



Dave Yost • Auditor of State



CITY OF MARYSVILLE  
UNION COUNTY

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**CITY OF MARYSVILLE  
UNION COUNTY**

**FEDERAL AWARDS EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2012**

| <b>Federal Grantor<br/><i>Pass Through Grantor</i><br/>Program Grant Title</b> | <b>Pass Through<br/>Entity<br/>Number</b> | <b>Federal<br/>CFDA<br/>Number</b> | <b>Disbursements</b>     |
|--|---|------------------------------------|--------------------------|
| <b>U.S. DEPARTMENT OF TRANSPORTATION</b>                                       |   |                                    |                          |
| <i>Passed through the Ohio Department of Transportation</i>                    |   |                                    |                          |
| Highway Planning & Construction  | N/A                                       | 20.205                             | \$ 564,729               |
| <b>U.S. DEPARTMENT OF JUSTICE</b>  |   |                                    |                          |
| Bulletproof Vest Partnership Program   | N/A                                       | 16.607                             | 1,288                    |
| <b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>                        |   |                                    |                          |
| <i>Passed through the Ohio Department of Development</i>                       |   |                                    |                          |
| HOME Investment Partnerships Program   | A-C-09-2CK-1                              | 14.239                             | 1,021                    |
|  | A-C-09-2CK-2                              | 14.239                             | 1,151                    |
|  | A-C-11-2CK-1                              | 14.239                             | 13,133                   |
|  | A-C-11-2CK-2                              | 14.239                             | 31,983                   |
|  |   |                                    | <u>47,288</u>            |
| Community Development Block Grant  | A-F-10-2CK-1                              | 14.228                             | 2,000                    |
|  | A-F-11-2CK-1                              | 14.228                             | 57,000                   |
|  | A-T-10-2CK-2                              | 14.228                             | 10,000                   |
|  |   |                                    | <u>69,000</u>            |
| Neighborhood Stabilization Grant   | A-Z-08-2AL-1                              | 14.256                             | <u>13,836</u>            |
| <b>Total U.S. Department of Housing and Urban Development</b>                  |   |                                    | <u>130,124</u>           |
| <b>Total Federal Awards Expenditures</b>                                       |   |                                    | <u><b>\$ 696,141</b></u> |

**CITY OF MARYSVILLE  
UNION COUNTY**

**NOTES TO THE FEDERAL AWARDS EXPENDITURES SCHEDULE  
FISCAL YEAR ENDED DECEMBER 31, 2012**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Federal Awards Expenditures Schedule (the Schedule) reports the City of Marysville's (the City's) federal award programs' disbursements. The schedule has been prepared on the cash basis of accounting.

**NOTE B - MATCHING REQUIREMENTS**

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



# Dave Yost • Auditor of State

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

City of Marysville  
Union County  
125 East Sixth Street  
Marysville, Ohio 43040

To the City Council:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Marysville, Union County, Ohio, (the City) as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 26, 2013.

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

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Therefore, unidentified material weaknesses or significant deficiencies may exist. However, as described in the accompanying schedule of findings we identified a certain deficiency in internal control over financial reporting, that we consider a material weakness.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or a combination of internal control deficiencies resulting in a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the City's financial statements. We consider finding 2012-001 described in the accompanying schedule of findings to be a material weakness.

***Compliance and Other Matters***

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

***Entity's Response to Findings***

The City's response to the finding identified in our audit is described in the accompanying schedule of findings. We did not audit the City's response and, accordingly, we express no opinion on it.

***Purpose of this Report***

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



**Dave Yost**  
Auditor of State  
Columbus, Ohio

June 26, 2013



# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO THE MAJOR FEDERAL PROGRAM, INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133, AND THE FEDERAL AWARDS EXPENDITURES SCHEDULE

City of Marysville  
Union County  
125 East Sixth Street  
Marysville, Ohio 43040

To the City Council:

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

We have audited the City of Marysville's (the City's) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect the City of Marysville's major federal program for the year ended December 31, 2012. The *Summary of Audit Results* in the accompanying schedule of findings identifies the City's major federal program.

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

The City's Management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its federal program.

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

Our responsibility is to opine on the City's compliance for the City's major federal program based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. These standards and OMB Circular A-133 require us to plan and perform the audit to reasonably assure whether noncompliance with the applicable compliance requirements referred to above that could directly and materially affect a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe our audit provides a reasonable basis for our compliance opinion on the City's major program. However, our audit does not provide a legal determination of the City's compliance.

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

In our opinion, the City of Marysville complied, in all material respects with the compliance requirements referred to above that could directly and materially affect its major federal program for the year ended December 31, 2012.

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

The City's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered the City's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on the major federal program's compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the City's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance requirement. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a federal program's applicable compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

This report only describes the scope of our internal control compliance tests and the results of this testing based on OMB Circular A-133 requirements. Accordingly, this report is not suitable for any other purpose.

***Report on Federal Awards Expenditures Schedule Required by OMB Circular A-133***

We have also audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Marysville, Union County, Ohio, (the City) as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our unmodified report thereon dated June 26, 2013. We conducted our audit to opine on the City's basic financial statements. The accompanying federal awards expenditures schedule presents additional analysis required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



**Dave Yost**  
Auditor of State  
Columbus, Ohio

June 26, 2013

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**CITY OF MARYSVILLE  
UNION COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
DECEMBER 31, 2012**

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

|                     |   |  |
|---------------------|---|--|
| <b>(d)(1)(i)</b>    | <b>Type of Financial Statement Opinion</b>  | Unmodified                                       |
| <b>(d)(1)(ii)</b>   | <b>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</b>                  | Yes  |
| <b>(d)(1)(ii)</b>   | <b>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</b> | No   |
| <b>(d)(1)(iii)</b>  | <b>Was there any reported material noncompliance at the financial statement level (GAGAS)?</b>                        | No   |
| <b>(d)(1)(iv)</b>   | <b>Were there any material internal control weaknesses reported for major federal programs?</b>                       | No   |
| <b>(d)(1)(iv)</b>   | <b>Were there any significant deficiencies in internal control reported for major federal programs?</b>               | No   |
| <b>(d)(1)(v)</b>    | <b>Type of Major Programs' Compliance Opinion</b>   | Unmodified                                       |
| <b>(d)(1)(vi)</b>   | <b>Are there any reportable findings under § .510(a)?</b>   | No   |
| <b>(d)(1)(vii)</b>  | <b>Major Programs (list):</b>   | Highway Planning & Construction<br>CFDA # 20.205 |
| <b>(d)(1)(viii)</b> | <b>Dollar Threshold: Type A\B Programs</b>  | Type A: > \$ 300,000<br>Type B: all others       |
| <b>(d)(1)(ix)</b>   | <b>Low Risk Auditee?</b>  | No   |

**CITY OF MARYSVILLE  
UNION COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
DECEMBER 31, 2012  
(Continued)**

|   |
|---|
| <b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS<br/>REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b> |
|---|

|                       |                 |
|-----------------------|-----------------|
| <b>Finding Number</b> | <b>2012-001</b> |
|-----------------------|-----------------|

**Financial Reporting – Material Weakness**

Sound financial reporting is the responsibility of the City's Finance Director and Council and is essential to ensure the information provided to the readers of the financial statements is complete and accurate.

The City utilizes an accounting system and currently has monitoring controls over daily cash-basis transactions entered into the system. At year-end the cash basis information from the accounting system is converted into the financial statements reported under Accounting Principles Generally Accepted in the United States of America. Accrual information is prepared by the City and is submitted to an outside accounting firm to prepare the financial statements.

The following audit reclassifications and adjustments were posted to the December 31, 2012 financial statements and financial accounting records:

- Reclassification of bond issuance costs from community development expenses to interest and fiscal charges for \$68,003 in the Coleman's Crossing TIF Fund and Governmental Type Activities
- Reclassification to increase Net Position Net Invested in Capital Assets and decrease Unrestricted Net Position in the Sewer Fund and Business Type Activities in the amount of \$1,195,322 due to the incorrect balance of debt used to calculate the Net Position Net Invested in Capital Assets.
- Adjustment to increase interest and fiscal charges expense and decrease restricted cash and cash equivalents with fiscal agent by \$5,560,367 in the Water Fund and Business Type Activities to remove an escrow account held by a trustee for mortgage revenue debt defeased by the City as of December 31, 2012.
- Adjustment for unrecorded contracts payable in the amount of \$129,969 in the Capital Improvements Fund, \$295,671 in Other Governmental Funds, and \$425,640 in the Governmental Type Activities. This also resulted in additional Capital Assets Not Being Depreciated in the Governmental Type Activities.

The following aggregated difference was immaterial to the overall financial statements of the City and was not made to the December 31, 2012 financial statements and financial accounting records:

- Understatement of accrued interest payable and interest and fiscal charges in the Sewer Fund and Business Type Activities.

Lack or failure of controls over the posting of financial transactions and financial reporting can result in errors and irregularities that may go undetected and decreases the reliability of financial data throughout the year.

We recommend the City continue to develop and enhance policies and procedures to further improve its controls over recording of financial transactions and financial reporting to help ensure the information accurately reflects the activity of the City and thereby increases the reliability of the financial data throughout the year.

CITY OF MARYSVILLE  
UNION COUNTY

SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
DECEMBER 31, 2012  
(Continued)

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

|                       |                             |
|-----------------------|-----------------------------|
| <b>Finding Number</b> | <b>2012-001 (Continued)</b> |
|-----------------------|-----------------------------|

**Financial Reporting – Material Weakness (Continued)**

We also recommend the City enhance and implement procedures over the completeness and accuracy of financial information reported within the Comprehensive Annual Financial Report. Such procedures may include review of the financial statements and related components by a member of management with analytical comparisons of the current year annual report to the prior year reports for obvious errors or omissions.

**Official's Response:**

The Finance Department is committed to proper financial reporting and welcomes this opportunity to receive feedback that will continue to ensure accurate financial reports prepared by the city.

It is important to note that the majority of the adjustments were simply a reclassification entry that changed the presentation of these amounts on the financial statements but did not change the total amounts reported in the financial statements.

It is also important to note that, while this recommendation addresses the reliability of financial reporting throughout the year, the identified items only impacted amounts converted from the City's cash basis accounting to accrual basis accounting after year-end and did not impact the City's cash financial reporting throughout the year.

**3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

None

CITY OF MARYSVILLE  
UNION COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS  
DECEMBER 31, 2012

| Finding Number | Finding Summary  | Fully Corrected? | Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b><i>Explain</i></b> |
|----------------|--|------------------|--|
| 2011-001       | Financial Reporting - recommendation due to adjustments required to be made to the financial statements. | No               | Not corrected – Reissued at Finding 2012-001   |



**CITY OF MARYSVILLE, OHIO**  
Comprehensive Annual Financial Report  
  
For the Year Ended  
December 31, 2012





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UNION COUNTY, OHIO

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## *INTRODUCTORY SECTION*

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# CITY OF MARYSVILLE

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[www.marysvilleohio.org](http://www.marysvilleohio.org)

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June 26, 2013

To the Honorable Mayor, the City Council and the Citizens of the City of Marysville, Ohio:

We are pleased to present the second ***Comprehensive Annual Financial Report*** (CAFR) of the City of Marysville, Ohio, (the City) for the year ended December 31, 2012. The report has been prepared in accordance with Generally Accepted Accounting Principles (GAAP) established by statements of the Governmental Accounting Standards Board (GASB), other authoritative pronouncements and guidelines recommended by the Government Finance Officers Association (GFOA) of the United States and Canada, and audited in accordance with Generally Accepted Auditing Standards (GAAS). GAAP requires a narrative introduction, overview, and analysis called the Management's Discussion and Analysis (MD&A) to accompany the basic financial statements. This Letter of Transmittal (LOT) is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the Independent Auditor's Report.

## THE REPORT

*State law*, along with *Administrative Rules* of the Auditor of State, requires all City governments to publish an Annual Report within 150 days of the close of each fiscal year. This report must present a complete set of financial statements presented in conformity with GAAP. Various City debt service *Trust Agreements* require Audited Annual Reports in accordance with GAAS. Pursuant to these requirements, we hereby issue the CAFR of the City of Marysville, Ohio, for the fiscal year ended December 31, 2012.

While there is no legal requirement for the preparation of a CAFR, it represents a commitment by the City, and its officers, to conform to nationally recognized standards of excellence in financial reporting. This report consists of management's representations concerning the finances of the City. Responsibility for both the accuracy of the presented data and the completeness and reliability of the presentation, including all disclosures, rests with City management.

City Management has established various internal controls designed to compile reliable information for the preparation of the Annual Financial Statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's various internal controls are designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City; and that all disclosures necessary to enable the reader to gain an understanding of the City's financial activity have been presented.

***Letter of Transmittal  
For the Year Ended December 31, 2012***

---

The Auditor of the State of Ohio (independent auditor) has audited the financial statements of the City. The objective of the independent audit was to provide reasonable assurance that the financial statements of the City for the year ended December 31, 2012, are free from misstatement. The audit involved examining, on a test basis, evidence supporting amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by the management, and evaluating the overall financial statement presentation. The independent auditor issued an unmodified opinion that the basic financial statements are presented fairly in conformity with GAAP, in all material respects, representing the financial position of the City as of December 31, 2012. The Independent Auditor's Report is presented as the first component of the financial section of this report.

**PROFILE OF THE CITY OF MARYSVILLE**

**City Overview**

The City of Marysville is an independent political subdivision of the State of Ohio and operates subject to the provisions of its charter, the Ohio Constitution, and various sections of the Revised Code. As a home-rule municipality, the City may exercise all powers of local self-government under Article XVIII, Section 3 of the Ohio Constitution. The City is the county seat of Union County (the County), and it offers the advantages of a metropolitan area combined with the charm of a rural, smaller community. Settled along Mill Creek early in the 1820's, the City encompasses approximately 16 square miles of territory and serves as the hub for the County.

The form of government provided by the charter of the City is known as "mayor-director-council form of government." Legislative authority is exercised by a seven-member City Council (the "Council") that meets regularly on the second and fourth Thursdays of each month. Three members of Council are elected from the City at large and four are elected from each of four wards. Council members serve overlapping terms of four years. At the first meeting of each year, the Council elects one of its members to serve as president and one to serve as vice president, each for a term of one year.

Marysville is located approximately 25 miles northwest of Columbus, the State capital, on U.S. 33, a major highway. Other principal highways in Marysville are U.S. Route 36 and State Routes 4, 31, 38, 245 and 736. The City's central location is among its greatest assets because it makes travel quick and convenient for residents.

As the largest city in the County, Marysville is the home of both large and small industries, and its diversified business base helps provide a desirable quality of life. Few communities of its size in the country have enjoyed the international spotlight that has focused on the City, largely as a result of the Honda of America Manufacturing, Inc. automobile assembly facilities. Other major industries located in the City include The Scotts Miracle-Gro Company (lawn care products), Veyance Technologies (formerly The Goodyear Tire & Rubber Company), Univenture (manufacturer), Nestlé Product Technology Center (food research and development), and Parker Hannifin –Hydraulic Pump Division (manufacturer).

***Letter of Transmittal  
For the Year Ended December 31, 2012***

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The City of Marysville provides a host of traditional municipal services including police and fire protection, parks and recreation, operation of a municipal court, street maintenance and other governmental services. In addition, the City owns and operates water and sewer systems to serve consumers within the City and certain immediately adjacent environs.

**The Reporting Entity**

The accompanying basic financial statements comply with the provisions of GASB Statement No. 14, "*The Financial Reporting Entity*", as amended by GASB Statement No. 39, "*Determining Whether Certain Organizations are Component Units*" in that the financial statements include all of the organizations, activities, functions and component units for which the City (The Reporting Entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (1) the City's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the City.

Based on the foregoing, the reporting entity of the City has no component units, but includes the following services as authorized by its charter: police and fire protection, parks and recreation, planning, zoning, engineering, street maintenance, provision of water and wastewater treatment services, refuse collection (on a contractual basis) and other governmental services.

**Budgetary and Accounting Controls**

The City's budgetary accounting system was designed to provide reasonable assurance that:

1. The City's assets are protected against loss and unauthorized use or disposition; and
2. Reliable financial reports for preparing financial statements and providing accountability for assets are maintained.

The concept of reasonable assurance states that internal controls should be evaluated using the following criteria:

1. The expense associated with providing the internal controls should not exceed the benefits likely to be derived from their implementation; and
2. The evaluation of the offsetting costs and benefits involves estimates and judgment by the City administration and members of the finance office.

All internal control evaluations occur within this framework. It is the belief of the administrative and financial management personnel that the City's financial controls adequately safeguard existing assets and provide reasonable assurance of the proper recording of financial transactions.

***Letter of Transmittal  
For the Year Ended December 31, 2012***

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Budgetary internal controls are maintained to ensure compliance with legal provisions embodied in the annual appropriated budget by City Council. The activity of all funds is included in the annual appropriation budget. The City also maintains an encumbrance accounting system to maintain budgetary control. The control is maintained through the encumbering of estimated purchases through the use of formal approved purchase orders. Encumbered amounts do not lapse at year-end, unused encumbrances are carried over to the following year. The Administration, Mayor, and City Council receive a monthly report of amounts in the City's bank accounts reconciled to the amounts on the City's internal records. In addition, the Administration, Mayor, and City Council receive a monthly report comparing budgeted and actual revenue and expenditure.

As demonstrated by the statements and schedules included in the financial section of this report, the City continues meeting its responsibility for sound financial management.

**LOCAL ECONOMY**

The City of Marysville, once a predominantly agricultural area, has transformed into a young and robust municipality. Much of this economic development has been in the area of manufacturing and relates to its two largest corporations – Honda of America Mfg., Inc. and The Scotts Miracle-Gro Company. The first Honda facility (motorcycle production) was built in the late 1970's with two other large facilities (automobile, research and development) constructed in the 1980's outside the City, but within the County, and serves as a major employer for the City's residents. The Scotts Miracle-Gro Company, founded in Marysville in 1868, employs approximately 1,100 people and maintains its World and North American Headquarters as well as its main manufacturing facility in the City.

Industrial developments within the City limits are predominately clustered in the southeastern portion of the City along Industrial Parkway to the north and south of Scottslawn Road. A significant amount of vacant farmland and potential redevelopment sites are also found in this area, and a small number of industrial developments also continue to operate closer to the city center. Office and research and development facilities occur on small sites throughout the city. The largest existing research and development facility, the Nestle Product Technology Center, employs approximately 250 people and is located on Collins Avenue. However, other research and development facilities are operated by The Scotts Miracle-Gro Company, Veyance Technologies, Inc., Parker Hannifin, and Honda of America Mfg., Inc.

Coleman's Crossing, combined with City Gate, another large commercial development, offer over 200 acres of retail space and a number of restaurants. These developments are located to the west of U.S. 33 and south of Delaware Avenue and make these two shopping centers regional destinations. A Honda Auto & Motorcycle dealership, the flagship Honda dealership, Home Depot, Wal-Mart, Lowe's, and Dunhams have all called this area home for the past several years. These businesses have spurred additional retail and commercial development in the area and more businesses are currently being planned.

***Letter of Transmittal  
For the Year Ended December 31, 2012***

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Marysville provides a wide range of residential options throughout the community, from upscale, executive homes to traditional suburban homes, as well as the historic residential area in the neighborhood known as Olde Town Marysville. The sharp increase in population over the last 10 years has been the catalyst for several large residential developments, including Mill Valley, and Scott Farms to the north of U.S 33 and the Green Pastures subdivision in the western portion of the City. Several other residential developments are located along State Route 4/U.S. 36 and State Route 38 in the southwest area of the City.

Uptown Marysville, which includes the historic central business district, is composed of a mix of residential, retail, and office uses in the blocks surrounding the intersection of Fifth and Main streets.

The City of Marysville, Union County, and the Marysville Exempted Village School District joined together to create the Union County Council of Governments. By pooling resources among the governmental units, the entities will be able to save thousands of taxpayer dollars initially leading to bigger savings in the future.

***Letter of Transmittal  
For the Year Ended December 31, 2012***

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**ECONOMIC DEVELOPMENT**

The past year brought continued economic growth for the City of Marysville thanks to a strong and diverse business community. Locally, signs of economic recovery were common. Unemployment in Union County fell from 6.2% in December 2011 to 5.1% just one year later. The City's economy remained stable and continued to expand as evidenced by seventy-five commercial, industrial, and residential new builds and expansion, the most since 2008. These seventy-five permits generated \$15,017,516 in value.

A brief summary of some of these projects can be found below.

**Decker Fire Station** – Construction began on the City's second fire station in 2011 and was completed late 2012. This station was strategically placed north of the railroad tracks to reduce response times. A ceremony was held on September 11, 2012, and the fire station was dedicated as the Decker Fire Station.

**Police/Court Facility** – Construction also began on this facility in 2011 with a completion date scheduled for April 2013. This new facility will provide a safer and more efficient environment for the residents of Marysville.

**Jerome Village** - Nationwide Realty Investors entered into an agreement with Union County and the City of Marysville in 2010 to run sewer and water to the development site. The agreement allows Nationwide to begin developing 130 lots in the first part of Jerome Village, a section called Glacier Park. When completed, the development will include 2,500 homes and 1.5 million square feet of office and retail space on 1,435 acres in southern Union County. It will be the site for the Parade of Homes in 2013.

**Memorial Hospital** – In October 2011, Memorial Hospital began constructing its new cardiac and surgery center with an open house slated for January 2013. The \$11 million expansion is part of what is being called "The Heart Partnership," a collaborative effort between MHUC and the Ohio State University Medical Center.

**Oakdale Cemetery** – The expansion of Oakdale Cemetery has begun. City staff has designed, drafted and will manage the expansion of the cemetery.

***Letter of Transmittal  
For the Year Ended December 31, 2012***

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**FUTURE ECONOMIC DEVELOPMENT**

Future economic development plans are evaluated to determine if they meet the vision of the City of Marysville that is characterized in the 2010 Comprehensive Study. Among the projects:

**Meijer** – Meijer has submitted plans for construction of a new store in the Coleman’s Crossing TIF development. Construction is expected to begin in early 2013 and be completed in mid-2014.

**Municipal Service Complex** – Construction began at the end of 2012 and is expected to be completed in November 2013 on the City’s new Municipal Service Complex (MSC). This new facility, located on the site of the former fire station, will house a second fire station and various departments/divisions of the City, such as Mayor, Administration, Engineering, Information Technology, Finance, and Human Resource.

**Jobs Ready Site** - Work is nearing completion on Union County’s first Job Ready Site (Metro Equities Industrial Park). The \$3,600,000 project makes 162 acres of land ready for immediate development for future large industrial tenants. An extension request has been submitted to the Ohio Department of Development to allow for the re-surfacing of a portion of Scottslawn Road.

**Honda of America Manufacturing** – It was announced that the Acura NSX supercar will be manufactured in Union County. Honda will spend approximately \$70 million to transform a former logistics center into what it calls a Performance Manufacturing Center.

**Nationwide Children’s Hospital** - Nationwide Children's Hospital bought 2.4 acres in the city gate area on the north end of Coleman's Crossing Boulevard and plans to build a Close to Home center.

**Bethel Woods** – Connolly Construction announced Marysville’s newest mixed-use development, Bethel Woods. The 42-acre site, located at the intersection of West Fifth Street and US 33/36 on Marysville’s west side, is still in the planning stages, but will allow for a variety of uses.

***Letter of Transmittal  
For the Year Ended December 31, 2012***

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**AWARDS AND ACKNOWLEDGEMENTS**

**Independent Audit**

Included in this report is an unmodified audit opinion rendered on the City's financial statements for the year ended December 31, 2012, issued by the Auditor of State of Ohio. City management plans to continue to subject the financial statements to an annual independent audit as part of the preparation of a CAFR, and to meet requirements of certain Revenue Trust Agreements on Revenue Debt. In addition, an annual audit serves to maintain and strengthen the City's accounting and budgetary controls

**Awards**

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to those governmental entities that qualify. To be awarded a Certificate of Achievement, a governmental unit must prepare an easily readable and efficiently organized Comprehensive Annual Financial Report whose contents satisfy all program standards. The report must satisfy both GAAP and applicable legal requirements respective to the reporting entity. A Certificate of Achievement is valid for a period of one year only.

The City received a Certificate of Achievement for the fiscal year ended December 31, 2011. We believe this, our third (3rd) Comprehensive Annual Financial Report, meets the high standards set by the GFOA for a Certificate of Achievement for Excellence in Financial Reporting, and so therefore the City is submitting it to GFOA for certification.

**Public Disclosure**

The publication of this CAFR is indicative of the City's commitment to provide significantly enhanced financial information and accountability to its citizens. In addition to the citizens of Marysville, the recipients of this report include city, state, federal offices, schools, libraries, newspapers, investment banking firms, banks and rating agencies. The report is made available to any person or organization requesting it. The extensive effort to prepare and distribute this report is indicative of the continued efforts of the City to improve its overall financial accounting, management and reporting capabilities.

***Letter of Transmittal  
For the Year Ended December 31, 2012***

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**Acknowledgments**

Sincere appreciation is extended to the many individuals who have worked diligently and contributed significant time and effort in gathering data for this report, who through their continued knowledge and professionalism help make this annual project become a reality.

A special thank you is extended to the Members of City Council, the Mayor and the City Departments for the support and trust shown to the City Administration and the Finance Department and for allocating the resources and time for the development of this report, which demonstrates the City's commitment to conform to reporting requirements established for municipal governments, and to maintain the sound financial position the City has enjoyed for many years. A final thank you goes to the Citizens of Marysville, Ohio, who continue to support the many decisions made by the City in its financial operations.

Finally, we would especially like to recognize City staff, all of whom exhibited dedication and professionalism throughout the many hours required in preparing this report. A special thank you is extended to Ms. Wendy Eggleston, Accounting and Auditing Supervisor, who assisted in overseeing this project.

Respectfully submitted,



Jennifer M. Chavarria  
Director of Finance  
City of Marysville, Ohio



Terry Emery  
City Administrator  
City of Marysville, Ohio



**CITY OF MARYSVILLE, OHIO**

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***List of Principal Officials  
For the Year Ended December 31, 2012***

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| <b><i>ELECTED<br/>OFFICIALS</i></b> | <b><i>OFFICE</i></b>   | <b><i>TERM<br/>EXPIRES</i></b> |
|-------------------------------------|------------------------|--------------------------------|
| Nevin Taylor                        | Council President      | 12/31/15                       |
| Tracy Richardson                    | Council Vice-President | 12/31/15                       |
| Dan Fogt                            | Council Member         | 12/31/15                       |
| Henk Berbee                         | Council Member         | 12/31/13                       |
| Deborah Groat                       | Council Member         | 12/31/15                       |
| Mark Reams                          | Council Member         | 12/31/13                       |
| J.R. Rausch                         | Council Member         | 12/31/13                       |

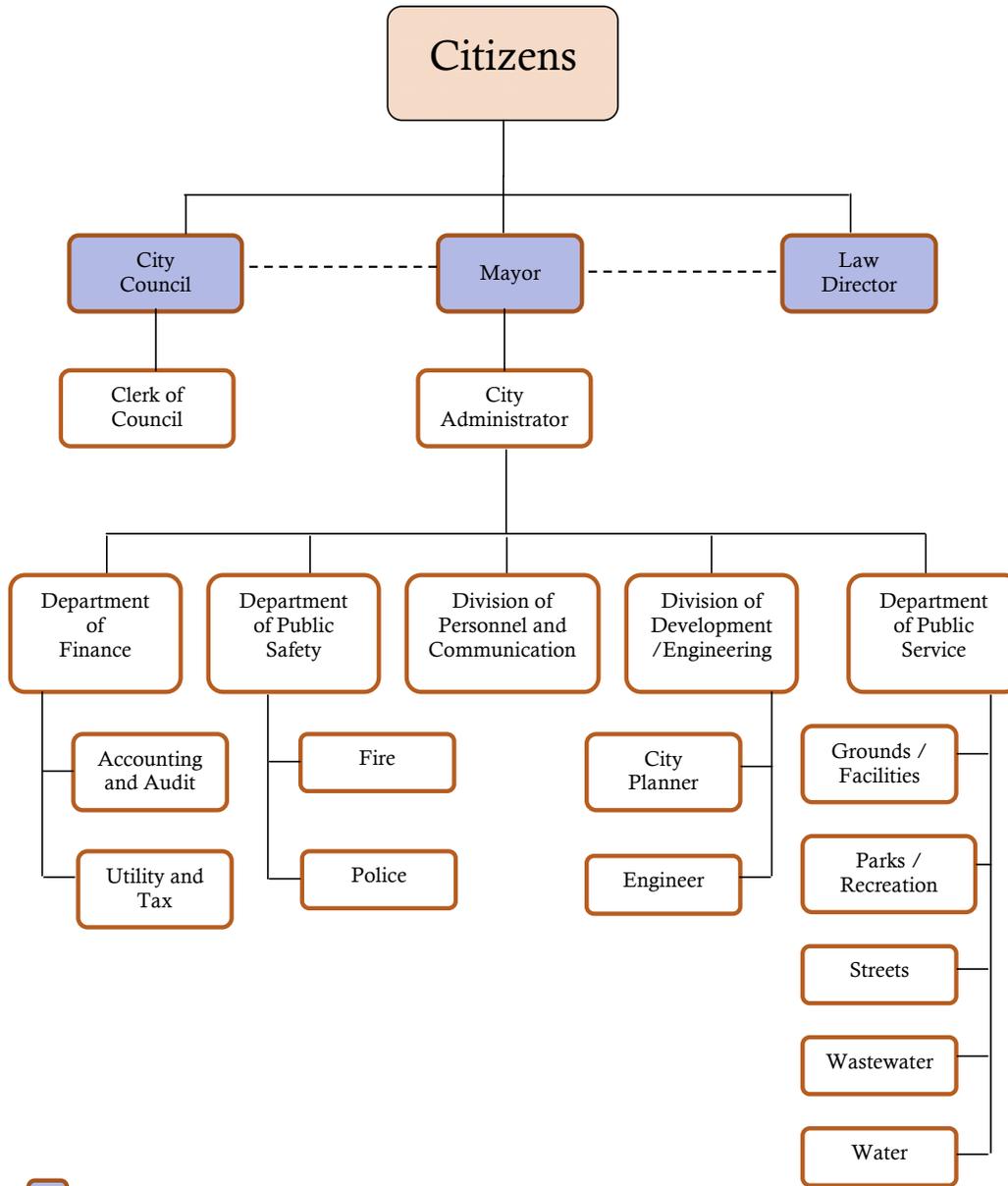
| <b><i>ADMINISTRATIVE<br/>PERSONNEL</i></b> | <b><i>TITLE</i></b>        | <b><i>TERM OF<br/>OFFICE</i></b> |
|--|----------------------------|----------------------------------|
| John Gore, Jr.                             | Mayor                      | 12/31/15                         |
| Terry Emery                                | Director of Administration | Appointed                        |
| Jennifer M. Chavarria                      | Director of Finance        | Appointed                        |
| Tim M. Aslaner                             | Law Director               | 12/31/13                         |

**City Address:**

Marysville City Hall  
125 East Sixth Street  
Marysville, Ohio 43040

*City Organizational Chart  
For the Year Ended December 31, 2012*

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Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

City of Marysville  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Christopher P. Moine*

President

*Jeffrey R. Emer*

Executive Director



## *FINANCIAL SECTION*

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# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT

City of Marysville  
Union County  
125 East Sixth Street  
Marysville, Ohio 43040

To the City Council:

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Marysville, Union County, Ohio (the City), as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

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

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

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

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

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

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

**Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Marysville, Union County, Ohio, as of December 31, 2012, and the respective changes in financial position and where applicable, cash flows, thereof and the budgetary comparison for the General Fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

**Other Matters**

*Required Supplementary Information*

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

*Supplementary and Other Information*

Our audit was conducted to opine on the City's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information present additional analysis and are not a required part of the basic financial statements.

The financial section's combining statements, individual fund statements and schedules are management's responsibility, and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected these statements and schedules to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this 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, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated June 26, 2013, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

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

**Dave Yost**  
Auditor of State

Columbus, Ohio

June 26, 2013

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The discussion and analysis of the City of Marysville's (City) financial performance provides an overall review of the City's financial activities for the fiscal year ended December 31, 2012. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

## **FINANCIAL HIGHLIGHTS**

Key financial highlights for 2012 are as follows:

- In total, net position increased \$1,941,515, a 2.1% increase from 2011. The net position of governmental activities increased \$4,098,891, an 11.0% increase from 2011; and the net position of business-type activities decreased \$2,157,376, a 4.0% decrease from 2011.
- Total revenues were \$43,198,883. \$19.5 million was general revenues, or 45% of the total revenues; and \$23.7 million was program specific revenues in the form of charges for services and sales, operating grants and contributions and capital grants and contributions, or roughly 55% of the total revenues.
- The City had \$19.3 million in program expenses related to governmental activities; only \$4.9 million of these expenses were offset by program specific revenues. General revenues (primarily taxes) of \$18.4 million were adequate to provide for the balance on these programs.
- Among major funds, the General Fund had \$18 million in revenues and \$12.6 million in expenditures. The General Fund's fund balance, including transfers, decreased \$2,430,974 to \$7,234,504.
- Net position for the proprietary funds decreased by \$2,157,376.
- The City maintained a bond credit rating of Aa3, as issued by Moody's Investors Services.

## **OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of three parts – *management's discussion and analysis*, the *basic financial statements*, and an optional section that presents *combining statements* for nonmajor governmental funds and internal service funds. The basic financial statements include two kinds of statements that present different views of the City:

These statements are as follows:

1. *The Government-Wide Financial Statements* – These statements provide both long-term and short-term information about the City's overall financial status.
2. *The Fund Financial Statements* – These statements focus on individual parts of the City, reporting the City's operations in more detail than the government-wide statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements.

### **Government-wide Statements**

The government-wide statements report information about the City as a whole using accepted methods similar to those used by private-sector companies. The Statement of Net Position includes all of the government's assets, deferred outflows of resources, liabilities and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's net position and how they have changed. Net-position (the difference between the City's assets plus deferred outflows of resources and liabilities plus deferred inflows of resources) is one way to measure the City's financial health or position.

- Over time, increases or decreases in the City's net position is an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City you need to consider additional nonfinancial factors such as property tax base, current property tax laws, conditions of the City's streets and general infrastructure and status of growth within the City.

The government-wide financial statements of the City are divided into two categories:

- *Governmental Activities* – Most of the City's programs and services are reported here including security of persons and property, public health and welfare services, leisure time activities, community environment, transportation and general government.
- *Business-Type Activities* – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The City's water, sewer, stormwater and sanitation services are reported as business-type activities.

### **Fund Financial Statements**

The fund financial statements provide more detailed information about the City's most significant funds, not the City as a whole. Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes.

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

**CITY OF MARYSVILLE, OHIO**

***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***Unaudited***

Proprietary Funds – Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City's own programs. All of the City's fiduciary activities are reported in the separate Fiduciary Statement of Net Position.

**FINANCIAL ANALYSIS OF THE CITY AS A WHOLE**

The following table provides a comparison of net position between 2012 and 2011:

|   | Governmental<br>Activities |              | Business-type<br>Activities |              | Total        |              |
|---|----------------------------|--------------|-----------------------------|--------------|--------------|--------------|
|   | 2012                       | 2011         | 2012                        | 2011         | 2012         | 2011         |
| Current and other assets                  | \$28,070,506               | \$33,800,529 | \$25,086,242                | \$35,670,232 | \$53,156,748 | \$69,470,761 |
| Capital assets, Net                       | 55,907,509                 | 42,931,729   | 193,507,433                 | 196,853,692  | 249,414,942  | 239,785,421  |
| Total assets                              | 83,978,015                 | 76,732,258   | 218,593,675                 | 232,523,924  | 302,571,690  | 309,256,182  |
| Long-term debt outstanding                | 20,866,054                 | 21,933,439   | 165,245,838                 | 175,137,948  | 186,111,892  | 197,071,387  |
| Other liabilities                         | 19,273,914                 | 17,382,956   | 1,372,076                   | 3,252,839    | 20,645,990   | 20,635,795   |
| Total liabilities                         | 40,139,968                 | 39,316,395   | 166,617,914                 | 178,390,787  | 206,757,882  | 217,707,182  |
| Property Tax Levy<br>for Next Fiscal Year | 2,323,293                  | 0            | 0                           | 0            | 2,323,293    | 0            |
| Net position                              |                            |              |                             |              |              |              |
| Net Investment in Capital Assets          | 40,546,400                 | 22,891,629   | 28,647,456                  | 20,372,662   | 69,193,856   | 43,264,291   |
| Restricted                                | 3,180,891                  | 4,161,559    | 4,830,844                   | 5,070,401    | 8,011,735    | 9,231,960    |
| Unrestricted                              | (2,212,537)                | 10,362,675   | 18,497,461                  | 28,690,074   | 16,284,924   | 39,052,749   |
| Total net position                        | \$41,514,754               | \$37,415,863 | \$51,975,761                | \$54,133,137 | \$93,490,515 | \$91,549,000 |

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**CITY OF MARYSVILLE, OHIO**

**Management's Discussion and Analysis  
For the Year Ended December 31, 2012**

**Unaudited**

Changes in Net position – The following table shows the changes in net position for the fiscal year 2012 and 2011:

|  | Governmental<br>Activities |              | Business-type<br>Activities |              | Total        |              |
|--|----------------------------|--------------|-----------------------------|--------------|--------------|--------------|
|  | 2012                       | 2011         | 2012                        | 2011         | 2012         | 2011         |
| Revenues   |                            |              |                             |              |              |              |
| Program revenues:  |                            |              |                             |              |              |              |
| Charges for Services and Sales                                 | \$2,876,754                | \$2,781,557  | \$18,684,655                | \$17,715,112 | \$21,561,409 | \$20,496,669 |
| Operating Grants and Contributions                             | 984,900                    | 1,658,421    | 0                           | 0            | 984,900      | 1,658,421    |
| Capital Grants and Contributions                               | 1,105,468                  | 493,053      | 0                           | 414,314      | 1,105,468    | 907,367      |
| General revenues:  |                            |              |                             |              |              |              |
| Property Taxes   | 1,582,703                  | 1,661,203    | 0                           | 0            | 1,582,703    | 1,661,203    |
| Municipal Income Taxes   | 14,043,831                 | 12,619,829   | 0                           | 0            | 14,043,831   | 12,619,829   |
| Other Local Taxes  | 357,269                    | 349,027      | 0                           | 0            | 357,269      | 349,027      |
| Payments in Lieu of Taxes                                      | 1,486,927                  | 1,336,532    | 1,008,786                   | 1,363,801    | 2,495,713    | 2,700,333    |
| Grants and Entitlements not Restricted<br>to Specific Programs | 691,055                    | 927,470      | 0                           | 0            | 691,055      | 927,470      |
| Gain on Sale of Capital Assets                                 | 1,670                      | 0            | 17,778                      | 0            | 19,448       | 0            |
| Investment Earnings  | 82,533                     | 55,002       | 111,729                     | 74,867       | 194,262      | 129,869      |
| Miscellaneous  | 162,825                    | 35,623       | 0                           | 0            | 162,825      | 35,623       |
| Premium on Issued Debt   | 0                          | 101,978      | 0                           | 0            | 0            | 101,978      |
| Total revenues   | 23,375,935                 | 22,019,695   | 19,822,948                  | 19,568,094   | 43,198,883   | 41,587,789   |
| Program Expenses:  |                            |              |                             |              |              |              |
| Security of Persons and Property                               | 10,066,129                 | 8,357,902    | 0                           | 0            | 10,066,129   | 8,357,902    |
| Public Health and Welfare Services                             | 345,051                    | 352,838      | 0                           | 0            | 345,051      | 352,838      |
| Leisure Time Activities  | 322,349                    | 306,972      | 0                           | 0            | 322,349      | 306,972      |
| Community Environment  | 1,439,869                  | 2,341,633    | 0                           | 0            | 1,439,869    | 2,341,633    |
| Transportation   | 2,477,865                  | 3,516,857    | 0                           | 0            | 2,477,865    | 3,516,857    |
| General Government   | 3,339,059                  | 3,444,437    | 0                           | 0            | 3,339,059    | 3,444,437    |
| Interest and Fiscal Charges                                    | 1,286,722                  | 803,104      | 0                           | 0            | 1,286,722    | 803,104      |
| Sewer  | 0                          | 0            | 13,872,985                  | 14,315,809   | 13,872,985   | 14,315,809   |
| Water  | 0                          | 0            | 6,146,165                   | 5,457,933    | 6,146,165    | 5,457,933    |
| Stormwater   | 0                          | 0            | 524,399                     | 434,154      | 524,399      | 434,154      |
| Sanitation   | 0                          | 0            | 1,436,775                   | 1,333,054    | 1,436,775    | 1,333,054    |
| Total expenses   | 19,277,044                 | 19,123,743   | 21,980,324                  | 21,540,950   | 41,257,368   | 40,664,693   |
| Change in Net Position Before Transfers                        | 4,098,891                  | 2,895,952    | (2,157,376)                 | (1,972,856)  | 1,941,515    | 923,096      |
| Transfers  | 0                          | 179,000      | 0                           | (179,000)    | 0            | 0            |
| Total Change in Net Position                                   | 4,098,891                  | 3,074,952    | (2,157,376)                 | (2,151,856)  | 1,941,515    | 923,096      |
| Beginning Net Position   | 37,415,863                 | 34,340,911   | 54,133,137                  | 56,284,993   | 91,549,000   | 90,625,904   |
| Ending Net Position  | \$41,514,754               | \$37,415,863 | \$51,975,761                | \$54,133,137 | \$93,490,515 | \$91,549,000 |

***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***Unaudited***

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***Governmental Activities***

Net position of the City's governmental activities had an increase of \$4,098,891 from 2011. Municipal income tax receipts increased \$1,424,002 from 2011 due to an increase in business employer withholdings and self-employed taxes. The City receives an income tax based on a percentage of all salaries, wages, commissions and other compensation earned from residents living within the City and from nonresidents for work done or services performed or rendered in the City.

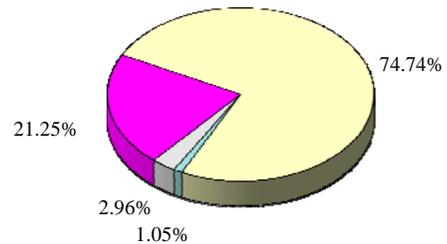
Capital grants and contributions increased by \$612,415 from 2011 due to more capital grant activity associated with development in 2012 as compared to 2011.

Community environment expenses decreased \$833,761 from 2011. This expense category represents development within the City of Marysville. This decrease is related to expenses that occurred in 2011 related to the job ready site. No expenses occurred in 2012 for this project.

Transportation expenses decreased \$1,038,992 from 2011. This expense category represents the activity of the public works department. This decrease is primarily due to fewer road improvements occurring in 2012 as compared to 2011.

Property taxes and income taxes made up 6.8% and 60% respectively of revenues for governmental activities for the City in fiscal year 2012. The City's reliance upon tax revenues is demonstrated by the following graph indicating 74.74% of total revenues from general tax revenues:

| Revenue Sources  | 2012                | Percent<br>of Total |
|--|---------------------|---------------------|
| Grants and Entitlements not<br>Restricted to Specific Programs | \$691,055           | 2.96%               |
| Program Revenues   | 4,967,122           | 21.25%              |
| General Tax Revenues   | 17,470,730          | 74.74%              |
| General Other  | 247,028             | 1.05%               |
| Total Revenue  | <u>\$23,375,935</u> | <u>100.00%</u>      |



**Management's Discussion and Analysis  
For the Year Ended December 31, 2012**

**Unaudited**

**Business-Type Activities**

Net position of the business-type activities decreased by \$2,157,376 from 2011. The decrease is a result of sewer and water interest and fiscal charges staying relatively at the same level as they were in 2011. However, this trend should change in 2013 as the City took advantage of the call feature on the 2002 Water System Revenue Bonds, paying off the outstanding principal of \$2,325,000 on November 30, 2012 and, as mentioned before, on December 28, 2012, the City defeased the remaining principal of \$5,320,000 related to the 2003 Water System Revenue Bonds. This transaction resulted in a savings to the City of \$667,605.

The City's business-type activities are its sanitation, sewer, water, and stormwater departments. The water and wastewater treatment plants provide services to a resident base in excess of 22,000. The City also provides wastewater treatment for the Village of Milford Center and several small unincorporated areas outside the City limits. The wastewater treatment plant generated operating revenues of \$9,555,924 and had operating expenses of \$8,435,652. The water plant generated operating revenues of \$7,154,859 and had operating expenses of \$4,632,261. The City's goal is to cover the costs of operations as well as building a cash balance in these funds equivalent to one-third of the department's annual operating budget. The City is also generating funds for additional capital expansion to ensure continued capacity and capacity improvements for future growth and development.

