



**COLUMBUS  
METROPOLITAN  
LIBRARY**

96 S. Grant Ave .  
Columbus, OH 43215

[columbuslibrary.org](http://columbuslibrary.org) | 614-645-2275



# COMPREHENSIVE ANNUAL FINANCIAL REPORT

---

FOR THE FISCAL YEAR ENDED  
DECEMBER 31, 2016

---

**This page intentionally left blank.**



# Dave Yost • Auditor of State

Board of Trustees  
Columbus Metropolitan Library  
96 South Grant Avenue  
Columbus, Ohio 43215

We have reviewed the *Independent Auditor's Report* of the Columbus Metropolitan Library, Franklin County, prepared by Plante & Moran, PLLC, for the audit period January 1, 2016 through December 31, 2016. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost  
Auditor of State

June 29, 2017

**This page intentionally left blank.**



**Columbus Metropolitan Library**  
Columbus, Ohio

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

For Fiscal Year Ended December 31, 2016



Issued by:

**Paula L. Miller**

Chief Financial Officer/Fiscal Officer

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 2016

## TABLE OF CONTENTS

<b>INTRODUCTORY SECTION</b>	<b>PAGE</b>
Title Page .....	i
Table of Contents .....	ii
Library Officials and Staff .....	v
Organizational Chart .....	vi
Letter of Transmittal .....	vii
Certificate of Achievement for Excellence in Financial Reporting .....	x
 <b>FINANCIAL SECTION</b>	
Independent Auditor's Report .....	3
Management's Discussion and Analysis .....	7
<i>Basic Financial Statements:</i>	
Government-Wide Financial Statements:	
Statement of Net Position .....	15
Statement of Activities .....	16
<i>Fund Financial Statements:</i>	
Balance Sheet - Governmental Funds .....	18
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities .....	19
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds .....	20
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities - Governmental Funds .....	21
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual - General Fund .....	22
Statement of Net Position - Proprietary Fund .....	23
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Fund .....	24
Statement of Cash Flows - Proprietary Fund .....	25
Statement of Fiduciary Assets and Liabilities - Agency Fund .....	26
Notes to the Basic Financial Statements .....	27

*Required Supplementary Information:*

Schedule of Library's Proportionate Share of the Net Pension Liability/(Asset) - Ohio Public Employees Retirement System.....	53
Schedule of Library Contributions - Ohio Public Employees Retirement System.....	54

*Supplementary Information:*

Fund Descriptions.....	55
------------------------	----

*Supplemental Schedules - General Fund:*

Combining Supplemental Schedule of Assets, Liabilities and Fund Balances - General Fund.....	56
Combining Supplemental Schedule of Revenues, Expenditures and Changes in Fund Balances - General Fund.....	57

*Supplemental Schedules - Capital Projects Fund:*

Combining Supplemental Schedule of Assets, Liabilities and Project Balances - Capital Projects Fund.....	58
Combining Supplemental Schedule of Revenues, Expenditures and Changes in Project Balances - Capital Projects Fund.....	59

*Combining Statements - Nonmajor Governmental Funds:*

Combining Balance Sheet - Nonmajor Governmental Funds.....	60
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds.....	61
Combining Balance Sheet - Nonmajor Special Revenue Funds.....	62
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds.....	63
Combining Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual - General Fund.....	64

*Individual Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual - Nonmajor Funds:*

Restricted - Special Revenue Fund.....	68
Land Development - Special Revenue Fund.....	69
Permanent Fund.....	70
Debt Service Fund.....	71
Capital Projects Fund.....	72

Statement of Changes in Fiduciary Assets and Liabilities - Agency Fund.....	73
---	----

## STATISTICAL SECTION

Section Overview.....	77
Net Position by Component - Last Ten Years.....	78
Changes in Net Position - Last Ten Fiscal Years.....	79
Fund Balances, Governmental Funds - Last Ten Fiscal Years.....	80
Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years.....	81
Assessed and Estimated Actual Value of Taxable Property - Last Ten Fiscal Years.....	82
Direct and Overlapping Property Tax Rates, - Last Ten Fiscal Years.....	84
Principal Property Taxpayers - Current Year and Nine Years Ago.....	87
Property Tax Levies and Collections - Last Ten Fiscal Years.....	88
Ratios of Outstanding Debt by Type.....	89
Ratios of General Bonded Debt Outstanding.....	90
Direct and Overlapping Governmental Activities Debt.....	91
Demographic and Economic Statistics - Last Ten Calendar Years.....	92
Principal Employers - Current Year and Nine Years Ago.....	93
Branch Information - Last Ten Fiscal Years.....	94
Operation Indicators - Last Ten Fiscal Years.....	96
Employment Trend - Last Ten Fiscal Years.....	97

## COMPLIANCE SECTION

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standard</i> .....	98
---	----

**LIBRARY OFFICIALS  
AS OF DECEMBER 31, 2016**

---

**BOARD OF TRUSTEES**

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

**EXECUTIVE STAFF**

Mr. Patrick Losinski	Chief Executive Officer
Ms. Alison Circle	Chief Customer Experience Officer
Ms. Paula L. Miller	Chief Financial Officer/Fiscal Officer
Mr. Carl Powell	Chief Information Officer
Ms. Susan Zelinski	Chief Talent Officer

# CML Organization Chart

PROMOTES ORGANIZATION-WIDE EXECUTION WHILE FOCUSING ON THE CUSTOMER





May 25, 2017

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

The Ohio Revised Code requires that every general purpose local government publish, within six months of the close of each fiscal year, a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended December 31, 2016.

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

Columbus Metropolitan Library's (CML) financial statements have been audited under contract with the Auditor of State of Ohio by Plante & Moran, a firm of licensed certified public accountants. The independent auditor concluded that CML's financial statements for the fiscal year ended December 31, 2016, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

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

**Profile of the Government**

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

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

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

CML's collection contains approximately 2 million items including books, eBooks, audio books, music CDs, DVDs, digital downloads, magazines, newspapers, maps and sheet music all of which circulated 16.1 million times in 2016. In addition to our materials, each of CML's locations has computers and Wi-Fi access available for public use. CML's website also offers access to a wealth of electronic databases through <http://www.columbuslibrary.org/research>; this site provides access to directories, indexes, abstracts and full-text information on careers, education, genealogy, consumer information, obituaries, literature and researching businesses.

CML receives financial support from two component units. The Friends of CML raise funds through sales of books, miscellaneous CML branded merchandise, and the operation of The Library Store located inside Main Library. The Friends of CML help fund critical CML programs like Summer Reading Club, Homework Help Centers and CML's levy campaigns. The Friends of CML are excluded from the entity-wide financial statements due to immateriality. More information about the Friends of CML can be found at <http://friendsofcml.com/>. The Columbus Metropolitan Library Foundation (CMLF) collects donations to support CML's programs. CMLF annually hosts the fundraising event, Celebration of Learning to raise funds that support library programming. In 2016, Celebration of Learning raised over \$400,000. CMLF is discretely presented as a component unit in the entity-wide financial statements. More information about CMLF can be found at <http://foundation.columbuslibrary.org/>.

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

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

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

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

## **Economic Condition**

CML is located entirely within Franklin County, Ohio. Franklin County's population as estimated by Woods & Poole Economics is 1,252,492 at December 31, 2016, an increase of 0.9 percent for the year and increase of 4.6 percent in the last five years.

Unemployment data indicate the U.S. economy and that of Franklin County is beginning to show signs of improvement. As of January, 2017 the most recent data available, the United States' unemployment rate was 4.8% compared to the State of Ohio unemployment rate of 5.0%. Meanwhile, the Franklin County unemployment rate for January 2017 (the most recent county data available) is below both the state and national rates at 4.6% as it is supported by the strong and diverse economy of the Columbus metropolitan area.

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



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

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

### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the CML for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2015. This was the thirtieth consecutive year that CML has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement program requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

This report is issued by Paula L. Miller, CFO/Fiscal Officer. Thanks and recognition go to the entire staff of CML's Financial Services Department. I also wish to express my appreciation to CML's executives and the members of the Board for their continued interest and support in planning and conducting the financial operations of CML in a responsible and progressive manner.

Respectfully Submitted,



Paula L. Miller  
Chief Financial Officer/Fiscal Officer



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Columbus Metropolitan Library**  
**Ohio**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2015**

Executive Director/CEO

# FINANCIAL SECTION



**This page intentionally left blank.**

## Independent Auditor's Report

To the Board of Trustees  
Columbus Metropolitan Library

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

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the discretely presented component unit of the Columbus Metropolitan Library, Franklin County, Ohio (the "Library"), as of and for the year ended December 31, 2016, and the related notes to the financial statements, which collectively comprise the Columbus Metropolitan Library's basic financial statements as listed in the table of contents.

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

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

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

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Columbus Metropolitan Library Foundation, which represents the entire discretely presented component unit. Those financial statements were audited by other auditors, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Columbus Metropolitan Library, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of the Columbus Metropolitan Library Foundation were not audited under *Government Auditing Standards*.

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

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

To the Board of Trustees  
Columbus Metropolitan Library

### **Opinions**

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, the aggregate remaining fund information, and the discretely presented component unit of the Columbus Metropolitan Library as of December 31, 2016, and the respective changes in its financial position, and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Other Matters**

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of the Library's proportionate share of the net pension liability/(asset), and the schedule of Library contributions, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Columbus Metropolitan Library's basic financial statements. The financial section's combining statements and individual fund statements and schedules and the statement of changes in fiduciary assets and liabilities, the introductory section, and the statistical section are presented for the purpose of additional analysis and are not a required part of the basic financial statements.

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

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

To the Board of Trustees  
Columbus Metropolitan Library

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

In accordance with *Government Auditing Standards*, we have also issued our report dated May 25, 2017 on our consideration of the Columbus Metropolitan Library's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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 Columbus Metropolitan Library's internal control over financial reporting and compliance.

*Plante & Moran, PLLC*

May 25, 2017

**This page intentionally left blank.**



**COLUMBUS METROPOLITAN LIBRARY**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2016  
(UNAUDITED)

As management of the Columbus Metropolitan Library (CML), we offer readers of CML's financial statements this narrative overview and analysis of the financial activities of CML for the fiscal year ended December 31, 2016. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, the financial statements, and the notes to the financial statements.

### **Financial Highlights**

Key financial highlights for the fiscal year 2016 are as follows:

- The assets and deferred outflows of resources of CML exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$161,940,967. Of this amount, \$88,295,590 was unrestricted and may be used to meet CML's ongoing obligations.
- CML's net position increased by \$11,352,012 or 7.5%.
- Of the \$86,470,636 in total revenue, general revenue accounted for \$84,123,323 or 97.3%. Program specific revenue in the form of charges for services, grants and contributions accounted for \$2,347,313 or 2.7%.
- CML had \$75,118,624 in expenses related to governmental activities; 3.1% of these expenditures were offset with program specific revenue. The remaining 96.9% was provided by general revenue of CML, including Property Taxes, State of Ohio shared revenue, capital grants, and investment earnings.
- CML has three major funds: the general fund, the capital projects fund, and the debt service fund. Under the modified accrual basis of accounting, the general fund had \$69,066,307 in revenue and other financing sources and \$65,770,933 in expenditures, resulting in an increase in fund balance of \$3,295,374.
- At the end of the fiscal year, the unassigned fund balance in the general fund was \$64,740,276. This represents 86.1% of total fund balance in the general fund and 98.4% percent of 2016 general fund expenditures.

### **Overview of the Financial Statements**

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

### **Government-wide Financial Statements**

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

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

**COLUMBUS METROPOLITAN LIBRARY**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2016  
(UNAUDITED)

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

### **Fund Financial Statements**

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

#### Governmental Funds

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

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

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

#### Proprietary Funds

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

#### Fiduciary Funds

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

#### Notes to the Financial Statements

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

#### Other Information

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

**COLUMBUS METROPOLITAN LIBRARY**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2016  
(UNAUDITED)

**Government-wide Financial Analysis**

The Statement of Net Position provides the perspective of CML as a whole. Table 1 provides a summary of CML's net position for 2016 compared to 2015.

Table 1  
Net Position

	Governmental Activities	
	2016	2015
<b>Assets</b>		
Current and Other Assets	\$ 182,140,832	\$ 214,886,305
Long-term Assets:		
Capital Assets, Net	142,711,484	103,091,107
Net Pension Asset	122,249	86,146
Total Assets	<u>324,974,565</u>	<u>318,063,558</u>
<b>Deferred Outflows of Resources</b>		
Deferred Amount on Refunding	429,361	-
Pension	14,200,688	4,793,223
Total Deferred Outflows of Resources	<u>14,630,049</u>	<u>4,793,223</u>
<b>Liabilities</b>		
Current Liabilities	5,405,637	8,138,683
Long-Term Liabilities:		
Net Pension Liability	36,103,396	25,377,918
Other Amounts	90,510,618	93,215,310
Total Liabilities	<u>132,019,651</u>	<u>126,731,911</u>
<b>Deferred Inflows of Resources</b>		
Property Taxes	44,726,155	45,063,788
Pension	917,841	472,127
Total Deferred Inflows of Resources	<u>45,643,996</u>	<u>45,535,915</u>
<b>Net Position</b>		
Net Investment in Capital Assets	72,339,611	67,209,856
Restricted	1,305,766	5,219,763
Unrestricted	88,295,590	78,159,336
Total Net Position	<u>\$ 161,940,967</u>	<u>\$ 150,588,955</u>

Current and Other Assets decreased significantly in comparison with the prior year and Capital Assets, Net increased significantly in comparison with the prior year. These fluctuations are primarily the result of the continuation of CML's building program.

Current Liabilities decreased significantly in comparison with the prior. This decrease is primarily the result of a decrease in accounts payable related to CML's building program.

Other Long-Term Liabilities (mainly bonds used for construction) decreased significantly in comparison with the prior year. This decrease primarily represents a principal payment made in 2016.

**COLUMBUS METROPOLITAN LIBRARY**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2016  
(UNAUDITED)

Deferred Outflows of Resources and Net Pension Liability both increased significantly in comparison with the prior year. These increases are primarily the result of lower than expected returns on pension fund investments, as reported by the pension system.

Table 2 shows a comparison of the changes in net position for the fiscal year ended December 31, 2016 compared to December 31, 2015.

Table 2  
Changes in Net Position

	Governmental Activities	
	2016	2015
<b>Revenues</b>		
Program Revenues		
Charges for Services	\$ 2,045,292	\$ 1,977,619
Operating Grants and Contributions	302,021	377,653
General Revenues		
Property Taxes	46,920,532	42,967,424
Intergovernmental	25,796,415	27,478,601
Capital Contributions	9,950,187	5,748,133
Investment Earnings	1,219,238	1,022,906
Miscellaneous	236,951	423,965
Total Revenues	<u>86,470,636</u>	<u>79,996,301</u>
<b>Program Expenses</b>		
Public Service	43,771,043	37,072,271
Administrative and Support	28,489,455	25,116,698
Interest Expense	2,783,526	2,894,941
Issuance Costs	74,600	-
Total Expenses	<u>75,118,624</u>	<u>65,083,910</u>
Increase in Net Position	11,352,012	14,912,391
Net Position - Beginning Balance	150,588,955	135,676,564
Net Position - Ending Balance	<u>\$ 161,940,967</u>	<u>\$ 150,588,955</u>

Capital Contributions increased significantly in comparison with the prior year. This increase is primarily the result of a \$6 million donation received for the new Hilliard branch location.

Property Taxes, a major source of revenue for CML in 2016, is the revenue generated by the 2.8 mill property tax levy. In November 2010, a 2.2 mill levy was replaced with an additional 0.6 mill levy by the voters in CML's taxing district. The increase in Property Taxes is primarily the result of new construction and an increase in property taxes available for advance at year-end.

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

**COLUMBUS METROPOLITAN LIBRARY**  
 Management's Discussion and Analysis  
 For the Year Ended December 31, 2016  
 (UNAUDITED)

Based on this formula, a percentage of this fund is distributed to each county for use by the public library districts within that county. Within Franklin County there are seven (7) public library districts that share this revenue. Each library's share of the fund is established by the Budget Commission. The Budget Commission uses a formula to determine each library's share of the money; however, the use of a formula is not mandatory under Ohio law. This formula was negotiated and agreed to by each of the library districts within the county. Based on this formula, CML received 60.87% of Franklin County's distribution in 2016.

Program expenses increased significantly in comparison with the prior year. This increase is the result of a combination of factors, including several buildings that were closed for construction were reopened in 2016, inflationary increases in employee salaries and benefits, and an increase in pension expense, as reported by the pension system.

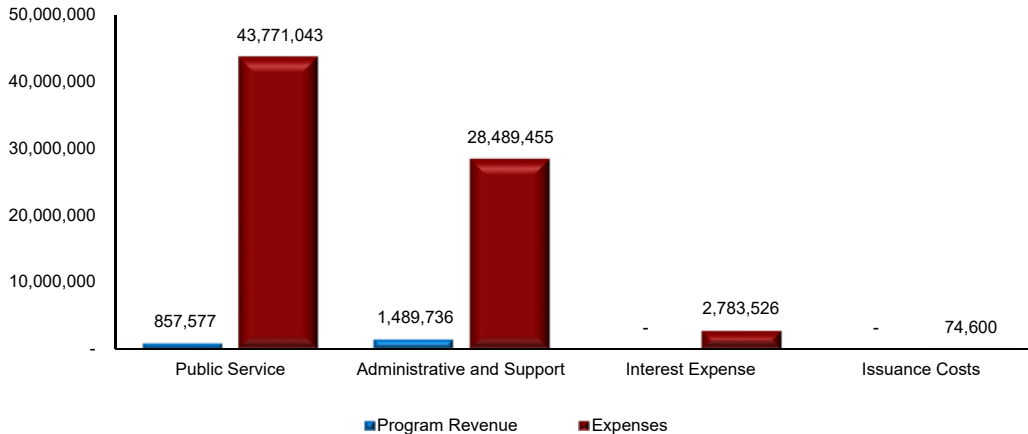
The Statement of Activities shows the cost of program services and the charges for services, grants, and contributions offsetting those services. Table 3 shows the total cost of services and the net cost of services. That is, it identifies the cost of those services supported by general revenue, consisting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

Table 3  
 Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2016	2015	2016	2015
<b>Program Expenses</b>				
Public Service	\$ 43,771,043	\$ 37,072,271	\$ 42,913,466	\$ 36,111,131
Administrative and Support	28,489,455	25,116,698	26,999,719	23,722,566
Interest Expense	2,783,526	2,894,941	2,783,526	2,894,941
Issuance Costs	74,600	-	74,600	-
<b>Total Expenses</b>	<b>\$ 75,118,624</b>	<b>\$ 65,083,910</b>	<b>\$ 72,771,311</b>	<b>\$ 62,728,638</b>

The above schedule clearly shows the dependence upon tax revenue and state subsidies for governmental activities. Program revenue, such as charges for services, grants and contributions, cover only 3.1% of the expenses related to the activities performed by CML. The remaining 96.9% of expenses is provided through taxes, intergovernmental revenue, capital contributions, and investment earnings.

