

VILLAGE OF OBETZ, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2015



— THE VILLAGE OF —
OBETZ
For Work. For Play. For Everyone.



Dave Yost • Auditor of State

Village Council
Village of Obetz
4175 Alum Creek Dr
Obetz, OH 43207

We have reviewed the *Independent Auditor's Report* of the Village of Obetz, Franklin County, prepared by Julian & Grube, Inc., for the audit period January 1, 2015 through December 31, 2015. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in cursive script that reads "Dave Yost".

Dave Yost
Auditor of State

September 15, 2016

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VILLAGE OF OBETZ, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2015

ISSUED BY:

DEPARTMENT OF FINANCE
M. MATTHEW CRAMBLIT, FINANCE DIRECTOR
MARK E. DAUBENMIER, ASSISTANT FINANCE DIRECTOR

4175 ALUM CREEK DRIVE
OBETZ, OHIO 43207

VILLAGE OF OBETZ, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2015

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INTRODUCTORY SECTION



June 24, 2016

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To Members of the Obetz Village Council and the Citizens of Obetz, Ohio:

We are pleased to present our Comprehensive Annual Financial Report (CAFR) of the Village of Obetz (the “Village”) for the year ended December 31, 2015. This CAFR includes financial statements and other financial and statistical data conforming to generally accepted accounting principles (GAAP)—as applicable to government entities. We intend that this report will provide the Village’s stakeholders comprehensive financial data in a format that enables a true understanding of the Village’s financial affairs, while providing management information for decision-making purposes.

Ohio law requires that every Village file its unaudited financial statements with the Auditor of State and publish their availability within five months of the close of each year. The Village met this requirement by filing its Basic Financial Statements for 2015 with the Auditor of State.

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

Julian and Grube, Inc. issued an unmodified (“clean”) opinion on the Village of Obetz’ financial statements for the year ended December 31, 2015. The Independent Auditor’s Report is located at the front of the Financial Section of this report.

Management’s Discussion and Analysis immediately follows the Independent Auditor’s Report. This discussion provides a narrative introduction, overview, and analysis to accompany the Basic Financial Statements. Management’s Discussion and Analysis complements this Letter of Transmittal and should be read in conjunction with it.

FORM OF GOVERNMENT AND REPORTING ENTITY

The Village operates under, and is governed by, its Charter. The voters adopted the Village’s original Charter in 2009. The Charter, by its own terms, is slated for review every 10 years; and, may be amended by the voters through the Charter review process. The Village’s Charter provides for a Mayor-Council form of government.

The Charter vests the legislative authority in a six-member Council with overlapping four-year terms. The citizens elect all members of council at-large in non-partisan races. The Village Council fixes compensation of Village officials and employees; enacts ordinances relating to Village services; levies taxes; appropriates and borrows money; licenses and regulates businesses and trades; and, other municipal purposes. The presiding officer of Council is the Mayor, who is a member of Village Council—only voting in the case of a tie—and is elected by the citizens of Obetz for a four-year term. The Mayor is the chief executive, administrative, and law enforcement officer of the Village and is charged with the ultimate responsibility for the administration of all municipal affairs as empowered by the Charter. The Village Administrator is responsible for the day-to-day operations of the Village and stands in the Mayor’s stead as chief executive, administrative, and law enforcement officer of the Village as authorized.



Component units are legally separate organizations for which the Village is financially accountable. The Village is financially accountable for an organization if the Village appoints a voting majority of the organization's Governing Board and (1) the Village is able to significantly influence the programs or services performed or provided by the organization; or (2) the Village is legally entitled to or can otherwise access the organization's resources; or (3) the Village is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provides financial support to, the organization; or (4) the Village is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the Village in that the Village approves the budget, the issuance of debt, or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary government's financial statements incomplete or misleading. Based upon the application of these criteria, the Village has no component units.

Certain organizations, although sharing some degree of name similarity with the Village, are separate and distinct entities from each other and the Village. The Village is not financially accountable for these entities. Due to their independent nature, the financial activities of the Big Walnut Area Community Improvement Corporation, the Obetz Convention and Visitor's Bureau, and the Prairie-Obetz Joint Economic Development Zone are excluded from the Village's CAFR. These entities are disclosed as jointly governed organizations in the Village's CAFR.

ECONOMIC CONDITION AND OUTLOOK

The Village is located in Central Ohio entirely within Franklin County. The Village has experienced tremendous growth, both residential and nonresidential, over the past 13 years. The Village's growth is attributable to several factors including its business friendly regulations, strong economic development team, and an excellent location with access to Interstate 270 and close proximity to the Rickenbacker Inland Port. Obetz also enjoys easy access to downtown Columbus and the Port Columbus International Airport; high quality logistics and e-commerce centers; affordable quality housing; award winning public education; and a reputation as a leader in attracting and retaining jobs.

The Village's positive economic condition reflects its strong and diversified nonresidential tax base. The Village is home to more than 250 companies. Village Council recognizes the need to maintain a highly diversified tax base. In light of the Village's reliance on income tax revenues, nonresidential development is critical to funding the services and facilities required by residential growth, and is an integral part of the Village's quality of life for all residents—both residential and nonresidential alike.

The Village has maintained a sensible mix of residential and nonresidential development. This is essential because of the positive fiscal impact nonresidential development has on the Village. The assessed valuation of real estate in the Village for tax year 2014 (collection year 2015), including the value of property located in Tax Increment Financing (TIF) districts is \$110,860,440. The values of residential and non-residential properties are nicely balanced with residential property comprising 44.65% of the total and nonresidential property comprising 55.35% of the total.

The Village's income tax collections, its most significant revenue source, are a good barometer of the strength of the local economy. In 2015, the Village levied a 2.5% tax on income earned by individuals working within the Village, and on the net income of for-profit organizations conducting business within the Village. From 2006 to 2011, cash-basis net income tax receipts increased every year except in 2010. The 2006 net tax receipts were \$3,274,569 and the 2011 net tax receipts were \$3,991,996 for a total growth of 22%. Since 2011, the growth trend has continued with a 12% net increase in 2012; a 7% net increase in 2013; a 17% net increase in 2014; and a 31% increase in 2015 (\$7,345,147)—bringing the total increase from 2006 through 2015 to 124%; or over 2.24 times the revenue of 2006.



The financial health of the Village is linked to the success of the Village's corporate residents as the employee withholding taxes represented 89.14% of the total income tax receipts for 2015. That tax base continues to grow aggressively and in 2015, withholding taxes increased \$1,654,097 or 33.14% more than 2014. Corporate net profit income tax receipts were 9.88% of the total and increased \$143,707 or 24.24% more than 2014. Maintaining the Village's conservative approach to estimating revenue, the 2016 budgeted income tax revenue reflects a 15.5% decrease compared to 2015 actual income tax revenues. However, income tax revenues through May of 2016 increased 15% over 2015's same period.

The Village's current economic development strategy has been multi-faceted. The Village has developed a strong economic development department comprising a multidisciplinary team focused on attracting and retaining quality companies. The economic development team engages in a formal Business Retention and Expansion Program. The Village recognizes it has an excellent economic development resource in its existing employment base. Existing businesses are a critical aspect of Obetz' continued economic development success. Major companies such as Zulily, Inc., Avnet, Inc., Cardinal Health, Inc., Shiseido, Columbus Fair Auto Auction, Inc., United Parcel Service, Inc., Art.com, Inc., Red Envelope, and Luxottica Retail North America, Inc. continue to be a sound foundation of the Village's tax base.

In 2014, Obetz launched the Obetz Jobs Initiative. The goals of the program are to: 1) provide our employers with quality candidates for employment; 2) connect our residents and other qualified employees to good jobs; and, 3) foster and grow educational programming to produce highly qualified employees from the area. To accomplish these goals, the Village partnered with InnoSource, a private company, that specializes in employee recruitment and fulfillment. With our partner, we launched the website Obetzjobs.com where only Obetz employers can post openings and view the résumés of candidates looking for work. From there, employers are free to choose from any qualified applicant in which they have an interest. A subset of the Obetz Jobs Initiative is embodied in the Obetz Jobs Council. Here, a select group of employers meets with local high schools and career schools with the aim being to create curricula, training programs, and internships to ensure a steady stream of job-ready applicants.

The Village uses a full complement of Ohio's most advanced economic development tools to attract new business and to assist existing business expansions. The Village has employed Community Reinvestment Areas, Tax Increment Financing, Income Tax Rebates, and various and sundry state economic programs to create a competitive business environment. In 2015, Obetz enjoyed major attraction wins including a new Amazon e-commerce center, and a new distribution facility for Westward Pharmaceuticals. Both facilities will open in 2016 and are expected to bring several thousand new jobs to Obetz. The Village's continued economic vitality is the result of quality development, planning, and the Village's ongoing efforts to attract and retain cutting edge logistic and e-commerce nonresidential development. The Village has remained competitive in attracting new businesses while retaining current business customers. The Village's economic base is diverse and no single company dominates its tax base resulting in a strong, well-balanced, corporate climate.

The Village also benefits from its location in central Ohio. The Village is approximately six miles southeast of the central business district of the City of Columbus, the State's capital and largest city. The unemployment rate in Franklin County has been consistently lower than the unemployment rates for both the State of Ohio and the nation. This trend continued in 2015 with unemployment rates of 4.1% for Franklin County, 4.9% for the State of Ohio, and 5.3% for the United States.

Adding to the attractiveness of the Village, part of Obetz lies within the boundaries of the Rickenbacker Inland Port. The Port is a global, multi-modal, logistics hub with an unmatched location for distribution to U.S. and Canadian consumers. Serving as the gateway for the Ohio Valley, Rickenbacker Inland Port is home to a base of air, road, and rail transport companies supported by a mix of freight forwarders, consolidators, customs brokers, and third-party logistics providers. The Columbus Regional Airport Authority oversees the operation of Port Columbus International Airport (Passenger Focused); Bolton Field (General Aviation); and manages the Cargo-dedicated Rickenbacker International Airport and the Rickenbacker Global Logistics Park.



The Mayor, Village Council, and management will continue to closely monitor the regional and local economy for opportunities to continue growing Obetz' financial position. The existing tax base, along with continued proactive development efforts, will not only allow the Village to remain financially strong, but will strengthen its financial position in the future.

MAJOR INITIATIVES

Current Year

The Village works to maintain and enhance the community's character, providing excellent Village services and maintaining strong financial standing. Under the leadership of the Village Mayor and Council, the Village has developed innovative programs to meet these goals, leading the way in local government and forging a reputation as a pioneering community.

CAPITAL IMPROVEMENTS

In the Village, much effort is directed toward planning and managing the growth and development of the community. Building and maintaining public infrastructure is a critical component in providing a high quality of life to the residents and providing for the long-term fiscal health of the Village. In 2015, the Village continued revising a five-year Capital Improvements Program (CIP) that is revised and adopted annually. The CIP is the blueprint for Village investments in its capital infrastructure and defines the financial guidelines for completing as many capital projects as possible while maintaining the ability to adapt to change as it occurs.

TRANSPORTATION

The Village capitalizes on a sound, extraterritorial, road network by investing heavily in local transportation projects—both independently and with regional government partners. On average, more than 41,000 trucks and automobiles travel through the intersection of Alum Creek Drive and Groveport Road each day. At this key Village intersection in 2014, construction was completed on the second phase of improvements aimed to ease congestion and prepare the roadway for future, increased traffic. The \$15 million project included the construction of two roundabouts on Groveport Road—one east and one west of the Alum Creek Drive and Groveport Road intersection—that are connected by a flyover bridge allowing traffic to move more efficiently. This setup is the first of its kind in Central Ohio. The area is now capable of handling about 73,000 vehicles per day. A trip through the new interchange is, on average, about four minutes faster than waiting at a traffic light. This is the second of two phases of improvements to the area, where the first phase involved creating new through lanes northbound and southbound on Alum Creek Drive. This first phase was completed in 2011. Multiple agencies have partnered to fund the infrastructure improvements including the State of Ohio, the Mid-Ohio Regional Planning Commission, Franklin County, and the Village of Obetz.

On the heels of the Groveport Road project, the Village continued its commitment to smoothly flowing road systems by partnering with the Ohio Department of Transportation to complete the I-270/Alum Creek Interchange Improvement project. The goal of this design-build project is to widen the southbound Alum Creek Drive bridge over I-270 by two lanes and to add a southbound exit ramp. The Project began in July of 2014 and is expected to be completed in the Summer of 2016. This \$5,678,500 project will add additional capacity to Alum Creek Drive at the freeway exits and further speed the flow of traffic entering and exiting the Obetz area. This unhindered flow of traffic makes Obetz attractive to process driven e-commerce companies who recognize the value of quick access to interstate routes for moving goods.



In addition to its major road network improvements, the Village recognized that employers need qualified employees and that those employees need to be able to get to work safely, economically, and with a high degree of reliability. To that end, the Village has joined forces with our regional partner—the Central Ohio Transit Authority (COTA)—to increase the frequency of bus route stops along the main employment corridor on Alum Creek Drive from hourly to every 15 minutes.

In order to ensure maximum efficiency and rider safety, Obetz is currently planning to construct two new bus stops at the corner of Toy Road and Alum Creek Drive in the heart of the commercial district. Stops there currently exist; however, there are no shelters for the passengers or pull-off lanes for the buses. New regional bus route timing is the beginning of our service to resident employers. In light of the distance from the bus stops to the employers' doors, in 2015 the Village collaborated with the Central Ohio Transit Authority and our neighboring City of Groveport to create a circulator whereby we will operate buses that collect riders from the primary bus stops and deliver them to our employers. The GREAT bus service, as it is called, began operations in 2015 and the Obetz Red Line transported 4,041 employees to their jobs in the Village at no cost to the employees or employers.

UTILITY INFRASTRUCTURE

Obetz is unique among Ohio villages in that it operates its own Water, Gas, Sewer (both Storm and Sanitary Sewer), and Electric utilities. The Village employs these resources to make it competitive in attracting and retaining quality businesses. The Village will incentivize these utilities occasionally and conservatively to attract large businesses. In the absence of an incentive, the Village's utility rates are still highly competitive and attract business the overwhelming majority of the time with no price break. It is important to note that the gas and electric utilities are limited to a specific geographic area with only commercial customers.

The Village spent a considerable amount of time and resources improving utility services to account for the dramatic growth. In 2015, Obetz replaced all of its water meters, and installed a new network web between the meters. The completed project allows for real time monitoring of the water flow at each metered location. The meters "talk" to one another in a chain from place to place until they reach the central office. The upgraded capability allows the Village to notify a resident immediately if there is a serious leak; or, even something as innocuous as leaving a hose running. Additionally, with the advanced technology, the Village can now accurately—and in real time—track consumption throughout the village allowing for the identification and conservation of precious resources.

As an analogue to the new Meter Network, in 2015 the Village continued implementing a program to completely rebuild its computer software and add a new server. The new suite of products will include software for accounting, building department, human resources, utilities, mayor's court, a Graphical Information System interface, and other discrete Village operations. This two-and-a-half year undertaking will complete in 2016. Once accomplished, the Village software will be fully integrated and allow the transition to nearly paperless management of Village operations. In anticipation of converting data to electronic form, the Village purchased a large format copier/scanner and a large format printer increasing its technological capabilities related to the new software system.

Prospects for the Future

The Village developed substantially in the last 13 years. It added millions of square feet of e-commerce and logistics space, manufacturing, and various other industries. The Village is currently working to develop 179 acres of land in its Alum Creek corridor and expects announcements on that progress in 2016. The Village has roughly 10 square miles of annexable land available to it. Of that, there is nearly seven square miles of undeveloped farmland positioning the Village for a very bright future.

The Village has more than 1,000 new residential structures platted in five separate developments under various stages of construction. In 2015, developers commenced construction on nearly 1.6 million square feet of new commercial buildings.



The Village is mindful of the fiscal impact of projected future growth of the Village over the next several years. If the Village is successful in its efforts to increase its presence as a regional employment center, its existing revenue structure will be sufficient to provide current levels of service to both existing and new development and, unlike most communities; the projected new growth will generate net revenue surpluses in the Village's operating budget. This is the result of land-use planning which maintains a balance between residential and nonresidential development and considers its affect on the Village's 2.5% income tax. Income tax revenues comprise approximately 56% of the Village's total annual governmental activities revenues, and future growth is expected to be heavily weighted towards nonresidential, rather than residential, development. The future development of the remaining nonresidential acreage will have a positive impact on the Village's income tax base, and on its financial ability to provide services to citizens.

This diverse and healthy economic base provides the foundation for the future of the Obetz community. The employment tax base allows the Village to provide quality services and funding for an aggressive capital improvements program. Continuing to attract new nonresidential development while retaining our current business customers will provide for a strong financial future. Village Council and management will closely monitor the Village's revenues and expenditures as we move forward.

The continued planning will provide the basis for well-managed growth and development. The planning has served as the primary basis for decision making in public policy areas such as land use, density of land uses, annexation, and capital programming for identified public infrastructure needs. The Village is currently planning for the vast development to come and focusing on expanding business growth options for office-flex, research, lab and tech space, and clean manufacturing to help diversify the Village's economic base.

The Village continues to make tremendous strides in establishing a thriving community for residents and corporate citizens. As we set our priorities for the coming years, the Village Mayor, Council and management continue to strive toward achieving superior results in our services, residential and nonresidential development, fiscal health and corporate community. As the Village flourishes as a community, we believe our best years are yet to come.

FISCAL POLICIES AND PROCEDURES

Internal Control Structure

Management of the Village is responsible for establishing and maintaining an adequate internal control structure. Internal accounting controls are designed to ensure that the assets of the Village are protected from loss, theft, or misuse and that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits require estimates and judgment by management.

We believe the Village's internal control structure adequately safeguards assets and provides reasonable assurance of proper recording of financial transactions. Because of inherent limitations in any internal control structure, errors or irregularities nevertheless may occur and not be detected. Also, projection of any evaluation of the system to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or the degree of compliance with the procedures may deteriorate.

Budgetary Controls

In addition to internal accounting controls, the Village maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation ordinance approved by Village Council. Activities of all funds, with the exception of advances, are included in the annual appropriations ordinance. All funds except Agency Funds are legally required to be budgeted. Upon adoption of the annual



appropriations ordinance by Village Council, it becomes the formal budget for Village operations. The appropriations ordinance is Village Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Village Council. The legal level of control has been established by Village Council at the object level within each department within each fund for all funds. Appropriations may be amended or supplemented by Council during the year as required. Appropriations within a department may be transferred within the same object level with approval of the Village Administrator so long as the transfer is within the same fund.

Debt Administration

As of December 31, 2015, the Village had \$10,222,825 in long-term obligations outstanding, excluding net pension liability and compensated absences. Of the total, \$86,865 will be retired using revenues generated by the Village's water system operations, \$152,407 will be retired using revenues generated by the Village's sewer system operations, and \$4,830,000 will be retired using service payments received in lieu of property taxes and developer contributions. The remaining \$5,153,553 will be retired with income tax revenue.

Under current state statutes, the Village's general obligation debt issuances are subject to a legal limitation based on the total assessed value of real and personal property. Total general obligation debt of the Village, exclusive of certain exempt debt, shall never exceed 10.5% of the total assessed valuation. The unvoted general obligation debt of the Village cannot exceed 5.5% of the total assessed valuation. As of December 31, 2015, the Village had a legal debt margin for total debt of \$11,640,346 and a legal debt margin for unvoted debt of \$6,097,324.

When the Village issued bond anticipation notes (BANs) in 2015, it received a reaffirmation of its AA- rating from Standard & Poor's. The rating is excellent for an Ohio Village and is better than many large cities, enabling the Village's debt to be issued at lower interest rates, resulting in substantial reductions in future debt service payments. The Village's diverse and growing economic base, strong regional and local economies, history of operating surpluses and the continued use of that surplus to fund capital projects, and continued long-term planning efforts will help maintain high credit ratings.

OTHER INFORMATION

Independent Audit

The financial records of the Village were audited by Julian and Grube, Inc., Certified Public Accountants, under contract with the Village and the Auditor of State of Ohio. The auditors' report on the Basic Financial Statements is included on pages 17-19 in the Financial Section of this report.

Use of This Report

This CAFR is published to provide to Village Council, as well as to our residents and other interested persons, detailed information concerning the financial condition of the Village. We believe the information, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the financial activity of our funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the Village's financial activity have been included. Copies of this CAFR are available on the Obetz website at www.obetz.oh.us for use by the public.

AWARDS AND ACKNOWLEDGEMENTS

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Village of Obetz for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2014. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgements

This CAFR was made possible by the dedicated efforts of the entire Department of Finance staff. Our sincere appreciation is extended to each of them, and the others throughout the Village, whose efforts have made this report possible.