**FINANCIAL ANALYSIS OF THE CITY'S GOVERNMENTAL FUNDS**

The City's governmental funds reported a combined fund balance of \$3,509,530, which is a decrease of \$10,860,385 from last year's balance of \$14,369,915. This decrease can be attributed to the large amount of capital expenditures expended by the City during 2012. Construction included a new Police/Court Facility and a second fire station. The second fire station was completed in 2012 and the Police/Court Facility is expected to be completed in early 2013. The schedule below indicates the fund balance and the total change in fund balance by fund type as of December 31, 2012 and 2011:

|                        | Fund Balance<br>December 31, 2012 | Fund Balance<br>December 31, 2011 | Increase<br>(Decrease) |
|------------------------|-----------------------------------|-----------------------------------|------------------------|
| General                | \$7,234,504                       | \$9,665,478                       | (\$2,430,974)          |
| Coleman's Crossing TIF | (11,246,397)                      | (11,767,045)                      | 520,648                |
| Capital Improvement    | 4,724,236                         | 12,814,633                        | (8,090,397)            |
| Other Governmental     | 2,797,187                         | 3,656,849                         | (859,662)              |
| Total                  | <u>\$3,509,530</u>                | <u>\$14,369,915</u>               | <u>(\$10,860,385)</u>  |

General Fund – The City's General Fund balance decreased due to many factors. The tables that follow assist in illustrating the financial activities of the General Fund:

|                                    | 2012<br>Revenues    | 2011<br>Revenues    | Increase<br>(Decrease) |
|------------------------------------|---------------------|---------------------|------------------------|
| Taxes (Income, Property and Other) | \$14,874,451        | \$15,081,530        | (\$207,079)            |
| Intergovernmental Revenue          | 585,417             | 1,009,005           | (423,588)              |
| Charges for Services               | 1,686,215           | 1,450,634           | 235,581                |
| Licenses and Permits               | 138,914             | 142,709             | (3,795)                |
| Investment Earnings                | 81,047              | 54,598              | 26,449                 |
| Fines and Forfeitures              | 615,691             | 559,093             | 56,598                 |
| All Other Revenue                  | 17,800              | 26,303              | (8,503)                |
| Total                              | <u>\$17,999,535</u> | <u>\$18,323,872</u> | <u>(\$324,337)</u>     |

***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***Unaudited***

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General Fund revenues in 2012 decreased approximately 1.8% compared to revenues in fiscal year 2011. The most significant factor contributing to this decrease was in intergovernmental revenues and taxes reflecting the decrease in the Local Government Fund and the elimination of the Tangible Personal Property Tax.

|                                    | 2012                | 2011                | Increase          |
|------------------------------------|---------------------|---------------------|-------------------|
|                                    | <u>Expenditures</u> | <u>Expenditures</u> | <u>(Decrease)</u> |
| Security of Persons and Property   | \$8,662,150         | \$8,384,381         | \$277,769         |
| Public Health and Welfare Services | 343,625             | 344,413             | (788)             |
| Leisure Time Activities            | 113,206             | 107,957             | 5,249             |
| Community Environment              | 588,609             | 530,127             | 58,482            |
| General Government                 | <u>2,905,366</u>    | <u>2,813,280</u>    | <u>92,086</u>     |
| Total                              | <u>\$12,612,956</u> | <u>\$12,180,158</u> | <u>\$432,798</u>  |

General Fund expenditures increased by \$432,798 or about 3.6% when compared to the prior year of 2011. The largest increase was in Security of Persons and Property, an increase of \$277,769. The City was able to bring staffing levels back to approved levels for both the Police and Fire Departments with the passing of the income tax rate increase.

The Coleman's Crossing TIF fund balance increased \$520,648 from 2011. The City has successfully appealed several property values in the TIF area to the Board of Appeals. Due to the increased property values, payment in lieu of taxes increased approximately 11% from 2011 to 2012.

The Capital Improvement fund balance decreased \$8,090,397 from 2011. This decrease can be attributed to the construction of a new Police/Court Facility and a second fire station which was completed during 2012.

The Sewer fund balance decreased \$3,228,987 from 2011. The decrease was a result of sewer interest and fiscal charges staying relatively at the same level as it was in 2011. However, this trend should change in 2013 because on December 28, 2012, the City defeased the remaining principal of \$5,320,000 related to the 2003 Water System Revenue Bonds.

The Water fund balance increased \$1,058,913 from 2011. The City of Marysville paid off two water bonds in 2012 resulting in a reduction of liabilities on the balance sheet. This in turn increased the Water fund balance.

**CITY OF MARYSVILLE, OHIO**

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***Management's Discussion and Analysis  
For the Year Ended December 31, 2012***

***Unaudited***

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The Stormwater fund balance increased \$64,964 from 2011. There was a slight increase in charges for services from 2011.

The Sanitation fund balance decreased \$52,266 from 2011. In 2012, fund activity was consistent with 2011. Therefore, the fund balance had a very incidental decrease.

The City'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 is the General Fund. During the course of fiscal year 2012 the City amended its General Fund budget several times. The most significant budget changes centered on capital improvement projects as funds became available mid-year.

In the General Fund, the final budget basis for revenue was \$17.5 million, a slight change over the original conservative budget estimates of \$17.3 million. The increase is the result of receiving more income tax revenue than expected. Also, the General Fund originally budgeted \$17.8 million for expenditures, including transfers, and the final budgeted expenditures were approximately \$22 million. The City elected to pay for a portion of the new Municipal Service Complex from its reserves, resulting in an increase in the transfer from the General Revenue Fund to the Capital Improvement Fund. Actual income tax receipts were \$200,010 more than final budgeted.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

***Capital Assets***

At the end of fiscal 2011 the City had \$249,414,942 net of accumulated depreciation invested in land, improvements, infrastructure, buildings, machinery and equipment and construction in progress. Of this total, \$55,907,509 was related to governmental activities and \$193,507,433 to the business-type activities. The following table shows fiscal year 2012 and 2011 balances:

|                                   | Governmental<br>Activities |                     | Increase<br>(Decrease) |
|-----------------------------------|----------------------------|---------------------|------------------------|
|                                   | 2012                       | 2011                |                        |
| Land                              | \$1,315,959                | \$1,315,959         | \$0                    |
| Construction in Progress          | 18,786,352                 | 4,934,818           | 13,851,534             |
| Buildings                         | 3,635,874                  | 3,635,874           | 0                      |
| Improvements Other Than Buildings | 2,303,041                  | 2,254,751           | 48,290                 |
| Machinery and Equipment           | 1,665,710                  | 1,600,044           | 65,666                 |
| Vehicles                          | 4,365,831                  | 4,078,888           | 286,943                |
| Infrastructure                    | 85,712,138                 | 84,410,409          | 1,301,729              |
| Less: Accumulated Depreciation    | (61,877,396)               | (59,299,014)        | (2,578,382)            |
| Totals                            | <u>\$55,907,509</u>        | <u>\$42,931,729</u> | <u>\$12,975,780</u>    |

**CITY OF MARYSVILLE, OHIO**

**Management's Discussion and Analysis  
For the Year Ended December 31, 2012**

**Unaudited**

|                                   | Business-Type<br>Activities |               | Increase<br>(Decrease) |
|-----------------------------------|-----------------------------|---------------|------------------------|
|                                   | 2012                        | 2011          |                        |
| Land                              | \$4,142,235                 | \$4,142,235   | \$0                    |
| Construction in Progress          | 3,942,513                   | 4,211,268     | (268,755)              |
| Buildings                         | 107,683,913                 | 107,683,913   | 0                      |
| Improvements Other Than Buildings | 25,741,034                  | 24,988,964    | 752,070                |
| Machinery and Equipment           | 1,847,896                   | 1,672,993     | 174,903                |
| Vehicles                          | 1,795,138                   | 1,795,138     | 0                      |
| Infrastructure                    | 85,740,960                  | 83,994,451    | 1,746,509              |
| Less: Accumulated Depreciation    | (37,386,256)                | (31,635,270)  | (5,750,986)            |
| Totals                            | \$193,507,433               | \$196,853,692 | (\$3,346,259)          |

Increases were the greatest in Construction in Progress as construction began on the Police/Court Facility and second fire station. Additional information on the City's capital assets can be found in Note 10.

**Debt**

At December 31, 2012, the City had \$157.3 million in bonds outstanding, \$3.0 million due within one year. The following table summarizes the City's debt outstanding as of December 31, 2012 and 2011:

|                                | 2012          | 2011          |
|--------------------------------|---------------|---------------|
| Governmental Activities:       |               |               |
| General Obligation Bonds       | \$19,548,658  | \$20,601,729  |
| Capital Leases                 | 262,348       | 343,288       |
| Compensated Absences           | 1,055,048     | 988,422       |
| Total Governmental Activities  | 20,866,054    | 21,933,439    |
| Business-Type Activities:      |               |               |
| Bond Anticipation Notes        | \$26,550,000  | \$26,504,650  |
| General Obligation Bonds       | 340,816       | 666,632       |
| Mortgage Revenue Bonds         | 137,398,675   | 147,022,034   |
| OPWC Loans Payable             | 564,869       | 602,364       |
| Compensated Absences           | 391,478       | 342,268       |
| Total Business-Type Activities | 165,245,838   | 175,137,948   |
| Totals                         | \$186,111,892 | \$197,071,387 |

The general obligation bonds supported by governmental activities were for multiple City improvements financed with bond anticipation notes during the late 1990s. Many of these projects were for the extension of infrastructure and services to the large annexation of land in 1998. These monies were also used to refurbish several City streets (Grove Street, Raymond Road) and for the construction of the Public Service Center. These bonds will be repaid by the general operating revenues (income and property taxes) of the City.

The general obligation bonds supported by business-type activities were for plant expansion and renovation of the water and sewer utilities. The mortgage revenue bonds were issued primarily for (1) refinancing the purchase of the water treatment plant, vehicles, and related infrastructure from the Ohio Water Company in 1991, (2) refinancing the expansion of the wastewater treatment plant in 1992, (3) infrastructure expansion required by the large annexation of land in 1998, and (4) construction of a Water Reclamation Facility and trunk sewer in 2006 through 2009. These bonds are paid by water and sewer revenues collected from the City's utility customers for provision of water for consumption and wastewater treatment. The City of Marysville took advantage of the call feature on the 2002 Water System Revenue Bonds, paying off the outstanding principal of \$2,325,000 on November 30, 2012. In addition, on December 28, 2012, the City defeased the remaining principal of \$5,320,000 related to the 2003 Water System General Obligation Bonds. Additional information on the City's long-term debt can be found in Note 15.

### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

From August to October of the current year, the City's five-year budget is prepared. This process starts with the budgeted current figures and attempts to revise these figures (if applicable) for the remainder of the year. Predictions are made for the next five years based on assumptions provided by the Administration. The five-year budget takes a long-term look at the direction of the City. Each department director prepares the budgeted expenditures that relate to the applicable department. The finance department prepares the budgeted revenues. The City Administrator and Mayor then review all figures in detail, and changes are made as necessary.

The budget is then presented to City Council during a workshop, typically held in late October. City Council reviews the proposed revenues and expenditures for each fund. Changes are then made as necessary. The final budget is then presented to City Council for their approval.

City Council continues to pursue new revenue sources, while reviewing the possibility of increasing existing sources. A close watch of current economic conditions is an ongoing process each year to determine if increased revenues, or reductions in expenditures, are necessary in order to maintain fiscal stability.

### **REQUESTS FOR INFORMATION**

This financial report is designed to provide our citizens, taxpayers, creditors, and investors with a general overview of the City's finances and to reflect the City's accountability for the monies it receives. Questions about this report or additional financial information needs should be directed to Jenny Chavarria, City Finance Director, 125 East Sixth Street, Marysville, Ohio, 43040, (937) 642-6015, or e-mail at [jchavarria@marysvilleohio.org](mailto:jchavarria@marysvilleohio.org).

**CITY OF MARYSVILLE, OHIO**

**Statement of Net Position  
December 31, 2012**

|   | <b>Governmental<br/>Activities</b> | <b>Business-Type<br/>Activities</b> | <b>Total</b>         |
|---|------------------------------------|-------------------------------------|----------------------|
| <b>Assets:</b>                              |                                    |                                     |                      |
| Cash and Cash Equivalents                   | \$ 20,378,652                      | \$ 15,382,860                       | \$ 35,761,512        |
| Cash and Cash Equivalents with Fiscal Agent | 87,094                             | 0                                   | 87,094               |
| Investments                                 | 0                                  | 1,816,893                           | 1,816,893            |
| Receivables:                                |                                    |                                     |                      |
| Municipal Income Taxes                      | 3,301,114                          | 0                                   | 3,301,114            |
| Accounts                                    | 754,892                            | 1,662,177                           | 2,417,069            |
| Intergovernmental                           | 864,379                            | 0                                   | 864,379              |
| Payments in Lieu of Taxes                   | 867,092                            | 1,243,873                           | 2,110,965            |
| Interest                                    | 7,235                              | 3,581                               | 10,816               |
| Property Taxes                              | 1,536,739                          | 0                                   | 1,536,739            |
| Special Assessments                         | 147,411                            | 0                                   | 147,411              |
| Prepaid Items                               | 125,898                            | 146,014                             | 271,912              |
| Restricted Assets:                          |                                    |                                     |                      |
| Cash and Cash Equivalents with Fiscal Agent | 0                                  | 4,830,844                           | 4,830,844            |
| Capital Assets:                             |                                    |                                     |                      |
| Capital Assets Not Being Depreciated        | 20,102,311                         | 8,084,748                           | 28,187,059           |
| Capital Assets Being Depreciated, Net       | 35,805,198                         | 185,422,685                         | 221,227,883          |
| <b>Total Assets</b>                         | <b>83,978,015</b>                  | <b>218,593,675</b>                  | <b>302,571,690</b>   |
| <b>Liabilities:</b>                         |                                    |                                     |                      |
| Accounts Payable                            | 338,206                            | 526,721                             | 864,927              |
| Accrued Wages and Benefits                  | 404,962                            | 120,975                             | 525,937              |
| Intergovernmental Payable                   | 86,632                             | 24,286                              | 110,918              |
| Contracts Payable                           | 425,640                            | 0                                   | 425,640              |
| Retainage Payable                           | 619,409                            | 11,915                              | 631,324              |
| Accrued Interest Payable                    | 169,065                            | 688,179                             | 857,244              |
| General Obligation Notes Payable            | 17,230,000                         | 0                                   | 17,230,000           |
| Long-Term Liabilities:                      |                                    |                                     |                      |
| Due Within One Year                         | 1,892,703                          | 28,634,745                          | 30,527,448           |
| Due in More Than One Year                   | 18,973,351                         | 136,611,093                         | 155,584,444          |
| <b>Total Liabilities</b>                    | <b>40,139,968</b>                  | <b>166,617,914</b>                  | <b>206,757,882</b>   |
| <b>Deferred Inflows of Resources:</b>       |                                    |                                     |                      |
| Property Tax Levy for Next Fiscal Year      | 2,323,293                          | 0                                   | 2,323,293            |
| <b>Net Position:</b>                        |                                    |                                     |                      |
| Net Investment in Capital Assets            | 40,546,400                         | 28,647,456                          | 69,193,856           |
| Restricted For:                             |                                    |                                     |                      |
| Capital Projects                            | 666,550                            | 0                                   | 666,550              |
| Debt Service                                | 215,070                            | 4,830,844                           | 5,045,914            |
| Street Repair and Maintenance               | 745,802                            | 0                                   | 745,802              |
| State Highway Improvements                  | 151,173                            | 0                                   | 151,173              |
| Court Improvements                          | 860,654                            | 0                                   | 860,654              |
| Alcohol Education and Enforcement           | 189,108                            | 0                                   | 189,108              |
| Other Purposes                              | 352,534                            | 0                                   | 352,534              |
| Unrestricted (Deficit)                      | (2,212,537)                        | 18,497,461                          | 16,284,924           |
| <b>Total Net Position</b>                   | <b>\$ 41,514,754</b>               | <b>\$ 51,975,761</b>                | <b>\$ 93,490,515</b> |

See accompanying notes to the basic financial statements

**CITY OF MARYSVILLE, OHIO**

**Statement of Activities  
For the Year Ended December 31, 2012**

|   | Expenses             | Program Revenues               |                                    |                                  |
|---|----------------------|--------------------------------|------------------------------------|----------------------------------|
|   |                      | Charges for Services and Sales | Operating Grants and Contributions | Capital Grants and Contributions |
| <b>Governmental Activities:</b>           |                      |                                |                                    |                                  |
| Security of Persons and Property - Police | \$ 4,134,266         | \$ 20,576                      | \$ 75,800                          | \$ 0                             |
| Security of Persons and Property - Fire   | 4,177,276            | 902,845                        | 1,480                              | 0                                |
| Security of Persons and Property - Other  | 1,754,587            | 870,125                        | 0                                  | 0                                |
| Public Health and Welfare Services        | 345,051              | 52,503                         | 0                                  | 0                                |
| Leisure Time Activities                   | 322,349              | 890,687                        | 0                                  | 0                                |
| Community Environment                     | 1,439,869            | 0                              | 95,210                             | 59,729                           |
| Transportation                            | 2,477,865            | 44,951                         | 812,410                            | 1,045,739                        |
| General Government                        | 3,339,059            | 95,067                         | 0                                  | 0                                |
| Interest and Fiscal Charges               | 1,286,722            | 0                              | 0                                  | 0                                |
| <b>Total Governmental Activities</b>      | <b>19,277,044</b>    | <b>2,876,754</b>               | <b>984,900</b>                     | <b>1,105,468</b>                 |
| <b>Business-Type Activities:</b>          |                      |                                |                                    |                                  |
| Sewer                                     | 13,872,985           | 9,555,924                      | 0                                  | 0                                |
| Water                                     | 6,146,165            | 7,154,859                      | 0                                  | 0                                |
| Stormwater                                | 524,399              | 589,363                        | 0                                  | 0                                |
| Sanitation                                | 1,436,775            | 1,384,509                      | 0                                  | 0                                |
| <b>Total Business-Type Activities</b>     | <b>21,980,324</b>    | <b>18,684,655</b>              | <b>0</b>                           | <b>0</b>                         |
| <b>Totals</b>                             | <b>\$ 41,257,368</b> | <b>\$ 21,561,409</b>           | <b>\$ 984,900</b>                  | <b>\$ 1,105,468</b>              |

**General Revenues:**

Property Taxes Levied For:

General Purposes

Police Pension

Fire Pension

Municipal Income Taxes

Other Local Taxes

Payments in Lieu of Taxes

Grants and Entitlements not Restricted to Specific Programs

Gain on Sale of Capital Assets

Investment Earnings

Miscellaneous

Total General Revenues

Change in Net Position

Net Position Beginning of Year

Net Position End of Year

See accompanying notes to the basic financial statements

**CITY OF MARYSVILLE, OHIO**

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Net (Expense) Revenue  
and Changes in Net Assets

| Governmental<br>Activities | Business-Type<br>Activities | Total                |
|----------------------------|-----------------------------|----------------------|
| \$ (4,037,890)             | \$ 0                        | \$ (4,037,890)       |
| (3,272,951)                | 0                           | (3,272,951)          |
| (884,462)                  | 0                           | (884,462)            |
| (292,548)                  | 0                           | (292,548)            |
| 568,338                    | 0                           | 568,338              |
| (1,284,930)                | 0                           | (1,284,930)          |
| (574,765)                  | 0                           | (574,765)            |
| (3,243,992)                | 0                           | (3,243,992)          |
| (1,286,722)                | 0                           | (1,286,722)          |
| <u>(14,309,922)</u>        | <u>0</u>                    | <u>(14,309,922)</u>  |
| 0                          | (4,317,061)                 | (4,317,061)          |
| 0                          | 1,008,694                   | 1,008,694            |
| 0                          | 64,964                      | 64,964               |
| 0                          | (52,266)                    | (52,266)             |
| <u>0</u>                   | <u>(3,295,669)</u>          | <u>(3,295,669)</u>   |
| <u>(14,309,922)</u>        | <u>(3,295,669)</u>          | <u>(17,605,591)</u>  |
| 1,351,597                  | 0                           | 1,351,597            |
| 115,553                    | 0                           | 115,553              |
| 115,553                    | 0                           | 115,553              |
| 14,043,831                 | 0                           | 14,043,831           |
| 357,269                    | 0                           | 357,269              |
| 1,486,927                  | 1,008,786                   | 2,495,713            |
| 691,055                    | 0                           | 691,055              |
| 1,670                      | 17,778                      | 19,448               |
| 82,533                     | 111,729                     | 194,262              |
| 162,825                    | 0                           | 162,825              |
| <u>18,408,813</u>          | <u>1,138,293</u>            | <u>19,547,106</u>    |
| 4,098,891                  | (2,157,376)                 | 1,941,515            |
| <u>37,415,863</u>          | <u>54,133,137</u>           | <u>91,549,000</u>    |
| <u>\$ 41,514,754</u>       | <u>\$ 51,975,761</u>        | <u>\$ 93,490,515</u> |

**CITY OF MARYSVILLE, OHIO**

**Balance Sheet  
Governmental Funds  
December 31, 2012**

|   | General              | Coleman's<br>Crossing TIF | Capital<br>Improvements<br>Project (CIP) |
|---|----------------------|---------------------------|--|
| <b>Assets:</b>  |                      |                           |  |
| Cash and Cash Equivalents   | \$ 5,689,198         | \$ 244,911                | \$ 11,322,016                            |
| Cash and Cash Equivalents with Fiscal Agent                                   | 87,094               | 0                         | 0  |
| Receivables:  |                      |                           |  |
| Municipal Income Taxes  | 3,301,114            | 0                         | 0  |
| Accounts  | 753,548              | 0                         | 0  |
| Intergovernmental   | 451,534              | 0                         | 0  |
| Payments in Lieu of Taxes   | 0                    | 867,092                   | 0  |
| Interest  | 7,076                | 0                         | 0  |
| Property Taxes  | 1,322,295            | 0                         | 0  |
| Special Assessments   | 27,543               | 0                         | 0  |
| Prepaid Items   | 106,725              | 0                         | 0  |
| <b>Total Assets</b>   | <b>\$ 11,746,127</b> | <b>\$ 1,112,003</b>       | <b>\$ 11,322,016</b>                     |
| <b>Liabilities:</b>   |                      |                           |  |
| Accounts Payable  | \$ 138,036           | \$ 22,192                 | \$ 123,096                               |
| Accrued Wages and Benefits Payable  | 369,312              | 0                         | 0  |
| Intergovernmental Payable   | 79,691               | 0                         | 0  |
| Contracts Payable   | 0                    | 0                         | 129,969                                  |
| Retainage Payable   | 0                    | 0                         | 529,119                                  |
| Accrued Interest Payable  | 0                    | 39,116                    | 15,596                                   |
| General Obligation Notes Payable  | 0                    | 11,430,000                | 5,800,000                                |
| <b>Total Liabilities</b>  | <b>587,039</b>       | <b>11,491,308</b>         | <b>6,597,780</b>                         |
| <b>Deferred Inflows of Resources:</b>   |                      |                           |  |
| Unavailable Amounts   | 2,672,089            | 0                         | 0  |
| Property Tax for Next Fiscal Year   | 1,252,495            | 867,092                   | 0  |
| <b>Total Deferred Inflows of Resources</b>                                    | <b>3,924,584</b>     | <b>867,092</b>            | <b>0</b>                                 |
| <b>Fund Balances:</b>   |                      |                           |  |
| Nonspendable  | 106,725              | 0                         | 0  |
| Restricted  | 0                    | 0                         | 4,724,236                                |
| Committed   | 38,335               | 0                         | 0  |
| Assigned  | 377,780              | 0                         | 0  |
| Unassigned  | 6,711,664            | (11,246,397)              | 0  |
| <b>Total Fund Balances</b>  | <b>7,234,504</b>     | <b>(11,246,397)</b>       | <b>4,724,236</b>                         |
| <b>Total Liabilities, Deferred Inflows of Resources<br/>and Fund Balances</b> | <b>\$ 11,746,127</b> | <b>\$ 1,112,003</b>       | <b>\$ 11,322,016</b>                     |

See accompanying notes to the basic financial statements

**CITY OF MARYSVILLE, OHIO**

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| Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--------------------------------|--------------------------------|
| \$ 3,122,527                   | \$ 20,378,652                  |
| 0                              | 87,094                         |
| 0                              | 3,301,114                      |
| 1,344                          | 754,892                        |
| 412,845                        | 864,379                        |
| 0                              | 867,092                        |
| 159                            | 7,235                          |
| 214,444                        | 1,536,739                      |
| 119,868                        | 147,411                        |
| 19,173                         | 125,898                        |
| \$ 3,890,360                   | \$ 28,070,506                  |
| <br>                           |                                |
| \$ 54,882                      | \$ 338,206                     |
| 35,650                         | 404,962                        |
| 6,941                          | 86,632                         |
| 295,671                        | 425,640                        |
| 90,290                         | 619,409                        |
| 0                              | 54,712                         |
| 0                              | 17,230,000                     |
| 483,434                        | 19,159,561                     |
| <br>                           |                                |
| 406,033                        | 3,078,122                      |
| 203,706                        | 2,323,293                      |
| 609,739                        | 5,401,415                      |
| <br>                           |                                |
| 19,173                         | 125,898                        |
| 2,509,212                      | 7,233,448                      |
| 288,693                        | 327,028                        |
| 0                              | 377,780                        |
| (19,891)                       | (4,554,624)                    |
| 2,797,187                      | 3,509,530                      |
| <br>                           |                                |
| \$ 3,890,360                   | \$ 28,070,506                  |

**CITY OF MARYSVILLE, OHIO**

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***Reconciliation Of Total Governmental Fund Balances  
To Net Position Of Governmental Activities  
December 31, 2012***

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|  |                             |
|--|-----------------------------|
| <b>Total Governmental Fund Balances</b>  | \$3,509,530                 |
| <br><i>Amounts reported for governmental activities in the<br/>statement of net position are different because</i>                               |                             |
| Capital Assets used in governmental activities are not<br>resources and therefore are not reported in the funds.                                 | 55,907,509                  |
| Other long-term assets are not available to pay for current-<br>period expenditures and therefore are unavailable revenues in the funds.         | 3,078,122                   |
| Long-term liabilities, including bonds payable, are not due<br>and payable in the current period and therefore are not<br>reported in the funds. | <u>(20,980,407)</u>         |
| <b><i>Net Position of Governmental Activities</i></b>  | <b><u>\$ 41,514,754</u></b> |

See accompanying notes to the basic financial statements



**CITY OF MARYSVILLE, OHIO**

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**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2012**

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|   | General           | Coleman's<br>Crossing TIF | Capital<br>Improvements<br>Project (CIP) |
|---|-------------------|---------------------------|--|
| <b>Revenues:</b>                          |                   |                           |  |
| Property Taxes                            | \$ 1,357,282      | \$ 0                      | \$ 0                                     |
| Municipal Income Tax                      | 13,156,605        | 0                         | 0  |
| Other Local Taxes                         | 360,564           | 0                         | 0  |
| Payments in Lieu of Taxes                 | 0                 | 1,486,927                 | 0  |
| Intergovernmental Revenues                | 585,417           | 0                         | 0  |
| Charges for Services                      | 1,686,215         | 0                         | 0  |
| Licenses and Permits                      | 138,914           | 0                         | 0  |
| Investment Earnings                       | 81,047            | 0                         | 0  |
| Donations                                 | 222               | 0                         | 0  |
| Special Assessments                       | 0                 | 0                         | 20,801                                   |
| Fines and Forfeitures                     | 615,691           | 0                         | 0  |
| All Other Revenue                         | 17,578            | 0                         | 0  |
| <b>Total Revenue</b>                      | <u>17,999,535</u> | <u>1,486,927</u>          | <u>20,801</u>                            |
| <b>Expenditures:</b>                      |                   |                           |  |
| Current:                                  |                   |                           |  |
| Security of Persons and Property - Police | 3,859,274         | 0                         | 0  |
| Security of Persons and Property - Fire   | 3,975,895         | 0                         | 0  |
| Security of Persons and Property - Other  | 826,981           | 0                         | 0  |
| Public Health and Welfare Services        | 343,625           | 0                         | 0  |
| Leisure Time Activities                   | 113,206           | 0                         | 0  |
| Community Environment                     | 588,609           | 705,915                   | 0  |
| Transportation                            | 0                 | 0                         | 0  |
| General Government                        | 2,905,366         | 0                         | 0  |
| Capital Outlay                            | 0                 | 0                         | 12,237,602                               |
| Debt Service:                             |                   |                           |  |
| Principal Retirement                      | 0                 | 0                         | 0  |
| Interest and Fiscal Charges               | 0                 | 260,415                   | 15,596                                   |
| <b>Total Expenditures</b>                 | <u>12,612,956</u> | <u>966,330</u>            | <u>12,253,198</u>                        |

**CITY OF MARYSVILLE, OHIO**

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| Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--------------------------------|--------------------------------|
| \$ 231,106                     | \$ 1,588,388                   |
| 0                              | 13,156,605                     |
| 808,538                        | 1,169,102                      |
| 0                              | 1,486,927                      |
| 1,351,137                      | 1,936,554                      |
| 175,909                        | 1,862,124                      |
| 499                            | 139,413                        |
| 1,486                          | 82,533                         |
| 0                              | 222                            |
| 930                            | 21,731                         |
| 172,626                        | 788,317                        |
| 25,037                         | 42,615                         |
| <u>2,767,268</u>               | <u>22,274,531</u>              |

|                  |                   |
|------------------|-------------------|
| 131,460          | 3,990,734         |
| 122,820          | 4,098,715         |
| 928,845          | 1,755,826         |
| 210              | 343,835           |
| 132,906          | 246,112           |
| 132,417          | 1,426,941         |
| 1,904,039        | 1,904,039         |
| 34,595           | 2,939,961         |
| 2,036,651        | 14,274,253        |
| 1,030,000        | 1,030,000         |
| 850,159          | 1,126,170         |
| <u>7,304,102</u> | <u>33,136,586</u> |

(Continued)

**CITY OF MARYSVILLE, OHIO**

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**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2012**

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|  |                     |                        |                     |
|--|---------------------|------------------------|---------------------|
| Excess (Deficiency) of Revenues<br>Over Expenditures | 5,386,579           | 520,597                | (12,232,397)        |
| <b>Other Financing Sources (Uses):</b>               |                     |                        |                     |
| Sale of Capital Assets                               | 92                  | 0                      | 0                   |
| Transfers In   | 0                   | 51                     | 4,142,000           |
| Transfers Out  | <u>(7,817,645)</u>  | <u>0</u>               | <u>0</u>            |
| <b>Total Other Financing Sources (Uses)</b>          | <u>(7,817,553)</u>  | <u>51</u>              | <u>4,142,000</u>    |
| Net Change in Fund Balances                          | (2,430,974)         | 520,648                | (8,090,397)         |
| <b>Fund Balances (Deficit) at Beginning of Year</b>  | <u>9,665,478</u>    | <u>(11,767,045)</u>    | <u>12,814,633</u>   |
| <b>Fund Balances (Deficit) End of Year</b>           | <u>\$ 7,234,504</u> | <u>\$ (11,246,397)</u> | <u>\$ 4,724,236</u> |

See accompanying notes to the basic financial statements

**CITY OF MARYSVILLE, OHIO**

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|                     |                     |
|---------------------|---------------------|
| (4,536,834)         | (10,862,055)        |
| 1,578               | 1,670               |
| 3,675,645           | 7,817,696           |
| <u>(51)</u>         | <u>(7,817,696)</u>  |
| <u>3,677,172</u>    | <u>1,670</u>        |
| (859,662)           | (10,860,385)        |
| <u>3,656,849</u>    | <u>14,369,915</u>   |
| <u>\$ 2,797,187</u> | <u>\$ 3,509,530</u> |

***Reconciliation Of The Statement Of Revenues, Expenditures  
And Changes In Fund Balances Of Governmental Funds  
To The Statement Of Activities  
For the Year Ended December 31, 2012***

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|   |                            |
|---|----------------------------|
| <b>Net Change in Fund Balances - Total Governmental Funds</b>   | <b>\$ (10,860,385)</b>     |
| <br><i>Amounts reported for governmental activities in the statement of activities are different because</i>  |                            |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.                            | 12,990,339                 |
| Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the amount of the loss on the disposal of capital assets net of proceeds received.                                       | (14,559)                   |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.  | 1,099,734                  |
| The issuance of long-term debt provides current financial resources to governmental funds, but has no effect on net position. In addition, repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. | 1,134,011                  |
| In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.  | 13,569                     |
| Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.  |                            |
| Compensated Absences  | (66,626)                   |
| Expense of Deferred Charges   | (197,192)                  |
| <b><i>Change in Net Position of Governmental Activities</i></b>   | <b><u>\$ 4,098,891</u></b> |

See accompanying notes to the basic financial statements

**CITY OF MARYSVILLE, OHIO**

**Statement of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
General Fund  
For the Year Ended December 31, 2012**

|  | Original<br>Budget  | Final Budget        | Actual              | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|---------------------|---------------------|---------------------|---|
| <b>Revenues:</b>   |                     |                     |                     |   |
| Property Taxes   | \$ 1,395,611        | \$ 1,356,047        | \$ 1,357,282        | \$ 1,235  |
| Municipal Income Tax   | 12,603,300          | 12,849,800          | 13,049,810          | 200,010   |
| Other Local Taxes  | 330,000             | 330,000             | 380,110             | 50,110  |
| Intergovernmental Revenue                                    | 666,977             | 685,867             | 630,656             | (55,211)  |
| Charges for Services   | 1,612,598           | 1,474,211           | 1,555,396           | 81,185  |
| Licenses and Permits   | 123,672             | 125,672             | 138,914             | 13,242  |
| Investment Earnings  | 60,002              | 60,002              | 73,942              | 13,940  |
| Donations  | 5,000               | 5,000               | 222                 | (4,778)   |
| Fines and Forfeitures  | 508,500             | 568,000             | 616,758             | 48,758  |
| All Other Revenues   | 32,000              | 32,000              | 13,829              | (18,171)  |
| <b>Total Revenues</b>  | <b>17,337,660</b>   | <b>17,486,599</b>   | <b>17,816,919</b>   | <b>330,320</b>  |
| <b>Expenditures:</b>   |                     |                     |                     |   |
| Current:   |                     |                     |                     |   |
| Security of Persons and Property                             | 9,619,202           | 9,596,202           | 8,913,137           | 683,065   |
| Public Health and Welfare Services                           | 435,140             | 435,140             | 392,692             | 42,448  |
| Leisure Time Activities                                      | 142,124             | 150,724             | 126,599             | 24,125  |
| Community Environment  | 693,906             | 711,931             | 631,374             | 80,557  |
| General Government   | 3,278,648           | 3,332,716           | 3,118,321           | 214,395   |
| <b>Total Expenditures</b>                                    | <b>14,169,020</b>   | <b>14,226,713</b>   | <b>13,182,123</b>   | <b>1,044,590</b>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 3,168,640           | 3,259,886           | 4,634,796           | 1,374,910   |
| <b>Other Financing Sources (Uses):</b>                       |                     |                     |                     |   |
| Sale of Capital Assets                                       | 0                   | 0                   | 92                  | 92  |
| Transfers Out  | (3,645,000)         | (7,864,780)         | (7,864,780)         | 0   |
| <b>Total Other Financing Sources (Uses):</b>                 | <b>(3,645,000)</b>  | <b>(7,864,780)</b>  | <b>(7,864,688)</b>  | <b>92</b>   |
| Net Change In Fund Balance                                   | (476,360)           | (4,604,894)         | (3,229,892)         | 1,375,002   |
| Fund Balance at Beginning of Year                            | 8,067,358           | 8,067,358           | 8,067,358           | 0   |
| Prior Year Encumbrances                                      | 302,277             | 302,277             | 302,277             | 0   |
| Fund Balance at End of Year                                  | <b>\$ 7,893,275</b> | <b>\$ 3,764,741</b> | <b>\$ 5,139,743</b> | <b>\$ 1,375,002</b>                                     |

See accompanying notes to the basic financial statements

**CITY OF MARYSVILLE, OHIO**

**Statement of Net Position  
Proprietary Funds  
December 31, 2012**

|   | Business-Type Activities |                   |                  |
|---|--------------------------|-------------------|------------------|
|   | Enterprise Funds         |                   |                  |
|   | Sewer                    | Water             | Stormwater       |
| <b>Assets:</b>                              |                          |                   |                  |
| <i>Current Assets:</i>                      |                          |                   |                  |
| Cash and Cash Equivalents                   | \$ 3,375,516             | \$ 10,717,523     | \$ 703,233       |
| Investments                                 | 1,816,893                | 0                 | 0                |
| Receivables:                                |                          |                   |                  |
| Accounts                                    | 751,927                  | 650,961           | 87,301           |
| Payments in Lieu of Taxes Receivable        | 1,243,873                | 0                 | 0                |
| Interest                                    | 1,090                    | 2,491             | 0                |
| Prepaid Items                               | 72,629                   | 68,180            | 5,097            |
| Restricted Assets:                          |                          |                   |                  |
| Cash and Cash Equivalents with Fiscal Agent | 4,830,547                | 297               | 0                |
| <i>Total Current Assets</i>                 | <u>12,092,475</u>        | <u>11,439,452</u> | <u>795,631</u>   |
| <i>Non Current Assets:</i>                  |                          |                   |                  |
| Land  | 2,479,735                | 1,662,500         | 0                |
| Construction in Progress                    | 1,497,751                | 2,442,996         | 1,766            |
| Depreciable Capital Assets, Net             | 149,288,860              | 35,065,849        | 884,820          |
| <i>Total Non Current Assets</i>             | <u>153,266,346</u>       | <u>39,171,345</u> | <u>886,586</u>   |
| <b>Total Assets</b>                         | <u>165,358,821</u>       | <u>50,610,797</u> | <u>1,682,217</u> |
| <b>Liabilities:</b>                         |                          |                   |                  |
| <i>Current Liabilities:</i>                 |                          |                   |                  |
| Accounts Payable                            | 130,458                  | 204,458           | 14,654           |
| Accrued Wages and Benefits                  | 53,094                   | 52,354            | 9,439            |
| Intergovernmental Payable                   | 10,483                   | 10,447            | 2,056            |
| Retainage Payable                           | 11,915                   | 0                 | 0                |
| Compensated Absences Payable - Current      | 92,418                   | 85,504            | 7,605            |
| General Obligation Notes Payable            | 26,550,000               | 0                 | 0                |
| General Obligation Bonds - Current          | 154,186                  | 186,630           | 0                |
| Mortgage Revenue Bonds - Current            | 1,384,489                | 124,271           | 0                |
| Ohio Public Works Commission Loan - Current | 7,927                    | 29,568            | 0                |
| <i>Total Current Liabilities</i>            | <u>28,394,970</u>        | <u>693,232</u>    | <u>33,754</u>    |

**CITY OF MARYSVILLE, OHIO**

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| <u>Sanitation</u> | <u>Total</u>       |
|-------------------|--------------------|
| \$ 586,588        | \$ 15,382,860      |
| 0                 | 1,816,893          |
| 171,988           | 1,662,177          |
| 0                 | 1,243,873          |
| 0                 | 3,581              |
| 108               | 146,014            |
| <u>0</u>          | <u>4,830,844</u>   |
| 758,684           | 25,086,242         |
| 0                 | 4,142,235          |
| 0                 | 3,942,513          |
| <u>183,156</u>    | <u>185,422,685</u> |
| <u>183,156</u>    | <u>193,507,433</u> |
| <u>941,840</u>    | <u>218,593,675</u> |
| 177,151           | 526,721            |
| 6,088             | 120,975            |
| 1,300             | 24,286             |
| 0                 | 11,915             |
| 12,147            | 197,674            |
| 0                 | 26,550,000         |
| 0                 | 340,816            |
| 0                 | 1,508,760          |
| <u>0</u>          | <u>37,495</u>      |
| 196,686           | 29,318,642         |

(Continued)

**CITY OF MARYSVILLE, OHIO**

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**Statement of Net Position  
Proprietary Funds  
December 31, 2012**

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|                                    | Business-Type Activities |                      |                     |
|------------------------------------|--------------------------|----------------------|---------------------|
|                                    | Enterprise Funds         |                      |                     |
|                                    | Sewer                    | Water                | Stormwater          |
| <i>Long Term Liabilities:</i>      |                          |                      |                     |
| Compensated Absences Payable       | 119,959                  | 70,738               | 1,449               |
| Accrued Interest Payable           | 606,796                  | 81,383               | 0                   |
| General Obligation Notes Payable   | 0                        | 0                    | 0                   |
| Revenue Bonds Payable              | 115,088,242              | 20,801,673           | 0                   |
| OPWC Loans Payable                 | 9,931                    | 517,443              | 0                   |
| <i>Total Long-Term Liabilities</i> | <u>115,824,928</u>       | <u>21,471,237</u>    | <u>1,449</u>        |
| <b>Total Liabilities</b>           | <u>144,219,898</u>       | <u>22,164,469</u>    | <u>35,203</u>       |
| <b>Net Position:</b>               |                          |                      |                     |
| Net Investment in Capital Assets   | 10,071,571               | 17,506,143           | 886,586             |
| Restricted For:                    |                          |                      |                     |
| Debt Service                       | 4,830,547                | 297                  | 0                   |
| Unrestricted                       | <u>6,236,805</u>         | <u>10,939,888</u>    | <u>760,428</u>      |
| <b>Total Net Position</b>          | <u>\$ 21,138,923</u>     | <u>\$ 28,446,328</u> | <u>\$ 1,647,014</u> |

See accompanying notes to the basic financial statements

**CITY OF MARYSVILLE, OHIO**

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| <u>Sanitation</u> | <u>Total</u>         |
|-------------------|----------------------|
| 1,658             | 193,804              |
| 0                 | 688,179              |
| 0                 | 0                    |
| 0                 | 135,889,915          |
| 0                 | 527,374              |
| <u>1,658</u>      | <u>137,299,272</u>   |
| <u>198,344</u>    | <u>166,617,914</u>   |
| 183,156           | 28,647,456           |
| 0                 | 4,830,844            |
| <u>560,340</u>    | <u>18,497,461</u>    |
| <u>\$ 743,496</u> | <u>\$ 51,975,761</u> |

**CITY OF MARYSVILLE, OHIO**

**Statement of Revenues, Expenses and Changes in Fund Net Position  
Proprietary Funds  
For the Year Ended December 31, 2012**

|   | Business-Type Activities |                    |                |
|---|--------------------------|--------------------|----------------|
|   | Enterprise Funds         |                    |                |
|   | Sewer                    | Water              | Stormwater     |
| <b>Operating Revenues:</b>                    |                          |                    |                |
| Charges for Services                          | \$ 9,555,924             | \$ 7,154,859       | \$ 580,159     |
| Other Operating Revenue                       | 0                        | 0                  | 9,204          |
| <b>Total Operating Revenues</b>               | <b>9,555,924</b>         | <b>7,154,859</b>   | <b>589,363</b> |
| <b>Operating Expenses:</b>                    |                          |                    |                |
| Personal Services                             | 1,551,566                | 1,446,620          | 206,087        |
| Contractual Services                          | 1,088,847                | 985,230            | 146,458        |
| Materials and Supplies                        | 574,543                  | 762,975            | 89,664         |
| Utilities                                     | 860,370                  | 157,801            | 461            |
| Depreciation                                  | 4,360,326                | 1,279,635          | 81,729         |
| <b>Total Operating Expenses</b>               | <b>8,435,652</b>         | <b>4,632,261</b>   | <b>524,399</b> |
| Operating Income (Loss)                       | 1,120,272                | 2,522,598          | 64,964         |
| <b>Nonoperating Revenue (Expenses):</b>       |                          |                    |                |
| Investment Earnings                           | 64,220                   | 47,509             | 0              |
| Interest Expense                              | (5,437,333)              | (1,513,904)        | 0              |
| Sale of Capital Assets                        | 15,068                   | 2,710              | 0              |
| Payments in Lieu of Taxes                     | 1,008,786                | 0                  | 0              |
| <b>Total Nonoperating Revenues (Expenses)</b> | <b>(4,349,259)</b>       | <b>(1,463,685)</b> | <b>0</b>       |
| Change in Net Position                        | (3,228,987)              | 1,058,913          | 64,964         |
| Net Position Beginning of Year                | 24,367,910               | 27,387,415         | 1,582,050      |
| Net Position End of Year                      | \$ 21,138,923            | \$ 28,446,328      | \$ 1,647,014   |

See accompanying notes to the basic financial statements

**CITY OF MARYSVILLE, OHIO**

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| <u>Sanitation</u> | <u>Total</u>         |
|-------------------|----------------------|
| \$ 1,384,509      | \$ 18,675,451        |
| 0                 | 9,204                |
| <u>1,384,509</u>  | <u>18,684,655</u>    |
| 221,439           | 3,425,712            |
| 1,124,090         | 3,344,625            |
| 56,302            | 1,483,484            |
| 5,651             | 1,024,283            |
| <u>29,293</u>     | <u>5,750,983</u>     |
| <u>1,436,775</u>  | <u>15,029,087</u>    |
| (52,266)          | 3,655,568            |
| 0                 | 111,729              |
| 0                 | (6,951,237)          |
| 0                 | 17,778               |
| <u>0</u>          | <u>1,008,786</u>     |
| <u>0</u>          | <u>(5,812,944)</u>   |
| (52,266)          | (2,157,376)          |
| <u>795,762</u>    | <u>54,133,137</u>    |
| <u>\$ 743,496</u> | <u>\$ 51,975,761</u> |