**Activities for Fiscal Year Ended  
 December 31, 2016**



**COLUMBUS METROPOLITAN LIBRARY**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2016  
(UNAUDITED)

*Fund Financial Analysis*

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

*General Fund*

At year-end, the fund balance in CML's general fund was \$75,211,969, an increase of \$3,295,374 in comparison with the prior year. For the most part, this increase represents the amount in which property tax and intergovernmental revenue exceeded program expenditures. Of CML's ending general fund balance, \$64,740,276 represents the unassigned portion, which is available for spending at CML's discretion. This unassigned fund balance represents 98.4 percent of 2016 general fund expenditures.

*Capital Projects Fund*

At year-end, the fund balance in CML's capital projects fund was \$47,619,061, a decrease of \$32,100,652 in comparison with the prior year. This decrease represents the amount in which expenditures exceeded capital grants and contributions. This trend is expected to continue as CML spends down the bond proceeds received in 2012 to build new and renovate existing libraries.

*Debt Service Fund*

At year-end, the fund balance in CML's debt service fund was \$962,227, a decrease of \$8,948 in comparison with the prior year.

*Other Governmental Funds*

At year-end, the fund balance in CML's other governmental funds was \$1,208,863, an increase of \$328,966 in comparison with the prior year. This increase represents the amount in which charges for services and contributions exceeded program expenditures.

**General Fund Budgeting Highlights**

CML's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund for 2016 is the general fund.

Both the original and final revenue budgets for the general fund were \$69,439,812. Actual revenue was \$599,562 more than the final budgeted numbers. This variance is the result of property tax revenue being more than was budgeted for.

The original and final expenditure budgets for the general fund were \$76,631,885 and \$76,489,255, respectively. The decrease between the original and final budgets was primarily the result of a decrease in budgeted public service and administrative support offset by an increase in capital outlay and public service. Actual budgetary expenditures were \$69,785,939, or \$6,703,316 less than the final budget. This decrease is primarily the result of strong fiduciary practices by management.

CML's ending budget basis fund balance for the General Fund is \$70,548,647.

**COLUMBUS METROPOLITAN LIBRARY**  
 Management's Discussion and Analysis  
 For the Year Ended December 31, 2016  
 (UNAUDITED)

**Capital Assets**

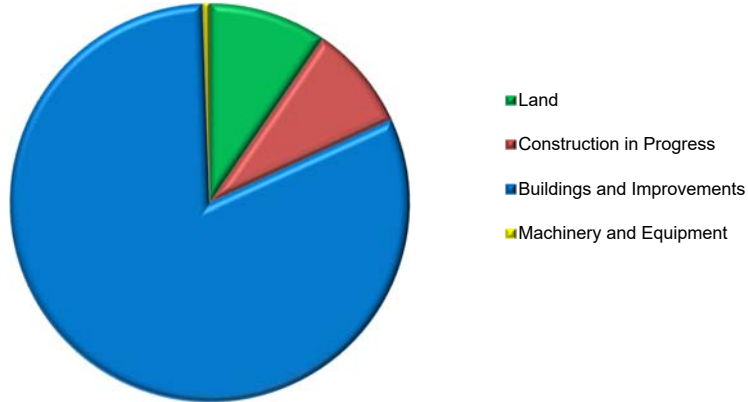
At the end of fiscal year 2016, CML had \$142,711,484 invested in capital assets. Table 4 shows fiscal year ended December 31, 2016 compared to December 31, 2015.

Table 4  
 Capital Assets (Net of Depreciation)

	Governmental Activities	
	2016	2015
Land	\$ 13,653,704	\$ 12,842,451
Construction in Progress	12,245,209	25,981,977
Buildings and Improvements	116,003,676	63,492,015
Machinery and Equipment	808,895	774,664
<b>Totals</b>	<b>\$ 142,711,484</b>	<b>\$ 103,091,107</b>

During 2016, CML's capital assets increased \$39,620,377. This increase represents the amount in which capital asset additions, mostly related to new construction on multiple branch projects, exceeded current year depreciation and disposals. See Note 4 for additional capital asset information.

**Capital Assets at December 31, 2016**



**Debt**

At year-end, CML had general obligation bonds outstanding totaling \$83,210,000, a decrease of \$1,200,000 in comparison with the prior year. This decrease represents debt principal payments made and bonds refunded during the year offset by the new debt issuance. See Note 11 for additional debt information.

**COLUMBUS METROPOLITAN LIBRARY**  
Management's Discussion and Analysis  
For the Year Ended December 31, 2016  
(UNAUDITED)

**Contacting CML's Financial Management**

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



**COLUMBUS METROPOLITAN LIBRARY**

Statement of Net Position

December 31, 2016

	Primary Government	Component Unit
	<u>Governmental Activities</u>	<u>Columbus Metropolitan Library Foundation</u>
<b>Assets</b>		
Equity in Pooled Cash and Investments	\$ 109,009,755	\$ 596,376
Cash and Cash Equivalents - Restricted	17,474,937	-
Cash with Trustee	484,426	-
Receivables:		
Taxes	49,673,707	-
Accounts	63,212	-
Intergovernmental	4,301,784	-
Interest	316,805	-
Pledges	-	2,452,071
Prepaid Items	816,206	1,015
Assets Held by Others	-	4,788,319
Capital Assets:		
Nondepreciable	25,898,913	-
Depreciable, Net	116,812,571	-
Net Pension Asset	122,249	-
Cash Surrender Value of Life Insurance Policy	-	212,429
Total Assets	<u>324,974,565</u>	<u>8,050,210</u>
<b>Deferred Outflows of Resources:</b>		
Deferred Amount on Refunding	429,361	-
Pension	14,200,688	-
Total Deferred Outflows of Resources	<u>14,630,049</u>	<u>-</u>
<b>Liabilities</b>		
Accounts Payable	1,984,246	57,596
Accrued Wages and Benefits	1,577,148	-
Intergovernmental Payable	492,293	-
Retainage Payable	668,638	-
Claims Payable	385,000	-
Accrued Interest Payable	239,884	-
Security Deposits	58,428	-
Amounts Held on Behalf of Others	-	590,782
Long-Term Liabilities:		
Due Within One Year	3,118,140	-
Due in More Than One Year		
Net Pension Liability	36,103,396	-
Other Amounts Due in More Than One Year	87,392,478	-
Total Liabilities	<u>132,019,651</u>	<u>648,378</u>
<b>Deferred Inflows of Resources:</b>		
Property Taxes	44,726,155	-
Pension	917,841	-
Total Deferred Inflows of Resources	<u>45,643,996</u>	<u>-</u>
<b>Net Position</b>		
Net Investment in Capital Assets	72,339,611	-
Restricted for:		
Restricted Donations	514,626	876,514
Debt Service	722,343	-
Permanent Fund - Expendable	1,055	-
Permanent Fund - Non-expendable	67,742	-
Unrestricted	88,295,590	6,525,318
Total Net Position	<u>\$ 161,940,967</u>	<u>\$ 7,401,832</u>

See accompanying notes to the basic financial statements

**COLUMBUS METROPOLITAN LIBRARY**

Statement of Activities

For the Year Ended December 31, 2016

Functions/Programs	Program Revenues		
	Expenses	Charges for Services	Operating Grants and Contributions
Primary Government:			
Governmental Activities:			
General Government:			
Public Service	\$ 43,771,043	\$ 555,556	\$ 302,021
Administrative and Support	28,489,455	1,489,736	-
Interest on Long Term Debt	2,783,526	-	-
Bond Issuance Costs	74,600	-	-
Total Governmental Activities	<u>\$ 75,118,624</u>	<u>\$ 2,045,292</u>	<u>\$ 302,021</u>
Component Unit:			
Columbus Metropolitan Library Foundation	<u>4,538,076</u>	<u>-</u>	<u>2,143,332</u>

General Revenues:  
 Property Taxes  
 Intergovernmental - Unrestricted  
 Capital Contributions - Not Program Specific  
 Investment Earnings  
 Miscellaneous  
 Total General Revenues

Change in Net Position

Net Position at Beginning of Year  
 Net Position at End of Year

Net (Expense) Revenue and Changes in Net Position	
Primary Government	Component Unit
Governmental Activities	Columbus Metropolitan Library Foundation
\$ (42,913,466)	\$ -
(26,999,719)	-
(2,783,526)	-
(74,600)	-
<u>(72,771,311)</u>	<u>-</u>
	(2,394,744)
46,920,532	-
25,796,415	-
9,950,187	-
1,219,238	272,042
236,951	9,660
<u>84,123,323</u>	<u>281,702</u>
11,352,012	(2,113,042)
150,588,955	9,514,874
<u>\$ 161,940,967</u>	<u>\$ 7,401,832</u>

See accompanying notes to the basic financial statements

**COLUMBUS METROPOLITAN LIBRARY**

Balance Sheet  
Governmental Funds  
December 31, 2016

	General Fund	Capital Projects Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets:</b>					
Equity in Pooled Cash and Investments	\$ 74,145,921	\$ 31,351,441	\$ -	\$ 1,111,088	\$ 106,608,450
Cash and Cash Equivalents - Restricted	-	17,407,195	-	67,742	17,474,937
Cash with Trustee	-	-	484,426	-	484,426
Receivables:					
Taxes	49,673,707	-	-	-	49,673,707
Accounts	63,212	-	-	-	63,212
Intergovernmental	3,715,789	-	477,801	108,194	4,301,784
Interest	-	316,805	-	-	316,805
Prepaid Items	812,471	3,614	-	121	816,206
<b>Total Assets</b>	<b>\$ 128,411,100</b>	<b>\$ 49,079,055</b>	<b>\$ 962,227</b>	<b>\$ 1,287,145</b>	<b>\$ 179,739,527</b>
<b>Liabilities:</b>					
Accounts Payable	\$ 1,298,114	\$ 665,551	\$ -	\$ 19,854	\$ 1,983,519
Accrued Wages and Benefits	1,577,148	-	-	-	1,577,148
Intergovernmental Payable	492,293	-	-	-	492,293
Retainage Payable	-	668,638	-	-	668,638
Security Deposits	-	-	-	58,428	58,428
<b>Total Liabilities</b>	<b>3,367,555</b>	<b>1,334,189</b>	<b>-</b>	<b>78,282</b>	<b>4,780,026</b>
<b>Deferred Inflows of Resources:</b>					
Property Taxes	44,726,155	-	-	-	44,726,155
Unavailable Revenue	5,105,421	125,805	-	-	5,231,226
<b>Total Deferred Inflows of Resources</b>	<b>49,831,576</b>	<b>125,805</b>	<b>-</b>	<b>-</b>	<b>49,957,381</b>
<b>Fund Balances:</b>					
Nonspendable:					
Prepaid Items	812,471	3,614	-	121	816,206
Permanent Fund Principal	-	-	-	67,742	67,742
Restricted for:					
Capital Projects	-	17,407,195	-	-	17,407,195
Debt Service	-	-	962,227	-	962,227
Permanent Fund Expendable	-	-	-	1,055	1,055
Restricted Donations	-	-	-	514,505	514,505
Committed for:					
Library Materials	150,670	-	-	-	150,670
Operations/Programing	7,333,861	-	-	-	7,333,861
Facility and Technology Projects	1,863,475	-	-	-	1,863,475
Capital Projects	-	4,032,761	-	-	4,032,761
Land Development	-	-	-	625,440	625,440
Assigned for:					
Library Materials	343,530	-	-	-	343,530
Operations/Programing	85,432	-	-	-	85,432
Facility and Technology Projects	5,529,223	-	-	-	5,529,223
27th Pay Period	1,230,325	-	-	-	1,230,325
Capital Projects	-	26,175,491	-	-	26,175,491
Unassigned	57,862,982	-	-	-	57,862,982
<b>Total Fund Balances</b>	<b>75,211,969</b>	<b>47,619,061</b>	<b>962,227</b>	<b>1,208,863</b>	<b>125,002,120</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 128,411,100</b>	<b>\$ 49,079,055</b>	<b>\$ 962,227</b>	<b>\$ 1,287,145</b>	<b>\$ 179,739,527</b>

See accompanying notes to the basic financial statements

**COLUMBUS METROPOLITAN LIBRARY**  
Reconciliation of Total Governmental Fund Balances  
To Net Position of Governmental Activities  
December 31, 2016

<b>Total Governmental Fund Balances</b>	<b>\$ 125,002,120</b>
 <i>Amounts reported for governmental activities in the Statement of Net Position are different because:</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	142,711,484
The net pension asset is not a financial resource and therefore is not reported in the funds.	122,249
Other long-term assets are not available to pay for current period expenditures and therefore are reported as unavailable in the funds.	
Property Taxes Receivable	2,730,421
Intergovernmental Receivable	2,375,000
Interest Receivable	125,805
Governmental funds report the effect of bond premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of net position.	
Unamortized Amount on Refunding	429,361
Unamortized Premium on Bonds	(4,998,429)
Internal service funds are used by management to charge the costs of health care to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	2,015,578
Long-Term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
Compensated Absences Payable	(2,302,189)
General Obligation Bonds Payable	(83,210,000)
Accrued Interest Payable	(239,884)
The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in governmental funds:	
Deferred Outflows - Pension	14,200,688
Deferred Inflows - Pension	(917,841)
Net Pension Liability	(36,103,396)
 <b>Net Position of Governmental Activities</b>	 <b>\$ 161,940,967</b>

See accompanying notes to the basic financial statements

**COLUMBUS METROPOLITAN LIBRARY**  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2016

	General Fund	Capital Projects Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>					
Property Taxes	\$ 46,577,352	\$ -	\$ -	\$ -	\$ 46,577,352
Intergovernmental	20,210,484	-	5,764,502	-	25,974,986
Fines and Fees	555,556	-	-	-	555,556
Investment Earnings	845,922	366,322	4,095	5,559	1,221,898
Charges for Services	692,422	-	-	797,314	1,489,736
Contributions and Donations	50,075	9,950,187	-	251,946	10,252,208
Miscellaneous	122,257	74,573	-	40,121	236,951
Total Revenues	<u>69,054,068</u>	<u>10,391,082</u>	<u>5,768,597</u>	<u>1,094,940</u>	<u>86,308,687</u>
<b>Expenditures:</b>					
Current:					
Public Service	38,431,366	-	-	235,198	38,666,564
Administrative and Support	25,143,572	-	-	520,076	25,663,648
Capital Outlay	2,195,995	43,404,753	-	10,700	45,611,448
Debt service:					
Principal Retirement	-	-	2,755,000	-	2,755,000
Interest and Fiscal Charges	-	-	3,023,210	-	3,023,210
Bond Issuance Costs	-	-	74,600	-	74,600
Total Expenditures	<u>65,770,933</u>	<u>43,404,753</u>	<u>5,852,810</u>	<u>765,974</u>	<u>115,794,470</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,283,135	(33,013,671)	(84,213)	328,966	(29,485,783)
<b>Other Financing Sources:</b>					
Proceeds from Sale of Capital Assets	12,239	913,019	-	-	925,258
Issuance of Refunding Bonds	-	-	9,880,000	-	9,880,000
Payment to Refunded Bond Escrow Agent	-	-	(9,804,735)	-	(9,804,735)
Total Other Financing Sources	<u>12,239</u>	<u>913,019</u>	<u>75,265</u>	<u>-</u>	<u>1,000,523</u>
Net Change in Fund Balances	3,295,374	(32,100,652)	(8,948)	328,966	(28,485,260)
Fund Balance at Beginning of Year	71,916,595	79,719,713	971,175	879,897	153,487,380
Fund Balance at End of Year	<u>\$ 75,211,969</u>	<u>\$ 47,619,061</u>	<u>\$ 962,227</u>	<u>\$ 1,208,863</u>	<u>\$ 125,002,120</u>

See accompanying notes to the basic financial statements

**COLUMBUS METROPOLITAN LIBRARY**  
 Reconciliation of the Statement of Revenues, Expenditures and Changes  
 in Fund Balances to the Statement of Activities  
 Governmental Funds  
 For the Year Ended December 31, 2016

**Net Change in Fund Balances - Total Governmental Funds** \$ (28,485,260)

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

Governmental funds report capital outlays as expenditures.