Sincerely,



E. Rod Davisson, Esq. (LEED-AP)
Village Administrator



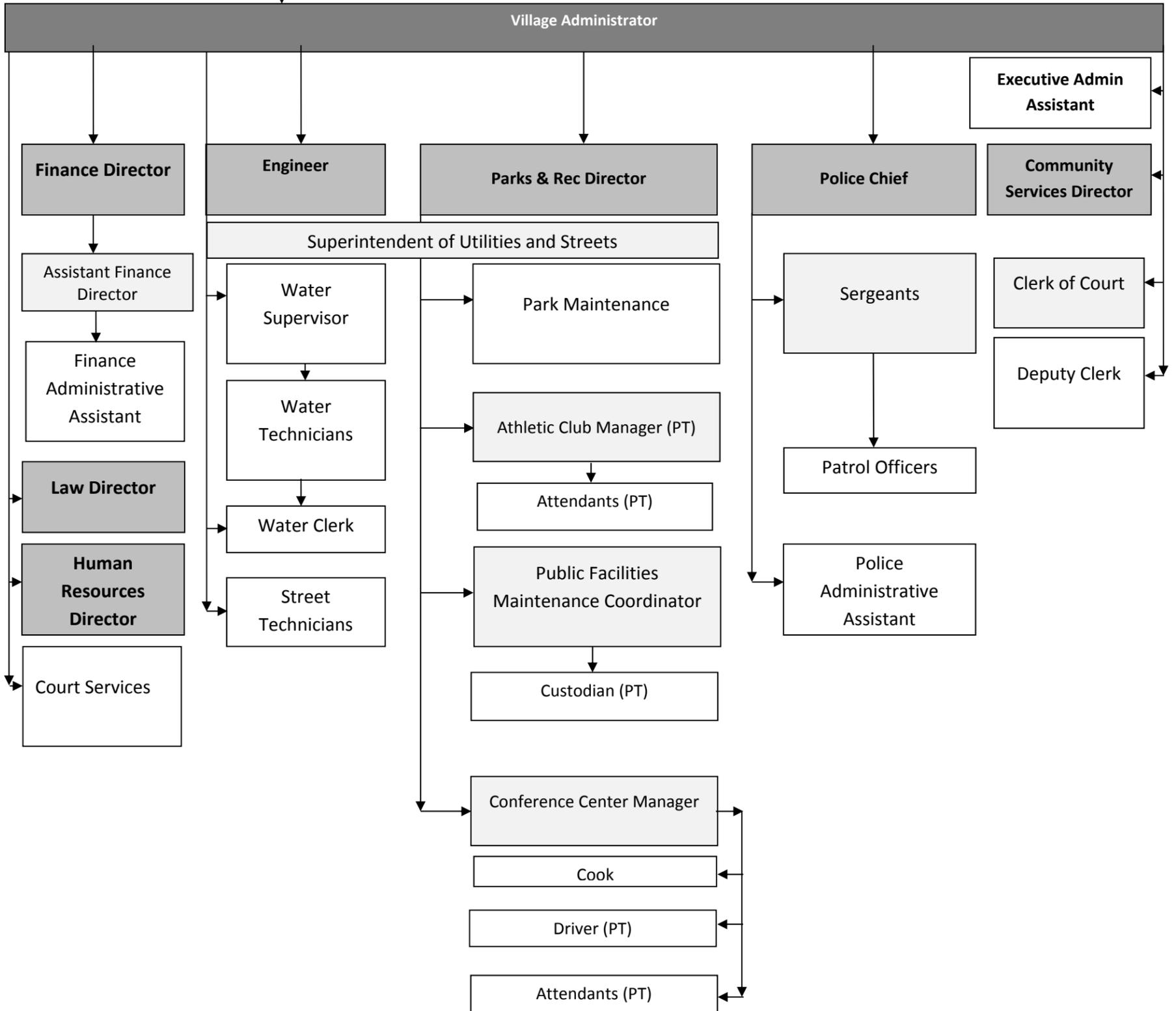
M. Matthew Cramblit
Finance Director

VILLAGE OF OBETZ CITIZENS

MAYOR

VILLAGE COUNCIL

Village Administrator



PT = Part-time Employee



Organizational Chart

VILLAGE OF OBETZ, OHIO

VILLAGE OFFICIALS
FOR THE YEAR ENDED DECEMBER 31, 2015

Mayor

D. Greg Scott

Council Members

Angie Kirk, President

Louise Crabtree

Michael Flaherty

Guiles Richardson

Bonnie Wiley

James Wiley

Administrator

E. Rod Davisson, Esq.

Police Chief

Chief J. Michael Confer

Community Services Director

Stacey E. Boumis, AICP

Village Engineer

Michael Corbitt, P.E.

Parks and Recreation Director

Mark D. Beggrow

Facilities Manager

Tim Ross

Assistant Director of Development

Stacie Garvine

Law Director/Human Resources Director

Eve M. Ellinger

Finance Director

M. Matthew Cramblit

Assistant Finance Director

Mark E. Daubenmier

Service Director

Kevin Hall



Government Finance Officers Association

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

Presented to

**Village of Obetz
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2014

Executive Director/CEO

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FINANCIAL SECTION



Julian & Grube, Inc.
Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

Independent Auditor's Report

Village of Obetz
Franklin County
4175 Alum Creek Drive
Obetz, Ohio 43207

To the Members of Council and Mayor:

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 Village of Obetz, Franklin County, Ohio, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Village of Obetz'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 Village of Obetz'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 Village of Obetz'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.

Independent Auditor's Report
Village of Obetz

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 Village of Obetz, Franklin County, Ohio, as of December 31, 2015, 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.

Emphasis of Matter

As discussed in Note 3 to the financial statements, during the year ended December 31, 2015, the Village of Obetz adopted Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27* and also GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No 68*. We did not modify our opinion regarding this matter.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

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

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

Independent Auditor's Report
Village of Obetz

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2016, on our consideration of the Village of Obetz'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 Village of Obetz's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

Julian & Grube, Inc.
June 24, 2016

VILLAGE OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2015 (UNAUDITED)

The management's discussion and analysis of the Village of Obetz's (the "Village") financial performance provides an overall review of the Village's financial activities for the year ended December 31, 2015. The intent of this discussion and analysis is to look at the Village's financial performance as a whole; readers should also review the basic financial statements and the notes to the basic financial statements to enhance their understanding of the Village's financial performance.

Financial Highlights

Key financial highlights for 2015 are as follows:

- The total net position of the Village increased \$1,782,681. Net position of governmental activities decreased \$47,395 or 0.08% from 2014 as restated (see Note 3) and net position of business-type activities increased \$1,830,076 or 8.92% from 2014 as restated (see Note 3).
- General revenues accounted for \$11,602,357 or 87.71% of total governmental activities revenue. Program specific revenues accounted for \$1,626,111 or 12.29% of total governmental activities revenue.
- The Village had \$13,275,863 in expenses related to governmental activities; \$1,626,111 of these expenses was offset by program specific charges for services and sales, grants or contributions.
- The General Fund had revenues and other financing sources of \$11,023,925 in 2015. This represents an increase of \$2,331,482 from 2014. The expenditures of the General Fund, which totaled \$10,525,321 in 2015, increased \$3,477,765 from 2014 expenditures and other financing uses. The net increase in fund balance for the General Fund was \$498,604 or 7.21%.
- The General Obligation Debt Service Fund had revenues of \$1,361,677 in 2015. The expenditures of the General Obligation Debt Service Fund totaled \$614,609 in 2015. The net increase in fund balance for the General Obligation Debt Service Fund was \$747,068 or 148.92%.
- Net position for the business-type activities, which are made up of the Water, Sewer, Electric, Refuse and Gas operations, increased in 2015 by \$1,830,076. During 2015, charges for services and sales supporting these operations totaled \$10,021,298 while expenses of these operations totaled \$8,633,838. In addition, these operations received \$437,155 in capital grants and contributions and \$5,461 in interest earnings. This increase in net position was due primarily to increased charges for services and sales received by the Village.
- In the General Fund, the actual revenues and other financing sources came in \$1,201,374 higher than they were in the final budget and actual expenditures and other financing uses were \$1,341,998 less than the amount in the final budget. Budgeted expenditures and other financing uses increased \$1,307,431 from the original to the final budget. Budgeted revenues increased \$6,007 from the original to the final budget.

VILLAGE OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2015 (UNAUDITED)

Using this Annual Financial Report

This annual report consists of a series of financial statements and notes to these statements. These statements are organized so the reader can understand the Village as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and the Statement of Activities provide information about the activities of the Village as a whole, presenting both an aggregate view of the Village's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the Village's most significant funds with all other nonmajor funds presented in total in one column.

Reporting the Village as a Whole

Statement of Net Position and the Statement of Activities

While this document contains a large number of funds used by the Village to provide programs and activities, the view of the Village as a whole looks at all financial transactions and asks the question, "How did we do financially during 2015?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and deferred outflows, liabilities and deferred inflows, revenues and expenses using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the Village's net position and changes in net position. This change in net position is important because it tells the reader that, for the Village as a whole, the financial position of the Village has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the Village's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required community programs and other factors.

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

Governmental activities - Most of the Village's programs and services are reported here including police, fire, street maintenance, capital improvements and general administration. These services are funded primarily by property and income taxes and intergovernmental revenues including federal and state grants and other shared revenues.

Business-type activities - These services are provided on a charge for goods or services basis to recover all or a significant portion of the expenses of the goods or services provided. The Village's water, sewer, electric, refuse and gas operations are reported here.

The Village's Statement of Net Position and Statement of Activities can be found on pages 39-41 of this report.

Reporting the Village's Most Significant Funds

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Village can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Fund financial reports provide detailed information about the Village's major funds. The Village uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the Village's most significant funds. The analysis of the Village's major governmental and proprietary funds begins on page 30.

VILLAGE OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2015 (UNAUDITED)

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds Balance Sheet and the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village maintains a multitude of individual governmental funds. The Village has segregated these funds into major funds and nonmajor funds. The Village's major governmental funds are the General Fund and the General Obligation Debt Service Fund. Information for major funds is presented separately in the governmental funds Balance Sheet and in the governmental funds Statement of Revenues, Expenditures and Changes in Fund Balances. Data from the other governmental funds are combined into a single, aggregated presentation. The basic governmental fund financial statements can be found on pages 40-44 of this report.

Enterprise Funds

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The Village uses enterprise funds to account for its water, sewer, electric, refuse and gas management functions. The Water, Sewer and Electric enterprise funds are considered major funds. The basic proprietary fund financial statements can be found on pages 46-53 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the Village. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the Village's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Agency funds are the Village's only fiduciary fund type. The Statement of Assets and Liabilities can be found on page 54 of this report.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages 55-96 of this report.

Required Supplementary Information (RSI)

The RSI contains information regarding the Village's proportionate share of the Ohio Public Employees Retirement System's (OPERS) and the Ohio Police and Fire (OP&F) Pension Fund net pension liability and the Village's schedule of contributions to OPERS and OP&F. The RSI can be found on pages 98 - 104 of this report.

VILLAGE OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)

Government-Wide Financial Analysis

The table below provides a summary of the Village's net position at December 31, 2015 and 2014:

	Net Position					
	Governmental Activities	Business-type Activities	Restated Governmental Activities	Restated Business-type Activities	2015 Total	Restated 2014 Total
	<u>2015</u>	<u>2015</u>	<u>2014</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Assets						
Current and other assets	\$ 12,145,948	\$ 9,171,170	\$ 10,593,537	\$ 8,682,352	\$ 21,317,118	\$ 19,275,889
Capital assets, net	<u>59,751,581</u>	<u>16,613,695</u>	<u>61,281,893</u>	<u>16,079,723</u>	<u>76,365,276</u>	<u>77,361,616</u>
Total assets	<u>71,897,529</u>	<u>25,784,865</u>	<u>71,875,430</u>	<u>24,762,075</u>	<u>97,682,394</u>	<u>96,637,505</u>
Deferred outflows of resources						
Pension - OPERS	315,091	84,455	191,042	51,206	399,546	242,248
Pension - OP&F	<u>283,863</u>	<u>-</u>	<u>156,128</u>	<u>-</u>	<u>283,863</u>	<u>156,128</u>
Total deferred outflows of resources	<u>598,954</u>	<u>84,455</u>	<u>347,170</u>	<u>51,206</u>	<u>683,409</u>	<u>398,376</u>
Liabilities						
Current and other liabilities	1,002,706	2,908,178	838,520	3,549,920	3,910,884	4,388,440
Long-term liabilities	<u>13,322,644</u>	<u>598,204</u>	<u>13,523,350</u>	<u>736,159</u>	<u>13,920,848</u>	<u>14,259,509</u>
Total liabilities	<u>14,325,350</u>	<u>3,506,382</u>	<u>14,361,870</u>	<u>4,286,079</u>	<u>17,831,732</u>	<u>18,647,949</u>
Deferred inflows of resources						
Property taxes levied for the next fiscal year	183,714	-	169,224	-	183,714	169,224
Payments in lieu of taxes levied for the next fiscal year	946,034	-	623,844	-	946,034	623,844
Pension - OPERS	<u>21,118</u>	<u>5,660</u>	<u>-</u>	<u>-</u>	<u>26,778</u>	<u>5,660</u>
Total deferred inflows of resources	<u>1,150,866</u>	<u>5,660</u>	<u>793,068</u>	<u>-</u>	<u>1,156,526</u>	<u>798,728</u>
Net Position						
Net investment in capital assets	49,768,028	16,374,423	50,395,488	15,691,591	66,142,451	66,087,079
Restricted	809,314	-	1,017,265	-	809,314	1,017,265
Unrestricted	<u>6,442,925</u>	<u>5,982,855</u>	<u>5,654,909</u>	<u>4,835,611</u>	<u>12,425,780</u>	<u>10,490,520</u>
Total net position	<u>\$ 57,020,267</u>	<u>\$ 22,357,278</u>	<u>\$ 57,067,662</u>	<u>\$ 20,527,202</u>	<u>\$ 79,377,545</u>	<u>\$ 77,594,864</u>

During 2015, the Village adopted Governmental Accounting Standards Board (GASB) Statement No. 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement No. 27" and GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date - An Amendment of GASB Statement No. 68" which significantly revises accounting for pension costs and liabilities. For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the Village's actual financial condition by adding deferred inflows related to pension and the net pension asset/liability to the reported net position and subtracting deferred outflows related to pension.

VILLAGE OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2015 (UNAUDITED)

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. When accounting for pension costs, GASB No. 27 focused on a funding approach. This approach limited pension costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's *net pension liability*. GASB No. 68 takes an earnings approach to pension accounting; however, the nature of Ohio's statewide pension systems and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

Under the new standards required by GASB No. 68, the net pension liability equals the Village's proportionate share of each plan's collective:

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

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

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

In accordance with GASB No. 68, the Village's statements prepared on an accrual basis of accounting include an annual pension expense for their proportionate share of each plan's *change* in net pension liability not accounted for as deferred inflows/outflows.

As a result of implementing GASB No. 68, the Village is reporting a net pension asset/liability and deferred inflows/outflows of resources related to pension on the accrual basis of accounting. This implementation also had the effect of restating net position at December 31, 2014, for governmental activities from \$59,198,399 to \$57,067,662 and business-type activities from \$20,790,920 to \$20,527,202.

Over time, net position can serve as a useful indicator of a government's financial position. At December 31, 2015, the Village's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$79,377,545. At year-end, net position was \$57,020,267 and \$22,357,278 for the governmental activities and the business-type activities, respectively.

VILLAGE OF OBETZ, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)**

Capital assets reported on the government-wide statements represent the largest portion of the Village's assets. At year-end, capital assets represented 78.18% of total assets. Capital assets include land, rights of way, buildings, improvements other than buildings, infrastructure, equipment, and vehicles. Net investment in capital assets at December 31, 2015, was \$49,768,028 and \$16,374,423 in the governmental activities and business-type activities, respectively. These capital assets are used to provide services to citizens and are not available for future spending. Although the Village's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the Village's net position, \$809,314, represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position is \$12,425,780 (\$6,442,925 in the governmental activities and \$5,982,855 in the business-type activities).

The table on the following page shows the changes in net position for 2015 and 2014. The net position at December 31, 2014 has been restated as described in Note 3.

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VILLAGE OF OBETZ, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)**

Changes in Net Position

	Governmental Activities <u>2015</u>	Business-type Activities <u>2015</u>	Restated Governmental Activities <u>2014</u>	Restated Business-type Activities <u>2014</u>	2015 <u>Total</u>	Restated 2014 <u>Total</u>
Revenues						
Program revenues:						
Charges for services and sales	\$ 835,047	\$ 10,021,298	\$ 697,949	\$ 8,179,981	\$ 10,856,345	\$ 8,877,930
Operating grants and contributions	462,533	-	376,331	-	462,533	376,331
Capital grants and contributions	<u>328,531</u>	<u>437,155</u>	<u>1,120,078</u>	<u>653,845</u>	<u>765,686</u>	<u>1,773,923</u>
Total program revenues	<u>1,626,111</u>	<u>10,458,453</u>	<u>2,194,358</u>	<u>8,833,826</u>	<u>12,084,564</u>	<u>11,028,184</u>
General revenues:						
Property taxes	159,783	-	168,938	-	159,783	168,938
Income taxes	7,383,800	-	5,730,459	-	7,383,800	5,730,459
Other local taxes	332,966	-	423,323	-	332,966	423,323
Payments in lieu of taxes	945,217	-	431,106	-	945,217	431,106
Unrestricted grants and entitlements	2,749,231	-	2,227,625	-	2,749,231	2,227,625
Investment earnings	26,400	5,461	44,102	2,863	31,861	46,965
Increase (Decrease) in fair value of investments	(7,580)	-	44,257	-	(7,580)	44,257
Gain on sale of capital assets	-	-	7,171	841	-	8,012
Miscellaneous	<u>12,540</u>	<u>-</u>	<u>94,287</u>	<u>1,742</u>	<u>12,540</u>	<u>96,029</u>
Total general revenues	<u>11,602,357</u>	<u>5,461</u>	<u>9,171,268</u>	<u>5,446</u>	<u>11,607,818</u>	<u>9,176,714</u>
Total revenues	<u>13,228,468</u>	<u>10,463,914</u>	<u>11,365,626</u>	<u>8,839,272</u>	<u>23,692,382</u>	<u>20,204,898</u>
Expenses:						
General government	1,540,466	-	1,355,977	-	1,540,466	1,355,977
Security of persons and property	1,976,222	-	1,643,779	-	1,976,222	1,643,779
Public health	28,245	-	23,373	-	28,245	23,373
Transportation	5,152,756	-	4,184,179	-	5,152,756	4,184,179
Community environment	2,791,350	-	1,833,880	-	2,791,350	1,833,880
Leisure time activity	1,489,719	-	1,478,732	-	1,489,719	1,478,732
Other	1,512	-	-	-	1,512	-
Interest and fiscal charges	295,593	-	311,035	-	295,593	311,035
Water	-	1,143,253	-	1,190,149	1,143,253	1,190,149
Sewer	-	1,661,148	-	1,361,163	1,661,148	1,361,163
Electric	-	4,715,324	-	4,263,768	4,715,324	4,263,768
Refuse	-	289,234	-	309,851	289,234	309,851
Gas	<u>-</u>	<u>824,879</u>	<u>-</u>	<u>1,351,598</u>	<u>824,879</u>	<u>1,351,598</u>
Total expenses	<u>13,275,863</u>	<u>8,633,838</u>	<u>10,830,955</u>	<u>8,476,529</u>	<u>21,909,701</u>	<u>19,307,484</u>
Change in net position	(47,395)	1,830,076	534,671	362,743	1,782,681	897,414
Net position at beginning of year (restated)	<u>57,067,662</u>	<u>20,527,202</u>	N/A	N/A	<u>77,594,864</u>	N/A
Net position at end of year	<u>\$ 57,020,267</u>	<u>\$ 22,357,278</u>	<u>\$ 57,067,662</u>	<u>\$ 20,527,202</u>	<u>\$ 79,377,545</u>	<u>\$ 77,594,864</u>

VILLAGE OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)

The information necessary to restate the 2014 beginning balances and the 2014 pension expense amounts for the effects of the initial implementation of GASB No. 68 is not available. Therefore, 2014 functional expenses still include pension expense of \$398,376 computed under GASB No. 27. GASB No. 27 required recognizing pension expense equal to the contractually required contributions to the plan. Under GASB No. 68, pension expense represents additional amounts earned, adjusted by deferred inflows/outflows. The contractually required contribution is no longer a component of pension expense. Under GASB No. 68, the 2015 statements report pension expense of \$371,061.

Consequently, in order to compare 2015 total program expenses to 2014, the following adjustments are needed:

	Governmental Activities	Business-Type Activities	Total
Total 2015 program expenses under GASB No. 68	\$ 13,275,863	\$ 8,633,838	\$ 21,909,701
Pension expense under GASB No. 68	(332,255)	(38,806)	(371,061)
2015 contractually required contributions	<u>420,852</u>	<u>59,119</u>	<u>479,971</u>
Adjusted 2015 program expenses	13,364,460	8,654,151	22,018,611
Total 2014 program expenses under GASB No. 27	<u>10,830,955</u>	<u>8,476,529</u>	<u>19,307,484</u>
Increase in program expenses not related to pension	<u>\$ 2,533,505</u>	<u>\$ 177,622</u>	<u>\$ 2,711,127</u>

Governmental Activities

Governmental activities net position decreased \$47,395 in 2015.

Charges for services and sales increased \$137,098, or 19.64%, primarily in the area supporting leisure time activity. The state and federal government contributed to the Village a total of \$462,533 in operating grants and contributions and \$328,531 in capital grants and contributions. These revenues are restricted to a particular program or purpose. Operating grants and contributions increased \$86,202, or 22.91%, from the prior year, primarily in contributions supporting interest charges on the TIF revenue bonds and transportation expenses. Capital grants and contributions decreased \$791,547 as the Frusta/McGaw Road Project and the Toy Road Curb Project were completed in 2015 and most of the funding was received in 2014.

General revenues totaled \$11,602,357, and amounted to 87.71% of total governmental revenues. These revenues primarily consist of property and income tax revenues of \$7,543,583. The other primary sources of general revenues are grants and entitlements not restricted to specific programs, including local government and local government revenue assistance, making up \$2,749,231 and payments in lieu of taxes of \$945,217. Income tax revenue increased due to higher income tax activity and collections due primarily from the 0.5% increase in the Village's income tax rate restricted to support police enforcement operations. Unrestricted grants and entitlements increased in 2015 and other local taxes decreased due to decreased permissive motor vehicle license tax revenue.

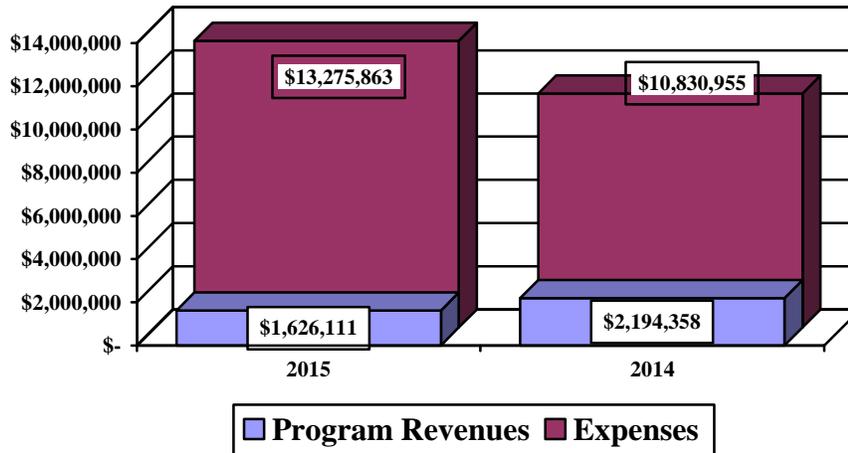
General government expenses totaled \$1,540,466. General government expenses were partially funded by \$607,768 in direct charges to users of the services. General government expenses remained consistent with the prior year. Security of persons and property, which primarily supports the operation of police services, accounted for \$1,976,222 or 14.89% of the total expenses of the Village. Security of persons and property expenses were partially funded by \$6,543 in direct charges to users of the services. Security of persons and property expenses increased \$332,443 compared to 2014. Transportation expenses increased \$968,577 due to increased street projects including the Frusta/McGaw Road Project which was completed in 2015. Community environment expenses increased \$957,470 due to the Village's cooperative agreement with the City of Groveport and COTA to supply new bus routes to the industrial centers. The increase in community environment expenses was also due to increased tax distribution amounts paid to Prairie Township resulting from an income tax increase for the JEDZ.