**CITY OF MARYSVILLE, OHIO**

**Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2012**

|  | Business-Type Activities<br>Enterprise Funds |              |            |
|--|--|--------------|------------|
|  | Sewer  | Water        | Stormwater |
| <u>Cash Flows from Operating Activities:</u>                         |  |              |            |
| Cash Received from Customers   | \$9,483,690                                  | \$7,181,100  | \$554,881  |
| Cash Payments for Goods and Services                                 | (2,639,997)                                  | (1,773,615)  | (231,228)  |
| Cash Payments to Employees   | (1,501,802)                                  | (1,472,015)  | (205,201)  |
| Net Cash Provided<br>by Operating Activities                         | 5,341,891                                    | 3,935,470    | 118,452    |
| <u>Cash Flows from Capital and<br/>Related Financing Activities:</u> |  |              |            |
| Acquisition and Construction of Assets                               | (655,596)                                    | (1,807,555)  | (8,817)    |
| Sale of Capital Assets   | 15,068                                       | 2,710        | 0          |
| Payments in Lieu of Taxes  | 1,199,576                                    | 0            | 0          |
| General Obligation Notes Issued                                      | 26,550,000                                   | 0            | 0          |
| Principal Paid on General Obligation Notes                           | (26,504,650)                                 | (1,685,350)  | 0          |
| Principal Paid on General Obligation Bonds                           | (147,063)                                    | (177,938)    | 0          |
| Principal Paid on Mortgage Revenue Bonds                             | (1,125,833)                                  | (3,085,833)  | 0          |
| Payments to Refunding Bond Escrow Agent                              | 0  | (5,320,000)  | 0          |
| Principal Paid on<br>Ohio Public Works Commission Loan               | (7,927)                                      | (29,568)     | 0          |
| Paid to (from) Retainage   | 240,580                                      | (480,137)    | 0          |
| Interest Paid on All Debt  | (5,919,549)                                  | (1,112,141)  | 0          |
| Net Cash Used for Capital<br>and Related Financing Activities        | (6,355,394)                                  | (13,695,812) | (8,817)    |
| <u>Cash Flows from Investing Activities:</u>                         |  |              |            |
| Sale of Investments  | 31,073                                       | 0            | 0          |
| Receipts of Interest   | 18,242                                       | 50,145       | 0          |
| Net Cash Provided<br>by Investing Activities                         | 49,315                                       | 50,145       | 0          |
| Net Increase (Decrease) in Cash and Cash Equivalents                 | (964,188)                                    | (9,710,197)  | 109,635    |
| Cash and Cash Equivalents at Beginning of Year                       | 9,170,251                                    | 20,428,017   | 593,598    |
| Cash and Cash Equivalents at End of Year                             | \$8,206,063                                  | \$10,717,820 | \$703,233  |

**CITY OF MARYSVILLE, OHIO**

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| <u>Sanitation</u> | <u>Totals</u>       |
|-------------------|---------------------|
| \$1,377,902       | \$18,597,573        |
| (1,095,744)       | (5,740,584)         |
| <u>(224,059)</u>  | <u>(3,403,077)</u>  |
| 58,099            | 9,453,912           |
| (3,258)           | (2,475,226)         |
| 0                 | 17,778              |
| 0                 | 1,199,576           |
| 0                 | 26,550,000          |
| 0                 | (28,190,000)        |
| 0                 | (325,001)           |
| 0                 | (4,211,666)         |
| 0                 | (5,320,000)         |
| 0                 | (37,495)            |
| 0                 | (239,557)           |
| <u>0</u>          | <u>(7,031,690)</u>  |
| <u>(3,258)</u>    | <u>(20,063,281)</u> |
| 0                 | 31,073              |
| <u>0</u>          | <u>68,387</u>       |
| 0                 | 99,460              |
| 54,841            | (10,509,909)        |
| <u>531,747</u>    | <u>30,723,613</u>   |
| <u>\$586,588</u>  | <u>\$20,213,704</u> |

(Continued)

**CITY OF MARYSVILLE, OHIO**

**Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2012**

|   | Business-Type Activities<br>Enterprise Funds |                    |                  |
|---|--|--------------------|------------------|
|   | Sewer  | Water              | Stormwater       |
| <u>Reconciliation of Operating Income (Loss) to Net Cash</u>                                      |  |                    |                  |
| <u>Provided by Operating Activities:</u>  |  |                    |                  |
| Operating Income (Loss)   | \$1,120,272                                  | \$2,522,598        | \$64,964         |
| Adjustments to Reconcile Operating Income (Loss)<br>to Net Cash Provided by Operating Activities: |  |                    |                  |
| Depreciation Expense  | 4,360,326                                    | 1,279,635          | 81,729           |
| Changes in Assets and Liabilities:  |  |                    |                  |
| Decrease (Increase) in Accounts Receivable  | (72,234)                                     | 26,241             | (34,482)         |
| Decrease (Increase) in Prepays  | (6,761)                                      | (12,285)           | (5)              |
| Increase (Decrease) in Accounts Payable   | (61,286)                                     | 156,503            | 9,386            |
| Decrease in Retainage Payable   | (35,702)                                     | 0                  | 0                |
| Decrease in Accrued   |  |                    |                  |
| Wages and Benefits  | (25,601)                                     | (24,884)           | (2,535)          |
| Increase (Decrease) in  |  |                    |                  |
| Compensated Absences  | 62,877                                       | (12,338)           | (605)            |
| Total Adjustments   | <u>4,221,619</u>                             | <u>1,412,872</u>   | <u>53,488</u>    |
| Net Cash Provided   |  |                    |                  |
| by Operating Activities   | <u>\$5,341,891</u>                           | <u>\$3,935,470</u> | <u>\$118,452</u> |

See accompanying notes to the basic financial statements

**CITY OF MARYSVILLE, OHIO**

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| <u>Sanitation</u> | <u>Totals</u>      |
|-------------------|--------------------|
| (\$52,266)        | \$3,655,568        |
| 29,293            | 5,750,983          |
| (6,607)           | (87,082)           |
| 25                | (19,026)           |
| 91,798            | 196,401            |
| 0                 | (35,702)           |
| (3,420)           | (56,440)           |
| <u>(724)</u>      | <u>49,210</u>      |
| <u>110,365</u>    | <u>5,798,344</u>   |
| <u>\$58,099</u>   | <u>\$9,453,912</u> |

**CITY OF MARYSVILLE, OHIO**

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***Statement of Assets and Liabilities  
Fiduciary Funds  
December 31, 2012***

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|                           | <u>Agency</u>     |
|---------------------------|-------------------|
| <b>Assets:</b>            |                   |
| Cash and Cash Equivalents | \$ 180,584        |
| <b>Total Assets</b>       | <u>180,584</u>    |
| <b>Liabilities:</b>       |                   |
| Due to Others             | <u>180,584</u>    |
| <b>Total Liabilities</b>  | <u>\$ 180,584</u> |

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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

The City of Marysville is a charter municipal corporation founded in 1837, with the charter adopted by the electors on December 1, 1960, and most recently updated on November 3, 2009. The City may exercise all powers of home rule granted under Article XVIII, Section 3 of the Ohio Constitution not in conflict with applicable general laws of Ohio.

The City operates under a council/mayor/administrator form of government. Services provided include general administration as well as police, fire, ambulance, municipal court, engineering, planning and zoning, street maintenance and repair, parks and recreation, a cemetery, and sanitation, sewer, water, and storm-water utilities.

The financial statements are presented as of December 31, 2012 and for the year then ended and have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the "GASB") is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

**A. Reporting Entity**

The accompanying basic financial statements comply with the provisions of the GASB Statement No. 14, "*The Financial Reporting Entity*," as amended by GASB Statement No. 39 "*Determining Whether Certain Organizations are Component Units*," in that the financial statements include all organizations, activities, functions and component units for which the City (the primary government) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the City's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the City.

Based on the foregoing, the City's financial reporting entity has no component units but includes all funds, agencies, boards and commissions that are part of the primary government, which include the following services: police and fire protection, parks and recreation, planning, zoning, street maintenance and other governmental services. In addition, the City owns and operates a water treatment and distribution system, a wastewater treatment and collection system and provides refuse collection services all of which are reported as enterprise funds.

The City is associated with the Marysville/Union County Joint Recreation District, the Union County Community Improvement Corporation, the Mid-Ohio Regional Planning Commission and the Marysville/Union County Port Authority; each is a jointly governed organization. These organizations are more fully described in Note 20 to the basic financial statements.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Basis of Presentation - Fund Accounting**

The accounting policies and financial reporting practices of the City conform to generally accepted accounting principles as applicable to governmental units.

The accounting system is organized and operated 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 equity, revenues and expenditures (expenses). The various funds are summarized by type in the basic financial statements. The following fund types are used by the City:

***Governmental Funds***

*Governmental Funds* - Governmental funds are those funds through which most governmental functions are typically financed. The acquisition, use and balances of the City's expendable financial resources and the related current liabilities and deferred inflows of resources (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is upon determination of "financial flow" (sources, uses and balances of financial resources). The following are the City's major governmental funds:

General Fund - This fund is used to account for all financial resources except those accounted for in another fund. The General Fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Ohio and the limitations of the City Charter.

Coleman's Crossing TIF Fund - The Coleman's Crossing TIF Fund is a debt service fund used to account for the debt proceeds used for and the payments in lieu of tax receipts realized by the development of the Coleman's Crossing area. These proceeds will be utilized to repay the debt issued for completion of this project.

Capital Improvements Project Fund (CIP) - This Capital Project fund is used to account for the accumulation of funds for the acquisition of capital assets and/or the construction of major capital facilities.

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

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Basis of Presentation - Fund Accounting (Continued)**

***Proprietary Funds***

All proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the Statement of Net Position. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in total net position.

Enterprise Funds - These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, whereby the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City's major enterprise funds are:

Sewer Fund – This fund is used to account for the operation of the City's sanitary sewer service.

Water Fund – This fund is used to account for the operation of the City's water service.

Stormwater Fund – This fund is used to account for the operation of the City's surface water drainage system.

Sanitation Fund – This fund is used to account for the operation of the City's sanitation (refuse) pickup and disposal service.

***Fiduciary Funds***

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations or other governments and therefore not available to support the City's own programs. The agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operation. These funds operate on a full accrual basis of accounting. The City has three agency funds. These funds are used to account for monies received by the City in situations where the City's role is purely custodial in nature. The three funds are the Municipal Court Fund, which accounts for monies that flow through the municipal court office, the Law Library Fund, which is used to account for monies collected from traffic fines until they are remitted to other entities and the Unclaimed Monies Fund, where the City is holding unclaimed funds due to others.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation – Financial Statements**

**Government-wide Financial Statements** – The Statement of Net Position and the Statement of Activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide Statement of Activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function or program of the City's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the City.

**Fund Financial Statements** – Fund financial statements report detailed information about the City. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and deferred outflows of resources and current liabilities and deferred inflows of resources, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation – Financial Statements (Continued)**

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

**D. Basis of Accounting**

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses in the accounts and reported in the financial statements, and relates to the timing of the measurements made. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the modified accrual basis when the exchange takes place and the resources are available. The term "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which for the City is 60 days after year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt which is recognized when due.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, payments in lieu of taxes, grants, entitlements and donations. Revenue from income taxes is recognized in the period in which the income is earned and is available. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied and the revenue is available. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specific purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. Revenue considered susceptible to accrual at year end includes income taxes withheld by employers, interest on investments, state levied locally shared taxes (including motor vehicle license fees and local government assistance). Licenses, permits, charges for service and other miscellaneous revenues are recorded as revenue when received in cash because generally this revenue is not measurable until received.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Basis of Accounting** (Continued)

Special assessment installments, which are measurable, but not available at December 31, are recorded as deferred inflow of resources – unavailable amount. Property taxes measurable as of December 31, 2012, but which are not intended to finance 2012 operations and delinquent property taxes, whose availability is indeterminate, are recorded as deferred inflow of resources as further described in Note 7. “Taxes”.

The accrual basis of accounting is utilized for reporting purposes by the proprietary funds and fiduciary funds. Revenues are recognized when they are earned and expenses recognized when incurred.

**E. Deferred Inflows/Outflows of Resources**

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expenses/expenditures) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. On the government-wide statement of net position and governmental funds balance sheet, property taxes that are intended to finance future fiscal periods are reported as deferred inflows. In addition, the governmental funds balance sheet reports deferred inflows which arise only under a modified accrual basis of accounting. Accordingly, the item, *unavailable amounts*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable amounts for delinquent property taxes, income taxes, special assessments, and state levied shared taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**F. Budgetary Process**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation ordinance are subject to amendment throughout the year.

All funds other than agency funds are legally required to be budgeted and appropriated; however, only governmental funds are required to be reported. The only funds required to be reported in the basic financial statements are the General Fund and any major special revenue funds. The primary level of budgetary control is at the object level within each department. Budgetary modifications may be made only by ordinance of the City Council.

**1. Tax Budget**

The Director of Finance and the City Manager submit an annual tax budget for the following fiscal year to City Council by July 15 for consideration and passage. The adopted budget is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year for the period January 1 to December 31 of the following year.

The budget commission has waived the filing of the budget.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**F. Budgetary Process (Continued)**

2. Estimated Resources

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by October 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or if actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 2012.

3. Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 through December 31. The appropriation ordinance establishes spending controls at the fund, department and object level, the legal level of control. The appropriation ordinance may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified by the County Budget Commission. The allocation of appropriations among departments and objects within a fund may be modified during the year by an ordinance of City Council. During 2012, several supplemental appropriations were necessary to budget the use of contingency funds, intergovernmental grant proceeds and capital improvement projects. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual--General Fund and Street Maintenance Fund" are provided on the budgetary basis to provide a comparison of actual results with the final budget, including all amendments and modifications.

4. Encumbrances

As part of formal budgetary control, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures (budget basis) in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. However, on the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities and are reported as part of fund balances in the accompanying basic financial statements.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**F. Budgetary Process (Continued)**

**5. Lapsing of Appropriations**

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the subsequent fiscal year and need not be reappropriated.

**6. Budgetary Basis of Accounting**

The City's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on a cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting. On the budgetary basis investment earnings are recognized when realized, whereas on a GAAP basis unrealized gains and losses are recognized when investments are adjusted to fair value.

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***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**F. Budgetary Process (Continued)**

**6. Budgetary Basis of Accounting (Continued)**

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

| <u>Net Change In Fund Balance</u>                                |                             |
|--|-----------------------------|
|  | <u>General<br/>Fund</u>     |
| GAAP Basis (as reported)   | (\$2,430,974)               |
| Increase (Decrease):   |                             |
| Accrued Revenues at<br>December 31, 2012<br>received during 2013 | (1,938,526)                 |
| Accrued Revenues at<br>December 31, 2011<br>received during 2012 | 1,762,387                   |
| Accrued Expenditures at<br>December 31, 2011<br>paid during 2012 | 587,039                     |
| Accrued Expenditures at<br>December 31, 2011<br>paid during 2012 | (630,502)                   |
| 2011 Prepays for 2012  | 96,470                      |
| 2012 Prepays for 2013  | (106,725)                   |
| 2011 Adjustment to Fair Value                                    | 28,973                      |
| 2012 Adjustment to Fair Value                                    | (35,450)                    |
| Outstanding Encumbrances   | (475,671)                   |
| 2011 Cash With Fiscal Agent                                      | 30,181                      |
| 2012 Cash With Fiscal Agent                                      | (87,094)                    |
| Perspective Difference:  |                             |
| Activity of Funds Reclassified<br>for GAAP Reporting Purposes    | <u>(30,000)</u>             |
| Budget Basis   | <u><u>(\$3,229,892)</u></u> |

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**G. Cash and Cash Equivalents**

Cash and cash equivalents include amounts in demand deposits, the State Treasury Asset Reserve (STAR Ohio) and certificates of deposit with original maturity dates of three months or less. The STAR Ohio is considered an investment for purposes of GASB Statement No. 3, but it is reported as a cash equivalent in the basic financial statements because it is a highly liquid instrument which is readily convertible to cash. The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintained its own cash and investment account. For purposes of the Statement of Cash Flows, the proprietary funds' shares of equity in pooled certificates of deposit are considered to be cash equivalents. See Note 6, "Cash, Cash Equivalents and Investments." Investment earnings of \$68,841 earned by other funds were credited to the General Fund as required by local statute.

**H. Investments**

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. The City allocates interest among certain funds based upon percentages mandated by City ordinance. In accordance with GASB Statement No. 31, "*Accounting and Financial Reporting for Certain Investments and for External Investment Pools*", the City records all its investments at fair value except for nonparticipating investment contracts (certificates of deposit) which are reported at cost, which approximates fair value. All investments, other than certificates of deposit, are considered, including those with a maturity of one year or less, and included in the calculation of the change in fair value. Fair value is determined by quoted market prices. See Note 6, "Cash, Cash Equivalents and Investments."

The City has invested funds in the STAR Ohio during 2012. 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 SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2012.

**I. Prepaid Items**

Payments made to vendors for services that will benefit periods beyond December 31, 2012, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**J. Capital Assets and Depreciation**

Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000.

1. Property, Plant and Equipment - Governmental Activities

Governmental activities capital assets are those not directly related to the business type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Position, but they are not reported in the Fund Financial Statements. All infrastructure acquired prior to the implementation of GASB Statement No. 34, “*Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*”, has been reported.

2. Property, Plant and Equipment – Business Type Activities

Contributed capital assets are recorded at fair market value at the date received. Capital assets include land, buildings, building improvements, machinery, equipment and infrastructure. Infrastructure is defined as long-lived capital assets that normally are stationary in nature and normally can be preserved for a significant number of years. Examples of infrastructure include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems. Estimated historical costs for governmental activities capital asset values were initially determined by identifying historical costs when such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain capital assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition.

Property, plant and equipment acquired by the proprietary funds are stated at cost (or estimated historical cost), including interest capitalized during construction and architectural and engineering fees where applicable. Contributed capital assets are recorded at fair market value at the date received. These assets are reported in both the Business-Type Activities column of the Government-wide Statement of Net Position and in the respective funds.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**J. Capital Assets and Depreciation (Continued)**

3. Depreciation

All capital assets are depreciated, excluding land and construction in progress. Depreciation has been provided using the straight-line method over the following estimated useful lives:

| Description                                      | Governmental and<br>Business-Type Activities<br>Estimated Lives (in years) |
|--|--|
| Buildings  | 40   |
| Improvements other than Buildings/Infrastructure | 10 - 15  |
| Infrastructure                                   | 10 - 40  |
| Machinery and Equipment                          | 5 - 10   |
| Vehicles   | 5 - 10   |

**K. Long-Term Debt**

Long-term liabilities are being repaid from the following funds:

| Obligation                            | Fund                    |
|---------------------------------------|-------------------------|
| General Obligation Bonds              | Debt Service Fund       |
|                                       | Water Fund              |
|                                       | Sewer Fund              |
| Mortgage Revenue Bonds                | Water Fund              |
|                                       | Sewer Fund              |
| Capital Leases                        | General Fund            |
| Long-Term Notes Payable               | Sewer Fund              |
| Ohio Public Works<br>Commission Loans | Water Fund              |
|                                       | Sewer Fund              |
| Compensated Absences                  | General Fund            |
|                                       | Street Maintenance Fund |
|                                       | Water Fund              |
|                                       | Sewer Fund              |
|                                       | Sanitation Fund         |
|                                       | Stormwater Fund         |

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**L. Compensated Absences**

Employees of the City earn vacation leave at various rates within limits specified under collective bargaining agreements or under statute.

The rate of cash compensation for sick leave payout varies within specified limits under collective bargaining agreements or under law. Employees are paid 25% of the accumulated sick time upon retirement. Employees are eligible for retirement at any age with at least 10 years of service. Compensation for sick leave is paid at the employee's full rate of pay at the time of termination or retirement.

In accordance with GASB Statement No. 16, "*Accounting for Compensated Absences*," the City records a liability for vacation time and sick leave when the obligation is attributable to services previously rendered or to rights that vest or accumulate, and when payment of the obligation is probable and can be reasonably determined.

For governmental funds, that portion of unpaid compensated absences that has matured is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." In the government wide Statement of Net Position, "Compensated Absences Payable" is recorded within the "Due Within One Year" account and the long-term portion of the liability is recorded within the "Due in More Than One Year" account. Compensated absences are expensed in the proprietary funds when earned and the related liability is reported within the fund.

**M. Net Position**

Net position represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflow of resources. Net investment in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**N. Fund Balances**

In the fund financial statements, fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the City is bound to honor constraints on the specific purpose for which amounts in the funds can be spent. Fund balance is reported in five components – nonspendable, restricted, committed, assigned and unassigned.

*Nonspendable* – Nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form or legally contractually required to be maintained intact.

*Restricted* – Restricted fund balance consists of amounts that have constraints placed on them either externally by third parties (creditors, grantors, contributors, or laws or regulations of other governments) or by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the City to assess, levy, charge or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement (compelled by external parties) that those resources be used only for the specific purposes stipulated in the legislation.

*Committed* – Committed fund balance consists of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the City’s highest level of decision making authority. For the City, these constraints consist of ordinances passed by City Council. Committed amounts cannot be used for any other purpose unless the City removes or changes the specified use by taking the same type of action (ordinance) it employed previously to commit those amounts.

*Assigned* – Assigned fund balance consists of amounts that are constrained by the City’s intent to be used for specific purposes, but are neither restricted nor committed. The City has no formal policy authorizing a body or official to assign amounts for specific purposes.

*Unassigned* – Unassigned fund balance consists of amounts that have not been restricted, committed or assigned to specific purposes within the General Fund as well as negative fund balances in all other governmental funds.

When both restricted and unrestricted resources are available for use, it is the City’s policy to use restricted resources first, then unrestricted resources (committed, assigned and unassigned) as they are needed. The City has a target minimum fund balance policy for the General Fund of \$3.5 million.

**O. Pensions**

The provision for pension cost is recorded when the related payroll is accrued and the obligation is incurred.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**P. Interfund Activity**

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

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. In addition, interfund transfers between governmental funds are eliminated for reporting on the government-wide financial statements. Only transfers between governmental activities and business-type activities are reported on the Statement of Activities.

**Q. Estimates**

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

**R. Operating Revenues and Expenses**

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for water treatment and distribution, wastewater collection and treatment, maintenance of storm water collection systems, and collection of solid waste refuse. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**S. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Council and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2012.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**A. Explanation of certain differences between the governmental fund Balance Sheet and the government-wide Statement of Net position**

The governmental fund Balance Sheet includes a reconciliation between fund balance – total governmental funds and net position of governmental funds as reported in the government-wide Statement of Net Position. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

*Other long-term assets not available to pay for current-period expenditures:*

|                                 |             |
|---------------------------------|-------------|
| Income Tax Revenue              | \$1,774,823 |
| Delinquent Property Tax Revenue | 80,538      |
| Intergovernmental Revenues      | 617,053     |
| Charges for Services            | 458,297     |
| Special Assessment Revenue      | 147,411     |
|                                 | <hr/>       |
|                                 | \$3,078,122 |

*Long-Term liabilities not reported in the funds:*

|                                    |                |
|------------------------------------|----------------|
| General Obligation Bonds Payable   | (\$19,548,658) |
| Capital Leases                     | (262,348)      |
| Accrued Interest on Long-Term Debt | (114,353)      |
| Compensated Absences Payable       | (1,055,048)    |
|                                    | <hr/>          |
|                                    | (\$20,980,407) |

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***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)**

**B. Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the government-wide Statement of Activities**

The governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government – wide Statement of Activities. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

*Amount by which capital outlay exceeded depreciation in the current period:*

|                      |                    |
|----------------------|--------------------|
| Capital Outlay       | \$15,430,314       |
| Depreciation Expense | <u>(2,865,615)</u> |
|                      | \$12,564,699       |

*Governmental revenues not reported in the funds:*

|   |                 |
|---|-----------------|
| Increase in Delinquent Income Tax Revenue | \$887,226       |
| Decrease in Delinquent Property Tax       | (5,685)         |
| Increase in Intergovernmental Revenue     | 58,036          |
| Increase in Charges for Services          | 172,338         |
| Decrease in Special Assessment Revenue    | <u>(12,181)</u> |
|   | \$1,099,734     |

*Expenses not requiring the use of current financial resources:*

|  |                  |
|--|------------------|
| Increase in Compensated Absences Payable | (\$66,626)       |
| Expense of Bond Issuance Costs           | <u>(197,192)</u> |
|  | (\$263,818)      |

**NOTE 3 - COMPLIANCE AND ACCOUNTABILITY**

**A. Fund Deficits**

The fund deficits at December 31, 2012 of \$11,246,397 in the Coleman’s Crossing TIF Fund (debt service fund), and \$19,891 in the Safe Routes to School Grant Fund (capital projects fund) arise from the recording of general obligation notes payable within the individual fund, and the recording of a retainage payable respectively. The General Fund provides transfers when cash is required, not when accruals occur.

**CITY OF MARYSVILLE, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

**NOTE 4 – FUND BALANCE CLASSIFICATION**

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

| Fund Balances                          | General Fund       | Coleman's Crossing TIF Fund | Capital Improvements Project Fund (CIP) | Other Governmental Funds | Total Governmental Funds |
|--|--------------------|-----------------------------|---|--------------------------|--------------------------|
| Nonspendable:                          |                    |                             |   |                          |                          |
| Prepaid Items                          | \$106,725          | \$0                         | \$0                                     | \$19,173                 | \$125,898                |
| Restricted:                            |                    |                             |   |                          |                          |
| Capital Improvements                   | 0                  | 0                           | 4,724,236                               | 0                        | 4,724,236                |
| Street Maintenance                     | 0                  | 0                           | 0                                       | 560,310                  | 560,310                  |
| Police Pension                         | 0                  | 0                           | 0                                       | 10,668                   | 10,668                   |
| Fire Pension                           | 0                  | 0                           | 0                                       | 10,668                   | 10,668                   |
| Police Grant                           | 0                  | 0                           | 0                                       | 5,144                    | 5,144                    |
| Fire Grant                             | 0                  | 0                           | 0                                       | 2,827                    | 2,827                    |
| Law Enforcement Trust                  | 0                  | 0                           | 0                                       | 15,497                   | 15,497                   |
| Mandatory Drug Fine                    | 0                  | 0                           | 0                                       | 73,821                   | 73,821                   |
| Alcohol Treatment and Education        | 0                  | 0                           | 0                                       | 27,228                   | 27,228                   |
| Indigent Drivers Treatment             | 0                  | 0                           | 0                                       | 161,880                  | 161,880                  |
| State Highway Improvements             | 0                  | 0                           | 0                                       | 130,488                  | 130,488                  |
| Debt Service Payments                  | 0                  | 0                           | 0                                       | 25,952                   | 25,952                   |
| Court Computer and Research            | 0                  | 0                           | 0                                       | 177,732                  | 177,732                  |
| Municipal Court Computer               | 0                  | 0                           | 0                                       | 202,316                  | 202,316                  |
| Municipal Court Special Projects       | 0                  | 0                           | 0                                       | 271,946                  | 271,946                  |
| Court Probation Fee                    | 0                  | 0                           | 0                                       | 208,660                  | 208,660                  |
| CHIP Grant                             | 0                  | 0                           | 0                                       | 34,497                   | 34,497                   |
| Municipal Court Local Interlock        | 0                  | 0                           | 0                                       | 75,017                   | 75,017                   |
| Municipal Court State Interlock        | 0                  | 0                           | 0                                       | 102,222                  | 102,222                  |
| Neighborhood Stabilization             | 0                  | 0                           | 0                                       | 237                      | 237                      |
| Scottslawn Road Widening               | 0                  | 0                           | 0                                       | 3,930                    | 3,930                    |
| Industrial Parkway Culvert Replacement | 0                  | 0                           | 0                                       | 2,654                    | 2,654                    |
| CDBG Grant                             | 0                  | 0                           | 0                                       | 17,039                   | 17,039                   |
| Job Readiness Site Grrant              | 0                  | 0                           | 0                                       | 163,246                  | 163,246                  |
| Maple Street Bridge Rehab              | 0                  | 0                           | 0                                       | 63,056                   | 63,056                   |
| County Home Road Improvement           | 0                  | 0                           | 0                                       | 162,177                  | 162,177                  |
| Total Restricted                       | <u>0</u>           | <u>0</u>                    | <u>4,724,236</u>                        | <u>2,509,212</u>         | <u>7,233,448</u>         |
| Committed:                             |                    |                             |   |                          |                          |
| Univenture Financial Incentive         | 38,335             | 0                           | 0                                       | 0                        | 38,335                   |
| Swimming Pool                          | 0                  | 0                           | 0                                       | 89,442                   | 89,442                   |
| City Events                            | 0                  | 0                           | 0                                       | 8,579                    | 8,579                    |
| Milford Avenue Improvement             | 0                  | 0                           | 0                                       | 8,975                    | 8,975                    |
| Parkland Development                   | 0                  | 0                           | 0                                       | 24,840                   | 24,840                   |
| Eljer Park                             | 0                  | 0                           | 0                                       | 31,523                   | 31,523                   |
| Cemetery Maintenance                   | 0                  | 0                           | 0                                       | 15,060                   | 15,060                   |
| Cemetery Endowment                     | 0                  | 0                           | 0                                       | 10,274                   | 10,274                   |
| Pedestrian Bridge                      | 0                  | 0                           | 0                                       | 100,000                  | 100,000                  |
| Total Committed                        | <u>38,335</u>      | <u>0</u>                    | <u>0</u>                                | <u>288,693</u>           | <u>327,028</u>           |
| Assigned Encumbrances                  | 377,780            | 0                           | 0                                       | 0                        | 377,780                  |
| Unassigned                             | 6,711,664          | (11,246,397)                | 0                                       | (19,891)                 | (4,554,624)              |
| Total Fund Balances                    | <u>\$7,234,504</u> | <u>(\$11,246,397)</u>       | <u>\$4,724,236</u>                      | <u>\$2,797,187</u>       | <u>\$3,509,530</u>       |

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 5 – CHANGE IN ACCOUNTING PRINCIPLE**

For 2012 the City implemented GASB Statement No. 62, “*Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*,” GASB Statement No. 63, “*Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*” and GASB Statement No. 65, “*Items Previously Reported as Assets and Liabilities*”.

Statement No. 62 incorporated into the GASB’s authoritative literature certain accounting and financial reporting guidance that is included in Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the American Institute of Certified Public Accountants’ (AICPA) Committee on Accounting Procedure issued on or before November 30, 1989 which do not conflict with or contradict GASB pronouncements.

Statement No. 63 provides guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position and related disclosures. GASB 63 standardizes the presentation of deferred outflows of resources and deferred inflows of resources and their effects on a government’s net position.

Statement No. 65 provides guidance on how to properly classify items that were previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources. In addition, guidance is provided on recognizing certain items that were previously reported as assets and liabilities as outflows of resources (expenses or expenditures) or inflows of resources (revenues).

The implementation of these GASB Statements had no impact on beginning of year fund balance/net position.

**NOTE 6 - CASH, CASH EQUIVALENTS AND INVESTMENTS**

Cash resources of several individual funds are combined to form a pool of cash and investments.

Statutes require the classification of funds held by the City into three categories:

Category 1 consists of "active" funds - those funds required to be kept in "cash" or "near cash" status for immediate use by the City. Such funds must be maintained either as cash in the City Treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of "inactive" funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing no later than the end of the current period of designation of depositories.

Category 3 consists of "interim" funds - those funds not needed for immediate use but needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 6 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).
- Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred and eighty days from the date of purchase in an amount not to exceed twenty-five percent of the interim moneys available for investment at any one time.

**A. Deposits**

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned. The City's policy is to place deposits with major local banks. All deposits, except for deposits held by fiscal and escrow agents or trustees, are collateralized with eligible securities. The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Collateral permitted by Chapter 135 of the ORC is limited to obligations of the United States and its agencies, bonds of any state, and bonds and other obligations of any country, municipal corporation or other legally constituted authority of the State of Ohio, or any instrumentality of such county, municipal corporation or other authority. Such collateral, as permitted by Chapter 135 of the ORC is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at a Federal Reserve Bank in the name of the City.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

**NOTE 6 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

**A. Deposits (Continued)**

At year end the carrying amount of the City's deposits was \$11,195,992 and \$7,296,280 of the City's bank balance of \$11,285,600 was exposed to custodial credit risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, not in the City's name.

**B. Investments**

The City's investments at December 31, 2012 are summarized below:

|                     | Fair Value   | Investment Maturities (in Years) |              |             |
|---------------------|--------------|----------------------------------|--------------|-------------|
|                     |              | less than 1                      | 1-3          | 3-5         |
| STAR Ohio           | \$791,550    | \$791,550                        | \$0          | \$0         |
| FNMA                | 7,769,173    | 0                                | 6,982,687    | 786,486     |
| FHLMC               | 2,579,119    | 1,001,758                        | 1,577,361    | 0           |
| FHLB                | 4,173,696    | 2,857,693                        | 1,316,003    | 0           |
| FFCB                | 3,039,480    | 0                                | 0            | 3,039,480   |
| Commercial Paper    | 4,242,950    | 4,242,950                        | 0            | 0           |
| U.S. Treasury Notes | 585,502      | 0                                | 585,502      | 0           |
| Negotiable CD's     | 8,299,465    | 5,254,439                        | 2,003,080    | 1,041,946   |
| Total Investments   | \$31,480,935 | \$14,148,390                     | \$12,464,633 | \$4,867,912 |

*Interest Rate Risk* – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with the investment policy, the City manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio.

*Credit Risk* – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. While the City has no policy, it limits its investments to mutual funds, negotiable CD's, U.S. Government Agency Securities, Commercial Paper, Banker's Acceptances and STAR Ohio. Investments in U.S. Government Agency Securities and negotiable certificates of deposit were rated AAA by Standard and Poor's. Investments in STAR Ohio were rated AAAM by Standard & Poor's. Investments in commercial paper were rated A-1+ by Standard and Poor's.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 6 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

**B. Investments** (Continued)

*Custodial Credit Risk* – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. For deposits, custodial credit risk is the risk that in the event of a bank failure, the City’s deposits may not be returned to it. The City does not have a policy for custodial credit risk.

*Concentration of Credit Risk* – Concentration of credit risk is the risk of loss attributed to the magnitude of a government’s investment in a single issuer. The City’s investment policy allows investments in money market accounts, certificates of deposit or within financial institutions within the State of Ohio as designated by the Federal Reserve Board. The City has invested 25% of its investments in FNMA, 8% in FHLMC, 13% in FHLB, 10% in FFCB, 13% in Commercial Paper, 2% in Treasury Notes, 26% in negotiable CD’s and 3% in STAR Ohio.

**NOTE 7 - TAXES**

**A. Property Taxes**

Property taxes include amounts levied against all real estate and public utility property, and tangible personal property used in business and located in the City. Real property taxes (other than public utility) collected during 2012 were levied after October 1, 2011 on assessed values as of January 1, 2011, the lien date. Assessed values were established by the County Auditor at 35% of appraised market value. All property is required to be reappraised every six years, and equalization adjustments are made in the third year following reappraisal. The last revaluation was completed in 2007 and the equalization adjustment was completed in 2010. Real property taxes are payable annually or semi-annually. The first payment is due January 20; the remainder is payable by June 20.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 7 - TAXES (Continued)**

**A. Property Taxes (Continued)**

Public utility real property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Certain public utility tangible personal property is currently assessed at 100% of its true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

The County Treasurer collects property taxes on behalf of all taxing districts in the County including the City of Marysville. The County Auditor periodically remits to the City its portion of the taxes collected.

The full tax rate for the City's operations for the year ended December 31, 2012 was \$5.20 per \$1,000 of assessed value. The assessed value upon which the 2012 receipts were based was \$387,412,760. This amount constitutes \$378,024,310 in real property assessed value and \$9,388,450 in public utility assessed value.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is .52% (5.20 mills) of assessed value.

**B. Income Tax**

The City levies an income tax of 1.5 percent on all income earned within the City as well as on incomes of residents earned outside the City. Prior to January 1, 2005, the City allowed a credit of up to 50 percent of the tax paid to another municipality, not to exceed the amount owed for incomes of residents earned outside the City. Effective January 1, 2005 this credit was repealed making the tax owed by all residents of the City a full 1.5% of earned income. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City on a monthly or quarterly basis depending on the amount being withheld. Corporations and other individual taxpayers are also required to pay their estimated tax at least quarterly and file a final return annually. Income tax revenues and expenditures for collecting, administering, and enforcing the tax are recorded in the General Fund. Filing is required and returns are due by April 15.

**CITY OF MARYSVILLE, OHIO**

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**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

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**NOTE 8 - RECEIVABLES**

Receivables at December 31, 2012 consisted of taxes, payments in lieu of taxes, accounts receivable, special assessments and intergovernmental receivables arising from shared revenues.

**NOTE 9 - TRANSFERS**

Following is a summary of transfers in and out for all funds for 2012:

| Transfers In:                     | Transfers Out:     |                          |                    |
|-----------------------------------|--------------------|--------------------------|--------------------|
|                                   | General Fund       | Other Governmental Funds | Total              |
| Capital Improvements Project Fund | \$4,142,000        | \$0                      | \$4,142,000        |
| Coleman's Crossing TIF            | 0                  | 51                       | 51                 |
| Other Governmental Funds          | 3,675,645          | 0                        | 3,675,645          |
| Total                             | <u>\$7,817,645</u> | <u>\$51</u>              | <u>\$7,817,696</u> |

Transfers are used to move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

All transfers were made in accordance with the Ohio Revised Code sections 5705.14, 5705.15, and 5705.16.

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

**NOTE 10 - CAPITAL ASSETS**

**A. Governmental Activities Capital Assets**

Summary by category of changes in governmental activities capital assets at December 31, 2012:

| <i>Historical Cost:</i>                      |                      |                 |               |                      |
|--|----------------------|-----------------|---------------|----------------------|
| Class  | December 31,<br>2011 | Additions       | Deletions     | December 31,<br>2012 |
| <i>Capital assets not being depreciated:</i> |                      |                 |               |                      |
| Land   | \$1,315,959          | \$0             | \$0           | \$1,315,959          |
| Construction in Progress                     | 4,934,818            | 14,556,678      | (705,144)     | 18,786,352           |
| Subtotal                                     | 6,250,777            | 14,556,678      | (705,144)     | 20,102,311           |
| <i>Capital assets being depreciated:</i>     |                      |                 |               |                      |
| Buildings                                    | 3,635,874            | 0               | 0             | 3,635,874            |
| Improvements Other Than Buildings            | 2,254,751            | 48,290          | 0             | 2,303,041            |
| Machinery and Equipment                      | 1,600,044            | 88,687          | (23,021)      | 1,665,710            |
| Vehicles                                     | 4,078,888            | 565,714         | (278,771)     | 4,365,831            |
| Infrastructure                               | 84,410,409           | 1,301,729       | 0             | 85,712,138           |
| Subtotal                                     | 95,979,966           | 2,004,420       | (301,792)     | 97,682,594           |
| Total Cost                                   | \$102,230,743        | \$16,561,098    | (\$1,006,936) | \$117,784,905        |
| <i>Accumulated Depreciation:</i>             |                      |                 |               |                      |
| Class  | December 31,<br>2011 | Additions       | Deletions     | December 31,<br>2012 |
| Buildings                                    | (\$2,002,992)        | (\$100,217)     | \$0           | (\$2,103,209)        |
| Improvements Other Than Buildings            | (1,510,687)          | (121,611)       | 0             | (1,632,298)          |
| Machinery and Equipment                      | (1,069,836)          | (132,610)       | 12,662        | (1,189,784)          |
| Vehicles                                     | (2,200,713)          | (265,683)       | 274,571       | (2,191,825)          |
| Infrastructure                               | (52,514,786)         | (2,245,494)     | 0             | (54,760,280)         |
| Total Depreciation                           | (\$59,299,014)       | (\$2,865,615) * | \$287,233     | (\$61,877,396)       |
| <i>Net Value:</i>                            | \$42,931,729         |                 |               | \$55,907,509         |

\* Depreciation expenses were charged to governmental functions as follows:

|   |             |
|---|-------------|
| General Government                        | \$406,113   |
| Security of Persons and Property - Police | 94,344      |
| Security of Persons and Property - Fire   | 115,711     |
| Security of Persons and Property - Other  | 1,460       |
| Public Health and Welfare Services        | 8,773       |
| Transportation                            | 2,138,593   |
| Community Environment                     | 24,384      |
| Leisure Time Activities                   | 76,237      |
| Total Depreciation Expense                | \$2,865,615 |

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

**NOTE 10 - CAPITAL ASSETS (continued)**

**B. Business-Type Activities Capital Assets**

Summary by Category at December 31, 2012:

*Historical Cost:*

| Class  | December 31,<br>2011 | Additions   | Deletions     | December 31,<br>2012 |
|--|----------------------|-------------|---------------|----------------------|
| <i>Capital assets not being depreciated:</i> |                      |             |               |                      |
| Land   | \$4,142,235          | \$0         | \$0           | \$4,142,235          |
| Construction in Progress                     | 4,211,268            | 1,301,953   | (1,570,708)   | 3,942,513            |
| Subtotal                                     | 8,353,503            | 1,301,953   | (1,570,708)   | 8,084,748            |
| <i>Capital assets being depreciated:</i>     |                      |             |               |                      |
| Buildings                                    | 107,683,913          | 0           | 0             | 107,683,913          |
| Improvements Other Than Buildings            | 24,988,964           | 752,070     | 0             | 25,741,034           |
| Machinery and Equipment                      | 1,672,993            | 174,903     | 0             | 1,847,896            |
| Vehicles                                     | 1,795,138            | 0           | 0             | 1,795,138            |
| Infrastructure                               | 83,994,451           | 1,746,509   | 0             | 85,740,960           |
| Subtotal                                     | 220,135,459          | 2,673,482   | 0             | 222,808,941          |
| Total Cost                                   | \$228,488,962        | \$3,975,435 | (\$1,570,708) | \$230,893,689        |

*Accumulated Depreciation:*

| Class                             | December 31,<br>2011 | Additions     | Deletions | December 31,<br>2012 |
|-----------------------------------|----------------------|---------------|-----------|----------------------|
| Buildings                         | (\$9,069,693)        | (\$2,675,922) | \$0       | (\$11,745,615)       |
| Improvements Other Than Buildings | (2,178,186)          | (689,014)     | 0         | (2,867,200)          |
| Machinery and Equipment           | (954,601)            | (138,020)     | 0         | (1,092,621)          |
| Vehicles                          | (1,065,558)          | (131,797)     | 0         | (1,197,355)          |
| Infrastructure                    | (18,367,232)         | (2,116,233)   | 0         | (20,483,465)         |
| Total Depreciation                | (\$31,635,270)       | (\$5,750,986) | \$0       | (\$37,386,256)       |
| <i>Net Value:</i>                 | \$196,853,692        |               |           | \$193,507,433        |

**NOTE 11 – DEFINED BENEFIT PENSION PLANS**

All of the City’s full-time employees participate in one of two separate retirement systems which are cost-sharing multiple employer defined benefit pension plans.

**A. Ohio Public Employees Retirement System (“OPERS”)**

The following information was provided by OPERS to assist the City in complying with GASB Statement No. 27, “Accounting for Pensions by State and Local Government Employers.”

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)**

**A. Ohio Public Employees Retirement System (“OPERS”) (Continued)**

All employees of the City, except full-time uniformed police officers and full-time firefighters, participate in one of the three pension plans administered by OPERS: the Traditional Pension Plan (TP), the Member-Directed Plan (MD), and the Combined Plan (CO). The TP Plan is a cost-sharing multiple employer defined benefit pension plan. The MD Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the MD Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon. The CO Plan is a cost-sharing multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan. Under the CO Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the TP Plan. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the MD Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the TP Plan and CO Plan. Members of the MD Plan do not qualify for ancillary benefits, including postemployment health care benefits. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Ohio Public Employees Retirement System issues a stand-alone financial report that includes financial statements and required supplementary information for OPERS. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, by making a written request to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

The ORC provides statutory authority for employee and employer contributions. For 2012, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 10.0%. The 2012 employer contribution rate for local government employer units was 14.00% of covered payroll, which is the maximum contribution rate set by State statutes. Employer contribution rates are actuarially determined. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits. The portion of employer contributions allocated to pension obligations for members in the Traditional Plan was 10.0% for calendar year 2012. The portion of employer contributions allocated to pension obligations for members in the Combined Plan was 7.95% for calendar year 2012. The contribution requirements of plan members and the City are established and may be amended by the OPERS Board. The City’s contributions for pension obligations to OPERS for the years ending December 31, 2012, 2011, and 2010 were \$710,142, \$739,787 and \$703,225, respectively, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)**

**B. Ohio Police and Fire Pension Fund (“OP&F”)**

All City full-time police officers and full-time firefighters participate in OP&F, a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. Contribution requirements and benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the ORC. The Ohio Police and Fire Pension Fund issues a stand-alone financial report that includes financial statements and required supplementary information for the plan. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164 or by calling (614) 228-2975.

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0% respectively for police officers and firefighters. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for 2012, 12.75% of annual covered salary for police and 17.25% of annual covered salary for firefighters, respectively, were the portions used to fund pension obligations. The City’s contributions for pension obligations to the OP&F Fund for the years ending December 31, 2012, 2011, and 2010 were \$391,642, \$402,739 and \$377,075 for police and \$454,648, \$471,143 and \$443,905 for firefighters, respectively, which were equal to the required contributions for each year.