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

Capital Outlays	43,252,659
Depreciation Expense	(2,047,669)

The effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and disposals) is to decrease net position. (1,584,613)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 132,999

Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows. 3,535,762

Except for amounts reported as deferred inflows/outflows, changes in the net pension asset and liability are reported as pension expense in the statement of activities. (5,263,386)

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

Issuance of Debt	(9,880,000)
Refunded Debt	9,804,735
Principal Payments on Debt	2,755,000

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

Compensated Absences	168,075
Accrued Interest	23,938
Amortization of Deferred Amount on Refunding and Bond Premium	215,746

The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the government-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. (1,275,974)

**Change in Position of Governmental Activities** \$ 11,352,012

**COLUMBUS METROPOLITAN LIBRARY**  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget (Non-GAAP Basis) and Actual  
General Fund  
For the Year Ended December 31, 2016

	Original Budget	Final Budget	Actual	Variance (Over)/Under
<b>Revenues</b>				
Property Taxes	\$ 44,728,000	\$ 44,728,000	\$ 46,034,928	\$ 1,306,928
Intergovernmental	21,145,812	21,145,812	20,226,171	(919,641)
Fines and Fees	550,000	550,000	548,656	(1,344)
Investment Earnings	525,000	525,000	848,313	323,313
Charges for Services	691,000	691,000	670,083	(20,917)
Contributions and Donations	1,000	1,000	50,075	49,075
Miscellaneous	284,000	284,000	158,909	(125,091)
Total Revenues	<u>67,924,812</u>	<u>67,924,812</u>	<u>68,537,135</u>	<u>612,323</u>
<b>Expenditures</b>				
Current:				
Public Service	43,654,936	44,131,571	39,510,868	4,620,703
Administrative and Support	29,177,791	27,852,851	26,328,479	1,524,372
Capital Outlay	2,309,158	3,014,833	2,456,592	558,241
Total Expenditures	<u>75,141,885</u>	<u>74,999,255</u>	<u>68,295,939</u>	<u>6,703,316</u>
Excess of Revenues Over (Under) Expenditures	(7,217,073)	(7,074,443)	241,196	7,315,639
<b>Other Financing Sources (Uses)</b>				
Proceeds from Sale of Capital Assets	25,000	25,000	12,239	(12,761)
Transfers In	1,490,000	1,490,000	1,490,000	-
Transfers Out	(1,490,000)	(1,490,000)	(1,490,000)	-
Total Other Financing Sources (Uses)	<u>25,000</u>	<u>25,000</u>	<u>12,239</u>	<u>(12,761)</u>
Net Change in Fund Balance	(7,192,073)	(7,049,443)	253,435	7,302,878
Fund Balances at Beginning of Year	65,575,676	65,575,676	65,575,676	-
Prior Year Encumbrances Appropriated	4,719,536	4,719,536	4,719,536	-
Fund Balances at End of Year	<u>\$ 63,103,139</u>	<u>\$ 63,245,769</u>	<u>\$ 70,548,647</u>	<u>\$ 7,302,878</u>

See accompanying notes to the basic financial statements



**COLUMBUS METROPOLITAN LIBRARY**

Statement of Net Position

Proprietary Fund

December 31, 2016

	<u>Governmental Activities Internal Service Fund</u>
<b>Assets</b>	
Current Assets:	
Equity in Pooled Cash and Investments	\$ 2,401,305
Total Current Assets	<u>2,401,305</u>
<b>Liabilities</b>	
Current Liabilities:	
Accounts Payable	727
Claims Payable	385,000
Total Current Liabilities	<u>385,727</u>
<b>Net Position</b>	
Unrestricted	2,015,578
Total Net Position	<u>\$ 2,015,578</u>

See accompanying notes to the basic financial statements

**COLUMBUS METROPOLITAN LIBRARY**  
Statement of Revenues, Expenses and Changes in Net Position  
Proprietary Fund  
For the Year Ended December 31, 2016

	Governmental Activities <u>Internal Service Fund</u>
<b>Operating Revenues</b>	
Charges for Services	\$ 3,649,954
Miscellaneous	65,885
Total Operating Revenues	<u>3,715,839</u>
<b>Operating Expenses</b>	
Contractual Services	872,564
Claims Paid	4,148,199
Total Operating Expenses	<u>5,020,763</u>
Operating Loss	<u>(1,304,924)</u>
<b>Nonoperating Revenues</b>	
Interest Revenue	28,950
Total Non-Operating Revenues	<u>28,950</u>
Change in Net Position	<u>(1,275,974)</u>
Net Position at Beginning of Year	<u>3,291,552</u>
Net Position at End of Year	<u>\$ 2,015,578</u>

See accompanying notes to the basic financial statements

**COLUMBUS METROPOLITAN LIBRARY**  
Statement of Cash Flows  
Proprietary Fund  
For the Year Ended December 31, 2016

	Governmental Activities <u>Internal Service Fund</u>
<b>Cash Flows from Operating Activities</b>	
Cash Received for Claims	\$ 3,776,784
Cash Received from Reimbursements	120,256
Cash Payments for Administrative Fees	(1,005,427)
Cash Payments for Claims	(4,139,199)
Net Cash Flows from Operating Activities	<u>(1,247,586)</u>
<b>Cash Flows from Investing Activities</b>	
Cash received from interest	28,950
Net Cash Flows from Investing Activities	<u>28,950</u>
Net Change in Cash	(1,218,636)
Cash and Cash Equivalents at Beginning of Year	3,619,941
Cash and Cash Equivalents at End of Year	<u>\$ 2,401,305</u>
<b>Reconciliation of Operating Income to Net Cash Flows from Operating Activities:</b>	
Operating Loss	\$ (1,304,924)
(Increase)/Decrease in Current Assets	
Accounts Receivable	56,966
Increase/(Decrease) in Current Liabilities	
Accounts Payable	(8,628)
Claims Payable	9,000
Net Cash Flows from Operating Activities	<u>\$ (1,247,586)</u>

See accompanying notes to the basic financial statements

**COLUMBUS METROPOLITAN LIBRARY**  
Statement of Fiduciary Assets and Liabilities  
December 31, 2016

	<u>Digital Downloads Collaboration Agency Fund</u>
<b>Assets</b>	
Equity in Pooled Cash and Investments	\$ 303,242
Total Assets	<u>303,242</u>
<b>Liabilities</b>	
Accounts Payable and Other Liabilities	303,242
Total Liabilities	<u>\$ 303,242</u>

See accompanying notes to the basic financial statements

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

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

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

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

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

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

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

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

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

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

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

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

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

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

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

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

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

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

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

**(b) Financial reporting presentation**

The accounts of CML are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance, revenue, and expenditures (expenses). Fund types are as follows:

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

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

**GOVERNMENTAL FUNDS**

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

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

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

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

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

**PROPRIETARY FUNDS**

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

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

**FIDUCIARY FUNDS**

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

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

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

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

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

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

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

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

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

**(d) Encumbrances**

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

**(e) Cash Equivalents**

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

**(f) Investments**

During 2016, investments were limited to commercial paper, federal agency securities, money market funds and STAR Ohio. Commercial paper, federal agency securities are reported at fair value which is based on quoted market prices. STAR Ohio and money market funds are reported at the net asset value per share, which approximates fair value.



**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

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

STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the Securities Exchange Commission as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, "Certain External Investment Pools and Pool Participants." CML measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides a NAV per share that approximates fair value. For the year ended December 31, 2016, there were no limitations on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates.

**(g) Capital Assets**

Property, plant and equipment are reported in the applicable governmental columns in the government-wide financial statements. CML does not have any infrastructure assets. CML defines capital assets as assets with a unit cost of more than \$5,000. Such assets are recorded at historical cost or estimated historical cost. Donated assets are recorded at estimated fair value at the date of donation.

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

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

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

Description	Estimated Life (years)
Buildings	60
Furniture/Artwork/Grounds Equipment	20
Land Development/Machinery & General Equipment	15
Bookmobiles	12
Other Vehicles/Business Machines/Printers/AudioVisual Equipment	10
Security Equipment	7
Computer Equipment & Software/Telecommunications Equipment	5

**(h) Insurance**

CML is insured by private carriers for property damage, personal injury and public official liability. Judgments and claims in excess of policy limits are recorded when it is probable that an asset has been impaired or a liability has been incurred and the amount of loss can be reasonably estimated. At December 31, 2016, 2015, and 2014, there were no outstanding judgments or claims in excess of policy limits. There were no significant changes in insurance coverage from the previous year and no insurance settlement has exceeded insurance coverage during the last three years.

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

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

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

	2014	2015	2016
Unpaid Claims Jan. 1	\$ 331,000	\$ 339,000	\$ 376,000
Incurred Claims	3,482,847	3,662,853	4,148,199
Payment of Claims	(3,474,847)	(3,625,853)	(4,139,199)
Unpaid Claims Dec. 31	<u>\$ 339,000</u>	<u>\$ 376,000</u>	<u>\$ 385,000</u>

The \$385,000 of unpaid claims are reflected in the internal service fund's claims payable line item.

**(i) Compensated Absences**

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

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

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

Any governmental fund liability reported is for the unpaid balance of reimbursable unused leave for employees that terminated on or before December 31, 2016. All liabilities are paid from the general fund. The noncurrent portion of the liability is not reported.

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

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

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

**(k) Interfund Transactions**

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

Interfund transfers between governmental funds are eliminated for reporting on the government-wide financial statements. There were no interfund transfers during the year ended December 31, 2016.

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

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

**(l) Prepaid Items**

Payments made to vendors for services that will benefit periods beyond December 31, 2016, are recorded as prepaid items. Prepaid items consist primarily of insurance premiums, conferences and training, memberships and library material subscriptions. Prepaid items are accounted for using the consumption approach of accrual accounting that is items are recorded as an asset deferring the recognition of an expenditure until the month in which it should occur.

**(m) Budgetary Basis of Accounting**

Budget

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

Estimated Resources

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

Appropriations

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

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

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

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

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

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

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

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

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

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

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

**(n) Net Position**

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

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

**(o) Operating Revenue and Expenses**

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

**(p) Fund Balance**

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

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

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

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

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

**(q) Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For CML, deferred outflows of resources are reported on the government-wide statement of net position for deferred amounts on refundings and pension. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded debt or refunding debt. The deferred outflows of resources related to pension are explained in Note 5.

In addition to liabilities, the statement of net position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For CML, deferred inflows of resources include property taxes, pension, and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2016, but which were levied to finance calendar year 2017 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For CML, unavailable revenue includes delinquent property taxes, intergovernmental revenue, and interest income. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. Deferred inflows of resources related to pension are reported on the government-wide statement of net position. (See Note 5)

**(r) Pensions**

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

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

**NOTE 2 – CASH AND INVESTMENTS**

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

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

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

*Deposits:*

At December 31, 2016, the carrying amount of all CML's deposits was \$6,319,288, including \$1,093,154 in STAR Plus, and the bank balance was \$5,936,464. Of the bank balance, \$1,343,154 was covered by Federal Deposit Insurance and \$4,593,310 was uninsured and collateralized with securities held by the financial institution or by its trust department or agent but not in CML's name.

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

*Investments:*

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

The types of obligations eligible for investment and deposits are:

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

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

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

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

Investments of CML funds are prohibited or restricted as follows:

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

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

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

Cash and investments at year-end were as follows:

	Amount	Credit Rating	Maturity in Years		
			less than 1	1-3	3-5
STAR Ohio (State Treasurer's Asset Reserve Program)	\$ 14,264,377	AAAm <sup>1</sup>	\$ 14,264,377	\$ -	\$ -
US Treasury Securities	3,469,979	AA+ <sup>1</sup>	998,984	2,470,995	-
Federal Agency Securities (Non-callable)	63,425,081	AA+ <sup>1</sup>	11,480,750	42,505,081	9,439,250
Federal Agency Securities (Callable)	27,681,781	AA+ <sup>1</sup>	-	14,857,771 <sup>2</sup>	12,824,010 <sup>2</sup>
Commercial Paper	10,048,663	A1 <sup>1</sup>	10,048,663	-	-
Money Market Fund	1,868,739	AAAm <sup>1</sup>	1,868,739	-	-
Carrying Amount of Deposits	6,319,288		6,319,288	-	-
Change Funds and Imprest Balance	194,452		194,452	-	-
<b>Total</b>	<b>\$ 127,272,360</b>		<b>\$ 45,175,253</b>	<b>\$ 59,833,847</b>	<b>\$ 22,263,260</b>
Less: Cash and investments - Agency Fund	(303,242)				
<b>Total Governmental Funds Cash</b>	<b>126,969,118</b>				
Per Statement of Net Position:					
Cash and Investments	\$ 109,009,755				
Cash Equivalents - Restricted	17,474,937				
Cash with Trustee	484,426				
<b>Total</b>	<b>\$ 126,969,118</b>				

1 - Standard & Poors.

2 - The entire balance is callable within 1 year.

CML measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides a NAV per share that approximates fair value. CML measures all other investments at fair value. CML categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. At December 31, 2016, CML had the following Level 2 investments: U.S. Treasury Securities totaling \$3,469,979, Federal Agency Securities totaling \$91,106,862, and Commercial Paper totaling \$10,048,663.

Restricted assets of \$17,474,937 represent the endowment principal of the restricted fund and unspent note proceeds.



**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

**NOTE 3 – DONOR RESTRICTED ENDOWMENTS**

CML's Permanent Fund includes donor-restricted endowments. Non-Spendable Fund Balance includes the \$67,742 non-spendable portion of the endowment, the \$1,011 that is available for expenditure is restricted to comply with donors' original intent. CML Board of Trustees is permitted to appropriate, for purposes consistent with the endowment's intent, net appreciation, realized and unrealized, unless the endowment terms state otherwise.

**NOTE 4 – CAPITAL ASSETS**

A summary of changes in capital assets for the year ended December 31, 2016, follows:

	Balance Jan 1, 2016	Additions	Deletions	Transfers	Balance Dec 31, 2016
Nondepreciable Assets:					
Land	\$ 12,842,451	\$ 965,212	\$ (153,959)	\$ -	\$ 13,653,704
Construction in Progress	25,981,977	41,022,360	-	(54,759,128)	12,245,209
Depreciable Assets:					
Buildings & Improvements	94,387,274	1,084,330	(2,503,971)	54,759,128	147,726,761
Machinery & Equipment	5,079,367	180,757	(1,770,731)	-	3,489,393
Total Capital Assets	<u>\$ 138,291,069</u>	<u>\$ 43,252,659</u>	<u>\$ (4,428,661)</u>	<u>\$ -</u>	<u>\$ 177,115,067</u>
Accumulated Depreciation:					
Buildings & Improvements	(30,895,259)	(1,937,438)	1,109,612	-	(31,723,085)
Machinery & Equipment	(4,304,703)	(110,231)	1,734,436	-	(2,680,498)
Total Accumulated Depreciation	<u>\$ (35,199,962)</u>	<u>\$ (2,047,669)</u>	<u>\$ 2,844,048</u>	<u>\$ -</u>	<u>\$ (34,403,583)</u>
Total Capital Assets, net	<u>\$ 103,091,107</u>	<u>\$ 41,204,990</u>	<u>\$ (1,584,613)</u>	<u>\$ -</u>	<u>\$ 142,711,484</u>

Projects were funded through the Capital Projects Fund by monies transferred from the General Fund and proceeds from the sale of debt. The balance of these Capital projects will be funded by available financial resources.

Of the \$2,047,669 depreciation expense, \$1,230,886 was related to Public Service and \$816,783 was related to Administrative and Support.

**NOTE 5 – DEFINED BENEFIT PENSION PLANS**

***Net Pension Asset/Liability***

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

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

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

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

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

GASB Statement No. 68 assumes the net pension asset solely belongs to the employer and the net pension liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize overfunded assets and unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension asset/liability. Resulting adjustments to the net pension asset/liability would be effective when the changes are legally enforceable.

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

***Plan Description – Ohio Public Employees Retirement System (OPERS)***

Plan Description - CML employees participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional pension plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan and the combined plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features.

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

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

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

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

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

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

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

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

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

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

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

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

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. CML's contractually required contribution was \$3,535,762 for 2016. Of this amount, \$408,191 is reported as an intergovernmental payable.

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

The net pension asset and net pension liability for OPERS was measured as of December 31, 2015, the date of OPERS most recent report, and the total pension asset/liability used to calculate the net pension asset/liability was determined by an actuarial valuation as of that date. CML's proportion of the net pension asset/liability was based on CML's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	OPERS Traditional Plan	OPERS Combined Plan	Total
Proportionate Share of the Net Pension Liability/(Asset)	\$36,103,396	(\$122,249)	\$35,981,147
Proportion of the Net Pension Liability/(Asset)	0.208434%	0.25122%	
Pension Expense	\$5,101,800	\$161,586	\$5,263,386

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

	OPERS Traditional Plan	OPERS Combined Plan	Total
<b>Deferred Outflows of Resources</b>			
Net difference between projected and actual earnings on pension plan investments	\$10,612,144	\$52,782	\$10,664,926
CML contributions subsequent to the measurement date	3,415,397	120,365	3,535,762
Total Deferred Outflows of Resources	<u>\$14,027,541</u>	<u>\$173,147</u>	<u>\$14,200,688</u>
<b>Deferred Inflows of Resources</b>			
Differences between expected and actual experience	\$697,586	\$55,784	\$753,370
Change in proportionate share	157,324	7,147	164,471
Total Deferred Inflows of Resources	<u>\$854,910</u>	<u>\$62,931</u>	<u>\$917,841</u>

\$3,535,762 reported as deferred outflows of resources related to pension resulting from CML contributions subsequent to the measurement date will be recognized as pension expense in the year ending December 31, 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:

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

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

	OPERS Traditional Plan	OPERS Combined Plan	Total
Year Ending December 31:			
2017	\$2,248,387	\$5,663	\$2,254,050
2018	2,418,076	5,663	2,423,739
2019	2,701,233	5,663	2,706,896
2020	2,389,538	4,185	2,393,723
2021	-	(7,902)	(7,902)
Thereafter	-	(23,421)	(23,421)
Total	<u>\$9,757,234</u>	<u>(\$10,149)</u>	<u>\$9,747,085</u>

**Actuarial Assumptions - OPERS**

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

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

	Traditional Plan	Combined Plan
Wage Inflation	3.75 percent	3.75 percent
Future Salary Increases, including inflation	4.25 to 10.05 percent including wage inflation	4.25 to 8.05 percent including wage inflation
COLA or Ad Hoc COLA	3 percent, simple	3 percent, simple
Investment Rate of Return	8 percent	8 percent
Actuarial Cost Method	Individual Entry Age	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.

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.

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

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

OPERS manages investments in four investment portfolios: the Defined Benefits portfolio, the Health Care portfolio, the 115 Health Care Trust portfolio and the Defined Contribution portfolio. The Defined Benefit portfolio includes the investment assets of the Traditional Pension Plan, the defined benefit component of the Combined Plan, the annuitized accounts of the Member-Directed Plan and the VEBA Trust. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The money weighted rate of return, net of investments expense, for the Defined Benefit portfolio is 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	19.90	5.84
Real Estate	10.00	4.25
Private Equity	10.00	9.25
International Equities	19.10	7.40
Other investments	18.00	4.59
Total	<u>100.00 %</u>	<u>5.27 %</u>

***Discount Rate***

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

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

The following table presents CML's proportionate share of the net pension asset/liability calculated using the current period discount rate assumption of 8%, as well as what CML's proportionate share of the net pension asset/liability would be if it were calculated using a discount rate that is one-percentage-point lower (7%) or one-percentage-point higher (9%) than the current rate:

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

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

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
CML's proportionate share of the net pension liability/(asset)			
Traditional Plan	\$57,521,531	\$36,103,396	\$18,037,878
Combined Plan	(\$2,512)	(\$122,249)	(\$218,561)

**NOTE 6 – OTHER POST-EMPLOYMENT BENEFITS**

Plan Description – Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: The Traditional Pension Plan—a cost-sharing, multiple-employer defined benefit pension plan; the Member-Directed Plan—a defined contribution plan; and the Combined Plan—a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

In March 2016, OPERS received two favorable rulings from the Internal Revenue Service (IRS) allowing OPERS to consolidate all health care assets into the OPERS 115 Health Care Trust. Transition to the new health care trust structure was completed July 1, 2016. As of December 31, 2016, OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care trust, which funds multiple health care plans including medical coverage, prescription drug coverage and deposits to a Health Reimbursement Arrangement to qualifying benefit recipients of both the Traditional Pension and the Combined plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including OPERS sponsored health care coverage. OPERS funds a Retiree Medical Account (RMA) for participants can be reimbursed for qualified medical expenses from their vested RMA balance.

In order to qualify for health care coverage, age-and-service retirees under the Traditional Pension and Combined plans must have 20 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45. Please see the Plan Statement in the OPERS 2015 CAFR for details.

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

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

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

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2016, CML contributed at a rate of 14.0% of earnable salary. This is the maximum employer contribution rate permitted by the Ohio Revised Code. Active member contributions do not fund health care.

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

**NOTE 6 – OTHER POST-EMPLOYMENT BENEFITS (Continued)**

Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside to fund health care plans. The portion of employer contributions allocated to health care for members of the Traditional Pension Plan and Combined Plan was 2.0% during calendar year 2016. As recommended by OPERS' actuary, the portion of employer contributions allocated to health care beginning January 1, 2017 decreased to 1.0% for both plans. The board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited to the VEBA for participants in the Member-Directed Plan for 2016 was 4.0%.