VILLAGE OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)

The graph below shows program revenues and total expenses for 2015 and 2014:

Governmental Activities - Program Revenues vs. Total Expenses



The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements. As can be seen in the graph below, the Village is highly dependent upon general revenues (primarily property and income taxes as well as unrestricted grants and entitlements) to support its governmental activities as program revenues are not sufficient to cover total governmental expenses for 2015.

Governmental Activities

	Total Cost of Services <u>2015</u>	Net Cost of Services <u>2015</u>	Total Cost of Services <u>2014</u>	Net Cost of Services <u>2014</u>
Program expenses:				
General government	\$ 1,540,466	\$ 932,698	\$ 1,355,977	\$ 828,713
Security of persons and property	1,976,222	1,969,679	1,643,779	1,640,175
Public health	28,245	28,245	23,373	23,373
Transportation	5,152,756	4,561,747	4,184,179	2,823,733
Community environment	2,791,350	2,791,350	1,833,880	1,833,880
Leisure time activity	1,489,719	1,295,121	1,478,732	1,316,806
Other	1,512	1,512	-	-
Interest and fiscal charges	<u>295,593</u>	<u>69,400</u>	<u>311,035</u>	<u>169,917</u>
Total	<u>\$ 13,275,863</u>	<u>\$ 11,649,752</u>	<u>\$ 10,830,955</u>	<u>\$ 8,636,597</u>

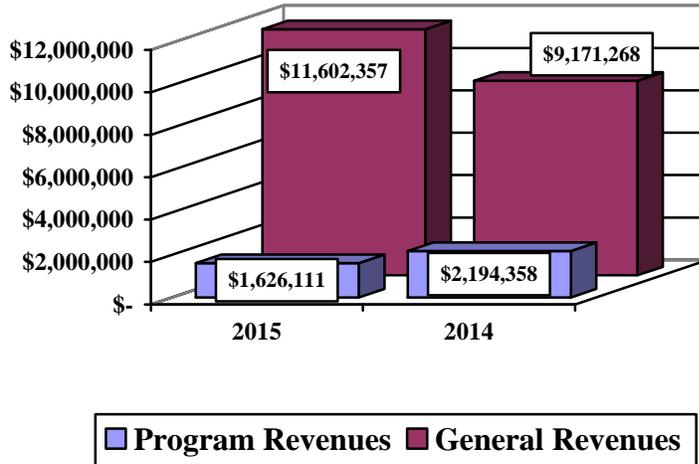
The dependence upon general revenues for governmental activities is apparent, with 87.39% of expenses supported through taxes and other general revenues. The net cost of transportation activities changed largely due to a decrease in grant funding for street related infrastructure projects compared to the prior year.

VILLAGE OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)

The graph below illustrates the Village's program revenues versus general revenues for 2015 and 2014.

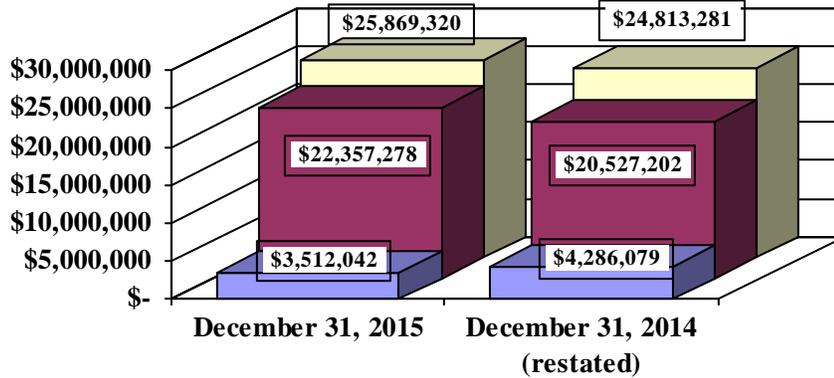
Governmental Activities - General and Program Revenues



Business-type Activities

Business-type activities include the water, sewer, electric, refuse and gas operations. These programs had program revenues of \$10,458,453, expenses of \$8,633,838 and general revenues of \$5,461 for 2015. The graph below shows the business-type activities assets, liabilities and net position at year-end.

Net Position in Business – Type Activities



Liabilities and deferred inflows Net Position Assets and deferred outflows

Charges for services and sales for the business-type activities increased \$1,841,317 or 22.51%, from the prior year. Charges for services and sales for water, sewer, electric and refuse operations were sufficient to cover expenses of those operations and charges for services and sales for gas operations were not sufficient to cover the expenses of those operations. Capital grants and contributions decreased from the prior year primarily due to capital contributions received by electric operations. Overall expenses of the business-type activities increased \$157,309, or 1.86%, primarily due to sewer and electric operations.

VILLAGE OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)

Financial Analysis of the Government's Funds

As noted earlier, the Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

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

The Village's governmental funds (as presented on the balance sheet on page 40) reported a combined fund balance of \$9,738,714, which is \$1,203,523 higher than last year's balance of \$8,535,191.

The schedule below indicates the fund balances and the total change in fund balances as of December 31, 2015 and 2014 for all major and non-major governmental funds.

	<u>Fund Balances</u> <u>12/31/15</u>	<u>Fund Balances</u> <u>12/31/14</u>	<u>Increase/</u> <u>(Decrease)</u>
Major Funds:			
General	\$ 7,418,698	\$ 6,920,094	\$ 498,604
General Obligation Debt Service	1,248,731	501,663	747,068
Nonmajor Governmental Funds	<u>1,071,285</u>	<u>1,113,434</u>	<u>(42,149)</u>
Total	<u>\$ 9,738,714</u>	<u>\$ 8,535,191</u>	<u>\$ 1,203,523</u>

General Fund

The Village's General Fund balance increased \$498,604. The table that follows assists in illustrating the revenues of the General Fund.

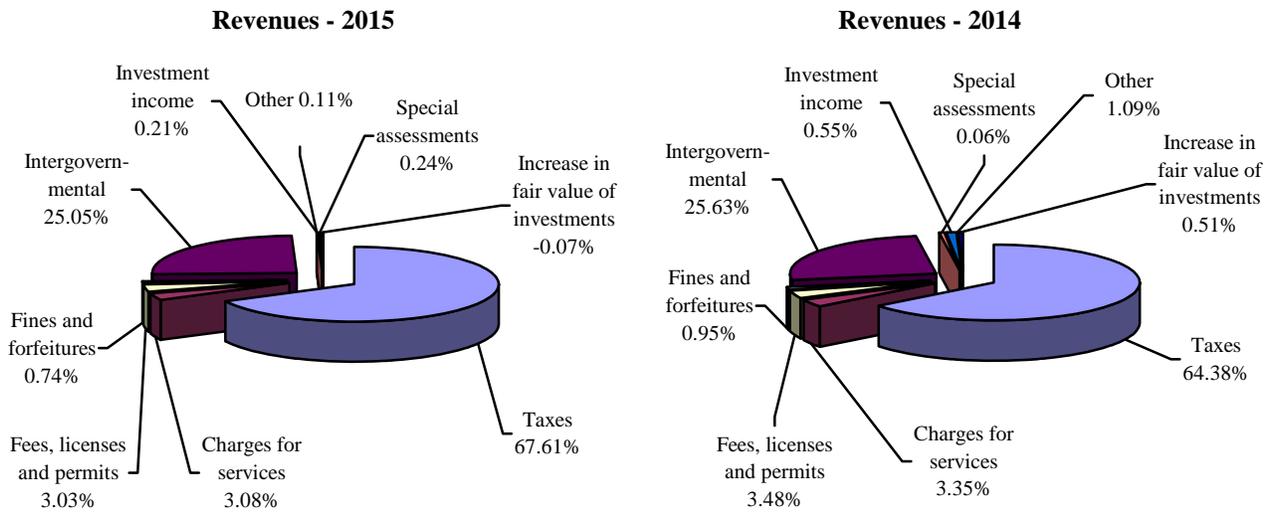
	<u>2015</u> <u>Amount</u>	<u>2014</u> <u>Amount</u>	<u>Percentage</u> <u>Change</u>
Revenues			
Taxes	\$ 7,446,284	\$ 5,591,577	33.17 %
Charges for services	338,858	291,071	16.42 %
Fees, licenses and permits	333,543	302,185	10.38 %
Fines and forfeitures	81,689	82,837	(1.39) %
Intergovernmental	2,759,370	2,225,952	23.96 %
Special assessments	26,138	5,155	407.04 %
Investment income	23,078	47,951	(51.87) %
Increase (decrease) in fair value of investments	(7,580)	44,257	(117.13) %
Other	<u>12,540</u>	<u>94,287</u>	(86.70) %
Total	<u>\$ 11,013,920</u>	<u>\$ 8,685,272</u>	26.81 %

VILLAGE OF OBETZ, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)**

Tax revenue represents 67.61% of all General Fund revenue. Tax revenue includes income taxes, property taxes and other local taxes. Tax revenue increased due to increased income tax activity and collections due primarily from the 0.5% increase in the Village's income tax rate restricted to support police enforcement operations. Charges for services increased due to an increase in income tax collection fees related to the JEDZ income tax. Fees, licenses and permits revenue increased primarily due to an increase in building permit revenue. Fines and forfeitures revenue decreased due to lower court costs and fines. Intergovernmental revenue increased due to increases in the quarterly tax distributions and fees from the JEDZ. The \$7,580 decrease in the fair value of investments is the difference between the cost of Village investments and the fair value of these investments at December 31, 2015. The Village intends to hold investments to maturity thus eliminating exposure to the fluctuations in the fair value of applicable investments. Other revenues decreased due to a decrease in all miscellaneous revenues not classified elsewhere within the General Fund.

The following graphs show the breakdown of General Fund revenues by category for 2015 and 2014.



The table that follows assists in illustrating the expenditures of the General Fund.

	<u>2015</u> <u>Amount</u>	<u>2014</u> <u>Amount</u>	<u>Percentage</u> <u>Change</u>
<u>Expenditures</u>			
General government	\$ 1,395,066	\$ 1,244,485	12.10 %
Security of persons and property	1,834,191	1,501,215	22.18 %
Public health	28,245	23,373	20.84 %
Transportation	328,806	286,557	14.74 %
Community environment	2,796,684	1,816,161	53.99 %
Leisure time activity	1,108,212	1,181,404	(6.20) %
Other	1,512	-	100.00 %
Capital outlay	3,032,605	790,699	283.53 %
Debt service	-	192,662	(100.00) %
Total	<u>\$ 10,525,321</u>	<u>\$ 7,036,556</u>	49.58 %

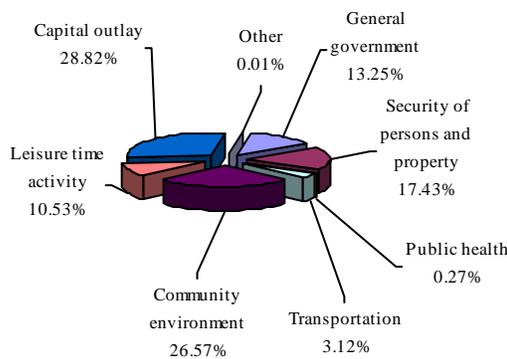
VILLAGE OF OBETZ, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)**

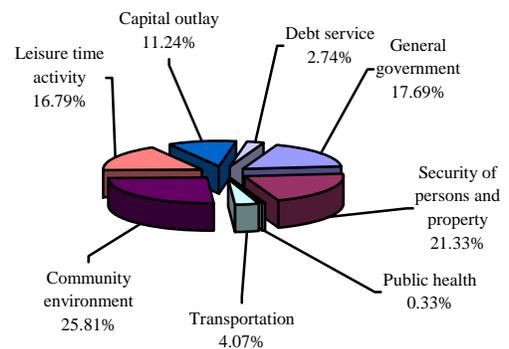
The Village increased total expenditures by 49.58%. The most significant changes from the prior year were in the areas of community environment and capital outlay. Community environment expenses increased due to the Village's cooperative agreement with the City of Groveport and COTA to supply new bus routes to the industrial centers. Capital outlay increased as the Village completed various street repaving projects and created Dixon Quarry Park. In addition, the Village incurred expenditures in 2015 for the acquisition of land.

The following graphs show the breakdown of General Fund expenditures by function for 2015 and 2014.

Expenditures - 2015



Expenditures - 2014



General Obligation Debt Service Fund

The General Obligation Debt Service Fund had revenues of \$1,361,677 in 2015. The expenditures of the General Obligation Debt Service Fund totaled \$614,609 in 2015. The net increase in fund balance for the General Obligation Debt Service Fund was \$747,068, or 148.92%. Income tax revenues and payments in lieu of taxes were sufficient to support the Village's General Obligation debt service payments.

Proprietary Funds

The Village's enterprise funds provide the same type of information found in the government-wide financial statements for business-type activities, except in more detail. The Village has three major enterprise funds, the Water Fund, Sewer Fund and Electric Fund.

Water Fund

The Water Fund had operating revenues of \$1,745,510 in 2015. Operating revenues increased primarily due to an increase in tap fees received in 2015. The operating expenses of the Water Fund totaled \$1,118,367 in 2015 which represents a decrease of \$57,935, primarily in the area of personal services. The Water Fund received \$301,747 in capital contributions in 2015 which was \$208,150 more than the amount received in 2014. The increase in net position for the Water Fund was \$904,004 or 13.95%.

Sewer Fund

The Sewer Fund had operating revenues of \$1,680,017 in 2015. The operating expenses of the Sewer Fund totaled \$1,641,107 in 2015 which is an increase from 2014, primarily due to more contract services expenses. The Sewer Fund received \$5,600 in capital contributions in 2015. The net increase in net position for the Sewer Fund was \$24,469 or 0.24%.

VILLAGE OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)

Electric Fund

The Electric Fund had operating revenues of \$5,485,518 in 2015 which was \$1,723,087 greater compared to 2014 due to increased electricity billings. The operating expenses of the Electric Fund totaled \$4,689,742 in 2015 which is an increase of \$431,464 from 2014. The increase in operating expenses was primarily in the area of contract services. The Electric Fund received \$39,708 in capital contributions in 2015. The net increase in net position for the Electric Fund was \$815,363 or 32.49%.

General Fund Budgeting Highlights

The Village's budgeting process is prescribed by the Ohio Revised Code (ORC). Essentially the budget is the Village's appropriations which are restricted by the amounts of anticipated revenues certified by the Budget Commission in accordance with the ORC. Therefore, the Village's plans or desires cannot be totally reflected in the original budget. If budgeted revenues are adjusted due to actual activity then the appropriations can be adjusted accordingly.

Budgetary information is presented for the General Fund. In the General Fund, the actual revenues and other financing sources came in \$1,201,374 higher than they were in the final budget, primarily due to advances in (repayment of interfund loans) which are not reflected in the original or final budgeted other financing sources. In addition, the Village received \$371,999 more in intergovernmental revenue than reported in the final budget. Budgeted revenues were increased \$6,007 from the original to the final budget.

In the General Fund, actual expenditures and other financing uses were \$1,341,998 less than the amount in the final budget due to conservative budgeting practices. Actual expenditures for community environment programs saw the largest variance coming in \$466,583 less than the final budget. Capital outlay was also less than the final budget by \$294,451 as the Village completed projects under the projected budgets. Budgeted expenditures were increased \$1,307,431 from the original to the final budget. The increase in the budget was in all functional areas of the Village and resulted from the Village's conservative budgeting practices.

Capital Assets and Debt Administration

Capital Assets

At the end of 2015, the Village had \$76,365,276 (net of accumulated depreciation) invested in land, rights of way, buildings, improvements other than buildings, infrastructure, equipment, and vehicles. Of this total, \$59,751,581 was reported in governmental activities and \$16,613,695 was reported in business-type activities. See Note 10 for further description of capital assets. The following table shows December 31, 2015 balances compared to December 31, 2014:

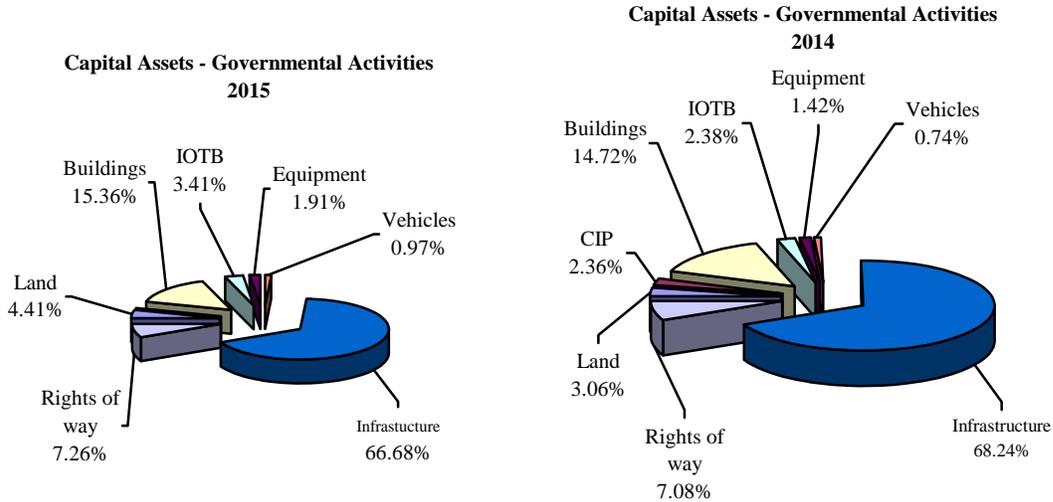
**Capital Assets at December 31, 2015
(Net of Depreciation)**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Land	\$ 2,635,276	\$ 1,874,383	\$ -	\$ 4,550	\$ 2,635,276	\$ 1,878,933
Rights of way	4,339,994	4,339,994	-	-	4,339,994	4,339,994
Construction in progress	-	1,448,610	-	-	-	1,448,610
Buildings	9,178,746	9,022,592	164,454	140,903	9,343,200	9,163,495
Improvements other than buildings	2,037,616	1,459,374	-	-	2,037,616	1,459,374
Infrastructure	39,839,770	41,815,092	15,674,368	15,773,040	55,514,138	57,588,132
Equipment	1,142,558	871,695	688,079	106,281	1,830,637	977,976
Vehicles	577,621	450,153	86,794	54,949	664,415	505,102
Totals	<u>\$ 59,751,581</u>	<u>\$ 61,281,893</u>	<u>\$ 16,613,695</u>	<u>\$ 16,079,723</u>	<u>\$ 76,365,276</u>	<u>\$ 77,361,616</u>

VILLAGE OF OBETZ, OHIO

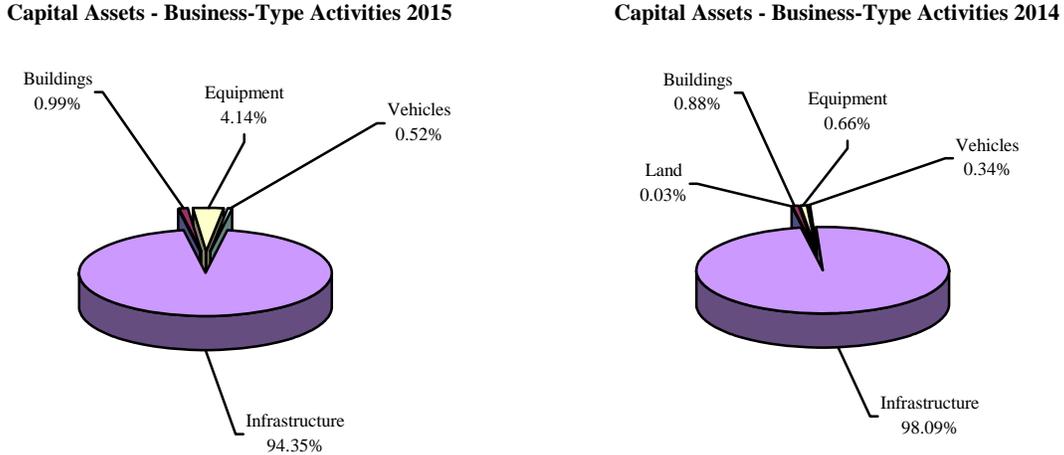
**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)**

The following graphs show the breakdown of governmental capital assets by category for 2015 and 2014.



The Village's infrastructure is the largest capital assets category. The net book value of the Village's infrastructure represents approximately 66.68% of the Village's total governmental capital assets.

The following graphs show the breakdown of business-type capital assets by category for 2015 and 2014.



The Village's largest business-type capital assets category is infrastructure, which includes water, sewer, electric and gas lines. These items play a vital role in the income producing ability of the business-type activities. The net book value of the Village's infrastructure (cost less accumulated depreciation) represents approximately 94.35% of the Village's total business-type capital assets.

VILLAGE OF OBETZ, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2015 (UNAUDITED)

Debt Administration

The Village had the following long-term obligations outstanding at December 31, 2015 and 2014:

	<u>Governmental Activities</u>	
	<u>2015</u>	<u>2014</u>
General obligation bonds	\$ 4,815,000	\$ 5,295,000
TIF revenue bonds	4,830,000	4,980,000
OPWC loans	338,553	109,529
Net pension liability	3,121,852	2,979,783
Compensated absences	<u>217,239</u>	<u>159,038</u>
Total long-term obligations	<u>\$ 13,322,644</u>	<u>\$ 13,523,350</u>
	<u>Business-type Activities</u>	
	<u>2015</u>	<u>2014</u>
OWDA loans	\$ 239,272	\$ 388,132
Net pension liability	322,202	314,924
Compensated absences	<u>36,730</u>	<u>33,103</u>
Total long-term obligations	<u>\$ 598,204</u>	<u>\$ 736,159</u>

Further detail on the Village's long-term obligations can be found in Note 16 to the financial statements.

During 2015, the Village issued a \$2,000,000 million electric improvement note to finance the improvement to electric infrastructure. The note was issued on July 7, 2015 and matures July 7, 2016. The note bears an interest rate of 1.25%. See Note 22 for further information of the Village's note payable.

Economic Conditions and Outlook

The Village Council and Mayor's Administration continue to work on increasing employment opportunities and improving the economic welfare of the residents of the Village. The Village, when practical for the attraction or retention of appropriate employers, offers economic incentives based on the employer's effect on the community. The Village is developing several major corridors including, but not limited to, its E-commerce parks, Alum Creek Retail Corridor, and the Downtown Expansion project. Each of these major efforts realized substantial victories in 2015. The successes would be important in and of themselves; but their merits are exaggerated as each serves as a catalyst for their entire districts. In the Alum Creek Retail Corridor, Vance Outdoors, Inc., the first major retail store along Alum Creek Drive enjoyed its first full year as an Obetz retailer serving as a destination location for outdoor enthusiasts from around the State of Ohio. We anticipate that Vance Outdoors' success will bolster Obetz' efforts to develop the Alum Creek Drive retail corridor. Because of the Vance popularity, Obetz foresees the construction of a Buffalo Wings and Rings store in 2016/2017 next to the Vance Outdoors store. Downtown, Obetz has heavily invested in renewing and expanding its infrastructure and has acquired a third commercial lot for new development. Interest in the Downtown corridor is growing as Obetz prepares for the addition of several new retail amenities over the next 24 months. In 2016, a new one-million square foot Amazon fulfillment center will open its doors in the Obetz E-commerce Park. The Obetz fulfillment center will be a state of the art facility bringing a substantial number of new jobs to the rapidly growing area. The growing stable of national and international companies in the Obetz E-commerce and logistics parks make Obetz a prized location for expanding and emerging companies. While the outlook for this area remains strong and Obetz expects several new additions in 2016 and beyond, Obetz' current parks are nearly full with space for only 6-10 major projects. Forecasts beyond 2020 will likely have to account for the lack of space unless Obetz annexes some of the nearly 1,000 acres in its annexable area.