**NOTE 12 - POSTEMPLOYMENT BENEFITS**

**A. Ohio Public Employees Retirement System (“OPERS”)**

Plan Description – OPERS administers three separate pension plans: the Traditional Pension Plan – a cost-sharing, multiple-employer defined benefit pension plan; the Member directed Plan – a defined contribution plan; and the Combined Plan – a cost sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

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

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 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 is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 12 - POSTEMPLOYMENT BENEFITS (Continued)**

**A. Ohio Public Employees Retirement System (“OPERS”) (Continued)**

The ORC permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the ORC.

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, by making a written request to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

Funding Policy – The ORC provides the statutory authority requiring public employers to fund post retirement health care coverage through their contributions to OPERS. A portion of each employer’s contribution to OPERS is set aside for the funding of post retirement health care benefits. Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2012, local government employers contributed at a rate of 14.00% of covered payroll. The ORC currently limits the employer contribution to a rate not to exceed 14.0% of covered payroll for local government employers. Active members do not make contributions to the OPEB plan.

The OPERS Postemployment Health Care plan was established under, and is administered in accordance with Internal Revenue Code 401(h). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of postemployment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional Plan was 4.0% for calendar year 2012. The portion of employer contributions allocated to health care for members in the Combined Plan was 6.05% for calendar year 2012. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions for health care to the OPERS for the years ending December 31, 2012, 2011, and 2010 were \$202,897, \$211,368 and \$255,337, respectively, which were equal to the required contributions for each year.

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the recent passage of pension legislation under SB 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4 percent of the employer contributions toward the health care fund after the end of the transition period.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 12 - POSTEMPLOYMENT BENEFITS (Continued)**

**B. Ohio Police and Fire Pension Fund (“OP&F”)**

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

OP&F provides access to post-retirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

The ORC permits, but does not mandate, OP&F to provide OPEB benefits. Authority to establish and amend benefits is provided in Chapter 742 of the ORC.

OP&F issues a stand-alone financial report that includes financial information and required supplementary information for the plan. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy – The ORC provides for contribution requirements of the participating employers and of plan members to the OP&F. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.5% and 24.0% of covered payroll for police and fire employers, respectively. The ORC states that the employer contribution may not exceed 19.5% of covered payroll for police employer units and 24.0% of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2012, the employer contribution allocated to the health care plan was 6.75% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees’ primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h). The OP&F Board of Trustees also is authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions for health care to the OP&F for the years ending December 31, 2012, 2011, and 2010 were \$135,568, \$139,410 and \$130,468 for police and \$157,308, \$163,016 and \$121,927 for firefighters, respectively, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 13 – COMPENSATED ABSENCES**

In accordance with GASB Statement No. 16, "*Accounting for Compensated Absences*," vacation and compensatory time are accrued as liabilities when an employee's right to receive compensation is attributable to services already rendered and it is probable the employee will be compensated through paid time off or some other means, such as cash payments at termination or retirement. Leave time that has been earned but is unavailable for use as paid time off or as some other form of compensation because an employee has not met the minimum service time requirement, is accrued to the extent that it is considered to be probable that the conditions for compensation will be met in the future.

Sick leave is accrued using the vesting method, whereby the liability is recorded on the basis of leave accumulated by employees who are eligible to receive termination payments as of the balance sheet date, and on leave balances accumulated by other employees who are expected to become eligible in the future to receive such payments.

At December 31, 2012, the City's accumulated, unpaid compensated absences amounted to \$1,446,526, of which \$1,055,048 is recorded as a liability of the Governmental Activities and \$391,478 is recorded as a liability of the Business-Type Activities.

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**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

**NOTE 14 - NOTES PAYABLE**

The Ohio Revised Code provides that notes including renewal notes issued in anticipation of the issuance of general obligation bonds may be issued and outstanding from time to time up to a maximum period of 20 years from the date of issuance of the original notes. The maximum maturity for notes anticipating general obligation bonds payable from special assessments is five years. Any period in excess of five years must be deducted from the permitted maximum maturity of the bonds anticipated, and portions of the principal amount of notes outstanding for more than five years must be retired in amounts at least equal to and payable no later than those principal maturities required if the bonds had been issued at the expiration of the initial five year period.

|   | Issue<br>Date | Balance<br>December 31,<br>2011 | Issued<br>(Retired) | Balance<br>December 31,<br>2012 |
|---|---------------|---------------------------------|---------------------|---------------------------------|
| Governmental Activities:                  |               |                                 |                     |                                 |
| Debt Service Funds Notes Payable:         |               |                                 |                     |                                 |
| 2.88% Tax Increment Financing             | 10/20/11      | \$7,005,000                     | (\$7,005,000)       | \$0                             |
| 2.50% Tax Increment Financing             | 10/20/11      | 4,825,000                       | (4,825,000)         | 0                               |
| 1.76% Tax Increment Financing             | 10/20/12      | 0                               | 6,905,000           | 6,905,000                       |
| 1.76% Tax Increment Financing             | 10/20/12      | 0                               | 4,525,000           | 4,525,000                       |
| Total Debt Service Funds Notes Payable:   |               | <u>11,830,000</u>               | <u>(400,000)</u>    | <u>11,430,000</u>               |
| Capital Projects Fund Note Payable:       |               |                                 |                     |                                 |
| 1.25% Fire Station Improvement            | 10/25/11      | 2,300,000                       | (2,300,000)         | 0                               |
| 0.80% Fire Station Improvement            | 8/29/12       | 0                               | 2,300,000           | 2,300,000                       |
| 0.80% MSC BAN                             | 8/29/12       | 0                               | 3,500,000           | 3,500,000                       |
| Total Capital Project Fund Notes Payable: |               | <u>2,300,000</u>                | <u>3,500,000</u>    | <u>5,800,000</u>                |
| Total Governmental Notes Payable          |               | <u>\$14,130,000</u>             | <u>\$3,100,000</u>  | <u>\$17,230,000</u>             |
| Business Type Activities:                 |               |                                 |                     |                                 |
| Water Fund Note Payable:                  |               |                                 |                     |                                 |
| 1.50% Water Acquisition Note              | 1/20/11       | \$1,685,350                     | (\$1,685,350)       | \$0                             |
| Total Notes Payable                       |               | <u>\$15,815,350</u>             | <u>\$1,414,650</u>  | <u>\$17,230,000</u>             |

The 2011 Coleman's Crossing Tax Increment Financing Notes of \$11,830,000 bearing a rate of 2.5% matured on October 20, 2012 and were reissued as 2012 Coleman's Crossing Tax Increment Financing Notes of \$11,430,000 bearing a rate of 1.76%. These notes were issued to finance certain public improvements within the Coleman's Crossing Tax Increment Financing District. These notes will be retired from the City's Coleman's Crossing TIF Fund.

The 2011 Fire Station Improvement notes of \$2,300,000 bearing a rate of 1.25% matured on August 29, 2012 and were reissued as 2012 Fire Station Improvement Notes of \$2,300,000 bearing a rate of 0.8%. The notes were issued for the purpose of paying costs associated with designing, constructing, furnishing, and equipping a new fire station. These notes will be retired from the City's Capital Improvement Fund.

**CITY OF MARYSVILLE, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

**NOTE 14 - NOTES PAYABLE (Continued)**

The 2012 MSCBAN Notes of \$3,500,000 bearing a rate of 0.8% were issued to finance the cost of construction of the new Municipal Service Complex. These notes will be retired from the City's Capital Improvement Fund.

Water Acquisition Notes

The 2011 Water Acquisition Notes of \$1,685,350 bearing a rate of 1.50% were issued to finance the cost of acquiring certain improvements of a water supply and distribution system. These notes were retired from the City's Water Fund during 2012.

**NOTE 15 - LONG-TERM DEBT**

Long-term debt of the City at December 31, 2012 was as follows:

| Date Purchased                               | Description                     | Balance<br>December 31,<br>2011 | Additions   | (Reductions)  | Balance<br>December 31,<br>2012 | Amount Due<br>Within<br>One Year |
|--|---------------------------------|---------------------------------|-------------|---------------|---------------------------------|----------------------------------|
| Governmental Activities:                     |                                 |                                 |             |               |                                 |                                  |
| General Obligation Bonds:                    |                                 |                                 |             |               |                                 |                                  |
| 2007   | Various Purpose Refunding Bonds | \$5,790,000                     | \$0         | (\$540,000)   | \$5,250,000                     | \$570,000                        |
|  | Premium                         | 200,785                         | 0           | (21,706)      | 179,079                         | 21,706                           |
| 2011   | Facility Construction Bonds     | 14,585,000                      | 0           | (490,000)     | 14,095,000                      | 555,000                          |
|  | Premium                         | 25,944                          | 0           | (1,365)       | 24,579                          | 1,365                            |
| Total General Obligation Bonds               |                                 | 20,601,729                      | 0           | (1,053,071)   | 19,548,658                      | 1,148,071                        |
| Other Long-Term Obligations:                 |                                 |                                 |             |               |                                 |                                  |
|  | Compensated Absences Payable    | 988,422                         | 1,055,048   | (988,422)     | 1,055,048                       | 660,523                          |
|  | Capital Leases Payable          | 343,288                         | 0           | (80,940)      | 262,348                         | 84,109                           |
| Total Other Long-Term Obligations            |                                 | 1,331,710                       | 1,055,048   | (1,069,362)   | 1,317,396                       | 744,632                          |
| Total Governmental Activities Long-Term Debt |                                 | \$21,933,439                    | \$1,055,048 | (\$2,122,433) | \$20,866,054                    | \$1,892,703                      |

2007 Various Improvement Refunding Bonds

The Various Improvement general obligation bonds are serial bonds issued for the purpose of advance refunding a portion of the 2000 Various Improvement Bonds issued November 1, 2000 (\$6,225,000). The refunding was undertaken for the purpose of reducing interest rates and debt service on the prior bonds. This transaction resulted in a savings to the City of \$271,360. The 2007 bonds are not subject to redemption prior to maturity. The bonds mature on December 1, 2007 through December 1, 2017, and December 1, 2020 in the amount of \$6,515,000, at a redemption price equal to 100 percent of the principal plus accrued interest to the redemption date. The amount of \$6,673,981 from the 2007 bonds was placed in an escrow fund to defease the 2000 bonds which will be redeemed each June 1 and December 1 annually between 2007 and 2010. Bonds bear an interest rate from 4.00 to 5.00%. These bonds will be retired from the City's Debt Service Fund. \$5,429,079 was outstanding as of December 31, 2012.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 15- LONG-TERM DEBT (Continued)**

**2011 Facility Construction Bonds**

The Facility Construction general obligation bonds are serial bonds issued for the purpose of paying costs associated with designing, constructing, furnishing, and equipping a new police station and municipal courthouse facility. The bonds mature on December 1, 2020 through December 1, 2031, and December 1, 2020 in the amount of \$14,585,000, at a redemption price equal to 100 percent of the principal plus accrued interest to the redemption date. Bonds bear an interest rate from 2.00 to 4.375%. These bonds will be retired from the City's Debt Service Fund. \$14,119,579 was outstanding as of December 31, 2012.

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**CITY OF MARYSVILLE, OHIO**

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

**NOTE 15- LONG-TERM DEBT (Continued)**

| Date Purchased                                | Description                              | Balance<br>December 31,<br>2011 | Additions    | (Reductions)   | Balance<br>December 31,<br>2012 | Amount Due<br>Within<br>One Year |
|---|--|---------------------------------|--------------|----------------|---------------------------------|----------------------------------|
| Business-Type Activities:                     |  |                                 |              |                |                                 |                                  |
| Anticipation Notes                            |  |                                 |              |                |                                 |                                  |
| 2011  | Wastewater Acquisition Notes             | 1,754,650                       | 0            | (1,754,650)    | 0                               | 0                                |
| 2011  | Wastewater Treatment System Notes        | 24,750,000                      | 0            | (24,750,000)   | 0                               | 0                                |
| 2012  | Wastewater Acquisition Notes             | 0                               | 1,800,000    | 0              | 1,800,000                       | 1,800,000                        |
| 2012  | Wastewater Treatment System Notes        | 0                               | 24,750,000   | 0              | 24,750,000                      | 24,750,000                       |
| Total Anticipation Notes                      |  | 26,504,650                      | 26,550,000   | (26,504,650)   | 26,550,000                      | 26,550,000                       |
| General Obligation Bonds:                     |  |                                 |              |                |                                 |                                  |
| 2004  | Water Various Improvement Refunding      | 364,086                         | 0            | (177,938)      | 186,148                         | 186,148                          |
|   | Premium                                  | 964                             | 0            | (482)          | 482                             | 482                              |
| 2004  | Wastewater Various Improvement Refunding | 300,914                         | 0            | (147,063)      | 153,851                         | 153,851                          |
|   | Premium                                  | 668                             | 0            | (333)          | 335                             | 335                              |
| Total General Obligation Bonds                |  | 666,632                         | 0            | (325,816)      | 340,816                         | 340,816                          |
| Mortgage Revenue Bonds:                       |  |                                 |              |                |                                 |                                  |
| 2002  | Water System                             | 2,505,000                       | 0            | (2,505,000)    | 0                               | 0                                |
|   | Discount on Sale of Bonds                | (30,623)                        | 0            | 30,623         | 0                               | 0                                |
| 2003  | Water System                             | 5,800,000                       | 0            | (5,800,000)    | 0                               | 0                                |
|   | Premium on Sale of Bonds                 | 53,556                          | 0            | (53,556)       | 0                               | 0                                |
| 2006  | Sewer System                             | 83,736,250                      | 0            | (783,333)      | 82,952,917                      | 985,000                          |
|   | Premium on Sale of Bonds                 | 1,880,534                       | 0            | (55,310)       | 1,825,224                       | 55,310                           |
| 2007  | Sewer System                             | 31,555,000                      | 0            | (342,500)      | 31,212,500                      | 330,000                          |
|   | Premium on Sale of Bonds                 | 496,269                         | 0            | (14,179)       | 482,090                         | 14,179                           |
| 2007  | Water System                             | 21,045,000                      | 0            | (100,833)      | 20,944,167                      | 125,000                          |
|   | Discount on Sale of Bonds                | (18,952)                        | 0            | 729            | (18,223)                        | (729)                            |
| Total Mortgage Revenue Bonds                  |  | 147,022,034                     | 0            | (9,623,359)    | 137,398,675                     | 1,508,760                        |
| Ohio Public Works Commission Loans:           |  |                                 |              |                |                                 |                                  |
|   | Wastewater Treatment Plant Loan          | 20,885                          | 0            | (5,967)        | 14,918                          | 5,967                            |
|   | Sanitary Sewer Loan                      | 4,900                           | 0            | (1,960)        | 2,940                           | 1,960                            |
|   | Cherry Street and Ninth Street Water     | 576,579                         | 0            | (29,568)       | 547,011                         | 29,568                           |
| Total Ohio Public Works Commission Loans      |  | 602,364                         | 0            | (37,495)       | 564,869                         | 37,495                           |
| Other Long-Term Obligations:                  |  |                                 |              |                |                                 |                                  |
|   | Compensated Absences Payable             | 342,268                         | 391,478      | (342,268)      | 391,478                         | 197,674                          |
| Total Other Long-Term Obligations             |  | 342,268                         | 391,478      | (342,268)      | 391,478                         | 197,674                          |
| Total Business-Type Activities Long-Term Debt |  | \$175,137,948                   | \$26,941,478 | (\$36,833,588) | \$165,245,838                   | \$28,634,745                     |

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 15- LONG-TERM DEBT (Continued)**

Sewer Acquisition Notes

The 2011 Sewer Acquisition Note of \$1,754,650 bearing a rate of 1.5% matured on January 23, 2012. The Sewer Note was reissued as the 2012 Sewer Acquisition Note of \$1,800,000 bearing a rate of 1.00%. This note was issued to finance the cost of acquiring certain improvements of a sewage collection system. The note will be retired from the City's Sewer fund. On January 18, 2013 the Sewer note was retired with a bond anticipation note issue. (See Note 21)

Wastewater Treatment System and Trunk Sewer Notes

The 2011 Wastewater Treatment System Notes of \$24,750,000 bearing a rate of 1.25% were paid off on January 21, 2012 and were reissued as 2012 Wastewater Treatment System Notes of \$24,750,000 bearing a rate of 1.00%. These notes were issued to finance the cost of acquiring certain improvements of a sewage collection system and trunk line. These notes will be retired from the Sewer Fund. On May 30, 2013 these notes were retired with bond anticipation note issues. (See Note 21)

2004 Various Purpose Refunding Bonds

The Various Purpose Refunding general obligation bonds are serial bonds issued to currently refund \$3,714,000, including a call premium of \$29,000, of outstanding various purpose general obligation bonds issued in 1992 and 1994. The refunding was undertaken for the purpose of reducing interest rates and debt service on the prior bonds. This transaction resulted in a savings to the City of \$367,615. The 2004 bonds are not subject to redemption prior to maturity. The bonds mature on December 1, 2004, through December 1, 2013, in the amount of \$3,810,000, at a redemption price equal to 100 percent of the principal plus accrued interest to the redemption date. The amount of \$3,714,000 from the 2004 bonds was placed in an escrow fund to defease the 1992 and 1994 bonds which were then optionally redeemed on June 1, 2004. \$340,816 was outstanding as of December 31, 2012. Bonds bear an interest rate from 5.00 to 5.50%. These bonds will be retired from the City's Water and Sewer funds.

2002 Water System Mortgage Revenue Bonds

The Water System Mortgage Revenue Bonds are term bonds which have annual mandatory sinking fund redemption requirements. The bonds were retired during 2012 from the City's Water Fund.

2003 Water System Mortgage Revenue Refunding Bonds

The Water System Mortgage Revenue Refunding Bonds were issued to currently refund the City's Series 1993 water system mortgage revenue bonds. The refunding was undertaken for the purpose of reducing interest rates and debt service on the prior bonds. This transaction resulted in a savings to the City of \$667,605. On December 28, 2012, the City contributed cash that was used to purchase U.S. treasury securities and provided cash that was placed in an escrow account to defease the refunding bonds. The principal amount outstanding on the defeased bonds at December 31, 2012 was \$5,320,000. The trustee was directed to use the cash to purchase United States Treasury Securities. The anticipated earnings from the securities were determined to be sufficient to pay, when due, the remaining debt service payments. As a result, the old bonds are considered to be defeased and the liability for those bonds has been removed from the statement of net position.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 15- LONG-TERM DEBT (Continued)**

2006 Sewer System Mortgage Revenue Refunding Bonds

The Sewer System Mortgage Revenue Bonds are term bonds issued to advance refund \$13,345,000, including a call premium of \$693,172, of mortgage revenue bonds issued in 2005 and to currently refund \$55,000,000 of outstanding mortgage revenue bond anticipation notes issued in 2005 and to provide additional resources for constructing and installing certain sewer treatment system improvements. The bonds maturing on or after December 1, 2016, are subject to early redemption, at the sole option of the City, either in whole or in part on any date, on or after December 1, 2016 at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest. The Series 2006 Bonds maturing December 1, 2031, December 1, 2036, and December 1, 2046 are subject to mandatory sinking fund redemption prior to stated maturity. The amount of \$13,410,965 from the 2006 bonds was placed in an escrow fund to defease the 2005 bonds. The refunding bonds, which have an outstanding balance of \$11,489,740 at December 31, 2012, are not included in the City's debt since the City has in-substance satisfied its obligations through the advance refunding. The bonds bear an interest rate from 4.00 to 5.25%. These bonds will be retired from the City's Sewer Fund.

2007 Sewer System Mortgage Revenue Bonds

The Sewer System Mortgage Revenue Bonds are a combination of serial bonds maturing December 1, 2012 through December 1, 2023 and term bonds maturing December 1, 2027, December 1, 2037, and December 1, 2047, issued to provide funds for the acquisition, construction, expansion, rehabilitation, and improvement of the City's municipal wastewater collection and treatment system. The series 2007 bonds maturing after December 1, 2017 are subject to early redemption, at the sole option of the City, either in whole or in part on any date, on or after December 1, 2017 at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest. The Series 2007 Bonds maturing December 1, 2027, December 1, 2037, and December 1, 2047 are subject to mandatory sinking fund redemption prior to stated maturity. Bonds bear an interest rate from 4.00 to 5.00%. These bonds will be retired from the City's Sewer Fund.

2007 Water System Mortgage Revenue Bonds

The Water System Mortgage Revenue Bonds are a combination of serial bonds maturing December 1, 2008 through December 1, 2025 and term bonds maturing December 1, 2027, December 1, 2032, and December 1, 2038, issued to provide funds for the acquisition, construction, expansion, rehabilitation, and improvement of the City's municipal water system. The series 2007 bonds maturing after December 1, 2017 are subject to early redemption, at the sole option of the City, either in whole or in part on any date, on or after December 1, 2017 at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest. The Series 2007 Bonds maturing December 1, 2027, December 1, 2032, and December 1, 2038 are subject to mandatory sinking fund redemption prior to stated maturity. Bonds bear an interest rate from 3.75 to 5.00%. These bonds will be retired from the City's Water Fund.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 15 - LONG-TERM DEBT (Continued)**

2007 Water System Mortgage Revenue Bonds (Continued)

Fund assets, whose uses are restricted under the bond indenture, are presented as restricted assets on the statement of net position. Restricted assets relating to the sewer mortgage revenue bonds at December 31, 2012, were as follows:

|  |           |
|--|-----------|
| Restricted Assets Held by the Trustee      |           |
| Mortgage Revenue Bond Current Debt Service | \$420,309 |
| Mortgage Revenue Bond Reserve Fund         | 4,410,238 |

Restricted assets relating to the water mortgage revenue bonds at December 31, 2012, were as follows:

|                                       |     |
|---------------------------------------|-----|
| Restricted Assets Held by the Trustee |     |
| Mortgage Revenue Bond Reserve Fund    | 297 |

Pledged Revenues – In connection with the mortgage revenue bonds previously discussed, the City has pledged future customer revenues, net of specified operating expenses, to repay this debt. Pledged revenues of a given year may also include specified portions of cash balances carried over from the prior year. The bonds are payable, through their final maturities, solely from net revenues applicable to the respective water and sewer funds. The interest and principal remaining to be paid on these bonds is \$277,536,613. Principal and interest paid for the current year and total customer net revenues were \$9,672,417 and \$7,154,859, respectively on water revenue bonds and \$6,686,731 and \$9,555,924, respectively on sewer revenue bonds.

**A. Future Long-Term Financing Requirements**

A summary of the City's future long-term debt funding requirements including principal and interest payments as of December 31, 2012 follows:

| Years     | <u>Governmental Activities</u>  |                    |
|-----------|---------------------------------|--------------------|
|           | <u>General Obligation Bonds</u> |                    |
|           | <u>Principal</u>                | <u>Interest</u>    |
| 2013      | \$1,125,000                     | \$513,650          |
| 2014      | 1,155,000                       | 479,750            |
| 2015      | 1,190,000                       | 444,850            |
| 2016      | 1,220,000                       | 439,750            |
| 2017      | 1,270,000                       | 430,725            |
| 2018-2022 | 5,495,000                       | 2,026,449          |
| 2023-2027 | 4,035,000                       | 1,198,963          |
| 2028-2031 | 3,855,000                       | 582,569            |
| Totals    | <u>\$19,345,000</u>             | <u>\$6,116,706</u> |

**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

**NOTE 15 - LONG-TERM DEBT (Continued)**

**A. Future Long-Term Financing Requirements (Continued)**

| Years     | <b>Business-Type Activities</b> |                 |                        |                      |                  |            |
|-----------|---------------------------------|-----------------|------------------------|----------------------|------------------|------------|
|           | General Obligation Bonds        |                 | Mortgage Revenue Bonds |                      | OPWC Loans       |            |
|           | Principal                       | Interest        | Principal              | Interest             | Principal        | Interest   |
| 2013      | \$339,999                       | \$12,580        | \$1,440,000            | \$6,489,317          | \$37,495         | \$0        |
| 2014      | 0                               | 0               | 1,510,000              | 6,422,180            | 36,515           | 0          |
| 2015      | 0                               | 0               | 1,600,000              | 6,351,830            | 32,552           | 0          |
| 2016      | 0                               | 0               | 1,690,000              | 6,276,980            | 29,568           | 0          |
| 2017      | 0                               | 0               | 1,780,000              | 6,196,180            | 29,568           | 0          |
| 2018-2022 | 0                               | 0               | 10,830,000             | 29,709,893           | 147,841          | 0          |
| 2023-2027 | 0                               | 0               | 15,815,000             | 26,597,289           | 147,841          | 0          |
| 2028-2032 | 0                               | 0               | 20,085,000             | 22,307,440           | 103,489          | 0          |
| 2033-2037 | 0                               | 0               | 25,560,000             | 16,828,315           | 0                | 0          |
| 2038-2042 | 0                               | 0               | 25,215,000             | 10,593,553           | 0                | 0          |
| 2043-2047 | 0                               | 0               | 29,584,584             | 4,654,052            | 0                | 0          |
| Totals    | <u>\$339,999</u>                | <u>\$12,580</u> | <u>\$135,109,584</u>   | <u>\$142,427,029</u> | <u>\$564,869</u> | <u>\$0</u> |

**NOTE 16 - CAPITAL LEASES**

The City leases equipment under two capital leases. The original cost of the equipment was \$512,921 and the related liability is reported in the Government-Wide Statement of Net Position.

The following is a schedule of future minimum lease payments under the capital lease together with the present value of the net minimum lease payments as of December 31, 2012:

| <u>Year Ending December 31,</u>  | <u>Capital<br/>Lease</u> |
|--|--------------------------|
| 2013   | \$94,400                 |
| 2014   | 94,400                   |
| 2015   | 94,399                   |
| Minimum Lease Payments   | 283,199                  |
| Less amount representing<br>interest at the City's incremental<br>borrowing rate of interest | <u>(20,851)</u>          |
| Present value of minimum lease payments  | <u>\$262,348</u>         |

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 17 - RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During 2012, the City contracted for the following insurance coverage:

| <u>Type of Coverage</u>    | <u>Coverage Limit</u> | <u>Deductible</u> |
|----------------------------|-----------------------|-------------------|
| Buildings                  | \$116,223,387         | \$5,000           |
| Personal Property          | 2,697,235             | 5,000             |
| Boiler and Machinery       | 133,520,622           | 1,000             |
| Builders Risk              | 14,600,000            | 5,000             |
| General Liability          | 3,000,000             | 0                 |
| Miscellaneous Property     | 2,478,632             | 500               |
| Employee Benefit Liability | 1,000,000             | 1,000             |
| Wrongful Acts              | 3,000,000             | 0                 |
| Law Enforcement            | 3,000,000             | 2,000             |
| Automobile Liability       | 3,000,000             | 0                 |
| Electronic Data Processing | 25,000 – 263,899      | 500               |

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

Workers' Compensation claims are covered through the City's participation in the State of Ohio's program. The City pays the State Workers' Compensation System a premium based upon a rate per \$100 of payroll. The rate is determined based on accident history and administrative costs. The City also pays unemployment claims to the State of Ohio as incurred.

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**CITY OF MARYSVILLE, OHIO**

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**Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012**

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**NOTE 18 - CONSTRUCTION COMMITMENTS**

As of December 31, 2012, the City had the following commitments with respect to capital projects:

| <u>Company</u>      | <u>Capital Projects</u>                          | <u>Remaining<br/>Construction<br/>Commitment</u> |
|---------------------|--|--|
| Elford, Inc.        | Municipal Service Complex (MSC)                  | \$5,765,964                                      |
| The Quandel Group   | Police/Court Facility                            | 3,931,196  |
| URS                 | Water Treatment Plant - Engineering              | 2,387,250  |
| Complete General    | County Home Road Construction                    | 348,900  |
| HD Supply           | AMR System                                       | 296,450  |
| The Quandel Group   | County Home Fire Station                         | 201,771  |
| Moody Nolan         | Municipal Service Complex - Design               | 167,949  |
| Gudenkauf           | COG Fiber  | 134,921  |
| The Righter Company | Maple Street Bridge Rehab                        | 122,582  |
| Korda               | Professional Services - US 33 Pedestrian Bridge  | 99,985   |
| Hull & Associates   | Town Run Restoration - Engineering               | 87,500   |
| Statewide Ford      | Ford - Police Sedans (2)                         | 45,486   |
| Horn & King         | Professional Services - Police/Court Facility    | 40,782   |
| Bob Chapman Ford    | Ford - Police Cruiser                            | 23,614   |
| Newcomer Concrete   | SRTS Grant                                       | 20,884   |
| JJ Schlaegel        | MSC Sewer Relocation                             | 11,915   |
| Diamond Building    | CHIP Construction Grant                          | 10,840   |
| EMH&T               | County Home Road - Engineering                   | 3,145  |
| Lepi Enterprises    | Professional Services - Municipal Service Comple | 2,877  |
|                     | Total  | <u>\$13,704,011</u>                              |

**NOTE 19 - CONTINGENCIES**

The City is a party to various legal proceedings, which seek damages or injunctive relief generally incidental to its operations and pending projects. The City's management is of the opinion that the ultimate disposition of various claims and legal proceedings will not have a material effect, if any, on the financial condition of the City.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 20 - JOINTLY GOVERNED ORGANIZATIONS**

***Marysville/Union County Joint Recreation District***

The Marysville/Union County Joint Recreation District (the District) is a jointly governed organization involving the City of Marysville, Union County, and Paris Township. The District was established for acquiring, developing, operating, and maintaining a sports complex and bicycle/walking trail in Union County. The District's Board of Trustees consists of seven members, three appointed by the Mayor of Marysville, three appointed by the County Commissioners, and one appointed by the Paris Township Board of Trustees.

***Union County Community Improvement Corporation***

The Union County Community Improvement Corporation (the Corporation), a non-profit corporation, was established to assist in the financing of economic and industrial development in Union County. It is the responsibility of the Corporation to provide building, zoning, and land controls for the County, townships, and municipal corporations. The Board of Trustees consists of not less than three nor more than twenty-five trustees as such number is fixed by the members from time to time. Two-fifths of the Board of Trustees are composed of appointed or elected officers of such political subdivisions. The Corporation can issue its own debt and is not fiscally dependent on the City. The City of Marysville does not have an ongoing financial interest and/or responsibility with this organization.

***Mid-Ohio Regional Planning Commission***

The City is a participant in the Mid-Ohio Regional Planning Commission (MORPC), a jointly governed organization. MORPC is composed of 74 representatives appointed by member governments who make up the commission, the policy-making body of MORPC, and the oversight board. MORPC is a voluntary association of local governments in central and south-central Ohio and a regional planning agency whose membership includes 42 political subdivisions in and around Franklin, Ross, Fayette, Delaware, Pickaway, Madison, Licking, and Fairfield counties, Ohio. The purpose of the organization is to improve the quality of life for member communities by improving housing conditions, to promote and support livability/sustainability measures as a means of addressing regional growth challenges, and to administer and facilitate the availability of regional environmental infrastructure program funding to the full advantage of MORPC's members.

***Marysville/Union County Port Authority***

The Marysville/Union County Port Authority (the Authority) is a jointly governed organization involving the City of Marysville and Union County. The Authority was established to enhance, foster, aid, provide or promote transportation, economic development, housing, recreation, education, governmental operations, culture, research, and the creation and preservation of jobs and employment opportunities in Union County. The Authority's Board of Trustees consists of seven members, three appointed by the Mayor of Marysville with the advice and consent of City Council, three appointed by the County Commissioners, and one appointed by the Mayor of Marysville with the advice and consent of the City Council and the County Commissioners.

***Council of Governments (COG)*** – The Council of Governments (COG) is a jointly governed organization involving the City of Marysville, Union County, and Marysville Exempted Village School District. The COG was established to work together in an innovative and collaborative way and bring new technology and shared services to each member of the Council of Governments to meet current and future needs. The COG's board consist of one member from each entity.

***Notes to the Basic Financial Statements  
For the Year Ended December 31, 2012***

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**NOTE 21 - SUBSEQUENT EVENTS**

On January 18, 2013, the City issued bond anticipation notes in the amount of \$1,785,000 to retire notes previously issued for the acquisition of sewer lines and related equipment from Union County, Ohio. The notes have an interest rate of 1.25 percent and mature on January 16, 2014.

On May 30, 2013, the City issued wastewater improvement bond anticipation notes in the amount of \$24,530,000 to retire notes previously issued in the amount of \$24,750,000 for various wastewater improvement projects. The notes have an interest rate of 1.50 percent and mature on May 29, 2014.

**NOTE 22 – SIGNIFICANT COMMITMENT**

In the capital projects funds there are significant encumbrances outstanding in the amount of \$10,960,811 for the CIP Fund, the locally funded initiative fund. This amount is reported as part of the restricted fund balance.

*COMBINING AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES*

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*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE  
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS, AND  
FIDUCIARY FUNDS.*

***Nonmajor Governmental Funds***

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***Special Revenue Funds***

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Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than amounts relating to major capital projects) that are legally restricted to expenditures for specified purposes.

**Veyance Incentive Fund**

To account for the transfer of non-tax revenues to be expended as revenue sharing for a financial incentive negotiated with the Veyance Company.(The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because this fund is reported as part of the General Fund on a GAAP basis.)

**Univenture Financial Incentive Fund**

To account for the transfer of non-tax revenues to be expended as revenue sharing for a financial incentive negotiated with the Univenture Company. (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because this fund is reported as part of the General Fund on a GAAP basis.)

**Enterprise Zone Revenue Fund**

To account for the Enterprise Zone Agreement between the City of Marysville and the Marysville School District. (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because this fund is reported as part of the General Fund on a GAAP basis.)

**Pool Fund**

To account for specific revenues and expenditures necessary to operate the municipal pool.

**City Events Fund**

To account for all revenues and expenditures associated with City sponsored events.

**Police Pension Fund**

To account for property taxes levied for the partial payment of the current and accrued liability for police disability and pension.

***Special Revenue Funds***

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**Fire Pension Fund**

To account for property taxes levied for the partial payment of the current and accrued liability for fire disability and pension.

**Police Grant Fund**

To account for grant revenues and expenditures associated with the Police Department.

**Fire Grant Fund**

To account for grant revenues and expenditures associated with the Fire Department.

**Street Maintenance Fund**

To account for that portion of the state levied and controlled gasoline tax and motor vehicle license fees designated for local street construction, maintenance and repair. Ninety-two and one-half percent of the tax and fees are allocated to this fund..

**Law Enforcement Trust Fund**

To account for the proceeds from the confiscation of contraband.

**Mandatory Drug Fine Fund**

To account for mandatory fines collected for drug agencies.

**Driving Under the Influence (DUI) Alcohol Education And Enforcement Fund**

To account for fines imposed on DUI offenders. Under state law, disbursements may be made from this fund for law enforcement purposes related to informing the public of laws governing the operation of a motor vehicle while under the influence of alcohol.

**Driving Under the Influence (DUI) Indigent Drivers Treatment Fund**

To account for fines imposed on DUI offenders. Under state law, disbursements may be made from this fund for law enforcement purposes related to treatment services for those persons who cannot afford such services.

**State Highway Fund**

To account for that portion of the state levied and controlled gasoline tax and motor vehicle license fees designated for the maintenance and repair of state highways within the City. Seven and one-half percent of the tax and fees are allocated to this fund.

**Court Computer and Research Fund**

To account for revenues from fines to be used for providing information technology systems to the Municipal Court and for periodic upgrades to these systems.

**Municipal Court Computer Fund**

To account for revenues from fines to be used for providing information technology systems to the Municipal Court and for periodic upgrades to these systems.

(Continued)

***Special Revenue Funds***

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**Municipal Court Special Projects Fund**

To account for revenues from fines to be used for providing for other specific items that may arise.

**Court Probation Fee Fund**

To account for fees designated to the Municipal Court for the operation of the probation program.

**2008 Community Housing Improvement Program (CHIP) Grant Fund**

To account for grant revenues and expenditures associated with the 2008 CHIP program.

**Eljer Park Fund**

To account for the insurance liability for Eljer Park.

**Cemetery Maintenance Fund**

To provide funding for the maintenance of the city owned cemetery.

**Cemetery Endowment Fund**

To account for donations to the cemetery whose use is specified for cemetery operations.

**Municipal Court Local Interlock Fund**

To account for the fines assessed by the City of Marysville for certain DUI cases. Monies collected are to be used for the purchase and installation of an interlock/immobilization device to prevent usage of a motor vehicle by intoxicated drivers.

**Municipal Court State Interlock Fund**

To account for the fines assessed by the State of Ohio for certain DUI cases. Monies collected are to be used for the purchase and installation of an interlock/immobilization device to prevent usage of a motor vehicle by intoxicated drivers.

**2009 Community Housing Improvement Program (CHIP) Grant Fund**

To account for grant revenues and expenditures associated with the 2009 CHIP program.

**Neighborhood Stabilization Project Fund**

To track grant revenues and expenditures for the Neighborhood Stabilization project.

**CDBG Tier I Grant Fund**

To account for grant revenues and expenditures associated with the CDBG Tier I program.

***Debt Service Funds***

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The Debt Service Funds are used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment levies when the government is obligated in some manner for the payment.

**Debt Service Fund**

To account for resources that are used for payment of principal, interest and fiscal charges on general obligation debt.

***Capital Projects Funds***

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

**Parkland Development Fund**

To account for park impact/capacity fees collected to be used to provide neighborhood parks and to make capital improvements to land provided to the City by developers.

**Citygate TIF Project Fund**

To account for the activity related to the Citygate TIF project.

**Scottslawn Road Widening Project Fund**

To account for the activity related to the road widening of Scottslawn Road.

**Milford Avenue Improvement Project Fund**

To account for the activity related to the street improvements to Milford Avenue.

**Industrial Parkway Culvert Replacement Project Fund**

To account for the activity related to the culvert replacement along Industrial Parkway.

**Community Development Block Grant (CDBG) Formula Grant Fund**

To account for grant revenues and expenditures associated with the CDBG Formula program.

**Job Readiness Site Grant Fund**

To track grant revenues and expenditures for the Job Readiness Site project.

**Maple Street Bridge Rehab Fund**

To account for the activity related to the rehabilitation of the Maple Street Bridge.

**County Home Road Improvement Fund**

To account for the activity related to the improvements on County Home Road.

**Pedestrian Bridge Fund**

To account for the activity related to the construction of a pedestrian bridge over US 33.

**Safe Routes to Schools Grant Fund**

To account for the activity related to the capital improvements funded by the Safe Routes to School Grant.

**CITY OF MARYSVILLE, OHIO**

**Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2012**

|   | Nonmajor<br>Special Revenue<br>Funds | Nonmajor Debt<br>Service Fund | Nonmajor<br>Capital Projects<br>Funds | Total Nonmajor<br>Governmental<br>Funds |
|---|--------------------------------------|-------------------------------|---------------------------------------|---|
| <b>Assets:</b>  |                                      |                               |                                       |   |
| Cash and Cash Equivalents   | \$ 2,501,390                         | \$ 25,952                     | \$ 595,185                            | \$ 3,122,527                            |
| Receivables:  |                                      |                               |                                       |   |
| Accounts  | 1,344                                | 0                             | 0                                     | 1,344                                   |
| Intergovernmental   | 412,845                              | 0                             | 0                                     | 412,845                                 |
| Interest  | 159                                  | 0                             | 0                                     | 159                                     |
| Property Taxes  | 214,444                              | 0                             | 0                                     | 214,444                                 |
| Special Assessments   | 0                                    | 119,868                       | 0                                     | 119,868                                 |
| Prepaid Items   | 19,173                               | 0                             | 0                                     | 19,173                                  |
| <b>Total Assets</b>   | <b>\$ 3,149,355</b>                  | <b>\$ 145,820</b>             | <b>\$ 595,185</b>                     | <b>\$ 3,890,360</b>                     |
| <b>Liabilities:</b>   |                                      |                               |                                       |   |
| Accounts Payable  | \$ 54,882                            | \$ 0                          | \$ 0                                  | \$ 54,882                               |
| Accrued Wages and Benefits Payable  | 35,650                               | 0                             | 0                                     | 35,650                                  |
| Intergovernmental Payable   | 6,941                                | 0                             | 0                                     | 6,941                                   |
| Contracts Payable   | 295,671                              | 0                             | 0                                     | 295,671                                 |
| Retainage Payable   | 21,131                               | 0                             | 69,159                                | 90,290                                  |
| <b>Total Liabilities</b>  | <b>414,275</b>                       | <b>0</b>                      | <b>69,159</b>                         | <b>483,434</b>                          |
| <b>Deferred Inflows of Resources:</b>   |                                      |                               |                                       |   |
| Unavailable Amounts   | 286,165                              | 119,868                       | 0                                     | 406,033                                 |
| Property Tax Levy for Next Fiscal Year  | 203,706                              | 0                             | 0                                     | 203,706                                 |
| <b>Total Deferred Inflows of Resources</b>                                    | <b>489,871</b>                       | <b>119,868</b>                | <b>0</b>                              | <b>609,739</b>                          |
| <b>Fund Balances:</b>   |                                      |                               |                                       |   |
| Nonspendable  | 19,173                               | 0                             | 0                                     | 19,173                                  |
| Restricted  | 2,071,158                            | 25,952                        | 412,102                               | 2,509,212                               |
| Committed   | 154,878                              | 0                             | 133,815                               | 288,693                                 |
| Unassigned  | 0                                    | 0                             | (19,891)                              | (19,891)                                |
| <b>Total Fund Balances</b>  | <b>2,245,209</b>                     | <b>25,952</b>                 | <b>526,026</b>                        | <b>2,797,187</b>                        |
| <b>Total Liabilities, Deferred Inflows of Resources<br/>and Fund Balances</b> | <b>\$ 3,149,355</b>                  | <b>\$ 145,820</b>             | <b>\$ 595,185</b>                     | <b>\$ 3,890,360</b>                     |

**CITY OF MARYSVILLE, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Governmental Funds  
For the Year Ended December 31, 2012**

|   | Nonmajor<br>Special Revenue<br>Funds | Nonmajor Debt<br>Service Fund | Nonmajor<br>Capital Projects<br>Funds | Total Nonmajor<br>Governmental<br>Funds |
|---|--------------------------------------|-------------------------------|---------------------------------------|---|
| <b>Revenues:</b>                            |                                      |                               |                                       |   |
| Property Taxes                              | \$ 231,106                           | \$ 0                          | \$ 0                                  | \$ 231,106                              |
| Other Local Taxes                           | 808,538                              | 0                             | 0                                     | 808,538                                 |
| Intergovernmental Revenues                  | 149,101                              | 0                             | 1,202,036                             | 1,351,137                               |
| Charges for Services                        | 175,909                              | 0                             | 0                                     | 175,909                                 |
| Licenses and Permits                        | 0                                    | 0                             | 499                                   | 499                                     |
| Investment Earnings                         | 1,486                                | 0                             | 0                                     | 1,486                                   |
| Special Assessments                         | 0                                    | 930                           | 0                                     | 930                                     |
| Fines and Forfeitures                       | 172,626                              | 0                             | 0                                     | 172,626                                 |
| All Other Revenue                           | 24,348                               | 0                             | 689                                   | 25,037                                  |
| <b>Total Revenue</b>                        | <b>1,563,114</b>                     | <b>930</b>                    | <b>1,203,224</b>                      | <b>2,767,268</b>                        |
| <b>Expenditures:</b>                        |                                      |                               |                                       |   |
| Current:                                    |                                      |                               |                                       |   |
| Security of Persons and Property - Police   | 131,460                              | 0                             | 0                                     | 131,460                                 |
| Security of Persons and Property - Fire     | 122,820                              | 0                             | 0                                     | 122,820                                 |
| Security of Persons and Property - Other    | 928,845                              | 0                             | 0                                     | 928,845                                 |
| Public Health and Welfare Services          | 210                                  | 0                             | 0                                     | 210                                     |
| Leisure Time Activities                     | 132,906                              | 0                             | 0                                     | 132,906                                 |
| Community Environment                       | 70,717                               | 0                             | 61,700                                | 132,417                                 |
| Transportation                              | 1,904,039                            | 0                             | 0                                     | 1,904,039                               |
| General Government                          | 34,595                               | 0                             | 0                                     | 34,595                                  |
| Capital Outlay                              | 295,671                              | 0                             | 1,740,980                             | 2,036,651                               |
| Debt Service:                               |                                      |                               |                                       |   |
| Principal Retirement                        | 0                                    | 1,030,000                     | 0                                     | 1,030,000                               |
| Interest and Fiscal Charges                 | 0                                    | 850,159                       | 0                                     | 850,159                                 |
| <b>Total Expenditures</b>                   | <b>3,621,263</b>                     | <b>1,880,159</b>              | <b>1,802,680</b>                      | <b>7,304,102</b>                        |
| Excess (Deficiency) of Revenues             |                                      |                               |                                       |   |
| Over Expenditures                           | (2,058,149)                          | (1,879,229)                   | (599,456)                             | (4,536,834)                             |
| <b>Other Financing Sources (Uses):</b>      |                                      |                               |                                       |   |
| Sale of Capital Assets                      | 1,578                                | 0                             | 0                                     | 1,578                                   |
| Transfers In                                | 971,000                              | 1,811,645                     | 893,000                               | 3,675,645                               |
| Transfers Out                               | 0                                    | 0                             | (51)                                  | (51)                                    |
| <b>Total Other Financing Sources (Uses)</b> | <b>972,578</b>                       | <b>1,811,645</b>              | <b>892,949</b>                        | <b>3,677,172</b>                        |
| Net Change In Fund Balance                  | (1,085,571)                          | (67,584)                      | 293,493                               | (859,662)                               |
| <b>Fund Balances at Beginning of Year</b>   | <b>3,330,780</b>                     | <b>93,536</b>                 | <b>232,533</b>                        | <b>3,656,849</b>                        |
| <b>Fund Balances End of Year</b>            | <b>\$ 2,245,209</b>                  | <b>\$ 25,952</b>              | <b>\$ 526,026</b>                     | <b>\$ 2,797,187</b>                     |

