses)</u>				
Advances in	270,000	631,106	270,000	(361,106)
Advances (out)	(20,000)	(20,000)	(10,000)	10,000
Transfers (out)	(4,972,735)	(4,972,735)	(4,964,988)	7,748
Total other financing sources (uses)	<u>(4,722,735)</u>	<u>(4,361,629)</u>	<u>(4,704,988)</u>	<u>(343,359)</u>
Net change in fund balance	430,631	1,151,737	676,088	(475,649)
Fund balance at beginning of year	<u>494,391</u>	<u>494,391</u>	<u>494,391</u>	<u>-</u>
Fund balance at end of year	<u>\$ 925,022</u>	<u>\$ 1,646,128</u>	<u>\$ 1,170,479</u>	<u>\$ (475,649)</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FEMA SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balance at beginning of year	\$ 3,150	\$ 3,150	\$ 3,150	\$ -
Fund balance at end of year	\$ 3,150	\$ 3,150	\$ 3,150	\$ -

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
DRUG ENFORCEMENT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Fines and forfeitures	\$ -	\$ 1,381	\$ 1,381	\$ -
Investment earnings	-	252	270	18
Total revenues	-	1,633	1,651	18
Net change in fund balance	-	1,633	1,651	18
Fund balance at beginning of year	45,065	45,065	45,065	-
Fund balance at end of year	<u>\$ 45,065</u>	<u>\$ 46,698</u>	<u>\$ 46,716</u>	<u>\$ 18</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
CRIMINAL ACTIVITY FORFEITURE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Fines and forfeitures	\$ -	\$ 95,363	\$ 94,153	\$ (1,210)
Investment earnings	-	1,033	1,114	81
Miscellaneous	-	4,498	4,498	-
Total revenues	<u>-</u>	<u>100,894</u>	<u>99,765</u>	<u>(1,129)</u>
<u>Expenditures:</u>				
Current operations and maintenance				
Security of persons and property				
Police department				
Police services				
Supplies and materials	-	52,101	52,101	-
Other services and charges	-	43,783	42,600	1,184
Capital outlay	-	51,931	51,931	-
Total expenditures	<u>-</u>	<u>147,815</u>	<u>146,632</u>	<u>1,184</u>
Net change in fund balance	-	(46,921)	(46,867)	54
Fund balance at beginning of year	162,353	170,026	170,026	-
Prior year encumbrances carried over	51,016	43,343	43,343	-
Fund balance at end of year	<u>\$ 213,369</u>	<u>\$ 166,448</u>	<u>\$ 166,502</u>	<u>\$ 54</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
MCVAY ENDOWMENT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Other	\$ 21,647	\$ 21,647	\$ 21,647	\$ -
Total revenues	<u>21,647</u>	<u>21,647</u>	<u>21,647</u>	<u>-</u>
<u>Expenditures:</u>				
Current operations and maintenance				
Security of persons and property				
Police department				
Police services				
Supplies and materials	7,000	7,000	7,000	-
Total expenditures	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>-</u>
Net change in fund balance	14,647	14,647	14,647	-
Fund balance at beginning of year	<u>115,810</u>	<u>115,810</u>	<u>115,810</u>	<u>-</u>
Fund balance at end of year	<u>\$ 130,457</u>	<u>\$ 130,457</u>	<u>\$ 130,457</u>	<u>\$ -</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
CABLE TV FRANCHISE FEE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Other local taxes	\$ 675,812	\$ 675,812	\$ 610,356	\$ (65,456)
Total revenues	<u>675,812</u>	<u>675,812</u>	<u>610,356</u>	<u>(65,456)</u>
<u>Expenditures:</u>				
Current operations and maintenance				
General government				
Other government				
Other services and charges	628,700	681,566	629,491	52,075
Total expenditures	<u>628,700</u>	<u>681,566</u>	<u>629,491</u>	<u>52,075</u>
Excess (deficiency) of revenues over (under) expenditures	<u>47,112</u>	<u>(5,754)</u>	<u>(19,135)</u>	<u>(13,381)</u>
<u>Other Financing (Uses):</u>				
Transfers (out)	(150,000)	(150,000)	(150,000)	-
Total other financing (uses)	<u>(150,000)</u>	<u>(150,000)</u>	<u>(150,000)</u>	<u>-</u>
Net change in fund balance	(102,888)	(155,754)	(169,135)	(13,381)
Fund balance at beginning of year	683,891	692,922	692,922	-
Prior year encumbrances carried over	61,897	52,866	52,866	-
Fund balance at end of year	<u>\$ 642,900</u>	<u>\$ 590,034</u>	<u>\$ 576,653</u>	<u>\$ (13,381)</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
MAYOR'S OPERATING SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other	\$ -	\$ 1,250	\$ 1,250	\$ -
Total revenues	-	1,250	1,250	-
Net change in fund balance	-	1,250	1,250	-
Fund balance at beginning of year	78	78	78	-
Fund balance at end of year	<u>\$ 78</u>	<u>\$ 1,328</u>	<u>\$ 1,328</u>	<u>\$ -</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
AFRICA ROAD IMPROVEMENT CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balance at beginning of year	\$ 48	\$ 48	\$ 48	\$ -
Fund balance at end of year	<u>\$ 48</u>	<u>\$ 48</u>	<u>\$ 48</u>	<u>\$ -</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
DEMPSEY ROAD IMPROVEMENT CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balance at beginning of year	\$ 134,248	\$ 134,248	\$ 134,248	\$ -
Fund balance at end of year	<u>\$ 134,248</u>	<u>\$ 134,248</u>	<u>\$ 134,248</u>	<u>\$ -</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
 BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
MCCORKLE BOULEVARD ROAD IMPROVEMENT CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balance at beginning of year	\$ 40,000	\$ 40,000	\$ 40,000	\$ -
Fund balance at end of year	\$ 40,000	\$ 40,000	\$ 40,000	\$ -

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
MAXTOWN ROAD IMPROVEMENT CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$ 125,027	\$ -	\$ -	\$ -
Total revenues	<u>125,027</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	<u>125,027</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Other Financing (Uses):</u>				
Advances (out)	(125,027)	-	-	-
Total other financing (uses)	<u>(125,027)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-
Fund balance at beginning of year	<u>4,548</u>	<u>4,548</u>	<u>4,548</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 4,548</u></u>	<u><u>\$ 4,548</u></u>	<u><u>\$ 4,548</u></u>	<u><u>\$ -</u></u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
 BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
PARKS AND RECREATION CAPITAL IMPROVEMENT CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Other	\$ 20,000	\$ 262,500	\$ 30,000	\$ (232,500)
Total revenues	20,000	262,500	30,000	(232,500)
<u>Expenditures:</u>				
Capital outlay	3,725,000	1,239,921	1,234,897	5,024
Total expenditures	3,725,000	1,239,921	1,234,897	5,024
Excess of expenditures over revenues	(3,705,000)	(977,421)	(1,204,897)	(227,476)
<u>Other Financing Sources:</u>				
Bond issuance	1,250,000	-	-	-
Transfers in	750,000	1,725,682	1,725,681	(1)
Transfers out	-	(114,682)	(114,681)	1
Total other financing sources	2,000,000	1,611,000	1,611,000	0
Net change in fund balance	(1,705,000)	633,579	406,103	(227,476)
Fund balance at beginning of year	1,946,003	1,946,003	1,946,003	-
Prior year encumbrances carried over	151,296	151,296	151,296	-
Fund balance at end of year	<u>\$ 392,299</u>	<u>\$ 2,730,878</u>	<u>\$ 2,503,402</u>	<u>\$ (227,476)</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
NORTH STATE STREET IMPROVEMENT CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fund balance at beginning of year	\$ 240,065	\$ 240,065	\$ 240,065	\$ -
Fund balance at end of year	\$ 240,065	\$ 240,065	\$ 240,065	\$ -