CML's contributions to OPERS to fund post-employment benefits for the years ended December 31, 2016, 2015, and 2014 were \$589,294, \$572,313, and \$562,890, respectively. The full amount has been contributed for 2015 and 2014. 88% has been contributed for 2016 with the remainder being reported as a fund liability.

**NOTE 7 – PROPERTY TAXES**

Property taxes include amounts levied against all real and public utility property located in the CML district. Real property taxes and public utility taxes collected during 2016 were levied after October 1 on the assessed value listed as of the prior January 1, the lien date. These taxes are payable annually or semi-annually. If paid annually, payment is due by January 20; if paid semi-annually, the first payment is due by January 20 with remainder payable by June 20. Under certain circumstances, state statutes permit earlier or later payment dates to be established.

Assessed values are established by State law at 35% of appraised market value. A revaluation of all property is required to be completed no less than every six years. The last revaluation was completed in 2010. Public utility property taxes are assessed on tangible personal property, as well as land and improvements, at true value, which is a certain percentage of cost. Percentages vary according to the type of utility involved. The assessed values upon which the 2016 taxes were collected were approximately \$18.4 billion.

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

The Franklin County Treasurer collects property taxes on behalf of taxing districts in the county. The Franklin County Auditor periodically remits to CML its portion of the taxes collected. Property taxes with both a lien and levy date prior to fiscal year end are recorded as deferred inflows of resources and receivables. However, property taxes including delinquent property taxes that were measurable at December 31, 2016, and available to CML are recorded as revenue and receivables.



**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

**NOTE 8 – NEW PRONOUNCEMENTS**

In January 2016, GASB issued Statement No. 80, Blending Requirements for Certain Component Units – An Amendment of GASB Statement No. 14. This Statement enhances the comparability of financial statements among governments by clarifying the financial statement presentation requirements for certain component units. This requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. The requirements of this statement are effective for financial statements for reporting periods beginning after June 15, 2016. CML management is evaluating the effect this standard will have on CML's financial statements.

In March 2016, GASB issued Statement No. 81, Irrevocable Split-Interest Agreements. This Statement enhances the comparability of financial statements by providing accounting and financial reporting guidance for irrevocable split-interest agreements in which the government is a beneficiary by requiring (1) recognition of assets, liabilities, and deferred inflows of resources at the inception of the irrevocable split-interest agreement, (2) recognition of assets representing its beneficial interests in the agreements that are administered by a third party, if the government controls the present service capacity of the beneficial interests, and (3) recognition of revenue when the resources become applicable to the reporting period. The requirements of this statement are effective for financial statements for the reporting periods beginning after December 15, 2016. CML management is evaluating the effect this standard will have on CML's financial statements.

In March 2016, GASB issued Statement No. 82, Pension Issues – an Amendment of GASB Statements No. 67, No. 68, and No.73. This Statement improves financial reporting by enhancing consistency in the application of financial reporting requirements to certain pension issues such as (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of derivatives from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. The requirements of this statement are effective in the first reporting period in which the measurement date of the pension liability is on or after June 15, 2017. CML management is evaluating the effect this standard will have on CML's financial statements.

In November 2016, GASB Issued Statement No. 83, Certain Asset Retirement Obligations. This Statement enhances comparability of financial statements among governments by establishing uniform criteria for governments to recognize and measure certain asset retirement obligations (AROs), including obligations that may not have been previously reported. The requirements of this statement are effective for financial statements for the reporting periods beginning after June 15, 2018. CML management is evaluating the effect this standard will have on CML's financial statements.

**NOTE 9 – JOINT VENTURES**

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

According to the terms of the agreement, CML will not assume any responsibility for the daily management, operation and maintenance of the building. In addition, the agreement states that CML will contribute, based on a formula, to the operational needs of the facility. In 2016, CML contributed \$1,038,107 to the operational costs of Worthington.

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

**NOTE 10 – BUDGETARY BASIS OF ACCOUNTING**

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

	<u>Net Change in Fund Balance</u>	<u>Fund Balance, December 31, 2016</u>
GAAP basis	\$ 3,295,374	\$ 75,211,969
Increase (decrease):		
Due to revenues:		
Received in cash during 2016,		
Accrued at December 31, 2015	3,103,968	-
Accrued at December 31, 2016, not yet received in cash	(3,620,901)	(3,620,901)
Due to expenditures:		
Paid in cash during 2016, accrued at December 31, 2015	(1,482,585)	-
Accrued at December 31, 2016, not yet paid in cash	1,910,489	1,910,489
Due to encumbrances:		
Recognized as expenditures in budget	(2,952,910)	(2,952,910)
 Budgetary Basis	 <u>\$ 253,435</u>	 <u>\$ 70,548,647</u>

**NOTE 11 – LONG TERM LIABILITIES**

Long term liability activity for the year ended December 31, 2016 was as follows:

<u>Type of obligation</u>	<u>Balance Jan 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance Dec 31, 2016</u>	<u>Amount Due Within One Year</u>
<b>Governmental Activities:</b>					
General Obligation:					
2012 PLF Notes -					
Taxable Serials - 1.456%	\$ 12,485,000	\$ -	\$ (2,650,000)	\$ 9,835,000	\$ 2,680,000
Tax-Exempt Serial Bond - 4.084%	50,805,000	-	(8,325,000)	42,480,000	-
Tax-Exempt Term Bond - 4.000%	21,120,000	-	-	21,120,000	-
Unamortized premium	6,264,549	-	(1,266,120)	4,998,429	-
2016 Refunding Notes -					
Tax-Exempt Term Bond - 1.580%	-	9,880,000	(105,000)	9,775,000	175,000
Compensated Absences Payable	2,540,761	2,909,030	(3,147,602)	2,302,189	263,140
Net Pension Liability - OPERS	25,377,918	10,725,478	-	36,103,396	-
 Total Governmental Activities	 <u>\$ 118,593,228</u>	 <u>\$ 23,514,508</u>	 <u>\$ (15,493,722)</u>	 <u>\$ 126,614,014</u>	 <u>\$ 3,118,140</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

**NOTE 11 – LONG TERM LIABILITIES (Continued)**

**(a) Long Term Debt**

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

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

**(b) Future Debt Service**

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

Year Ending December 31,	<b>Governmental Activities</b>		
	<b>Bond Principal</b>	<b>Interest</b>	<b>Debt Service</b>
2017	\$ 2,855,000	\$ 2,878,613	\$ 5,733,613
2018	2,880,000	2,846,100	5,726,100
2019	2,930,000	2,800,055	5,730,055
2020	2,985,000	2,744,961	5,729,961
2021	3,060,000	2,670,377	5,730,377
2022-2026	17,240,000	11,506,401	28,746,401
2027-2031	20,665,000	8,422,100	29,087,100
2032-2036	25,000,000	4,094,800	29,094,800
2037	5,595,000	223,800	5,818,800
	<u>\$ 83,210,000</u>	<u>\$ 38,187,207</u>	<u>\$ 121,397,207</u>

**(c) Advance Refundings**

CML defeased bonds by placing the proceeds of the new bonds in an irrevocable trust with an escrow agent to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in CML's financial statements. As of December 31, 2016, defeased bonds outstanding totaled \$8,325,000 and CML's escrow account balance was \$9,635,339.

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

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

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

**NOTE 12 – OTHER COMMITMENTS**

At December 31, CML had significant contractual commitments as follows:

<u>Vendor</u>	<u>Amount</u>
Turner Construction	\$ 3,727,219
Encore One LLC/Scioto Services LLC	1,656,420
ADP Comprehensive Payroll & Benefits Services	1,500,000
Expediant Data Services	1,103,868
NBBJ	866,091
Spectrum (Formerly Known As Time Warner Cable)	751,769
Moody Nolan Limited, Inc	673,110
Xtek Partners	640,892
Library Design Associates	601,521
Cincinnati Bell Telephone Service	513,325
Floor Maintenance Group	496,902
ComDoc, Inc	398,166
DesignGroup Architects	349,633
Insight / Time Warner Communication	306,250
Dinatco, Inc	292,776
Kone, Inc	281,734
King Business Interiors	260,464
Clara Brown Interiors	252,658
Mercer Health & Benefits, LLC	170,000
Go Sustainable	127,870
Loth	121,030
Midwest Security Services, Inc	97,280
Viper/Brakefire	73,538
EBSCO	73,241
US Communications	67,207
Kalkreuth Roofing & Sheet Metal	65,348
Gale Group	57,233
	<u>\$ 15,525,545</u>

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

General Fund	\$ 2,263,191
Capital Projects Fund	7,651,691
Other Governmental Funds	11,369
Total	<u>\$ 9,926,251</u>

**NOTE 13 – CONTINGENCIES**

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

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

**NOTE 14 – CHANGES IN ACCOUNTING PRINCIPLES**

For 2016, CML implemented GASB Statement No. 72, “Fair Value Measurement and Application”, which enhances comparability of financial statements among governments by requiring measurement of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and accepted valuation techniques. This statement also enhances fair value application guidance and related disclosures in order to provide information to financial statement users about the impact of fair value measurements on a government’s financial position. The implementation of this statement did not have a significant effect on the financial statements of CML.

For 2016, CML implemented GASB Statement No. 76 “The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments” which improves financial reporting by (1) raising the category of GASB Implementation Guides in the GAAP hierarchy, thus providing for broader public input on implementation guidance; (2) emphasizing the importance of analogies to authoritative literature when the accounting treatment for an event is not specified in authoritative GAAP; and (3) requiring the consideration of consistency with the GASB Concepts Statements when evaluating accounting treatments specified in non-authoritative literature. The implementation of this statement did not have an effect on the financial statements of CML.

For 2016, CML also implemented GASB Statement No. 79, Certain External Investment Pools and Pool Participants, which establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. The implementation of this statement did not have a significant effect on the financial statements of CML.

For 2016, CML implemented GASB Statement No. 77, Tax Abatement Disclosures, which improves disclosure of tax abatement information, such as how the tax abatements affect a government’s financial statements, operations, and ability to raise resources in the future, by reporting (1) the government’s own tax abatement agreements, and (2) those entered into by other governments and that reduce the reporting government’s tax revenues. See Note 15, below, regarding the effect of this statement on CML.

**NOTE 15 – TAX ABATEMENTS**

Under tax abatement agreements entered into by other governments, CML’s 2016 property tax revenues were reduced as follows:

Government with Tax Abatement Agreement	Amount of Property Taxes Abated
City of Columbus	\$ 955,864
City of Groveport	345,905
City of New Albany	279,971
City of Obetz	250,260
City of Hilliard	30,794
City of Gahanna	26,662
City of Canal Winchester	8,715
City of Whitehall	7,810
Madison Township	5,301
Hamilton Township	3,439
City of Reynoldsburg	827
Jefferson Township	769
Total	\$ 1,916,317

**COLUMBUS METROPOLITAN LIBRARY**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2016

**NOTE 16 – COMPONENT UNIT DISCLOSURES**

- A. Basis of Accounting – The financial statements of the Foundation are maintained on the accrual basis of accounting, which means that revenue are recognized as they are earned and expenses are recognized as they are incurred, whether or not cash is received or paid out at that time.
- B. Beneficial Interest in Assets Held by Others – Beneficial interest in assets held by others, totaling \$4,788,319 at December 31, 2016, represents the Foundation’s interest in investments held by the Columbus Foundation, which are comprised of various equity funds, alternative assets, income funds and cash. The underlying holdings are all based on unadjusted quoted market prices and the related investment income, realized and unrealized gains and losses net of investment fees included in the accompanying statements of activities as change in value of beneficial interest in assets held by others. The Foundation advises the Columbus Foundation as to the distribution of the funds.
- C. Contributions Receivable –The Foundation used an imputed interest rate of 5% to value pledges due after more than one year at their present value.
- D. Net Position – Net position is classified based on the existence or absence of any imposed donor restrictions. Unrestricted net position is not subject to donor-imposed restrictions. Restricted net position is subject to donor-imposed restrictions.

Net position as of December 31, 2016 is restricted as follows:

<u>Temporarily Restricted:</u>	
Great Libraries Create Campaign	\$ 205,235
Celebration of Learning	494,519
Adopt a Book Program	21,530
Other Programs	6,786
Branches and Other Collections	24,487
Support at Risk Youth	13,696
Support Patrons for Research	60
Support Programs for Young Minds	5,977
<u>Permanently Restricted:</u>	
Larry Black Fund	14,224
Anderson Fund	75,000
Cody Conover Fund for Youth Minds	15,000
 Total Restricted Net Position	 <u>\$ 876,514</u>

- E. Concentration of Credit Risk – The Foundation maintains its cash accounts at financial institutions that are insured by the Federal Deposit Insurance Corporation on balances up to \$250,000 as of December 31, 2016. At December 31, 2016, the Foundation had cash balances in excess of the federally insured limit of \$0. The Foundation has not experienced any losses in these accounts.
- F. Related Party Transactions – The Foundation had contributions receivable due from current board members totaling \$411,745 at December 31, 2016.
- G. Concentrations – During 2016, there was no concentration of revenue from a single source.

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

**Last Three Years (1)**

	<u>2015</u>	<u>2014</u>	<u>2013</u>
Library's Proportion of the Net Pension Liability/(Asset)			
Traditional Plan	0.208434%	0.210411%	0.210411%
Combined Plan	0.25122%	0.223743%	0.223743%
Library's Proportionate Share of the Net Pension Liability/(Asset)			
Traditional Plan	\$ 36,103,396	\$ 25,377,918	\$ 24,804,715
Combined Plan	\$ (122,249)	\$ (86,146)	\$ (23,477)
Library's Covered-Employee Payroll	\$ 28,615,633	\$ 28,157,667	\$ 27,003,731
Library's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered-Employee Payroll	125.74%	89.82%	91.77%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability/(Asset)			
Traditional Plan	81.08%	86.45%	86.36%
Combined Plan	116.90%	114.83%	104.56%

(1) Information prior to 2013 is not available.

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

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

**Last Four Years (1)**

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually Required Contribution	\$ 3,535,762	\$ 3,433,876	\$ 3,378,920	\$ 3,510,485
Contributions in relation to the contractually required contribution	<u>\$ 3,535,762</u>	<u>\$ 3,433,876</u>	<u>\$ 3,378,920</u>	<u>\$ 3,510,485</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 29,464,683	\$ 28,615,633	\$ 28,157,667	\$ 27,003,731
Contributions as a percentage of covered-employee payroll	12.00%	12.00%	12.00%	13.00%

(1) Information prior to 2013 is not available.

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
For the Year Ended December 31, 2016**

*Changes of benefit terms* - There were no changes in benefit terms affecting the OPERS plan for the plan year ended December 31, 2015.

*Changes in assumptions* - There were no changes in assumptions or plan amendments affecting the OPERS plan for the plan year ended December 31, 2015.



# COLUMBUS METROPOLITAN LIBRARY FUND DESCRIPTIONS

## Major Funds

### General Fund

The General Fund is the general operating fund of the Library. It is used to account for all financial resources except those required to be accounted for in another fund.

### Capital Projects Fund

The Capital Projects Fund is used to account for the acquisition and/or construction of major capital facilities and equipment other than those financed by Proprietary Funds. Active capital projects for 2016 are:

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

### Debt Service Fund

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

## Non-Major Funds

### Special Revenue Funds

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

- Restricted Fund
- Land Development Fund

### Permanent Fund

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

### Internal Service Fund

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

### Agency Fund

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

**COLUMBUS METROPOLITAN LIBRARY**  
Combining Supplemental Schedule of Assets, Liabilities and Fund Balances  
General Fund  
December 31, 2016

	General Operating	General Projects	General Liability	27th Pay Period	Total General Fund
<b>Assets:</b>					
Equity in Pooled Cash and Investments	\$ 64,781,332	\$ 7,489,900	\$ 644,364	\$ 1,230,325	\$ 74,145,921
Receivables:					
Taxes	49,673,707	-	-	-	49,673,707
Accounts	63,212	-	-	-	63,212
Intergovernmental	3,715,789	-	-	-	3,715,789
Prepaid Items	809,751	2,720	-	-	812,471
<b>Total Assets</b>	<b><u>\$119,043,791</u></b>	<b><u>\$ 7,492,620</u></b>	<b><u>\$ 644,364</u></b>	<b><u>\$ 1,230,325</u></b>	<b><u>\$128,411,100</u></b>
<b>Liabilities:</b>					
Accounts Payable	\$ 1,157,636	\$ 97,202	\$ 43,276	\$ -	\$ 1,298,114
Accrued Wages and Benefits	1,297,126	-	280,022	-	1,577,148
Intergovernmental Payable	171,227	-	321,066	-	492,293
<b>Total Liabilities</b>	<b><u>2,625,989</u></b>	<b><u>97,202</u></b>	<b><u>644,364</u></b>	<b><u>-</u></b>	<b><u>3,367,555</u></b>
<b>Deferred Inflows of Resources:</b>					
Property Taxes	44,726,155	-	-	-	44,726,155
Unavailable Revenue	5,105,421	-	-	-	5,105,421
<b>Total Deferred Inflows of Resources</b>	<b><u>49,831,576</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>49,831,576</u></b>
<b>Fund Balances:</b>					
Nonspendable:					
Prepaid Items	809,751	2,720	-	-	812,471
Committed for:					
Facility and Technology Projects	-	1,863,475	-	-	1,863,475
Library Materials	150,670	-	-	-	150,670
Operations/Programing	7,333,861	-	-	-	7,333,861
Assigned for:					
Library Materials	343,530	-	-	-	343,530
Operations/Programing	85,432	-	-	-	85,432
Facility and Technology Projects	-	5,529,223	-	-	5,529,223
27th Pay Period	-	-	-	1,230,325	1,230,325
Unassigned	57,862,982	-	-	-	57,862,982
<b>Total Fund Balances</b>	<b><u>66,586,226</u></b>	<b><u>7,395,418</u></b>	<b><u>-</u></b>	<b><u>1,230,325</u></b>	<b><u>75,211,969</u></b>
<b>Total Liabilities, Deferred Inflows, and Fund Balances</b>	<b><u>\$119,043,791</u></b>	<b><u>\$ 7,492,620</u></b>	<b><u>\$ 644,364</u></b>	<b><u>\$ 1,230,325</u></b>	<b><u>\$128,411,100</u></b>

**COLUMBUS METROPOLITAN LIBRARY**  
Combining Supplemental Schedule of Revenues  
Expenditures and Changes in Fund Balances  
General Fund  
For the Year Ended December 31, 2016