**CITY OF MARYSVILLE, OHIO**

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**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2012**

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|   | Pool             | City Events     | Police Pension    | Fire Pension      |
|---|------------------|-----------------|-------------------|-------------------|
| <b>Assets:</b>  |                  |                 |                   |                   |
| Cash and Cash Equivalents   | \$ 89,544        | \$ 8,906        | \$ 10,668         | \$ 10,668         |
| Receivables:  |                  |                 |                   |                   |
| Accounts  | 0                | 0               | 0                 | 0                 |
| Intergovernmental   | 0                | 0               | 5,599             | 5,599             |
| Interest  | 0                | 0               | 0                 | 0                 |
| Property Taxes  | 0                | 0               | 107,222           | 107,222           |
| Prepaid Items   | 0                | 0               | 0                 | 0                 |
| <b>Total Assets</b>   | <b>\$ 89,544</b> | <b>\$ 8,906</b> | <b>\$ 123,489</b> | <b>\$ 123,489</b> |
| <b>Liabilities:</b>   |                  |                 |                   |                   |
| Accounts Payable  | \$ 102           | \$ 327          | \$ 0              | \$ 0              |
| Accrued Wages and Benefits Payable  | 0                | 0               | 0                 | 0                 |
| Intergovernmental Payable   | 0                | 0               | 0                 | 0                 |
| Contracts Payable   | 0                | 0               | 0                 | 0                 |
| Retainage Payable   | 0                | 0               | 0                 | 0                 |
| <b>Total Liabilities</b>  | <b>102</b>       | <b>327</b>      | <b>0</b>          | <b>0</b>          |
| <b>Deferred Inflows of Resources:</b>   |                  |                 |                   |                   |
| Unavailable Amounts   | 0                | 0               | 10,968            | 10,968            |
| Property Tax for Next Fiscal Year   | 0                | 0               | 101,853           | 101,853           |
| <b>Total Deferred Inflows of Resources</b>                                    | <b>0</b>         | <b>0</b>        | <b>112,821</b>    | <b>112,821</b>    |
| <b>Fund Balances:</b>   |                  |                 |                   |                   |
| Nonspendable  | 0                | 0               | 0                 | 0                 |
| Restricted  | 0                | 0               | 10,668            | 10,668            |
| Committed   | 89,442           | 8,579           | 0                 | 0                 |
| <b>Total Fund Balances</b>  | <b>89,442</b>    | <b>8,579</b>    | <b>10,668</b>     | <b>10,668</b>     |
| <b>Total Liabilities, Deferred Inflows of Resources<br/>and Fund Balances</b> | <b>\$ 89,544</b> | <b>\$ 8,906</b> | <b>\$ 123,489</b> | <b>\$ 123,489</b> |

**CITY OF MARYSVILLE, OHIO**

| Police Grant    | Fire Grant      | Street Maintenance | Law Enforcement Trust | Mandatory Drug Fine | DUI Alcohol Education and Enforcement | DUI Indigent Drivers Treatment | State Highway     |
|-----------------|-----------------|--------------------|-----------------------|---------------------|---------------------------------------|--------------------------------|-------------------|
| \$ 5,225        | \$ 2,827        | \$ 559,087         | \$ 15,497             | \$ 73,821           | \$ 27,103                             | \$ 161,880                     | \$ 123,500        |
| 0               | 0               | 452                | 0                     | 0                   | 0                                     | 0                              | 890               |
| 0               | 0               | 359,811            | 0                     | 0                   | 125                                   | 0                              | 29,222            |
| 0               | 0               | 130                | 0                     | 0                   | 0                                     | 0                              | 29                |
| 0               | 0               | 0                  | 0                     | 0                   | 0                                     | 0                              | 0                 |
| 0               | 0               | 19,173             | 0                     | 0                   | 0                                     | 0                              | 0                 |
| <u>\$ 5,225</u> | <u>\$ 2,827</u> | <u>\$ 938,653</u>  | <u>\$ 15,497</u>      | <u>\$ 73,821</u>    | <u>\$ 27,228</u>                      | <u>\$ 161,880</u>              | <u>\$ 153,641</u> |
| \$ 81           | \$ 0            | \$ 51,904          | \$ 0                  | \$ 0                | \$ 0                                  | \$ 0                           | \$ 2,468          |
| 0               | 0               | 35,650             | 0                     | 0                   | 0                                     | 0                              | 0                 |
| 0               | 0               | 6,941              | 0                     | 0                   | 0                                     | 0                              | 0                 |
| 0               | 0               | 0                  | 0                     | 0                   | 0                                     | 0                              | 0                 |
| 0               | 0               | 21,131             | 0                     | 0                   | 0                                     | 0                              | 0                 |
| <u>81</u>       | <u>0</u>        | <u>115,626</u>     | <u>0</u>              | <u>0</u>            | <u>0</u>                              | <u>0</u>                       | <u>2,468</u>      |
| 0               | 0               | 243,544            | 0                     | 0                   | 0                                     | 0                              | 20,685            |
| 0               | 0               | 0                  | 0                     | 0                   | 0                                     | 0                              | 0                 |
| 0               | 0               | 243,544            | 0                     | 0                   | 0                                     | 0                              | 20,685            |
| 0               | 0               | 19,173             | 0                     | 0                   | 0                                     | 0                              | 0                 |
| 5,144           | 2,827           | 560,310            | 15,497                | 73,821              | 27,228                                | 161,880                        | 130,488           |
| 0               | 0               | 0                  | 0                     | 0                   | 0                                     | 0                              | 0                 |
| <u>5,144</u>    | <u>2,827</u>    | <u>579,483</u>     | <u>15,497</u>         | <u>73,821</u>       | <u>27,228</u>                         | <u>161,880</u>                 | <u>130,488</u>    |
| <u>\$ 5,225</u> | <u>\$ 2,827</u> | <u>\$ 938,653</u>  | <u>\$ 15,497</u>      | <u>\$ 73,821</u>    | <u>\$ 27,228</u>                      | <u>\$ 161,880</u>              | <u>\$ 153,641</u> |

(Continued)

**CITY OF MARYSVILLE, OHIO**

***Combining Balance Sheet  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

|   | <u>Court Computer<br/>and Research</u> | <u>Municipal Court<br/>Computer</u> | <u>Municipal Court<br/>Special Projects</u> | <u>Court Probation<br/>Fee</u> | <u>2008 CHIP<br/>Grant</u> |
|---|--|-------------------------------------|---|--------------------------------|----------------------------|
| <b>Assets:</b>  |  |                                     |   |                                |                            |
| Cash and Cash Equivalents   | \$ 375,789                             | \$ 200,368                          | \$ 363,152                                  | \$ 207,431                     | \$ 70                      |
| Receivables:  |  |                                     |   |                                |                            |
| Accounts  | 0                                      | 0                                   | 0   | 0                              | 0                          |
| Intergovernmental   | 1,943                                  | 1,948                               | 4,465                                       | 1,229                          | 0                          |
| Interest  | 0                                      | 0                                   | 0   | 0                              | 0                          |
| Property Taxes  | 0                                      | 0                                   | 0   | 0                              | 0                          |
| Prepaid Items   | 0                                      | 0                                   | 0   | 0                              | 0                          |
| <b>Total Assets</b>   | <u>\$ 377,732</u>                      | <u>\$ 202,316</u>                   | <u>\$ 367,617</u>                           | <u>\$ 208,660</u>              | <u>\$ 70</u>               |
| <b>Liabilities:</b>   |  |                                     |   |                                |                            |
| Accounts Payable  | \$ 0                                   | \$ 0                                | \$ 0  | \$ 0                           | \$ 0                       |
| Accrued Wages and Benefits Payable  | 0                                      | 0                                   | 0   | 0                              | 0                          |
| Intergovernmental Payable   | 0                                      | 0                                   | 0   | 0                              | 0                          |
| Contracts Payable   | 200,000                                | 0                                   | 95,671                                      | 0                              | 0                          |
| Retainage Payable   | 0                                      | 0                                   | 0   | 0                              | 0                          |
| <b>Total Liabilities</b>  | <u>200,000</u>                         | <u>0</u>                            | <u>95,671</u>                               | <u>0</u>                       | <u>0</u>                   |
| <b>Deferred Inflows of Resources:</b>   |  |                                     |   |                                |                            |
| Unavailable Amounts   | 0                                      | 0                                   | 0   | 0                              | 0                          |
| Property Tax for Next Fiscal Year   | 0                                      | 0                                   | 0   | 0                              | 0                          |
| <b>Total Deferred Inflows of Resources</b>                                    | <u>0</u>                               | <u>0</u>                            | <u>0</u>                                    | <u>0</u>                       | <u>0</u>                   |
| <b>Fund Balances:</b>   |  |                                     |   |                                |                            |
| Nonspendable  | 0                                      | 0                                   | 0   | 0                              | 0                          |
| Restricted  | 177,732                                | 202,316                             | 271,946                                     | 208,660                        | 70                         |
| Committed   | 0                                      | 0                                   | 0   | 0                              | 0                          |
| <b>Total Fund Balances</b>  | <u>177,732</u>                         | <u>202,316</u>                      | <u>271,946</u>                              | <u>208,660</u>                 | <u>70</u>                  |
| <b>Total Liabilities, Deferred Inflows of Resources<br/>and Fund Balances</b> | <u>\$ 377,732</u>                      | <u>\$ 202,316</u>                   | <u>\$ 367,617</u>                           | <u>\$ 208,660</u>              | <u>\$ 70</u>               |

**CITY OF MARYSVILLE, OHIO**

| Eljer Park       | Cemetery Maintenance | Cemetery Endowment | Municipal Court Local Interlock | Municipal Court State Interlock | 2009 CHIP Grant  | Neighborhood Stabilization Project | Total Nonmajor Special Revenue Funds |
|------------------|----------------------|--------------------|---------------------------------|---------------------------------|------------------|------------------------------------|--------------------------------------|
| \$ 31,523        | \$ 15,060            | \$ 10,272          | \$ 73,828                       | \$ 100,507                      | \$ 34,427        | \$ 237                             | \$ 2,501,390                         |
| 0                | 0                    | 2                  | 0                               | 0                               | 0                | 0                                  | 1,344                                |
| 0                | 0                    | 0                  | 1,189                           | 1,715                           | 0                | 0                                  | 412,845                              |
| 0                | 0                    | 0                  | 0                               | 0                               | 0                | 0                                  | 159                                  |
| 0                | 0                    | 0                  | 0                               | 0                               | 0                | 0                                  | 214,444                              |
| 0                | 0                    | 0                  | 0                               | 0                               | 0                | 0                                  | 19,173                               |
| <u>\$ 31,523</u> | <u>\$ 15,060</u>     | <u>\$ 10,274</u>   | <u>\$ 75,017</u>                | <u>\$ 102,222</u>               | <u>\$ 34,427</u> | <u>\$ 237</u>                      | <u>\$ 3,149,355</u>                  |
| \$ 0             | \$ 0                 | \$ 0               | \$ 0                            | \$ 0                            | \$ 0             | \$ 0                               | \$ 54,882                            |
| 0                | 0                    | 0                  | 0                               | 0                               | 0                | 0                                  | 35,650                               |
| 0                | 0                    | 0                  | 0                               | 0                               | 0                | 0                                  | 6,941                                |
| 0                | 0                    | 0                  | 0                               | 0                               | 0                | 0                                  | 295,671                              |
| 0                | 0                    | 0                  | 0                               | 0                               | 0                | 0                                  | 21,131                               |
| <u>0</u>         | <u>0</u>             | <u>0</u>           | <u>0</u>                        | <u>0</u>                        | <u>0</u>         | <u>0</u>                           | <u>414,275</u>                       |
| 0                | 0                    | 0                  | 0                               | 0                               | 0                | 0                                  | 286,165                              |
| 0                | 0                    | 0                  | 0                               | 0                               | 0                | 0                                  | 203,706                              |
| <u>0</u>         | <u>0</u>             | <u>0</u>           | <u>0</u>                        | <u>0</u>                        | <u>0</u>         | <u>0</u>                           | <u>489,871</u>                       |
| 0                | 0                    | 0                  | 0                               | 0                               | 0                | 0                                  | 19,173                               |
| 0                | 0                    | 0                  | 75,017                          | 102,222                         | 34,427           | 237                                | 2,071,158                            |
| <u>31,523</u>    | <u>15,060</u>        | <u>10,274</u>      | <u>0</u>                        | <u>0</u>                        | <u>0</u>         | <u>0</u>                           | <u>154,878</u>                       |
| <u>31,523</u>    | <u>15,060</u>        | <u>10,274</u>      | <u>75,017</u>                   | <u>102,222</u>                  | <u>34,427</u>    | <u>237</u>                         | <u>2,245,209</u>                     |
| <u>\$ 31,523</u> | <u>\$ 15,060</u>     | <u>\$ 10,274</u>   | <u>\$ 75,017</u>                | <u>\$ 102,222</u>               | <u>\$ 34,427</u> | <u>\$ 237</u>                      | <u>\$ 3,149,355</u>                  |

**CITY OF MARYSVILLE, OHIO**

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

|  | Pool             | City Events     | Police Pension   | Fire Pension     |
|--|------------------|-----------------|------------------|------------------|
| <b>Revenues:</b>                                     |                  |                 |                  |                  |
| Property Taxes                                       | \$ 0             | \$ 0            | \$ 115,553       | \$ 115,553       |
| Other Local Taxes                                    | 0                | 0               | 0                | 0                |
| Intergovernmental Revenues                           | 0                | 0               | 5,783            | 5,783            |
| Charges for Services                                 | 132,493          | 39,034          | 0                | 0                |
| Investment Earnings                                  | 0                | 0               | 0                | 0                |
| Fines and Forfeitures                                | 0                | 0               | 0                | 0                |
| All Other Revenue                                    | 0                | 0               | 0                | 0                |
| <b>Total Revenue</b>                                 | <b>132,493</b>   | <b>39,034</b>   | <b>121,336</b>   | <b>121,336</b>   |
| <b>Expenditures:</b>                                 |                  |                 |                  |                  |
| Current:   |                  |                 |                  |                  |
| Security of Persons and Property - Police            | 0                | 0               | 120,890          | 0                |
| Security of Persons and Property - Fire              | 0                | 0               | 0                | 120,890          |
| Security of Persons and Property - Other             | 0                | 0               | 0                | 0                |
| Public Health and Welfare Services                   | 0                | 0               | 0                | 0                |
| Leisure Time Activities                              | 132,906          | 0               | 0                | 0                |
| Community Environment                                | 0                | 0               | 0                | 0                |
| Transportation                                       | 0                | 0               | 0                | 0                |
| General Government                                   | 0                | 34,595          | 0                | 0                |
| Capital Outlay                                       | 0                | 0               | 0                | 0                |
| <b>Total Expenditures</b>                            | <b>132,906</b>   | <b>34,595</b>   | <b>120,890</b>   | <b>120,890</b>   |
| Excess (Deficiency) of Revenues<br>Over Expenditures | (413)            | 4,439           | 446              | 446              |
| <b>Other Financing Sources (Uses):</b>               |                  |                 |                  |                  |
| Sale of Capital Assets                               | 0                | 0               | 0                | 0                |
| Transfers In   | 0                | 1,000           | 0                | 0                |
| <b>Total Other Financing Sources (Uses)</b>          | <b>0</b>         | <b>1,000</b>    | <b>0</b>         | <b>0</b>         |
| Net Change In Fund Balance                           | (413)            | 5,439           | 446              | 446              |
| <b>Fund Balances (Deficit) at Beginning of Year</b>  | <b>89,855</b>    | <b>3,140</b>    | <b>10,222</b>    | <b>10,222</b>    |
| <b>Fund Balances End of Year</b>                     | <b>\$ 89,442</b> | <b>\$ 8,579</b> | <b>\$ 10,668</b> | <b>\$ 10,668</b> |

**CITY OF MARYSVILLE, OHIO**

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

| Police Grant    | Fire Grant      | Street Maintenance | Law Enforcement Trust | Mandatory Drug Fine | DUI Acohol Education and Enforcement |
|-----------------|-----------------|--------------------|-----------------------|---------------------|--------------------------------------|
| \$ 0            | \$ 0            | \$ 0               | \$ 0                  | \$ 0                | \$ 0                                 |
| 0               | 0               | 747,898            | 0                     | 0                   | 0                                    |
| 5,845           | 1,480           | 25,000             | 0                     | 0                   | 0                                    |
| 0               | 0               | 0                  | 0                     | 0                   | 0                                    |
| 0               | 0               | 1,181              | 0                     | 0                   | 0                                    |
| 0               | 0               | 0                  | 0                     | 8,154               | 1,583                                |
| 0               | 0               | 2,833              | 8,879                 | 0                   | 0                                    |
| <u>5,845</u>    | <u>1,480</u>    | <u>776,912</u>     | <u>8,879</u>          | <u>8,154</u>        | <u>1,583</u>                         |
| 6,381           | 0               | 0                  | 0                     | 3,173               | 1,016                                |
| 0               | 1,930           | 0                  | 0                     | 0                   | 0                                    |
| 0               | 0               | 0                  | 0                     | 0                   | 0                                    |
| 0               | 0               | 0                  | 0                     | 0                   | 0                                    |
| 0               | 0               | 0                  | 0                     | 0                   | 0                                    |
| 0               | 0               | 1,776,490          | 0                     | 0                   | 0                                    |
| 0               | 0               | 0                  | 0                     | 0                   | 0                                    |
| 0               | 0               | 0                  | 0                     | 0                   | 0                                    |
| <u>6,381</u>    | <u>1,930</u>    | <u>1,776,490</u>   | <u>0</u>              | <u>3,173</u>        | <u>1,016</u>                         |
| (536)           | (450)           | (999,578)          | 8,879                 | 4,981               | 567                                  |
| 0               | 0               | 1,578              | 0                     | 0                   | 0                                    |
| <u>0</u>        | <u>0</u>        | <u>963,000</u>     | <u>0</u>              | <u>0</u>            | <u>0</u>                             |
| <u>0</u>        | <u>0</u>        | <u>964,578</u>     | <u>0</u>              | <u>0</u>            | <u>0</u>                             |
| (536)           | (450)           | (35,000)           | 8,879                 | 4,981               | 567                                  |
| <u>5,680</u>    | <u>3,277</u>    | <u>614,483</u>     | <u>6,618</u>          | <u>68,840</u>       | <u>26,661</u>                        |
| <u>\$ 5,144</u> | <u>\$ 2,827</u> | <u>\$ 579,483</u>  | <u>\$ 15,497</u>      | <u>\$ 73,821</u>    | <u>\$ 27,228</u>                     |

(Continued)

**CITY OF MARYSVILLE, OHIO**

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

|  | DUI Indigent<br>Drivers<br>Treatment | State Highway     | Court Computer<br>and Research | Municipal Court<br>Computer |
|--|--------------------------------------|-------------------|--------------------------------|-----------------------------|
| <b>Revenues:</b>                                     |                                      |                   |                                |                             |
| Property Taxes                                       | \$ 0                                 | \$ 0              | \$ 0                           | \$ 0                        |
| Other Local Taxes                                    | 0                                    | 60,640            | 0                              | 0                           |
| Intergovernmental Revenues                           | 0                                    | 0                 | 0                              | 0                           |
| Charges for Services                                 | 0                                    | 0                 | 0                              | 0                           |
| Investment Earnings                                  | 0                                    | 276               | 0                              | 0                           |
| Fines and Forfeitures                                | 0                                    | 0                 | 24,534                         | 24,507                      |
| All Other Revenue                                    | 0                                    | 12,636            | 0                              | 0                           |
| <b>Total Revenue</b>                                 | <b>0</b>                             | <b>73,552</b>     | <b>24,534</b>                  | <b>24,507</b>               |
| <b>Expenditures:</b>                                 |                                      |                   |                                |                             |
| Current:   |                                      |                   |                                |                             |
| Security of Persons and Property - Police            | 0                                    | 0                 | 0                              | 0                           |
| Security of Persons and Property - Fire              | 0                                    | 0                 | 0                              | 0                           |
| Security of Persons and Property - Other             | 0                                    | 0                 | 250,000                        | 123,691                     |
| Public Health and Welfare Services                   | 0                                    | 0                 | 0                              | 0                           |
| Leisure Time Activities                              | 0                                    | 0                 | 0                              | 0                           |
| Community Environment                                | 0                                    | 0                 | 0                              | 0                           |
| Transportation                                       | 0                                    | 127,549           | 0                              | 0                           |
| General Government                                   | 0                                    | 0                 | 0                              | 0                           |
| Capital Outlay                                       | 0                                    | 0                 | 200,000                        | 0                           |
| <b>Total Expenditures</b>                            | <b>0</b>                             | <b>127,549</b>    | <b>450,000</b>                 | <b>123,691</b>              |
| Excess (Deficiency) of Revenues<br>Over Expenditures | 0                                    | (53,997)          | (425,466)                      | (99,184)                    |
| <b>Other Financing Sources (Uses):</b>               |                                      |                   |                                |                             |
| Sale of Capital Assets                               | 0                                    | 0                 | 0                              | 0                           |
| Transfers In   | 0                                    | 7,000             | 0                              | 0                           |
| <b>Total Other Financing Sources (Uses)</b>          | <b>0</b>                             | <b>7,000</b>      | <b>0</b>                       | <b>0</b>                    |
| Net Change In Fund Balance                           | 0                                    | (46,997)          | (425,466)                      | (99,184)                    |
| <b>Fund Balances (Deficit) at Beginning of Year</b>  | <b>161,880</b>                       | <b>177,485</b>    | <b>603,198</b>                 | <b>301,500</b>              |
| <b>Fund Balances End of Year</b>                     | <b>\$ 161,880</b>                    | <b>\$ 130,488</b> | <b>\$ 177,732</b>              | <b>\$ 202,316</b>           |

**CITY OF MARYSVILLE, OHIO**

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| Municipal Court<br>Special Projects | Court Probation<br>Fee | 2008 CHIP<br>Grant | Eljer Park       | Cemetery<br>Maintenance |
|-------------------------------------|------------------------|--------------------|------------------|-------------------------|
| \$ 0                                | \$ 0                   | \$ 0               | \$ 0             | \$ 0                    |
| 0                                   | 0                      | 0                  | 0                | 0                       |
| 0                                   | 0                      | 0                  | 0                | 0                       |
| 4,382                               | 0                      | 0                  | 0                | 0                       |
| 0                                   | 0                      | 0                  | 0                | 0                       |
| 52,970                              | 17,644                 | 0                  | 0                | 0                       |
| 0                                   | 0                      | 0                  | 0                | 0                       |
| <u>57,352</u>                       | <u>17,644</u>          | <u>0</u>           | <u>0</u>         | <u>0</u>                |
| 0                                   | 0                      | 0                  | 0                | 0                       |
| 0                                   | 0                      | 0                  | 0                | 0                       |
| 554,329                             | 825                    | 0                  | 0                | 0                       |
| 0                                   | 0                      | 0                  | 0                | 0                       |
| 0                                   | 0                      | 0                  | 0                | 0                       |
| 0                                   | 0                      | 0                  | 0                | 0                       |
| 0                                   | 0                      | 0                  | 0                | 0                       |
| 0                                   | 0                      | 0                  | 0                | 0                       |
| 95,671                              | 0                      | 0                  | 0                | 0                       |
| <u>650,000</u>                      | <u>825</u>             | <u>0</u>           | <u>0</u>         | <u>0</u>                |
| (592,648)                           | 16,819                 | 0                  | 0                | 0                       |
| 0                                   | 0                      | 0                  | 0                | 0                       |
| 0                                   | 0                      | 0                  | 0                | 0                       |
| <u>0</u>                            | <u>0</u>               | <u>0</u>           | <u>0</u>         | <u>0</u>                |
| (592,648)                           | 16,819                 | 0                  | 0                | 0                       |
| 864,594                             | 191,841                | 70                 | 31,523           | 15,060                  |
| <u>\$ 271,946</u>                   | <u>\$ 208,660</u>      | <u>\$ 70</u>       | <u>\$ 31,523</u> | <u>\$ 15,060</u>        |

(Continued)

**CITY OF MARYSVILLE, OHIO**

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

|  | Cemetery<br>Endowment | Municipal Court<br>Local Interlock | Municipal Court<br>State Interlock | 2009 CHIP<br>Grant |
|--|-----------------------|------------------------------------|------------------------------------|--------------------|
| <b>Revenues:</b>                                     |                       |                                    |                                    |                    |
| Property Taxes                                       | \$ 0                  | \$ 0                               | \$ 0                               | \$ 0               |
| Other Local Taxes                                    | 0                     | 0                                  | 0                                  | 0                  |
| Intergovernmental Revenues                           | 0                     | 0                                  | 0                                  | 81,374             |
| Charges for Services                                 | 0                     | 0                                  | 0                                  | 0                  |
| Investment Earnings                                  | 29                    | 0                                  | 0                                  | 0                  |
| Fines and Forfeitures                                | 0                     | 14,943                             | 28,291                             | 0                  |
| All Other Revenue                                    | 0                     | 0                                  | 0                                  | 0                  |
| <b>Total Revenue</b>                                 | <b>29</b>             | <b>14,943</b>                      | <b>28,291</b>                      | <b>81,374</b>      |
| <b>Expenditures:</b>                                 |                       |                                    |                                    |                    |
| Current:   |                       |                                    |                                    |                    |
| Security of Persons and Property - Police            | 0                     | 0                                  | 0                                  | 0                  |
| Security of Persons and Property - Fire              | 0                     | 0                                  | 0                                  | 0                  |
| Security of Persons and Property - Other             | 0                     | 0                                  | 0                                  | 0                  |
| Public Health and Welfare Services                   | 210                   | 0                                  | 0                                  | 0                  |
| Leisure Time Activities                              | 0                     | 0                                  | 0                                  | 0                  |
| Community Environment                                | 0                     | 0                                  | 0                                  | 46,488             |
| Transportation                                       | 0                     | 0                                  | 0                                  | 0                  |
| General Government                                   | 0                     | 0                                  | 0                                  | 0                  |
| Capital Outlay                                       | 0                     | 0                                  | 0                                  | 0                  |
| <b>Total Expenditures</b>                            | <b>210</b>            | <b>0</b>                           | <b>0</b>                           | <b>46,488</b>      |
| Excess (Deficiency) of Revenues<br>Over Expenditures | (181)                 | 14,943                             | 28,291                             | 34,886             |
| <b>Other Financing Sources (Uses):</b>               |                       |                                    |                                    |                    |
| Sale of Capital Assets                               | 0                     | 0                                  | 0                                  | 0                  |
| Transfers In   | 0                     | 0                                  | 0                                  | 0                  |
| <b>Total Other Financing Sources (Uses)</b>          | <b>0</b>              | <b>0</b>                           | <b>0</b>                           | <b>0</b>           |
| Net Change In Fund Balance                           | (181)                 | 14,943                             | 28,291                             | 34,886             |
| <b>Fund Balances (Deficit) at Beginning of Year</b>  | <b>10,455</b>         | <b>60,074</b>                      | <b>73,931</b>                      | <b>(459)</b>       |
| <b>Fund Balances End of Year</b>                     | <b>\$ 10,274</b>      | <b>\$ 75,017</b>                   | <b>\$ 102,222</b>                  | <b>\$ 34,427</b>   |

**CITY OF MARYSVILLE, OHIO**

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| Neighborhood<br>Stabilization<br>Project | CDBG Tier I<br>Grant | Total<br>Nonmajor<br>Special<br>Revenue Funds |
|--|----------------------|---|
| \$ 0                                     | \$ 0                 | \$ 231,106                                    |
| 0  | 0                    | 808,538                                       |
| 13,836                                   | 10,000               | 149,101                                       |
| 0  | 0                    | 175,909                                       |
| 0  | 0                    | 1,486   |
| 0  | 0                    | 172,626                                       |
| 0  | 0                    | 24,348  |
| <u>13,836</u>                            | <u>10,000</u>        | <u>1,563,114</u>                              |
| 0  | 0                    | 131,460                                       |
| 0  | 0                    | 122,820                                       |
| 0  | 0                    | 928,845                                       |
| 0  | 0                    | 210   |
| 0  | 0                    | 132,906                                       |
| 14,229                                   | 10,000               | 70,717  |
| 0  | 0                    | 1,904,039                                     |
| 0  | 0                    | 34,595  |
| 0  | 0                    | 295,671                                       |
| <u>14,229</u>                            | <u>10,000</u>        | <u>3,621,263</u>                              |
| (393)                                    | 0                    | (2,058,149)                                   |
| 0  | 0                    | 1,578   |
| <u>0</u>                                 | <u>0</u>             | <u>971,000</u>                                |
| <u>0</u>                                 | <u>0</u>             | <u>972,578</u>                                |
| (393)                                    | 0                    | (1,085,571)                                   |
| <u>630</u>                               | <u>0</u>             | <u>3,330,780</u>                              |
| <u>\$ 237</u>                            | <u>\$ 0</u>          | <u>\$ 2,245,209</u>                           |

**CITY OF MARYSVILLE, OHIO**

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**Combining Balance Sheet  
Nonmajor Capital Projects Funds  
December 31, 2012**

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|  | <u>Parkland<br/>Development</u> | <u>Scottslawn Road<br/>Widening<br/>Project</u> | <u>Milford Avenue<br/>Improvement<br/>Project</u> | <u>Industrial<br/>Parkway Culvert<br/>Replacement</u> |
|--|---------------------------------|---|---|---|
| <b>Assets:</b>                             |                                 |   |   |   |
| Cash and Cash Equivalents                  | \$ 24,840                       | \$ 3,930  | \$ 8,975  | \$ 2,654  |
| <b>Total Assets</b>                        | <u>\$ 24,840</u>                | <u>\$ 3,930</u>                                 | <u>\$ 8,975</u>                                   | <u>\$ 2,654</u>                                       |
| <b>Liabilities:</b>                        |                                 |   |   |   |
| Retainage Payable                          | 0                               | 0   | 0   | 0   |
| <b>Total Liabilities</b>                   | <u>0</u>                        | <u>0</u>  | <u>0</u>  | <u>0</u>  |
| <b>Fund Balances:</b>                      |                                 |   |   |   |
| Restricted                                 | 0                               | 3,930   | 0   | 2,654   |
| Committed                                  | 24,840                          | 0   | 8,975   | 0   |
| Unassigned                                 | 0                               | 0   | 0   | 0   |
| <b>Total Fund Balances</b>                 | <u>24,840</u>                   | <u>3,930</u>                                    | <u>8,975</u>                                      | <u>2,654</u>  |
| <b>Total Liabilities and Fund Balances</b> | <u>\$ 24,840</u>                | <u>\$ 3,930</u>                                 | <u>\$ 8,975</u>                                   | <u>\$ 2,654</u>                                       |

**CITY OF MARYSVILLE, OHIO**

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| CDBG Formula Grant | Job Readiness Site Grant | Maple Street Bridge Rehab | County Home Road Improvement | Pedestrian Bridge | Safe Routes to School Grant | Total Nonmajor Capital Projects Funds |
|--------------------|--------------------------|---------------------------|------------------------------|-------------------|-----------------------------|---------------------------------------|
| \$ 17,039          | \$ 163,246               | \$ 111,331                | \$ 162,177                   | \$ 100,000        | \$ 993                      | \$ 595,185                            |
| \$ 17,039          | \$ 163,246               | \$ 111,331                | \$ 162,177                   | \$ 100,000        | \$ 993                      | \$ 595,185                            |
| 0                  | 0                        | 48,275                    | 0                            | 0                 | 20,884                      | 69,159                                |
| 0                  | 0                        | 48,275                    | 0                            | 0                 | 20,884                      | 69,159                                |
| 17,039             | 163,246                  | 63,056                    | 162,177                      | 0                 | 0                           | 412,102                               |
| 0                  | 0                        | 0                         | 0                            | 100,000           | 0                           | 133,815                               |
| 0                  | 0                        | 0                         | 0                            | 0                 | (19,891)                    | (19,891)                              |
| 17,039             | 163,246                  | 63,056                    | 162,177                      | 100,000           | (19,891)                    | 526,026                               |
| \$ 17,039          | \$ 163,246               | \$ 111,331                | \$ 162,177                   | \$ 100,000        | \$ 993                      | \$ 595,185                            |

**CITY OF MARYSVILLE, OHIO**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012**

|  | Parkland<br>Development | CityGate TIF<br>Project | Scottslawn Road<br>Widening<br>Project | Milford Avenue<br>Improvement<br>Project | Industrial<br>Parkway Culvert<br>Replacement |
|--|-------------------------|-------------------------|--|--|--|
| <b>Revenues:</b>                                     |                         |                         |  |  |  |
| Intergovernmental Revenues                           | \$ 0                    | \$ 0                    | \$ 0                                   | \$ 96,568                                | \$ 2,033                                     |
| Licenses and Permits                                 | 499                     | 0                       | 0                                      | 0  | 0  |
| All Other Revenue                                    | 689                     | 0                       | 0                                      | 0  | 0  |
| <b>Total Revenue</b>                                 | <b>1,188</b>            | <b>0</b>                | <b>0</b>                               | <b>96,568</b>                            | <b>2,033</b>                                 |
| <b>Expenditures:</b>                                 |                         |                         |  |  |  |
| Community Environment                                | 0                       | 0                       | 0                                      | 0  | 0  |
| Capital Outlay                                       | 30,000                  | 0                       | 1,181                                  | 75,817                                   | 2,618  |
| <b>Total Expenditures</b>                            | <b>30,000</b>           | <b>0</b>                | <b>1,181</b>                           | <b>75,817</b>                            | <b>2,618</b>                                 |
| Excess (Deficiency) of Revenues<br>Over Expenditures | (28,812)                | 0                       | (1,181)                                | 20,751                                   | (585)  |
| <b>Other Financing Sources (Uses):</b>               |                         |                         |  |  |  |
| Transfers In   | 0                       | 0                       | 0                                      | 0  | 0  |
| Transfers Out  | 0                       | (51)                    | 0                                      | 0  | 0  |
| <b>Total Other Financing Sources (Uses)</b>          | <b>0</b>                | <b>(51)</b>             | <b>0</b>                               | <b>0</b>                                 | <b>0</b>                                     |
| Net Change In Fund Balance                           | (28,812)                | (51)                    | (1,181)                                | 20,751                                   | (585)  |
| <b>Fund Balances (Deficit) at Beginning of Year</b>  | <b>53,652</b>           | <b>51</b>               | <b>5,111</b>                           | <b>(11,776)</b>                          | <b>3,239</b>                                 |
| <b>Fund Balances (Deficit) End of Year</b>           | <b>\$ 24,840</b>        | <b>\$ 0</b>             | <b>\$ 3,930</b>                        | <b>\$ 8,975</b>                          | <b>\$ 2,654</b>                              |

**CITY OF MARYSVILLE, OHIO**

| CDBG Formula Grant | Job Readiness Site Grant | Maple Street Bridge Rehab | County Home Road Improvement | Pedestrian Bridge | Safe Routes to School Grant | Total Nonmajor Capital Project Funds |
|--------------------|--------------------------|---------------------------|------------------------------|-------------------|-----------------------------|--------------------------------------|
| \$ 59,729          | \$ 0                     | \$ 324,561                | \$ 478,977                   | \$ 0              | \$ 240,168                  | \$ 1,202,036                         |
| 0                  | 0                        | 0                         | 0                            | 0                 | 0                           | 499                                  |
| 0                  | 0                        | 0                         | 0                            | 0                 | 0                           | 689                                  |
| <u>59,729</u>      | <u>0</u>                 | <u>324,561</u>            | <u>478,977</u>               | <u>0</u>          | <u>240,168</u>              | <u>1,203,224</u>                     |
| 61,700             | 0                        | 0                         | 0                            | 0                 | 0                           | 61,700                               |
| 0                  | 0                        | 401,505                   | 966,800                      | 0                 | 263,059                     | 1,740,980                            |
| <u>61,700</u>      | <u>0</u>                 | <u>401,505</u>            | <u>966,800</u>               | <u>0</u>          | <u>263,059</u>              | <u>1,802,680</u>                     |
| (1,971)            | 0                        | (76,944)                  | (487,823)                    | 0                 | (22,891)                    | (599,456)                            |
| 0                  | 0                        | 140,000                   | 650,000                      | 100,000           | 3,000                       | 893,000                              |
| 0                  | 0                        | 0                         | 0                            | 0                 | 0                           | (51)                                 |
| <u>0</u>           | <u>0</u>                 | <u>140,000</u>            | <u>650,000</u>               | <u>100,000</u>    | <u>3,000</u>                | <u>892,949</u>                       |
| (1,971)            | 0                        | 63,056                    | 162,177                      | 100,000           | (19,891)                    | 293,493                              |
| 19,010             | 163,246                  | 0                         | 0                            | 0                 | 0                           | 232,533                              |
| <u>\$ 17,039</u>   | <u>\$ 163,246</u>        | <u>\$ 63,056</u>          | <u>\$ 162,177</u>            | <u>\$ 100,000</u> | <u>\$ (19,891)</u>          | <u>\$ 526,026</u>                    |

**CITY OF MARYSVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Fund – General Fund  
For the Year Ended December 31, 2012**

|  | Original<br>Budget | Final Budget      | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-------------------|-------------------|---|
| <b>Revenues:</b>                       |                    |                   |                   |   |
| Property Taxes                         | \$ 1,395,611       | \$ 1,356,047      | \$ 1,357,282      | \$ 1,235  |
| Municipal Income Taxes                 | 12,603,300         | 12,849,800        | 13,049,810        | 200,010   |
| Other Local Taxes                      | 330,000            | 330,000           | 380,110           | 50,110  |
| Intergovernmental Revenues             | 666,977            | 685,867           | 630,656           | (55,211)  |
| Charges for Services                   | 1,612,598          | 1,474,211         | 1,555,396         | 81,185  |
| Licenses and Permits                   | 123,672            | 125,672           | 138,914           | 13,242  |
| Investment Earnings                    | 60,002             | 60,002            | 73,942            | 13,940  |
| Donations                              | 5,000              | 5,000             | 222               | (4,778)   |
| Fines and Forfeitures                  | 508,500            | 568,000           | 616,758           | 48,758  |
| All Other Revenues                     | 32,000             | 32,000            | 13,829            | (18,171)  |
| Total Revenues                         | <u>17,337,660</u>  | <u>17,486,599</u> | <u>17,816,919</u> | <u>330,320</u>  |
| <b>Expenditures:</b>                   |                    |                   |                   |   |
| Security of Persons and Property:      |                    |                   |                   |   |
| Police:                                |                    |                   |                   |   |
| Personal Services                      | 3,816,632          | 3,858,901         | 3,612,825         | 246,076   |
| Materials and Supplies                 | 102,364            | 112,364           | 109,795           | 2,569   |
| Contractual Services                   | 186,838            | 181,838           | 138,974           | 42,864  |
| Capital Outlay                         | 157,758            | 157,758           | 148,659           | 9,099   |
| Total Police                           | <u>4,263,592</u>   | <u>4,310,861</u>  | <u>4,010,253</u>  | <u>300,608</u>  |
| Fire:                                  |                    |                   |                   |   |
| Personal Services                      | 3,632,074          | 3,596,115         | 3,355,201         | 240,914   |
| Materials and Supplies                 | 53,624             | 63,624            | 55,113            | 8,511   |
| Contractual Services                   | 227,572            | 227,572           | 201,340           | 26,232  |
| Capital Outlay                         | 457,962            | 457,962           | 433,274           | 24,688  |
| Total Fire                             | <u>4,371,232</u>   | <u>4,345,273</u>  | <u>4,044,928</u>  | <u>300,345</u>  |
| Municipal Court:                       |                    |                   |                   |   |
| Personal Services                      | 831,494            | 789,184           | 745,760           | 43,424  |
| Materials and Supplies                 | 83,088             | 81,088            | 74,191            | 6,897   |
| Contractual Services                   | 69,796             | 69,796            | 38,005            | 31,791  |
| Total Municipal Court                  | <u>984,378</u>     | <u>940,068</u>    | <u>857,956</u>    | <u>82,112</u>   |
| Total Security of Persons and Property | <u>9,619,202</u>   | <u>9,596,202</u>  | <u>8,913,137</u>  | <u>683,065</u>  |

(Continued)

**CITY OF MARYSVILLE, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Fund – General Fund  
For the Year Ended December 31, 2012***

|  | Original<br>Budget | Final Budget   | Actual         | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|----------------|----------------|---|
| Public Health and Welfare Services:      |                    |                |                |   |
| Cemetery:                                |                    |                |                |   |
| Materials and Supplies                   | 26,661             | 26,661         | 13,425         | 13,236  |
| Contractual Services                     | 30,076             | 30,076         | 17,512         | 12,564  |
| Total Cemetery                           | <u>56,737</u>      | <u>56,737</u>  | <u>30,937</u>  | <u>25,800</u>   |
| Street Lighting:                         |                    |                |                |   |
| Contractual Services                     | 378,403            | 378,403        | 361,755        | 16,648  |
| Total Public Health and Welfare Services | <u>435,140</u>     | <u>435,140</u> | <u>392,692</u> | <u>42,448</u>   |
| Leisure Time Activities:                 |                    |                |                |   |
| Recreation:                              |                    |                |                |   |
| Personal Services                        | 22,965             | 22,965         | 21,732         | 1,233   |
| Materials and Supplies                   | 6,923              | 8,523          | 6,188          | 2,335   |
| Contractual Services                     | 112,236            | 119,236        | 98,679         | 20,557  |
| Total Leisure Time Activities            | <u>142,124</u>     | <u>150,724</u> | <u>126,599</u> | <u>24,125</u>   |
| Community Environment:                   |                    |                |                |   |
| Public Service:                          |                    |                |                |   |
| Personal Services                        | 141,614            | 141,614        | 140,222        | 1,392   |
| Materials and Supplies                   | 12,582             | 12,582         | 10,351         | 2,231   |
| Contractual Services                     | 41,721             | 42,046         | 31,974         | 10,072  |
| Total Public Service                     | <u>195,917</u>     | <u>196,242</u> | <u>182,547</u> | <u>13,695</u>   |
| Buildings and Grounds:                   |                    |                |                |   |
| Personal Services                        | 321,358            | 329,058        | 283,143        | 45,915  |
| Materials and Supplies                   | 37,872             | 47,872         | 41,448         | 6,424   |
| Contractual Services                     | 138,759            | 138,759        | 124,236        | 14,523  |
| Total Buildings and Grounds              | <u>497,989</u>     | <u>515,689</u> | <u>448,827</u> | <u>66,862</u>   |
| Total Community Environment              | <u>693,906</u>     | <u>711,931</u> | <u>631,374</u> | <u>80,557</u>   |
| General Government:                      |                    |                |                |   |
| City Council:                            |                    |                |                |   |
| Personal Services                        | 83,933             | 86,560         | 86,297         | 263   |
| Materials and Supplies                   | 5,561              | 5,561          | 2,267          | 3,294   |
| Contractual Services                     | 35,300             | 29,300         | 16,182         | 13,118  |
| Total City Council                       | <u>124,794</u>     | <u>121,421</u> | <u>104,746</u> | <u>16,675</u>   |

(Continued)

**CITY OF MARYSVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Fund – General Fund  
For the Year Ended December 31, 2012***

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|                             | Original<br>Budget | Final Budget | Actual  | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------|--------------------|--------------|---------|---|
| Mayor:                      |                    |              |         |   |
| Personal Services           | 16,000             | 16,000       | 16,000  | 0   |
| Materials and Supplies      | 7,862              | 7,862        | 4,942   | 2,920   |
| Contractual Services        | 162,576            | 156,576      | 136,955 | 19,621  |
| Total Mayor                 | 186,438            | 180,438      | 157,897 | 22,541  |
| City Administrator:         |                    |              |         |   |
| Personal Services           | 181,824            | 200,874      | 200,256 | 618   |
| Materials and Supplies      | 4,820              | 4,070        | 3,380   | 690   |
| Contractual Services        | 8,988              | 8,988        | 3,932   | 5,056   |
| Total City Administrator    | 195,632            | 213,932      | 207,568 | 6,364   |
| Human Resources:            |                    |              |         |   |
| Personal Services           | 135,076            | 135,076      | 133,646 | 1,430   |
| Materials and Supplies      | 4,088              | 4,088        | 4,005   | 83  |
| Contractual Services        | 18,568             | 18,568       | 15,476  | 3,092   |
| Total Human Resources       | 157,732            | 157,732      | 153,127 | 4,605   |
| Law Director:               |                    |              |         |   |
| Personal Services           | 115,310            | 115,310      | 115,310 | 0   |
| Materials and Supplies      | 2,545              | 2,452        | 1,460   | 992   |
| Contractual Services        | 76,198             | 76,291       | 72,541  | 3,750   |
| Total Law Director          | 194,053            | 194,053      | 189,311 | 4,742   |
| Finance:                    |                    |              |         |   |
| Personal Services           | 326,387            | 349,100      | 338,584 | 10,516  |
| Materials and Supplies      | 42,981             | 44,481       | 43,139  | 1,342   |
| Contractual Services        | 127,976            | 136,111      | 126,405 | 9,706   |
| Total Finance               | 497,344            | 529,692      | 508,128 | 21,564  |
| Employee Benefits:          |                    |              |         |   |
| Personal Services           | 833,327            | 826,357      | 817,940 | 8,417   |
| Income Tax Collection:      |                    |              |         |   |
| Materials and Supplies      | 8,091              | 8,091        | 7,805   | 286   |
| Contractual Services        | 3,953              | 3,953        | 41      | 3,912   |
| Total Income Tax Collection | 12,044             | 12,044       | 7,846   | 4,198   |