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
CLEVELAND AVENUE EXTENSION IMPROVEMENT CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Payments in lieu of taxes	\$ 43,761	\$ 43,761	\$ 43,200	\$ (561)
Intergovernmental	10,940,700	484,553	484,552	(1)
Total revenues	10,984,461	528,314	527,752	(562)
<u>Expenditures:</u>				
Capital outlay	9,805,000	1,910,512	1,909,512	1,000
Total expenditures	9,805,000	1,910,512	1,909,512	1,000
Excess (deficiency) of revenues over (under) expenditures	1,179,461	(1,382,198)	(1,381,760)	438
<u>Other Financing Sources:</u>				
Advances in	-	2,000,000	2,000,000	-
Advances (out)	(43,761)	(43,761)	(43,761)	-
Total other financing sources	(43,761)	1,956,239	1,956,239	-
Net change in fund balance	1,135,700	574,041	574,479	438
Fund balance (deficit) at beginning of year	(1,981,162)	(1,981,162)	(1,981,162)	-
Prior year encumbrances carried over	1,757,743	1,757,743	1,757,743	-
Fund balance at end of year	<u>\$ 912,281</u>	<u>\$ 350,622</u>	<u>\$ 351,060</u>	<u>\$ 438</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
 BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
PARKS AND RECREATION REPLACEMENT AND RESERVE CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Expenditures:</u>				
Capital outlay	\$ 1,157,212	\$ 917,708	\$ 887,306	\$ 30,402
Total expenditures	1,157,212	917,708	887,306	30,402
Excess of expenditures over revenues	(1,157,212)	(917,708)	(887,306)	30,402
<u>Other Financing Sources:</u>				
Transfers in	700,000	495,000	495,000	-
Total other financing sources	700,000	495,000	495,000	-
Net change in fund balance	(457,212)	(422,708)	(392,306)	30,402
Fund balance at beginning of year	1,168,173	1,168,823	1,168,823	-
Prior year encumbrances carried over	61,146	60,496	60,496	-
Fund balance at end of year	<u>\$ 772,107</u>	<u>\$ 806,611</u>	<u>\$ 837,013</u>	<u>\$ 30,402</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
 BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
STREET REPLACEMENT AND RESERVE CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Expenditures:</u>				
Capital outlay	\$ 665,000	\$ 282,971	\$ 282,538	\$ 433
Total expenditures	<u>665,000</u>	<u>282,971</u>	<u>282,538</u>	<u>433</u>
Excess of expenditures over revenues	<u>(665,000)</u>	<u>(282,971)</u>	<u>(282,538)</u>	<u>433</u>
<u>Other Financing Sources (Uses):</u>				
Advances out	-	(1,000,000)	(1,000,000)	-
Transfers in	<u>300,000</u>	<u>300,000</u>	<u>300,000</u>	<u>-</u>
Total other financing sources (uses)	<u>300,000</u>	<u>(700,000)</u>	<u>(700,000)</u>	<u>-</u>
Net change in fund balance	(365,000)	(982,971)	(982,538)	433
Fund balance at beginning of year	1,542,040	1,542,040	1,542,040	-
Prior year encumbrances carried over	<u>17,971</u>	<u>17,971</u>	<u>17,971</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,195,011</u>	<u>\$ 577,040</u>	<u>\$ 577,473</u>	<u>\$ 433</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
TREE REPLACEMENT CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Charges for services	\$ -	\$ 15,600	\$ 15,600	\$ -
Total revenues	-	15,600	15,600	-
Net change in fund balance	-	15,600	15,600	-
Fund balance at beginning of year	26,199	26,199	26,199	-
Fund balance at end of year	<u>\$ 26,199</u>	<u>\$ 41,799</u>	<u>\$ 41,799</u>	<u>\$ -</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
WESTAR/OLENTANGY TIF CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Payments in lieu of taxes	\$ 87,741	\$ 116,733	\$ 116,733	\$ -
Total revenues	87,741	116,733	116,733	-
Excess of revenues over expenditures	87,741	116,733	116,733	-
<u>Other Financing (Uses):</u>				
Transfers (out)	(95,000)	(95,000)	(95,000)	-
Total other financing (uses)	(95,000)	(95,000)	(95,000)	-
Net change in fund balance	(7,259)	21,733	21,733	-
Fund balance at beginning of year	200,597	200,597	200,597	-
Fund balance at end of year	<u>\$ 193,338</u>	<u>\$ 222,330</u>	<u>\$ 222,330</u>	<u>\$ -</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
NORTH RIDGE CROSSING TIF CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Payments in lieu of taxes	\$ 692,426	\$ 633,952	\$ 633,952	\$ (0)
Total revenues	692,426	633,952	633,952	(0)
<u>Expenditures:</u>				
Capital outlay				
Other services and charges	7,600	7,600	612	6,988
Capital outlay	-	96,400	96,400	-
Total expenditures	7,600	104,000	97,012	6,988
Excess of revenues over expenditures	684,826	529,952	536,940	6,988
<u>Other Financing (Uses):</u>				
Advances (out)	(270,000)	(270,000)	(270,000)	-
Transfers (out)	(350,000)	(350,000)	(350,000)	-
Total other financing (uses)	(620,000)	(620,000)	(620,000)	-
Net change in fund balance	64,826	(90,048)	(83,060)	6,988
Fund balance at beginning of year	772,008	772,008	772,008	-
Prior year encumbrances carried over	96,400	96,400	96,400	-
Fund balance at end of year	<u>\$ 933,234</u>	<u>\$ 778,360</u>	<u>\$ 785,348</u>	<u>\$ 6,988</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
NORTHSTAR/WORTHINGTON ROAD TIF CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Payments in lieu of taxes	\$ 151,218	\$ 149,569	\$ 146,405	\$ (3,164)
Intergovernmental	12,640	12,640	12,640	-
Total revenues	<u>163,858</u>	<u>162,209</u>	<u>159,045</u>	<u>(3,164)</u>
<u>Expenditures:</u>				
Capital outlay	-	3,603	3,603	-
Debt service:				
Principal retirement	<u>28,027</u>	<u>28,027</u>	<u>28,026</u>	<u>1</u>
Total expenditures	<u>28,027</u>	<u>31,630</u>	<u>31,629</u>	<u>1</u>
Excess of revenues over expenditures	<u>135,831</u>	<u>130,579</u>	<u>127,416</u>	<u>(3,163)</u>
<u>Other Financing (Uses):</u>				
Advances (out)	<u>(100,000)</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(100,000)</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>-</u>
Net change in fund balance	35,831	30,579	27,416	(3,163)
Fund balance at beginning of year	21,193	21,193	21,193	-
Prior year encumbrances carried over	3,603	3,603	3,603	-
Fund balance at end of year	<u>\$ 60,627</u>	<u>\$ 55,375</u>	<u>\$ 52,212</u>	<u>\$ (3,163)</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
SOUTH STATE STREET TIF INCENTIVE CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Payments in lieu of taxes	\$ 621,492	\$ 654,573	\$ 654,573	\$ -
Intergovernmental	600,000	982,245	935,809	(46,436)
Total revenues	<u>1,221,492</u>	<u>1,636,818</u>	<u>1,590,382</u>	<u>(46,436)</u>
<u>Expenditures:</u>				
Capital outlay	-	8,759,215	8,759,214	1
Debt service:				
Principal retirement	<u>68,182</u>	<u>68,182</u>	<u>68,182</u>	<u>-</u>
Total expenditures	<u>68,182</u>	<u>8,827,397</u>	<u>8,827,396</u>	<u>1</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,153,310</u>	<u>(7,190,579)</u>	<u>(7,237,014)</u>	<u>(46,435)</u>
<u>Other Financing Sources (Uses):</u>				
Loan issuance	6,276,400	6,276,400	1,900,222	(4,376,178)
Advances (out)	(496,783)	(200,000)	(200,000)	-
Transfers (out)	<u>(71,850)</u>	<u>(71,850)</u>	<u>(69,181)</u>	<u>2,669</u>
Total other financing sources (uses)	<u>5,707,767</u>	<u>6,004,550</u>	<u>1,631,041</u>	<u>(4,373,509)</u>
Net change in fund balance	6,861,077	(1,186,029)	(5,605,973)	(4,419,944)
Fund balance (deficit) at beginning of year	(7,057,783)	(7,057,633)	(7,057,633)	-
Prior year encumbrances carried over	8,759,365	8,759,215	8,759,215	-
Fund balance (deficit) at end of year	<u>\$ 8,562,659</u>	<u>\$ 515,553</u>	<u>\$ (3,904,391)</u>	<u>\$ (4,419,944)</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
PERIMETER ROAD IMPROVEMENT CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Fees, licenses and permits	\$ 27,000	\$ 59,400	\$ 62,100	\$ 2,700
Total revenues	27,000	59,400	62,100	2,700
<u>Expenditures:</u>				
Capital outlay	-	27,385	22,359	5,026
Total expenditures	-	27,385	22,359	5,026
Net change in fund balance	27,000	32,015	39,741	7,726
Fund balance at beginning of year	109,369	109,369	109,369	-
Prior year encumbrances carried over	27,385	27,385	27,385	-
Fund balance at end of year	<u>\$ 163,754</u>	<u>\$ 168,769</u>	<u>\$ 176,495</u>	<u>\$ 7,726</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
WORTHINGTON ROAD TIF CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Payments in lieu of taxes	\$ -	\$ 28,440	\$ 28,441	\$ 1
Total revenues	-	28,440	28,441	1
<u>Expenditures:</u>				
Capital outlay				
Other services and charges	4,100	4,100	-	4,100
Capital outlay	242,000	108,392	105,320	3,072
Total expenditures	246,100	112,492	105,320	7,172
Excess of expenditures over revenues	(246,100)	(84,052)	(76,879)	7,173
<u>Other Financing (Uses):</u>				
Transfers (out)	(408,374)	(408,374)	(368,887)	39,486
Total other financing (uses)	(408,374)	(408,374)	(368,887)	39,486
Net change in fund balance	(654,474)	(492,426)	(445,766)	46,659
Fund balance at beginning of year	698,445	877,881	877,881	-
Prior year encumbrances carried over	287,828	108,392	108,392	-
Fund balance at end of year	<u>\$ 331,799</u>	<u>\$ 493,847</u>	<u>\$ 540,507</u>	<u>\$ 46,659</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
SUNBURY ROAD IMPROVEMENT CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$ 6,932,898	\$ 7,832,898	\$ 54,656	\$ (7,778,242)
Total revenues	<u>6,932,898</u>	<u>7,832,898</u>	<u>54,656</u>	<u>(7,778,242)</u>
<u>Expenditures:</u>				
Capital outlay	<u>7,653,220</u>	<u>8,593,510</u>	<u>6,007,693</u>	<u>2,585,817</u>
Total expenditures	<u>7,653,220</u>	<u>8,593,510</u>	<u>6,007,693</u>	<u>2,585,817</u>
Excess of expenditures over revenues	<u>(720,322)</u>	<u>(760,612)</u>	<u>(5,953,036)</u>	<u>(5,192,424)</u>
<u>Other Financing Sources:</u>				
Transfers in	<u>721,000</u>	<u>721,000</u>	<u>200,000</u>	<u>(521,000)</u>
Total other financing sources	<u>721,000</u>	<u>721,000</u>	<u>200,000</u>	<u>(521,000)</u>
Net change in fund balance	678	(39,612)	(5,753,036)	(5,713,424)
Fund balance (deficit) at beginning of year	(813,275)	(813,273)	(813,273)	-
Prior year encumbrances carried over	940,292	940,290	940,290	-
Fund balance (deficit) at end of year	<u>\$ 127,695</u>	<u>\$ 87,405</u>	<u>\$ (5,626,019)</u>	<u>\$ (5,713,424)</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
CENTRAL COLLEGE TIF CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Intergovernmental	\$ -	\$ 361,106	\$ -	\$ (361,106)
Total revenues	-	361,106	-	(361,106)
<u>Expenditures:</u>				
Capital Outlay				
Other services and charges	7,100	7,100	-	7,100
Capital outlay	500,000	981,475	-	981,475
Total expenditures	507,100	988,575	-	988,575
Excess of expenditures over revenues	(507,100)	(627,469)	-	627,469
<u>Other Financing Sources (Uses):</u>				
Advances in	510,000	510,000	-	(510,000)
Advances out	-	(361,106)	-	361,106
Total other financing sources (uses)	510,000	148,894	-	(148,894)
Net change in fund balance	2,900	(478,575)	-	478,575
Fund balance at beginning of year	-	-	-	-
Prior year encumbrances carried over	481,475	481,475	481,475	-
Fund balance (deficit) at end of year	<u>\$ 484,375</u>	<u>\$ 2,900</u>	<u>\$ 481,475</u>	<u>\$ 478,575</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
BIGHAM TIF CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Expenditures:</u>				
Capital Outlay				
Other services and charges	\$ 8,200	\$ 8,200	\$ -	\$ 8,200
Capital outlay	-	594,722	594,721	1
Total expenditures	<u>8,200</u>	<u>602,922</u>	<u>594,721</u>	<u>8,201</u>
Excess of expenditures over revenues	<u>(8,200)</u>	<u>(602,922)</u>	<u>(594,721)</u>	<u>8,201</u>
<u>Other Financing Sources:</u>				
Advances in	10,000	10,000	10,000	-
Total other financing sources	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Net change in fund balance	1,800	(592,922)	(584,721)	8,201
Fund balance at beginning of year	-	5,278	5,278	-
Prior year encumbrances carried over	<u>600,000</u>	<u>594,722</u>	<u>594,722</u>	<u>-</u>
Fund balance at end of year	<u>\$ 601,800</u>	<u>\$ 7,078</u>	<u>\$ 15,279</u>	<u>\$ 8,201</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
ZUMSTEIN TIF CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Property taxes	\$ 1,645	\$ 10,314	\$ 10,313	\$ (1)
Total revenues	1,645	10,314	10,313	(1)
<u>Expenditures:</u>				
Capital outlay	250,000	250,000	-	250,000
Total expenditures	250,000	250,000	-	250,000
Excess of expenditures over revenues	(248,355)	(239,686)	10,313	249,999
<u>Other Financing (Uses):</u>				
Advances - In	250,000	250,000	250,000	-
Total other financing (uses)	250,000	250,000	250,000	-
Net change in fund balance	1,645	10,314	260,313	249,999
Fund balance at beginning of year	-	-	-	-
Prior year encumbrances carried over	-	-	-	-
Fund balance at end of year	<u>\$ 1,645</u>	<u>\$ 10,314</u>	<u>\$ 260,313</u>	<u>\$ 249,999</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
EQUITY - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
REFUSE ENTERPRISE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Charges for services	\$ 2,417,163	\$ 2,417,163	\$ 2,401,588	\$ (15,575)
Total revenues	<u>2,417,163</u>	<u>2,417,163</u>	<u>2,401,588</u>	<u>(15,575)</u>
<u>Expenses:</u>				
Personal services				
Refuse operations	129,156	129,156	113,788	15,368
Supplies and materials				
Refuse operations	5,300	5,300	2,813	2,487
Other services and charges				
Refuse operations and disposal	2,275,882	2,445,241	2,265,082	180,159
Capital outlay				
Refuse operations	1,500	9,308	7,808	1,500
Total expenses	<u>2,411,838</u>	<u>2,589,005</u>	<u>2,389,491</u>	<u>199,514</u>
Net change in fund equity	5,325	(171,842)	12,097	183,939
Fund equity at beginning of year	661,391	675,086	675,086	-
Prior year encumbrances carried over	190,862	177,167	177,167	-
Fund equity at end of year	<u>\$ 857,578</u>	<u>\$ 680,411</u>	<u>\$ 864,350</u>	<u>\$ 183,939</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
EQUITY - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
GARAGE INTERNAL SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Charges for services	\$ 1,246,250	\$ 1,246,250	\$ 905,635	\$ (340,615)
Other	3,200	4,190	4,188	(2)
Total revenues	<u>1,249,450</u>	<u>1,250,440</u>	<u>909,823</u>	<u>(340,617)</u>
<u>Expenses:</u>				
Personal services				
Garage operations	484,322	484,322	426,762	57,560
Supplies and materials				
Garage operations	648,600	656,219	438,483	217,736
Other services and charges				
Garage operations	88,412	95,433	69,027	26,406
Total expenses	<u>1,221,334</u>	<u>1,235,974</u>	<u>934,272</u>	<u>301,702</u>
Net change in fund equity	28,116	14,466	(24,449)	(38,915)
Fund equity at beginning of year	134,948	156,231	156,231	-
Prior year encumbrances carried over	35,923	14,640	14,640	-
Fund equity at end of year	<u>\$ 198,987</u>	<u>\$ 185,337</u>	<u>\$ 146,422</u>	<u>\$ (38,915)</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
EQUITY - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
WORKERS' COMPENSATION SELF-INSURANCE INTERNAL SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Charges for services	\$ 700,430	\$ 700,430	\$ 438,981	\$ (261,449)
Other	-	448	448	(0)
Total revenues	<u>700,430</u>	<u>700,878</u>	<u>439,429</u>	<u>(261,449)</u>
<u>Expenses:</u>				
Other services and charges				
Self-insurance	-	497,028	500,180	3,153
Total expenses	<u>-</u>	<u>497,028</u>	<u>500,180</u>	<u>3,153</u>
Net change in fund equity	700,430	203,850	(60,752)	(258,297)
Fund equity at beginning of year	711,663	721,703	721,703	-
Prior year encumbrances carried over	16,342	6,302	6,302	-
Fund equity at end of year	<u>\$ 1,428,435</u>	<u>\$ 931,855</u>	<u>\$ 667,253</u>	<u>\$ (258,297)</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
EQUITY - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
SELF-INSURANCE INTERNAL SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Other	\$ -	\$ 14,259	\$ 14,258	\$ (1)
Total revenues	-	14,259	14,258	(1)
<u>Expenses:</u>				
Other services and charges				
Self-insurance	-	80,291	79,818	473
Other	-	24,657	24,657	-
Total expenses	-	104,948	104,475	473
Net change in fund equity	-	(90,689)	(90,217)	472
Fund equity at beginning of year	148,728	153,961	153,961	-
Prior year encumbrances carried over	9,521	4,288	4,288	-
Fund equity at end of year	<u>\$ 158,249</u>	<u>\$ 67,560</u>	<u>\$ 68,032</u>	<u>\$ 472</u>