VILLAGE OF OBETZ, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(UNAUDITED)**

Contacting the Village's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the Village's finances and to show the Village's accountability for the money it receives. If you have questions about this report or need additional financial information please contact: M. Matthew Cramblit, Finance Director, 4175 Alum Creek Drive, Obetz, Ohio 43207 or email at mcramblit@obetz.oh.us.

VILLAGE OF OBETZ, OHIO

STATEMENT OF NET POSITION
DECEMBER 31, 2015

	Governmental Activities	Business-type Activities	Total
Assets:			
Equity in pooled cash and investments	\$ 8,520,116	\$ 8,019,877	\$ 16,539,993
Cash with fiscal agent	36,475	-	36,475
Receivables:			
Municipal income taxes	1,220,185	-	1,220,185
Property taxes	190,751	-	190,751
Payments in lieu of taxes	946,034	-	946,034
Other local taxes	5,754	-	5,754
Accounts	43,671	1,217,944	1,261,615
Accrued interest	4,048	-	4,048
Due from other governments	1,108,914	3,349	1,112,263
Internal balance	70,000	(70,000)	-
Capital assets:			
Land	6,975,270	-	6,975,270
Depreciable capital assets, net	52,776,311	16,613,695	69,390,006
Total assets	<u>71,897,529</u>	<u>25,784,865</u>	<u>97,682,394</u>
Deferred outflows of resources:			
Pension - OPERS	315,091	84,455	399,546
Pension - OP&F	283,863	-	283,863
Total deferred outflows of resources	<u>598,954</u>	<u>84,455</u>	<u>683,409</u>
Liabilities:			
Accounts payable	184,425	498,793	683,218
Contracts payable	13,881	-	13,881
Accrued wages and benefits payable	79,717	10,946	90,663
Due to other governments	701,227	386,316	1,087,543
Note payable	-	2,000,000	2,000,000
Accrued interest payable	23,456	12,123	35,579
Long-term liabilities:			
Due within one year	748,221	167,522	915,743
Due in more than one year:			
Net pension liability	3,121,852	322,202	3,444,054
Other amounts due in more than one year	9,452,571	108,480	9,561,051
Total liabilities	<u>14,325,350</u>	<u>3,506,382</u>	<u>17,831,732</u>
Deferred inflows of resources:			
Property taxes levied for the next fiscal year	183,714	-	183,714
Payments in lieu of taxes levied for the next fiscal year	946,034	-	946,034
Pension - OPERS	21,118	5,660	26,778
Total deferred inflows of resources	<u>1,150,866</u>	<u>5,660</u>	<u>1,156,526</u>
Net position:			
Net investment in capital assets	49,768,028	16,374,423	66,142,451
Restricted for:			
Capital projects	94,134	-	94,134
Street construction, maintenance and repair	598,799	-	598,799
Police operations	8,417	-	8,417
Economic development programs	10,005	-	10,005
Court operations	89,598	-	89,598
Park improvements	6,994	-	6,994
Other purposes	1,367	-	1,367
Unrestricted	6,442,925	5,982,855	12,425,780
Total net position	<u>\$ 57,020,267</u>	<u>\$ 22,357,278</u>	<u>\$ 79,377,545</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF OBETZ, OHIO

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2015

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 1,540,466	\$ 607,768	\$ -	\$ -
Security of persons and property	1,976,222	6,543	-	-
Public health	28,245	-	-	-
Transportation	5,152,756	26,138	236,340	328,531
Community environment	2,791,350	-	-	-
Leisure time activity	1,489,719	194,598	-	-
Other	1,512	-	-	-
Interest and fiscal charges	295,593	-	226,193	-
Total governmental activities	<u>13,275,863</u>	<u>835,047</u>	<u>462,533</u>	<u>328,531</u>
Business-type activities:				
Water	1,143,253	1,745,510	-	301,747
Sewer	1,661,148	1,680,017	-	5,600
Electric	4,715,324	5,485,518	-	39,708
Refuse	289,234	296,094	-	-
Gas	824,879	814,159	-	90,100
Total business-type activities	<u>8,633,838</u>	<u>10,021,298</u>	<u>-</u>	<u>437,155</u>
Total primary government	<u>\$ 21,909,701</u>	<u>\$ 10,856,345</u>	<u>\$ 462,533</u>	<u>\$ 765,686</u>

General revenues:

Property taxes levied for:

General purposes

Income taxes levied for:

General purposes

Police enforcement

Debt service

Other local taxes

Payments in lieu of taxes

Grants and entitlements not restricted to specific programs

Investment earnings

Decrease in fair value of investments

Miscellaneous

Total general revenues

Change in net position

Net position at beginning of year (restated)

Net position at end of year

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

Governmental Activities	Business-type Activities	Total
\$ (932,698)	\$ -	\$ (932,698)
(1,969,679)	-	(1,969,679)
(28,245)	-	(28,245)
(4,561,747)	-	(4,561,747)
(2,791,350)	-	(2,791,350)
(1,295,121)	-	(1,295,121)
(1,512)	-	(1,512)
(69,400)	-	(69,400)
<u>(11,649,752)</u>	<u>-</u>	<u>(11,649,752)</u>
-	904,004	904,004
-	24,469	24,469
-	809,902	809,902
-	6,860	6,860
-	79,380	79,380
<u>-</u>	<u>1,824,615</u>	<u>1,824,615</u>
<u>(11,649,752)</u>	<u>1,824,615</u>	<u>(9,825,137)</u>
159,783	-	159,783
5,388,225	-	5,388,225
1,455,575	-	1,455,575
540,000	-	540,000
332,966	-	332,966
945,217	-	945,217
2,749,231	-	2,749,231
26,400	5,461	31,861
(7,580)	-	(7,580)
12,540	-	12,540
<u>11,602,357</u>	<u>5,461</u>	<u>11,607,818</u>
(47,395)	1,830,076	1,782,681
<u>57,067,662</u>	<u>20,527,202</u>	<u>77,594,864</u>
<u>\$ 57,020,267</u>	<u>\$ 22,357,278</u>	<u>\$ 79,377,545</u>

VILLAGE OF OBETZ, OHIO

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2015

	General	General Obligation Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
Assets:				
Equity in pooled cash and investments	\$ 6,264,601	\$ 1,203,731	\$ 1,050,417	\$ 8,518,749
Cash with fiscal agent	-	-	36,475	36,475
Receivables:				
Municipal income taxes	1,175,185	45,000	-	1,220,185
Property taxes	190,751	-	-	190,751
Payments in lieu of taxes	-	769,262	176,772	946,034
Other local taxes	4,628	-	1,126	5,754
Accounts	42,571	-	1,100	43,671
Accrued interest	4,048	-	-	4,048
Interfund loans	95,000	-	-	95,000
Due from other governments	991,386	-	117,528	1,108,914
Restricted assets:				
Equity in pooled cash and cash equivalents	1,367	-	-	1,367
Total assets	<u>\$ 8,769,537</u>	<u>\$ 2,017,993</u>	<u>\$ 1,383,418</u>	<u>\$ 12,170,948</u>
Liabilities:				
Accounts payable	\$ 171,985	\$ -	\$ 12,440	\$ 184,425
Contracts payable	13,881	-	-	13,881
Interfund loans payable	-	-	25,000	25,000
Accrued wages and benefits payable	78,757	-	960	79,717
Due to other governments	700,631	-	596	701,227
Total liabilities	<u>965,254</u>	<u>-</u>	<u>38,996</u>	<u>1,004,250</u>
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	183,714	-	-	183,714
Payments in lieu of taxes levied for the next fiscal year	-	769,262	176,772	946,034
Delinquent property tax revenue not available	7,037	-	-	7,037
Accrued interest not available	3,326	-	-	3,326
Income tax revenue not available	139,620	-	-	139,620
Fees, licenses and permits revenue not available	6,173	-	-	6,173
Intergovernmental revenue not available	45,715	-	96,365	142,080
Total deferred inflows of resources	<u>385,585</u>	<u>769,262</u>	<u>273,137</u>	<u>1,427,984</u>
Fund balances:				
Nonspendable	1,367	-	-	1,367
Restricted	-	-	711,582	711,582
Committed	-	1,248,731	359,703	1,608,434
Assigned	2,566,234	-	-	2,566,234
Unassigned	4,851,097	-	-	4,851,097
Total fund balances	<u>7,418,698</u>	<u>1,248,731</u>	<u>1,071,285</u>	<u>9,738,714</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 8,769,537</u>	<u>\$ 2,017,993</u>	<u>\$ 1,383,418</u>	<u>\$ 12,170,948</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF OBETZ, OHIO

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2015

Total governmental fund balances		\$	9,738,714
<i>Amounts reported for governmental activities on the Statement of Net Position are different because:</i>			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.			59,751,581
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows in the funds.			
Income taxes receivable	\$	139,620	
Delinquent property taxes receivable		7,037	
Accounts receivable		6,173	
Intergovernmental receivable		142,080	
Accrued interest receivable		3,326	
Total		298,236	298,236
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.			(23,456)
The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in the governmental funds:			
Deferred outflows of resources - pension		598,954	
Deferred inflows of resources - pension		(21,118)	
Net pension liability		(3,121,852)	
Total		(2,544,016)	(2,544,016)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.			
Compensated absences		(217,239)	
OPWC loans payable		(338,553)	
General obligation bonds payable		(4,815,000)	
TIF revenue bonds payable		(4,830,000)	
Total		(10,200,792)	(10,200,792)
Net position of governmental activities		\$	57,020,267

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF OBETZ, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>General</u>	<u>General Obligation Debt Service</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:				
Municipal income taxes	\$ 6,980,090	\$ 540,000	\$ -	\$ 7,520,090
Property taxes	168,906	-	-	168,906
Payments in lieu of taxes	-	821,677	123,540	945,217
Other local taxes	297,288	-	35,678	332,966
Charges for services	338,858	-	-	338,858
Fees, licenses and permits	333,543	-	44,722	378,265
Fines and forfeitures	81,689	-	12,288	93,977
Intergovernmental	2,759,370	-	562,200	3,321,570
Special assessments	26,138	-	-	26,138
Investment income	23,078	-	1,501	24,579
Contributions and donations	-	-	226,193	226,193
Decrease in fair value of investments	(7,580)	-	-	(7,580)
Other	12,540	-	-	12,540
Total revenues	<u>11,013,920</u>	<u>1,361,677</u>	<u>1,006,122</u>	<u>13,381,719</u>
Expenditures:				
Current:				
General government	1,395,066	9,313	8,730	1,413,109
Security of persons and property	1,834,191	-	4,282	1,838,473
Public health	28,245	-	-	28,245
Transportation	328,806	-	187,417	516,223
Community environment	2,796,684	-	-	2,796,684
Leisure time activity	1,108,212	-	-	1,108,212
Other	1,512	-	-	1,512
Capital outlay	3,032,605	-	755,296	3,787,901
Debt service:				
Principal retirement	-	493,770	150,000	643,770
Interest and fiscal charges	-	111,526	185,340	296,866
Total expenditures	<u>10,525,321</u>	<u>614,609</u>	<u>1,291,065</u>	<u>12,430,995</u>
Excess (deficiency) of revenues over (under) expenditures	<u>488,599</u>	<u>747,068</u>	<u>(284,943)</u>	<u>950,724</u>
Other financing sources:				
Sale of capital assets	10,005	-	-	10,005
Issuance of loans	-	-	242,794	242,794
Total other financing sources	<u>10,005</u>	<u>-</u>	<u>242,794</u>	<u>252,799</u>
Net change in fund balances	498,604	747,068	(42,149)	1,203,523
Fund balances at beginning of year	<u>6,920,094</u>	<u>501,663</u>	<u>1,113,434</u>	<u>8,535,191</u>
Fund balances at end of year	<u>\$ 7,418,698</u>	<u>\$ 1,248,731</u>	<u>\$ 1,071,285</u>	<u>\$ 9,738,714</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF OBETZ, OHIO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2015

Net change in fund balances - total governmental funds	\$	1,203,523
<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 outlays exceed depreciation expense in the current period.		
Capital assets additions	\$ 2,650,771	
Current year depreciation	<u>(4,017,189)</u>	
Total		(1,366,418)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net assets.		
		(163,894)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental funds:		
Income tax revenue	(136,290)	
Delinquent property tax revenue	(9,123)	
Intergovernmental revenues	(8,969)	
Fees, licenses and permits revenue	(2,191)	
Interest revenue	<u>3,322</u>	
Total		(153,251)
The issuance of loans are reported as an other financing source in the governmental funds, however, in the Statement of Activities, they are not reported as revenues as they increase liabilities on the Statement of Net Position.		
		(242,794)
Repayment of principal is an expenditure in the governmental funds but the repayment reduces long-term liabilities on the Statement of Net Position.		
General obligation bonds payable	480,000	
TIF revenue bonds payable	150,000	
OPWC loans payable	<u>13,770</u>	
		643,770
Interest is reported as an expenditure when due in the governmental funds but is accrued on outstanding debt on the Statement of Net Position.		
		1,273
Contractually required contributions are reported as expenditures in the funds; however, the Statement of Net Position reports these amounts as deferred outflows.		
		420,852
Except for amounts reported as deferred inflows/outflows, changes in the net pension asset/liability are reported as pension expense in the Statement of Activities.		
		(332,255)
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 governmental funds.		
		<u>(58,201)</u>
Change in net position of governmental activities	\$	<u><u>(47,395)</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF OBETZ, 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, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Municipal income taxes	\$ 6,650,568	\$ 6,654,707	\$ 6,737,875	\$ 83,168
Property taxes	169,119	169,224	168,906	(318)
Other local taxes	174,891	175,000	294,542	119,542
Charges for services	249,844	250,000	335,988	85,988
Fees, licenses and permits	209,869	210,000	333,793	123,793
Fines and forfeitures	64,960	65,000	78,686	13,686
Intergovernmental	2,025,739	2,027,000	2,397,999	370,999
Special assessments	-	-	16,855	16,855
Investment income	24,984	25,000	29,251	4,251
Other	79,950	80,000	11,998	(68,002)
Total revenues	9,649,924	9,655,931	10,405,893	749,962
Expenditures:				
Current:				
General government	1,517,357	1,708,703	1,421,114	287,589
Security of persons and property	2,033,376	2,049,846	1,857,261	192,585
Public health	31,000	32,000	28,102	3,898
Transportation	316,588	357,278	335,175	22,103
Community environment	2,876,834	3,054,637	2,588,054	466,583
Leisure time activity	1,509,640	1,421,250	1,151,461	269,789
Capital outlay	3,138,626	4,107,138	3,812,687	294,451
Total expenditures	11,423,421	12,730,852	11,193,854	1,536,998
Excess (deficiency) of revenues over (under) expenditures	(1,773,497)	(3,074,921)	(787,961)	2,286,960
Other financing sources (uses):				
Sale of capital assets	-	-	10,005	10,005
Advances in	-	-	425,000	425,000
Advances out	-	-	(195,000)	(195,000)
Transfers in	-	-	16,407	16,407
Total other financing sources (uses)	-	-	256,412	256,412
Net change in fund balance	(1,773,497)	(3,074,921)	(531,549)	2,543,372
Fund balance at beginning of year	4,576,297	4,576,297	4,576,297	-
Prior year encumbrances appropriated	845,502	845,502	845,502	-
Fund balance at end of year	\$ 3,648,302	\$ 2,346,878	\$ 4,890,250	\$ 2,543,372

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF OBETZ, OHIO

STATEMENT OF FUND NET POSITION
 PROPRIETARY FUNDS
 DECEMBER 31, 2015

	<u>Business-type Activities - Enterprise Funds</u>		
	<u>Water</u>	<u>Sewer</u>	<u>Electric</u>
Assets:			
Current assets:			
Equity in pooled cash and investments	\$ 2,247,861	\$ 741,378	\$ 3,931,539
Receivables:			
Accounts	243,145	282,171	491,932
Due from other governments	1,216	2,133	-
Total current assets	2,492,222	1,025,682	4,423,471
Noncurrent assets:			
Capital assets:			
Depreciable capital assets, net	5,262,916	9,491,244	1,302,320
Total assets	7,755,138	10,516,926	5,725,791
Deferred outflows of resources:			
Pension - OPERS	28,352	17,117	21,840
Liabilities:			
Current liabilities:			
Accounts payable	46,228	6,201	322,420
Accrued wages and benefits payable	4,154	2,718	2,290
Due to other governments	129,013	255,230	1,151
Interfund loans payable	-	-	-
Note payable	-	-	2,000,000
Accrued interest payable	-	-	12,123
Compensated absences payable - current	5,832	3,720	-
OWDA loans payable - current	57,349	100,621	-
Total current liabilities	242,576	368,490	2,337,984
Long-term liabilities:			
Compensated absences payable	16,408	10,770	-
OWDA loans payable	29,516	51,786	-
Net pension liability	108,166	65,303	83,321
Total long-term liabilities	154,090	127,859	83,321
Total liabilities	396,666	496,349	2,421,305
Deferred inflows of resources:			
Pension - OPERS	1,900	1,147	1,464
Net position:			
Net investment in capital assets	5,176,051	9,338,837	1,302,320
Unrestricted	2,208,873	697,710	2,022,542
Total net position	<u>\$ 7,384,924</u>	<u>\$ 10,036,547</u>	<u>\$ 3,324,862</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Nonmajor Enterprise Funds		Total	
\$	1,099,099	\$	8,019,877
	200,696		1,217,944
	-		3,349
	1,299,795		9,241,170
	557,215		16,613,695
	1,857,010		25,854,865
	17,146		84,455
	123,944		498,793
	1,784		10,946
	922		386,316
	70,000		70,000
	-		2,000,000
	-		12,123
	-		9,552
	-		157,970
	196,650		3,145,700
	-		27,178
	-		81,302
	65,412		322,202
	65,412		430,682
	262,062		3,576,382
	1,149		5,660
	557,215		16,374,423
	1,053,730		5,982,855
\$	1,610,945	\$	22,357,278

VILLAGE OF OBETZ, OHIO

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Electric
Operating revenues:			
Charges for services	\$ 1,745,510	\$ 1,680,017	\$ 5,485,518
Operating expenses:			
Personal services	235,967	151,644	112,184
Contract services	678,662	1,109,179	4,548,129
Materials and supplies	71,348	3,180	-
Depreciation	132,390	232,000	29,429
Other	-	145,104	-
Total operating expenses	1,118,367	1,641,107	4,689,742
Operating income	627,143	38,910	795,776
Nonoperating revenues (expenses):			
Interest and fiscal charges	(7,408)	(12,997)	(16,163)
Loss on sale of capital assets	(17,478)	(7,044)	(9,419)
Interest income	-	-	5,461
Total nonoperating revenues (expenses)	(24,886)	(20,041)	(20,121)
Income (loss) before capital contributions	602,257	18,869	775,655
Capital contributions	301,747	5,600	39,708
Change in net position	904,004	24,469	815,363
Net position at beginning of year (restated)	6,480,920	10,012,078	2,509,499
Net position at end of year	\$ 7,384,924	\$ 10,036,547	\$ 3,324,862

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Nonmajor Enterprise Funds	Total
\$ 1,110,253	\$ 10,021,298
88,263	588,058
996,814	7,332,784
-	74,528
9,923	403,742
-	145,104
<u>1,095,000</u>	<u>8,544,216</u>
<u>15,253</u>	<u>1,477,082</u>
-	(36,568)
(19,113)	(53,054)
-	5,461
<u>(19,113)</u>	<u>(84,161)</u>
(3,860)	1,392,921
<u>90,100</u>	<u>437,155</u>
86,240	1,830,076
<u>1,524,705</u>	<u>20,527,202</u>
<u>\$ 1,610,945</u>	<u>\$ 22,357,278</u>

VILLAGE OF OBETZ, OHIO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Electric
Cash flows from operating activities:			
Cash received from customers	\$ 1,774,519	\$ 1,676,080	\$ 5,147,842
Cash payments for personal services	(242,329)	(154,930)	(117,755)
Cash payments for contract services	(657,897)	(1,066,588)	(4,644,001)
Cash payments for materials and supplies	(77,532)	(3,180)	-
Cash payments for other expenses	-	(145,104)	-
Net cash provided by operating activities	<u>796,761</u>	<u>306,278</u>	<u>386,086</u>
Cash flows from noncapital financing activities:			
Cash received from interfund loans	-	-	100,000
Cash payments for repayment of interfund loans	-	-	(100,000)
Net cash provided by noncapital financing activities	<u>-</u>	<u>-</u>	<u>-</u>
Cash flows from capital and related financing activities:			
Acquisition of capital assets	(427,033)	(87,477)	(95,198)
Capital contributions	-	-	34,108
Issuance of notes	-	-	2,000,000
Principal paid on notes	-	-	(2,500,000)
Premium on notes	-	-	13,694
Note issuance costs	-	-	(11,775)
Principal paid on OWDA loans	(54,042)	(94,818)	-
Interest paid on OWDA loans	(8,624)	(15,130)	-
Interest paid on notes	-	-	(11,449)
Net cash provided by (used in) capital and related financing activities	<u>(489,699)</u>	<u>(197,425)</u>	<u>(570,620)</u>
Cash flows from investing activities:			
Interest received	-	-	5,461
Net increase (decrease) in cash and cash equivalents	307,062	108,853	(179,073)
Cash and cash equivalents at beginning of year	1,940,799	632,525	4,110,612
Cash and cash equivalents at end of year	<u>\$ 2,247,861</u>	<u>\$ 741,378</u>	<u>\$ 3,931,539</u>

Nonmajor Enterprise Funds	Total
\$ 1,307,850	\$ 9,906,291
(92,641)	(607,655)
(1,153,858)	(7,522,344)
-	(80,712)
-	(145,104)
61,351	1,550,476
70,000	170,000
(30,000)	(130,000)
40,000	40,000
(12,231)	(621,939)
84,500	118,608
-	2,000,000
-	(2,500,000)
-	13,694
-	(11,775)
-	(148,860)
-	(23,754)
-	(11,449)
72,269	(1,185,475)
-	5,461
173,620	410,462
925,479	7,609,415
\$ 1,099,099	\$ 8,019,877

(Continued)

VILLAGE OF OBETZ, OHIO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Electric
Reconciliation of operating income to net cash provided by operating activities:			
Operating income	\$ 627,143	\$ 38,910	\$ 795,776
Adjustments:			
Depreciation	132,390	232,000	29,429
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:			
(Increase) decrease in accounts receivable	29,009	(3,937)	(337,676)
Increase in deferred outflows - pension - OPERS	(11,162)	(6,739)	(8,598)
Decrease in accounts payable	(7,203)	(103)	(95,872)
Decrease in accrued wages and benefits payable	(582)	(271)	(103)
Increase (decrease) in intergovernmental payable	20,513	42,479	(216)
Increase in compensated absences payable	2,310	1,317	-
Increase in net pension liability	2,443	1,475	1,882
Increase in deferred inflows - pension - OPERS	1,900	1,147	1,464
Net cash provided by operating activities	\$ 796,761	\$ 306,278	\$ 386,086

Non-Cash Transactions:

During 2015, the Water Fund received \$301,747 in contributed capital assets.
During 2015, the Water Fund purchased \$44,081 in capital assets on account.
During 2015, the Sewer Fund received \$5,600 in contributed capital assets.
During 2015, the Sewer Fund purchased \$6,201 in capital assets on account.
During 2015, the Electric Fund received \$5,600 in contributed capital assets.
During 2015, the Nonmajor Enterprise Funds received \$5,600 in contributed capital assets.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Nonmajor Enterprise Funds	Total
\$ 15,253	\$ 1,477,082
9,923	403,742
197,597	(115,007)
(6,750)	(33,249)
(157,044)	(260,222)
(102)	(1,058)
(153)	62,623
-	3,627
1,478	7,278
1,149	5,660
<u>\$ 61,351</u>	<u>\$ 1,550,476</u>

VILLAGE OF OBETZ, OHIO

**STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
DECEMBER 31, 2015**

	<u>Agency</u>
Assets:	
Equity in pooled cash and investments	\$ 470,520
Receivables:	
Income taxes	431,185
Other local taxes	<u>1,542</u>
Total assets	<u>\$ 903,247</u>
Liabilities:	
Due to other governments	\$ 711,761
Undistributed assets	<u>191,486</u>
Total liabilities	<u>\$ 903,247</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 1 - DESCRIPTION OF THE REPORTING ENTITY

A. The Village

The Village of Obetz (the “Village”) is a charter municipal corporation founded in 1928, with the charter adopted by the electors on November 3, 2009. The Village may exercise all powers of home rule granted under Article XVIII, Section 3, of the Ohio Constitution not in conflict with applicable general laws in Ohio.