	General Operating	General Projects	General Liability	27th Pay Period	Total General Fund
<b>Revenues:</b>					
Property Taxes	\$ 46,577,352	\$ -	\$ -	\$ -	\$ 46,577,352
Intergovernmental	20,210,484	-	-	-	20,210,484
Fines and Fees	555,556	-	-	-	555,556
Investment Earnings	845,922	-	-	-	845,922
Charges for Services	692,422	-	-	-	692,422
Contributions and Donations	50,075	-	-	-	50,075
Miscellaneous	122,257	-	-	-	122,257
Total Revenues	<u>69,054,068</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>69,054,068</u>
<b>Expenditures:</b>					
Current:					
Public Service	35,202,794	3,228,572	-	-	38,431,366
Administrative and Support	23,774,042	1,369,530	-	-	25,143,572
Capital Outlay	173,479	2,022,516	-	-	2,195,995
Total Expenditures	<u>59,150,315</u>	<u>6,620,618</u>	<u>-</u>	<u>-</u>	<u>65,770,933</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	9,903,753	(6,620,618)	-	-	3,283,135
<b>Other Financing Sources (Uses):</b>					
Proceeds from Sale of Capital Assets	12,239	-	-	-	12,239
Transfers In	(205,000)	-	-	205,000	-
Transfers Out	1,285,000	(1,285,000)	-	-	-
Total Other Financing Sources (Uses)	<u>1,092,239</u>	<u>(1,285,000)</u>	<u>-</u>	<u>205,000</u>	<u>12,239</u>
Net Change in Fund Balances	10,995,992	(7,905,618)	-	205,000	3,295,374
Fund Balance at Beginning of Year	55,590,234	15,301,036	-	1,025,325	71,916,595
Fund Balance at End of Year	<u>\$ 66,586,226</u>	<u>\$ 7,395,418</u>	<u>\$ -</u>	<u>\$ 1,230,325</u>	<u>\$ 75,211,969</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Combining Supplemental Schedule of Assets, Liabilities and Project Balances  
Capital Projects Fund  
December 31, 2016

	Non-Project Related	2020 Project	HVAC Replacement Project	Roof Replacement Project	Totals
<b>Assets:</b>					
Equity in Pooled Cash and Investments	\$ 25,984,491	\$ 5,258,918	\$ 31,666	\$ 76,366	\$ 31,351,441
Cash and Cash Equivalents - Restricted	-	17,407,195	-	-	17,407,195
Receivables:					
Interest	316,805	-	-	-	316,805
Prepaid Items	-	3,614	-	-	3,614
<b>Total Assets</b>	<b>\$ 26,301,296</b>	<b>\$ 22,669,727</b>	<b>\$ 31,666</b>	<b>\$ 76,366</b>	<b>\$ 49,079,055</b>
<b>Liabilities:</b>					
Accounts Payable	\$ -	\$ 665,551	\$ -	\$ -	\$ 665,551
Retainage Payable	-	668,638	-	-	668,638
<b>Total Liabilities</b>	<b>-</b>	<b>1,334,189</b>	<b>-</b>	<b>-</b>	<b>1,334,189</b>
<b>Deferred Inflows of Resources:</b>					
Unavailable Revenue	125,805	-	-	-	125,805
<b>Total Deferred Inflows of Resources</b>	<b>125,805</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>125,805</b>
<b>Fund Balances:</b>					
Nonspendable:					
Prepaid Items	-	3,614	-	-	3,614
Restricted for:					
Capital Projects	-	17,407,195	-	-	17,407,195
Committed for:					
Capital Projects	-	3,924,729	31,666	76,366	4,032,761
Assigned for:					
Capital Projects	26,175,491	-	-	-	26,175,491
<b>Total Fund Balances</b>	<b>26,175,491</b>	<b>21,335,538</b>	<b>31,666</b>	<b>76,366</b>	<b>47,619,061</b>
<b>Total Liabilities, Deferred Inflows, and Fund Balances</b>	<b>\$ 26,301,296</b>	<b>\$ 22,669,727</b>	<b>\$ 31,666</b>	<b>\$ 76,366</b>	<b>\$ 49,079,055</b>

**COLUMBUS METROPOLITAN LIBRARY**  
Combining Supplemental Schedule of Revenues,  
Expenditures and Changes in Project Balance  
Capital Projects Fund  
For the Year Ended December 31, 2016

	Non-Project Related	2020 Project	HVAC Replacement Project	Roof Replacement Project	Totals
<b>Revenues:</b>					
Investment Earnings	\$ 366,322	\$ -	\$ -	\$ -	\$ 366,322
Contributions and Donations	3,950,187	6,000,000	-	-	9,950,187
Miscellaneous	74,573	-	-	-	74,573
Total Revenues	<u>4,391,082</u>	<u>6,000,000</u>	<u>-</u>	<u>-</u>	<u>10,391,082</u>
<b>Expenditures:</b>					
Capital Outlay	-	43,399,103	5,650	-	43,404,753
Total Expenditures	<u>-</u>	<u>43,399,103</u>	<u>5,650</u>	<u>-</u>	<u>43,404,753</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,391,082	(37,399,103)	(5,650)	-	(33,013,671)
<b>Other Financing Sources (Uses):</b>					
Proceeds from Sale of Capital Assets	913,019	-	-	-	913,019
Total Other Financing Sources (Uses)	<u>913,019</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>913,019</u>
Net Change in Fund Balances	5,304,101	(37,399,103)	(5,650)	-	(32,100,652)
Fund Balance at Beginning of Year	20,871,390	58,734,641	37,316	76,366	79,719,713
Fund Balance at End of Year	<u>\$ 26,175,491</u>	<u>\$ 21,335,538</u>	<u>\$ 31,666</u>	<u>\$ 76,366</u>	<u>\$ 47,619,061</u>

**COLUMBUS METROPOLITAN LIBRARY**

Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2016

	Nonmajor Special Revenue Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Totals
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Assets:</b>			
Equity in Pooled Cash and Investments	\$ 1,110,033	\$ 1,055	\$ 1,111,088
Cash and Cash Equivalents - Restricted	-	67,742	67,742
Receivables:			
Intergovernmental	108,194	-	108,194
Prepaid Items	121	-	121
Total Assets	<u>\$ 1,218,348</u>	<u>\$ 68,797</u>	<u>\$ 1,287,145</u>
<b>Liabilities:</b>			
Accounts Payable	\$ 19,854	\$ -	\$ 19,854
Security Deposits	58,428	-	58,428
Total Liabilities	<u>78,282</u>	<u>-</u>	<u>78,282</u>
<b>Fund Balances:</b>			
Nonspendable:			
Prepaid Items	121	-	121
Permanent Fund Principal	-	67,742	67,742
Restricted for:			
Permanent Fund Expendable	-	1,055	1,055
Restricted Donations	514,505	-	514,505
Committed for:			
Land Development	625,440	-	625,440
Total Fund Balances	<u>1,140,066</u>	<u>68,797</u>	<u>1,208,863</u>
Total Liabilities and Fund Balance	<u>\$ 1,218,348</u>	<u>\$ 68,797</u>	<u>\$ 1,287,145</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2016

	Nonmajor Special Revenue Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Totals
<b>Revenues:</b>			
Investment Earnings	\$ 5,196	\$ 363	\$ 5,559
Charges for Services	797,314	-	797,314
Contributions and Donations	251,946	-	251,946
Miscellaneous	40,121	-	40,121
Total Revenues	<u>1,094,577</u>	<u>363</u>	<u>1,094,940</u>
<b>Expenditures:</b>			
Current:			
Salaries and Benefits	71,593	-	71,593
Supplies	85,751	-	85,751
Purchased Services	62,696	-	62,696
Library Materials	15,158	-	15,158
Public Service	<u>235,198</u>	<u>-</u>	<u>235,198</u>
Supplies	34,260	-	34,260
Purchased Services	485,600	-	485,600
Other	216	-	216
Administrative and Support	<u>520,076</u>	<u>-</u>	<u>520,076</u>
Capital Outlay	10,700	-	10,700
Total Expenditures	<u>765,974</u>	<u>-</u>	<u>765,974</u>
Net Change in Fund Balances	328,603	363	328,966
Fund Balance at Beginning of Year	811,463	68,434	879,897
Fund Balance at End of Year	<u>\$ 1,140,066</u>	<u>\$ 68,797</u>	<u>\$ 1,208,863</u>

**COLUMBUS METROPOLITAN LIBRARY**

Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2016

	<u>Restricted Donation</u>	<u>Land Development</u>	<u>Total Nonmajor Special Revenue Funds</u>
<b>Assets:</b>			
Equity in Pooled Cash and Investments	\$ 426,165	\$ 683,868	\$ 1,110,033
Receivables:			
Intergovernmental	108,194	-	108,194
Prepaid Items	121	-	121
Total Assets	<u>\$ 534,480</u>	<u>\$ 683,868</u>	<u>\$ 1,218,348</u>
<b>Liabilities:</b>			
Accounts Payable	\$ 19,854	\$ -	\$ 19,854
Security Deposits	-	58,428	58,428
Total Liabilities	<u>19,854</u>	<u>58,428</u>	<u>78,282</u>
<b>Fund Balances:</b>			
Nonspendable:			
Prepaid Items	121	-	121
Restricted for:			
Restricted Donations	514,505	-	514,505
Committed for:			
Land Development	-	625,440	625,440
Total Fund Balances	<u>514,626</u>	<u>625,440</u>	<u>1,140,066</u>
Total Liabilities and Fund Balance	<u>\$ 534,480</u>	<u>\$ 683,868</u>	<u>\$ 1,218,348</u>



**COLUMBUS METROPOLITAN LIBRARY**  
Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2016

	Restricted Donation	Land Development	Total Nonmajor Special Revenue Funds
<b>Revenues:</b>			
Investment Earnings	\$ -	\$ 5,196	\$ 5,196
Charges for Services	-	797,314	797,314
Contributions and Donations	251,946	-	251,946
Miscellaneous	5,945	34,176	40,121
Total Revenues	<u>257,891</u>	<u>836,686</u>	<u>1,094,577</u>
<b>Expenditures:</b>			
Current:			
Salaries and Benefits	71,593	-	71,593
Supplies	85,751	-	85,751
Purchased Services	62,696	-	62,696
Library Materials	15,158	-	15,158
Public Service	<u>235,198</u>	<u>-</u>	<u>235,198</u>
Supplies	-	34,260	34,260
Purchased Services	-	485,600	485,600
Other	-	216	216
Administrative and Support	<u>-</u>	<u>520,076</u>	<u>520,076</u>
Capital Outlay	10,700	-	10,700
Total Expenditures	<u>245,898</u>	<u>520,076</u>	<u>765,974</u>
Net Change in Fund Balances	11,993	316,610	328,603
Fund Balance at Beginning of Year	502,633	308,830	811,463
Fund Balance at End of Year	<u>\$ 514,626</u>	<u>\$ 625,440</u>	<u>\$ 1,140,066</u>

**COLUMBUS METROPOLITAN LIBRARY**

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances  
Budget (Non-GAAP Basis) and Actual  
General Fund  
For the Year Ended December 31, 2016

	General Operating Account			
	Original Budget	Final Budget	Actual	Variance (Over)/Under
<b>Revenues</b>				
Property Taxes	\$ 44,728,000	\$ 44,728,000	\$ 46,034,928	\$ 1,306,928
Intergovernmental	21,145,812	21,145,812	20,226,171	(919,641)
Fines and Fees	550,000	550,000	548,656	(1,344)
Investment Earnings	525,000	525,000	848,313	323,313
Charges for Services	691,000	691,000	670,083	(20,917)
Contributions and Donations	1,000	1,000	50,075	49,075
Miscellaneous	284,000	284,000	158,909	(125,091)
<b>Total Revenues</b>	<b>67,924,812</b>	<b>67,924,812</b>	<b>68,537,135</b>	<b>612,323</b>
<b>Expenditures</b>				
Current:				
Public Service				
Salaries and Benefits	28,327,399	28,852,202	26,074,323	2,777,879
Supplies	237,266	291,221	265,513	25,708
Purchased Services	1,198,323	1,193,720	1,030,082	163,638
Library Materials	8,430,482	8,433,792	8,270,431	163,361
Administrative and Support				
Salaries and Benefits	10,356,086	9,676,048	10,849,901	(1,173,853)
Supplies	2,429,597	2,471,534	2,410,272	61,262
Purchased Services	10,716,344	10,974,673	10,513,053	461,620
Library Materials	8,482	8,482	6,893	1,589
Other	2,085,740	1,803,314	1,038,107	765,207
Capital Outlay	184,708	269,441	244,211	25,230
<b>Total Expenditures</b>	<b>63,974,427</b>	<b>63,974,427</b>	<b>60,702,786</b>	<b>3,271,641</b>
Excess of Revenues Over (Under) Expenditures	3,950,385	3,950,385	7,834,349	3,883,964
<b>Other Financing Sources (Uses)</b>				
Proceeds from Sale of Capital Assets	25,000	25,000	12,239	(12,761)
Transfers In	1,285,000	1,285,000	1,285,000	-
Transfers Out	(205,000)	(205,000)	(205,000)	-
<b>Total Other Financing Sources (Uses)</b>	<b>1,105,000</b>	<b>1,105,000</b>	<b>1,092,239</b>	<b>(12,761)</b>
Net Change in Fund Balance	5,055,385	5,055,385	8,926,588	3,871,203
Fund Balances at Beginning of Year	50,994,392	50,994,392	50,994,392	-
Prior Year Encumbrances Appropriated	2,828,660	2,828,660	2,828,660	-
<b>Fund Balances at End of Year</b>	<b>\$ 58,878,437</b>	<b>\$ 58,878,437</b>	<b>\$ 62,749,640</b>	<b>\$ 3,871,203</b>

General Projects Account			
Original Budget	Final Budget	Actual	Variance (Over)/Under
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
5,410,748	5,201,533	3,724,366	1,477,167
50,718	159,103	146,153	12,950
-	-	-	-
-	-	-	-
186,927	227,930	226,572	1,358
2,394,615	1,448,384	1,283,681	164,703
-	-	-	-
1,000,000	1,242,486	-	1,242,486
2,124,450	2,745,392	2,212,381	533,011
<u>11,167,458</u>	<u>11,024,828</u>	<u>7,593,153</u>	<u>3,431,675</u>
(11,167,458)	(11,024,828)	(7,593,153)	3,431,675
-	-	-	-
-	-	-	-
<u>(1,285,000)</u>	<u>(1,285,000)</u>	<u>(1,285,000)</u>	-
<u>(1,285,000)</u>	<u>(1,285,000)</u>	<u>(1,285,000)</u>	-
(12,452,458)	(12,309,828)	(8,878,153)	3,431,675
13,555,959	13,555,959	13,555,959	-
1,890,876	1,890,876	1,890,876	-
<u>\$ 2,994,377</u>	<u>\$ 3,137,007</u>	<u>\$ 6,568,682</u>	<u>\$ 3,431,675</u>

(continued)

**COLUMBUS METROPOLITAN LIBRARY**

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances  
Budget (Non-GAAP Basis) and Actual  
General Fund  
For the Year Ended December 31, 2016

	27th Pay Period Account			Variance (Over)/Under
	Original Budget	Final Budget	Actual	
<b>Revenues</b>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fines and Fees	-	-	-	-
Investment Earnings	-	-	-	-
Charges for Services	-	-	-	-
Contributions and Donations	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Expenditures</b>				
Current:				
Public Service				
Salaries and Benefits	-	-	-	-
Supplies	-	-	-	-
Purchased Services	-	-	-	-
Library Materials	-	-	-	-
Administrative and Support				
Salaries and Benefits	-	-	-	-
Supplies	-	-	-	-
Purchased Services	-	-	-	-
Library Materials	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess of Revenues Over (Under) Expenditures	-	-	-	-
<b>Other Financing Sources (Uses)</b>				
Proceeds from Sale of Capital Assets	-	-	-	-
Transfers In	205,000	205,000	205,000	-
Transfers Out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>205,000</b>	<b>205,000</b>	<b>205,000</b>	<b>-</b>
Net Change in Fund Balance	205,000	205,000	205,000	-
Fund Balances at Beginning of Year	1,025,325	1,025,325	1,025,325	-
Prior Year Encumbrances Appropriated	-	-	-	-
<b>Fund Balances at End of Year</b>	<b>\$ 1,230,325</b>	<b>\$ 1,230,325</b>	<b>\$ 1,230,325</b>	<b>\$ -</b>

Combining General Fund Totals

Original Budget	Final Budget	Actual	Variance (Over)/Under
\$ 44,728,000	\$ 44,728,000	\$ 46,034,928	\$ 1,306,928
21,145,812	21,145,812	20,226,171	(919,641)
550,000	550,000	548,656	(1,344)
525,000	525,000	848,313	323,313
691,000	691,000	670,083	(20,917)
1,000	1,000	50,075	49,075
284,000	284,000	158,909	(125,091)
<u>67,924,812</u>	<u>67,924,812</u>	<u>68,537,135</u>	<u>612,323</u>
28,327,399	28,852,202	26,074,323	2,777,879
5,648,014	5,492,754	3,989,879	1,502,875
1,249,041	1,352,823	1,176,235	176,588
8,430,482	8,433,792	8,270,431	163,361
10,356,086	9,676,048	10,849,901	(1,173,853)
2,616,524	2,699,464	2,636,844	62,620
13,110,959	12,423,057	11,796,734	626,323
8,482	8,482	6,893	1,589
3,085,740	3,045,800	1,038,107	2,007,693
2,309,158	3,014,833	2,456,592	558,241
<u>75,141,885</u>	<u>74,999,255</u>	<u>68,295,939</u>	<u>6,703,316</u>
(7,217,073)	(7,074,443)	241,196	7,315,639
25,000	25,000	12,239	(12,761)
1,490,000	1,490,000	1,490,000	-
(1,490,000)	(1,490,000)	(1,490,000)	-
<u>25,000</u>	<u>25,000</u>	<u>12,239</u>	<u>(12,761)</u>
(7,192,073)	(7,049,443)	253,435	7,302,878
65,575,676	65,575,676	65,575,676	-
4,719,536	4,719,536	4,719,536	-
<u>\$ 63,103,139</u>	<u>\$ 63,245,769</u>	<u>\$ 70,548,647</u>	<u>\$ 7,302,878</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Restricted - Special Revenue Fund  
For the Year Ended December 31, 2016

	Final Budget	Actual	Variance (Over)/Under
<b>Revenues</b>			
Contributions and Donations	\$ 497,000	\$ 309,462	\$ (187,538)
Total Revenues	<u>497,000</u>	<u>309,462</u>	<u>(187,538)</u>
<b>Expenditures</b>			
Current:			
Public Service			
Salaries and Benefits	90,171	71,593	18,578
Supplies	401,961	93,723	308,238
Purchased Services	134,925	72,215	62,710
Library Materials	41,640	14,157	27,483
Other	161,587	(5,945)	167,532
Capital Outlay	10,700	10,700	-
Total Expenditures	<u>840,984</u>	<u>256,443</u>	<u>584,541</u>
Net Change in Fund Balance	(343,984)	53,019	397,003
Fund Balances at Beginning of Year	326,374	326,374	-
Prior Year Encumbrances Appropriated	17,984	17,984	-
Fund Balances at End of Year	<u>\$ 374</u>	<u>\$ 397,377</u>	<u>\$ 397,003</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Land Development - Special Revenue Fund  
For the Year Ended December 31, 2016