CITY OF WESTERVILLE, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND
EQUITY - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
EMPLOYEE HEALTH INSURANCE RETENTION INTERNAL SERVICE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Charges for services	\$ -	\$ 6,693,949	\$ 6,092,011	\$ (601,938)
Other	-	38,635	38,635	-
Total revenues	-	6,732,584	6,130,646	(601,938)
<u>Expenses:</u>				
Claims				
Self-insurance	-	5,481,390	5,481,390	-
Total expenses	-	5,481,390	5,481,390	-
Net change in fund equity	-	1,251,194	649,256	(601,938)
Fund equity at beginning of year	263,532	263,532	263,532	-
Prior year encumbrances carried over	640	640	640	-
Fund equity at end of year	<u>\$ 264,172</u>	<u>\$ 1,515,366</u>	<u>\$ 913,428</u>	<u>\$ (601,938)</u>



STATISTICS



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CITY OF WESTERVILLE, OHIO
STATISTICAL SECTION

This part of the City of Westerville'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>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	228-237
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue sources, the income tax and property tax.	238-251
Debt Capacity 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.	252-259
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	260-261
Operating Information 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.	262-267

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

CITY OF WESTERVILLE, OHIO
NET POSITION BY COMPONENT
LAST TEN YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010 (A)</u>
Governmental Activities:				
Net Investment in Capital Assets	\$ 175,905,966	\$ 177,018,595	\$ 179,020,723	\$ 186,423,811
Restricted	23,599,432	25,592,016	24,859,638	9,041,410
Unrestricted	<u>23,773,944</u>	<u>23,755,848</u>	<u>25,806,809</u>	<u>41,266,072</u>
<i>Total Governmental Activities Net Position</i>	<u>223,279,342</u>	<u>226,366,459</u>	<u>229,687,170</u>	<u>236,731,293</u>
Business-Type Activities:				
Net Investment in Capital Assets	73,089,932	71,935,551	67,786,210	70,184,446
Restricted	-	-	-	-
Unrestricted	<u>28,615,958</u>	<u>29,588,665</u>	<u>30,202,436</u>	<u>32,019,131</u>
<i>Total Business-Type Activities</i>	<u>101,705,890</u>	<u>101,524,216</u>	<u>97,988,646</u>	<u>102,203,577</u>
Primary Government:				
Net Investment in Capital Assets	248,995,898	248,954,146	246,806,933	256,608,257
Restricted	23,599,432	25,592,016	24,859,638	9,041,410
Unrestricted	<u>52,389,902</u>	<u>53,344,513</u>	<u>56,009,245</u>	<u>73,285,203</u>
<i>Total Primary Government Net Position</i>	<u>\$ 324,985,232</u>	<u>\$ 327,890,675</u>	<u>\$ 327,675,816</u>	<u>\$ 338,934,870</u>

(A) The large decrease of Restricted Net Position and increase in Unrestricted Net Position for 2010 was a result of the implementation of GASB 54.

(B) Net position was restated at December 31, 2014.

2011	2012	2013	2014 (B)	2015	2016
\$ 189,865,503	\$ 193,493,934	\$ 188,489,355	\$ 185,480,141	\$ 194,215,282	\$ 210,069,828
14,417,704	15,133,160	16,187,872	10,911,975	13,485,646	9,654,690
44,614,691	47,689,348	52,218,517	13,613,505	12,497,712	5,353,600
<u>248,897,898</u>	<u>256,316,442</u>	<u>256,895,744</u>	<u>210,005,621</u>	<u>220,198,640</u>	<u>225,078,118</u>
69,813,339	69,473,974	71,652,314	73,917,887	78,066,734	90,278,248
-	-	-	-	250,078	250,163
34,678,959	38,887,573	38,272,949	33,182,759	31,856,230	34,308,206
<u>104,492,298</u>	<u>108,361,547</u>	<u>109,925,263</u>	<u>107,100,646</u>	<u>110,173,042</u>	<u>124,836,617</u>
259,678,842	262,967,908	260,141,669	259,398,028	272,282,016	300,348,076
14,417,704	15,133,160	16,187,872	10,911,975	13,735,724	9,904,853
79,293,650	86,576,921	90,491,466	46,796,264	44,353,942	39,661,806
<u>\$ 353,390,196</u>	<u>\$ 364,677,989</u>	<u>\$ 366,821,007</u>	<u>\$ 317,106,267</u>	<u>\$ 330,371,682</u>	<u>\$ 349,914,735</u>

CITY OF WESTERVILLE, OHIO
CHANGES IN NET POSITION
LAST TEN YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Program Revenues:				
Governmental Activities:				
Charges for Services and Sales:				
Security of Persons and Property	\$ 248,491	\$ 201,340	\$ 735,687	\$ 1,338,292
Public Health	25,950	37,892	26,276	25,714
Leisure Time Activities	3,061,612	3,138,743	2,852,525	3,255,867
Community Development	823,959	941,293	672,744	818,791
Transportation	45,000	22,500	309,016	48,600
General Government	781,310	690,699	657,456	740,332
Operating Grants, Contributions and Interest	4,921,913	5,600,521	5,497,164	5,582,071
Capital Grants, Contributions and Interest	790,970	164,846	130,359	3,562,453
<i>Total Governmental Activities Program Revenues</i>	<u>10,699,205</u>	<u>10,797,834</u>	<u>10,881,227</u>	<u>15,372,120</u>
Business-Type Activities:				
Charges for Services:				
Water	3,536,123	2,958,745	2,843,926	3,446,317
Sewer	6,829,737	6,955,790	7,091,758	7,552,773
Electric	34,701,328	37,127,200	40,106,709	45,120,183
Community Data Center	-	-	-	-
Refuse	1,919,708	1,951,752	2,161,353	2,384,386
Swimming Pool (2)	459,245	446,827	435,176	-
Operating Grants, Contributions and Interest	58,780	-	-	-
Capital Grants, Contributions and Interest	667,160	425,262	78,865	582,892
<i>Total Business-Type Activities Program Revenues</i>	<u>48,172,081</u>	<u>49,865,576</u>	<u>52,717,787</u>	<u>59,086,551</u>
<i>Total Primary Government Program Revenues</i>	<u>58,871,286</u>	<u>60,663,410</u>	<u>63,599,014</u>	<u>74,458,671</u>
Expenses:				
Governmental Activities:				
Current:				
Security of Persons and Property	21,913,868	23,812,277	24,919,134	26,338,118
Public Health	62,869	56,156	53,989	79,239
Leisure Time Activities	8,225,686	8,837,447	6,005,577	7,149,210
Community Development	2,401,588	2,434,545	2,357,182	2,781,118
Basic Utility Services	1,104,555	1,193,430	1,187,441	1,245,063
Transportation	6,690,507	3,988,338	12,433,936	12,254,959
General Government	8,939,908	11,437,810	12,019,757	12,754,058
Interest and Fiscal Charges	1,231,338	1,184,204	899,935	946,382
<i>Total Governmental Activities Expenses</i>	<u>50,570,319</u>	<u>52,944,207</u>	<u>59,876,951</u>	<u>63,548,147</u>
Business Type Activities:				
Water	3,335,846	3,700,446	3,703,468	3,902,340
Sewer	6,488,261	7,138,180	7,497,641	7,441,991
Electric	34,790,162	37,048,202	42,847,705	40,057,863
Community Data Center (1)	-	-	-	103,162
Refuse	1,920,950	2,137,563	2,228,911	2,442,963
Swimming Pool (2)	462,304	515,415	515,398	315,206
<i>Total Business-Type Activities Expenses</i>	<u>46,997,523</u>	<u>50,539,806</u>	<u>56,793,123</u>	<u>54,263,525</u>
<i>Total Primary Government Expenses</i>	<u>97,567,842</u>	<u>103,484,013</u>	<u>116,670,074</u>	<u>117,811,672</u>

	2011	2012	2013	2014	2015	2016
\$	1,420,275	\$ 1,586,087	\$ 1,315,106	\$ 1,429,755	\$ 1,787,085	\$ 1,341,775
	31,390	-	49,742	32,806	28,450	40,622
	3,836,368	3,918,106	4,065,696	4,158,211	4,191,761	4,302,425
	644,144	807,976	599,905	639,111	858,162	1,323,117
	107,885	42,628	7,202	3,600	8,100	62,100
	620,632	576,197	612,343	571,500	602,111	655,192
	5,607,392	5,717,723	5,059,655	6,038,052	5,239,722	5,340,464
	1,380,241	226,731	954,027	1,332,437	2,499,069	5,005,235
	<u>13,648,327</u>	<u>12,875,448</u>	<u>12,663,676</u>	<u>14,205,472</u>	<u>15,214,460</u>	<u>18,070,930</u>
	3,026,833	4,109,971	3,591,567	3,800,497	4,152,566	5,538,120
	7,595,336	8,286,339	8,122,374	8,011,330	8,292,872	8,767,987
	45,044,529	46,352,812	49,326,283	48,977,478	49,397,309	48,926,861
	260	191,793	578,569	1,153,702	1,554,244	1,777,405
	2,378,371	2,396,484	2,524,226	2,463,046	2,411,143	2,361,234
	-	-	-	-	-	-
	-	-	24,661	-	-	-
	76,310	659,328	371,319	28,111	810,345	1,325,745
	<u>58,121,639</u>	<u>61,996,727</u>	<u>64,538,999</u>	<u>64,434,164</u>	<u>66,618,479</u>	<u>68,697,352</u>
	<u>71,769,966</u>	<u>74,872,175</u>	<u>77,202,675</u>	<u>78,639,636</u>	<u>81,832,939</u>	<u>86,768,282</u>
	27,331,663	27,180,283	28,206,885	28,160,424	28,374,237	32,698,404
	117,232	75,580	31,570	18,954	55,658	61,673
	7,471,158	9,969,402	10,762,399	9,150,292	9,177,393	12,001,384
	2,672,231	2,838,362	2,917,976	3,670,589	3,664,775	4,062,724
	1,292,044	1,283,310	923,794	274,083	1,443,615	1,556,798
	9,475,825	9,382,151	16,871,338	18,011,370	17,333,356	10,270,263
	14,459,348	12,072,576	12,804,059	9,978,804	8,454,291	17,933,976
	1,073,030	1,855,028	984,236	1,439,840	1,827,548	1,600,095
	<u>63,892,531</u>	<u>64,656,692</u>	<u>73,663,869</u>	<u>71,092,208</u>	<u>70,330,873</u>	<u>80,185,317</u>
	3,626,720	3,614,335	4,266,762	4,446,509	4,320,792	5,970,761
	7,584,989	8,089,647	7,655,443	6,100,214	8,950,678	8,013,756
	41,870,782	43,033,753	47,404,151	50,741,883	46,301,525	36,476,941
	1,106,301	1,043,292	1,602,746	1,585,412	1,956,340	1,964,559
	2,504,275	2,567,475	2,430,918	2,447,100	2,210,536	2,056,298
	-	-	-	-	-	-
	<u>56,693,067</u>	<u>58,348,502</u>	<u>63,360,020</u>	<u>65,321,118</u>	<u>63,739,871</u>	<u>54,482,315</u>
	<u>120,585,598</u>	<u>123,005,194</u>	<u>137,023,889</u>	<u>136,413,326</u>	<u>134,070,744</u>	<u>134,667,632</u>