The Village operates under a mayor-council form of government. Legislative power is vested in a six-member council, each elected to four-year terms. The Mayor is elected to a four-year term, serves as the President of the Council, and votes only to break a tie. The Village has a full-time Administrator appointed by the Mayor to assist the mayor in the day-to-day operations of the Village.

The Village is divided into various departments and financial management and control systems. Services provided include police protection, street maintenance and repair, parks and recreation, water, sewer, refuse, gas, and electric utilities, as well as staff support (i.e., payroll processing, accounts payable, and revenue collection) to the service providers. The operation and control of these activities is provided by the Village Council through the budgetary process and by the Mayor and Village Administrator through administrative and managerial requirements and procedures.

B. Reporting Entity

A reporting entity is composed of the primary government, component units, and other organizations that are included to ensure the financial statements are not misleading.

The primary government of the Village consists of all funds, departments, boards, and agencies that are not legally separate from the Village. For the Village, this includes all departments and activities that are directly operated by the elected Village officials.

Component units are legally separate organizations for which the Village is financially accountable. The Village is financially accountable for an organization if the Village appoints a voting majority of the organization’s Governing Board and (1) the Village is able to significantly influence the programs or services performed or provided by the organization; or (2) the Village is legally entitled to or can otherwise access the organization’s resources; or (3) the Village is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the Village is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the Village in that the Village approves the budget, the issuance of debt or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary government’s financial statements incomplete or misleading. Based upon the application of these criteria, the Village has no component units.

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village participates in three jointly governed organizations and two public entity shared risk pools. These organizations are the Big Walnut Area Community Improvement Corporation, the Obetz Convention and Visitor's Bureau, the Prairie-Obetz Joint Economic Development Zone, the Public Entities Pool of Ohio, and the Central Ohio Health Care Consortium. These organizations are presented in Notes 20 and 21 to the basic financial statements.

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

A. Basis of Presentation

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

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the Village 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 Village that are governmental in nature and those that are considered business-type activities.

The Statement of Net Position presents the financial condition of the governmental and business-type activities of the Village at year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the Village's governmental activities and business-type 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, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the Village, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business activity is self-financing or draws from the general revenues of the Village.

Fund Financial Statements

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

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

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

B. Fund Accounting

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

Governmental Funds

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

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

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

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

Proprietary Funds

Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position, and cash flows. The Village's reported proprietary funds are enterprise funds.

Enterprise Funds - Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the Village's major enterprise funds:

Water Fund - This fund accounts for the provision of water treatment and distribution to residential and commercial users within the Village.

Sewer Fund - This fund accounts for the provision of sanitary sewer service to residential and commercial users within the Village.

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

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

Electric Fund - This fund accounts for the provision of electric service to commercial users within the Village.

The other enterprise funds of the Village account for the provision of natural gas service to commercial users within the Village and refuse services to residential users within the Village.

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications; pension trust funds, investment trust funds, private purpose trust funds, and agency funds. Trust funds are used to account for assets held by the Village under a trust agreement for individuals, private organizations, or other governments and are not available to support the Village's own programs. The Village did not have any trust funds in 2015. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Village's agency funds account for income tax revenues from the Prairie-Obetz Joint Economic Development Zone, building permit fees, deposits for infrastructure inspections, transient fees collected for use by a convention and visitor's bureau, and the activity of the Mayor's Court.

C. Measurement Focus

Government-Wide Financial Statements

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

Fund Financial Statements

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

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

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

Like the government-wide financial statements, the proprietary funds are accounted for using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Net Position presents increases (e.g., revenues) and decreases (e.g., expenses) in total net position. The Statement of Cash Flows reflects how the Village finances and meets the cash flow needs of its proprietary activities.

D. Basis of Accounting

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

Revenues - Exchange and Nonexchange Transactions

Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Measurable means the amount of the transaction can be determined and available means the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the Village, available means expected to be received within 31 days after year-end.

Nonexchange transactions, in which the Village receives value without directly giving equal value in return, include property taxes, payments in lieu of taxes, income taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes and payments in lieu of taxes are recognized in the year for which the taxes are levied. Revenue from income taxes is recognized in the year in which the income is earned. Revenue from grants, entitlements, and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the Village must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the Village on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

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

Deferred Outflows/Inflows of Resources

In addition to assets, the government-wide Statement of Net Position will report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the Village, deferred outflows of resources have been reported for the following items related to the Village's net pension liability: (1) the net difference between projected and actual investment earnings on pension plan assets, (2) the Village's contributions to the pension systems subsequent to the measurement date, and (3) differences between employer's contributions and the employer's proportional share of contributions. These deferred outflows are only reported on the government-wide statement of Net Position and proprietary fund financial statements. The deferred outflows of resources related to pension are further explained in Note 13.

In addition to liabilities, both the government-wide Statement of Net Position and the governmental fund financial statements report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the Village, deferred inflows of resources include property taxes, payments in lieu of taxes and unavailable revenue. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of December 31, 2015, but which were levied to finance 2016 operations. These amounts have been recorded as a deferred inflow of resources on both the government-wide Statement of Net Position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds Balance Sheet, and represents receivables which will not be collected within the available period. For the Village, unavailable revenue includes, but is not limited to, delinquent property taxes, income taxes and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

The Village also reports a deferred inflow of resources for the differences between expected and actual experience related to the Village's net pension liability. This deferred inflow of resources is only reported on the government-wide Statement of Net Position.

Expenses/Expenditures

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

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

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

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

E. Budgetary Process

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

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

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

F. Cash and Investments

To improve cash management, cash received by the Village, except cash held by fiscal agents, is pooled and invested. Individual fund integrity is maintained through Village records. Interest in the pool is presented as "Equity in Pooled Cash and Investments".

Cash resources for use on street construction/improvement projects held for the Village by the Franklin County Engineer are included on the financial statements as "Cash with Fiscal Agent".

During 2015, the Village invested in negotiable certificates of deposit (CDs), Federal National Mortgage Association (FNMA) securities, Federal Home Loan Mortgage Corporation (FHLMC) securities and STAR Ohio. These investments are reported at fair value which is based on quoted market prices. 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 net asset value per share, which is the price the investment could be sold for on December 31, 2015.

Interest earnings are allocated to Village funds according to State statutes, Village charter, grant requirements, or debt related restrictions. Interest revenue credited to the General Fund during 2015 was \$23,078 which includes \$12,722 assigned from other Village funds.

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

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

Investments of the cash management pool and investments with an original maturity of three months or less at the time of purchase are presented on the financial statements as cash equivalents. Investments with an initial maturity of more than three months that were not purchased from the pool are reported as investments.

G. Restricted Assets

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, laws of other governments, or are imposed by law through constitutional provisions or enabling legislation.

Unclaimed monies that have a legal restriction on their use are reported as restricted.

H. Capital Assets

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in governmental funds. General capital assets are reported in the governmental activities column on the government-wide Statement of Net Position but are not reported on the fund financial statements. Capital assets used by the enterprise funds are reported in both the business-type activities column on the government-wide Statement of Net Position and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost which is determined by indexing the replacement cost back to the year of acquisition) and updated for additions and reductions during the year. Donated capital assets are recorded at their fair market value on the date donated. During 2015, the Village increased the capitalization threshold from \$2,000 to \$5,000. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Interest incurred during the construction of enterprise fund capital assets is also capitalized.

All capital assets are depreciated, except for land and rights of way. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the Village's historical records of necessary improvements and replacement. The Village reports all infrastructure, including that acquired prior to 1980.

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Buildings	50 years	50 years
Improvements Other Than Buildings	20 years	N/A
Streets	20 years	N/A
Water, Sewer, Electric and Gas Lines	N/A	50-75 years
Equipment	10-50 years	10-20 years
Vehicles	3-15 years	10 years

VILLAGE OF OBETZ, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015**

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

I. Interfund Loans Receivable/Payable

On fund financial statements, receivables and payables resulting from short-term interfund loans are reported as "Interfund Loans Receivable" and "Interfund Loans Payable." Interfund balances are eliminated on the Statement of Net Position except for any net residual amounts due between governmental and business-type activities. These amounts are reflected as "Internal Balance" on the Statement of Net Position.

J. Compensated Absences

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those that the Village has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employee wage rates at year-end taking into consideration any limits specified in Village policies. The Village records a liability for accumulated unused sick leave for all employees with 10 or more years of governmental service (including service with the Village and prior service years with another governmental organization).

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

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

K. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported on the government-wide financial statements. All payables, accrued liabilities, and long-term obligations payable from the proprietary funds are reported on the proprietary fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, compensated absences and net pension liability that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Long-term notes, bonds, and loans are recognized as liabilities on the fund financial statements when due.

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

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

L. Net Position

Net position represents the difference between all other elements on the Statement of Net Position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use either through constitutional provisions or enabling legislation adopted by the Village or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net position restricted for other purposes includes unclaimed monies which have legal restrictions on their use. The Village's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

M. Fund Balance

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

Nonspendable - The nonspendable classification includes amounts that cannot be spent because they are not in spendable form or legally or contractually required to be maintained intact. The "not in spendable form" includes items that are not expected to be converted to cash.

Restricted - The restricted classification includes amounts restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation (Village ordinances). Enabling legislation authorizes the Village to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the Village can be compelled by an external party such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for purposes specified by the legislation.

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

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

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

Assigned - Amounts in the assigned classification are intended to be used by the Village for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds, other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. Assigned amounts represent intended uses established by Village Council. The Village Council has authorized the Village Finance Director to assign fund balance for purchases on order provided such amounts have been lawfully appropriated. Fund balance is also assigned for any 2015 appropriations in excess of estimated receipts for the General Fund.

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

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

N. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise funds. For the Village, these revenues are charges for services for water, sewer, electric, refuse, and natural gas services. Operating expenses are the necessary costs incurred to provide the service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating.

O. Contributions of Capital

Capital contributions on the proprietary fund financial statements arise from outside contributions of capital assets, grants, or outside contributions of resources restricted to capital acquisition and construction. For the governmental activities, capital contributions are reported as a capital grant and contribution on the Statement of Activities.

P. Estimates

The preparation of the financial statements in conformity with GAAP 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.

Q. Pensions

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

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 3 - CHANGE IN ACCOUNTING PRINCIPLES/RESTATEMENT OF NET POSITION

For 2015, the Village implemented GASB Statement No. 68, “Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement No. 27” and GASB Statement No. 71, “Pension Transition for Contributions Made Subsequent to the Measurement Date - an Amendment of GASB Statement No. 68”.

GASB Statement No. 68 improves the accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. The implementation of GASB Statement No. 68 affected the Village’s pension plan disclosures, as presented in Note 13 to the financial statements, and added required supplementary information which is presented after the notes to the basic financial statements.

GASB Statement No. 71 improves the accounting and financial reporting by addressing an issue in GASB Statement No. 68, concerning transition provisions related to certain pension contributions made to defined benefit pension plans prior to implementation of that Statement by employers and nonemployer contributing entities.

During 2015, the Village is reporting a prior period adjustment to properly report the balance of the OPWC loans at December 31, 2014. The Village previously reported an OPWC loan liability for amounts received in 2014 that were subsequently determined to be grant revenues rather than loan proceeds.

A net position restatement is required in order to implement GASB Statement Nos. 68 and 71 and to properly report the balance of OPWC loans. The net position of the governmental activities, business-type activities, and the enterprise funds at January 1, 2015 have been restated as follows:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>		
Net position as previously reported	\$ 59,198,399	\$ 20,790,920		
Deferred outflows - payments subsequent to measurement date	347,170	51,206		
Net pension liability	(2,979,783)	(314,924)		
Adjustment for OPWC loans	<u>501,876</u>	<u>-</u>		
Restated net position at January 1, 2015	<u>\$ 57,067,662</u>	<u>\$ 20,527,202</u>		
	<u>Water</u>	<u>Sewer</u>	<u>Electric</u>	<u>Nonmajor Enterprise</u>
Net position as previously reported	\$ 6,569,453	\$ 10,065,528	\$ 2,577,696	\$ 1,578,243
Deferred outflows - payments subsequent to measurement date	17,190	10,378	13,242	10,396
Net pension liability	<u>(105,723)</u>	<u>(63,828)</u>	<u>(81,439)</u>	<u>(63,934)</u>
Restated net position at January 1, 2015	<u>\$ 6,480,920</u>	<u>\$ 10,012,078</u>	<u>\$ 2,509,499</u>	<u>\$ 1,524,705</u>

Other than employer contributions subsequent to the measurement date, the Village made no restatement for deferred inflows/outflows of resources as the information needed to generate these restatements was not available. The restatement had no effect on governmental fund balances.

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

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

The Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) presented for the General Fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget and to demonstrate compliance with State statute. The major differences between the budget basis and the GAAP basis are:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
3. In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to assigned or committed fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis); and,
4. Advances-in and advances-out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statement for the General Fund (as reported in the fund financial statements) to the budgetary basis statement.

Net Changes in Fund Balance	
	<u>General Fund</u>
Budget basis	\$ (531,549)
Net adjustment for revenue accruals	608,027
Net adjustment for expenditure accruals	(280,450)
Advances	(230,000)
Encumbrances	959,360
Fund budgeted elsewhere **	<u>(26,784)</u>
GAAP basis	<u>\$ 498,604</u>

** The Health Reimbursement Fund is legally budgeted as a separate fund but is considered part of the General Fund on a GAAP basis.

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 5 - DEPOSITS AND INVESTMENTS

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

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

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

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

Protection of the Village's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the Finance Director by the financial institution, or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

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

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above;
4. Bonds and other obligations of the State of Ohio;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in items (1) or (2), above;
7. The State Treasurer's investment pool (STAR Ohio); and,
8. Certain bankers' acceptances and commercial paper notes for a period not to exceed 180 days in an amount not to exceed 25 percent of the interim monies available for investment at any one time if training requirements have been met.

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 5 - DEPOSITS AND INVESTMENTS - (Continued)

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

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

A. Cash on Hand

At year-end, the Village had \$1,700 in cash on hand which is included on the financial statements as part of "Equity in Pooled Cash and Investments".

B. Cash with Fiscal Agent

At year-end, the Village had \$36,475 on deposit with the Franklin County Treasurer. The data regarding insurance and collateralization can be obtained from the Franklin County Comprehensive Annual Financial Report for the year ended December 31, 2015. This amount is not included in the Village's depository balance below.

C. Deposits with Financial Institutions

At December 31, 2015, the carrying amount of all Village deposits was \$9,545,730 and the bank balance of all Village deposits was \$9,598,177. Of the bank balance, \$9,348,177 was exposed to custodial risk as discussed below and \$250,000 was covered by the FDIC.

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

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 5 - DEPOSITS AND INVESTMENTS - (Continued)

D. Investments

As of December 31, 2015, the Village had the following investments:

Investment Type	Fair Value	Investment Maturities					Total
		6 months or less	7 to 12 months	13 to 18 months	19 to 24 months	Greater than 24 months	
STAR Ohio	\$ 2,500,833	\$ 2,500,833	\$ -	\$ -	\$ -	\$ -	\$ 2,500,833
Negotiable CD's	3,964,575	2,478,495	1,486,080	-	-	-	3,964,575
FNMA	498,675	-	-	-	-	498,675	498,675
FHLMC	499,000	-	-	-	-	499,000	499,000
Total	<u>\$ 7,463,083</u>	<u>\$ 4,979,328</u>	<u>\$ 1,486,080</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 997,675</u>	<u>\$ 7,463,083</u>

The weighted average of maturity of investments is 0.78 years.

Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The investment policy restricts the Village from investing in any securities other than those identified in the Ohio Revised Code and that all investments must mature within five years from the date of investment unless they are matched to a specific obligation or debt of the Village.

Credit Risk: The Village's investments in FNMA and FHLMC securities were rated AA+ and Aaa by Standard & Poor's and Moody's Investor Services, respectively. Standard & Poor's has assigned STAR Ohio an AAAM money market rating. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The negotiable CD's were fully covered by the FDIC. The Village has no investment policy dealing with credit risk beyond the requirements of State statute.

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Village will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The federal agency securities are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty's trust department or agent, but not in the Village's name. The Village has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the Village Finance Director or qualified trustee.

Concentration of Credit Risk: The Village places no limit on the amount that may be invested in any single issuer. The following table includes the percentage of each investment type held by the Village at December 31, 2015:

Investment Type	Fair Value	% of Total
STAR Ohio	\$ 2,500,833	33.51
Negotiable CD's	3,964,575	53.12
FNMA	498,675	6.68
FHLMC	499,000	6.69
Total	<u>\$ 7,463,083</u>	<u>100.00</u>

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 5 - DEPOSITS AND INVESTMENTS - (Continued)

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

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the Statement of Net Position as of December 31, 2015:

<u>Cash and Investments per Note</u>	
Carrying amount of deposits	\$ 9,545,730
Cash on hand	1,700
Cash with fiscal agent	36,475
Investments	<u>7,463,083</u>
Total	<u>\$ 17,046,988</u>

<u>Cash and Investments per Statement of Net Position</u>	
Governmental activities	\$ 8,556,591
Business-type activities	8,019,877
Agency funds	<u>470,520</u>
Total	<u>\$ 17,046,988</u>

NOTE 6 - RECEIVABLES

Receivables at December 31, 2015, consisted of municipal income taxes; property taxes; payments in lieu of taxes; other local taxes; accounts (billings for user charged services, including unbilled utility services); interfund loans; accrued interest; and intergovernmental receivables arising from grants, entitlements, and shared revenues. All receivables are considered collectible in full and will be received within one year, except for municipal income taxes and property taxes. Municipal income taxes and property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

A summary of the principal items of amounts Due from Other Governments follows:

	<u>Amount</u>
Governmental Activities:	
Major Fund	
General Fund	
Homestead and rollback	\$ 6,732
Local government	54,011
Cigarette taxes	2,967
Prairie-Obetz JEDZ	<u>927,676</u>
Total General Fund	<u>991,386</u>
Nonmajor Funds	
Street Construction, Maintenance and Repair Fund	
Gasoline tax	88,650
Motor vehicle license tax	26,175
Frusta/McGaw Road Project	
Loan proceeds	<u>2,703</u>
Total Nonmajor Funds	<u>117,528</u>
Total Governmental Activities	<u>\$ 1,108,914</u>

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 7 - MUNICIPAL INCOME TAXES

The Village levies a two and one-half percent income tax whose proceeds are placed into the General Fund and the General Obligation Debt Service Fund. Of the two and one-half percent income tax, one-half percent is restricted to support police enforcement operations. The Village levies and collects the tax on all income earned within the Village as well as on incomes of residents earned outside the Village. Employers within the Village are required to withhold income tax on employee earnings and remit the tax to the Village at least quarterly. Individual taxpayers, whose only income is subject to withholding by employers and the employers file a final return annually, are not required to file a final annual return. Corporations and other individual taxpayers are required to pay their estimated tax at least quarterly and file a final return annually.

NOTE 8 - PROPERTY TAXES

Property taxes include amounts levied against all real and public utility property located in the Village. Taxes collected from real property taxes (other than public utility) in one calendar year are levied in the preceding calendar year on the assessed value as of January 1 of that preceding year, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be revaluated every six years. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Public utility real and tangible personal 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. Public utility tangible personal property is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2015 public utility property taxes became a lien December 31, 2014, are levied after October 1, 2015, and are collected in 2016 with real property taxes. Public utility property taxes are payable on the same dates as real property taxes described previously.

The Franklin County Treasurer collects property taxes on behalf of all taxing districts in the County, including the Village. The Franklin County Auditor periodically remits to the Village its portion of the taxes collected. Property taxes receivable represents real property taxes, public utility taxes, delinquent tangible personal property taxes and other outstanding delinquencies which are measurable as of December 31, 2015 and for which there is an enforceable legal claim. In the governmental funds, the current portion receivable has been offset by a deferred inflow of resources since the current taxes were not levied to finance 2015 operations and the collection of delinquent taxes has been offset by a deferred inflow of resources since the collection of the taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on a modified accrual basis the revenue is considered a deferred inflow of resources.