(Continued)

**CITY OF MARYSVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Fund – General Fund  
For the Year Ended December 31, 2012**

|  | Original<br>Budget | Final Budget | Actual       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------|--------------|---|
| Information Technology:                                      |                    |              |              |   |
| Personal Services  | 150,950            | 143,610      | 139,900      | 3,710   |
| Materials and Supplies                                       | 3,000              | 3,000        | 2,997        | 3   |
| Contractual Services   | 186,921            | 225,481      | 218,284      | 7,197   |
| Total Information Technology                                 | 340,871            | 372,091      | 361,181      | 10,910  |
| City Engineer:   |                    |              |              |   |
| Personal Services  | 361,174            | 325,717      | 316,028      | 9,689   |
| Materials and Supplies                                       | 28,224             | 24,224       | 16,784       | 7,440   |
| Contractual Services   | 122,925            | 145,925      | 101,333      | 44,592  |
| Total City Engineer  | 512,323            | 495,866      | 434,145      | 61,721  |
| Civil Service Commission:                                    |                    |              |              |   |
| Personal Services  | 3,000              | 3,000        | 1,150        | 1,850   |
| Materials and Supplies                                       | 2,242              | 2,242        | 1,668        | 574   |
| Contractual Services   | 5,000              | 5,000        | 4,969        | 31  |
| Total Civil Service Commission                               | 10,242             | 10,242       | 7,787        | 2,455   |
| Planning Commission:   |                    |              |              |   |
| Materials and Supplies                                       | 177                | 177          | 0            | 177   |
| Contractual Services   | 10,455             | 10,455       | 10,100       | 355   |
| Total Planning Commission                                    | 10,632             | 10,632       | 10,100       | 532   |
| City Hall:   |                    |              |              |   |
| Materials and Supplies                                       | 20,471             | 20,471       | 13,845       | 6,626   |
| Contractual Services   | 182,745            | 187,745      | 144,700      | 43,045  |
| Total City Hall  | 203,216            | 208,216      | 158,545      | 49,671  |
| Total General Government                                     | 3,278,648          | 3,332,716    | 3,118,321    | 214,395   |
| Total Expenditures   | 14,169,020         | 14,226,713   | 13,182,123   | 1,044,590   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 3,168,640          | 3,259,886    | 4,634,796    | 1,374,910   |
| <b>Other Financing Sources (Uses):</b>                       |                    |              |              |   |
| Sale of Capital Assets                                       | 0                  | 0            | 92           | 92  |
| Transfers Out  | (3,645,000)        | (7,864,780)  | (7,864,780)  | 0   |
| Total Other Financing Sources (Uses)                         | (3,645,000)        | (7,864,780)  | (7,864,688)  | 92  |
| Net Change In Fund Balance                                   | (476,360)          | (4,604,894)  | (3,229,892)  | 1,375,002   |
| Fund Balance at Beginning of Year                            | 8,067,358          | 8,067,358    | 8,067,358    | 0   |
| Prior Year Encumbrances                                      | 302,277            | 302,277      | 302,277      | 0   |
| Fund Balance at End of Year                                  | \$ 7,893,275       | \$ 3,764,741 | \$ 5,139,743 | \$ 1,375,002  |

**CITY OF MARYSVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Fund – Coleman’s Crossing TIF – Debt Service Fund  
For the Year Ended December 31, 2012**

|  | Original<br>Budget | Final Budget      | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-------------------|-------------------|---|
| <b>Revenues:</b>   |                    |                   |                   |   |
| Payments in Lieu of Taxes                                    | \$ 1,470,184       | \$ 1,486,927      | \$ 1,486,927      | \$ 0  |
| Total Revenues   | <u>1,470,184</u>   | <u>1,486,927</u>  | <u>1,486,927</u>  | <u>0</u>  |
| <b>Expenditures:</b>   |                    |                   |                   |   |
| Community Environment:                                       |                    |                   |                   |   |
| Contractual Services   | 847,293            | 847,293           | 777,936           | 69,357  |
| Debt Service:  |                    |                   |                   |   |
| Principal Retirement   | 11,830,000         | 11,830,000        | 11,830,000        | 0   |
| Interest and Fiscal Charges                                  | 350,644            | 350,644           | 294,928           | 55,716  |
| Total Expenditures   | <u>13,027,937</u>  | <u>13,027,937</u> | <u>12,902,864</u> | <u>125,073</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (11,557,753)       | (11,541,010)      | (11,415,937)      | 125,073   |
| <b>Other Financing Sources (Uses):</b>                       |                    |                   |                   |   |
| General Obligation Notes Issued                              | 11,680,000         | 11,514,124        | 11,514,125        | 1   |
| Transfers In   | 0                  | 0                 | 51                | 51  |
| Total Other Financing Sources (Uses)                         | <u>11,680,000</u>  | <u>11,514,124</u> | <u>11,514,176</u> | <u>52</u>   |
| Net Change In Fund Balance                                   | 122,247            | (26,886)          | 98,239            | 125,125   |
| Fund Balance at Beginning of Year                            | 103,367            | 103,367           | 103,367           | 0   |
| Prior Year Encumbrances                                      | 31,556             | 31,556            | 31,556            | 0   |
| Fund Balance at End of Year                                  | <u>\$ 257,170</u>  | <u>\$ 108,037</u> | <u>\$ 233,162</u> | <u>\$ 125,125</u>                                       |

**CITY OF MARYSVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Fund – Capital Improvements Project – Capital Projects Fund  
For the Year Ended December 31, 2012**

|  | Original<br>Budget | Final Budget | Actual       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------|--------------|---|
| <b>Revenues:</b>   |                    |              |              |   |
| Total Revenues   | \$ 0               | \$ 0         | \$ 0         | \$ 0  |
| <b>Expenditures:</b>   |                    |              |              |   |
| Capital Outlay:  |                    |              |              |   |
| Engineering  | 14,876,420         | 22,741,420   | 22,663,865   | 77,555  |
| Total Expenditures   | 14,876,420         | 22,741,420   | 22,663,865   | 77,555  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (14,876,420)       | (22,741,420) | (22,663,865) | 77,555  |
| <b>Other Financing Sources (Uses):</b>                       |                    |              |              |   |
| General Obligation Notes Issued                              | 0                  | 3,515,610    | 3,515,610    | 0   |
| Transfers In   | 142,000            | 4,142,000    | 4,142,000    | 0   |
| Total Other Financing Sources (Uses)                         | 142,000            | 7,657,610    | 7,657,610    | 0   |
| Net Change In Fund Balance                                   | (14,734,420)       | (15,083,810) | (15,006,255) | 77,555  |
| Fund Balance at Beginning of Year                            | 658,789            | 658,789      | 658,789      | 0   |
| Prior Year Encumbrances                                      | 14,708,670         | 14,708,670   | 14,708,670   | 0   |
| Fund Balance at End of Year                                  | \$ 633,039         | \$ 283,649   | \$ 361,204   | \$ 77,555   |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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|  | Original<br>Budget | Final Budget | Actual      | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------|-------------|---|
| <b>Revenues:</b>   |                    |              |             |   |
| Total Revenues   | \$ 0               | \$ 0         | \$ 0        | \$ 0  |
| <b>Expenditures:</b>   |                    |              |             |   |
| General Government:  |                    |              |             |   |
| Contractual Services   | 10,000             | 10,000       | 10,000      | 0   |
| Total Expenditures   | 10,000             | 10,000       | 10,000      | 0   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (10,000)           | (10,000)     | (10,000)    | 0   |
| <b>Other Financing Sources (Uses):</b>                       |                    |              |             |   |
| Transfers In   | 10,000             | 10,000       | 10,000      | 0   |
| Total Other Financing Sources (Uses)                         | 10,000             | 10,000       | 10,000      | 0   |
| Net Change In Fund Balance                                   | 0                  | 0            | 0           | 0   |
| Fund Balance at Beginning of Year                            | 0                  | 0            | 0           | 0   |
| Fund Balance at End of Year                                  | <u>\$ 0</u>        | <u>\$ 0</u>  | <u>\$ 0</u> | <u>\$ 0</u>   |

**CITY OF MARYSVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

| <b>UNIVENTURE FINANCIAL INCENTIVE FUND</b>                   |                    |              |          |   |
|--|--------------------|--------------|----------|---|
|  | Original<br>Budget | Final Budget | Actual   | Variance with<br>Final Budget<br>Positive<br>(Negative) |
| <b>Revenues:</b>   |                    |              |          |   |
| Total Revenues   | \$ 0               | \$ 0         | \$ 0     | \$ 0  |
| <b>Expenditures:</b>   |                    |              |          |   |
| General Government:  |                    |              |          |   |
| Contractual Services   | 30,000             | 30,000       | 30,000   | 0   |
| Total Expenditures   | 30,000             | 30,000       | 30,000   | 0   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (30,000)           | (30,000)     | (30,000) | 0   |
| <b>Other Financing Sources (Uses):</b>                       |                    |              |          |   |
| Transfers In   | 30,000             | 30,000       | 30,000   | 0   |
| Total Other Financing Sources (Uses)                         | 30,000             | 30,000       | 30,000   | 0   |
| Net Change In Fund Balance                                   | 0                  | 0            | 0        | 0   |
| Fund Balance at Beginning of Year                            | 8,334              | 8,334        | 8,334    | 0   |
| Fund Balance at End of Year                                  | \$ 8,334           | \$ 8,334     | \$ 8,334 | \$ 0  |

**CITY OF MARYSVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

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|  | Original<br>Budget | Final Budget | Actual  | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------|---------|---|
| <b>Revenues:</b>   |                    |              |         |   |
| Total Revenues   | \$ 0               | \$ 0         | \$ 0    | \$ 0  |
| <b>Expenditures:</b>   |                    |              |         |   |
| General Government:  |                    |              |         |   |
| Contractual Services   | 7,000              | 7,135        | 7,134   | 1   |
| Total Expenditures   | 7,000              | 7,135        | 7,134   | 1   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (7,000)            | (7,135)      | (7,134) | 1   |
| <b>Other Financing Sources (Uses):</b>                       |                    |              |         |   |
| Transfers In   | 7,000              | 7,135        | 7,135   | 0   |
| Total Other Financing Sources (Uses)                         | 7,000              | 7,135        | 7,135   | 0   |
| Net Change In Fund Balance                                   | 0                  | 0            | 1       | 1   |
| Fund Balance at Beginning of Year                            | 0                  | 0            | 0       | 0   |
| Fund Balance at End of Year                                  | \$ 0               | \$ 0         | \$ 1    | \$ 1  |

**CITY OF MARYSVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

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|  | POOL FUND          |                  |                  | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|------------------|------------------|---|
|  | Original<br>Budget | Final Budget     | Actual           |   |
| <b>Revenues:</b>   |                    |                  |                  |   |
| Charges for Services   | \$ 131,500         | \$ 129,920       | \$ 132,493       | \$ 2,573  |
| Total Revenues   | <u>131,500</u>     | <u>129,920</u>   | <u>132,493</u>   | <u>2,573</u>  |
| <b>Expenditures:</b>   |                    |                  |                  |   |
| Leisure Time Activities:                                     |                    |                  |                  |   |
| Personal Services  | 76,407             | 76,342           | 70,895           | 5,447   |
| Materials and Supplies                                       | 51,328             | 51,328           | 45,361           | 5,967   |
| Contractual Services   | 28,899             | 28,964           | 24,497           | 4,467   |
| Total Expenditures   | <u>156,634</u>     | <u>156,634</u>   | <u>140,753</u>   | <u>15,881</u>   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (25,134)           | (26,714)         | (8,260)          | 18,454  |
| Fund Balance at Beginning of Year                            | 86,406             | 86,406           | 86,406           | 0   |
| Prior Year Encumbrances                                      | 3,727              | 3,727            | 3,727            | 0   |
| Fund Balance at End of Year                                  | <u>\$ 64,999</u>   | <u>\$ 63,419</u> | <u>\$ 81,873</u> | <u>\$ 18,454</u>  |

**CITY OF MARYSVILLE, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

| <b>CITY EVENTS FUND</b>                                      |                    |               |                 |   |
|--|--------------------|---------------|-----------------|---|
|  | Original<br>Budget | Final Budget  | Actual          | Variance with<br>Final Budget<br>Positive<br>(Negative) |
| <b>Revenues:</b>   |                    |               |                 |   |
| Charges for Services   | \$ 22,950          | \$ 33,141     | \$ 39,034       | \$ 5,893  |
| Total Revenues   | <u>22,950</u>      | <u>33,141</u> | <u>39,034</u>   | <u>5,893</u>  |
| <b>Expenditures:</b>   |                    |               |                 |   |
| General Government:  |                    |               |                 |   |
| Materials and Supplies                                       | 6,933              | 8,933         | 7,728           | 1,205   |
| Contractual Services   | 16,239             | 28,239        | 27,968          | 271   |
| Total Expenditures   | <u>23,172</u>      | <u>37,172</u> | <u>35,696</u>   | <u>1,476</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (222)              | (4,031)       | 3,338           | 7,369   |
| <b>Other Financing Sources (Uses):</b>                       |                    |               |                 |   |
| Transfers In   | 0                  | 1,000         | 1,000           | 0   |
| Total Other Financing Sources (Uses)                         | <u>0</u>           | <u>1,000</u>  | <u>1,000</u>    | <u>0</u>  |
| Net Change In Fund Balance                                   | (222)              | (3,031)       | 4,338           | 7,369   |
| Fund Balance at Beginning of Year                            | 3,245              | 3,245         | 3,245           | 0   |
| Prior Year Encumbrances                                      | 222                | 222           | 222             | 0   |
| Fund Balance at End of Year                                  | <u>\$ 3,245</u>    | <u>\$ 436</u> | <u>\$ 7,805</u> | <u>\$ 7,369</u>   |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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|  | Original<br>Budget | Final Budget    | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-----------------|------------------|---|
| <b>Revenues:</b>   |                    |                 |                  |   |
| Property Taxes   | \$ 107,624         | \$ 107,624      | \$ 115,553       | \$ 7,929  |
| Intergovernmental Revenues                                   | 10,763             | 10,763          | 5,783            | (4,980)   |
| Total Revenues   | <u>118,387</u>     | <u>118,387</u>  | <u>121,336</u>   | <u>2,949</u>  |
| <b>Expenditures:</b>   |                    |                 |                  |   |
| Security of Persons and Property - Police:                   |                    |                 |                  |   |
| Personal Services  | 119,000            | 119,000         | 118,694          | 306   |
| Contractual Services   | 1,894              | 2,197           | 2,196            | 1   |
| Total Expenditures   | <u>120,894</u>     | <u>121,197</u>  | <u>120,890</u>   | <u>307</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (2,507)            | (2,810)         | 446              | 3,256   |
| Fund Balance at Beginning of Year                            | <u>10,222</u>      | <u>10,222</u>   | <u>10,222</u>    | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 7,715</u>    | <u>\$ 7,412</u> | <u>\$ 10,668</u> | <u>\$ 3,256</u>   |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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|  | Original<br>Budget | Final Budget    | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-----------------|------------------|---|
| <b>Revenues:</b>   |                    |                 |                  |   |
| Property Taxes   | \$ 107,624         | \$ 107,624      | \$ 115,553       | \$ 7,929  |
| Intergovernmental Revenues                                   | 10,763             | 10,763          | 5,783            | (4,980)   |
| Total Revenues   | <u>118,387</u>     | <u>118,387</u>  | <u>121,336</u>   | <u>2,949</u>  |
| <b>Expenditures:</b>   |                    |                 |                  |   |
| Security of Persons and Property - Fire:                     |                    |                 |                  |   |
| Personal Services  | 119,000            | 119,000         | 118,694          | 306   |
| Contractual Services   | 1,894              | 2,197           | 2,196            | 1   |
| Total Expenditures   | <u>120,894</u>     | <u>121,197</u>  | <u>120,890</u>   | <u>307</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (2,507)            | (2,810)         | 446              | 3,256   |
| Fund Balance at Beginning of Year                            | <u>10,222</u>      | <u>10,222</u>   | <u>10,222</u>    | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 7,715</u>    | <u>\$ 7,412</u> | <u>\$ 10,668</u> | <u>\$ 3,256</u>   |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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|  | Original<br>Budget | Final Budget  | Actual          | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|---------------|-----------------|---|
| <b>Revenues:</b>   |                    |               |                 |   |
| Intergovernmental Revenues                                   | \$ 10,000          | \$ 4,608      | \$ 5,845        | \$ 1,237  |
| Total Revenues   | <u>10,000</u>      | <u>4,608</u>  | <u>5,845</u>    | <u>1,237</u>  |
| <b>Expenditures:</b>   |                    |               |                 |   |
| Security of Persons and Property - Police:                   |                    |               |                 |   |
| Contractual Services   | <u>10,202</u>      | <u>10,202</u> | <u>6,558</u>    | <u>3,644</u>  |
| Total Expenditures   | <u>10,202</u>      | <u>10,202</u> | <u>6,558</u>    | <u>3,644</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (202)              | (5,594)       | (713)           | 4,881   |
| Fund Balance at Beginning of Year                            | 5,526              | 5,526         | 5,526           | 0   |
| Prior Year Encumbrances                                      | <u>202</u>         | <u>202</u>    | <u>202</u>      | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 5,526</u>    | <u>\$ 134</u> | <u>\$ 5,015</u> | <u>\$ 4,881</u>   |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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|  | FIRE GRANT FUND    |                 |                 | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-----------------|-----------------|---|
|  | Original<br>Budget | Final Budget    | Actual          |   |
| <b>Revenues:</b>   |                    |                 |                 |   |
| Intergovernmental Revenues                                   | \$ 40,000          | \$ 500          | \$ 1,480        | \$ 980  |
| Total Revenues   | <u>40,000</u>      | <u>500</u>      | <u>1,480</u>    | <u>980</u>  |
| <b>Expenditures:</b>   |                    |                 |                 |   |
| Security of Persons and Property - Fire:                     |                    |                 |                 |   |
| Contractual Services   | <u>40,000</u>      | <u>2,560</u>    | <u>2,485</u>    | <u>75</u>   |
| Total Expenditures   | <u>40,000</u>      | <u>2,560</u>    | <u>2,485</u>    | <u>75</u>   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 0                  | (2,060)         | (1,005)         | 1,055   |
| Fund Balance at Beginning of Year                            | <u>3,277</u>       | <u>3,277</u>    | <u>3,277</u>    | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 3,277</u>    | <u>\$ 1,217</u> | <u>\$ 2,272</u> | <u>\$ 1,055</u>   |

**CITY OF MARYSVILLE, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

| <b>STREET MAINTENANCE FUND</b>                               |                    |                   |                   |   |
|--|--------------------|-------------------|-------------------|---|
|  | Original<br>Budget | Final Budget      | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
| <b>Revenues:</b>   |                    |                   |                   |   |
| Other Local Taxes  | 780,000            | 735,000           | 750,946           | 15,946  |
| Intergovernmental Revenues                                   | 25,000             | 25,000            | 25,000            | 0   |
| Investment Earnings  | 75                 | 75                | 1,174             | 1,099   |
| All Other Revenues   | 9,000              | 4,500             | 2,822             | (1,678)   |
| Total Revenues   | <u>814,075</u>     | <u>764,575</u>    | <u>779,942</u>    | <u>15,367</u>   |
| <b>Expenditures:</b>   |                    |                   |                   |   |
| Transportation:  |                    |                   |                   |   |
| Personal Services  | 744,592            | 739,267           | 678,978           | 60,289  |
| Materials and Supplies                                       | 436,783            | 416,783           | 305,874           | 110,909   |
| Contractual Services   | 289,531            | 275,356           | 202,445           | 72,911  |
| Capital Outlay   | 721,108            | 721,108           | 683,883           | 37,225  |
| Total Expenditures   | <u>2,192,014</u>   | <u>2,152,514</u>  | <u>1,871,180</u>  | <u>281,334</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (1,377,939)        | (1,387,939)       | (1,091,238)       | 296,701   |
| <b>Other Financing Sources (Uses):</b>                       |                    |                   |                   |   |
| Sale of Capital Assets                                       | 0                  | 0                 | 1,578             | 1,578   |
| Transfers In   | 963,000            | 963,000           | 963,000           | 0   |
| Total Other Financing Sources (Uses)                         | <u>963,000</u>     | <u>963,000</u>    | <u>964,578</u>    | <u>1,578</u>  |
| Net Change In Fund Balance                                   | (414,939)          | (424,939)         | (126,660)         | 298,279   |
| Fund Balance at Beginning of Year                            | 324,243            | 324,243           | 324,243           | 0   |
| Prior Year Encumbrances                                      | 230,832            | 230,832           | 230,832           | 0   |
| Fund Balance at End of Year                                  | <u>\$ 140,136</u>  | <u>\$ 130,136</u> | <u>\$ 428,415</u> | <u>\$ 298,279</u>                                       |

**CITY OF MARYSVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

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|  | Original<br>Budget | Final Budget    | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-----------------|------------------|---|
| <b>Revenues:</b>   |                    |                 |                  |   |
| All Other Revenues   | \$ 5,000           | \$ 5,000        | \$ 8,879         | \$ 3,879  |
| Total Revenues   | <u>5,000</u>       | <u>5,000</u>    | <u>8,879</u>     | <u>3,879</u>  |
| <b>Expenditures:</b>   |                    |                 |                  |   |
| Security of Persons and Property - Police:                   |                    |                 |                  |   |
| Materials and Supplies                                       | 3,000              | 3,000           | 0                | 3,000   |
| Capital Outlay   | <u>3,000</u>       | <u>3,000</u>    | <u>0</u>         | <u>3,000</u>  |
| Total Expenditures   | <u>6,000</u>       | <u>6,000</u>    | <u>0</u>         | <u>6,000</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (1,000)            | (1,000)         | 8,879            | 9,879   |
| Fund Balance at Beginning of Year                            | <u>6,618</u>       | <u>6,618</u>    | <u>6,618</u>     | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 5,618</u>    | <u>\$ 5,618</u> | <u>\$ 15,497</u> | <u>\$ 9,879</u>   |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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|  | Original<br>Budget | Final Budget     | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|------------------|------------------|---|
| <b>Revenues:</b>   |                    |                  |                  |   |
| Fines and Forfeitures  | \$ 20,000          | \$ 8,300         | \$ 8,304         | \$ 4  |
| Total Revenues   | <u>20,000</u>      | <u>8,300</u>     | <u>8,304</u>     | <u>4</u>  |
| <b>Expenditures:</b>   |                    |                  |                  |   |
| Security of Persons and Property - Police:                   |                    |                  |                  |   |
| Materials and Supplies                                       | 6,000              | 6,000            | 0                | 6,000   |
| Capital Outlay   | <u>3,000</u>       | <u>3,173</u>     | <u>3,173</u>     | <u>0</u>  |
| Total Expenditures   | <u>9,000</u>       | <u>9,173</u>     | <u>3,173</u>     | <u>6,000</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 11,000             | (873)            | 5,131            | 6,004   |
| Fund Balance at Beginning of Year                            | <u>68,690</u>      | <u>68,690</u>    | <u>68,690</u>    | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 79,690</u>   | <u>\$ 67,817</u> | <u>\$ 73,821</u> | <u>\$ 6,004</u>   |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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|  | Original<br>Budget | Final Budget     | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|------------------|------------------|---|
| <b>Revenues:</b>   |                    |                  |                  |   |
| Fines and Forfeitures  | \$ 1,500           | \$ 1,200         | \$ 1,543         | \$ 343  |
| Total Revenues   | <u>1,500</u>       | <u>1,200</u>     | <u>1,543</u>     | <u>343</u>  |
| <b>Expenditures:</b>   |                    |                  |                  |   |
| Security of Persons and Property - Police:                   |                    |                  |                  |   |
| Contractual Services   | <u>10,091</u>      | <u>10,091</u>    | <u>1,016</u>     | <u>9,075</u>  |
| Total Expenditures   | <u>10,091</u>      | <u>10,091</u>    | <u>1,016</u>     | <u>9,075</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (8,591)            | (8,891)          | 527              | 9,418   |
| Fund Balance at Beginning of Year                            | 23,985             | 23,985           | 23,985           | 0   |
| Prior Year Encumbrances                                      | <u>2,591</u>       | <u>2,591</u>     | <u>2,591</u>     | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 17,985</u>   | <u>\$ 17,685</u> | <u>\$ 27,103</u> | <u>\$ 9,418</u>   |

**CITY OF MARYSVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

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| <b>DUI INDIGENT DRIVERS TREATMENT FUND</b>                   |                    |                   |                   |   |
|--|--------------------|-------------------|-------------------|---|
|  | Original<br>Budget | Final Budget      | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
| <b>Revenues:</b>   |                    |                   |                   |   |
| Total Revenues   | \$ 0               | \$ 0              | \$ 0              | \$ 0  |
| <b>Expenditures:</b>   |                    |                   |                   |   |
| Security of Persons and Property - Police:                   |                    |                   |                   |   |
| Contractual Services   | 0                  | 5,000             | 0                 | 5,000   |
| Total Expenditures   | 0                  | 5,000             | 0                 | 5,000   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 0                  | (5,000)           | 0                 | 5,000   |
| Fund Balance at Beginning of Year                            | 161,880            | 161,880           | 161,880           | 0   |
| Fund Balance at End of Year                                  | <u>\$ 161,880</u>  | <u>\$ 156,880</u> | <u>\$ 161,880</u> | <u>\$ 5,000</u>   |

**CITY OF MARYSVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

| <b>STATE HIGHWAY FUND</b>                                    |                    |                  |                  |   |
|--|--------------------|------------------|------------------|---|
|  | Original<br>Budget | Final Budget     | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
| <b>Revenues:</b>   |                    |                  |                  |   |
| Other Local Taxes  | \$ 61,000          | \$ 60,000        | \$ 60,887        | \$ 887  |
| Investment Earnings  | 40                 | 40               | 287              | 247   |
| All Other Revenues   | 31,000             | 15,000           | 15,551           | 551   |
| Total Revenues   | <u>92,040</u>      | <u>75,040</u>    | <u>76,725</u>    | <u>1,685</u>  |
| <b>Expenditures:</b>   |                    |                  |                  |   |
| Transportation:  |                    |                  |                  |   |
| Materials and Supplies                                       | 114,489            | 114,489          | 95,973           | 18,516  |
| Contractual Services   | 97,647             | 97,647           | 60,615           | 37,032  |
| Capital Outlay   | 30,808             | 30,808           | 15,808           | 15,000  |
| Total Expenditures   | <u>242,944</u>     | <u>242,944</u>   | <u>172,396</u>   | <u>70,548</u>   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (150,904)          | (167,904)        | (95,671)         | 72,233  |
| <b>Other Financing Sources (Uses):</b>                       |                    |                  |                  |   |
| Transfers In   | 7,000              | 7,000            | 7,000            | 0   |
| Total Other Financing Sources (Uses)                         | <u>7,000</u>       | <u>7,000</u>     | <u>7,000</u>     | <u>0</u>  |
| Net Change In Fund Balance                                   | (143,904)          | (160,904)        | (88,671)         | 72,233  |
| Fund Balance at Beginning of Year                            | 101,646            | 101,646          | 101,646          | 0   |
| Prior Year Encumbrances                                      | 77,944             | 77,944           | 77,944           | 0   |
| Fund Balance at End of Year                                  | <u>\$ 35,686</u>   | <u>\$ 18,686</u> | <u>\$ 90,919</u> | <u>\$ 72,233</u>  |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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|  | Original<br>Budget | Final Budget      | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-------------------|-------------------|---|
| <b>Revenues:</b>   |                    |                   |                   |   |
| Fines and Forfeitures  | \$ 25,000          | \$ 24,400         | \$ 24,460         | \$ 60   |
| Total Revenues   | <u>25,000</u>      | <u>24,400</u>     | <u>24,460</u>     | <u>60</u>   |
| <b>Expenditures:</b>   |                    |                   |                   |   |
| Security of Persons and Property - Other:                    |                    |                   |                   |   |
| Contractual Services   | <u>250,000</u>     | <u>450,000</u>    | <u>450,000</u>    | <u>0</u>  |
| Total Expenditures   | <u>250,000</u>     | <u>450,000</u>    | <u>450,000</u>    | <u>0</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (225,000)          | (425,600)         | (425,540)         | 60  |
| Fund Balance at Beginning of Year                            | <u>601,329</u>     | <u>601,329</u>    | <u>601,329</u>    | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 376,329</u>  | <u>\$ 175,729</u> | <u>\$ 175,789</u> | <u>\$ 60</u>  |

**CITY OF MARYSVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

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| <b>MUNICIPAL COURT COMPUTER FUND</b>                         |                    |                   |                   |   |
|--|--------------------|-------------------|-------------------|---|
|  | Original<br>Budget | Final Budget      | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
| <b>Revenues:</b>   |                    |                   |                   |   |
| Fines and Forfeitures  | \$ 25,000          | \$ 24,400         | \$ 24,448         | \$ 48   |
| Total Revenues   | <u>25,000</u>      | <u>24,400</u>     | <u>24,448</u>     | <u>48</u>   |
| <b>Expenditures:</b>   |                    |                   |                   |   |
| Security of Persons and Property - Other:                    |                    |                   |                   |   |
| Contractual Services   | 130,688            | 152,852           | 152,852           | 0   |
| Total Expenditures   | <u>130,688</u>     | <u>152,852</u>    | <u>152,852</u>    | <u>0</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (105,688)          | (128,452)         | (128,404)         | 48  |
| Fund Balance at Beginning of Year                            | 268,923            | 268,923           | 268,923           | 0   |
| Prior Year Encumbrances                                      | 30,688             | 30,688            | 30,688            | 0   |
| Fund Balance at End of Year                                  | <u>\$ 193,923</u>  | <u>\$ 171,159</u> | <u>\$ 171,207</u> | <u>\$ 48</u>  |

**CITY OF MARYSVILLE, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

**MUNICIPAL COURT SPECIAL PROJECTS FUND**

|  | Original<br>Budget | Final Budget      | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-------------------|-------------------|---|
| <b>Revenues:</b>   |                    |                   |                   |   |
| Charges for Services   | \$ 4,000           | \$ 4,000          | \$ 4,382          | \$ 382  |
| Fines and Forfeitures  | 55,000             | 53,000            | 52,804            | (196)   |
| Total Revenues   | <u>59,000</u>      | <u>57,000</u>     | <u>57,186</u>     | <u>186</u>  |
| <b>Expenditures:</b>   |                    |                   |                   |   |
| Security of Persons and Property - Other:                    |                    |                   |                   |   |
| Contractual Services   | 650,000            | 650,000           | 650,000           | 0   |
| Total Expenditures   | <u>650,000</u>     | <u>650,000</u>    | <u>650,000</u>    | <u>0</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (591,000)          | (593,000)         | (592,814)         | 186   |
| Fund Balance at Beginning of Year                            | 860,295            | 860,295           | 860,295           | 0   |
| Fund Balance at End of Year                                  | <u>\$ 269,295</u>  | <u>\$ 267,295</u> | <u>\$ 267,481</u> | <u>\$ 186</u>   |

**CITY OF MARYSVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

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|  | Original<br>Budget | Final Budget      | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-------------------|-------------------|---|
| <b>Revenues:</b>   |                    |                   |                   |   |
| Fines and Forfeitures  | \$ 27,500          | \$ 18,000         | \$ 18,089         | \$ 89   |
| Total Revenues   | <u>27,500</u>      | <u>18,000</u>     | <u>18,089</u>     | <u>89</u>   |
| <b>Expenditures:</b>   |                    |                   |                   |   |
| Security of Persons and Property - Other:                    |                    |                   |                   |   |
| Contractual Services   | <u>2,000</u>       | <u>2,000</u>      | <u>1,250</u>      | <u>750</u>  |
| Total Expenditures   | <u>2,000</u>       | <u>2,000</u>      | <u>1,250</u>      | <u>750</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 25,500             | 16,000            | 16,839            | 839   |
| Fund Balance at Beginning of Year                            | <u>190,167</u>     | <u>190,167</u>    | <u>190,167</u>    | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 215,667</u>  | <u>\$ 206,167</u> | <u>\$ 207,006</u> | <u>\$ 839</u>   |

**CITY OF MARYSVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

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|  | 2008 CHIP GRANT FUND |              |              | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|----------------------|--------------|--------------|---|
|  | Original<br>Budget   | Final Budget | Actual       |   |
| <b>Revenues:</b>   |                      |              |              |   |
| Total Revenues   | \$ 0                 | \$ 0         | \$ 0         | \$ 0  |
| <b>Expenditures:</b>   |                      |              |              |   |
| Total Expenditures   | 0                    | 0            | 0            | 0   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 0                    | 0            | 0            | 0   |
| Fund Balance at Beginning of Year                            | 70                   | 70           | 70           | 0   |
| Fund Balance at End of Year                                  | <u>\$ 70</u>         | <u>\$ 70</u> | <u>\$ 70</u> | <u>\$ 0</u>   |

**CITY OF MARYSVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

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|  | ELJER PARK FUND    |                  |                  | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|------------------|------------------|---|
|  | Original<br>Budget | Final Budget     | Actual           |   |
| <b>Revenues:</b>   |                    |                  |                  |   |
| Investment Earnings  | \$ 15              | \$ 0             | \$ 0             | \$ 0  |
| Total Revenues   | <u>15</u>          | <u>0</u>         | <u>0</u>         | <u>0</u>  |
| <b>Expenditures:</b>   |                    |                  |                  |   |
| Total Expenditures   | <u>0</u>           | <u>0</u>         | <u>0</u>         | <u>0</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 15                 | 0                | 0                | 0   |
| Fund Balance at Beginning of Year                            | <u>31,523</u>      | <u>31,523</u>    | <u>31,523</u>    | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 31,538</u>   | <u>\$ 31,523</u> | <u>\$ 31,523</u> | <u>\$ 0</u>   |

**CITY OF MARYSVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

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|  | CEMETERY MAINTENANCE FUND |                  |                  | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|---------------------------|------------------|------------------|---|
|  | Original<br>Budget        | Final Budget     | Actual           |   |
| <b>Revenues:</b>   |                           |                  |                  |   |
| Total Revenues   | \$ 0                      | \$ 0             | \$ 0             | \$ 0  |
| <b>Expenditures:</b>   |                           |                  |                  |   |
| Total Expenditures   | 0                         | 0                | 0                | 0   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 0                         | 0                | 0                | 0   |
| Fund Balance at Beginning of Year                            | 15,060                    | 15,060           | 15,060           | 0   |
| Fund Balance at End of Year                                  | <u>\$ 15,060</u>          | <u>\$ 15,060</u> | <u>\$ 15,060</u> | <u>\$ 0</u>   |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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|  | Original<br>Budget | Final Budget     | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|------------------|------------------|---|
| <b>Revenues:</b>   |                    |                  |                  |   |
| Investment Earnings  | \$ 2               | \$ 2             | \$ 29            | \$ 27   |
| Total Revenues   | <u>2</u>           | <u>2</u>         | <u>29</u>        | <u>27</u>   |
| <b>Expenditures:</b>   |                    |                  |                  |   |
| Security of Persons and Property:                            |                    |                  |                  |   |
| Materials and Supplies                                       | <u>340</u>         | <u>340</u>       | <u>250</u>       | <u>90</u>   |
| Total Expenditures   | <u>340</u>         | <u>340</u>       | <u>250</u>       | <u>90</u>   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (338)              | (338)            | (221)            | 117   |
| Fund Balance at Beginning of Year                            | 10,413             | 10,413           | 10,413           | 0   |
| Prior Year Encumbrances                                      | <u>40</u>          | <u>40</u>        | <u>40</u>        | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 10,115</u>   | <u>\$ 10,115</u> | <u>\$ 10,232</u> | <u>\$ 117</u>   |

**CITY OF MARYSVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

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|  | Original<br>Budget | Final Budget     | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|------------------|------------------|---|
| <b>Revenues:</b>   |                    |                  |                  |   |
| Fines and Forfeitures  | \$ 22,000          | \$ 15,000        | \$ 15,303        | \$ 303  |
| Total Revenues   | <u>22,000</u>      | <u>15,000</u>    | <u>15,303</u>    | <u>303</u>  |
| <b>Expenditures:</b>   |                    |                  |                  |   |
| Total Expenditures   | <u>0</u>           | <u>0</u>         | <u>0</u>         | <u>0</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 22,000             | 15,000           | 15,303           | 303   |
| Fund Balance at Beginning of Year                            | <u>58,525</u>      | <u>58,525</u>    | <u>58,525</u>    | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 80,525</u>   | <u>\$ 73,525</u> | <u>\$ 73,828</u> | <u>\$ 303</u>   |

**CITY OF MARYSVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012***

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|  | Original<br>Budget | Final Budget     | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|------------------|-------------------|---|
| <b>Revenues:</b>   |                    |                  |                   |   |
| Fines and Forfeitures  | \$ 20,000          | \$ 20,000        | \$ 27,943         | \$ 7,943  |
| Total Revenues   | <u>20,000</u>      | <u>20,000</u>    | <u>27,943</u>     | <u>7,943</u>  |
| <b>Expenditures:</b>   |                    |                  |                   |   |
| Total Expenditures   | <u>0</u>           | <u>0</u>         | <u>0</u>          | <u>0</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 20,000             | 20,000           | 27,943            | 7,943   |
| Fund Balance at Beginning of Year                            | <u>72,564</u>      | <u>72,564</u>    | <u>72,564</u>     | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 92,564</u>   | <u>\$ 92,564</u> | <u>\$ 100,507</u> | <u>\$ 7,943</u>   |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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|  | Original<br>Budget | Final Budget    | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-----------------|------------------|---|
| <b>Revenues:</b>   |                    |                 |                  |   |
| Intergovernmental Revenues                                   | \$ 500,000         | \$ 74,794       | \$ 81,374        | \$ 6,580  |
| Total Revenues   | <u>500,000</u>     | <u>74,794</u>   | <u>81,374</u>    | <u>6,580</u>  |
| <b>Expenditures:</b>   |                    |                 |                  |   |
| Community Environment:                                       |                    |                 |                  |   |
| Contractual Services   | <u>500,000</u>     | <u>68,616</u>   | <u>46,488</u>    | <u>22,128</u>   |
| Total Expenditures   | <u>500,000</u>     | <u>68,616</u>   | <u>46,488</u>    | <u>22,128</u>   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 0                  | 6,178           | 34,886           | 28,708  |
| Fund Balance at Beginning of Year                            | <u>(459)</u>       | <u>(459)</u>    | <u>(459)</u>     | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ (459)</u>    | <u>\$ 5,719</u> | <u>\$ 34,427</u> | <u>\$ 28,708</u>  |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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|  | Original<br>Budget | Final Budget  | Actual        | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|---------------|---------------|---|
| <b>Revenues:</b>   |                    |               |               |   |
| Intergovernmental Revenues                                   | \$ 11,612          | \$ 13,836     | \$ 13,836     | \$ 0  |
| Total Revenues   | <u>11,612</u>      | <u>13,836</u> | <u>13,836</u> | <u>0</u>  |
| <b>Expenditures:</b>   |                    |               |               |   |
| Community Environment:                                       |                    |               |               |   |
| Capital Outlay   | <u>11,612</u>      | <u>14,232</u> | <u>14,229</u> | <u>3</u>  |
| Total Expenditures   | <u>11,612</u>      | <u>14,232</u> | <u>14,229</u> | <u>3</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 0                  | (396)         | (393)         | 3   |
| Fund Balance at Beginning of Year                            | <u>630</u>         | <u>630</u>    | <u>630</u>    | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 630</u>      | <u>\$ 234</u> | <u>\$ 237</u> | <u>\$ 3</u>   |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2012**

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|  | Original<br>Budget | Final Budget  | Actual        | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|---------------|---------------|---|
| <b>Revenues:</b>   |                    |               |               |   |
| Intergovernmental Revenues                                   | \$ 10,000          | \$ 10,000     | \$ 10,000     | \$ 0  |
| Total Revenues   | <u>10,000</u>      | <u>10,000</u> | <u>10,000</u> | <u>0</u>  |
| <b>Expenditures:</b>   |                    |               |               |   |
| Community Environment:                                       |                    |               |               |   |
| Contractual Services   | <u>10,000</u>      | <u>10,000</u> | <u>10,000</u> | <u>0</u>  |
| Total Expenditures   | <u>10,000</u>      | <u>10,000</u> | <u>10,000</u> | <u>0</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 0                  | 0             | 0             | 0   |
| Fund Balance at Beginning of Year                            | <u>0</u>           | <u>0</u>      | <u>0</u>      | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 0</u>        | <u>\$ 0</u>   | <u>\$ 0</u>   | <u>\$ 0</u>   |

**CITY OF MARYSVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Debt Service Funds  
For the Year Ended December 31, 2012**

| <b>DEBT SERVICE FUND</b>                                     |                    |                  |                  |   |
|--|--------------------|------------------|------------------|---|
|  | Original<br>Budget | Final Budget     | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
| <b>Revenues:</b>   |                    |                  |                  |   |
| Special Assessments  | \$ 20,000          | \$ 20,000        | \$ 21,731        | \$ 1,731  |
| Total Revenues   | <u>20,000</u>      | <u>20,000</u>    | <u>21,731</u>    | <u>1,731</u>  |
| <b>Expenditures:</b>   |                    |                  |                  |   |
| Debt Service:  |                    |                  |                  |   |
| Principal Retirement   | 1,030,000          | 3,330,000        | 3,330,000        | 0   |
| Interest and Fiscal Charges                                  | 862,573            | 881,218          | 881,218          | 0   |
| Total Expenditures   | <u>1,892,573</u>   | <u>4,211,218</u> | <u>4,211,218</u> | <u>0</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (1,872,573)        | (4,191,218)      | (4,189,487)      | 1,731   |
| <b>Other Financing Sources (Uses):</b>                       |                    |                  |                  |   |
| Proceeds from General Obligation Notes                       | 200,000            | 2,310,258        | 2,310,258        | 0   |
| Transfers In   | 1,593,000          | 1,811,645        | 1,811,645        | 0   |
| Total Other Financing Sources (Uses)                         | <u>1,793,000</u>   | <u>4,121,903</u> | <u>4,121,903</u> | <u>0</u>  |
| Net Change In Fund Balance                                   | (79,573)           | (69,315)         | (67,584)         | 1,731   |
| Fund Balance at Beginning of Year                            | 93,536             | 93,536           | 93,536           | 0   |
| Fund Balance at End of Year                                  | <u>\$ 13,963</u>   | <u>\$ 24,221</u> | <u>\$ 25,952</u> | <u>\$ 1,731</u>   |

**CITY OF MARYSVILLE, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012***

| <b>PARKLAND DEVELOPMENT FUND</b>                             |                    |                  |                  |   |
|--|--------------------|------------------|------------------|---|
|  | Original<br>Budget | Final Budget     | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
| <b>Revenues:</b>   |                    |                  |                  |   |
| Licenses and Permits   | \$ 0               | \$ 188           | \$ 1,188         | \$ 1,000  |
| All Other Revenues   | 0                  | 688              | 689              | 1   |
| Total Revenues   | <u>0</u>           | <u>876</u>       | <u>1,877</u>     | <u>1,001</u>  |
| <b>Expenditures:</b>   |                    |                  |                  |   |
| Capital Outlay:  |                    |                  |                  |   |
| Parks and Recreation   | 30,000             | 30,000           | 30,000           | 0   |
| Total Expenditures   | <u>30,000</u>      | <u>30,000</u>    | <u>30,000</u>    | <u>0</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (30,000)           | (29,124)         | (28,123)         | 1,001   |
| Fund Balance at Beginning of Year                            | 52,963             | 52,963           | 52,963           | 0   |
| Fund Balance at End of Year                                  | <u>\$ 22,963</u>   | <u>\$ 23,839</u> | <u>\$ 24,840</u> | <u>\$ 1,001</u>   |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012**

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|  | Original<br>Budget | Final Budget | Actual      | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------|-------------|---|
| <b>Revenues:</b>   |                    |              |             |   |
| Total Revenues   | \$ 0               | \$ 0         | \$ 0        | \$ 0  |
| <b>Expenditures:</b>   |                    |              |             |   |
| Total Expenditures   | 0                  | 0            | 0           | 0   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 0                  | 0            | 0           | 0   |
| <b>Other Financing Sources (Uses):</b>                       |                    |              |             |   |
| Transfers Out  | 0                  | (51)         | (51)        | 0   |
| Total Other Financing Sources (Uses)                         | 0                  | (51)         | (51)        | 0   |
| Net Change In Fund Balance                                   | 0                  | (51)         | (51)        | 0   |
| Fund Balance at Beginning of Year                            | 51                 | 51           | 51          | 0   |
| Fund Balance at End of Year                                  | <u>\$ 51</u>       | <u>\$ 0</u>  | <u>\$ 0</u> | <u>\$ 0</u>   |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012**