--Continued

CITY OF WESTERVILLE, OHIO
CHANGES IN NET POSITION
LAST TEN YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Continued)

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Net (Expense) / Revenue:				
Governmental Activities	\$ (39,871,114)	\$ (42,146,373)	\$ (48,995,724)	\$ (48,176,027)
Business-Type Activities	1,174,558	(674,230)	(4,075,336)	4,823,026
<i>Total Primary Government Net Position</i>	<u>(38,696,556)</u>	<u>(42,820,603)</u>	<u>(53,071,060)</u>	<u>(43,353,001)</u>
General Revenues and Transfers:				
Governmental Activities:				
Property Taxes Levied for:				
General Purposes	3,212,914	3,063,892	3,040,208	3,061,901
Fire	7,495,299	6,981,668	6,893,177	7,035,668
Debt Service	97,622	135,795	187,731	189,112
Municipal Income Taxes Levied for:				
General Purposes	17,755,394	18,730,035	29,002,095	31,525,987
Parks and Recreation	4,218,641	4,377,305	3,854,332	4,298,320
Capital Improvement (3)	-	-	-	-
Other Local Taxes	452,842	491,884	505,053	546,232
Grants and Entitlements not Restricted to Specific Programs	5,392,820	5,214,556	5,172,682	5,501,341
Unrestricted Investment Earnings	4,755,384	3,803,114	1,284,620	922,228
Payments in Lieu of Taxes	1,711,131	2,269,090	2,239,257	2,607,974
Increase (decrease) in fair value of investments	-	-	-	-
Gain on sale of capital assets	-	-	-	-
Other	17,826	175,774	408,414	547,024
Transfers	-	(9,623)	(271,134)	(125,000)
<i>Total Governmental Activities</i>	<u>45,109,873</u>	<u>45,233,490</u>	<u>52,316,435</u>	<u>56,110,787</u>
Business-Type Activities:				
Unrestricted Investment Earnings	49,622	146,363	4,226	1,223
Increase (decrease) in fair value of investments	-	-	-	-
Other	118,229	336,570	264,406	222,095
Transfers	-	9,623	271,134	125,000
<i>Total Business-Type Activities</i>	<u>167,851</u>	<u>492,556</u>	<u>539,766</u>	<u>348,318</u>
Change in Net Position:				
Governmental Activities	5,238,759	3,087,117	3,320,711	7,934,760
Business-Type Activities	1,342,409	(181,674)	(3,535,570)	5,171,344
<i>Total Primary Government</i>	<u>\$ 6,581,168</u>	<u>\$ 2,905,443</u>	<u>\$ (214,859)</u>	<u>\$ 13,106,104</u>

(1) The Community Data Center Fund originated in 2010

(2) The swimming pool is no longer presented as an enterprise fund.

It is reported within the Parks and Recreation Operating Special Revenue Fund.

(3) The General Capital Improvement Fund directly receipts a percentage of income tax rather than a transfer from the General Fund.

	2011	2012	2013	2014	2015	2016
\$	(50,244,204)	\$ (51,781,244)	\$ (61,000,193)	\$ (56,886,736)	\$ (55,116,413)	\$ (62,114,387)
	1,428,572	3,648,225	1,178,979	(886,954)	2,878,608	14,215,037
	(48,815,632)	(48,133,019)	(59,821,214)	(57,773,690)	(52,237,805)	(47,899,350)
	3,055,796	2,811,689	2,857,699	2,901,706	2,900,248	2,987,702
	9,407,517	9,055,017	9,196,524	9,405,074	9,272,504	9,631,889
	188,737	173,560	176,386	179,581	179,339	184,951
	26,205,288	26,650,131	28,219,713	27,147,338	29,450,174	30,831,593
	4,596,666	4,647,980	4,841,639	4,849,571	5,283,327	5,305,791
	7,214,875	7,159,055	7,118,934	8,137,463	7,823,940	7,883,304
	584,447	599,571	634,279	644,793	681,448	2,598,328
	5,811,570	4,526,451	4,438,596	4,493,043	4,693,883	2,376,300
	1,914,882	897,767	669,889	882,853	781,137	629,752
	3,859,808	2,245,321	4,461,869	3,941,634	4,221,521	3,934,637
	-	-	(1,013,077)	601,270	(39,211)	(125,157)
	-	-	-	-	-	809,238
	160,995	433,246	44,399	32,516	61,122	145,537
	(589,772)	-	(67,355)	(1,648,735)	-	(200,000)
	62,410,809	59,199,788	61,579,495	61,568,107	65,309,432	66,993,865
	633	42,030	9,283	10,238	6,645	8,670
	-	-	(18,330)	10,950	536	730
	269,744	178,994	326,429	275,646	186,607	239,138
	589,772	-	67,355	1,648,735	-	200,000
	860,149	221,024	384,737	1,945,569	193,788	448,538
	12,166,605	7,418,544	579,302	4,681,371	10,193,019	4,879,478
	2,288,721	3,869,249	1,563,716	1,058,615	3,072,396	14,663,575
\$	14,455,326	\$ 11,287,793	\$ 2,143,018	\$ 5,739,986	\$ 13,265,415	\$ 19,543,053

CITY OF WESTERVILLE, OHIO
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010 (1)</u>
General Fund				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Reserved	10,382,188	9,696,963	8,074,046	9,365,218
Unreserved	<u>17,127,003</u>	<u>18,649,355</u>	<u>21,871,346</u>	<u>23,021,584</u>
<i>Total General Fund</i>	<u>27,509,191</u>	<u>28,346,318</u>	<u>29,945,392</u>	<u>32,386,802</u>
All Other Governmental Funds				
Nonspendable	-	-	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned (Deficit)	-	-	-	-
Reserved	1,375,144	2,323,104	3,733,775	10,224,796
Unreserved, Undesignated (Deficit)				
Reported in:				
Special Revenue Funds	16,100,108	16,951,764	13,269,120	11,020,401
Debt Service Funds	121,383	74,435	82,826	180,259
Capital Projects Funds	<u>(1,515,003)</u>	<u>(1,259,399)</u>	<u>(544,687)</u>	<u>(5,167,281)</u>
<i>Total All Other Governmental Funds</i>	<u>16,081,632</u>	<u>18,089,904</u>	<u>16,541,034</u>	<u>16,258,175</u>
<i>Total Governmental Funds</i>	<u>\$ 43,590,823</u>	<u>\$ 46,436,222</u>	<u>\$ 46,486,426</u>	<u>\$ 48,644,977</u>

(1) The swimming pool is no longer presented as an enterprise fund, it is reported within the Parks and Recreation Operating Special Revenue Fund.

Note: During 2011, the City implemented GASB Statement No. 54.

2011	2012	2013	2014	2015	2016
\$ 11,992,605	\$ 10,713,187	\$ 10,742,349	\$ 16,941,425	\$ 16,175,151	\$ 17,170,500
43,757	-	-	-	-	-
328,829	984,689	2,455,474	4,304,837	2,254,093	2,751,493
26,072,265	27,425,907	27,048,013	23,029,086	24,934,090	23,948,414
-	-	-	-	-	-
-	-	-	-	-	-
38,437,456	39,123,783	40,245,836	44,275,348	43,363,334	43,870,407
284,166	448,822	458,824	635,468	620,241	547,729
10,275,285	12,647,327	14,714,973	16,138,859	18,788,559	14,788,328
9,448,941	6,852,590	10,528,484	7,360,127	8,899,853	8,539,089
1,735,505	6,091,705	4,728,579	10,604,245	11,224,984	13,287,659
(7,748,391)	(6,221,922)	(6,656,805)	(12,661,836)	(9,056,237)	(16,277,461)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
13,995,506	19,818,522	23,774,055	22,076,863	30,477,400	20,885,344
\$ 52,432,962	\$ 58,942,305	\$ 64,019,891	\$ 66,352,211	\$ 73,840,734	\$ 64,755,751

CITY OF WESTERVILLE, OHIO

**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Revenues:				
Property Taxes	\$ 10,761,808	\$ 10,065,032	\$ 10,200,505	\$ 10,250,347
Municipal Income Taxes	21,801,514	23,194,224	32,424,966	35,745,993
Other Local Taxes	444,698	477,009	498,791	516,475
Payments in Lieu of Taxes	1,641,597	1,949,200	2,049,303	2,598,174
Intergovernmental	10,442,132	11,117,361	10,620,493	12,981,581
Charges for Services	3,540,980	3,670,381	3,330,955	4,961,753
Fees, Licenses and Permits	810,696	808,069	724,489	790,783
Fines and Forfeitures	653,108	551,037	575,686	753,569
Investment Earnings	4,780,748	3,927,531	1,395,987	959,177
Increase (decrease) in fair value of investments	-	-	-	-
Other	178,036	175,002	408,534	227,740
<i>Total Revenues</i>	<u>55,055,317</u>	<u>55,934,846</u>	<u>62,229,709</u>	<u>69,785,592</u>
Expenditures:				
Current:				
Security of Persons and Property	21,498,778	23,003,087	24,328,138	26,448,962
Public Health	67,269	53,589	51,422	82,426
Leisure Time Activities	7,007,948	7,229,515	7,420,917	8,353,292
Community Development	2,387,252	2,421,397	2,401,381	2,761,688
Basic Utility Services	532,666	571,237	508,432	563,587
Transportation	2,319,041	2,183,713	2,293,288	2,816,796
General Government	11,026,743	10,901,565	11,765,733	12,707,473
Capital Outlay	4,934,906	3,874,933	12,265,032	18,121,004
Debt Service:				
Principal Retirement	1,590,622	1,658,981	1,879,016	1,987,377
Interest and Fiscal Charges	1,227,015	1,181,804	963,957	945,390
Issuance Costs	4,482	-	765,874	107,914
<i>Total Expenditures</i>	<u>52,596,722</u>	<u>53,079,821</u>	<u>64,643,190</u>	<u>74,895,909</u>
Excess of Revenues Over (Under) Expenditures	<u>2,458,595</u>	<u>2,855,025</u>	<u>(2,413,481)</u>	<u>(5,110,317)</u>
Other Financing Sources (Uses):				
General Obligation Bonds Issued	380,000	-	18,160,735	7,015,000
Notes Issued	-	-	-	-
Refunding Bonds Issued	-	-	-	-
Loans Issued	-	-	-	-
OPWC Loans Issued	-	-	-	-
Premium on Debt Issued	11,117	-	1,017,054	543,380
Proceeds From Sale of Capital Assets	4,582	-	242,000	10,374
Payment to Refunded Bond Escrow Agent	-	-	(16,742,935)	-
Transfers In	10,328,138	11,924,221	19,936,821	20,155,971
Transfers (Out)	(10,328,138)	(11,933,847)	(20,149,990)	(20,280,971)
<i>Total Other Financing Sources (Uses)</i>	395,699	(9,626)	2,463,685	7,443,754
<i>Prior Period Adjustments</i>	(745,759)	-	(318,322)	143,436
<i>Net Change in Fund Balances</i>	<u>\$ 2,108,535</u>	<u>\$ 2,845,399</u>	<u>\$ (268,118)</u>	<u>\$ 2,476,873</u>
<i>Capital Expenditures</i>	4,303,768	2,858,713	6,295,847	13,438,183
<i>Debt Service as a Percentage of Noncapital Expenditures</i>	5.8%	5.7%	4.9%	4.8%