The full tax rate for all Village operations for the year ended December 31, 2015 was \$1.70 per \$1,000 of assessed value. The assessed values of real and public utility property upon which 2015 property tax receipts were based are as follows:

Real property	\$ 107,682,550
Public utility personal property	<u>3,177,890</u>
Total assessed value	<u><u>\$ 110,860,440</u></u>

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 9 - PAYMENTS IN LIEU OF TAXES (PILOT)

According to State law, the Village has entered into agreements with a number of property owners under which the Village has granted property tax exemptions to those property owners. The property owners have agreed to make payments to the Village which reflect all or a portion of the property taxes which the property owners would have paid if the taxes had not been exempted. The property owners contractually promise to make these payments in lieu of taxes until the agreement expires. The Village reports PILOT revenue in the General Obligation Debt Service Fund and in the nonmajor governmental funds.

NOTE 10 - CAPITAL ASSETS

During 2015, the Village increased their capitalization threshold from \$2,000 to \$5,000. Adjustments to reflect the new threshold are included in the statements below.

A. Governmental Activities

Capital assets activity for the year ended December 31, 2015, was as follows:

<u>Governmental Activities:</u>	<u>Balance</u> <u>12/31/14</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>12/31/15</u>
<i>Capital assets, not being depreciated:</i>				
Land	\$ 1,874,383	\$ 770,748	\$ (9,855)	\$ 2,635,276
Rights of way	4,339,994	-	-	4,339,994
Construction in progress	<u>1,448,610</u>	<u>-</u>	<u>(1,448,610)</u>	<u>-</u>
Total capital assets, not being depreciated	<u>7,662,987</u>	<u>770,748</u>	<u>(1,458,465)</u>	<u>6,975,270</u>
<i>Capital assets, being depreciated:</i>				
Buildings	10,455,925	373,818	(6,176)	10,823,567
Improvements Other Than Buildings	1,965,899	705,485	(20,197)	2,651,187
Streets	74,315,172	1,448,610	-	75,763,782
Equipment	1,638,108	552,261	(232,690)	1,957,679
Vehicles	<u>955,160</u>	<u>248,459</u>	<u>(42,882)</u>	<u>1,160,737</u>
Total capital assets, being depreciated	<u>89,330,264</u>	<u>3,328,633</u>	<u>(301,945)</u>	<u>92,356,952</u>
<i>Less: accumulated depreciation:</i>				
Buildings	(1,433,333)	(212,734)	1,246	(1,644,821)
Improvements Other Than Buildings	(506,525)	(114,426)	7,380	(613,571)
Streets	(32,500,080)	(3,423,932)	-	(35,924,012)
Equipment	(766,413)	(145,106)	96,398	(815,121)
Vehicles	<u>(505,007)</u>	<u>(120,991)</u>	<u>42,882</u>	<u>(583,116)</u>
Total accumulated depreciation	<u>(35,711,358)</u>	<u>(4,017,189)</u>	<u>147,906</u>	<u>(39,580,641)</u>
Total capital assets, being depreciated, net	<u>53,618,906</u>	<u>(688,556)</u>	<u>(154,039)</u>	<u>52,776,311</u>
Governmental activities capital assets, net	<u>\$ 61,281,893</u>	<u>\$ 82,192</u>	<u>\$ (1,612,504)</u>	<u>\$ 59,751,581</u>

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 10 - CAPITAL ASSETS - (Continued)

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

Governmental Activities:

General government	\$ 103,852
Security of persons and property	131,487
Transportation	3,485,083
Community environment	10,824
Leisure time activity	<u>285,943</u>
Total depreciation expense	<u>\$ 4,017,189</u>

B. Business-Type Activities

Capital assets activity for the year ended December 31, 2015, was as follows:

	Balance <u>12/31/14</u>	<u>Additions</u>	<u>Disposals</u>	Balance <u>12/31/15</u>
<u>Business-type Activities:</u>				
<i>Capital assets, not being depreciated:</i>				
Land	\$ 4,550	\$ -	\$ (4,550)	\$ -
<i>Capital assets, being depreciated:</i>				
Buildings	148,490	28,221	(2,290)	174,421
Water, Sewer, Electric and Gas Lines	22,036,886	286,173	(42,452)	22,280,607
Equipment	186,056	633,742	(18,887)	800,911
Vehicles	<u>62,087</u>	<u>42,632</u>	<u>(4,510)</u>	<u>100,209</u>
Total capital assets, being depreciated	<u>22,433,519</u>	<u>990,768</u>	<u>(68,139)</u>	<u>23,356,148</u>
<i>Less: accumulated depreciation:</i>				
Buildings	(7,587)	(3,683)	1,303	(9,967)
Water, Sewer, Electric and Gas Lines	(6,263,846)	(352,351)	9,958	(6,606,239)
Equipment	(79,775)	(40,529)	7,472	(112,832)
Vehicles	<u>(7,138)</u>	<u>(7,179)</u>	<u>902</u>	<u>(13,415)</u>
Total accumulated depreciation	<u>(6,358,346)</u>	<u>(403,742)</u>	<u>19,635</u>	<u>(6,742,453)</u>
Total capital assets, being depreciated, net	<u>16,075,173</u>	<u>587,026</u>	<u>(48,504)</u>	<u>16,613,695</u>
Business-type capital assets, net	<u>\$ 16,079,723</u>	<u>\$ 587,026</u>	<u>\$ (53,054)</u>	<u>\$ 16,613,695</u>

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 10 - CAPITAL ASSETS - (Continued)

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

Business-type Activities:

Water	\$ 132,390
Sewer	232,000
Electric	29,429
Nonmajor Enterprise Funds	<u>9,923</u>
Total depreciation expense	<u><u>\$ 403,742</u></u>

NOTE 11 - INTERFUND TRANSACTIONS

Interfund loans receivable/payable consisted of the following at December 31, 2015, as reported on the fund statements:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General fund	Nonmajor governmental fund	\$ 25,000
General fund	Nonmajor enterprise fund	<u>70,000</u>
		<u><u>\$ 95,000</u></u>

The primary purpose of the interfund balances is to cover costs in specific funds where revenues were not received by December 31. These interfund balances will be repaid once the anticipated revenues are received. Interfund balances between governmental funds (governmental activities) and enterprise funds (business-type activities) are reported as a component of “Internal Balance” on the government-wide Statement of Net Position.

NOTE 12 - RISK MANAGEMENT

The Village 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. There has been no significant reduction in insurance coverage from the previous year and no insurance settlement has exceeded insurance coverage during the last three years.

A. General Liability

The Village participates in the Public Entities Pool of Ohio, a public entity shared risk pool. The Village pays an annual premium to the pool for various types of insurance coverage. Members agree to share in the coverage of losses and pay all premiums necessary for the specified insurance coverage. Upon withdrawal from the Pool, a participant is responsible for the payment of all liabilities accruing as a result of withdrawal. See Note 21.A for more information on the Public Entities Pool of Ohio.

B. Workers’ Compensation

Workers’ compensation coverage is provided by the State of Ohio. The Village pays the State Workers’ Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 12 - RISK MANAGEMENT - (Continued)

C. Employee Health, Vision and Dental Insurance

The Village provides employee health, vision, and dental benefits through Central Ohio Health Care Consortium (the "Consortium"). The Consortium is a public entity shared risk pool and the risk of loss transfers to the Consortium upon payment of the premium by the Village. Employees share the cost of the monthly premium with the Village. See Note 21.B for more information on the Consortium.

NOTE 13 - DEFINED BENEFIT PENSION PLANS

Net Pension Liability

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

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

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

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

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

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

Plan Description – Ohio Public Employees Retirement System (OPERS)

Village employees, other than full-time police officers, participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan and the Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features. While members (e.g., Village employees) may elect the Member-Directed Plan and the Combined Plan, substantially all employee members are in OPERS' Traditional Pension Plan. The Village made no contributions to the Combined Plan in 2015.

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

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

Group A	Group B	Group C
Eligible to retire prior to January 7, 2013 or five years after January 7, 2013	20 years of service credit prior to January 7, 2013 or eligible to retire 10 years after January 7, 2013	Members not in other Groups and members hired on or after January 7, 2013
State and Local	State and Local	State and Local
Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 57 with 25 years of service credit or Age 62 with five years of service credit
Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Formula: 2.2% of FAS multiplied by years of service for the first 35 years and 2.5% for service years in excess of 35

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

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

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

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

	State and Local
2015 Statutory Maximum Contribution Rates	
Employer	14.0 %
Employee	10.0 %
 2015 Actual Contribution Rates	
Employer:	
Pension	12.0 %
Post-employment Health Care Benefits	2.0 %
 Total Employer	 14.0 %
 Employee	 10.0 %

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

The Village’s contractually required contribution for the Traditional Pension Plan was \$279,682 for 2015. The entire amount was contributed by year-end; therefore, no remaining liability is reported.

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

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

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

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

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

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

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

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

	Police
2015 Statutory Maximum Contribution Rates	
Employer	19.50 %
Employee:	
January 1, 2015 through July 1, 2015	11.50 %
July 2, 2015 through December 31, 2015	12.25 %
 2015 Actual Contribution Rates	
Employer:	
Pension	19.00 %
Post-employment Health Care Benefits	0.50 %
Total Employer	19.50 %
Employee:	
January 1, 2015 through July 1, 2015	11.50 %
July 2, 2015 through December 31, 2015	12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The Village's contractually required contribution to OP&F for police officers was \$200,289 for 2015. The Village has no firefighters. The entire amount was contributed by year-end; therefore, no remaining liability is reported.

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

The net pension liability for the OPERS Traditional Pension Plan and Combined Plan, respectively, were measured as of December 31, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. OP&F's total pension liability was measured as of December 31, 2014, and was determined by rolling forward the total pension liability as of January 1, 2014, to December 31, 2014. The Village's proportion of the net pension liability was based on the Village's share of contributions to the pension plan relative to the contributions of all participating entities.

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

Following is information related to the proportionate share and pension expense:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportionate share of the net pension liability	\$ 1,524,285	\$ 1,919,769	\$ 3,444,054
Proportion of the net pension liability	0.01263800%	0.03705820%	
Pension expense	\$ 183,589	\$ 187,472	\$ 371,061

At December 31, 2015, the Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Deferred outflows of resources			
Net difference between projected and actual earnings on pension plan investments	\$ 81,331	\$ 82,740	\$ 164,071
Difference between employer contributions and proportionate share of contributions	38,533	834	39,367
Village contributions subsequent to the measurement date	<u>279,682</u>	<u>200,289</u>	<u>479,971</u>
Total deferred outflows of resources	<u>\$ 399,546</u>	<u>\$ 283,863</u>	<u>\$ 683,409</u>
Deferred inflows of resources			
Differences between expected and actual experience	<u>\$ 26,778</u>	<u>\$ -</u>	<u>\$ 26,778</u>

\$479,971 reported as deferred outflows of resources related to pension resulting from Village contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2016.

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

Year Ending December 31:	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
2016	\$ 25,757	\$ 20,894	\$ 46,651
2017	25,757	20,894	46,651
2018	21,240	20,894	42,134
2019	20,332	20,892	41,224
Total	<u>\$ 93,086</u>	<u>\$ 83,574</u>	<u>\$ 176,660</u>

Actuarial Assumptions - OPERS

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

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability/asset in the December 31, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Wage inflation	3.75 percent
Future salary increases, including inflation	4.25 to 10.05 percent including wage inflation
COLA or ad hoc COLA	3 percent, simple
Investment rate of return	8 percent
Actuarial cost method	Individual entry age

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

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

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

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

OPERS manages investments in four investment portfolios: the Defined Benefits portfolio, the Health Care portfolio, the 115 Health Care Trust portfolio and the Defined Contribution portfolio. The Defined Benefit portfolio includes the investment assets of the Traditional Pension Plan, the defined benefit component of the Combined Plan, the annuitized accounts of the Member-Directed Plan and the VEBA Trust. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The money weighted rate of return, net of investments expense, for the Defined Benefit portfolio is 6.95 percent for 2014.

The allocation of investment assets with the Defined Benefit portfolio is approved by the OPERS Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The table below displays the Board-approved asset allocation policy for 2014 and the long-term expected real rates of return:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed income	23.00 %	2.31 %
Domestic equities	19.90	5.84
Real estate	10.00	4.25
Private equity	10.00	9.25
International equities	19.10	7.40
Other investments	18.00	4.59
Total	100.00 %	5.28 %

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

Sensitivity of the Village's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following table presents the Village's proportionate share of the net pension liability/asset calculated using the current period discount rate assumption of eight percent, as well as what the Village's proportionate share of the net pension liability/asset would be if it were calculated using a discount rate that is one-percentage-point lower (seven percent) or one-percentage-point higher (nine percent) than the current rate:

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
Village's proportionate share of the net pension liability (asset):			
Traditional Pension Plan	\$ 2,804,246	\$ 1,524,285	\$ 446,248

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

Actuarial Assumptions – OP&F

OP&F's total pension liability as of December 31, 2014 is based on the results of an actuarial valuation date of January 1, 2014, and rolled forward using generally accepted actuarial procedures. The total pension liability is determined by OP&F's actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2014, are presented below:

Valuation date	January 1, 2014
Actuarial cost method	Entry age normal
Investment rate of return	8.25 percent
Projected salary increases	4.25 percent to 11 percent
Payroll increases	3.75 percent
Inflation assumptions	3.25 percent
Cost of living adjustments	2.60 percent and 3.00 percent

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

The most recent experience study was completed January 1, 2012.

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted average of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes.

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2014 are summarized below:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
Cash and Cash Equivalents	- %	(0.25) %
Domestic Equity	16.00	4.47
Non-US Equity	16.00	4.47
Core Fixed Income *	20.00	1.62
Global Inflation Protected *	20.00	1.33
High Yield	15.00	3.39
Real Estate	12.00	3.93
Private Markets	8.00	6.98
Timber	5.00	4.92
Master Limited Partnerships	8.00	7.03
Total	<u>120.00 %</u>	

* levered 2x

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

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

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

	1% Decrease (7.25%)	Current Discount Rate (8.25%)	1% Increase (9.25%)
Village's proportionate share of the net pension liability	\$ 2,655,331	\$ 1,919,769	\$ 1,296,972

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 14 - POST-EMPLOYMENT BENEFIT PLANS

A. Ohio Public Employees Retirement System

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

To qualify for post-employment healthcare coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 years or more of qualifying Ohio service credit. The Ohio Revised Code permits, but does not mandate, OPERS to provide Other Post-employment Benefits (OPEB) to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

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

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

Employer contribution rates are expressed as a percentage of the covered payroll of active employees. In 2015, local government employers contributed 14 percent of covered payroll. Each year the OPERS' Retirement Board determines the portion of the employer contribution rate that will be set aside for the funding of the post-employment healthcare benefits. The portion of employer contributions allocated to fund post-employment healthcare for members in the Traditional Plan for 2015 was two percent.

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

The Village's contributions allocated to fund post-employment healthcare benefits for the years ended December 31, 2015, 2014, and 2013 were \$46,614, \$48,799, and \$18,161, respectively; 100 percent has been contributed for 2015, 2014 and 2013.

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

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 14 - POST-EMPLOYMENT BENEFIT PLANS - (Continued)

B. Ohio Police and Fire Pension Fund

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

OP&F provides access to post-employment healthcare coverage to any person who receives or is eligible to receive a monthly service, disability or survivor benefit check or is a spouse or eligible dependent child of such person.

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

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

Funding Policy - The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F (defined benefit pension plan). Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently 19.50 percent of covered payroll for police officers. The Ohio Revised Code states that the employer contribution may not exceed 19.50 percent of covered payroll for police employer units. Active members do not make contributions to the OPEB Plan.

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan into the Section 115 trust and the Section 401(h) account as the employer contribution for retiree healthcare benefits. For 2015, the portion of employer contributions allocated to healthcare was 0.50 percent of covered payroll. The amount of employer contributions allocated to the healthcare plan each year is subject to the Trustees' primary responsibility to ensure that the pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

The OP&F Board of Trustees also is authorized to establish requirements for contributions to the healthcare 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 Village's contributions to OP&F which were allocated to fund post-employment healthcare benefits for police officers were \$5,413 for the year ended December 31, 2015, \$4,071 for the year ended December 31, 2014, and \$40,363 for the year ended December 31, 2013. 100 percent has been contributed for 2015, 2014 and 2013.

VILLAGE OF OBETZ, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015**

NOTE 15 - OTHER EMPLOYEE BENEFITS

A. Healthcare Benefits

The Village offers employee health, vision, and dental benefits through the Central Ohio Health Care Consortium. The Village offers life and disability insurance benefits through the Standard Life Insurance Company. The employees share the cost of the monthly healthcare premium with the Village.

B. Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from Village policies and State laws.

Village employees earn and accumulate vacation at varying rates depending on length of service. Vacation accrual rate changes on the employee's anniversary date, when applicable. Employees are paid for up to two years of earned unused vacation leave upon termination.

Sick leave is earned at 4.6 hours per pay period. All employees with 10 or more years of full-time service with the Village (including prior service years with another governmental organization), who elect to retire, are entitled to receive one-fourth of the value of their accumulated unused sick leave up to a maximum of 60 days.

C. Deferred Compensation

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

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VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 16 - LONG-TERM OBLIGATIONS

A. Governmental Activities

The Village's December 31, 2014 long-term obligations balance has been restated to include the Village's net pension liability (see Notes 3 and 13) and to report an adjustment to the balance of OPWC loans previously reported (see Note 3). The Village's governmental activities long-term obligations activity for the year ended December 31, 2015, was as follows:

	Interest Rate	Restated Balance 12/31/14	Additions	Reductions	Balance 12/31/15	Amounts Due in One Year
<u>Governmental Activities:</u>						
General obligation bonds:						
2012 various purpose refunding and improvement bonds (original amount \$6,240,000)	3.00-5.00%	\$ 5,295,000	\$ -	\$ (480,000)	\$ 4,815,000	\$ 480,000
TIF revenue bonds (original amount \$5,735,000)	3.75%	4,980,000	-	(150,000)	4,830,000	160,000
OPWC loans:						
#CC06R (original amount \$242,794)	0.00%	-	242,794	-	242,794	4,669
#CC909 (original amount \$250,410)	0.00%	93,904	-	(12,520)	81,384	12,520
#CT10H (original amount \$25,000)	0.00%	15,625	-	(1,250)	14,375	1,250
Total OPWC loans		109,529	242,794	(13,770)	338,553	18,439
Net pension liability		2,979,783	142,069	-	3,121,852	-
Compensated absences		159,038	117,676	(59,475)	217,239	89,782
Total governmental activities		<u>\$ 13,523,350</u>	<u>\$ 502,539</u>	<u>\$ (703,245)</u>	<u>\$ 13,322,644</u>	<u>\$ 748,221</u>

2012 Various Purpose Refunding and Improvement Bonds

On November 14, 2012, the Village issued general obligation bonds, in the amount of \$6,240,000: \$2,730,000 to currently refund the remaining balance of the general obligation bonds previously issued in 2001, \$3,045,000 to retire notes previously issued (the Village also paid principal, in the amount of \$840,000), and \$465,000 for various construction projects and to improve Lancaster Park and the Community Center. The bonds were issued for an 18 year period, with final maturity in 2030. The bonds will be retired through the General Obligation Debt Service Fund.

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 16 - LONG-TERM OBLIGATIONS - (Continued)

The bonds maturing on or after December 1, 2018, are subject to optional redemption prior to maturity, commencing December 1, 2017, either in whole or in part, in such order as the Village shall determine, on any date on or after December 1, 2012, at a redemption price equal to the following percentages of principal redeemed plus accrued interest to the date of redemption:

Redemption Dates (Dates Inclusive)	Redemption Prices
December 1, 2018, and thereafter	\$ 100

The bonds maturing on December 1, 2024, are subject to mandatory sinking fund redemption, at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest to the date of redemption, on December 1 in the year and the respective principal amount as follows:

Year	Amount
2023	\$ 165,000

The remaining principal, in the amount of \$170,000, will be paid at stated maturity on December 1, 2024.

The bonds maturing on December 1, 2027, are subject to mandatory sinking fund redemption, at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest to the date of redemption, on December 1 in the years and the respective principal amounts as follows:

Year	Amount
2025	\$ 170,000
2026	175,000

The remaining principal, in the amount of \$180,000, will be paid at stated maturity on December 1, 2027.

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

Year	Amount
2028	\$ 185,000
2029	185,000

The remaining principal, in the amount of \$190,000, will be paid at stated maturity on December 1, 2030.

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 16 - LONG-TERM OBLIGATIONS - (Continued)

TIF Revenue Bonds

On October 2, 2007, the Village issued tax increment financing (TIF) revenue bonds, in the amount of \$5,735,000, to construct and widen Toy Road. The joint project was completed by a developer and the Village. The Village's responsibility for the debt is limited to the amount of payments in lieu of taxes collected on the abated property. Any shortage between the amount collected and the amount due to be paid on the debt is paid by the developer. The developer was required to post a letter of credit upon which the developer may draw to satisfy the debt obligation. The letter of credit was issued by Huntington Bank. For the year ended December 31, 2015, the Village collected and remitted to Huntington Bank \$109,147. The amount required to service this debt (both principal and interest) for the year ended December 31, 2015, was \$335,340. The developer paid the difference (\$226,193) from the letter of credit issued by Huntington Bank for 2015. The bonds will be retired through the Toy Road TIF Fund (a nonmajor governmental fund).

OPWC Loans

OPWC loans consist of money owed to the Ohio Public Works Commission (OPWC) for engineering costs for the widening of Alum Creek Drive and for Frusta/McGaw Road reconstruction. OPWC loans will be paid from the General Obligation Debt Service Fund. The CC06R loan had an authorized loan amount of \$501,876, however, the project came in under budget and only received borrowings of \$242,794.

Net Pension Liability

The Village pays obligations related to employee compensation from the fund benefitting from their services. See Note 13 for further information.

Compensated Absences

The compensated absences liability will be paid from the funds from which the employees' salaries are paid. For governmental activities, compensated absences are paid primarily from the General Fund.

Legal Debt Margin

At December 31, 2015, the Village's overall legal debt margin was \$11,640,346 and the unvoted debt margin was \$6,097,324.