	Final Budget	Actual	Variance (Over)/Under
<b>Revenues</b>			
Investment Earnings	\$ 1,800	\$ 5,196	\$ 3,396
Charges for Services	753,900	797,314	43,414
Miscellaneous	21,000	32,470	11,470
Total Revenues	<u>776,700</u>	<u>834,980</u>	<u>58,280</u>
<b>Expenditures</b>			
Current:			
Administrative and Support			
Supplies	65,600	34,260	31,340
Purchased Services	611,323	485,600	125,723
Other	-	216	(216)
Total Expenditures	<u>676,923</u>	<u>520,076</u>	<u>156,847</u>
Net Change in Fund Balance	99,777	314,904	215,127
Fund Balances at Beginning of Year	368,964	368,964	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balances at End of Year	<u>\$ 468,741</u>	<u>\$ 683,868</u>	<u>\$ 215,127</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Permanent Fund  
For the Year Ended December 31, 2016

	Final Budget	Actual	Variance (Over)/Under
<b>Revenues</b>			
Investment Earnings	\$ 20	\$ 377	\$ 357
Total Revenues	<u>20</u>	<u>377</u>	<u>357</u>
<b>Expenditures</b>			
Current:			
Public Service			
Library Materials	678	-	678
Administrative and Support			
Library Materials	22	-	22
Total Expenditures	<u>700</u>	<u>-</u>	<u>700</u>
Net Change in Fund Balance	(680)	377	1,057
Fund Balances at Beginning of Year	678	678	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balances at End of Year	<u>\$ (2)</u>	<u>\$ 1,055</u>	<u>\$ 1,057</u>



**COLUMBUS METROPOLITAN LIBRARY**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Debt Service Fund  
For the Year Ended December 31, 2016

	Final Budget	Actual	Variance (Over)/Under
<b>Revenues</b>			
Intergovernmental	\$ 5,815,858	\$ 5,771,356	\$ (44,502)
Investment Earnings	-	4,095	4,095
Total Revenues	<u>5,815,858</u>	<u>5,775,451</u>	<u>(40,407)</u>
<b>Expenditures</b>			
Debt service:			
Principal Retirement	2,650,000	2,755,000	(105,000)
Interest and Fiscal Charges	3,165,858	3,023,210	142,648
Bond Issuance Costs	75,265	74,600	665
Total Expenditures	<u>5,891,123</u>	<u>5,852,810</u>	<u>38,313</u>
Excess of Revenues Over (Under) Expenditures	(75,265)	(77,359)	(2,094)
<b>Other Financing Sources (Uses)</b>			
Issuance of Refunding Bonds	9,880,000	9,880,000	-
Payment to Refunded Bond Escrow Agent	<u>(9,804,735)</u>	<u>(9,804,735)</u>	-
Total Other Financing Sources (Uses)	<u>75,265</u>	<u>75,265</u>	-
Net Change in Fund Balance	-	(2,094)	(2,094)
Fund Balances at Beginning of Year	486,520	486,520	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balances at End of Year	<u>\$ 486,520</u>	<u>\$ 484,426</u>	<u>\$ (2,094)</u>

**COLUMBUS METROPOLITAN LIBRARY**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Capital Projects Fund  
For the Year Ended December 31, 2016

	Final Budget	Actual	Variance (Over)/Under
<b>Revenues</b>			
Investment Earnings	\$ 391,565	\$ 519,332	\$ 127,767
Contributions and Donations	5,000,000	9,950,187	4,950,187
Miscellaneous	-	74,573	74,573
Total Revenues	<u>5,391,565</u>	<u>10,544,092</u>	<u>5,152,527</u>
<b>Expenditures*</b>			
Capital Outlay	<u>84,089,852</u>	<u>54,488,746</u>	<u>29,601,106</u>
Total Expenditures	<u>84,089,852</u>	<u>54,488,746</u>	<u>29,601,106</u>
Excess of Revenues Over (Under) Expenditures	(78,698,287)	(43,944,654)	34,753,633
<b>Other Financing Sources (Uses)</b>			
Proceeds from Sale of Capital Assets	<u>644,000</u>	<u>913,019</u>	<u>269,019</u>
Total Other Financing Sources (Uses)	<u>644,000</u>	<u>913,019</u>	<u>269,019</u>
Net Change in Fund Balance	(78,054,287)	(43,031,635)	35,022,652
Fund Balances at Beginning of Year	51,940,418	51,940,418	-
Prior Year Encumbrances Appropriated	<u>32,345,370</u>	<u>32,345,370</u>	-
Fund Balances at End of Year	<u>\$ 6,231,501</u>	<u>\$ 41,254,153</u>	<u>\$ 35,022,652</u>

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

**COLUMBUS METROPOLITAN LIBRARY**  
Statement of Changes in Fiduciary Assets and Liabilities  
Agency Fund - Digital Download Collaboration  
December 31, 2016

	Balance January 1, 2016	Additions	Deletions	Balance December 31, 2016
<b>Assets</b>				
Equity in Pooled Cash and Investments	\$ 141,716	\$ 280,793	\$ 119,267	\$ 303,242
Accounts Receivable	79,000	-	79,000	-
Total Assets	<u>220,716</u>	<u>280,793</u>	<u>198,267</u>	<u>303,242</u>
<b>Liabilities</b>				
Accounts Payable and Other Liabilities	220,716	280,793	198,267	303,242
Total Liabilities	<u>\$ 220,716</u>	<u>\$ 280,793</u>	<u>\$ 198,267</u>	<u>\$ 303,242</u>

**This page intentionally left blank.**

# STATISTICAL SECTION



**This page intentionally left blank.**

---

**STATISTICAL SECTION**

---

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

	<u>Pages</u>
<b>Financial Trends</b> .....	78-81

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

<b>Revenue Capacity</b> .....	82-88
-------------------------------	-------

These schedules contain information to assist the reader in evaluating factors affecting CML’s ability to generate property tax revenue.

<b>Debt Capacity</b> .....	89-91
----------------------------	-------

These schedules contain information to help the reader in evaluating CML’s ability to pay off long term debt.

<b>Economic and Demographic Information</b> .....	92-93
---	-------

These schedules offer economic and demographic indicators to assist the reader in understanding environmental factors that influence CML’s financial activities.

<b>Operating Information</b> .....	94-97
------------------------------------	-------

These schedules assist the reader in measuring CML’s financial performance as it relates to various operational statistics.

---

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

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

	Fiscal Year									
	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b>Governmental activities</b>										
Net Investment in Capital Assets	\$ 70,477,531	\$ 69,437,656	\$ 68,643,901	\$ 67,167,277	\$ 65,687,200	\$ 65,519,104	\$ 68,969,845	\$ 66,549,451	\$ 67,209,856	\$ 72,339,611
Restricted	10,943,907	9,113,095	7,661,520	6,534,500	26,513,196	26,460,875	2,274,372	4,276,056	5,152,021	1,238,024
Non-Expendable	67,742	67,742	67,742	67,742	67,742	67,742	67,742	67,742	67,742	67,742
Unrestricted	12,714,129	11,259,145	7,265,132	7,669,410	14,179,366	29,745,728	70,481,717	64,783,315	78,159,336	88,295,590
Total primary government net position	<u>\$ 94,203,309</u>	<u>\$ 89,877,638</u>	<u>\$ 83,638,295</u>	<u>\$ 81,438,929</u>	<u>\$ 106,447,504</u>	<u>\$ 121,793,449</u>	<u>\$ 141,793,676</u>	<u>\$ 135,676,564</u>	<u>\$ 150,588,955</u>	<u>\$ 161,940,967</u>

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



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

	Fiscal Year									
	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b>Expenses</b>										
Governmental activities:										
Public Service	\$ 34,198,334	\$ 34,999,765	\$ 33,105,824	\$ 29,768,963	\$ 37,143,023	\$ 36,923,350	\$ 33,995,179	\$ 35,739,513	\$ 37,072,271	\$ 43,771,043
Administrative and Support	19,428,007	20,324,972	18,339,648	17,014,855	21,144,501	21,904,360	24,786,351	22,754,509	25,116,698	28,489,455
Interest Expense	-	-	-	-	-	264,199	2,912,100	2,909,404	2,894,941	2,783,526
Issuance Costs	-	-	-	-	-	-	-	-	-	74,600
Total primary government expenses	<u>\$ 53,626,341</u>	<u>\$ 55,324,737</u>	<u>\$ 51,445,472</u>	<u>\$ 46,783,818</u>	<u>\$ 58,287,524</u>	<u>\$ 59,091,909</u>	<u>\$ 61,693,630</u>	<u>\$ 61,403,426</u>	<u>\$ 65,083,910</u>	<u>\$ 75,118,624</u>
<b>Program Revenues</b>										
Governmental activities:										
Charges for Services										
Public Service	\$ 2,418,348	\$ 2,264,448	\$ 2,201,915	\$ 1,901,782	\$ 1,975,996	\$ 1,427,822	\$ 1,189,910	\$ 831,448	\$ 583,487	\$ 555,556
Administrative and Support	1,618,728	1,418,800	1,355,577	1,354,700	1,431,254	1,369,663	1,415,195	1,400,049	1,394,132	1,489,736
Operating grants and contributions	130,556	294,952	583,625	1,389,960	876,869	410,906	323,669	269,082	377,653	302,021
Total primary government program revenues	<u>\$ 4,167,632</u>	<u>\$ 3,978,200</u>	<u>\$ 4,141,117</u>	<u>\$ 4,646,442</u>	<u>\$ 4,284,119</u>	<u>\$ 3,208,391</u>	<u>\$ 2,928,774</u>	<u>\$ 2,500,579</u>	<u>\$ 2,355,272</u>	<u>\$ 2,347,313</u>
<b>Net (Expense) Revenue</b>										
Total primary government net expense	<u>\$ (49,458,709)</u>	<u>\$ (51,346,537)</u>	<u>\$ (47,304,355)</u>	<u>\$ (42,137,376)</u>	<u>\$ (54,003,405)</u>	<u>\$ (55,883,518)</u>	<u>\$ (58,764,856)</u>	<u>\$ (58,902,847)</u>	<u>\$ (62,728,638)</u>	<u>\$ (72,771,311)</u>
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Property taxes	\$ 18,233,344	\$ 17,530,349	\$ 15,808,287	\$ 15,669,459	\$ 50,680,324	\$ 44,081,501	\$ 47,651,678	\$ 42,943,916	\$ 42,967,424	\$ 46,920,532
Intergovernmental, unrestricted	16,019,512	28,487,444	24,799,451	24,101,422	28,109,034	26,188,636	29,027,326	26,020,216	27,478,601	25,796,415
Capital contributions - not program specific	-	-	64,059	-	-	-	1,000,000	4,025,000	5,748,133	9,950,187
Unrestricted investment earnings	1,495,748	1,089,794	260,402	167,129	222,622	255,983	473,331	784,581	1,022,906	1,219,238
Miscellaneous	-	-	-	-	-	703,343	395,067	588,552	423,965	236,951
Total primary government	<u>\$ 35,748,604</u>	<u>\$ 47,107,587</u>	<u>\$ 40,932,199</u>	<u>\$ 39,938,010</u>	<u>\$ 79,011,980</u>	<u>\$ 71,229,463</u>	<u>\$ 78,547,402</u>	<u>\$ 74,362,265</u>	<u>\$ 77,641,029</u>	<u>\$ 84,123,323</u>
<b>Changes in Net Position</b>										
Total primary government	<u>\$ (13,710,105)</u>	<u>\$ (4,238,950)</u>	<u>\$ (6,372,156)</u>	<u>\$ (2,199,366)</u>	<u>\$ 25,008,575</u>	<u>\$ 15,345,945</u>	<u>\$ 19,782,546</u>	<u>\$ 15,459,418</u>	<u>\$ 14,912,391</u>	<u>\$ 11,352,012</u>

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

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

	Fiscal Year									
	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
General Fund										
Non-Spendable	\$ -	\$ -	\$ -	\$ -	\$ 745,435	\$ 840,400	\$ 797,312	\$ 947,733	\$ 769,694	\$ 812,471
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	437,366	1,812,084	889,755	1,868,809	3,845,860	-
Assigned	2,373,149	2,224,307	1,029,204	1,029,204	4,104,753	2,713,267	2,160,973	15,504,580	14,581,284	9,659,222
Unassigned	8,881,711	6,089,229	6,475,532	5,633,109	5,995,483	23,664,390	38,160,939	45,498,931	52,719,757	64,740,276
Total general fund	<u>11,254,860</u>	<u>8,313,536</u>	<u>7,504,736</u>	<u>6,662,313</u>	<u>11,283,037</u>	<u>29,030,141</u>	<u>42,008,979</u>	<u>63,820,053</u>	<u>71,916,595</u>	<u>75,211,969</u>
All Other Governmental Funds										
Non-Spendable	\$ 67,742	\$ 67,742	\$ 67,742	\$ 67,742	\$ 84,414	\$ 84,324	\$ 88,581	\$ 68,676	\$ 86,202	\$ 71,477
Restricted	-	-	-	-	566,769	77,132,800	96,385,042	84,129,635	56,267,798	18,884,982
Committed	-	-	-	-	579,795	1,102,393	4,479,527	235,802	4,345,395	4,658,201
Assigned	10,363,015	8,727,016	6,719,882	6,339,926	25,349,960	46,342,298	17,453,798	15,487,543	20,871,390	26,175,491
Unassigned	-	-	-	-	-	-	-	-	-	-
Total all governmental Funds	<u>21,685,617</u>	<u>17,108,294</u>	<u>14,292,360</u>	<u>13,069,981</u>	<u>37,863,975</u>	<u>153,691,956</u>	<u>160,415,927</u>	<u>163,741,709</u>	<u>153,487,380</u>	<u>125,002,120</u>

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

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

	Fiscal Year									
	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
<b>Revenues</b>										
Property Taxes	\$ 18,307,983	\$ 16,515,427	\$ 15,976,544	\$ 15,976,544	\$ 48,318,432	\$ 44,765,211	\$ 46,748,089	\$ 43,535,330	\$ 44,098,394	\$ 46,577,352
Intergovernmental	22,536,974	28,487,444	24,856,280	24,856,280	28,109,034	26,188,636	26,215,156	26,020,216	27,737,200	25,974,986
Fines and Fees	1,945,475	2,041,208	1,864,263	1,864,263	1,532,581	1,427,822	1,189,910	831,448	583,487	555,556
Investment Earnings	1,350,592	806,956	733,130	694,174	223,955	245,403	382,700	787,393	908,225	1,221,898
Charges for Services	1,486,019	1,549,539	873,260	807,801	1,431,254	1,369,663	1,415,195	1,400,049	1,394,132	1,489,736
Contributions and Donations	130,556	296,196	590,855	1,389,960	876,869	410,906	1,323,669	4,294,082	6,125,786	10,252,208
Miscellaneous	601,492	221,996	282,552	329,117	443,415	695,817	393,335	561,232	399,051	236,951
<b>Total revenues</b>	<b>46,359,091</b>	<b>49,918,766</b>	<b>45,176,884</b>	<b>45,918,139</b>	<b>80,935,540</b>	<b>75,103,458</b>	<b>77,668,054</b>	<b>77,429,750</b>	<b>81,246,275</b>	<b>86,308,687</b>
<b>Expenditures</b>										
Public Service	33,012,423	33,385,801	31,053,545	29,400,950	35,569,558	34,022,084	33,300,994	35,420,238	36,000,505	38,666,564
Administrative	17,405,684	18,882,474	15,703,784	16,273,101	19,908,901	22,833,115	23,799,477	22,806,297	24,241,587	25,663,648
Capital Outlay	2,516,435	2,141,093	1,368,302	487,906	926,714	1,863,322	8,933,331	10,097,870	25,464,650	45,611,448
Debt Service										
Principal	-	-	-	-	-	-	2,620,000	2,620,000	2,635,000	2,755,000
Interest	-	-	-	-	-	-	3,197,256	3,197,924	3,183,776	3,023,210
Issuance Costs	-	-	-	-	-	-	-	-	-	74,600
<b>Total expenditures</b>	<b>52,934,542</b>	<b>54,409,368</b>	<b>48,125,631</b>	<b>46,161,957</b>	<b>56,405,173</b>	<b>58,718,521</b>	<b>71,851,058</b>	<b>74,142,329</b>	<b>91,525,518</b>	<b>115,794,470</b>
Excess of revenues over (under) expenditures	(6,575,451)	(4,490,602)	(2,948,747)	(243,818)	24,530,367	16,384,937	5,816,996	3,287,421	(10,279,243)	(29,485,783)
<b>Other Financing Sources (Uses)</b>										
Transfers In	22,768	5,419,996	-	-	25,986,258	484,771	100,000	12,935,994	-	-
Transfers Out	(22,768)	(5,419,996)	-	-	(25,986,258)	(484,771)	(100,000)	(12,935,994)	-	-
Proceeds from sale of property	-	-	-	-	-	7,526	906,975	38,361	24,914	925,258
Debt Issuance & Premium	-	-	-	-	-	99,435,518	-	-	-	9,880,000
Payment to Refunded Bond Escrow Agent	-	-	-	-	-	-	-	-	-	(9,804,735)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>99,443,044</b>	<b>906,975</b>	<b>38,361</b>	<b>24,914</b>	<b>1,000,523</b>
<b>Net change in fund balances</b>	<b>\$ (6,575,451)</b>	<b>\$ (4,490,602)</b>	<b>\$ (2,948,747)</b>	<b>\$ (243,818)</b>	<b>\$ 24,530,367</b>	<b>\$ 115,827,981</b>	<b>\$ 6,723,971</b>	<b>\$ 3,325,782</b>	<b>\$ (10,254,329)</b>	<b>\$ (28,485,260)</b>
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	9.16%	9.14%	8.74%	7.97%

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

<b>Tax Year<sup>1</sup></b>	<b>Real Property</b>		<b>Personal Property</b>	
	<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>Assessed Value</b>	<b>Estimated Actual Value</b>
2007	\$18,820,172	\$53,771,920	\$466,184	\$1,864,736
2008	19,197,804	54,850,869	58,937	589,370
2009	19,279,860	55,085,314	29,468	294,680
2010	19,631,342	56,089,549	0	0
2011	17,840,838	50,973,823	0	0
2012	18,741,483	53,547,095	0	0
2013	17,594,534	50,270,097	0	0
2014	17,594,534	50,270,097	0	0
2015	17,732,196	50,663,417	0	0
2016	18,025,564	51,501,611	0	0

Source: Franklin County Auditor

<sup>1</sup>Tax year ended December 31, yyyy represents the year taxes are collected. However, they are applied the following year (e.g. taxes collected in 2016 are applied in 2017).