<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
\$ 12,347,684	\$ 12,306,405	\$ 12,222,054	\$ 12,508,891	\$ 12,507,749	\$ 12,793,691
37,442,625	38,890,894	40,323,594	39,990,428	42,330,019	44,385,732
682,087	544,091	634,375	597,950	681,013	2,651,033
3,274,530	3,625,460	4,457,206	3,933,059	4,221,910	3,851,420
13,431,523	10,136,614	10,444,270	11,458,133	11,623,300	9,386,187
5,334,848	5,145,483	5,515,408	5,562,069	5,651,044	5,664,547
706,186	854,926	613,468	649,525	948,474	1,438,739
709,742	699,720	590,925	688,507	621,604	658,497
1,948,322	935,632	665,066	922,003	858,588	686,138
-	-	(1,070,946)	634,943	(44,209)	(137,074)
170,444	423,190	153,180	365,991	660,026	221,217
<u>76,047,991</u>	<u>73,562,415</u>	<u>74,548,600</u>	<u>77,311,499</u>	<u>80,059,518</u>	<u>81,600,127</u>
26,969,586	26,593,184	26,857,350	27,434,617	27,992,295	29,424,134
179,322	71,500	27,490	14,874	51,578	51,911
8,636,282	8,698,270	9,619,124	9,567,084	9,493,754	9,757,925
2,685,053	2,853,154	2,826,372	3,604,493	3,663,547	3,966,164
651,873	665,789	745,143	830,315	747,189	793,457
2,154,857	2,148,313	2,403,421	2,432,721	2,622,348	3,010,685
13,938,717	14,196,157	14,811,815	16,046,465	16,344,095	16,527,689
17,857,481	11,274,360	15,858,163	32,103,962	14,166,123	21,791,089
2,605,740	2,779,781	3,055,341	3,163,707	10,120,410	9,462,113
1,126,843	1,227,503	1,224,041	1,683,532	1,944,175	1,978,691
49,305	-	161,612	387,852	157,526	47,766
<u>76,855,059</u>	<u>70,508,011</u>	<u>77,589,872</u>	<u>97,269,622</u>	<u>87,303,040</u>	<u>96,811,624</u>
<u>(807,068)</u>	<u>3,054,404</u>	<u>(3,041,272)</u>	<u>(19,958,123)</u>	<u>(7,243,522)</u>	<u>(15,211,497)</u>
3,175,000	6,225,000	7,700,000	14,455,000	8,000,000	-
-	-	-	6,385,000	5,820,000	3,500,000
-	-	-	-	-	2,215,000
-	-	-	-	-	1,900,222
1,417,199	783,460	-	-	-	-
-	505,475	483,886	1,152,753	570,704	218,727
2,854	24,167	2,327	597,690	341,341	832,275
-	(4,083,163)	-	-	-	(2,339,710)
10,207,324	13,896,402	13,146,107	16,476,885	23,712,708	20,786,807
<u>(10,207,324)</u>	<u>(13,896,402)</u>	<u>(13,213,462)</u>	<u>(16,776,885)</u>	<u>(23,712,708)</u>	<u>(20,986,807)</u>
4,595,053	3,454,939	8,118,858	22,290,443	14,732,045	6,126,514
-	-	-	-	-	-
<u>\$ 3,787,985</u>	<u>\$ 6,509,343</u>	<u>\$ 5,077,586</u>	<u>\$ 2,332,320</u>	<u>\$ 7,488,523</u>	<u>\$ (9,084,983)</u>
13,941,437	8,241,838	4,968,914	20,130,465	12,707,779	16,890,512
5.9%	6.4%	5.9%	6.3%	16.2%	14.3%

CITY OF WESTERVILLE, OHIO
INCOME TAX REVENUE BY PAYER TYPE (1)
LAST TEN YEARS
(CASH BASIS OF ACCOUNTING)

Year	Individual					Business Accounts		Total	
	Withholding	Percentage of Total	Non-Withholding	Percentage of Total	Total Individual	Percentage of Total	Business Accounts		Percentage of Total
2007	\$ 15,961,301	73	\$ 3,862,328	18	\$ 19,823,629	91	\$ 1,943,513	9	\$ 21,767,142
2008	16,836,106	73	3,878,343	17	20,714,449	89	2,487,400	11	23,201,849
2009 (2)	25,474,646	80	3,446,878	11	28,921,524	91	2,818,229	9	31,739,753
2010	27,796,167	78	3,259,250	9	31,055,416	88	4,404,774	12	35,460,190
2011	29,499,167	80	3,299,326	9	32,798,493	88	4,305,597	12	37,104,090
2012	30,883,741	79	3,233,857	8	34,117,598	88	4,751,558	12	38,869,156
2013	32,014,040	79	3,274,441	8	35,288,482	87	5,476,812	13	40,765,294
2014	32,284,159	81	3,340,783	8	35,624,942	89	4,297,810	11	39,922,752
2015	33,858,089	81	3,513,675	8	37,371,764	89	4,775,900	11	42,147,664
2016	35,893,941	81	3,763,447	8	39,657,388	89	4,966,650	11	44,624,038

Source: City Income Tax Department

- (1) These amounts are reported gross and do not take into account tax refunds.
- (2) The income tax increased to 2.00 percent effective January 1, 2009.
The City levied a municipal income tax of 1.25 percent through December 31, 2008.

CITY OF WESTERVILLE, OHIO
INCOME TAX REVENUE DISTRIBUTION
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Year	General Fund	General Capital Improvement Fund	Subtotal	Parks and Recreation Income Tax Allocation Fund	Total	Percentage Increase/Decrease
2007	\$ 17,617,377	\$ -	\$ 17,617,377	\$ 4,184,137	\$ 21,801,514	2.68%
2008	18,799,543	-	18,799,543	4,394,681	23,194,224	6.39%
2009 (1)	28,511,168	-	28,511,168	3,913,798	32,424,966	39.80%
2010	31,457,462	-	31,457,462	4,288,531	35,745,993	10.24%
2011 (2)	26,157,152	6,760,583	32,917,735	4,524,890	37,442,625	4.75%
2012	26,953,741	7,234,957	34,188,698	4,702,196	38,890,894	3.87%
2013	28,320,028	7,144,013	35,464,041	4,859,553	40,323,594	3.68%
2014	27,046,577	8,112,273	35,158,850	4,831,578	39,990,428	-0.83%
2015	29,290,979	7,903,655	37,194,634	5,135,385	42,330,019	5.85%
2016	31,122,565	7,911,745	39,034,310	5,351,422	44,385,732	4.86%

(1) The City's municipal income tax rate changed from 1.25 percent to 2.00 percent, effective with collections starting January 1, 2009.

(2) The City began receipting a percentage of the General Fund's income tax receipts into the General Capital Improvement Fund in 2011, this percentage is determined annually, in 2011 the allocation was 25% of the 1.75% received by the General Fund.

CITY OF WESTERVILLE, OHIO

**PRINCIPAL INCOME TAXPAYERS - WITHHOLDING ACCOUNTS
2016 AND 2007**

<u>Range of Withholding Amount</u>	<u>2016</u>		<u>2007</u>	
	<u>Number of Withholding Accounts</u>	<u>Percentage of Total Withholding Revenue</u>	<u>Number of Withholding Accounts</u>	<u>Percentage of Total Withholding Revenue</u>
\$500,001 and higher	12	37.3%	4	25.8%
\$300,001 - 500,000	1	1.0%	4	9.1%
\$100,001 - 300,000	43	20.7%	16	15.8%
\$55,001 - 100,000	35	7.1%	18	7.6%
Total	91	66.1%	42	58.3%
All Others	3,332	33.9%	3,401	41.7%
Total Withholding Accounts	3,423	100.0%	3,443	100.0%

Source: City Income Tax Department

Note: Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue.



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CITY OF WESTERVILLE, OHIO

**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS**

Collection Year	Real Property			Tangible Personal Property			
	Residential/ Agricultural	Commercial/ Industrial/PU	Estimated Actual Value	Public Utility		General Business	
	Assessed Value	Assessed Value		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2007	\$ 839,638,340	\$ 223,024,940	\$ 3,036,180,800	\$ 20,100,820	\$ 22,841,841	\$ 14,593,774	\$ 116,750,192
2008	844,986,330	211,340,770	3,018,077,429	6,316,780	7,178,159	2,425,966	38,815,456
2009	846,824,660	215,905,430	3,036,371,686	7,071,720	8,036,045	1,244,390	12,443,900
2010	854,559,890	221,422,540	3,074,235,514	7,179,670	8,158,716	-	-
2011	856,921,260	210,851,470	3,050,779,229	7,554,090	8,584,193	-	-
2012	806,771,320	205,977,540	2,893,568,171	7,884,260	8,959,386	-	-
2013	808,568,730	215,645,950	2,926,327,657	8,275,880	9,404,409	-	-
2014	825,419,670	223,759,040	2,997,653,457	8,542,620	9,707,523	-	-
2015	828,064,140	215,125,980	2,980,543,200	8,987,310	10,212,852	-	-
2016	829,833,510	211,836,420	2,976,199,800	9,585,990	10,893,170	-	-

Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax was phased out beginning in 2006. Both types of general business tangible personal property were assessed at 18.75 percent for 2006, 12.5 percent for 2007, 6.25 percent for 2008 and zero for 2009. Beginning in 2007, House Bill 66 switched telephone companies from being public utilities to general business taxpayers and began a four year phase out of the tangible personal property tax on local and inter-exchange telephone companies. No tangible personal property taxes were levied or collected in 2009 from general business taxpayers, except telephone companies whose last year to pay tangible personal property tax was 2010. The percentages for telecommunications are 10.0 percent for 2009, 5.0 percent for 2010 and zero for 2011.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent and 2 1/2 percent rollback and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10 percent rollback for commercial/industrial property was eliminated.

Source: Franklin County Auditor

Totals			Weighted Average Tax Rate
Assessed Value	Estimated Actual Value	Ratio	
\$ 1,097,357,874	\$ 3,175,772,833	34.55	10.75
1,065,069,846	3,064,071,044	34.76	10.67
1,071,046,200	3,056,851,631	35.04	10.74
1,083,162,100	3,082,394,230	35.14	10.74
1,075,326,820	3,059,363,422	35.15	13.32
1,020,633,120	2,902,527,558	35.16	13.34
1,032,490,560	2,935,732,066	35.17	13.35
1,057,721,330	3,007,360,980	35.17	13.36
1,052,177,430	2,990,756,052	35.18	13.76
1,051,255,920	2,987,092,970	35.19	16.53

CITY OF WESTERVILLE, OHIO
PRINCIPAL PROPERTY TAXPAYERS
2016 AND 2007

Taxpayer	2016 (1)			2007 (2)		
	Total Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Total Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Public Utilities:						
Ohio Power Company C/O AEP	\$4,977,020	1	0.4734%			
Columbia Gas of Ohio, Inc.	3,482,990	2	0.3313%	\$1,726,280	2	0.1573%
Columbus Southern Power				2,884,250	1	0.2628%
Ohio Bell Telephone Co.				516,260	3	0.0470%
Real Estate:						
GC Net Least	12,425,000	1	1.1819%			
St. Anns Hospital of Columbus, Inc.	10,838,100	2	1.0310%	6,889,060	3	0.6278%
Banc One Management Corporation	9,318,750	3	0.8864%	15,880,000	1	1.4471%
NRI Brookside LLC	8,598,520	4	0.8179%	9,812,350	2	0.8942%
Maxtown Communities LLC	5,250,000	5	0.4994%	5,508,090	5	0.5019%
Garrison Central II Westerville LLC	5,215,040	6	0.4961%			
Meijer Stores Limited Partnership	4,876,630	7	0.4639%	4,930,670	6	0.4493%
Westerville Square Inc.	4,869,890	8	0.4632%	3,197,260	10	0.2914%
Westerville Senior Development LTD	4,112,510	9	0.3912%			
Westerville Plaza LP	4,055,510	10	0.3858%	3,200,820	9	0.2917%
Otterbein College	-	-	-	6,497,340	4	0.5921%
Altair Realty LTD	-	-	-	3,786,790	7	0.3451%
Spectrum Equities LLC	-	-	-	3,220,000	8	0.2934%
Tangible Personal Property: (3)						
Worthington Cylinder Corp.	-	-	-	1,455,430	1	0.1326%
Exel, Inc.	-	-	-	1,438,650	2	0.1311%
Meijer Stores Limited Partnership	-	-	-	1,371,330	3	0.1250%
Sprint Nextel Corporation	-	-	-	1,028,020	4	0.0937%
Ohio Bell Telephone Company	-	-	-	977,290	5	0.0891%
Tamarkin Company	-	-	-	870,200	6	0.0793%
Lake Shore Cryotronics Inc.	-	-	-	758,670	7	0.0691%
Home Depot USA Inc.	-	-	-	662,950	8	0.0604%
Roush Equipment Company Inc.	-	-	-	582,995	9	0.0531%
Cheryl & Company	-	-	-	559,180	10	0.0510%
Totals	78,019,960		7.4215%	77,753,885		7.0856%
All Others	973,235,960		92.5785%	1,019,603,989		92.9144%
Total Property Assessed Valuation	<u>1,051,255,920</u>		<u>100.0000%</u>	<u>1,097,357,874</u>		<u>100.0000%</u>

Notes: (1) Franklin and Delaware County Auditors
(2) City's 2007 CAFR
(3) General business tangible personal property was phased out beginning in 2006



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CITY OF WESTERVILLE, OHIO

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS**

Collection Year	Franklin County Only Total Current Tax Levy (1)	Franklin County Only Current Tax (1) Collections	Percent of Levy Collected (1)	Franklin County Only Delinquent Tax Collections (1)	Tax Collected Delaware County (2)
2007	\$8,783,006	\$8,578,428	97.67%	\$209,533	\$2,872,431
2008	8,484,950	8,000,454	94.29	217,307	2,994,713
2009	8,420,547	8,090,350	96.08	302,118	3,011,211
2010	8,371,475	8,112,284	96.90	228,027	3,063,836
2011	10,511,631	9,810,198	93.33	194,320	3,869,698
2012	10,265,988	9,611,900	93.63	364,653	3,819,154
2013	10,231,716	9,641,673	94.23	251,640	3,854,490
2014	10,075,070	9,933,017	98.59	258,040	4,209,281
2015	10,267,896	9,799,177	95.44	228,539	4,258,982
2016	10,016,962	9,803,117	97.87	209,422	4,413,753

(1) Source: Franklin County Auditor's Office; Total Current Tax Levy includes rollback and homestead exemptions.