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|  | Original<br>Budget | Final Budget | Actual   | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------|----------|---|
| <b>Revenues:</b>   |                    |              |          |   |
| Total Revenues   | \$ 0               | \$ 0         | \$ 0     | \$ 0  |
| <b>Expenditures:</b>   |                    |              |          |   |
| Capital Outlay:  |                    |              |          |   |
| Street Maintenance   | 7,611              | 7,611        | 3,681    | 3,930   |
| Total Expenditures   | 7,611              | 7,611        | 3,681    | 3,930   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (7,611)            | (7,611)      | (3,681)  | 3,930   |
| Fund Balance at Beginning of Year                            | 0                  | 0            | 0        | 0   |
| Prior Year Encumbrances                                      | 7,611              | 7,611        | 7,611    | 0   |
| Fund Balance at End of Year                                  | \$ 0               | \$ 0         | \$ 3,930 | \$ 3,930  |

**CITY OF MARYSVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012**

**MILFORD AVENUE IMPROVEMENT PROJECT FUND**

|  | Original<br>Budget | Final Budget   | Actual          | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|----------------|-----------------|---|
| <b>Revenues:</b>   |                    |                |                 |   |
| Intergovernmental Revenues                                   | \$ 0               | \$ 96,568      | \$ 96,568       | \$ 0  |
| Total Revenues   | <u>0</u>           | <u>96,568</u>  | <u>96,568</u>   | <u>0</u>  |
| <b>Expenditures:</b>   |                    |                |                 |   |
| Capital Outlay:  |                    |                |                 |   |
| Street Maintenance   | 9,171              | 105,739        | 96,764          | 8,975   |
| Total Expenditures   | <u>9,171</u>       | <u>105,739</u> | <u>96,764</u>   | <u>8,975</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (9,171)            | (9,171)        | (196)           | 8,975   |
| Fund Balance at Beginning of Year                            | 0                  | 0              | 0               | 0   |
| Prior Year Encumbrances                                      | 9,171              | 9,171          | 9,171           | 0   |
| Fund Balance at End of Year                                  | <u>\$ 0</u>        | <u>\$ 0</u>    | <u>\$ 8,975</u> | <u>\$ 8,975</u>   |

**CITY OF MARYSVILLE, OHIO**

***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012***

| <b>INDUSTRIAL PARKWAY CULVERT REPLACEMENT PROJECT FUND</b>   |                    |              |                 | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------|-----------------|---|
|  | Original<br>Budget | Final Budget | Actual          |   |
| <b>Revenues:</b>   |                    |              |                 |   |
| Intergovernmental Revenues                                   | \$ 0               | \$ 2,033     | \$ 2,033        | \$ 0  |
| Total Revenues   | <u>0</u>           | <u>2,033</u> | <u>2,033</u>    | <u>0</u>  |
| <b>Expenditures:</b>   |                    |              |                 |   |
| Capital Outlay:  |                    |              |                 |   |
| Street Maintenance   | 5,739              | 7,772        | 5,118           | 2,654   |
| Total Expenditures   | <u>5,739</u>       | <u>7,772</u> | <u>5,118</u>    | <u>2,654</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (5,739)            | (5,739)      | (3,085)         | 2,654   |
| Fund Balance at Beginning of Year                            | 0                  | 0            | 0               | 0   |
| Prior Year Encumbrances                                      | 5,739              | 5,739        | 5,739           | 0   |
| Fund Balance at End of Year                                  | <u>\$ 0</u>        | <u>\$ 0</u>  | <u>\$ 2,654</u> | <u>\$ 2,654</u>   |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012**

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|  | Original<br>Budget | Final Budget     | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|------------------|------------------|---|
| <b>Revenues:</b>   |                    |                  |                  |   |
| Intergovernmental Revenues                                   | \$ 61,000          | \$ 57,299        | \$ 59,729        | \$ 2,430  |
| Total Revenues   | <u>61,000</u>      | <u>57,299</u>    | <u>59,729</u>    | <u>2,430</u>  |
| <b>Expenditures:</b>   |                    |                  |                  |   |
| Community Environment:                                       |                    |                  |                  |   |
| Contractual Services   | <u>64,910</u>      | <u>64,910</u>    | <u>61,700</u>    | <u>3,210</u>  |
| Total Expenditures   | <u>64,910</u>      | <u>64,910</u>    | <u>61,700</u>    | <u>3,210</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (3,910)            | (7,611)          | (1,971)          | 5,640   |
| Fund Balance at Beginning of Year                            | 15,100             | 15,100           | 15,100           | 0   |
| Prior Year Encumbrances                                      | <u>3,910</u>       | <u>3,910</u>     | <u>3,910</u>     | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 15,100</u>   | <u>\$ 11,399</u> | <u>\$ 17,039</u> | <u>\$ 5,640</u>   |

**CITY OF MARYSVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012***

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|  | Original<br>Budget | Final Budget      | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|-------------------|-------------------|---|
| <b>Revenues:</b>   |                    |                   |                   |   |
| Total Revenues   | \$ 0               | \$ 0              | \$ 0              | \$ 0  |
| <b>Expenditures:</b>   |                    |                   |                   |   |
| Total Expenditures   | 0                  | 0                 | 0                 | 0   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | 0                  | 0                 | 0                 | 0   |
| Fund Balance at Beginning of Year                            | 163,246            | 163,246           | 163,246           | 0   |
| Fund Balance at End of Year                                  | <u>\$ 163,246</u>  | <u>\$ 163,246</u> | <u>\$ 163,246</u> | <u>\$ 0</u>   |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012**

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|  | Original<br>Budget | Final Budget   | Actual         | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|----------------|----------------|---|
| <b>Revenues:</b>   |                    |                |                |   |
| Intergovernmental Revenues                                   | \$ 400,000         | \$ 324,561     | \$ 324,561     | \$ 0  |
| Total Revenues   | <u>400,000</u>     | <u>324,561</u> | <u>324,561</u> | <u>0</u>  |
| <b>Expenditures:</b>   |                    |                |                |   |
| Capital Outlay:  |                    |                |                |   |
| Street Maintenance   | <u>540,000</u>     | <u>464,561</u> | <u>464,561</u> | <u>0</u>  |
| Total Expenditures   | <u>540,000</u>     | <u>464,561</u> | <u>464,561</u> | <u>0</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (140,000)          | (140,000)      | (140,000)      | 0   |
| <b>Other Financing Sources (Uses):</b>                       |                    |                |                |   |
| Transfers In   | <u>140,000</u>     | <u>140,000</u> | <u>140,000</u> | <u>0</u>  |
| Total Other Financing Sources (Uses)                         | <u>140,000</u>     | <u>140,000</u> | <u>140,000</u> | <u>0</u>  |
| Net Change In Fund Balance                                   | 0                  | 0              | 0              | 0   |
| Fund Balance at Beginning of Year                            | <u>0</u>           | <u>0</u>       | <u>0</u>       | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 0</u>        | <u>\$ 0</u>    | <u>\$ 0</u>    | <u>\$ 0</u>   |

**CITY OF MARYSVILLE, OHIO**

**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012**

| <b>COUNTY HOME ROAD IMPROVEMENT FUND</b>                     |                    |                  |                  | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|------------------|------------------|---|
|  | Original<br>Budget | Final Budget     | Actual           |   |
| <b>Revenues:</b>   |                    |                  |                  |   |
| Intergovernmental Revenues                                   | \$ 650,000         | \$ 478,978       | \$ 478,977       | \$ (1)  |
| Total Revenues   | <u>650,000</u>     | <u>478,978</u>   | <u>478,977</u>   | <u>(1)</u>  |
| <b>Expenditures:</b>   |                    |                  |                  |   |
| Capital Outlay:  |                    |                  |                  |   |
| Street Maintenance   | 1,300,000          | 1,128,978        | 1,128,977        | 1   |
| Total Expenditures   | <u>1,300,000</u>   | <u>1,128,978</u> | <u>1,128,977</u> | <u>1</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (650,000)          | (650,000)        | (650,000)        | 0   |
| <b>Other Financing Sources (Uses):</b>                       |                    |                  |                  |   |
| Transfers In   | 650,000            | 650,000          | 650,000          | 0   |
| Total Other Financing Sources (Uses)                         | <u>650,000</u>     | <u>650,000</u>   | <u>650,000</u>   | <u>0</u>  |
| Net Change In Fund Balance                                   | 0                  | 0                | 0                | 0   |
| Fund Balance at Beginning of Year                            | 0                  | 0                | 0                | 0   |
| Fund Balance at End of Year                                  | <u>\$ 0</u>        | <u>\$ 0</u>      | <u>\$ 0</u>      | <u>\$ 0</u>   |

**CITY OF MARYSVILLE, OHIO**

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**Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012**

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|  | Original<br>Budget | Final Budget | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------|-----------|---|
| <b>Revenues:</b>   |                    |              |           |   |
| Total Revenues   | \$ 0               | \$ 0         | \$ 0      | \$ 0  |
| <b>Expenditures:</b>   |                    |              |           |   |
| Capital Outlay:  |                    |              |           |   |
| Street Maintenance   | 100,000            | 100,000      | 100,000   | 0   |
| Total Expenditures   | 100,000            | 100,000      | 100,000   | 0   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (100,000)          | (100,000)    | (100,000) | 0   |
| <b>Other Financing Sources (Uses):</b>                       |                    |              |           |   |
| Transfers In   | 100,000            | 100,000      | 100,000   | 0   |
| Total Other Financing Sources (Uses)                         | 100,000            | 100,000      | 100,000   | 0   |
| Net Change In Fund Balance                                   | 0                  | 0            | 0         | 0   |
| Fund Balance at Beginning of Year                            | 0                  | 0            | 0         | 0   |
| Fund Balance at End of Year                                  | \$ 0               | \$ 0         | \$ 0      | \$ 0  |

**CITY OF MARYSVILLE, OHIO**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2012***

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|  | Original<br>Budget | Final Budget   | Actual         | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|----------------|----------------|---|
| <b>Revenues:</b>   |                    |                |                |   |
| Intergovernmental Revenues                                   | \$ 412,000         | \$ 240,169     | \$ 240,168     | \$ (1)  |
| Total Revenues   | <u>412,000</u>     | <u>240,169</u> | <u>240,168</u> | <u>(1)</u>  |
| <b>Expenditures:</b>   |                    |                |                |   |
| Capital Outlay:  |                    |                |                |   |
| Street Maintenance   | <u>415,000</u>     | <u>243,169</u> | <u>242,668</u> | <u>501</u>  |
| Total Expenditures   | <u>415,000</u>     | <u>243,169</u> | <u>242,668</u> | <u>501</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (3,000)            | (3,000)        | (2,500)        | 500   |
| <b>Other Financing Sources (Uses):</b>                       |                    |                |                |   |
| Transfers In   | <u>3,000</u>       | <u>3,000</u>   | <u>3,000</u>   | <u>0</u>  |
| Total Other Financing Sources (Uses)                         | <u>3,000</u>       | <u>3,000</u>   | <u>3,000</u>   | <u>0</u>  |
| Net Change In Fund Balance                                   | 0                  | 0              | 500            | 500   |
| Fund Balance at Beginning of Year                            | <u>0</u>           | <u>0</u>       | <u>0</u>       | <u>0</u>  |
| Fund Balance at End of Year                                  | <u>\$ 0</u>        | <u>\$ 0</u>    | <u>\$ 500</u>  | <u>\$ 500</u>   |

***Fiduciary Funds***

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Fiduciary fund types are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

***Agency Funds***

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**Municipal Court Fund**

To account for funds that flow through the municipal court office.

**Law Library Fund**

To account for the share of fines collected by the Municipal Court to provide a County Law Library and resources for use by members of the County Bar Association.

**Unclaimed Monies Fund**

To account for monies that are due to others who cannot be immediately located.

**CITY OF MARYSVILLE, OHIO**

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***Combining Statement of Changes in Assets and Liabilities  
Agency Funds  
For the Year Ended December 31, 2012***

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|                              | Balance<br>December 31,<br>2011 | Additions          | Deductions           | Balance<br>December 31,<br>2012 |
|------------------------------|---------------------------------|--------------------|----------------------|---------------------------------|
| <u>Municipal Court</u>       |                                 |                    |                      |                                 |
| Assets:                      |                                 |                    |                      |                                 |
| Cash and Cash Equivalents    | \$155,020                       | \$1,378,034        | (\$1,393,012)        | \$140,042                       |
| Total Assets                 | <u>\$155,020</u>                | <u>\$1,378,034</u> | <u>(\$1,393,012)</u> | <u>\$140,042</u>                |
| Liabilities:                 |                                 |                    |                      |                                 |
| Due to Others                | \$155,020                       | \$1,378,034        | (\$1,393,012)        | \$140,042                       |
| Total Liabilities            | <u>\$155,020</u>                | <u>\$1,378,034</u> | <u>(\$1,393,012)</u> | <u>\$140,042</u>                |
| <u>Law Library</u>           |                                 |                    |                      |                                 |
| Assets:                      |                                 |                    |                      |                                 |
| Cash and Cash Equivalents    | \$4,512                         | \$49,358           | (\$50,098)           | \$3,772                         |
| Total Assets                 | <u>\$4,512</u>                  | <u>\$49,358</u>    | <u>(\$50,098)</u>    | <u>\$3,772</u>                  |
| Liabilities:                 |                                 |                    |                      |                                 |
| Due to Others                | \$4,512                         | \$49,358           | (\$50,098)           | \$3,772                         |
| Total Liabilities            | <u>\$4,512</u>                  | <u>\$49,358</u>    | <u>(\$50,098)</u>    | <u>\$3,772</u>                  |
| <u>Unclaimed Monies</u>      |                                 |                    |                      |                                 |
| Assets:                      |                                 |                    |                      |                                 |
| Cash and Cash Equivalents    | \$29,737                        | \$33,700           | (\$26,667)           | \$36,770                        |
| Total Assets                 | <u>\$29,737</u>                 | <u>\$33,700</u>    | <u>(\$26,667)</u>    | <u>\$36,770</u>                 |
| Liabilities:                 |                                 |                    |                      |                                 |
| Due to Others                | \$29,737                        | \$33,700           | (\$26,667)           | \$36,770                        |
| Total Liabilities            | <u>\$29,737</u>                 | <u>\$33,700</u>    | <u>(\$26,667)</u>    | <u>\$36,770</u>                 |
| <u>Totals - Agency Funds</u> |                                 |                    |                      |                                 |
| Assets:                      |                                 |                    |                      |                                 |
| Cash and Cash Equivalents    | \$189,269                       | \$1,461,092        | (\$1,469,777)        | \$180,584                       |
| Total Assets                 | <u>\$189,269</u>                | <u>\$1,461,092</u> | <u>(\$1,469,777)</u> | <u>\$180,584</u>                |
| Liabilities:                 |                                 |                    |                      |                                 |
| Due to Others                | \$189,269                       | \$1,461,092        | (\$1,469,777)        | \$180,584                       |
| Total Liabilities            | <u>\$189,269</u>                | <u>\$1,461,092</u> | <u>(\$1,469,777)</u> | <u>\$180,584</u>                |



## *STATISTICAL SECTION*

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## ***STATISTICAL TABLES***

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

### ***Contents***

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|   |             |
|---|-------------|
| <b>Financial Trends</b>   | S 2 – S 13  |
| These schedules contain trend information to help the reader understand how the City’s financial position has changed over time.  |             |
| <b>Revenue Capacity</b>   | S 14 – S 17 |
| These schedules contain information to help the reader understand and assess the factors affecting the City’s ability to generate its most significant local revenue source, the income tax.  |             |
| <b>Debt Capacity</b>  | S 18 – S 27 |
| These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.   |             |
| <b>Economic and Demographic Information</b>   | S 28 – S 33 |
| These schedules offer economic and demographic indicators to help the reader understand the environment within which the City’s financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments. |             |
| <b>Operating Information</b>  | S 34 – S 37 |
| These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.  |             |

**Sources Note:**

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

## **CITY OF MARYSVILLE, OHIO**

*Net Position by Component  
Last Ten Years  
(accrual basis of accounting)*

|   | <u>2003</u>         | <u>2004</u>         | <u>2005</u>         | <u>2006</u>         |
|---|---------------------|---------------------|---------------------|---------------------|
| <b>Governmental Activities:</b>             |                     |                     |                     |                     |
| Net Investment in Capital Assets            | \$23,285,590        | \$22,293,967        | \$21,744,004        | \$21,504,703        |
| Restricted                                  | 2,213,598           | 4,945,925           | 3,268,064           | 6,754,627           |
| Unrestricted (Deficit)                      | 3,057,723           | 1,533,015           | 4,956,121           | 2,424,444           |
| Total Governmental Activities Net Position  | <u>\$28,556,911</u> | <u>\$28,772,907</u> | <u>\$29,968,189</u> | <u>\$30,683,774</u> |
| <b>Business-type Activities:</b>            |                     |                     |                     |                     |
| Net Investment in Capital Assets            | \$14,250,587        | \$8,511,737         | \$20,628,847        | \$12,880,967        |
| Restricted                                  | 5,100,024           | 13,439,635          | 66,798,211          | 77,051,521          |
| Unrestricted                                | 4,735,875           | 6,411,633           | (55,073,620)        | (55,330,568)        |
| Total Business-type Activities Net Position | <u>\$24,086,486</u> | <u>\$28,363,005</u> | <u>\$32,353,438</u> | <u>\$34,601,920</u> |
| <b>Primary Government:</b>                  |                     |                     |                     |                     |
| Net Investment in Capital Assets            | \$37,536,177        | \$30,805,704        | \$42,372,851        | \$34,385,670        |
| Restricted                                  | 7,313,622           | 18,385,560          | 70,066,275          | 83,806,148          |
| Unrestricted                                | 7,793,598           | 7,944,648           | (50,117,499)        | (52,906,124)        |
| Total Primary Government Net Position       | <u>\$52,643,397</u> | <u>\$57,135,912</u> | <u>\$62,321,627</u> | <u>\$65,285,694</u> |

Source: Finance Director's Office

**CITY OF MARYSVILLE, OHIO**

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| 2007                | 2008                | 2009                | 2010                | 2011                | 2012                |
|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| \$19,705,560        | \$21,116,933        | \$22,141,194        | \$21,674,744        | \$22,891,629        | \$40,546,400        |
| 4,358,757           | 4,008,736           | 3,328,917           | 4,110,446           | 4,161,559           | 3,180,891           |
| 6,541,734           | 5,130,470           | 4,529,769           | 8,555,721           | 10,362,675          | (2,212,537)         |
| <u>\$30,606,051</u> | <u>\$30,256,139</u> | <u>\$29,999,880</u> | <u>\$34,340,911</u> | <u>\$37,415,863</u> | <u>\$41,514,754</u> |
| \$23,197,827        | \$30,514,074        | \$22,937,908        | \$21,138,692        | \$20,372,662        | \$28,647,456        |
| 106,406,724         | 32,676,639          | 6,781,143           | 4,537,001           | 5,070,401           | 4,830,844           |
| (90,006,281)        | (13,779,372)        | 26,650,472          | 30,609,300          | 28,690,074          | 18,497,461          |
| <u>\$39,598,270</u> | <u>\$49,411,341</u> | <u>\$56,369,523</u> | <u>\$56,284,993</u> | <u>\$54,133,137</u> | <u>\$51,975,761</u> |
| \$42,903,387        | \$51,631,007        | \$45,079,102        | \$42,813,436        | \$43,264,291        | \$69,193,856        |
| 110,765,481         | 36,685,375          | 10,110,060          | 8,647,447           | 9,231,960           | 8,011,735           |
| (83,464,547)        | (8,648,902)         | 31,180,241          | 39,165,021          | 39,052,749          | 16,284,924          |
| <u>\$70,204,321</u> | <u>\$79,667,480</u> | <u>\$86,369,403</u> | <u>\$90,625,904</u> | <u>\$91,549,000</u> | <u>\$93,490,515</u> |

# CITY OF MARYSVILLE, OHIO

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

|   | 2003                | 2004                | 2005                |
|---|---------------------|---------------------|---------------------|
| <b>Expenses</b>                                       |                     |                     |                     |
| Governmental Activities:                              |                     |                     |                     |
| Security of Persons and Property                      | \$5,986,391         | \$6,148,640         | \$6,527,339         |
| Public Health Services                                | 317,303             | 370,217             | 422,898             |
| Leisure Time Activities                               | 316,948             | 290,630             | 313,423             |
| Community Environment                                 | 470,884             | 792,174             | 976,322             |
| Transportation  | 2,282,617           | 2,301,526           | 2,432,895           |
| General Government                                    | 1,850,246           | 1,998,307           | 1,959,350           |
| Interest and Fiscal Charges                           | 511,610             | 551,204             | 720,986             |
| <i>Total Governmental Activities Expenses</i>         | <u>11,735,999</u>   | <u>12,452,698</u>   | <u>13,353,213</u>   |
| Business-type Activities:                             |                     |                     |                     |
| Sewer   | 3,328,295           | 3,804,403           | 5,934,435           |
| Water   | 3,628,656           | 3,300,814           | 3,313,383           |
| Stormwater  | 0                   | 20,596              | 179,658             |
| Sanitation  | 865,185             | 938,280             | 866,181             |
| <i>Total Business-type Activities Expenses</i>        | <u>7,822,136</u>    | <u>8,064,093</u>    | <u>10,293,657</u>   |
| <i>Total Primary Government Expenses</i>              | <u>\$19,558,135</u> | <u>\$20,516,791</u> | <u>\$23,646,870</u> |
| <b>Program Revenues</b>                               |                     |                     |                     |
| Governmental Activities:                              |                     |                     |                     |
| Charges for Services                                  |                     |                     |                     |
| Security of Persons and Property                      | \$1,379,319         | \$1,364,157         | \$1,298,850         |
| Public Health Services                                | 56,018              | 64,024              | 59,581              |
| Leisure Time Activities                               | 212,195             | 219,801             | 219,748             |
| Community Environment                                 | 0                   | 0                   | 0                   |
| Transportation  | 0                   | 0                   | 0                   |
| General Government                                    | 33,940              | 192,281             | 227,789             |
| Operating Grants and Contributions                    | 867,650             | 1,304,976           | 1,027,791           |
| Capital Grants and Contributions                      | 0                   | 0                   | 1,046,112           |
| <i>Total Governmental Activities Program Revenues</i> | <u>2,549,122</u>    | <u>3,145,239</u>    | <u>3,879,871</u>    |

**CITY OF MARYSVILLE, OHIO**

| 2006                | 2007                | 2008                | 2009                | 2010                | 2011                | 2012                |
|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| \$6,591,145         | \$6,996,140         | \$7,823,056         | \$8,231,839         | \$8,065,669         | \$8,357,902         | \$10,066,129        |
| 486,248             | 524,249             | 516,104             | 533,704             | 356,768             | 352,838             | 345,051             |
| 394,331             | 372,573             | 340,268             | 357,477             | 318,027             | 306,972             | 322,349             |
| 874,592             | 1,000,616           | 995,303             | 1,592,190           | 1,785,546           | 2,341,633           | 1,439,869           |
| 2,525,637           | 2,962,282           | 3,146,685           | 2,937,757           | 2,826,219           | 3,516,857           | 2,477,865           |
| 2,184,451           | 2,520,151           | 2,802,315           | 2,890,567           | 3,083,726           | 3,444,437           | 3,339,059           |
| 1,002,941           | 1,458,978           | 843,246             | 882,409             | 572,550             | 803,104             | 1,286,722           |
| <u>14,059,345</u>   | <u>15,834,989</u>   | <u>16,466,977</u>   | <u>17,425,943</u>   | <u>17,008,505</u>   | <u>19,123,743</u>   | <u>19,277,044</u>   |
| 10,067,019          | 10,152,835          | 6,766,573           | 5,109,903           | 11,703,017          | 14,315,809          | 13,872,985          |
| 3,633,286           | 4,499,050           | 4,169,129           | 4,636,236           | 5,499,245           | 5,457,933           | 6,146,165           |
| 263,048             | 373,767             | 551,882             | 464,076             | 362,964             | 434,154             | 524,399             |
| 1,124,480           | 1,160,948           | 1,139,329           | 1,244,236           | 1,271,205           | 1,333,054           | 1,436,775           |
| <u>15,087,833</u>   | <u>16,186,600</u>   | <u>12,626,913</u>   | <u>11,454,451</u>   | <u>18,836,431</u>   | <u>21,540,950</u>   | <u>21,980,324</u>   |
| <u>\$29,147,178</u> | <u>\$32,021,589</u> | <u>\$29,093,890</u> | <u>\$28,880,394</u> | <u>\$35,844,936</u> | <u>\$40,664,693</u> | <u>\$41,257,368</u> |
| \$1,644,050         | \$1,550,623         | \$1,471,439         | \$1,526,755         | \$1,539,922         | \$1,693,413         | \$1,793,546         |
| 62,746              | 50,426              | 51,108              | 62,362              | 46,000              | 45,625              | 52,503              |
| 251,257             | 167,362             | 181,849             | 119,681             | 721,751             | 799,970             | 890,687             |
| 17,345              | 0                   | 0                   | 0                   | 0                   | 0                   | 0                   |
| 0                   | 0                   | 0                   | 79,235              | 142,033             | 145,493             | 44,951              |
| 381,997             | 229,954             | 0                   | 1,991               | 279,985             | 97,056              | 95,067              |
| 1,038,267           | 1,082,881           | 1,355,899           | 1,010,400           | 1,871,206           | 1,658,421           | 984,900             |
| 158,822             | 447,806             | 465,554             | 1,427,027           | 1,766,014           | 493,053             | 1,105,468           |
| <u>3,554,484</u>    | <u>3,529,052</u>    | <u>3,525,849</u>    | <u>4,227,451</u>    | <u>6,366,911</u>    | <u>4,933,031</u>    | <u>4,967,122</u>    |

(Continued)

## CITY OF MARYSVILLE, OHIO

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

|  | 2003          | 2004          | 2005          |
|--|---------------|---------------|---------------|
| <b>Business-type Activities:</b>                               |               |               |               |
| Charges for Services   |               |               |               |
| Sewer  | 5,669,230     | 5,936,165     | 6,134,515     |
| Water  | 4,860,691     | 5,177,186     | 5,670,924     |
| Stormwater   | 0             | 356,595       | 470,772       |
| Sanitation   | 877,811       | 995,278       | 1,027,384     |
| Operating Grants and Contributions                             | 0             | 0             | 0             |
| Capital Grants and Contributions                               | 99,387        | 0             | 0             |
| <i>Total Business-type Activities Program Revenues</i>         | 11,507,119    | 12,465,224    | 13,303,595    |
| <i>Total Primary Government Program Revenues</i>               | 14,056,241    | 15,610,463    | 17,183,466    |
| <b>Net (Expense)/Revenue</b>                                   |               |               |               |
| Governmental Activities  | (9,186,877)   | (9,307,459)   | (9,473,342)   |
| Business-type Activities                                       | 3,684,983     | 4,401,131     | 3,009,938     |
| <i>Total Primary Government<br/>    Net (Expense)/Revenue</i>  | (\$5,501,894) | (\$4,906,328) | (\$6,463,404) |
| <b>General Revenues and Other Changes in Net Position</b>      |               |               |               |
| Governmental Activities:                                       |               |               |               |
| Property Taxes   | \$1,373,320   | \$1,501,443   | \$1,721,313   |
| Municipal Income Taxes   | 6,245,289     | 6,762,402     | 6,762,338     |
| Other Local Taxes  | 62,838        | 95,545        | 121,544       |
| Payments in Lieu of Taxes                                      | 0             | 0             | 0             |
| Grants and Entitlements not<br>Restricted to Specific Programs | 1,061,165     | 683,543       | 802,391       |
| Gain on Sale of Capital Assets                                 | 0             | 0             | 0             |
| Investment Earnings  | 104,164       | 170,432       | 789,859       |
| Miscellaneous  | 650,942       | 310,090       | 329,369       |
| Premium on Issued Debt   | 0             | 0             | 0             |
| Transfers  | 0             | 0             | 0             |
| <i>Total Governmental Activities</i>                           | 9,497,718     | 9,523,455     | 10,526,814    |
| Business-type Activities:                                      |               |               |               |
| Payments in Lieu of Taxes                                      | 0             | 0             | 0             |
| Gain on Sale of Capital Assets                                 | 0             | 0             | 0             |
| Investment Earnings  | 40,587        | 3,712         | 13,757        |
| Miscellaneous  | 154,433       | 67,096        | 80,857        |
| Transfers  | 0             | 0             | 0             |
| <i>Total Business-type Activities</i>                          | 195,020       | 70,808        | 94,614        |
| <i>Total Primary Government</i>                                | \$9,692,738   | \$9,594,263   | \$10,621,428  |
| <b>Change in Net Position</b>                                  |               |               |               |
| Governmental Activities  | \$310,841     | \$215,996     | \$1,053,472   |
| Business-type Activities                                       | 3,880,003     | 4,471,939     | 3,104,552     |
| <i>Total Primary Government Change in Net Position</i>         | \$4,190,844   | \$4,687,935   | \$4,158,024   |

Source: Finance Director's Office

**CITY OF MARYSVILLE, OHIO**

| <u>2006</u>           | <u>2007</u>           | <u>2008</u>          | <u>2009</u>          | <u>2010</u>           | <u>2011</u>           | <u>2012</u>           |
|-----------------------|-----------------------|----------------------|----------------------|-----------------------|-----------------------|-----------------------|
| 6,544,342             | 8,064,427             | 7,630,582            | 7,458,511            | 7,762,151             | 8,648,140             | 9,555,924             |
| 6,130,787             | 6,915,380             | 6,312,969            | 6,816,999            | 7,103,702             | 7,161,890             | 7,154,859             |
| 485,587               | 538,506               | 493,176              | 503,772              | 560,719               | 544,835               | 589,363               |
| 1,121,201             | 1,139,063             | 1,122,553            | 1,391,143            | 1,365,302             | 1,360,247             | 1,384,509             |
| 0                     | 0                     | 8,787                | 6,881                | 0                     | 0                     | 0                     |
| 600,000               | 707,441               | 3,612,353            | 1,386,178            | 905,366               | 414,314               | 0                     |
| <u>14,881,917</u>     | <u>17,364,817</u>     | <u>19,180,420</u>    | <u>17,563,484</u>    | <u>17,697,240</u>     | <u>18,129,426</u>     | <u>18,684,655</u>     |
| <u>18,436,401</u>     | <u>20,893,869</u>     | <u>22,706,269</u>    | <u>21,790,935</u>    | <u>24,064,151</u>     | <u>23,062,457</u>     | <u>23,651,777</u>     |
| (10,504,861)          | (12,305,937)          | (12,941,128)         | (13,198,492)         | (10,641,594)          | (14,190,712)          | (14,309,922)          |
| (205,916)             | 1,178,217             | 6,553,507            | 6,109,033            | (1,139,191)           | (3,411,524)           | (3,295,669)           |
| <u>(\$10,710,777)</u> | <u>(\$11,127,720)</u> | <u>(\$6,387,621)</u> | <u>(\$7,089,459)</u> | <u>(\$11,780,785)</u> | <u>(\$17,602,236)</u> | <u>(\$17,605,591)</u> |
| \$1,776,516           | \$2,238,058           | \$1,889,982          | \$1,874,723          | \$1,828,092           | \$1,661,203           | \$1,582,703           |
| 7,298,756             | 8,053,835             | 8,286,787            | 8,347,026            | 10,878,400            | 12,619,829            | 14,043,831            |
| 116,899               | 104,878               | 159,316              | 120,864              | 109,895               | 349,027               | 357,269               |
| 0                     | 0                     | 823,062              | 1,022,086            | 1,026,468             | 1,336,532             | 1,486,927             |
| 570,918               | 588,945               | 701,953              | 724,478              | 846,810               | 927,470               | 691,055               |
| 0                     | 0                     | 0                    | 0                    | 0                     | 0                     | 1,670                 |
| 1,036,575             | 915,825               | 376,615              | 142,515              | 135,196               | 55,002                | 82,533                |
| 420,782               | 279,689               | 356,990              | 577,549              | 157,764               | 35,623                | 162,825               |
| 0                     | 0                     | 0                    | 0                    | 0                     | 101,978               | 0                     |
| 0                     | 0                     | 0                    | 132,992              | 0                     | 179,000               | 0                     |
| <u>11,220,446</u>     | <u>12,181,230</u>     | <u>12,594,705</u>    | <u>12,942,233</u>    | <u>14,982,625</u>     | <u>17,265,664</u>     | <u>18,408,813</u>     |
| 0                     | 0                     | 1,021,540            | 982,141              | 1,051,955             | 1,363,801             | 1,008,786             |
| 0                     | 0                     | 0                    | 0                    | 0                     | 0                     | 17,778                |
| 2,340,070             | 3,640,525             | 0                    | 0                    | 2,706                 | 74,867                | 111,729               |
| 114,328               | 156,846               | 0                    | 0                    | 0                     | 0                     | 0                     |
| 0                     | 0                     | 0                    | (132,992)            | 0                     | (179,000)             | 0                     |
| <u>2,454,398</u>      | <u>3,797,371</u>      | <u>1,021,540</u>     | <u>849,149</u>       | <u>1,054,661</u>      | <u>1,259,668</u>      | <u>1,138,293</u>      |
| <u>\$13,674,844</u>   | <u>\$15,978,601</u>   | <u>\$13,616,245</u>  | <u>\$13,791,382</u>  | <u>\$16,037,286</u>   | <u>\$18,525,332</u>   | <u>\$19,547,106</u>   |
| \$715,585             | (\$124,707)           | (\$346,423)          | (\$256,259)          | \$4,341,031           | \$3,074,952           | \$4,098,891           |
| 2,248,482             | 4,975,588             | 7,575,047            | 6,958,182            | (84,530)              | (2,151,856)           | (2,157,376)           |
| <u>\$2,964,067</u>    | <u>\$4,850,881</u>    | <u>\$7,228,624</u>   | <u>\$6,701,923</u>   | <u>\$4,256,501</u>    | <u>\$923,096</u>      | <u>\$1,941,515</u>    |

## CITY OF MARYSVILLE, OHIO

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

|   | 2003               | 2004               | 2005               | 2006                |
|---|--------------------|--------------------|--------------------|---------------------|
| General Fund                              |                    |                    |                    |                     |
| Nonspendable                              | \$0                | \$0                | \$0                | \$0                 |
| Committed                                 | 0                  | 0                  | 0                  | 0                   |
| Assigned                                  | 0                  | 0                  | 0                  | 0                   |
| Unassigned                                | 0                  | 0                  | 0                  | 0                   |
| Reserved                                  | 97,262             | 266,330            | 289,190            | 330,564             |
| Unreserved                                | 2,998,226          | 4,033,758          | 4,078,034          | 5,503,111           |
| <i>Total General Fund</i>                 | <u>3,095,488</u>   | <u>4,300,088</u>   | <u>4,367,224</u>   | <u>5,833,675</u>    |
| All Other Governmental Funds              |                    |                    |                    |                     |
| Nonspendable                              | \$0                | \$0                | \$0                | \$0                 |
| Restricted                                | 0                  | 0                  | 0                  | 0                   |
| Committed                                 | 0                  | 0                  | 0                  | 0                   |
| Unassigned                                | 0                  | 0                  | 0                  | 0                   |
| Reserved                                  | 196,373            | 2,578,062          | 897,959            | 576,059             |
| Unreserved, Undesignated,<br>Reported in: |                    |                    |                    |                     |
| Special Revenue Funds                     | 1,448,120          | 1,730,387          | 1,809,824          | 2,005,973           |
| Debt Service Funds                        | 14,913             | 29,424             | 22,653             | 24,801              |
| Capital Projects Funds                    | 160,941            | 232,967            | 225,021            | 3,804,500           |
| <i>Total All Other Governmental Funds</i> | <u>1,820,347</u>   | <u>4,570,840</u>   | <u>2,955,457</u>   | <u>6,411,333</u>    |
| <i>Total Governmental Funds</i>           | <u>\$4,915,835</u> | <u>\$8,870,928</u> | <u>\$7,322,681</u> | <u>\$12,245,008</u> |

Source: Finance Director's Office

Note: The City implemented GASB 54 in 2011 which established new fund balance classifications for governmental funds.

**CITY OF MARYSVILLE, OHIO**

| 2007                | 2008               | 2009               | 2010                 | 2011                | 2012               |
|---------------------|--------------------|--------------------|----------------------|---------------------|--------------------|
| \$0                 | \$0                | \$0                | \$0                  | \$96,470            | \$106,725          |
| 0                   | 0                  | 0                  | 0                    | 8,334               | 38,335             |
| 0                   | 0                  | 0                  | 0                    | 217,818             | 377,780            |
| 0                   | 0                  | 0                  | 0                    | 9,342,856           | 6,711,664          |
| 663,155             | 381,782            | 172,544            | 436,883              | 0                   | 0                  |
| 5,485,156           | 4,631,940          | 4,364,501          | 6,289,373            | 0                   | 0                  |
| <u>6,148,311</u>    | <u>5,013,722</u>   | <u>4,537,045</u>   | <u>6,726,256</u>     | <u>9,665,478</u>    | <u>7,234,504</u>   |
| \$0                 | \$0                | \$0                | \$0                  | \$11,821            | \$19,173           |
| 0                   | 0                  | 0                  | 0                    | 16,268,244          | 7,233,448          |
| 0                   | 0                  | 0                  | 0                    | 203,652             | 288,693            |
| 0                   | 0                  | 0                  | 0                    | (11,779,280)        | (11,266,288)       |
| 308,493             | 581,963            | 830,005            | 1,161,754            | 0                   | 0                  |
| 2,391,799           | 2,450,489          | 1,699,856          | 3,024,014            | 0                   | 0                  |
| 117,937             | (661,153)          | (44,723)           | (12,516,434)         | 0                   | 0                  |
| 1,258,040           | 228,158            | 123,586            | (344,148)            | 0                   | 0                  |
| <u>4,076,269</u>    | <u>2,599,457</u>   | <u>2,608,724</u>   | <u>(8,674,814)</u>   | <u>4,704,437</u>    | <u>(3,724,974)</u> |
| <u>\$10,224,580</u> | <u>\$7,613,179</u> | <u>\$7,145,769</u> | <u>(\$1,948,558)</u> | <u>\$14,369,915</u> | <u>\$3,509,530</u> |

# CITY OF MARYSVILLE, OHIO

## Changes in Fund Balances, Governmental Funds Last Ten Years (modified accrual basis of accounting)

|  | 2003              | 2004              | 2005              | 2006              |
|--|-------------------|-------------------|-------------------|-------------------|
| <b>Revenues:</b>                                     |                   |                   |                   |                   |
| Taxes  | \$7,485,745       | \$8,524,697       | \$8,124,862       | \$9,454,253       |
| Payments in Lieu of Taxes                            | 0                 | 0                 | 0                 | 0                 |
| Intergovernmental Revenues                           | 1,906,757         | 1,878,189         | 2,854,151         | 1,757,028         |
| Charges for Services                                 | 1,348,052         | 1,068,556         | 986,047           | 1,383,262         |
| Fees, Licenses and Permits                           | 408,354           | 582,701           | 447,374           | 547,293           |
| Investment Earnings                                  | 104,164           | 170,432           | 789,859           | 1,036,575         |
| Contributions and Donations                          | 53,795            | 52,155            | 83,762            | 41,019            |
| Special Assessments                                  | 25,400            | 27,659            | 24,588            | 31,963            |
| Fines and Forfeitures                                | 524,450           | 435,468           | 553,404           | 594,969           |
| All Other Revenue                                    | 33,799            | 51,986            | 47,685            | 98,837            |
| <b>Total Revenue</b>                                 | <b>11,890,516</b> | <b>12,791,843</b> | <b>13,911,732</b> | <b>14,945,199</b> |
| <b>Expenditures:</b>                                 |                   |                   |                   |                   |
| Current:   |                   |                   |                   |                   |
| Security of Persons and Property                     | 5,719,983         | 6,044,306         | 6,724,087         | 6,269,659         |
| Public Health Services                               | 304,667           | 353,082           | 405,125           | 466,891           |
| Leisure Time Activities                              | 261,762           | 235,950           | 253,331           | 324,833           |
| Community Environment                                | 452,014           | 738,993           | 1,001,750         | 844,197           |
| Transportation                                       | 891,904           | 918,939           | 1,048,529         | 1,007,594         |
| General Government                                   | 1,894,539         | 1,818,068         | 1,701,711         | 1,874,334         |
| Capital Outlay                                       | 264,446           | 5,569,557         | 4,144,612         | 3,505,403         |
| Debt Service:  |                   |                   |                   |                   |
| Principal Retirement                                 | 1,343,409         | 1,248,634         | 8,964,079         | 9,867,413         |
| Interest and Fiscal Charges                          | 520,088           | 495,236           | 676,877           | 793,789           |
| Debt Issuance Costs                                  | 0                 | 0                 | 26,865            | 0                 |
| <b>Total Expenditures</b>                            | <b>11,652,812</b> | <b>17,422,765</b> | <b>24,946,966</b> | <b>24,954,113</b> |
| Excess (Deficiency) of Revenues<br>Over Expenditures | 237,704           | (4,630,922)       | (11,035,234)      | (10,008,914)      |

**CITY OF MARYSVILLE, OHIO**

| 2007              | 2008              | 2009              | 2010              | 2011              | 2012              |
|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| \$10,156,609      | \$10,412,641      | \$10,424,239      | \$12,664,636      | \$16,118,009      | \$15,914,095      |
| 0                 | 823,031           | 956,394           | 1,067,337         | 1,336,532         | 1,486,927         |
| 2,124,856         | 2,472,263         | 3,163,702         | 3,772,289         | 2,379,237         | 1,936,554         |
| 1,150,496         | 917,822           | 1,115,969         | 1,580,001         | 1,616,110         | 1,862,124         |
| 313,953           | 362,911           | 362,866           | 327,127           | 162,897           | 139,413           |
| 915,825           | 376,615           | 142,515           | 135,196           | 55,002            | 82,533            |
| 68,844            | 0                 | 750               | 706               | 7,300             | 222               |
| 25,074            | 20,618            | 0                 | 21,510            | 20,758            | 21,731            |
| 761,734           | 602,828           | 632,938           | 720,749           | 725,907           | 788,317           |
| 44,544            | 73,629            | 176,464           | 143,017           | 62,420            | 42,615            |
| <u>15,561,935</u> | <u>16,062,358</u> | <u>16,975,837</u> | <u>20,432,568</u> | <u>22,484,172</u> | <u>22,274,531</u> |
| 6,725,226         | 7,491,598         | 7,783,003         | 7,859,772         | 8,648,354         | 9,845,275         |
| 503,740           | 488,881           | 511,803           | 357,142           | 346,742           | 343,835           |
| 297,919           | 263,906           | 276,068           | 228,893           | 228,162           | 246,112           |
| 972,789           | 969,012           | 1,560,124         | 2,895,717         | 2,321,900         | 1,426,941         |
| 1,274,664         | 1,394,077         | 980,343           | 1,188,364         | 2,452,026         | 1,904,039         |
| 2,232,901         | 2,508,509         | 2,555,439         | 2,728,701         | 3,047,044         | 2,939,961         |
| 4,352,293         | 2,434,010         | 2,306,626         | 45,986            | 2,768,241         | 14,274,253        |
| 15,406,274        | 15,494,363        | 13,808,875        | 13,480,000        | 520,000           | 1,030,000         |
| 1,083,407         | 980,620           | 888,531           | 742,369           | 610,574           | 1,126,170         |
| 0                 | 0                 | 0                 | 0                 | 306,352           | 0                 |
| <u>32,849,213</u> | <u>32,024,976</u> | <u>30,670,812</u> | <u>29,526,944</u> | <u>21,249,395</u> | <u>33,136,586</u> |
| (17,287,278)      | (15,962,618)      | (13,694,975)      | (9,094,376)       | 1,234,777         | (10,862,055)      |

(Continued)

**CITY OF MARYSVILLE, OHIO**

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

|  | 2003               | 2004               | 2005                 | 2006               |
|--|--------------------|--------------------|----------------------|--------------------|
| <b>Other Financing Sources (Uses):</b>                             |                    |                    |                      |                    |
| Bond Anticipation Notes Issued                                     | 835,000            | 8,567,931          | 9,345,000            | 14,865,000         |
| Premium on Bond Anticipation Notes Issued                          | 0                  | 0                  | 83,107               | 46,984             |
| Sale of Capital Assets   | 500                | 2,640              | 9,610                | 19,257             |
| Inception of Capital Lease   | 26,492             | 15,444             | 49,270               | 0                  |
| General Obligation Bonds Issued                                    | 0                  | 0                  | 0                    | 0                  |
| Premium on General Obligation Bonds Issued                         | 0                  | 0                  | 0                    | 0                  |
| Payment to Escrow Agent  | 0                  | 0                  | 0                    | 0                  |
| Transfers In   | 1,429,409          | 1,338,823          | 1,825,034            | 2,410,028          |
| Transfers Out  | (1,429,409)        | (1,338,823)        | (1,825,034)          | (2,410,028)        |
| <b>Total Other Financing Sources (Uses)</b>                        | <u>861,992</u>     | <u>8,586,015</u>   | <u>9,486,987</u>     | <u>14,931,241</u>  |
| <b>Net Change in Fund Balance</b>                                  | <u>\$1,099,696</u> | <u>\$3,955,093</u> | <u>(\$1,548,247)</u> | <u>\$4,922,327</u> |
| <b>Debt Service as a Percentage<br/>of Noncapital Expenditures</b> | 16.63%             | 10.18%             | 43.20%               | 44.33%             |

Source: Finance Director's Office

**CITY OF MARYSVILLE, OHIO**

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| 2007                 | 2008                 | 2009               | 2010                 | 2011                | 2012                  |
|----------------------|----------------------|--------------------|----------------------|---------------------|-----------------------|
| 15,030,000           | 13,280,000           | 12,980,000         | 0                    | 0                   | 0                     |
| 64,098               | 66,669               | 80,396             | 0                    | 0                   | 0                     |
| 27,844               | 8,037                | 34,177             | 49                   | 1,833               | 1,670                 |
| 0                    | 0                    | 0                  | 0                    | 189,941             | 0                     |
| 6,515,000            | 0                    | 0                  | 0                    | 14,585,000          | 0                     |
| 303,889              | 0                    | 0                  | 0                    | 127,922             | 0                     |
| (6,673,981)          | 0                    | 0                  | 0                    | 0                   | 0                     |
| 2,793,779            | 3,128,061            | 2,447,091          | 1,851,529            | 3,469,538           | 7,817,696             |
| (2,793,779)          | (3,128,061)          | (2,314,099)        | (1,851,529)          | (3,290,538)         | (7,817,696)           |
| <u>15,266,850</u>    | <u>13,354,706</u>    | <u>13,227,565</u>  | <u>49</u>            | <u>15,083,696</u>   | <u>1,670</u>          |
| <u>(\$2,020,428)</u> | <u>(\$2,607,912)</u> | <u>(\$467,410)</u> | <u>(\$9,094,327)</u> | <u>\$16,318,473</u> | <u>(\$10,860,385)</u> |
| 51.58%               | 53.09%               | 52.30%             | 50.86%               | 6.68%               | 12.18%                |

**CITY OF MARYSVILLE, OHIO**

*Income Tax Revenues by Source, Governmental Funds  
Last Ten Years  
(cash basis of accounting)*

| <b>Tax year</b>                                    | <u>2003</u> | <u>2004</u> | <u>2005</u> | <u>2006</u> |
|--|-------------|-------------|-------------|-------------|
| Income Tax Rate*                                   | 1.00%       | 1.00%       | 1.00%       | 1.00%       |
| Estimated Personal Income<br>(in thousands) (1)(a) | \$481,017   | \$507,131   | \$530,849   | \$557,860   |
| Total Tax Collected                                | \$6,082,292 | \$6,275,737 | \$7,078,121 | \$7,463,770 |
| Income Tax Receipts                                |             |             |             |             |
| Withholding  | 4,944,073   | 5,076,716   | 5,917,841   | 5,787,472   |
| Percentage   | 81.29%      | 80.89%      | 83.60%      | 77.54%      |
| Business   | 252,988     | 242,759     | 313,307     | 272,852     |
| Percentage   | 4.16%       | 3.87%       | 4.43%       | 3.66%       |
| Individuals  | 885,231     | 956,262     | 846,973     | 1,403,446   |
| Percentage   | 14.55%      | 15.24%      | 11.97%      | 18.80%      |

Source: City Income Tax Department

(1) US Department of Commerce, Bureau of Economic Analysis

(a) Total Personal Income is a calculation, 2012 is an estimate

\* Voters approved an increase in the income tax rate from 1.0% to 1.5% effective July 1, 2010.