<sup>2</sup> Rate per \$1,000 of assessed value. The library full rate is 2.80. The full rate for all Franklin County agencies is 18.47.

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

<b>Public Utilities</b>		<b>Total</b>		<b>CML's Direct Tax Rate<sup>2</sup></b>	<b>Assessed Value as a Percentage of Actual Value</b>
<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>Assessed Value</b>	<b>Estimated Actual Value</b>		
\$408,559	\$1,167,311	\$19,694,915	\$56,803,967	\$2.20 (3)	34.672%
422,371	1,206,774	19,679,112	56,647,013	2.20 (3)	34.740
436,874	1,248,211	19,746,202	56,628,205	2.20 (3)	34.870
470,486	1,344,246	20,101,828	57,433,795	2.20 (3)	35.000
472,145	1,348,986	18,312,983	52,322,809	2.80	35.000
499,509	1,427,169	19,240,992	54,974,264	2.80	35.000
546,095	1,560,271	18,140,629	51,830,368	2.80	35.000
546,095	1,560,271	18,140,629	51,830,368	2.80	35.000
642,073	1,834,494	18,374,269	52,497,911	2.80	35.000
728,422	2,081,206	18,753,986	53,582,817	2.80	35.000

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

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

	Years									
	<b>2007 for 2008</b>	<b>2008 for 2009</b>	<b>2009 for 2010</b>	<b>2010 for 2011</b>	<b>2011 for 2012</b>	<b>2012 for 2013</b>	<b>2013 for 2014</b>	<b>2014 for 2015</b>	<b>2015 for 2016</b>	<b>2016 for 2017</b>
COUNTY -										
Franklin County	\$17.84	\$18.02	\$18.07	\$18.07	\$18.07	\$18.47	\$18.47	\$18.47	\$18.47	\$18.47
SCHOOL DISTRICT:										
Canal Winchester	\$61.25	\$62.93	\$77.75	\$78.16	\$79.13	\$79.45	\$78.70	\$78.70	\$78.70	\$79.00
Columbus	67.65	75.50	75.50	75.50	75.85	76.15	76.00	76.00	76.00	81.88
Dublin	72.50	72.50	80.40	80.40	80.40	89.45	88.59	88.59	88.59	88.59
Gahanna-Jefferson	65.80	66.78	66.73	66.73	72.10	72.10	72.10	72.10	72.10	73.26
Groveport-Madison	52.81	52.81	56.71	56.66	57.42	57.65	57.60	57.60	57.60	65.49
Hamilton	55.60	55.60	55.90	56.00	56.60	56.30	56.90	56.90	56.90	55.90
Hilliard	75.89	82.79	82.85	82.95	89.35	89.45	89.45	89.45	89.45	94.35
Licking Heights	47.07	47.00	46.24	46.22	50.89	50.87	60.31	60.31	60.31	60.89
Reynoldsburg	59.10	65.70	64.90	71.55	71.80	73.10	73.90	73.90	73.90	74.45
Upper Arlington	95.88	102.08	102.08	102.08	102.08	102.08	106.08	106.08	106.08	106.01
Whitehall	65.45	72.42	72.65	72.65	74.25	73.25	73.25	73.25	73.25	73.10

**Columbus Metropolitan Library  
Direct and Overlapping Property Tax Rates,  
Last Ten Fiscal Years**  
*(rate per \$1,000 of assessed value)*

	Years									
	<b>2007 for 2008</b>	<b>2008 for 2009</b>	<b>2009 for 2010</b>	<b>2010 for 2011</b>	<b>2011 for 2012</b>	<b>2012 for 2013</b>	<b>2013 for 2014</b>	<b>2014 for 2015</b>	<b>2015 for 2016</b>	<b>2016 for 2017</b>
JOINT VOCATIONAL SCHOOL DISTRICT:										
Central Ohio	\$1.30	\$1.30	\$ 1.30	\$ 1.30	\$ 1.60	\$ 1.60	\$ 1.60	\$ 1.60	\$ 1.60	\$ 1.60
Eastland	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Licking County	3.00	2.50	2.50	2.50	2.54	2.54	2.56	2.56	2.56	2.57
MUNICIPAL CORPORATIONS:										
Brice	\$3.20	\$3.20	\$ 3.20	\$ 3.20	\$ 3.20	\$ 3.20	\$ 3.20	\$ 3.20	\$ 3.20	\$ 3.20
Canal Winchester	2.00	2.00	2.00	2.00	2.00	2.65	2.65	2.65	2.65	2.00
Columbus	3.14	3.14	3.14	3.14	3.14	3.14	3.14	3.14	3.14	3.14
Dublin	2.95	2.95	2.95	2.95	2.95	2.95	2.95	2.95	2.95	2.95
Gahanna	2.40	2.40	2.40	2.40	2.40	2.40	2.40	2.40	2.40	2.40
Groveport	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40
Hilliard	1.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60
Lockbourne	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50
New Albany	1.94	1.94	1.94	1.94	1.94	1.94	1.94	1.94	1.94	1.94
Obetz	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70
Reynoldsburg	0.70	0.70	0.70	0.70	0.70	0.70	0.70	0.70	0.70	0.70
Valleyview	22.53	22.53	22.53	22.53	22.53	22.53	22.53	22.53	22.53	22.53
Whitehall	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Lithopolis	5.90	5.90	5.90	5.90	5.90	5.90	5.90	5.90	5.90	1.90

**Columbus Metropolitan Library  
Direct and Overlapping Property Tax Rates,  
Last Ten Fiscal Years**  
*(rate per \$1,000 of assessed value)*

	Years									
	<b>2007 for 2008</b>	<b>2008 for 2009</b>	<b>2009 for 2010</b>	<b>2010 for 2011</b>	<b>2011 for 2012</b>	<b>2012 for 2013</b>	<b>2013 for 2014</b>	<b>2014 for 2015</b>	<b>2015 for 2016</b>	<b>2016 for 2017</b>
<b>TOWNSHIPS:</b>										
Blendon	\$26.51	\$26.56	\$ 26.56	\$ 29.10	\$ 29.10	\$ 30.65	\$ 30.65	\$ 30.65	32.15	37.11
Brown	12.80	12.80	12.80	12.80	12.80	12.80	12.80	12.80	17.92	17.92
Clinton	31.14	29.74	29.74	29.74	29.74	29.74	29.74	29.74	29.74	34.74
Franklin	21.31	25.20	25.20	25.20	25.20	25.20	25.20	25.20	25.20	31.09
Hamilton	15.80	15.80	15.80	16.05	16.05	20.20	16.05	16.05	17.05	21.05
Jefferson	9.12	9.17	9.17	9.17	9.17	9.20	12.20	12.20	12.12	14.90
Madison	21.80	21.80	21.80	21.80	21.80	21.80	21.80	21.80	27.42	27.05
Mifflin	22.80	26.80	24.80	24.80	37.40	37.40	37.40	37.40	37.40	37.40
Norwich	21.60	21.60	21.60	21.60	21.60	21.60	25.72	25.72	25.72	25.72
Perry	21.20	17.67	18.10	18.10	18.10	21.60	21.60	21.60	25.10	25.10
Plain	12.85	15.35	15.35	15.35	15.35	15.35	15.35	15.35	15.25	15.25
Prairie	18.20	18.20	18.20	18.20	18.20	18.20	18.20	18.20	18.20	18.20
Sharon	23.50	23.50	23.50	23.50	23.50	23.50	23.50	23.50	23.50	23.50
Truro	16.65	16.65	16.65	16.65	16.60	20.50	20.50	20.50	20.50	23.00
Washington	14.47	14.48	14.48	15.45	15.45	15.45	15.45	15.45	15.45	15.45
<b>OTHER ENTITIES:</b>										
Columbus Metropolitan Library	\$2.20	\$2.20	\$ 2.20	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80
Metropolitan Park District	0.65	0.65	0.75	0.75	0.75	0.75	0.75	0.75	0.75	0.75

Source: Franklin County Auditor



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

<u>Taxpayer</u>	<u>Fiscal Year 2016<sup>3</sup></u>			<u>Fiscal Year 2007<sup>4</sup></u>		
	<u>Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value<sup>1</sup></u>	<u>Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value<sup>2</sup></u>
Ohio Power Company	\$ 480,211,710	1	2.56 %	\$ 334,593,420	1	1.70 %
Columbia Gas of Ohio Inc	103,909,000	2	0.55	47,425,510	7	0.24
Nationwide Mutual Insurance Co	76,683,190	3	0.41	88,001,460	2	0.45
AEP Ohio Transmission Company Inc	72,183,330	4	0.39	25,851,770	8	0.13
Distribution Land Corp	66,229,860	5	0.35	70,122,890	3	0.36
LSREF3 BRAVO LLC	41,615,310	6	0.22			
Huntington Center Owner LLC	39,221,000	7	0.21	58,100,000	5	0.29
Columbus Regional Airport @(3)	34,890,880	8	0.19			
Ohio Bureau of Workers' Compensation	34,825,000	9	0.19			
State of Ohio	34,784,550	10	0.19			
Easton Gateway LLC	22,238,650	11	0.12			
AEP Ohio Transmission Company Inc	21,652,370	12	0.12			
<b>Total</b>	<b>\$ 1,028,444,850</b>		<b>5.49 %</b>	<b>\$ 788,667,640</b>		<b>4.00 %</b>

<sup>1</sup>The total assessed valuation for 2016 equals: \$18,741,483,300

<sup>2</sup>The total assessed valuation for 2007 equals: \$19,694,915,375

Source of Principal Property Taxpayer Listing:

<sup>3</sup>Franklin County Auditor

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

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

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2007	\$20,423,141	\$18,272,720	89.47%	\$939,357	\$19,212,077	94.07%
2008	19,816,075	17,286,854	87.24	860,646	18,147,500	91.58
2009	19,066,250	17,650,285	92.57	885,022	18,535,307	97.22
2010	19,068,759	17,367,128	91.08	854,819	18,221,947	95.56
2011	52,494,125	49,954,346	95.16	1,322,005	51,276,351	97.68
2012	54,898,885	47,572,258	86.65	1,936,696	49,508,954	90.18
2013	54,764,452	48,088,274	87.81	1,846,218	49,934,492	91.18
2014	54,764,452	48,088,274	87.81	1,846,218	49,934,492	91.18
2015	50,700,462	49,334,845	97.31	-	49,334,845	97.31
2016	51,439,761	50,827,216	98.81	-	50,827,216	98.81

Source: Franklin County Auditor

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

<u>Fiscal Year</u>	<u>General Obligation Bonds (1)</u>	<u>Capital Leases</u>	<u>Special Assessment Bonds</u>	<u>General Obligation Bonds</u>	<u>Total Outstanding Debt</u>	<u>Percentage of Personal Income (2)</u>	<u>Population (3)</u>	<u>Debt per Capital</u>
	<u>Governmental Activities:</u>			<u>Business-Type Activities</u>				
2016	\$ 87,779,068	\$ -	\$ -	\$ -	\$ 87,779,068	163.84%	1,252,492	\$ 70
2015	90,674,549	-	-	-	90,674,549	183.84%	1,251,722	72
2014	93,596,891	-	-	-	93,596,891	193.25%	1,231,393	76
2013	96,504,232	-	-	-	96,504,232	216.99%	1,212,263	80
2012	99,411,683	-	-	-	99,411,683	241.56%	1,180,046	84
2011	-	-	-	-	-	0.00%	1,171,653	-
2010	-	-	-	-	-	0.00%	1,163,414	-
2009	-	-	-	-	-	0.00%	1,130,782	-
2008	-	-	-	-	-	0.00%	1,126,742	-
2007	-	-	-	-	-	0.00%	1,130,253	-

(1) Presented net of original issuance discounts and premiums and deferred amount on refunding

(2) Personal income is disclosed in the table of Demographics and Economic Statistics

(3) Population is disclosed in the table of Demographics and Economic Statistics

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

<b>Fiscal Year</b>	<b>General Obligation Bonds (1)</b>	<b>Less: Amounts Available in Debt Service Fund (2)</b>	<b>Total</b>	<b>Percentage of Estimated Actual Taxable Value of Property (3)</b>	<b>Per Capita</b>
2016	\$ 87,779,068	\$ 961,467	\$ 86,817,601	162.03%	\$ 70
2015	90,674,549	971,175	89,703,374	170.87%	72
2014	93,596,891	971,123	92,625,768	178.71%	76
2013	96,504,232	970,891	95,533,341	184.32%	80
2012	99,411,683	969,542	98,442,141	182.55%	84
2011	-	-	-	0.00%	-
2010	-	-	-	0.00%	-
2009	-	-	-	0.00%	-
2008	-	-	-	0.00%	-
2007	-	-	-	0.00%	-

(1) Presented net of original issuance discounts and premiums and deferred amount on refunding

(2) Amount Restricted for debt service principal payments

(3) Schedule of Assessed and Estimated Actual Value of Taxable Property

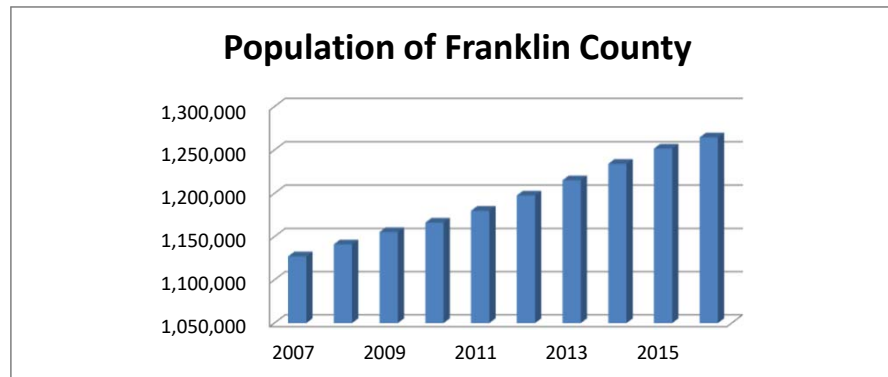
**Columbus Metropolitan Library  
Direct and Overlapping Governmental Activities Debt  
As of December 31, 2016**

<b>Government Unit:</b>	<b>Debt Outstanding</b>	<b>Estimated Percentage Applicable</b>	<b>Amount Applicable to Primary Government</b>
<b>Direct Debt:</b>			
Columbus Metropolitan Library	\$ 87,779,068	100.00%	\$ 87,779,068
<i>Total Direct Debt</i>	<u>87,779,068</u>		<u>87,779,068</u>
<b>Overlapping Debt:</b>			
Franklin County	212,975,000	68.97%	146,888,858
Canal Winchester City	4,900,235	88.10%	4,317,107
Columbus City	1,139,785,000	80.26%	914,791,441
Dublin City	27,555,000	83.73%	23,071,802
Gahanna City	1,105,000	100.00%	1,105,000
Grandview Heights City	9,125,000	0.03%	2,738
Groveport City	-	100.00%	-
Hilliard City	18,785,000	100.00%	18,785,000
New Albany City	-	96.03%	-
Reynoldsburg City	7,304,800	70.30%	5,135,274
Whitehall City	2,615,000	100.00%	2,615,000
Brice Village	-	100.00%	-
Lithopolis Village	564,100	4.47%	25,215
Lockbourne Village	-	98.04%	-
Obetz Village	1,500,000	100.00%	1,500,000
Valleyview Village	-	100.00%	-
Blendon Township	10,785,000	1.01%	108,929
Brown Township	-	100.00%	-
Clinton Township	3,061,900	100.00%	3,061,900
Franklin Township	627,500	6.63%	41,603
Hamilton Township	-	100.00%	-
Jackson Township	-	0.84%	-
Jefferson Township	627,000	100.00%	627,000
Madison Township	-	99.54%	-
Mifflin Township	825,000	100.00%	825,000
Norwich Township	-	100.00%	-
Perry Township	-	21.99%	-
Plain Township	1,317,000	98.91%	1,302,645
Pleasant Township	-	0.07%	-
Prairie Township	9,680,000	28.29%	2,738,472
Sharon Township	-	4.15%	-
Truro Township	-	100.00%	-
Washington Township	-	83.95%	-
Columbus City School District	370,083,891	99.97%	369,972,866
Dublin City School District	126,335,939	77.66%	98,112,490
Gahanna-Jefferson City School District	6,680,805	100.00%	6,680,805
Hilliard City School District	117,820,435	99.99%	117,808,653
Reynoldsburg City School District	121,585,862	73.45%	89,304,816
Upper Arlington City School District	16,144,927	1.64%	264,777
Whitehall City School District	25,594,994	100.00%	25,594,994
Canal Winchester L School District	51,410,680	73.38%	37,725,157
Groveport Madison L School District	37,221,244	100.00%	37,221,244
Hamilton L School District	17,912,269	100.00%	17,912,269
Licking Heights L School District	48,454,640	50.67%	24,551,966
New Albany-Plain L School District	91,560,045	99.99%	91,550,889
Career & Tech Ed Ctr Licking Co (C-Tec) Jt. Voc. School	18,785,000	6.58%	1,236,053
Eastland-Fairfield Career & Technical Jt. Voc. School	1,750,000	58.22%	1,018,850
Tolles Career & Technical Center Jt. Voc. School District	710,000	69.25%	491,675
Central Ohio Transit Authority Miscellaneous	-	66.21%	-
Metro Columbus-Franklin Co. Park Dist. Miscellaneous	-	68.97%	-
New Albany Community Authority Miscellaneous	-	99.18%	-
New Albany Plain Local Park District Miscellaneous	4,894,476	99.18%	4,854,341
Rickenbacker Port Authority Miscellaneous	-	68.97%	-
Solid Waste Authority Of Central Ohio Miscellaneous	50,930,000	65.84%	33,532,312
Westerville-Minerva Park Hospital Dist. Miscellaneous	-	0.11%	-
<i>Total Overlapping Debt</i>	<u>2,561,012,742</u>		<u>2,084,777,139</u>
<i>Total</i>	<u>\$ 2,648,791,810</u>		<u>\$ 4,018,348,314</u>

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

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

Year	Population (1)	Personal Income (1)	Per Capita Personal Income (1)	Median Age (6)	K-12 School Enrollment	Unemployment Rates (3)		
						Franklin County	State of Ohio	United States
2007	1,127,174	43,119,641	38,255	33.2	203,394 (2)	4.7	5.6	4.6
2008	1,141,183	44,682,923	39,155	33.3	200,001 (2)	5.5	6.4	5.8
2009	1,155,408	43,749,144	37,865	33.3	207,675 (2)	8.5	10.3	9.3
2010	1,166,296	45,080,712	38,653	33.5	209,841 (2)	8.9	10.3	9.6
2011	1,180,069	48,854,609	41,400	33.6	208,597 (5)	7.8	8.8	8.9
2012	1,197,690	52,699,050	44,001	33.7	195,928 (5)	6.4	7.4	8.1
2013	1,215,200	53,291,536	43,854	33.8	208,254 (5)	6.4	7.5	7.4
2014	1,234,126	55,985,454	45,364	33.9	214,469 (5)	4.9	5.8	6.2
2015	1,251,722	58,767,410	46,949	34.0	214,341 (5)	4.1	4.9	5.3
2016	1,264,518 (4)	53,575,920 (4)	42,775 (4)	34.0	220,963 (5)	4.0	4.9	4.9