(2) Source: Settlement Sheets - Delaware County Auditor's Office.

(3) Comparison of Franklin County only.

(4) Includes current and prior years' delinquencies - Franklin County only.

Total Tax Collections	Percentage of Total Tax Collections to Total Tax Levy (3)	Franklin County Only Outstanding Delinquent Taxes (4)	Percentage of Outstanding Delinquent Taxes to Total Tax Levy (3)
\$11,660,392	100.06%	\$458,850	5.22%
11,212,474	96.85	553,243	6.52
11,403,679	99.67	496,848	5.90
11,404,147	99.63	465,592	5.56
13,874,216	95.18	713,511	6.79
13,795,707	97.18	544,295	5.30
13,747,803	96.69	555,701	5.43
14,400,338	101.15	562,337	5.58
14,286,698	97.66	412,399	4.02
14,426,292	99.96	410,720	4.10

CITY OF WESTERVILLE, OHIO

PROPERTY TAX RATES
(PER \$1,000 OF ASSESSED VALUE)
LAST TEN YEARS

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Unvoted Millage				
Operating	<u>\$2.65</u>	<u>\$2.65</u>	<u>\$2.65</u>	<u>\$2.65</u>
1976 Charter				
Residential/Agricultural Real	0.60	0.60	0.60	0.60
Commercial/Industrial and Public Utility Real	0.60	0.60	0.60	0.60
General Business and Public Utility Personal	0.60	0.60	0.60	0.60
1977 Fire				
Residential/Agricultural Real	0.91	0.91	0.92	0.92
Commercial/Industrial and Public Utility Real	1.09	1.13	1.11	1.11
General Business and Public Utility Personal	3.60	3.60	3.60	3.60
1982 Fire				
Residential/Agricultural Real	0.45	0.45	0.45	0.45
Commercial/Industrial and Public Utility Real	0.61	0.63	0.62	0.62
General Business and Public Utility Personal	1.20	1.20	1.20	1.20
1983 Fire				
Residential/Agricultural Real	0.45	0.45	0.45	0.45
Commercial/Industrial and Public Utility Real	0.62	0.64	0.63	0.63
General Business and Public Utility Personal	1.20	1.20	1.20	1.20
1985 Bond				
Residential/Agricultural Real	0.00	0.00	0.00	0.00
Commercial/Industrial and Public Utility Real	0.00	0.00	0.00	0.00
General Business and Public Utility Personal	0.00	0.00	0.00	0.00
1986 Fire				
Residential/Agricultural Real	0.93	0.93	0.94	0.94
Commercial/Industrial and Public Utility Real	1.31	1.36	1.33	1.33
General Business and Public Utility Personal	2.40	2.40	2.40	2.40
1995 Fire				
Residential/Agricultural Real	1.29	1.29	1.30	1.30
Commercial/Industrial and Public Utility Real	1.56	1.62	1.58	1.59
General Business and Public Utility Personal	2.10	2.10	2.10	2.10
1996 Fire and EMS				
Residential/Agricultural Real	0.22	0.22	0.22	0.22
Commercial/Industrial and Public Utility Real	0.26	0.27	0.27	0.27
General Business and Public Utility Personal	0.35	0.35	0.35	0.35

<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<u>\$2.65</u>	<u>\$2.65</u>	<u>\$2.65</u>	<u>\$2.65</u>	<u>\$2.65</u>	<u>\$2.65</u>
0.60	0.60	0.60	0.60	0.60	0.60
0.60	0.60	0.60	0.60	0.60	0.60
0.60	0.60	0.60	0.60	0.60	0.60
0.92	0.92	0.92	0.92	0.97	0.97
1.11	1.11	1.11	1.11	1.22	1.21
3.60	3.60	3.60	3.60	3.60	3.60
0.45	0.45	0.45	0.45	0.47	0.47
0.62	0.62	0.62	0.62	0.68	0.68
1.20	1.20	1.20	1.20	1.20	1.20
0.45	0.45	0.45	0.45	0.47	0.47
0.63	0.63	0.63	0.63	0.69	.68
1.20	1.20	1.20	1.20	1.20	1.20
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
0.94	0.94	0.94	0.94	.99	.99
1.33	1.33	1.33	1.33	1.46	1.44
2.40	2.40	2.40	2.40	2.40	2.40
1.30	1.30	1.30	1.30	1.37	1.37
1.59	1.59	1.59	1.59	1.74	1.72
2.10	2.10	2.10	2.10	2.10	2.10
.
0.22	0.22	0.22	0.22	0.23	0.23
0.27	0.27	0.27	0.27	0.29	0.29
0.35	0.35	0.35	0.35	0.35	0.35

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CITY OF WESTERVILLE, OHIO

PROPERTY TAX RATES
(PER \$1,000 OF ASSESSED VALUE)
LAST TEN YEARS
(Continued)

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
2002 Fire and EMS				
Residential/Agricultural Real	2.58	2.58	2.60	2.60
Commercial/Industrial and Public Utility Real	3.02	3.13	3.07	3.08
General Business and Public Utility Personal	3.40	3.40	3.40	3.40
2002 Bond				
Residential/Agricultural Real	0.10	0.14	0.20	0.20
Commercial/Industrial and Public Utility Real	0.10	0.14	0.20	0.20
General Business and Public Utility Personal	0.10	0.14	0.20	0.20
2010 Fire and EMS				
Residential/Agricultural Real	0.00	0.00	0.00	0.00
Commercial/Industrial and Public Utility Real	0.00	0.00	0.00	0.00
General Business and Public Utility Personal	0.00	0.00	0.00	0.00
2016 Fire and EMS				
Residential/Agricultural Real	0.00	0.00	0.00	0.00
Commercial/Industrial and Public Utility Real	0.00	0.00	0.00	0.00
General Business and Public Utility Personal	0.00	0.00	0.00	0.00
Total Voted Millage By Type of Property				
Residential/Agricultural Real	7.53	7.57	7.68	7.68
Commercial/Industrial and Public Utility Real	9.17	9.52	9.41	9.43
General Business and Public Utility Personal	14.95	14.99	15.05	15.05
Total Voted and Unvoted Millage By Type of Property				
Residential/Agricultural Real	10.18	10.22	10.33	10.33
Commercial/Industrial and Public Utility Real	11.82	12.17	12.06	12.08
General Business and Public Utility Personal	17.60	17.64	17.70	17.70
Overlapping Rates By Taxing District				
School District				
Residential/Agricultural Real	41.54	41.54	42.28	50.28
Commercial/Industrial and Public Utility Real	44.11	45.08	44.81	52.93
General Business and Public Utility Personal	72.50	72.50	73.00	73.00
Library				
Residential/Agricultural Real	0.61	0.80	0.80	0.80
Commercial/Industrial and Public Utility Real	0.72	0.80	0.78	0.79
General Business and Public Utility Personal	0.80	0.80	0.80	0.80
County				
Residential/Agricultural Real	0.23-2.60	0.23-2.60	0.41-3.50	0.64-3.50
Commercial/Industrial and Public Utility Real	0.37-3.21	0.37-3.22	0.53-3.39	0.70-3.40
General Business and Public Utility Personal	0.65-3.50	0.65-3.50	0.65-3.50	0.75-3.50

Sources: Ohio Department of Taxation and Franklin County Auditor's Office

The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue for that year.

Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes. Real property is appraised every six years and property values are updated in the third year following each reappraisal.

2011	2012	2013	2014	2015	2016
2.60	2.60	2.60	2.60	2.74	2.74
3.08	3.08	3.08	3.08	3.38	3.33
3.40	3.40	3.40	3.40	3.40	3.40
0.20	0.20	0.20	0.20	0.20	0.20
0.20	0.20	0.20	0.20	0.20	0.20
0.20	0.20	0.20	0.20	0.20	0.20
2.60	2.60	2.60	2.60	2.55	2.55
2.60	2.60	2.60	2.60	2.60	2.57
2.60	2.60	2.60	2.60	2.60	2.60
0.00	0.00	0.00	0.00	0.00	2.80
0.00	0.00	0.00	0.00	0.00	2.80
0.00	0.00	0.00	0.00	0.00	2.80
10.28	10.28	10.28	10.28	10.59	13.39
12.03	12.03	12.03	12.03	12.86	15.52
17.65	17.65	17.65	17.65	17.65	20.45
12.93	12.93	12.93	13.24	13.24	16.04
14.68	14.68	14.68	15.51	15.51	18.17
20.30	20.30	20.30	20.30	20.30	23.10
50.29	50.29	50.29	59.41	59.34	59.16
53.48	53.48	53.48	62.99	62.35	62.41
72.95	72.95	72.95	80.60	80.50	80.35
0.80	0.80	0.80	0.80	1.99	1.99
0.80	0.80	0.80	0.80	1.98	1.99
0.80	0.80	0.80	0.80	2.00	2.00
0.64-3.50	0.64-3.50	0.64-3.50	0.70-3.49	0.69-3.49	0.70-3.49
0.71-3.43	0.71-3.43	0.71-3.43	0.75-3.50	0.75-3.50	0.75-3.50
0.75-3.50	0.75-3.50	0.75-3.50	0.75-3.50	0.75-3.50	0.75-3.50

CITY OF WESTERVILLE, OHIO
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS

Year		Governmental Activities				Business-Type Activities		
		General Obligation Bonds	Revenue Bonds	Notes Payable	OPWC Loans	General Obligation Bonds	Revenue Bonds	Notes Payable
2007	(4)	\$ 25,451,222	\$ -	\$ -	\$ -	\$ 23,750,018	\$ -	\$ -
2008	(4)	23,794,270	-	-	-	22,564,982	-	2,233,000
2009	(4)	24,251,797	-	-	-	27,933,619	-	-
2010	(5)	29,723,874	-	-	-	29,292,097	5,745,540	-
2011	(4)	30,140,774	-	-	1,417,199	34,428,855	8,922,263	-
2012	(4)	30,115,221	-	-	2,186,646	35,858,143	8,898,986	-
2013	(4)	35,060,353	-	9,975,000	2,090,438	34,077,932	8,875,709	-
2014	(4)	36,768,771	10,527,230	6,385,000	1,994,230	19,331,930	22,637,432	-
2015	(4)	41,749,922	10,174,066	5,830,999	1,898,022	18,197,958	21,344,155	-
2016	(4)	38,264,811	10,125,902	3,510,516	3,702,036	17,874,377	20,015,878	-

- (1) Includes Governmental and Business-Type Activities debt.
- (2) Source: Franklin County Auditor
- (3) Computation of per capita personal income multiplied by population (in thousands) - See Demographic and Economic Statistics Table
- (4) "Population Estimates," published by the Mid-Ohio Regional Planning Commission
- (5) Population provided from the official results of the 2010 Census