**CITY OF MARYSVILLE, OHIO**

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| 2007        | 2008        | 2009        | 2010        | 2011         | 2012         |
|-------------|-------------|-------------|-------------|--------------|--------------|
| 1.00%       | 1.00%       | 1.00%       | 1.50%       | 1.50%        | 1.50%        |
| \$607,483   | \$628,769   | \$633,765   | \$751,306   | \$795,426    | \$795,426    |
| \$7,877,319 | \$8,317,558 | \$8,385,684 | \$9,631,406 | \$13,085,760 | \$13,049,810 |
| 6,183,401   | 6,267,374   | 6,489,432   | 7,689,978   | 10,024,236   | 10,197,784   |
| 78.50%      | 75.35%      | 77.39%      | 79.85%      | 76.61%       | 78.15%       |
| 315,022     | 408,327     | 214,131     | 420,165     | 848,488      | 470,477      |
| 4.00%       | 4.91%       | 2.55%       | 4.36%       | 6.48%        | 3.60%        |
| 1,378,896   | 1,641,857   | 1,682,121   | 1,521,264   | 2,213,036    | 2,381,549    |
| 17.50%      | 19.74%      | 20.06%      | 15.79%      | 16.91%       | 18.25%       |



**CITY OF MARYSVILLE, OHIO**

*Income Tax Collections  
Current Year and Seven Years Ago*

| <u>Range of Withholding</u> | <u>Income Tax Year 2012</u> |                         |
|-----------------------------|-----------------------------|-------------------------|
|                             | <u>Number of Filers</u>     | <u>Percent of Total</u> |
| \$0 - \$24,999              | 1,657                       | 97.64%                  |
| 25,000 - 49,999             | 19                          | 1.12%                   |
| 50,000 - 74,999             | 5                           | 0.29%                   |
| 75,000 - 99,999             | 3                           | 0.18%                   |
| Over 100,000                | 13                          | 0.77%                   |
| Total                       | <u>1,697</u>                | <u>100.00%</u>          |

| <u>Range of Withholding</u> | <u>Income Tax Year 2005</u> |                         |
|-----------------------------|-----------------------------|-------------------------|
|                             | <u>Number of Filers</u>     | <u>Percent of Total</u> |
| \$0 - \$24,999              | 1,298                       | 98.11%                  |
| 25,000 - 49,999             | 13                          | 0.98%                   |
| 50,000 - 74,999             | 2                           | 0.15%                   |
| 75,000 - 99,999             | 0                           | 0.00%                   |
| Over 100,000                | 10                          | 0.76%                   |
| Total                       | <u>1,323</u>                | <u>100.00%</u>          |

Source: City Income Tax Department

Note: Due to confidentiality issues, the names of the 10 largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue.

Information is not available in this format prior to 2005

## CITY OF MARYSVILLE, OHIO

### Ratio of Outstanding Debt By Type Last Ten Years

|  | 2003                | 2004                | 2005                 | 2006                 |
|--|---------------------|---------------------|----------------------|----------------------|
| <b>Governmental Activities</b> <sup>(1)</sup>  |                     |                     |                      |                      |
| General Obligation Bonds                       | \$9,165,000         | \$8,785,000         | \$8,385,000          | \$7,970,000          |
| Special Assessment Bonds                       | 10,000              | 5,000               | 0                    | 0                    |
| Capital Leases                                 | 85,629              | 72,439              | 82,630               | 58,324               |
| Notes Payable                                  | 835,000             | 8,567,931           | 9,428,107            | 14,911,984           |
| <b>Business-type Activities</b> <sup>(1)</sup> |                     |                     |                      |                      |
| General Obligation Bonds                       | \$3,685,000         | \$3,488,153         | \$3,113,153          | \$2,733,153          |
| Mortgage Revenue Bonds                         | 13,314,219          | 12,457,209          | 25,640,569           | 99,255,843           |
| Capital Leases                                 | 456                 | 12,109              | 9,638                | 6,915                |
| Notes Payable                                  | 6,804,000           | 13,396,260          | 55,594,000           | 4,053,413            |
| Ohio Public Works Commission Loan              | 0                   | 0                   | 0                    | 65,420               |
| Total Primary Government                       | <u>\$33,899,304</u> | <u>\$46,784,101</u> | <u>\$102,253,097</u> | <u>\$129,055,052</u> |
| <b>Population</b> <sup>(2)</sup>               |                     |                     |                      |                      |
| City of Marysville                             | 16,422              | 16,949              | 17,287               | 17,651               |
| Outstanding Debt Per Capita                    | \$2,064             | \$2,760             | \$5,915              | \$7,311              |
| <b>Income</b> <sup>(3)</sup>                   |                     |                     |                      |                      |
| Personal (in thousands)                        | 481,017             | 507,131             | 530,849              | 557,860              |
| Percentage of Personal Income                  | 7.05%               | 9.23%               | 19.26%               | 23.13%               |

**Sources:**

(1) Finance Director's Office

(2) Mid Ohio Regional Planning Commission and US Bureau of Census, Population Division

(3) US Department of Commerce, Bureau of Economic Analysis

(a) Per Capita Income is only available by County, Total Personal Income is a calculation, 2012 is an estimate

**CITY OF MARYSVILLE, OHIO**

| 2007                 | 2008                 | 2009                 | 2010                 | 2011                 | 2012                 |
|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| \$8,022,609          | \$7,550,903          | \$7,054,197          | \$6,532,491          | \$20,601,729         | \$19,548,658         |
| 0                    | 0                    | 0                    | 0                    | 0                    | 0                    |
| 33,171               | 18,808               | 287,113              | 237,184              | 343,288              | 262,348              |
| 15,030,000           | 13,280,000           | 12,980,000           | 12,980,000           | 14,130,000           | 17,230,000           |
| \$2,334,892          | \$1,934,077          | \$1,523,262          | \$1,102,447          | \$666,632            | \$340,816            |
| 151,754,370          | 150,827,443          | 149,860,516          | 148,602,711          | 147,022,034          | 137,398,675          |
| 3,964                | 271                  | 0                    | 0                    | 0                    | 0                    |
| 28,565,001           | 28,365,000           | 28,240,000           | 28,215,000           | 28,190,000           | 26,550,000           |
| 57,493               | 49,566               | 41,639               | 625,075              | 602,364              | 564,869              |
| <u>\$205,801,500</u> | <u>\$202,026,068</u> | <u>\$199,986,727</u> | <u>\$198,294,908</u> | <u>\$211,556,047</u> | <u>\$201,895,366</u> |
| 18,123               | 18,249               | 18,394               | 22,094               | 19,856               | 22,187               |
| \$11,356             | \$11,071             | \$10,872             | \$8,975              | \$10,655             | \$9,100              |
| 607,483              | 628,769              | 633,765              | 751,306              | 711,857              | 795,426              |
| 33.88%               | 32.13%               | 31.56%               | 26.39%               | 29.72%               | 25.38%               |

## ***CITY OF MARYSVILLE, OHIO***

### *Ratios of General Bonded Debt Outstanding Last Ten Years*

| Year   | 2003          | 2004          | 2005          | 2006          |
|--|---------------|---------------|---------------|---------------|
| <b>Population</b> (1)                                  | 16,422        | 16,949        | 17,287        | 17,651        |
| <b>Assessed Value</b> (2)                              | \$353,286,300 | \$403,239,190 | \$422,188,272 | \$424,151,346 |
| <b>Income</b> (2)(a)                                   |               |               |               |               |
| Personal (in thousands)                                | \$481,017     | \$507,131     | \$530,849     | \$557,860     |
| <b>General Bonded Debt</b>                             |               |               |               |               |
| General Obligation Bonds                               | \$12,850,000  | \$12,273,153  | \$11,498,153  | \$10,703,153  |
| <b>Resources Available to Pay Principal</b> (3)        | \$0           | \$0           | \$0           | \$0           |
| <b>Net General Bonded Debt</b>                         | \$12,850,000  | \$12,273,153  | \$11,498,153  | \$10,703,153  |
| <b>Ratio of Net Bonded Debt<br/>to Personal Income</b> | 2.67%         | 2.42%         | 2.17%         | 1.92%         |
| <b>Ratio of Net Bonded Debt<br/>to Assessed Value</b>  | 3.64%         | 3.04%         | 2.72%         | 2.52%         |
| <b>Net Bonded Debt per Capita</b>                      | \$782.49      | \$724.12      | \$665.13      | \$606.38      |

**Source:**

(1) Mid Ohio Regional Planning Commission and US Bureau of Census, Population Division

(2) US Department of Commerce, Bureau of Economic Analysis

(a) Total Personal Income is calculated, 2012 is an estimate

(3) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

*CITY OF MARYSVILLE, OHIO*

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| 2007          | 2008          | 2009          | 2010          | 2011          | 2012          |
|---------------|---------------|---------------|---------------|---------------|---------------|
| 18,123        | 18,249        | 18,394        | 22,094        | 19,856        | 22,187        |
| \$426,222,476 | \$413,185,230 | \$382,583,330 | \$384,565,260 | \$387,412,760 | \$383,333,000 |
| \$607,483     | \$628,769     | \$633,765     | \$751,306     | \$711,857     | \$795,426     |
| \$10,357,501  | \$9,484,980   | \$8,577,459   | \$7,634,938   | \$21,268,361  | \$19,889,474  |
| \$0           | \$0           | \$0           | \$0           | \$93,536      | \$25,952      |
| \$10,357,501  | \$9,484,980   | \$8,577,459   | \$7,634,938   | \$21,174,825  | \$19,863,522  |
| 1.70%         | 1.51%         | 1.35%         | 1.02%         | 2.97%         | 2.50%         |
| 2.43%         | 2.30%         | 2.24%         | 1.99%         | 5.47%         | 5.18%         |
| \$571.51      | \$519.75      | \$466.32      | \$345.57      | \$1,066.42    | \$895.28      |



**CITY OF MARYSVILLE, OHIO**

*Computation of Direct and Overlapping  
Debt Attributable to Governmental Activities  
December 31, 2012*

| <u>Jurisdiction</u>                           | <u>Net Debt<br/>Outstanding</u> | <u>Percentage<br/>Applicable to<br/>the City of<br/>Marysville</u> | <u>Amount<br/>Applicable to<br/>the City of<br/>Marysville</u> |
|---|---------------------------------|--|--|
| <b>Direct:</b>                                |                                 |  |  |
| City of Marysville                            | \$19,811,006                    | 100.00%  | \$19,811,006   |
| <b>Overlapping:</b>                           |                                 |  |  |
| Union County                                  | 8,040,000                       | 28.76%   | 2,312,304  |
| Marysville Exempted Village School District   | 81,717,664                      | 54.57%   | 44,593,329   |
| Fairbanks Local School District               | 10,438,058                      | 3.69%  | 385,164  |
| Tolles Career & Technical Center JVS District | 3,485,000                       | 0.12%  | <u>4,182</u>   |
|   |                                 | Subtotal   | <u>47,294,979</u>  |
|   |                                 | Total  | <u><u>\$67,105,985</u></u>                                     |

Source: Union County Auditor

Percentages determined by dividing each overlapping subdivisions' assessed valuation within the City by the subdivisions' total assessed valuation.

**CITY OF MARYSVILLE, OHIO**

*Debt Limitations  
Last Ten Years*

| <b>Tax Year</b>                            | <u>2003</u>                | <u>2004</u>                | <u>2005</u>                | <u>2006</u>                |
|--|----------------------------|----------------------------|----------------------------|----------------------------|
| <b>Total Debt</b>                          |                            |                            |                            |                            |
| Net Assessed Valuation                     | \$353,286,300              | \$403,239,190              | \$422,188,272              | \$424,151,346              |
| Legal Debt Limitation (%) (1)              | 10.50%                     | 10.50%                     | 10.50%                     | 10.50%                     |
| Legal Debt Limitation (\$) (1)             | 37,095,062                 | 42,340,115                 | 44,329,769                 | 44,535,891                 |
| City Debt Outstanding (2)                  | 10,000,000                 | 17,352,931                 | 17,813,107                 | 22,881,984                 |
| Less: Applicable Debt Service Fund Amounts | <u>0</u>                   | <u>0</u>                   | <u>0</u>                   | <u>0</u>                   |
| Net Indebtedness Subject to Limitation     | <u>10,000,000</u>          | <u>17,352,931</u>          | <u>17,813,107</u>          | <u>22,881,984</u>          |
| Overall Legal Debt Margin                  | <u><u>\$27,095,062</u></u> | <u><u>\$24,987,184</u></u> | <u><u>\$26,516,662</u></u> | <u><u>\$21,653,907</u></u> |
| <b>Unvoted Debt</b>                        |                            |                            |                            |                            |
| Net Assessed Valuation                     | \$353,286,300              | \$403,239,190              | \$422,188,272              | \$424,151,346              |
| Legal Debt Limitation (%) (1)(a)           | 10.50%                     | 10.50%                     | 10.50%                     | 10.50%                     |
| Legal Debt Limitation (\$) (1)             | 37,095,062                 | 42,340,115                 | 44,329,769                 | 44,535,891                 |
| City Debt Outstanding (2)                  | 10,000,000                 | 17,352,931                 | 17,813,107                 | 22,881,984                 |
| Less: Applicable Debt Service Fund Amounts | <u>0</u>                   | <u>0</u>                   | <u>0</u>                   | <u>0</u>                   |
| Net Indebtedness Subject to Limitation     | <u>10,000,000</u>          | <u>17,352,931</u>          | <u>17,813,107</u>          | <u>22,881,984</u>          |
| Overall Legal Debt Margin                  | <u><u>\$27,095,062</u></u> | <u><u>\$24,987,184</u></u> | <u><u>\$26,516,662</u></u> | <u><u>\$21,653,907</u></u> |

(1) Direct Debt Limitation based upon Section 133, The Uniform Bond Act of the Ohio Revised Code.

(a) Based on City Charter the City has an additional 5 mills of unvoted debt limitation in addition to the statutory 5.5%.

(2) City Debt Outstanding includes Non Self-Supporting General Obligation Bonds and Notes only.

Enterprise Debt is not considered in the computation of the Legal Debt Margin.

Coleman's Crossing Tax Increment Financing Notes are not considered in the computation of the Legal Debt Margin.

Source: Finance Director's Office

**CITY OF MARYSVILLE, OHIO**

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| 2007          | 2008          | 2009          | 2010          | 2011          | 2012          |
|---------------|---------------|---------------|---------------|---------------|---------------|
| \$426,222,476 | \$413,185,230 | \$382,583,330 | \$384,565,260 | \$387,412,760 | \$383,333,000 |
| 10.50%        | 10.50%        | 10.50%        | 10.50%        | 10.50%        | 10.50%        |
| 44,753,360    | 43,384,449    | 40,171,250    | 40,379,352    | 40,678,340    | 40,249,965    |
| 23,052,609    | 20,830,903    | 20,034,197    | 7,310,000     | 22,675,000    | 25,145,000    |
| 0             | 0             | 0             | 0             | (93,536)      | (25,952)      |
| 23,052,609    | 20,830,903    | 20,034,197    | 7,310,000     | 22,581,464    | 25,119,048    |
| \$21,700,751  | \$22,553,546  | \$20,137,053  | \$33,069,352  | \$18,096,876  | \$15,130,917  |
| <br>          |               |               |               |               |               |
| \$426,222,476 | \$413,185,230 | \$382,583,330 | \$384,565,260 | \$387,412,760 | \$383,333,000 |
| 10.50%        | 10.50%        | 10.50%        | 10.50%        | 10.50%        | 10.50%        |
| 44,753,360    | 43,384,449    | 40,171,250    | 40,379,352    | 40,678,340    | 40,249,965    |
| 23,052,609    | 20,830,903    | 20,034,197    | 7,310,000     | 22,675,000    | 25,145,000    |
| 0             | 0             | 0             | 0             | (93,536)      | (25,952)      |
| 23,052,609    | 20,830,903    | 20,034,197    | 7,310,000     | 22,581,464    | 25,119,048    |
| \$21,700,751  | \$22,553,546  | \$20,137,053  | \$33,069,352  | \$18,096,876  | \$15,130,917  |

## CITY OF MARYSVILLE, OHIO

### Pledged Revenue Coverage Last Ten Years

|  | 2003        | 2004        | 2005        | 2006        |
|--|-------------|-------------|-------------|-------------|
| <b>Water System Bonds (1 a)</b>        |             |             |             |             |
| Gross Revenues (2)                     | \$5,049,042 | \$5,245,349 | \$5,710,991 | \$6,209,239 |
| Direct Operating Expenses (3)          | 1,819,861   | 1,926,494   | 2,104,063   | 2,345,854   |
| Net Revenue Available for Debt Service | 3,229,181   | 3,318,855   | 3,606,928   | 3,863,385   |
| Annual Debt Service Requirement (4)    | 298,990     | 300,990     | 302,155     | 302,565     |
| Coverage                               | 10.80       | 11.03       | 11.94       | 12.77       |
| <b>Water System Bonds (1 b)</b>        |             |             |             |             |
| Gross Revenues (2)                     | \$5,049,042 | \$5,245,349 | \$5,710,991 | \$6,209,239 |
| Direct Operating Expenses (3)          | 1,819,861   | 1,926,494   | 2,104,063   | 2,345,854   |
| Net Revenue Available for Debt Service | 3,229,181   | 3,318,855   | 3,606,928   | 3,863,385   |
| Annual Debt Service Requirement (4)    | 846,685     | 726,299     | 726,664     | 728,664     |
| Coverage                               | 3.81        | 4.57        | 4.96        | 5.30        |
| <b>Sewer System Bonds (1 c)</b>        |             |             |             |             |
| Gross Revenues (2)                     | N/A         | N/A         | N/A         | \$8,918,624 |
| Direct Operating Expenses (3)          | N/A         | N/A         | N/A         | 4,095,683   |
| Net Revenue Available for Debt Service | N/A         | N/A         | N/A         | 4,822,941   |
| Annual Debt Service Requirement (4)    | N/A         | N/A         | N/A         | 1,176,160   |
| Coverage                               | N/A         | N/A         | N/A         | 4.10        |
| <b>Sewer System Bonds (1 d)</b>        |             |             |             |             |
| Gross Revenues (2)                     | N/A         | N/A         | N/A         | N/A         |
| Direct Operating Expenses (3)          | N/A         | N/A         | N/A         | N/A         |
| Net Revenue Available for Debt Service | N/A         | N/A         | N/A         | N/A         |
| Annual Debt Service Requirement (4)    | N/A         | N/A         | N/A         | N/A         |
| Coverage                               | N/A         | N/A         | N/A         | N/A         |
| <b>Water System Bonds (1 e)</b>        |             |             |             |             |
| Gross Revenues (5)                     | N/A         | N/A         | N/A         | N/A         |
| Direct Operating Expenses (3)          | N/A         | N/A         | N/A         | N/A         |
| Net Revenue Available for Debt Service | N/A         | N/A         | N/A         | N/A         |
| Annual Debt Service Requirement (4)    | N/A         | N/A         | N/A         | N/A         |
| Coverage                               | N/A         | N/A         | N/A         | N/A         |

(1) The Mortgage Revenue Bonds were issued as follows:

- (a) The Water system Mortgage Revenue Bonds were issued in 2002, in the amount of \$3,820,000.
- (b) The Water system Mortgage Revenue Bonds were issued in 2003, in the amount of \$9,262,114.
- (c) The Sewer system Mortgage Revenue Bonds were issued in 2006, in the amount of \$85,885,000.
- (d) The Sewer system Mortgage Revenue Bonds were issued in 2007, in the amount of \$31,555,000.
- (e) The Water system Mortgage Revenue Bonds were issued in 2007, in the amount of \$21,335,000.

(2) Gross revenues include operating revenues plus interest income.

(3) Direct operating expenses include operating expenses less depreciation.

(4) Annual debt service requirements include principal and interest on revenue bonds only.

N/A - Data is not available

Source: Finance Director's Office

**CITY OF MARYSVILLE, OHIO**

| 2007         | 2008         | 2009        | 2010        | 2011        | 2012        |
|--------------|--------------|-------------|-------------|-------------|-------------|
| \$7,260,525  | \$6,718,925  | \$6,842,361 | \$7,118,061 | \$7,177,333 | \$7,202,368 |
| 2,685,502    | 2,536,687    | 3,130,754   | 2,918,705   | 2,792,616   | 3,352,626   |
| 4,575,023    | 4,182,238    | 3,711,607   | 4,199,356   | 4,384,717   | 3,849,742   |
| 302,385      | 301,585      | 300,360     | 303,695     | 301,435     | 303,870     |
| 15.13        | 13.87        | 12.36       | 13.83       | 14.55       | 12.67       |
| \$7,260,525  | \$6,718,925  | \$6,842,361 | \$7,118,061 | \$7,177,333 | \$7,202,368 |
| 2,685,502    | 2,536,687    | 3,130,754   | 2,918,705   | 2,792,616   | 3,352,626   |
| 4,575,023    | 4,182,238    | 3,711,607   | 4,199,356   | 4,384,717   | 3,849,742   |
| 730,462      | 726,644      | 726,018     | 729,119     | 730,169     | 730,057     |
| 6.26         | 5.76         | 5.11        | 5.76        | 6.01        | 5.27        |
| \$11,498,315 | \$10,836,979 | \$8,059,976 | \$7,749,088 | \$8,674,801 | \$9,620,144 |
| 2,891,378    | 2,721,283    | 3,702,375   | 3,313,906   | 4,109,674   | 4,075,326   |
| 8,606,937    | 8,115,696    | 4,357,601   | 4,435,182   | 4,565,127   | 5,544,818   |
| 4,371,625    | 4,372,825    | 4,373,625   | 4,374,025   | 4,824,025   | 4,870,733   |
| 1.97         | 1.86         | 1.00        | 1.01        | 0.95        | 1.14        |
| \$11,498,315 | \$10,836,979 | \$8,059,976 | \$7,749,088 | \$8,674,801 | \$9,620,144 |
| 2,891,378    | 2,721,283    | 3,702,375   | 3,313,906   | 4,109,674   | 4,075,326   |
| 8,606,937    | 8,115,696    | 4,357,601   | 4,435,182   | 4,565,127   | 5,544,818   |
| 0            | 1,473,498    | 1,473,497   | 1,473,498   | 1,473,498   | 1,815,998   |
| N/A          | 5.51         | 2.96        | 3.01        | 3.10        | 3.05        |
| \$7,260,525  | \$6,718,925  | \$6,842,361 | \$7,118,061 | \$7,177,333 | \$7,202,368 |
| 2,685,502    | 2,536,687    | 3,130,754   | 2,918,705   | 2,792,616   | 3,352,626   |
| 4,575,023    | 4,182,238    | 3,711,607   | 4,199,356   | 4,384,717   | 3,849,742   |
| 0            | 1,155,059    | 1,047,831   | 1,055,394   | 1,077,581   | 1,074,664   |
| N/A          | 3.62         | 3.54        | 3.98        | 4.07        | 3.58        |

# CITY OF MARYSVILLE, OHIO

## Demographic and Economic Statistics Last Ten Years

| Calendar Year                            | 2003      | 2004      | 2005      | 2006      | 2007      |
|--|-----------|-----------|-----------|-----------|-----------|
| <b>Population</b> (1)                    |           |           |           |           |           |
| City of Marysville                       | 16,422    | 16,949    | 17,287    | 17,651    | 18,123    |
| Union County                             | 43,719    | 44,642    | 45,387    | 46,680    | 47,719    |
| <b>Income</b> (2) (a)                    |           |           |           |           |           |
| Total Personal (in thousands)            | \$481,017 | \$507,131 | \$530,849 | \$557,860 | \$607,483 |
| Per Capita                               | \$29,291  | \$29,921  | \$30,708  | \$31,605  | \$33,520  |
| <b>Unemployment Rate</b> (3)             |           |           |           |           |           |
| Federal                                  | 6.0%      | 5.5%      | 5.1%      | 4.6%      | 4.6%      |
| State                                    | 6.2%      | 6.1%      | 5.9%      | 5.4%      | 5.6%      |
| Union County                             | 4.7%      | 5.0%      | 4.9%      | 4.5%      | 4.3%      |
| <b>Civilian Work Force Estimates</b> (3) |           |           |           |           |           |
| State                                    | 5,860,000 | 5,863,000 | 5,882,000 | 5,924,000 | 5,961,000 |
| Union County                             | 23,400    | 23,900    | 24,400    | 25,200    | 25,400    |

### Sources:

(1) US Bureau of Census, Population Division for 2003-2012

(2) US Department of Commerce, Bureau of Economic Analysis

(a) Per Capita Income is only available by County, Total Personal Income is a calculation, 2012 is an estimate.

(3) State Department of Labor Statistics

**CITY OF MARYSVILLE, OHIO**

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| 2008      | 2009      | 2010      | 2011      | 2012      |
|-----------|-----------|-----------|-----------|-----------|
| 18,249    | 18,394    | 22,094    | 19,856    | 22,187    |
| 48,339    | 48,903    | 52,370    | 52,370    | 52,715    |
| \$628,769 | \$633,765 | \$751,306 | \$711,857 | \$795,426 |
| \$34,455  | \$34,455  | \$34,005  | \$35,851  | \$35,851  |
| 5.8%      | 9.3%      | 9.6%      | 8.9%      | 7.8%      |
| 6.6%      | 10.1%     | 10.1%     | 8.6%      | 6.7%      |
| 5.2%      | 8.3%      | 8.4%      | 5.9%      | 5.0%      |
| 5,961,000 | 5,936,000 | 5,898,000 | 5,806,000 | 5,729,000 |
| 25,900    | 26,000    | 25,900    | 26,900    | 27,100    |



## CITY OF MARYSVILLE, OHIO

### Principal Employers Current Year and Four Years Ago

| Employer                            | Nature of Business         | 2012                |      |                                |
|-------------------------------------|----------------------------|---------------------|------|--------------------------------|
|                                     |                            | Number of Employees | Rank | Percentage of Total Employment |
| The Scotts Miracle-Gro Company      | Lawn Care Products         | 1,165               | 1    | 12.45%                         |
| Memorial Hospital of Union County   | Healthcare                 | 707                 | 2    | 7.55%                          |
| Marysville Exempted School District | Education                  | 593                 | 3    | 6.34%                          |
| Ohio Reformatory for Women          | Government                 | 494                 | 4    | 5.28%                          |
| Union County                        | Government                 | 468                 | 5    | 5.00%                          |
| Wal-mart                            | Retail                     | 340                 | 6    | 3.63%                          |
| Scioto Corporation                  | Custodial/Janitor Supplies | 325                 | 7    | 3.47%                          |
| Veyance Technologies                | Manufacturing              | 311                 | 8    | 3.32%                          |
| Nestle R&D Center Inc.              | Research & Development     | 243                 | 9    | 2.60%                          |
| City of Marysville                  | Government                 | 238                 | 10   | 2.54%                          |
| Total                               |                            | <u>4,884</u>        |      | <u>52.18%</u>                  |
| Total Employment within the City    |                            | <u>9,360</u>        |      |                                |

| Employer                            | Nature of Business         | 2008                |      |                                |
|-------------------------------------|----------------------------|---------------------|------|--------------------------------|
|                                     |                            | Number of Employees | Rank | Percentage of Total Employment |
| The Scotts Miracle-Gro Company      | Lawn Care Products         | 1,250               | 1    | 13.39%                         |
| Marysville Exempted School District | Education                  | 758                 | 2    | 8.12%                          |
| Memorial Hospital of Union County   | Healthcare                 | 732                 | 3    | 7.84%                          |
| Union County                        | Government                 | 487                 | 4    | 5.22%                          |
| Ohio Reformatory for Women          | Government                 | 483                 | 5    | 5.18%                          |
| Veyance Technologies                | Manufacturing              | 340                 | 6    | 3.64%                          |
| Wal-mart                            | Retail                     | 320                 | 7    | 3.43%                          |
| Scioto Corporation                  | Custodial/Janitor Supplies | 269                 | 8    | 2.88%                          |
| Nestle R&D Center Inc.              | Research & Development     | 241                 | 9    | 2.58%                          |
| Parker Hannifin Hydraulics          | Manufacturing              | 220                 | 10   | 2.36%                          |
| Total                               |                            | <u>5,100</u>        |      | <u>54.65%</u>                  |
| Total Employment within the City    |                            | <u>9,332</u>        |      |                                |

Source: City Income Tax Department  
Information is not available in this format prior to 2008

## **CITY OF MARYSVILLE, OHIO**

### *Full Time Equivalent Employees by Function Last Ten Years*

|                                  | 2003          | 2004          | 2005          | 2006          | 2007          |
|----------------------------------|---------------|---------------|---------------|---------------|---------------|
| <b>Governmental Activities</b>   |               |               |               |               |               |
| General Government               |               |               |               |               |               |
| Finance                          | 8.00          | 7.00          | 8.00          | 9.00          | 9.00          |
| City Council                     | 4.50          | 4.50          | 4.50          | 4.50          | 4.50          |
| Computer Systems                 | 1.00          | 1.00          | 1.00          | 1.00          | 1.00          |
| City Administration              | 2.00          | 2.00          | 2.00          | 2.00          | 2.00          |
| Human Resources                  | 2.00          | 2.00          | 2.00          | 2.00          | 2.00          |
| City Attorney                    | 1.50          | 1.50          | 1.50          | 1.50          | 1.50          |
| Mayor                            | 0.50          | 0.50          | 0.50          | 0.50          | 0.50          |
| Engineer                         | 5.00          | 5.00          | 6.00          | 6.00          | 7.00          |
| Security of Persons and Property |               |               |               |               |               |
| Police                           | 36.50         | 36.50         | 36.50         | 36.50         | 37.50         |
| Fire                             | 32.00         | 32.00         | 31.00         | 31.00         | 32.00         |
| Municipal Court                  | 12.00         | 12.00         | 12.00         | 12.00         | 12.00         |
| Transportation                   |               |               |               |               |               |
| Street                           | 13.00         | 13.00         | 14.00         | 15.00         | 16.00         |
| Leisure Time Activities          |               |               |               |               |               |
| Parks and Recreation             | 0.50          | 0.50          | 0.50          | 0.50          | 0.50          |
| Community Environment            |               |               |               |               |               |
| Buildings & Grounds              | 8.00          | 8.00          | 8.50          | 7.50          | 6.50          |
| Service                          | 3.00          | 3.00          | 3.00          | 3.00          | 3.00          |
| <b>Business-Type Activities</b>  |               |               |               |               |               |
| Utilities                        |               |               |               |               |               |
| Water                            | 15.00         | 15.00         | 15.00         | 15.00         | 15.00         |
| Sewer                            | 15.00         | 15.00         | 15.50         | 16.50         | 16.50         |
| <i>Total Employees</i>           | <u>159.50</u> | <u>158.50</u> | <u>161.50</u> | <u>163.50</u> | <u>166.50</u> |

**Method:** 1.00 for each full-time, 0.50 for each part-time and seasonal employees are calculated based on hours paid.

Source: Finance Director's Office

**CITY OF MARYSVILLE, OHIO**

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| <u>2008</u>   | <u>2009</u>   | <u>2010</u>   | <u>2011</u>   | <u>2012</u>   |
|---------------|---------------|---------------|---------------|---------------|
| 9.00          | 9.00          | 8.00          | 9.50          | 9.00          |
| 4.50          | 4.50          | 4.50          | 4.50          | 4.50          |
| 1.00          | 1.00          | 1.00          | 2.00          | 3.00          |
| 2.00          | 2.00          | 2.00          | 2.50          | 2.00          |
| 2.00          | 2.00          | 2.00          | 2.50          | 2.50          |
| 1.50          | 1.50          | 1.50          | 1.50          | 1.50          |
| 0.50          | 0.50          | 0.50          | 0.50          | 0.50          |
| 7.00          | 9.00          | 8.00          | 6.50          | 7.00          |
| 38.00         | 38.50         | 36.50         | 37.50         | 38.00         |
| 32.00         | 32.00         | 28.50         | 31.50         | 30.50         |
| 12.00         | 12.00         | 12.00         | 12.00         | 12.00         |
| 16.00         | 19.50         | 19.50         | 19.50         | 18.50         |
| 0.50          | 24.50         | 24.50         | 24.50         | 25.00         |
| 6.50          | 10.00         | 7.50          | 7.50          | 10.50         |
| 3.00          | 3.00          | 3.00          | 3.00          | 3.50          |
| 15.00         | 17.00         | 17.00         | 17.00         | 17.00         |
| 17.00         | 17.00         | 17.00         | 17.00         | 17.00         |
| <u>167.50</u> | <u>203.00</u> | <u>193.00</u> | <u>199.00</u> | <u>202.00</u> |

# CITY OF MARYSVILLE, OHIO

## Operating Indicators by Function Last Ten Years

|  | 2003  | 2004  | 2005  | 2006  | 2007  |
|--|-------|-------|-------|-------|-------|
| <b>Governmental Activities</b>               |       |       |       |       |       |
| General Government                           |       |       |       |       |       |
| Court  |       |       |       |       |       |
| Number of Traffic Cases                      | 9,467 | 6,099 | 6,926 | 7,750 | 8,374 |
| Number of Criminal Cases                     | 1,261 | 1,394 | 1,545 | 1,610 | 1,802 |
| Number of Civil Cases                        | 1,343 | 1,323 | 1,281 | 1,273 | 1,484 |
| Permits                                      |       |       |       |       |       |
| Number of Residential Permits                | 275   | 306   | 160   | 114   | 108   |
| Number of Commercial Permits                 | 10    | 19    | 16    | 21    | 24    |
| Security of Persons and Property             |       |       |       |       |       |
| Police                                       |       |       |       |       |       |
| Number of Incident Reports                   | n/a   | n/a   | n/a   | n/a   | 5,290 |
| Number of Traffic Accident Reports           | n/a   | n/a   | n/a   | n/a   | 464   |
| Number of Parking Tickets                    | n/a   | n/a   | n/a   | n/a   | 181   |
| Alarm Calls                                  | 797   | 458   | 431   | 442   | 472   |
| Traffic warnings/citations                   | n/a   | n/a   | n/a   | n/a   | 1,605 |
| OMVI arrests                                 | n/a   | n/a   | n/a   | n/a   | 231   |
| Fire   |       |       |       |       |       |
| Number of Emergency Responses                | 1,907 | 1,813 | 2,053 | 1,886 | 2,009 |
| Number of Fire Responses                     | 695   | 816   | 782   | 741   | 793   |
| Number of Fire Inspections                   | n/a   | n/a   | n/a   | n/a   | n/a   |
| Transportation                               |       |       |       |       |       |
| Street                                       |       |       |       |       |       |
| Number of times streets needed snow removed  | n/a   | n/a   | n/a   | n/a   | n/a   |
| Tons of salt used                            | 1,799 | 700   | 1,220 | 480   | 1,571 |
| Number of locations marked for OUPS          | 97    | 54    | 138   | 118   | 108   |
| Number of new signs installed                | 517   | 309   | 519   | 820   | 533   |
| Number of hours mowing grass                 | n/a   | n/a   | 728   | 721   | 474   |
| Community Environment                        |       |       |       |       |       |
| Number of Plot Grade Utility reviews         | 257   | 209   | 137   | 107   | 102   |
| Number of Project Inspections                | 309   | 241   | 175   | 135   | 144   |
| Number of Capital Improvement Projects       | 3     | 3     | 3     | 2     | 6     |
| <b>Business-Type Activities</b>              |       |       |       |       |       |
| Water / Sewer                                |       |       |       |       |       |
| Number of Water accounts                     | n/a   | n/a   | n/a   | n/a   | n/a   |
| Number of Sewer accounts                     | n/a   | n/a   | n/a   | n/a   | n/a   |
| Water Main Breaks                            | 16    | n/a   | n/a   | n/a   | 12    |
| Daily Average Consumption (1,000 of gallons) | 1,923 | 1,949 | 2,078 | 2,043 | 2,184 |
| Number of work orders                        | 7,595 | n/a   | n/a   | n/a   | 3,348 |
| Number of fire hydrants painted              | 308   | n/a   | n/a   | n/a   | 333   |
| Sanitation                                   |       |       |       |       |       |
| Number of Customers Served                   | n/a   | n/a   | n/a   | n/a   | n/a   |

Source: Finance Director's Office

n/a - Data is not available

**CITY OF MARYSVILLE, OHIO**

| 2008  | 2009  | 2010  | 2011  | 2012  |
|-------|-------|-------|-------|-------|
| 6,627 | 6,181 | 6,109 | 5,281 | 6,375 |
| 1,790 | 1,989 | 1,223 | 1,191 | 1,146 |
| 1,699 | 1,424 | 1,379 | 1,193 | 1,068 |
| 80    | 68    | 61    | 45    | 72    |
| 11    | 6     | 2     | 10    | 3     |
| 4,905 | 4,988 | 3,930 | 1,990 | 1,885 |
| 453   | 391   | 450   | 453   | 473   |
| 276   | 112   | 50    | 69    | 49    |
| 538   | 413   | 466   | 673   | 581   |
| 1,453 | 1,706 | 1,160 | 1,474 | 1,459 |
| 186   | 232   | 197   | 59    | 55    |
| 1,951 | 1,964 | 1,986 | 2,002 | 2,131 |
| 834   | 814   | 855   | 884   | 783   |
| n/a   | n/a   | n/a   | 984   | 991   |
| n/a   | 16    | 46    | 27    | 28    |
| 981   | 426   | 1,806 | 1,907 | 633   |
| 143   | 123   | 238   | 65    | 112   |
| 489   | 123   | 188   | 201   | 326   |
| 524   | 310   | 639   | 761   | 683   |
| 72    | 68    | 57    | 47    | 78    |
| 120   | 108   | 87    | 75    | 100   |
| 6     | 8     | 3     | 8     | 10    |
| 6,790 | 6,880 | 6,924 | 7,002 | 7,020 |
| 6,765 | 6,814 | 6,853 | 6,950 | 6,984 |
| 24    | 29    | 9     | 12    | 12    |
| 2,067 | 2,009 | 1,933 | 2,035 | 2,101 |
| 366   | 2,685 | 2,547 | 2,224 | 3,396 |
| 149   | 142   | 61    | 189   | 578   |
| 4,933 | 5,030 | 5,052 | 5,071 | 5,194 |

# CITY OF MARYSVILLE, OHIO

## Capital Asset Statistics by Function Last Ten Years

|                                  | 2003 | 2004 | 2005 | 2006 | 2007  |
|----------------------------------|------|------|------|------|-------|
| <b>Governmental Activities</b>   |      |      |      |      |       |
| General Government               |      |      |      |      |       |
| Public Buildings                 | 6    | 6    | 6    | 6    | 6     |
| Security of Persons and Property |      |      |      |      |       |
| Police                           |      |      |      |      |       |
| Stations                         | 1    | 1    | 1    | 1    | 1     |
| Patrol Cruisers                  | 18   | 19   | 22   | 24   | 24    |
| Fire                             |      |      |      |      |       |
| Stations                         | 1    | 1    | 1    | 1    | 1     |
| Emergency Vehicles               | 12   | 12   | 12   | 12   | 12    |
| Transportation                   |      |      |      |      |       |
| Street                           |      |      |      |      |       |
| Streets (linear miles)           | n/a  | n/a  | n/a  | n/a  | n/a   |
| Street Lights                    | n/a  | n/a  | n/a  | n/a  | n/a   |
| Leisure Time Activities          |      |      |      |      |       |
| Recreation                       |      |      |      |      |       |
| Land (acres)                     | 231  | 231  | 231  | 231  | 231   |
| Buildings                        | 21   | 21   | 21   | 21   | 21    |
| Parks                            | 15   | 15   | 15   | 15   | 15    |
| <b>Business-Type Activities</b>  |      |      |      |      |       |
| Utilities                        |      |      |      |      |       |
| Water                            |      |      |      |      |       |
| Waterlines (Miles)               | n/a  | n/a  | n/a  | n/a  | n/a   |
| Number of Hydrants               | n/a  | n/a  | n/a  | n/a  | 1,355 |
| Sewer                            |      |      |      |      |       |
| Sewerlines (Miles)               | n/a  | n/a  | n/a  | n/a  | n/a   |
| Manholes                         | n/a  | n/a  | n/a  | n/a  | n/a   |
| Storm Water Drainage             |      |      |      |      |       |
| Storm Drains (Miles)             | n/a  | n/a  | n/a  | n/a  | n/a   |

Source: Finance Director's Office

n/a - Data is not available

**CITY OF MARYSVILLE, OHIO**

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| 2008  | 2009  | 2010  | 2011  | 2012  |
|-------|-------|-------|-------|-------|
| 6     | 6     | 6     | 6     | 6     |
| 1     | 1     | 1     | 1     | 1     |
| 27    | 28    | 21    | 18    | 19    |
| 1     | 1     | 1     | 1     | 1     |
| 11    | 11    | 11    | 11    | 11    |
| n/a   | n/a   | 114   | 117   | 118   |
| n/a   | n/a   | 1,951 | 1,951 | 1,958 |
| 231   | 231   | 231   | 231   | 231   |
| 21    | 21    | 21    | 21    | 21    |
| 15    | 15    | 15    | 15    | 15    |
| n/a   | n/a   | 148   | 150   | 152   |
| 1,405 | 1,414 | 1,422 | 1,481 | 1,530 |
| n/a   | n/a   | 135   | 138   | 140   |
| n/a   | n/a   | 943   | 2,434 | 2,472 |
| n/a   | n/a   | 70    | 70    | 71    |





# Dave Yost • Auditor of State

**CITY OF MARYSVILLE**

**UNION COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
AUGUST 6, 2013**