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 16 - LONG-TERM OBLIGATIONS - (Continued)

Future Debt Service Requirements

The Village's future annual debt service requirements payable from the governmental activities follows:

Year Ending December 31,	Governmental Activities					
	General Obligation Bonds			TIF Revenue Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2016	\$ 480,000	\$ 101,925	\$ 581,925	\$ 160,000	\$ 179,667	\$ 339,667
2017	455,000	87,525	542,525	165,000	173,580	338,580
2018	460,000	73,875	533,875	175,000	168,248	343,248
2019	465,000	68,125	533,125	180,000	160,247	340,247
2020	500,000	61,150	561,150	190,000	153,454	343,454
2021 - 2025	1,540,000	195,313	1,735,313	1,110,000	653,244	1,763,244
2026 - 2030	915,000	75,112	990,112	1,425,000	420,105	1,845,105
2031 - 2034	-	-	-	1,425,000	123,690	1,548,690
Total	<u>\$ 4,815,000</u>	<u>\$ 663,025</u>	<u>\$ 5,478,025</u>	<u>\$ 4,830,000</u>	<u>\$ 2,032,235</u>	<u>\$ 6,862,235</u>

Year Ending December 31,	Governmental Activities		
	OPWC Loans		
	Principal	Interest	Total
2016	\$ 18,439	\$ -	\$ 18,439
2017	23,108	-	23,108
2018	23,109	-	23,109
2019	23,109	-	23,109
2020	23,109	-	23,109
2021 - 2025	71,722	-	71,722
2026 - 2030	48,567	-	48,567
2031 - 2035	46,693	-	46,693
2036 - 2040	46,690	-	46,690
2041 - 2042	14,007	-	14,007
Total	<u>\$ 338,553</u>	<u>\$ -</u>	<u>\$ 338,553</u>

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 16 - LONG-TERM OBLIGATIONS - (Continued)

B. Business-Type Activities

The Village's December 31, 2014 long-term obligations balance has been restated to include the Village's net pension liability as described in Notes 3 and 13. The Village's business-type activities long-term obligations activity for the year ended December 31, 2015, was as follows:

	Interest Rate	Restated Balance 12/31/2014	Additions	Reductions	Balance 12/31/2015	Amounts Due in One Year
<u>Business-type Activities:</u>						
OWDA loans:						
#3006 water system expansion (original amount \$711,818)	6.12%	\$ 140,907	\$ -	\$ (54,042)	\$ 86,865	\$ 57,349
#3007 wastewater treatment plant expansion (original amount \$1,248,905)	6.12%	247,225	-	(94,818)	152,407	100,621
Total OWDA loans		388,132	-	(148,860)	239,272	157,970
Net pension liability		314,924	7,278	-	322,202	-
Compensated absences		33,103	12,100	(8,473)	36,730	9,552
Total business-type activities		<u>\$ 736,159</u>	<u>\$ 19,378</u>	<u>\$ (157,333)</u>	<u>\$ 598,204</u>	<u>\$ 167,522</u>

OWDA Loans

OWDA loans consist of money owed to the Ohio Water Development Authority (OWDA) for construction of water and sewer lines at the Creekside Industrial Park. OWDA loans are payable solely from the gross revenues of the Water and Sewer enterprise funds after provisions for reasonable operating and maintenance expenses. Annual principal and interest payments on the water loans are expected to require less than 10 percent of these net revenues and annual principal and interest payments on the sewer loans are expected to require approximately 40 percent of these net revenues. At December 31, 2015, loan principal and interest remaining to be paid from the Water and Sewer funds were \$91,531 and \$160,593, respectively. Principal and interest paid in the Water and Sewer funds for the current year were \$62,666 and \$109,948 respectively. Total net revenues for the Water and Sewer enterprise funds were \$759,533 and \$270,910, respectively.

Net Pension Liability

The Village pays obligations related to employee compensation from the fund benefitting from their services. See Note 13 for further information.

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 16 - LONG-TERM OBLIGATIONS - (Continued)

Compensated Absences

The compensated absences liability will be paid from the funds from which the employees' salaries are paid. For the business-type activities, the compensated absences will be paid from the Water, Sewer, Electric and Gas funds.

Future Debt Service Requirements

The Village's future annual debt service requirements payable from the business-type activities follows:

Year Ending <u>December 31,</u>	Business-Type Activities OWDA Loans		
	Principal	Interest	Total
2016	\$ 157,970	\$ 9,571	\$ 167,541
2017	81,302	3,281	84,583
Total	\$ 239,272	\$ 12,852	\$ 252,124

NOTE 17 - CONTINGENT LIABILITIES

A. Litigation

There are currently no matters in litigation with the Village as defendant.

B. Federal and State Grants

For the period January 1, 2015, to December 31, 2015, the Village received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designees. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the Village believes such disallowances, if any, would be immaterial.

NOTE 18 - OTHER COMMITMENTS

The Village utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year-end may be reported as part of restricted, committed, or assigned classifications of fund balance. At year-end, the Village's commitments for encumbrances (not already included in payable) in the governmental funds were as follows:

Fund	Year-End Encumbrances
General Fund	\$ 778,629
Nonmajor Governmental Funds	10,204
Total	\$ 788,833

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 19 - FUND BALANCE

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the Village is bound to observe constraints imposed upon the use of 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 Balance	General	General Obligation Debt Service	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:				
Unclaimed monies	\$ 1,367	\$ -	\$ -	\$ 1,367
Restricted:				
Court operations	-	-	89,598	89,598
Drug enforcement	-	-	4,600	4,600
Economic development	-	-	10,005	10,005
Park improvements	-	-	6,994	6,994
Fiber network study	-	-	11,000	11,000
Police operations	-	-	3,817	3,817
Street construction and maintenance	-	-	585,568	585,568
Total restricted	<u>-</u>	<u>-</u>	<u>711,582</u>	<u>711,582</u>
Committed:				
Debt retirement	-	1,248,731	-	1,248,731
Park operations	-	-	47,770	47,770
Permanent improvements	-	-	43,212	43,212
Police operations	-	-	16	16
Street construction and maintenance	-	-	268,705	268,705
Total committed	<u>-</u>	<u>1,248,731</u>	<u>359,703</u>	<u>1,608,434</u>
Assigned:				
Unpaid obligations	778,629	-	-	778,629
Subsequent year appropriations	1,787,605	-	-	1,787,605
Total assigned	<u>2,566,234</u>	<u>-</u>	<u>-</u>	<u>2,566,234</u>
Unassigned	<u>4,851,097</u>	<u>-</u>	<u>-</u>	<u>4,851,097</u>
Total fund balances	<u>\$ 7,418,698</u>	<u>\$ 1,248,731</u>	<u>\$ 1,071,285</u>	<u>\$ 9,738,714</u>

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 20 - JOINTLY GOVERNED ORGANIZATIONS

A. Big Walnut Area Community Improvement Corporation

The Big Walnut Area Community Improvement Corporation (CIC) is a not-for-profit corporation formed to promote economic development within the Village. The CIC is governed by a seven member board which includes the Mayor, President Pro Tempore of Village Council, and the Village Administrator. The primary asset of the CIC is a building. The CIC's primary revenue is rent from a lease of the building to the Columbus Crew Soccer Team. Financial information can be obtained from the Village of Obetz, 4175 Alum Creek Drive, Obetz, Ohio 43207.

B. Obetz Convention and Visitor's Bureau

The Obetz Convention and Visitor's Bureau (CVB) is governed by a seven member board which includes the Mayor, President Pro Tempore of Village Council, and the Village Administrator. The CVB receives half of the lodging tax levied by the Village and it is used for the promotion and marketing of the region in which the Village is located. Financial information can be obtained from the Village of Obetz, 4175 Alum Creek Drive, Obetz, Ohio 43207.

C. Prairie-Obetz Joint Economic Development Zone

The Village participates in the Prairie-Obetz Joint Economic Development Zone (JEDZ), a jointly governed organization created according to the provisions of Ohio Revised Code Section 715.691. The JEDZ is to facilitate new or expanded growth for commercial and economic development within the JEDZ and the State for the benefit of the Village, the Township, the State, and its residents. The board consists of three members representing the Village of Obetz and appointed by the Village Council and three members representing Prairie Township and appointed by the Township Trustees. Financial information can be obtained from the Village of Obetz, 4175 Alum Creek Drive, Obetz, Ohio 43207.

NOTE 21 - PUBLIC ENTITY SHARED RISK POOLS

A. Public Entities Pool of Ohio

The Public Entities Pool of Ohio (the "Pool") is a public entity shared risk pool which provides various risk management services to its members. The Pool is governed by a seven member board of directors; six are member representatives or elected officials and one is a representative of the Pool administrator, American Risk Pooling Consultants, Inc. Each member has one vote on all issues addressed by the Board of Directors. Participation in the Pool is by written application subject to the terms of the Pool agreement. Members must continue membership for a full year and may withdraw from the Pool by giving a 60 day written notice prior to their annual anniversary. Financial information can be obtained from the Public Entities Pool of Ohio, 6797 North High Street, Suite 131, Worthington, Ohio 43085.

VILLAGE OF OBETZ, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 21 - PUBLIC ENTITY SHARED RISK POOLS - (Continued)

B. Central Ohio Health Care Consortium

The Central Ohio Health Care Consortium (the “Consortium”) was established in 1992, as a joint self-insurance program formed by several political subdivisions throughout Central Ohio. The Consortium is a legally separate entity organized under Ohio Revised Code Section 9.833. The purpose of the Consortium is to maximize benefits and reduce the costs of medical and prescription drug coverages for Consortium member employees and eligible dependents. Each Consortium member appoints one individual to be its representative on the Board of Directors. The Board of Directors sets all premiums and other amounts to be paid by the Consortium members.

All Consortium members are required to remit monthly contributions to the Consortium’s administrator, which are used to pay claims and related claim settlement expenses, to purchase excess loss insurance for the plan and to establish and maintain sufficient loss reserves. The monthly contribution is determined for each Consortium member in accordance with the number of covered employees and dependents and the prior loss experience of the respective member group.

Consortium members may withdraw from the Consortium as of the end of the three year trust term by giving written notice no later than September 1 of that year. Non-founding members must remain in the Consortium for a minimum of three years, regardless of the trust term. At and after the effective time of withdrawal, the withdrawing member is wholly and solely responsible for providing healthcare benefits that had been previously provided by the Consortium, including, but not limited to, any and all incurred, but not reported claims related to its prior participation.

NOTE 22 - NOTE PAYABLE

The Village has the following notes payable in the Electric enterprise fund and business-type activities:

	Interest Rate	Maturity Date	Balance 12/31/14	Additions	Reductions	Balance 12/31/15
<u>Business-type Activities:</u>						
Electric note	0.458%	7/9/15	\$ 2,500,000	\$ -	\$(2,500,000)	\$ -
Electric note	1.25%	7/7/16	-	2,000,000	-	2,000,000
			<u>\$ 2,500,000</u>	<u>\$ 2,000,000</u>	<u>\$(2,500,000)</u>	<u>\$ 2,000,000</u>

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF OBETZ, OHIO

REQUIRED SUPPLEMENTARY INFORMATION

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

LAST TWO YEARS

	<u>2014</u>	<u>2013</u>
<i>Traditional Plan:</i>		
Village's proportion of the net pension liability	0.012638%	0.012638%
Village's proportionate share of the net pension liability	\$ 1,524,285	\$ 1,489,856
Village's covered-employee payroll	\$ 2,018,733	\$ 1,816,054
Village's proportionate share of the net pension liability as a percentage of its covered-employee payroll	75.51%	82.04%
Plan fiduciary net position as a percentage of the total pension liability	86.45%	86.36%

Note: Information prior to 2013 was unavailable.

Amounts presented as of the Village's measurement date which is the prior year.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF OBETZ, OHIO

REQUIRED SUPPLEMENTARY INFORMATION

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

LAST TWO YEARS

	<u>2014</u>	<u>2013</u>
Village's proportion of the net pension liability	0.03705820%	0.03705820%
Village's proportionate share of the net pension liability	\$ 1,919,769	\$ 1,804,851
Village's covered-employee payroll	\$ 821,726	\$ 1,116,266
Village's proportionate share of the net pension liability as a percentage of its covered-employee payroll	233.63%	161.69%
Plan fiduciary net position as a percentage of the total pension liability	72.20%	73.00%

Note: Information prior to 2013 was unavailable.

Amounts presented as of the Village's measurement date which is the prior year.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF OBETZ, OHIO

REQUIRED SUPPLEMENTARY INFORMATION

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

LAST EIGHT YEARS

	2015	2014	2013	2012
<i>Traditional Plan:</i>				
Contractually required contribution	\$ 279,682	\$ 242,248	\$ 236,087	\$ 160,440
Contributions in relation to the contractually required contribution	(279,682)	(242,248)	(236,087)	(160,440)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
Village's covered-employee payroll	\$ 2,330,683	\$ 2,018,733	\$ 1,816,054	\$ 1,604,400
Contributions as a percentage of covered-employee payroll	12.00%	12.00%	13.00%	10.00%

Note: Information prior to 2008 for the Traditional Plan was unavailable.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
\$ 153,284	\$ 191,984	\$ 182,535	\$ 190,595
<u>(153,284)</u>	<u>(191,984)</u>	<u>(182,535)</u>	<u>(190,595)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 1,532,840	\$ 2,152,287	\$ 2,245,203	\$ 2,722,786
10.00%	8.92%	8.13%	7.00%

VILLAGE OF OBETZ, OHIO

REQUIRED SUPPLEMENTARY INFORMATION

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

LAST EIGHT YEARS

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Contractually required contribution	\$ 200,289	\$ 156,128	\$ 177,263	\$ 119,920
Contributions in relation to the contractually required contribution	<u>(200,289)</u>	<u>(156,128)</u>	<u>(177,263)</u>	<u>(119,920)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Village's covered-employee payroll	\$ 1,054,153	\$ 821,726	\$ 1,116,266	\$ 940,549
Contributions as a percentage of covered-employee payroll	19.00%	19.00%	15.88%	12.75%

Note: Information prior to 2008 for Police was unavailable.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
\$ 109,067	\$ 161,167	\$ 189,922	\$ 107,374
<u>(109,067)</u>	<u>(161,167)</u>	<u>(189,922)</u>	<u>(107,374)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 855,427	\$ 1,264,055	\$ 1,489,584	\$ 842,149
12.75%	12.75%	12.75%	12.75%

VILLAGE OF OBETZ, OHIO

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2015

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

Changes in benefit terms : There were no changes in benefit terms from the amounts reported for 2014 and 2015.

Changes in assumptions : There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014 and 2015. See the notes to the basic financial statements for the methods and assumptions in this calculation.

OHIO POLICE AND FIRE (OP&F) PENSION FUND

Changes in benefit terms : There were no changes in benefit terms from the amounts reported for 2014 and 2015.

Changes in assumptions : There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014 and 2015. See the notes to the basic financial statements for the methods and assumptions in this calculation.

**COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES**

VILLAGE OF OBETZ, OHIO

FUND DESCRIPTIONS - NONMAJOR GOVERNMENTAL FUNDS

NONMAJOR SPECIAL REVENUE FUNDS

The special revenue funds are used to account for specific revenue sources that are restricted or committed to expenditure for specified expenditure purposes, other than debt service or capital projects. The following are the nonmajor special revenue funds which the Village operates:

Street Construction, Maintenance and Repair Fund

This fund is used to account for state gasoline tax and motor vehicle registration fees.

Parks and Recreation Fund

This fund is used to account for a fee charged to developers in accordance with Village planning and zoning codes.

COPS More Federal Grant Fund

This fund accounts for federal monies received for technology and equipment.

Drug Law Enforcement Fund

This fund accounts for fines resulting from drug-related arrests and restricted for the benefit of the Police Department.

Permissive Motor Vehicle License Tax Fund

This fund accounts for permissive motor vehicle registration fees levied by the Village and restricted for maintenance of streets within the Village.

DUI Education Fund

This fund accounts for monies generated from DUI fines which are restricted to DUI education.

Mayor's Court Computer "A" Fund

This fund accounts for Mayor's Court fees collected that are restricted to subsidize computers operated by the court.

Keith Evans Memorial Fields Fund

This fund accounts for donations to purchase playground equipment at Memorial Park.

Police Improvement Fund

This fund accounts for fines collected from traffic tickets and Mayor's Court which are restricted for purchasing uniforms or other equipment for the Police Department.

Mayor's Court Computer "B" Fund

This fund accounts for Mayor's Court fees collected that are restricted to subsidize computers operated by the Clerk of the

Continuing Education for Police Fund

This fund accounts for funds received from the Ohio Attorney General's office restricted for mandatory police training.

CRA Fund

This fund accounts for fees charged in accordance with Ohio Revised Code 3735 which are restricted for the Village to comply with 3735.672 of the ORC.

Law Enforcement Trust Fund

This fund accounts for forfeited properties from police investigations that are restricted for the benefit of the Police Department.

VILLAGE OF OBETZ, OHIO

FUND DESCRIPTIONS - GOVERNMENTAL FUNDS

NONMAJOR SPECIAL REVENUE FUNDS - (Continued)

Unclaimed Monies Fund

This fund accounts for monies which have yet to be claimed by their rightful owners. After five years, any money still within the fund is credited to the General Fund. Even though this fund is restricted by ORC, the fund balance will be shown as nonspendable. This fund is included in the General Fund (GAAP basis), but has a legally separate adopted budget (budget basis). This fund is not included in the combining statements for the nonmajor special revenue funds since it is reported in the General Fund (GAAP basis); however, the budgetary schedule for this fund is presented in this section.

Health Reimbursement Fund

This fund accounts for the health reimbursement accounts to assist employees in paying their health insurance deductibles. All employees participating in health reimbursement are General Fund employees. This fund is included in the General Fund (GAAP basis), but has a legally separate adopted budget (budget basis). This fund is not included in the combining statements for the nonmajor special revenue funds since it is reported in the General Fund (GAAP basis); however, the budgetary schedule for this fund is presented in this section.

NONMAJOR DEBT SERVICE FUND

To account for the resources that are restricted, committed, or assigned to expenditure for debt principal, interest, and related costs. Following is a description of the Village's nonmajor debt service fund:

Toy Road TIF Fund

This fund accounts for TIF monies restricted for the payment of principal, interest and fiscal charges on the TIF Revenue Bonds.

NONMAJOR CAPITAL PROJECTS FUNDS

To account for resources that are restricted, committed, or assigned for the acquisition or construction of major capital facilities and other capital assets. Following are descriptions of the Village's nonmajor capital projects funds:

Conference Center/Lancaster Park Improvements Fund

This fund accounts for a grant received from Ohio Department of Natural Resources to construct a bike path in the Village.

Permanent Improvement Fund

This fund accounts for resources received to purchase permanent improvements.

Frusta/McGaw Road Project Fund

This fund accounts for debt proceeds and other resources that are restricted for the reconstruction of a portion of Frusta Drive, McGaw Road and Groveport Road at the Obetz Industrial park.

Toy Road Curb Cut Fund

To account for a grant from the Ohio Department of Transportation for the construction of a new curb cut and turn lane to serve the building located at 3301 Toy Road in the City of Groveport, Ohio.

Fiber Network Study Fund

To account for a grant from the State of Ohio's Local Government Innovation Fund in order to study the feasibility and possible route of a fiber operation system.

West Side Storm Sewer & Road Fund

This fund accounts for resources for improvements along the West Side of the Village and to purchase capital assets.

Creekside South TIF Fund

This fund accounts for monies restricted for public infrastructure improvements in the Creekside South area.

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VILLAGE OF OBETZ, OHIO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2015

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Equity in pooled cash and investments	\$ 619,366	\$ -	\$ 431,051	\$ 1,050,417
Cash with fiscal agent	36,475	-	-	36,475
Receivables:				
Payments in lieu of taxes	-	163,460	13,312	176,772
Other local taxes	1,126	-	-	1,126
Accounts	1,100	-	-	1,100
Due from other governments	114,825	-	2,703	117,528
Total assets	<u>\$ 772,892</u>	<u>\$ 163,460</u>	<u>\$ 447,066</u>	<u>\$ 1,383,418</u>
Liabilities:				
Accounts payable	\$ 9,737	\$ -	\$ 2,703	\$ 12,440
Interfund loans payable	-	-	25,000	25,000
Accrued wages and benefits payable	960	-	-	960
Due to other governments	596	-	-	596
Total liabilities	<u>11,293</u>	<u>-</u>	<u>27,703</u>	<u>38,996</u>
Deferred inflows of resources:				
Payments in lieu of taxes levied for the next fiscal year	-	163,460	13,312	176,772
Intergovernmental revenue not available	96,365	-	-	96,365
Total deferred inflows of resources	<u>96,365</u>	<u>163,460</u>	<u>13,312</u>	<u>273,137</u>
Fund balances:				
Restricted	617,448	-	94,134	711,582
Committed	47,786	-	311,917	359,703
Total fund balances	<u>665,234</u>	<u>-</u>	<u>406,051</u>	<u>1,071,285</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 772,892</u>	<u>\$ 163,460</u>	<u>\$ 447,066</u>	<u>\$ 1,383,418</u>

VILLAGE OF OBETZ, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2015

	Street Construction, Maintenance and Repair	Parks and Recreation	Drug Law Enforcement	Permissive Motor Vehicle License Tax
Assets:				
Equity in pooled cash and investments	\$ 295,093	\$ 47,770	\$ 150	\$ 157,561
Cash with fiscal agent	-	-	-	36,475
Receivables:				
Other local taxes	-	-	-	1,126
Accounts	-	-	-	-
Due from other governments	114,825	-	-	-
Total assets	<u>\$ 409,918</u>	<u>\$ 47,770</u>	<u>\$ 150</u>	<u>\$ 195,162</u>
Liabilities:				
Accounts payable	\$ 4,725	\$ -	\$ -	\$ -
Accrued wages and benefits payable	960	-	-	-
Due to other governments	596	-	-	-
Total liabilities	6,281	-	-	-
Deferred inflows of resources:				
Intergovernmental revenue not available	96,365	-	-	-
Fund balances:				
Restricted	307,272	-	150	195,162
Committed	-	47,770	-	-
Total fund balances	<u>307,272</u>	<u>47,770</u>	<u>150</u>	<u>195,162</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 409,918</u>	<u>\$ 47,770</u>	<u>\$ 150</u>	<u>\$ 195,162</u>

DUI Education	Mayor's Court Computer "A"	Keith Evans Memorial Fields	Police Improvement	Mayor's Court Computer "B"	Continuing Education for Police
\$ 4,450	\$ 73,479	\$ 6,994	\$ 16	\$ 20,031	\$ 3,228
-	-	-	-	-	-
-	-	-	-	-	-
-	845	-	-	255	-
-	-	-	-	-	-
<u>\$ 4,450</u>	<u>\$ 74,324</u>	<u>\$ 6,994</u>	<u>\$ 16</u>	<u>\$ 20,286</u>	<u>\$ 3,228</u>
\$ -	\$ 5,012	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	5,012	-	-	-	-
-	-	-	-	-	-
4,450	69,312	6,994	-	20,286	3,228
-	-	-	16	-	-
<u>4,450</u>	<u>69,312</u>	<u>6,994</u>	<u>16</u>	<u>20,286</u>	<u>3,228</u>
<u>\$ 4,450</u>	<u>\$ 74,324</u>	<u>\$ 6,994</u>	<u>\$ 16</u>	<u>\$ 20,286</u>	<u>\$ 3,228</u>