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements

ODNR Debt	OWDA Loan	Total Outstanding Debt (1)	Estimated Actual Value of Taxable Property (2)	Population	Personal Income (3)	Ratio of Debt to Personal Income	Debt Per Capita
\$ 1,763,954	\$ -	\$ 50,965,194	\$ 3,175,772,833	36,569	\$ 1,380,995	3.69%	\$ 1,394
1,724,213	-	50,316,465	3,064,071,044	37,845	1,485,392	3.39%	1,330
1,683,191	-	53,868,607	3,056,851,631	37,879	1,545,201	3.49%	1,422
1,640,847	-	66,402,358	3,082,394,230	36,120	1,531,397	4.34%	1,838
1,597,139	-	76,506,230	3,059,363,422	36,203	1,595,289	4.80%	2,113
1,552,023	-	78,611,019	2,902,527,558	36,250	1,660,182	4.74%	2,169
1,505,453	-	91,584,885	2,935,732,066	36,846	1,753,847	5.22%	2,486
1,457,383	5,750,158	104,852,134	3,007,360,980	36,876	1,824,311	5.75%	2,843
1,407,764	10,657,963	111,260,849	2,990,756,052	36,918	1,898,222	5.86%	3,014
1,356,546	11,523,658	106,373,724	2,987,092,970	37,533	2,005,773	5.30%	2,834

CITY OF WESTERVILLE, OHIO

RATIO OF GENERAL OBLIGATION BONDED DEBT TO ESTIMATED
ACTUAL VALUE AND GENERAL OBLIGATION BONDED DEBT PER CAPITA
LAST TEN YEARS

Collection Year		General Obligation Bonded Debt (1)	Estimated Actual Value of Taxable Property (2)	Population	Ratio of General Obligation Bonded Debt to Estimated Actual Value	General Obligation Bonded Debt Per Capita
2007	(3)	\$ 49,201,240	\$ 3,175,772,833	36,569	1.55%	\$ 1,345.44
2008	(3)	46,359,252	3,064,071,044	37,845	1.51%	1,224.98
2009	(3)	52,185,416	3,056,851,631	37,879	1.71%	1,377.69
2010	(4)	59,015,971	3,082,394,230	36,120	1.91%	1,633.89
2011	(3)	64,569,629	3,059,363,422	36,203	2.11%	1,783.54
2012	(3)	65,973,364	2,902,527,558	36,250	2.27%	1,819.95
2013	(3)	69,138,285	2,935,732,066	36,846	2.36%	1,876.41
2014	(3)	56,100,701	3,007,360,980	36,876	1.87%	1,521.33
2015	(3)	59,947,880	2,990,756,052	36,918	2.00%	1,623.81
2016	(3)	56,139,188	2,987,092,970	37,533	1.88%	1,495.73

(1) Includes all general obligation debt of governmental and business-type activities

(2) Source: Franklin County Auditor

(3) "Population Estimates," published by the Mid-Ohio Regional Planning Commission

(4) Population provided from the official results of the 2010 Census

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements

CITY OF WESTERVILLE, OHIO

COMPUTATION OF DIRECT AND OVERLAPPING GOVERNMENTAL DEBT
DECEMBER 31, 2016

Jurisdiction	Governmental Debt Outstanding	Percentage Applicable to the City of Westerville (1)	Amount Applicable to the City of Westerville
Direct:			
City of Westerville	\$ 55,603,265	100.00%	\$ 55,603,265
Total Direct Debt	<u>55,603,265</u>		<u>55,603,265</u>
Overlapping:			
Westerville City School District	59,270,000	43.83%	25,978,041
Delaware County	50,525,100	4.59%	2,319,102
Franklin County	212,975,000	2.75%	5,856,813
Olentangy Local School District	370,169,906	0.91%	3,368,546
Total Overlapping Debt	<u>692,940,006</u>		<u>37,522,502</u>
Grand Total	<u>\$ 748,543,271</u>		<u>\$ 93,125,767</u>

Source: Ohio Municipal Advisory Council

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

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account.

CITY OF WESTERVILLE, OHIO
PLEDGED REVENUE COVERAGE
LAST SIX YEARS

Governmental Activities Altair - Non-Tax Revenue Bonds:

Year	Net Revenue Available for Debt Service (1)	Debt Service Requirements			Coverage
		Principal	Interest	Total	
2014	\$ 8,280,590	\$ -	\$ 231,585	\$ 231,585	35.76
2015	8,264,840	310,000	404,713	714,713	11.56
2016	8,589,601	5,000	398,513	403,513	21.29

Community Data Center - Non-Tax Revenue Bonds:

Year	Net Revenue Available for Debt Service (1)	Debt Service Requirements			Coverage
		Principal	Interest	Total	
2011	\$ 9,363,169	\$ -	\$ 327,039	\$ 327,039	28.63
2012	7,719,756	-	384,294	384,294	20.09
2013	5,879,491	-	384,294	384,294	15.30
2014	8,280,590	355,000	384,294	739,294	11.20
2015	8,264,840	365,000	376,258	741,258	11.15
2016	8,589,601	375,000	367,983	742,983	11.56

Electric Revenue Bonds:

Year	Net Revenue Available for Debt Service (2)	Debt Service Requirements			Coverage
		Principal	Interest	Total	
2014	\$ 2,828,010	\$ 15,000	\$ 236,788	\$ 251,788	11.23
2015	6,949,877	905,000	827,269	1,732,269	4.01
2016	16,718,101	930,000	345,036	1,275,036	13.11

(1) Net Revenue Available for Debt Service for the non-tax revenue bonds is computed by adding general fund revenues (excluding municipal income tax and property tax revenue) to the following from the Community Data Center enterprise fund: operating income (loss) for the reporting period, depreciation expense, investment earnings and increase (decrease in fair value of investments).

(2) Net Revenue Available for Debt Service is computed by adding the Electric enterprise fund operating income (loss) for the reporting period to depreciation expense and investment earnings.

Source: City of Westerville financial records.



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CITY OF WESTERVILLE OHIO
LEGAL DEBT MARGIN INFORMATION
LAST TEN YEARS

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Total Assessed Valuation	\$1,097,357,874	\$1,065,069,846	\$1,071,046,200	\$1,083,162,100
(1) Overall debt limitation - 10.5% of assessed valuation	115,222,577	111,832,334	112,459,851	113,732,021
Net Debt Subject to Limitation (General Obligation Bonds)	25,471,395	23,813,000	23,352,395	28,380,655
Less amount available in the debt service fund	(121,383)	(74,435)	(82,826)	(180,259)
Total Net Debt Subject to Limitation	25,350,012	23,738,565	23,269,569	28,200,396
Legal debt margin within 10.5% limitation	\$89,872,565	\$88,093,769	\$89,190,282	\$85,531,625
Legal Debt Margin as a Percentage of the Debt Limit	78.0%	78.8%	79.3%	75.2%
<hr/>				
(1) Unvoted debt limitation 5.5% of assessed valuation	\$60,354,683	\$58,578,842	\$58,907,541	\$59,573,916
Net Debt Subject to Limitation (General Obligation Bonds)	25,471,395	23,813,000	23,352,395	28,380,655
Less amount available in the debt service fund	(121,383)	(74,435)	(82,826)	(180,259)
Total Net Debt Subject to Limitation	25,350,012	23,738,565	23,269,569	28,200,396
Legal debt margin within 10% limitation	\$35,004,671	\$34,840,277	\$35,637,972	\$31,373,520
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	58.0%	59.5%	60.5%	52.7%

(1) Ohio Bond Law sets a limit of 10.5 percent for voted debt and 5.5 percent for unvoted debt.

2011	2012	2013	2014	2015	2016
<u>\$1,075,326,820</u>	<u>\$1,020,633,120</u>	<u>\$1,032,490,560</u>	<u>\$1,057,721,330</u>	<u>1,052,177,430</u>	<u>1,051,255,920</u>
<u>112,909,316</u>	<u>107,166,478</u>	<u>108,411,509</u>	<u>111,060,740</u>	<u>110,478,630</u>	<u>110,381,872</u>
<u>28,950,580</u>	<u>28,570,505</u>	<u>33,312,095</u>	<u>34,990,350</u>	<u>39,661,935</u>	<u>36,256,850</u>
<u>(132,900)</u>	<u>(122,840)</u>	<u>(205,362)</u>	<u>(1,265,723)</u>	<u>(1,485,116)</u>	<u>(1,539,317)</u>
<u>28,817,680</u>	<u>28,447,665</u>	<u>33,106,733</u>	<u>33,724,627</u>	<u>38,176,819</u>	<u>34,717,533</u>
<u>\$84,091,636</u>	<u>\$78,718,813</u>	<u>\$75,304,776</u>	<u>\$77,336,113</u>	<u>\$72,301,811</u>	<u>\$75,664,339</u>
<u>74.5%</u>	<u>73.5%</u>	<u>69.5%</u>	<u>69.6%</u>	<u>65.4%</u>	<u>68.5%</u>
<u>\$59,142,975</u>	<u>\$56,134,822</u>	<u>\$56,786,981</u>	<u>\$58,174,673</u>	<u>\$57,869,759</u>	<u>\$57,819,076</u>
<u>28,950,580</u>	<u>28,570,505</u>	<u>33,312,095</u>	<u>34,990,350</u>	<u>39,661,935</u>	<u>36,256,850</u>
<u>(132,900)</u>	<u>(122,840)</u>	<u>(205,362)</u>	<u>(1,265,723)</u>	<u>(1,485,116)</u>	<u>(1,539,317)</u>
<u>28,817,680</u>	<u>28,447,665</u>	<u>33,106,733</u>	<u>33,724,627</u>	<u>38,176,819</u>	<u>34,717,533</u>
<u>\$30,325,295</u>	<u>\$27,687,157</u>	<u>\$23,680,248</u>	<u>\$24,450,046</u>	<u>\$19,692,940</u>	<u>\$23,101,543</u>
<u>51.3%</u>	<u>49.3%</u>	<u>41.7%</u>	<u>42.0%</u>	<u>34.0%</u>	<u>40.0%</u>

CITY OF WESTERVILLE, OHIO
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS

Year	Population	Total Personal Income (1)	Per Capita Income (2)	School Enrollment (3)	Unemployment Rates (4)			
					Franklin County	Ohio	United States	
2007	(5)	36,569	\$ 1,380,995	\$ 37,764	14,252	4.7%	5.6%	5.0%
2008	(5)	37,845	1,485,392	39,249	14,477	5.5%	6.5%	5.8%
2009	(5)	37,879	1,545,201	40,793	14,558	8.9%	10.7%	9.3%
2010	(6)	36,120	1,531,397	42,397	14,925	8.6%	9.5%	9.4%
2011	(5)	36,203	1,595,289	44,065	14,833	7.6%	8.1%	8.3%
2012	(5)	36,250	1,660,182	45,798	14,844	5.3%	6.6%	7.6%
2013	(5)	36,846	1,753,847	47,599	14,844	5.3%	6.6%	7.6%
2014	(5)	36,876	1,824,311	49,472	14,674	4.8%	4.8%	5.6%
2015	(5)	36,918	1,898,222	51,417	14,722	4.1%	4.7%	5.0%
2016	(5)	37,533	2,005,773	53,440	14,890	4.0%	4.9%	4.9%

Source: (1) Per capita income multiplied by population (in thousands)
(2) U.S. Department of Commerce, Bureau of Economic Analysis, Columbus MSA
Note: 2007 and 2008 estimates are interpolated based upon percentage increases from the prior years.
(3) Westerville City School District's CAFR, as of fiscal year-end
(4) State of Ohio's CAFR, the Bureau of Labor Statistics and Ohio Labor Market Information
(5) "Population Estimates," published by the Mid-Ohio Regional Planning Commission
(6) Population provided from the official results of the 2010 Census

CITY OF WESTERVILLE, OHIO

PRINCIPAL EMPLOYERS
2016 AND 2007

Employer	2016			2007		
	Approximate Number of Employees	Rank	Percentage of Total Employment	Approximate Number of Employees	Rank	Percentage of Total Employment
JP Morgan Chase Bank NA	5,979	1	9.3%	3,837	1	2.5%
Mount Carmel Health Systems	2,906	2	4.5%	2,366	2	1.5%
Otterbein College	1,740	3	2.7%	1,810	4	1.2%
Westerville City Schools	1,706	4	2.7%	2,195	3	1.4%
Alliance Data Systems Inc	1,292	5	2.0%	1,433	6	0.9%
Ohio Health	1,072	6	1.7%	-	-	-
Franklin Education Service Center	938	7	1.5%	-	-	-
City of Westerville	852	8	1.3%	862	8	0.6%
Inchord Communications/Gerbig Snell	677	9	1.1%	-	-	-
Exel Inc	658	10	1.0%	-	-	0.0%
1-800 Flowers (Cheryl's Cookies)	-	-	-	959	7	0.6%
CMS Subsidiary	-	-	-	1,591	5	1.0%
Heartland Employment	-	-	-	797	9	0.5%
Meijer Stores	-	-	-	597	10	0.4%
Total Employees	17,820		27.8%	16,447		10.6%
All Other Employers	46,263		72.2%	137,402		89.4%
Total Employment within the City	<u>64,083</u>		<u>100.0%</u>	<u>153,849</u>		<u>100.0%</u>