- Source: (1) Bureau of Economic Analysis. County-level per capita personal income and personal income totals available through 2015. 2016 from: State Profile. Ohio Woods & Poole Economics, Inc., Washington, D.C.  
\*Woods and Poole forecasts from CDRom download of all projected data
- (2) Quality Education Data, Inc., School Guide
- (3) Bureau of Labor Statistics. Unemployment rates reflect non-seasonally adjusted annual average rates for each geography listed.
- (4) Franklin County population from the Census Population Estimate Program
- (5) [MDR's school directory. Ohio. School Year 2016-2017 Pgs OH B1-OH B7](#)
- (6) State Profile. Ohio Woods & Poole Economics, Inc., Washington, D.C.  
\*Woods and Poole forecasts from CDRom download of all projected data

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

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

<u>Employer</u>	<u>2016</u> <sup>1</sup>			<u>2007</u> <sup>3</sup>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
The Ohio State University	29,601	1	4.65%	20,345	2	3.45%
State of Ohio	23,680	2	3.72%	26,239	1	4.45%
JPMorgan Chase Bank (formerly Bank One)	18,700	3	2.94%	14,469	3	2.45%
OhioHealth	15,417	4	2.42%	9,336	6	1.58%
Nationwide Mutual Insurance Co.	13,570	5	2.13%	11,768	4	1.99%
Kroger Co.	10,713	6	1.68%	-		
Honda North America Inc	10,701	7	1.68%	8,000	8	1.36%
Nationwide Children's Hospital	9,262	8	1.45%	-		
Mount Carmel Health System	8,840	9	1.39%	-		
City of Columbus	8,616	10	1.35%	8,227	7	1.39%
Columbus City Schools	7,825	11	1.23%	7,181	9	1.22%
Wal-Mart Stores Inc	7,572	12	1.19%	-		
L Brands Inc	7,456	13	1.17%	-		
Franklin County	6,499	14	1.02%	6,055	10	1.03%
Huntington Bancshares Inc	5,614	15	0.88%			
United States Federal Government	-		-	10,726	5	1.82%
Average County Employment for the Year <sup>2</sup>	<u>636,800</u>		<u>28.90%</u>	<u>589,900</u>		<u>20.74%</u>

Source:

<sup>1</sup>Business First of Columbus, Book of Lists 2015 -2016 page 116

<sup>2</sup>Bureau of Labor Statistics Ohio - County data <http://www.bls.gov/web/cewqtr.supp.toc.htm>

<sup>3</sup>Business First of Columbus, 2007 Top Employer List

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

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

	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>Canal Winchester (2016)</b>										
Number of Registered Borrowers	-	-	-	-	-	-	-	-	-	3,019
Volume Size (Collection)	-	-	-	-	-	-	-	-	-	7,707
Circulation	-	-	-	-	-	-	-	-	-	83,212
<b>Driving Park (1973)</b>										
Number of Registered Borrowers	5,139	4,655	5,257	7,037	7,703	7,909	7,909	10,994	13,770	12,151
Volume Size (Collection)	29,000	29,000	29,000	29,000	29,000	19,749	19,749	15,857	16,191	12,843
Circulation	106,594	93,618	76,985	71,019	71,081	72,689	64,447	116,320	166,241	145,477
<b>Dublin (1981)</b>										
Number of Registered Borrowers	33,365	33,483	37,667	44,431	48,584	50,100	50,100	57,680	61,302	43,403
Volume Size (Collection)	160,000	160,000	160,000	160,000	160,000	119,851	119,851	124,087	126,751	119,062
Circulation	1,630,425	1,739,138	1,713,453	1,534,438	1,558,342	1,575,547	1,580,264	1,776,859	1,798,694	1,665,073
<b>Franklinton (1995)</b>										
Number of Registered Borrowers	5,583	5,401	6,091	8,426	9,424	9,728	9,728	12,102	13,298	9,144
Volume Size (Collection)	33,000	33,000	33,000	33,000	33,000	25,764	25,764	11,635	11,816	12,231
Circulation	135,920	138,550	124,564	107,336	124,123	134,789	116,648	135,918	154,344	165,268
<b>Gahanna (1991)</b>										
Number of Registered Borrowers	32,833	32,481	36,400	43,462	47,165	48,213	48,213	54,137	57,638	39,513
Volume Size (Collection)	143,000	143,000	143,000	143,000	143,000	124,097	124,097	109,193	105,037	101,394
Circulation	1,263,524	1,353,457	1,338,952	1,199,784	1,174,913	1,166,464	1,162,482	1,310,011	1,352,935	1,220,983
<b>Hilliard (1996)</b>										
Number of Registered Borrowers	40,606	41,020	46,109	54,732	59,329	60,972	60,972	69,213	73,715	52,937
Volume Size (Collection)	170,000	170,000	170,000	170,000	170,000	147,897	147,897	134,352	133,003	131,473
Circulation	1,749,510	1,863,562	1,799,007	1,599,039	1,591,721	1,615,010	1,627,314	1,844,604	1,924,454	1,764,020
<b>Hilltop (1996)</b>										
Number of Registered Borrowers	24,490	23,426	25,821	32,924	36,023	37,136	37,136	44,634	48,144	32,141
Volume Size (Collection)	145,000	145,000	145,000	145,000	145,000	108,462	108,462	43,056	64,641	63,473
Circulation	659,391	660,015	594,335	485,221	519,700	575,773	518,674	597,918	624,540	603,576
<b>Karl Road (1988)</b>										
Number of Registered Borrowers	32,282	31,009	34,478	42,691	46,272	47,197	47,197	55,223	59,921	40,645
Volume Size (Collection)	170,000	170,000	170,000	170,000	170,000	102,018	102,018	85,226	84,242	72,856
Circulation	985,798	946,994	859,353	727,638	720,080	694,097	659,247	802,440	904,538	791,572
<b>Linden (2004)</b>										
Number of Registered Borrowers	10,438	9,714	10,973	14,881	16,107	16,482	16,482	20,317	22,435	16,437
Volume Size (Collection)	32,000	32,000	32,000	32,000	32,000	34,465	34,465	19,591	23,435	22,737
Circulation	175,469	178,532	152,642	134,859	135,494	138,088	114,970	151,374	189,603	187,403
<b>Livingston (1992)</b>										
Number of Registered Borrowers	15,192	13,976	15,597	19,834	21,162	21,213	21,213	25,368	27,071	18,628
Volume Size (Collection)	90,000	90,000	90,000	90,000	90,000	43,517	43,517	33,006	25,852	26,014
Circulation	281,320	300,800	274,717	230,806	234,540	218,659	197,941	244,648	239,364	203,705
<b>Main Library (1901)</b>										
Number of Registered Borrowers	78,846	79,331	90,348	113,592	129,906	135,451	135,451	179,285	175,135	110,471
**Volume Size (Collection)	928,000	928,000	928,000	928,000	928,000	807,607	807,607	419,936	419,936	94,795
*Circulation	3,041,972	2,898,452	1,971,498	1,778,524	2,093,716	2,678,357	2,961,532	3,530,770	3,016,427	3,299,311
<b>Marion-Franklin (2014)</b>										
Number of Registered Borrowers	-	-	-	-	-	-	-	311	1,146	1,768
Volume Size (Collection)	-	-	-	-	-	-	-	3,691	4,043	3,982
Circulation	-	-	-	-	-	-	-	6,407	26,825	30,235
<b>Martin Luther King (1969)</b>										
Number of Registered Borrowers	5,402	5,203	5,932	7,770	8,445	8,589	8,589	10,402	11,511	8,500
Volume Size (Collection)	30,000	30,000	30,000	30,000	30,000	23,830	23,830	15,440	16,367	13,039
Circulation	143,224	162,779	144,400	125,551	127,794	137,600	120,812	150,296	180,103	154,618



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

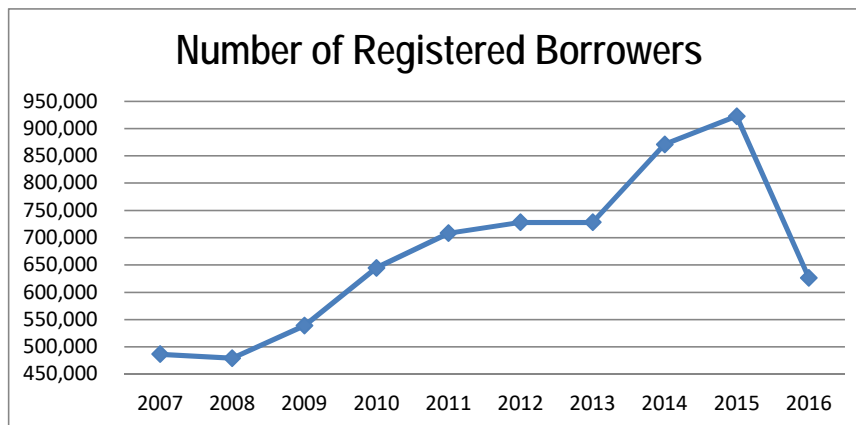
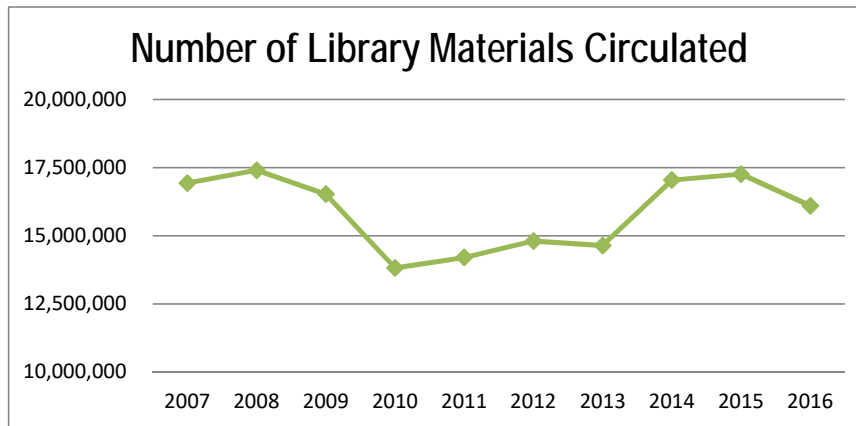
	Fiscal Year									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
<b>New Albany (2004)</b>										
Number of Registered Borrowers	18,827	19,526	22,082	26,113	28,719	29,737	29,737	34,348	36,938	26,364
Volume Size (Collection)	120,000	120,000	120,000	120,000	120,000	89,336	89,336	89,699	97,027	81,423
Circulation	935,378	979,920	969,944	872,277	880,868	891,082	900,043	1,021,790	1,066,331	1,005,251
<b>Northern Lights (1993)</b>										
Number of Registered Borrowers	16,671	15,550	17,410	22,814	25,448	26,545	26,545	32,915	34,967	23,373
Volume Size (Collection)	72,000	72,000	72,000	72,000	72,000	51,524	51,524	48,578	25,819	37,975
Circulation	353,919	385,163	347,390	313,827	326,299	319,733	282,245	371,868	256,185	194,522
<b>Northside (1991)</b>										
Number of Registered Borrowers	13,521	13,081	15,149	19,565	21,490	21,781	21,781	25,532	27,212	14,205
Volume Size (Collection)	48,000	48,000	48,000	48,000	48,000	39,474	39,474	25,561	22,635	2,057
Circulation	506,680	501,656	460,684	393,705	357,420	330,750	288,021	304,533	315,351	100,090
<b>Parsons (1956)</b>										
Number of Registered Borrowers	8,074	7,552	8,393	11,294	12,377	12,819	12,819	15,187	16,420	12,026
Volume Size (Collection)	37,000	37,000	37,000	37,000	37,000	31,946	31,946	16,724	17,915	20,351
Circulation	178,203	197,213	172,957	163,638	164,471	175,205	154,255	191,920	236,407	257,088
<b>Reynoldsburg (1981)</b>										
Number of Registered Borrowers	39,573	38,766	42,774	52,323	56,726	57,744	57,744	65,561	70,673	44,778
Volume Size (Collection)	170,000	170,000	170,000	170,000	170,000	112,247	112,247	93,047	88,082	81,747
Circulation	1,393,610	1,466,922	1,360,013	1,172,337	1,157,804	1,139,286	1,065,965	1,173,522	1,184,146	1,007,421
<b>Shepard (1986)</b>										
Number of Registered Borrowers	4,594	4,448	5,083	6,653	7,169	7,368	7,368	9,141	9,819	7,686
Volume Size (Collection)	33,000	33,000	33,000	33,000	33,000	20,188	20,188	15,634	14,707	17,254
Circulation	155,974	134,556	125,325	113,112	112,501	108,825	97,000	122,037	133,468	134,689
<b>Southeast (2001)</b>										
Number of Registered Borrowers	29,334	29,202	33,043	40,444	44,133	45,308	45,308	52,083	55,660	36,361
Volume Size (Collection)	112,000	112,000	112,000	112,000	112,000	94,509	94,509	88,301	83,028	68,622
Circulation	977,527	996,428	977,868	865,402	853,097	841,934	777,852	908,073	942,955	762,839
<b>South High (1992)</b>										
Number of Registered Borrowers	13,968	13,536	15,234	19,190	20,882	21,311	21,311	24,673	27,827	17,851
Volume Size (Collection)	84,000	84,000	84,000	84,000	84,000	44,963	44,963	43,082	31,482	28,729
Circulation	329,242	346,657	326,269	263,865	274,358	272,865	250,634	303,538	324,313	267,454
<b>Whetstone (1986)</b>										
Number of Registered Borrowers	27,701	27,663	30,645	36,355	39,585	40,431	40,431	45,509	47,941	32,996
Volume Size (Collection)	170,000	170,000	170,000	170,000	170,000	125,697	125,697	130,537	124,295	118,885
Circulation	1,518,429	1,655,248	1,563,128	1,372,560	1,408,640	1,396,049	1,404,549	1,595,386	1,683,405	1,546,855
<b>Whitehall (1959)</b>										
Number of Registered Borrowers	14,523	14,196	16,162	20,140	21,802	22,339	22,339	26,359	30,114	22,343
Volume Size (Collection)	63,000	63,000	63,000	63,000	63,000	42,768	42,768	35,643	41,549	35,668
Circulation	409,467	405,180	385,790	298,061	317,757	326,155	304,187	383,605	540,140	508,386

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

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

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

<u>Year</u>	<u>Number of Library Materials Circulated</u>	<u>Number of Registered Borrowers</u>
2007	16,931,576	486,674
2008	17,404,840	479,219
2009	16,526,936	539,005
2010	13,822,999	644,671
2011	14,204,719	708,451
2012	14,808,957	728,373
2013	14,649,082	728,373
2014	17,043,837	870,974
2015	17,260,769	922,657
2016	16,099,048 (1)	626,740 (2)

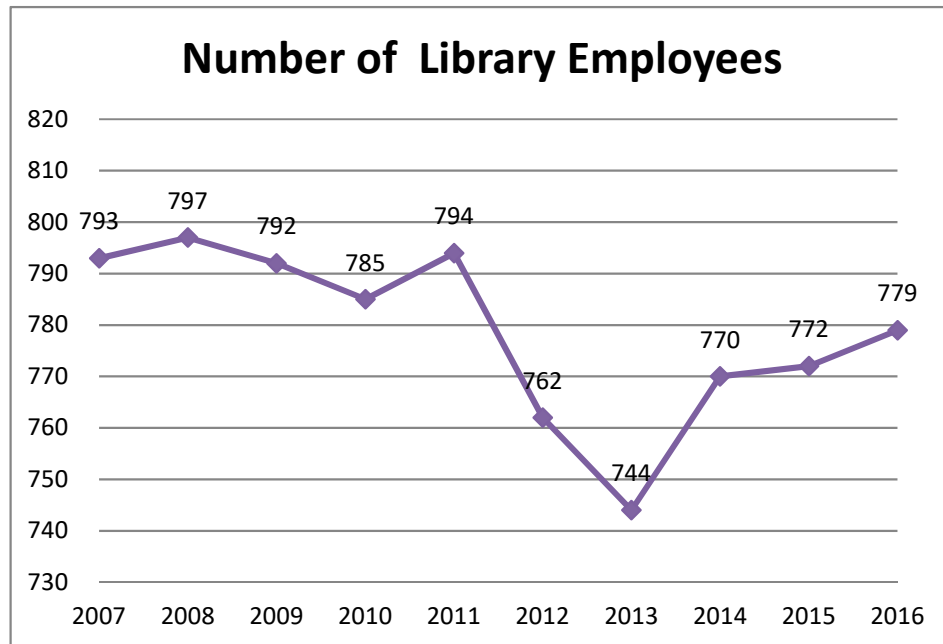


(1) The decrease in circulation is due to branch closures due to renovations during the year.

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

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

<u>Year</u>	<u>Number of Library Employees<sup>1</sup></u>	<u>Percentage of Change Over Prior Year</u>
2007	793	-2.22%
2008	797	0.50%
2009	792	-0.63%
2010	785	-0.88%
2011	794	1.15%
2012	762	-4.03%
2013	744	-2.36%
2014	770	3.49%
2015	772	0.26%
2016	779	0.91%



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

Report on Internal Control Over Financial Reporting and on Compliance  
and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance with *Government Auditing Standards*

Independent Auditor's Report

To Management and the Board of Trustees  
Columbus Metropolitan Library

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the discretely presented component unit of the Columbus Metropolitan Library, Franklin County, Ohio (the "Library") as of and for the year ended December 31, 2016 and the related notes to the financial statements, which collectively comprise the Library's basic financial statements, and have issued our report thereon dated May 25, 2017. Our report includes a reference to other auditors who audited the financial statements of the Columbus Metropolitan Library Foundation, as described in our report on the Columbus Metropolitan Library's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the Columbus Metropolitan Library Foundation were not audited in accordance with *Government Auditing Standards*.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Columbus Metropolitan Library's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Library's internal control. Accordingly, we do not express an opinion on the effectiveness of the Library's internal control.

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

To Management and the Board of Trustees  
Columbus Metropolitan Library

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

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Columbus Metropolitan Library's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Library's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Library's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Plante & Moran, PLLC*

May 25, 2017

**COLUMBUS METROPOLITAN LIBRARY**



96 South Grant Avenue, Columbus, Ohio 43215  
614-645-2275  
[www.columbuslibrary.org](http://www.columbuslibrary.org)  
100



# Dave Yost • Auditor of State

**COLUMBUS METROPOLITAN LIBRARY**

**FRANKLIN COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
JULY 11, 2017**