Source: City Income Tax Department

CITY OF WESTERVILLE, OHIO
CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN YEARS

Function/Program	2007		2008		2009		2010	
	Full-Time	All	Full-Time	All	Full-Time	All	Full-Time	All
Security of Persons and Property								
Fire	92.00	103.00	90.00	101.00	91.00	109.00	90.00	110.00
Police	88.00	92.00	87.00	92.00	88.00	93.00	89.00	93.00
Communications	15.00	23.00	17.00	26.00	16.00	21.00	16.00	20.00
Total	195.00	218.00	194.00	219.00	195.00	223.00	195.00	223.00
Leisure Time Activities								
Administration	8.00	8.00	8.00	8.00	7.00	8.00	7.00	8.00
Recreation	22.75	286.75	19.05	286.05	21.75	269.75	22.75	332.75
Parks	19.80	44.80	19.25	38.25	19.25	42.25	19.25	37.25
Senior Center	7.90	16.90	6.45	15.45	7.60	17.60	6.00	14.00
Total	58.45	356.45	52.75	347.75	55.60	337.60	55.00	392.00
Community Development	25.00	28.00	24.00	27.00	26.00	31.00	24.00	27.00
Basic Utility Services	7.25	9.25	6.95	7.95	6.95	7.95	5.95	10.95
Transportation	14.05	22.38	14.05	21.38	14.05	16.38	14.05	15.38
General Government								
Legislative	1.00	9.00	1.00	9.00	1.00	8.00	1.00	8.00
City Manager	13.00	17.00	3.25	3.25	4.00	4.00	4.00	4.00
Administrative Services *	N/A	N/A	8.75	8.75	10.00	10.00	8.00	8.00
Finance	21.60	26.60	23.00	28.00	22.00	31.00	22.00	28.00
Information Systems	10.00	10.00	10.00	10.00	11.00	12.00	11.00	12.00
Mayor's Court	3.00	6.00	3.00	5.00	3.00	6.00	3.00	5.66
Legal	0.00	2.00	0.00	2.00	0.00	2.00	0.00	2.34
Buildings and Grounds	6.00	6.00	7.00	7.00	6.00	6.00	6.00	6.00
Total	54.60	76.60	56.00	73.00	57.00	79.00	55.00	74.00
Business-Type Activities								
Water	18.60	23.93	18.25	25.58	17.75	23.08	17.75	22.08
Sewer	5.90	6.74	7.55	7.89	7.05	10.39	7.05	8.39
Refuse	1.10	1.10	1.10	1.10	1.10	1.10	1.10	1.10
Electric	47.40	48.40	45.00	47.00	46.00	48.00	44.00	45.00
Swimming Pool**	1.55	56.55	1.25	58.25	1.40	62.40	N/A	N/A
Garage	5.10	5.60	5.10	5.10	5.10	5.10	4.10	4.10
Total	79.65	142.32	78.25	144.92	78.40	150.07	74.00	80.67
Total - All Employees	434.00	853.00	426.00	841.00	433.00	845.00	423.00	823.00

* The Department of Administrative Services was created in 2008

** The Swimming Pool was reclassified as part of Parks & Recreation in Leisure Time Activities as of January 1, 2010

Source: City Payroll Records

2011		2012		2013		2014		2015		2016	
Full-Time	All	Full-Time	All	Full-Time	All	Full-Time	All	Full-Time	All	Full-Time	All
89.00	106.00	87.00	109.00	84.00	110.00	84.00	107.00	86.00	110.00	86.00	110.00
89.00	94.00	87.00	92.00	87.00	91.00	87.00	94.00	85.00	94.00	89.00	93.00
16.00	20.00	16.00	20.00	16.00	21.00	16.00	21.00	16.00	21.00	16.00	20.00
194.00	220.00	190.00	221.00	187.00	222.00	187.00	222.00	187.00	225.00	191.00	223.00
6.00	7.00	7.00	8.00	7.00	8.00	8.00	9.00	10.00	12.00	10.25	11.25
21.75	330.70	21.75	339.75	20.95	318.70	21.50	320.50	18.90	321.90	19.65	330.65
19.25	47.25	20.25	40.25	20.25	43.30	18.85	38.85	19.45	37.45	19.45	32.45
6.00	17.05	6.00	14.00	5.80	15.00	5.65	14.65	5.65	16.65	4.65	17.65
53.00	401.00	55.00	375.00	54.00	385.00	54.00	383.00	54.00	388.00	55.00	392.00
24.00	27.00	26.00	29.00	26.00	29.00	28.00	31.00	27.00	35.00	28.80	36.18
6.10	6.10	6.10	6.10	6.10	8.10	6.90	11.90	6.10	8.10	5.90	8.90
15.30	21.63	15.30	18.55	15.30	19.30	14.90	15.90	15.30	16.30	15.30	19.30
1.00	8.00	1.00	8.00	1.00	8.00	1.00	8.00	1.00	8.00	1.00	8.00
4.00	4.00	4.00	4.00	5.00	5.00	5.00	5.00	8.00	8.00	7.00	7.00
9.00	11.00	9.00	10.00	10.00	10.00	10.00	10.00	6.00	8.00	8.00	8.00
23.00	29.00	22.00	27.00	20.00	26.00	21.00	27.00	21.00	27.00	22.00	29.00
11.00	13.00	11.00	11.00	11.00	12.00	10.00	11.00	12.00	13.60	13.20	14.45
4.00	4.67	4.00	4.67	4.00	4.67	4.00	5.67	4.00	5.50	3.20	4.70
0.00	3.33	0.00	3.33	0.00	2.33	0.00	2.33	0.00	2.50	0.00	2.50
6.00	6.00	6.00	6.00	5.00	5.00	5.00	5.00	4.00	7.00	3.00	5.00
58.00	79.00	57.00	74.00	56.00	73.00	56.00	74.00	56.00	79.60	57.40	78.65
16.55	19.82	17.50	23.75	16.50	22.50	17.10	22.10	17.35	22.35	18.80	22.90
5.80	6.15	5.80	7.80	5.80	6.80	5.80	5.80	5.95	6.95	5.90	6.00
1.10	1.15	1.15	1.15	1.15	1.15	1.15	1.15	1.15	1.15	1.15	1.15
43.00	47.00	44.00	45.50	42.00	44.00	44.00	46.00	43.00	45.90	44.60	48.80
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
4.15	4.15	4.15	4.15	4.15	4.15	4.15	4.15	4.15	4.15	4.15	4.15
70.60	78.27	72.60	82.35	69.60	78.60	72.20	79.20	71.60	80.50	74.60	83.00
421.00	833.00	422.00	806.00	414.00	815.00	419.00	817.00	417.00	832.50	428.00	841.03

CITY OF WESTERVILLE, OHIO

**OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN YEARS**

Function/Program	2007	2008	2009	2010
General Government:				
Active Income Tax Accounts				
Individual	16,883	16,704	16,259	16,534
Business	2,724	2,644	2,597	2,542
Withholding	3,365	3,490	2,814	2,806
Clerk of Courts:				
Mayor's Court Cases Processed	7,496	8,656	8,826	9,252
Security of Persons and Property - Police				
Police calls (1)	61,391	59,998	57,423	65,260
Physical Arrests	447	421	438	434
Citations	5,612	6,843	6,880	6,200
Parking Violations	470	814	475	595
Security of Persons and Property - Fire				
EMT Calls	3,683	4,548	5,018	5,063
Fire Calls	2,833	2,336	3,024	3,537
Total Calls	6,516	6,884	8,042	8,600
Leisure Time Activities:				
Swimming Pool Revenues *	\$459,366	\$446,935	\$435,176	N/A
Parks & Recreation Revenues	\$3,083,129	\$3,436,256	\$2,858,613	\$3,264,040

* The Swimming Pool was reclassified as part of Parks & Recreation in Leisure Time Activities as of January 1, 2010

Source: Department annual reports

(1) The police division began utilizing a new record management system during 2012 which documents the number of calls with different parameters than prior years.

NA - Information not available

<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
16,588	16,664	16,746	16,995	16,871	16,438
2,504	2,489	2,424	2,447	2,465	2,445
2,748	3,104	2,812	2,875	2,920	3,069
9,232	8,927	8,484	9,128	9,254	9,540
65,649	41,143	34,279	34,488	33,487	34,088
617	701	886	1,007	827	1,164
5,767	5,148	4,653	4,163	3,437	4,056
481	379	374	333	505	542
5,127	5,233	4,847	5,214	5,592	5,593
2,331	2,765	2,294	3,092	3,807	3,701
7,458	7,998	7,141	8,306	9,399	9,294
N/A	N/A	N/A	N/A	N/A	N/A
\$3,876,200	\$3,927,703	\$4,089,693	\$4,173,383	\$4,203,230	\$4,307,002

CITY OF WESTERVILLE, OHIO
CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM
LAST TEN YEARS

Function/Program	2007	2008	2009	2010	2011
General Government:					
Government Center	1	1	1	1	1
Security of Persons and Property:					
Number of Police Stations	1	1	1	1	1
Number of Fire/EMS Stations	3	3	3	3	3
Leisure Time Activities:					
Number of Parks and Recreation Sites:	39	44	45	47	48
Developed Acres (1)	446.827	559.490	574.760	577.892	577.892
Undeveloped Acres (1)	12.920	18.606	18.606	3.060	18.088
Greenways Acreage	93.134	93.134	93.134	112.311	112.311
Number of Aquatic Centers	2	2	2	2	2
Number of Miles: Bike/Walk Trails	25.090	25.090	25.690	26.050	27.780
Number of Community Program Centers	2	2	2	2	2
Number of Senior Centers	1	1	1	1	1
Number of Playground Sites	13	13	13	14	15
Number of Skate Parks	1	1	1	1	1
Number of BMX Tracks	1	1	1	1	1
Number of Cultural/Historic Sites	3	3	3	4	4
Number of Athletic Fields	48	48	48	50	50
Number of Tennis Courts	11	11	11	11	11
Number of Basketball/Multi Courts	11	11	11	11	9
Number of Dog Parks	1	1	1	1	1
Basic Utility Services:					
Miles of Water Mains	190	190	190	190	190
Miles of Sanitary Sewers	162	162	163	163	163
Miles of Storm Sewers	147	147	147	147	147
Miles of Electric Lines	270	271	271	271	272
Transportation:					
Miles of Streets	152	152	152	152	152
Number of Street Lights	4,019	4,019	4,134	4,134	3,930

Source: City capital asset records

Leisure Time Activities Data Provided by Westerville Parks and Recreation Department.

Note: (1) Definition of developed land has been redefined in 2012, in accordance with the National Recreation and Parks Association PRORIGIS report.

<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
1	1	1	1	1
1	1	1	1	1
3	3	3	3	3
48	48	48	48	48
570.475	570.475	570.475	570.475	580.486
29.098	29.098	29.098	29.098	39.719
115.400	119.836	119.836	119.836	119.836
2	2	2	2	2
27.150	27.916	28.514	28.633	30.416
2	2	2	2	2
1	1	1	1	1
15	15	15	15	15
1	1	1	1	1
1	1	1	1	1
5	5	5	5	5
51	51	51	51	51
11	11	11	11	11
12	12	12	12	12
1	1	1	1	1
190	190	190	200	200
163	163	163	163	172
147	147	147	147	147
272	272	273	274	294
152	152	152	153	153
4,006	4,032	4,071	4,110	4,230



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2016

CITY OF WESTERVILLE FINANCE DEPARTMENT

WESTERVILLE CITY HALL (614) 901-6400
21 S. STATE ST. F: (614) 901-6401
WESTERVILLE, OH 43081 finance@westerville.org

DAVID A. COLLINSWORTH, CITY MANAGER
JULIE COLLEY, ASSISTANT CITY MANAGER
LEE ANN SHORTLAND, DIRECTOR OF FINANCE
GINA LOVE, ASSISTANT FINANCE DIRECTOR



Comprehensive Financial Annual Report

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Dave Yost • Auditor of State

CITY OF WESTERVILLE

FRANKLIN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
AUGUST 29, 2017