(Continued)

VILLAGE OF OBETZ, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
DECEMBER 31, 2015

	<u>CRA</u>	<u>Law Enforcement Trust</u>	<u>Total Nonmajor Special Revenue Funds</u>
Assets:			
Equity in pooled cash and investments	\$ 10,005	\$ 589	\$ 619,366
Cash with fiscal agent	-	-	36,475
Receivables:			
Other local taxes	-	-	1,126
Accounts	-	-	1,100
Due from other governments	-	-	114,825
Total assets	<u>\$ 10,005</u>	<u>\$ 589</u>	<u>\$ 772,892</u>
Liabilities:			
Accounts payable	\$ -	\$ -	\$ 9,737
Accrued wages and benefits payable	-	-	960
Due to other governments	-	-	596
Total liabilities	-	-	11,293
Deferred inflows of resources:			
Intergovernmental revenue not available	-	-	96,365
Fund balances:			
Restricted	10,005	589	617,448
Committed	-	-	47,786
Total fund balances	<u>10,005</u>	<u>589</u>	<u>665,234</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 10,005</u>	<u>\$ 589</u>	<u>\$ 772,892</u>

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VILLAGE OF OBETZ, OHIO
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2015

	<u>Permanent Improvement</u>	<u>Frusta/McGaw Road Project</u>	<u>Fiber Network Study</u>	<u>West Side Storm Sewer & Road</u>
Assets:				
Equity in pooled cash and investments	\$ 43,212	\$ -	\$ 36,000	\$ 268,705
Receivables:				
Payments in lieu of taxes	-	-	-	-
Due from other governments	-	2,703	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 43,212</u>	<u>\$ 2,703</u>	<u>\$ 36,000</u>	<u>\$ 268,705</u>
Liabilities:				
Accounts payable	\$ -	\$ 2,703	\$ -	\$ -
Interfund loans payable	-	-	25,000	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	-	2,703	25,000	-
Deferred inflows of resources:				
Payments in lieu of taxes levied for the next fiscal year	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances:				
Restricted	-	-	11,000	-
Committed	43,212	-	-	268,705
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	<u>43,212</u>	<u>-</u>	<u>11,000</u>	<u>268,705</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 43,212</u>	<u>\$ 2,703</u>	<u>\$ 36,000</u>	<u>\$ 268,705</u>

<u>Creekside South TIF</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$ 83,134	\$ 431,051
13,312	13,312
-	2,703
<u>\$ 96,446</u>	<u>\$ 447,066</u>
\$ -	\$ 2,703
-	25,000
-	27,703
<u>13,312</u>	<u>13,312</u>
83,134	94,134
-	311,917
<u>83,134</u>	<u>406,051</u>
<u>\$ 96,446</u>	<u>\$ 447,066</u>

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VILLAGE OF OBETZ, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Payments in lieu of taxes	\$ -	\$ 110,398	\$ 13,142	\$ 123,540
Other local taxes	35,678	-	-	35,678
Fees, licenses and permits	44,722	-	-	44,722
Fines and forfeitures	12,288	-	-	12,288
Intergovernmental	233,669	-	328,531	562,200
Investment income	1,501	-	-	1,501
Contributions and donations	-	226,193	-	226,193
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	327,858	336,591	341,673	1,006,122
	<hr/>	<hr/>	<hr/>	<hr/>
Expenditures:				
Current:				
General government	7,329	1,251	150	8,730
Security of persons and property	4,282	-	-	4,282
Transportation	187,417	-	-	187,417
Capital outlay	300,333	-	454,963	755,296
Debt service:				
Principal retirement	-	150,000	-	150,000
Interest and fiscal charges	-	185,340	-	185,340
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	499,361	336,591	455,113	1,291,065
	<hr/>	<hr/>	<hr/>	<hr/>
Excess of revenues under expenditures	(171,503)	-	(113,440)	(284,943)
	<hr/>	<hr/>	<hr/>	<hr/>
Other financing sources:				
Issuance of loans	-	-	242,794	242,794
	<hr/>	<hr/>	<hr/>	<hr/>
Net change in fund balances	(171,503)	-	129,354	(42,149)
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances at beginning of year	836,737	-	276,697	1,113,434
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances at end of year	<u>\$ 665,234</u>	<u>\$ -</u>	<u>\$ 406,051</u>	<u>\$ 1,071,285</u>

VILLAGE OF OBETZ, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Street Construction, Maintenance and Repair	Parks and Recreation	COPS More Federal Grant	Drug Law Enforcement
Revenues:				
Other local taxes	\$ -	\$ -	\$ -	\$ -
Fees, licenses and permits	-	44,722	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	232,469	-	-	-
Investment income	815	-	-	-
Total revenues	<u>233,284</u>	<u>44,722</u>	<u>-</u>	<u>-</u>
Expenditures:				
Current:				
General government	-	-	-	-
Security of persons and property	3,134	-	148	-
Transportation	187,417	-	-	-
Capital outlay	<u>130,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>320,551</u>	<u>-</u>	<u>148</u>	<u>-</u>
Net change in fund balances	(87,267)	44,722	(148)	-
Fund balances at beginning of year	<u>394,539</u>	<u>3,048</u>	<u>148</u>	<u>150</u>
Fund balances at end of year	<u>\$ 307,272</u>	<u>\$ 47,770</u>	<u>\$ -</u>	<u>\$ 150</u>

Permissive Motor Vehicle License Tax	DUI Education	Mayor's Court Computer "A"	Keith Evans Memorial Fields	Police Improvement	Mayor's Court Computer "B"
\$ 35,678	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	255	9,259	-	-	2,774
-	-	-	-	-	-
686	-	-	-	-	-
<u>36,364</u>	<u>255</u>	<u>9,259</u>	<u>-</u>	<u>-</u>	<u>2,774</u>
-	-	7,329	-	-	-
-	-	-	-	1,000	-
-	-	-	-	-	-
<u>164,333</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>164,333</u>	<u>-</u>	<u>7,329</u>	<u>-</u>	<u>1,000</u>	<u>-</u>
(127,969)	255	1,930	-	(1,000)	2,774
<u>323,131</u>	<u>4,195</u>	<u>67,382</u>	<u>6,994</u>	<u>1,016</u>	<u>17,512</u>
<u>\$ 195,162</u>	<u>\$ 4,450</u>	<u>\$ 69,312</u>	<u>\$ 6,994</u>	<u>\$ 16</u>	<u>\$ 20,286</u>

(Continued)

VILLAGE OF OBETZ, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2015

	Continuing Education for Police	CRA	Law Enforcement Trust	Total Nonmajor Special Revenue Funds
Revenues:				
Other local taxes	\$ -	\$ -	\$ -	\$ 35,678
Fees, licenses and permits	-	-	-	44,722
Fines and forfeitures	-	-	-	12,288
Intergovernmental	1,200	-	-	233,669
Investment income	-	-	-	1,501
Total revenues	<u>1,200</u>	<u>-</u>	<u>-</u>	<u>327,858</u>
Expenditures:				
Current:				
General government	-	-	-	7,329
Security of persons and property	-	-	-	4,282
Transportation	-	-	-	187,417
Capital outlay	-	-	6,000	300,333
Total expenditures	<u>-</u>	<u>-</u>	<u>6,000</u>	<u>499,361</u>
Net change in fund balances	1,200	-	(6,000)	(171,503)
Fund balances at beginning of year	<u>2,028</u>	<u>10,005</u>	<u>6,589</u>	<u>836,737</u>
Fund balances at end of year	<u>\$ 3,228</u>	<u>\$ 10,005</u>	<u>\$ 589</u>	<u>\$ 665,234</u>

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VILLAGE OF OBETZ, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Conference Center/Lancaster Park Improvements	Permanent Improvement	Frusta/McGaw Road Project	Toy Road Curb Cut
Revenues:				
Payments in lieu of taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	173,531	120,000
Total revenues	<u>-</u>	<u>-</u>	<u>173,531</u>	<u>120,000</u>
Expenditures:				
Current:				
General government	1	-	-	-
Capital outlay	-	-	411,813	-
Total expenditures	<u>1</u>	<u>-</u>	<u>411,813</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(1)	-	(238,282)	120,000
Other financing sources:				
Issuance of loans	-	-	242,794	-
Net change in fund balances	(1)	-	4,512	120,000
Fund balances at beginning of year	<u>1</u>	<u>43,212</u>	<u>(4,512)</u>	<u>(120,000)</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ 43,212</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Fiber Network Study</u>	<u>West Side Storm Sewer & Road</u>	<u>Creekside South TIF</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$ -	\$ -	\$ 13,142	\$ 13,142
35,000	-	-	328,531
<u>35,000</u>	<u>-</u>	<u>13,142</u>	<u>341,673</u>
-	-	149	150
35,000	-	8,150	454,963
<u>35,000</u>	<u>-</u>	<u>8,299</u>	<u>455,113</u>
-	-	4,843	(113,440)
-	-	-	242,794
-	-	4,843	129,354
11,000	268,705	78,291	276,697
<u>\$ 11,000</u>	<u>\$ 268,705</u>	<u>\$ 83,134</u>	<u>\$ 406,051</u>

VILLAGE OF OBETZ, OHIO

FUNDS DESCRIPTIONS - NONMAJOR PROPRIETARY FUNDS

ENTERPRISE FUNDS

To account for the financing of costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis that are financed or recovered primarily through user charges. The following are the Village's nonmajor enterprise funds:

Nonmajor Enterprise Funds

Refuse Fund

This fund accounts for the provision of refuse collection services to residential users within the Village.

Gas Fund

This fund accounts for the provision of natural gas service to commercial users within the Village.

VILLAGE OF OBETZ, OHIO

COMBINING STATEMENT OF FUND NET POSITION
NONMAJOR ENTERPRISE FUNDS
DECEMBER 31, 2015

	<u>Refuse</u>	<u>Gas</u>	<u>Total Nonmajor Enterprise Funds</u>
Assets:			
Current assets:			
Equity in pooled cash and cash equivalents	\$ 81,142	\$ 1,017,957	\$ 1,099,099
Receivables:			
Accounts	53,730	146,966	200,696
Total current assets	134,872	1,164,923	1,299,795
Noncurrent assets:			
Capital assets:			
Depreciable capital assets, net	-	557,215	557,215
Total assets	134,872	1,722,138	1,857,010
Deferred outflows of resources:			
Pension - OPERS	-	17,146	17,146
Liabilities:			
Current liabilities:			
Accounts payable	20,937	103,007	123,944
Accrued wages and benefits payable	-	1,784	1,784
Due to other governments	-	922	922
Interfund loans payable	70,000	-	70,000
Total current liabilities	90,937	105,713	196,650
Long-term liabilities:			
Net pension liability	-	65,412	65,412
Total liabilities	90,937	171,125	262,062
Deferred inflows of resources:			
Pension - OPERS	-	1,149	1,149
Net position:			
Net investment in capital assets	-	557,215	557,215
Unrestricted	43,935	1,009,795	1,053,730
Total net position	<u>\$ 43,935</u>	<u>\$ 1,567,010</u>	<u>\$ 1,610,945</u>

VILLAGE OF OBETZ, OHIO

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Refuse	Gas	Total Nonmajor Enterprise Funds
Operating revenues:			
Charges for services	\$ 296,094	\$ 814,159	\$ 1,110,253
Operating expenses:			
Personal services	-	88,263	88,263
Contract services	289,234	707,580	996,814
Depreciation	-	9,923	9,923
Total operating expenses	289,234	805,766	1,095,000
Operating income	6,860	8,393	15,253
Nonoperating expenses:			
Loss on sale of capital assets	-	(19,113)	(19,113)
Income (loss) before capital contributions	6,860	(10,720)	(3,860)
Capital contributions	-	90,100	90,100
Change in net position	6,860	79,380	86,240
Net position at beginning of year (restated)	37,075	1,487,630	1,524,705
Net position at end of year	\$ 43,935	\$ 1,567,010	\$ 1,610,945

VILLAGE OF OBETZ, OHIO

COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

	Refuse	Gas	Total Nonmajor Enterprise Funds
Cash flows from operating activities:			
Cash received from customers	\$ 292,630	\$ 1,015,220	\$ 1,307,850
Cash payments for personal services	-	(92,641)	(92,641)
Cash payments for contract services	(292,688)	(861,170)	(1,153,858)
Net cash provided by (used in) operating activities	(58)	61,409	61,351
Cash flows from noncapital financing activities:			
Cash received from interfund loans	70,000	-	70,000
Cash payments for repayment of interfund loans	(30,000)	-	(30,000)
Net cash provided by noncapital financing activities	40,000	-	40,000
Cash flows from capital and related financing activities:			
Acquisition of capital assets	-	(12,231)	(12,231)
Capital contributions	-	84,500	84,500
Net cash provided by capital and related financing activities	-	72,269	72,269
Net increase in cash and cash equivalents	39,942	133,678	173,620
Cash and cash equivalents at beginning of year	41,200	884,279	925,479
Cash and cash equivalents at end of year	<u>\$ 81,142</u>	<u>\$ 1,017,957</u>	<u>\$ 1,099,099</u>
Reconciliation of operating income to net cash provided by (used in) operating activities:			
Operating income	\$ 6,860	\$ 8,393	\$ 15,253
Adjustments:			
Depreciation	-	9,923	9,923
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:			
(Increase) decrease in accounts receivable	(3,464)	201,061	197,597
Increase in deferred outflows - pension - OPERS	-	(6,750)	(6,750)
Decrease in accounts payable	(3,454)	(153,590)	(157,044)
Decrease in accrued wages and benefits	-	(102)	(102)
Decrease in intergovernmental payable	-	(153)	(153)
Increase in net pension liability	-	1,478	1,478
Increase in deferred inflows - pension - OPERS	-	1,149	1,149
Net cash provided by (used in) operating activities	<u>\$ (58)</u>	<u>\$ 61,409</u>	<u>\$ 61,351</u>

Non-cash transactions:

During 2015, the Gas Fund received \$5,600 in contributed capital.

VILLAGE OF OBETZ, OHIO

FUND DESCRIPTIONS - AGENCY FUNDS

AGENCY FUNDS

Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

JEDZ Income Tax Fund

This fund accounts for the proceeds of the JEDZ income tax and distributing it to the designated recipients.

State Building Permit Fund

This fund accounts for building standards fee assessments collected by the Village and remitted to the State.

Engineering - Civil Review & Inspection Fund

This fund accounts for deposits held to cover the costs of infrastructure inspections.

Convention and Visitors Bureau Fund

This fund accounts for fees received from hotels/motels to benefit visitors to the Village of Obetz.

Mayor's Court Agency Fund

This fund accounts for Mayor's Court activity.

VILLAGE OF OBETZ, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2015

	Beginning Balance 12/31/2014	Additions	Reductions	Ending Balance 12/31/2015
JEDZ Income Tax				
Assets:				
Equity in pooled cash and investments	\$ 207,134	\$ 3,981,184	\$ 3,907,742	\$ 280,576
Receivables:				
Income taxes	291,454	431,185	291,454	431,185
Total assets	<u>\$ 498,588</u>	<u>\$ 4,412,369</u>	<u>\$ 4,199,196</u>	<u>\$ 711,761</u>
Liabilities:				
Due to other governments	<u>\$ 498,588</u>	<u>\$ 4,412,369</u>	<u>\$ 4,199,196</u>	<u>\$ 711,761</u>
State Building Permit				
Assets:				
Equity in pooled cash and investments	<u>\$ 9,009</u>	<u>\$ 6,932</u>	<u>\$ 5,906</u>	<u>\$ 10,035</u>
Liabilities:				
Undistributed assets	<u>\$ 9,009</u>	<u>\$ 6,932</u>	<u>\$ 5,906</u>	<u>\$ 10,035</u>
Engineering - Civil Review & Inspection				
Assets:				
Equity in pooled cash and investments	<u>\$ 7,084</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,084</u>
Liabilities:				
Undistributed assets	<u>\$ 7,084</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,084</u>
Convention and Visitors Bureau				
Assets:				
Equity in pooled cash and investments	\$ 129,661	\$ 31,139	\$ -	\$ 160,800
Receivables:				
Other local taxes	1,882	1,542	1,882	1,542
Total assets	<u>\$ 131,543</u>	<u>\$ 32,681</u>	<u>\$ 1,882</u>	<u>\$ 162,342</u>
Liabilities:				
Undistributed assets	<u>\$ 131,543</u>	<u>\$ 32,681</u>	<u>\$ 1,882</u>	<u>\$ 162,342</u>
Mayor's Court Agency				
Assets:				
Equity in pooled cash and investments	<u>\$ 7,351</u>	<u>\$ 129,716</u>	<u>\$ 125,042</u>	<u>\$ 12,025</u>
Liabilities:				
Undistributed assets	<u>\$ 7,351</u>	<u>\$ 129,716</u>	<u>\$ 125,042</u>	<u>\$ 12,025</u>

(Continued)

VILLAGE OF OBETZ, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2015

	Beginning Balance 12/31/2014	Additions	Reductions	Ending Balance 12/31/2015
Total Agency Funds				
Assets:				
Equity in pooled cash and investments	\$ 360,239	\$ 4,148,971	\$ 4,038,690	\$ 470,520
Receivables:				
Income taxes	291,454	431,185	291,454	431,185
Other local taxes	1,882	1,542	1,882	1,542
Total assets	<u>\$ 653,575</u>	<u>\$ 4,581,698</u>	<u>\$ 4,332,026</u>	<u>\$ 903,247</u>
Liabilities:				
Due to other governments	\$ 498,588	\$ 4,412,369	\$ 4,199,196	\$ 711,761
Undistributed assets	154,987	169,329	132,830	191,486
Total liabilities	<u>\$ 653,575</u>	<u>\$ 4,581,698</u>	<u>\$ 4,332,026</u>	<u>\$ 903,247</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive
				(Negative)
Revenues:				
Municipal income taxes	\$ 6,650,568	\$ 6,654,707	\$ 6,737,875	\$ 83,168
Property taxes	169,119	169,224	168,906	(318)
Other local taxes	174,891	175,000	294,542	119,542
Charges for services	249,844	250,000	335,988	85,988
Fees, licenses and permits	209,869	210,000	333,793	123,793
Fines and forfeitures	64,960	65,000	78,686	13,686
Intergovernmental	2,025,739	2,027,000	2,397,999	370,999
Special assessments	-	-	16,855	16,855
Investment income	24,984	25,000	29,251	4,251
Other	79,950	80,000	11,998	(68,002)
Total revenues	9,649,924	9,655,931	10,405,893	749,962
Expenditures:				
Current:				
General government:				
Mayor and administrator				
Personal services	234,326	235,966	195,620	40,346
Contract services	68,440	65,806	37,845	27,961
Materials and supplies	13,661	13,661	10,451	3,210
Village council				
Personal services	47,584	47,584	46,650	934
Contract services	117,594	123,173	87,884	35,289
Materials and supplies	5,000	5,000	1,980	3,020
Mayor's court				
Personal services	41,790	43,340	41,774	1,566
Contract services	37,521	33,152	24,626	8,526
Finance department				
Personal services	296,697	308,697	245,069	63,628
Contract services	61,602	64,467	37,755	26,712
Materials and supplies	19,367	29,367	25,238	4,129
Land and Buildings				
Personal services	82,077	78,353	71,202	7,151
Contract services	58,277	58,277	54,055	4,222
Materials and supplies	56,178	56,178	44,578	11,600
Tax collection fees				
Contract services	7,500	7,500	3,200	4,300
Accounting/Legal				
Personal services	214,197	216,993	215,376	1,617
Contract services	24,496	110,039	101,838	8,201
Materials and supplies	1,050	1,050	257	793
Payment to another political subdivision				
Other	130,000	210,100	175,716	34,384
Total general government	\$ 1,517,357	\$ 1,708,703	\$ 1,421,114	\$ 287,589

(Continued)

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Security of persons and property:				
Police				
Personal services	\$ 1,769,505	\$ 1,773,809	\$ 1,652,151	\$ 121,658
Contract services	87,684	102,684	88,664	14,020
Materials and supplies	100,621	105,471	79,588	25,883
Other	40,182	38,498	27,364	11,134
Street lighting				
Materials and supplies	26,884	20,884	1,549	19,335
Emergency management				
Contract services	8,500	8,500	7,945	555
Total security of persons and property	<u>2,033,376</u>	<u>2,049,846</u>	<u>1,857,261</u>	<u>192,585</u>
Public health:				
Payment to County human services program				
Other	31,000	32,000	28,102	3,898
Transportation:				
Street maintenance				
Personal services	228,606	265,106	254,727	10,379
Contract services	87,982	92,172	80,448	11,724
Total transportation	<u>316,588</u>	<u>357,278</u>	<u>335,175</u>	<u>22,103</u>
Community environment:				
Community planning and zoning				
Personal services	233,519	234,561	228,028	6,533
Contract services	43,165	43,165	7,266	35,899
Materials and supplies	5,102	5,102	2,759	2,343
Other	18,000	30,000	28,550	1,450
Economic development				
Personal services	79,598	84,617	80,278	4,339
Contract services	92,000	308,500	285,707	22,793
Materials and supplies	11,000	11,000	4,910	6,090
Other	2,004,105	1,942,743	1,640,646	302,097
Building department				
Personal services	198,980	214,430	198,021	16,409
Contract services	176,526	165,829	101,157	64,672
Materials and supplies	6,353	6,204	2,246	3,958
Other	8,486	8,486	8,486	-
Total community environment	<u>2,876,834</u>	<u>3,054,637</u>	<u>2,588,054</u>	<u>466,583</u>
Leisure time activity:				
Athletic				
Personal services	272,410	141,348	98,313	43,035
Contract services	101,864	88,864	71,979	16,885
Materials and supplies	\$ 110,141	\$ 85,873	\$ 67,761	\$ 18,112

(Continued)

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Leisure time activity (continued):				
Provide and maintain parks				
Personal services	\$ 306,475	\$ 316,675	\$ 271,938	\$ 44,737
Contract services	68,120	107,925	103,652	4,273
Materials and supplies	47,588	74,088	54,507	19,581
Senior activities				
Personal services	210,368	208,969	170,215	38,754
Contract services	52,012	57,012	33,520	23,492
Materials and supplies	47,408	47,408	25,073	22,335
Other	2,000	2,000	-	2,000
Zfest				
Personal services	15,600	15,884	14,297	1,587
Contract services	200,776	200,326	188,337	11,989
Materials and supplies	60,000	52,000	34,438	17,562
Community activities				
Contract services	2,500	2,500	2,270	230
Materials and supplies	12,378	20,378	15,161	5,217
Total leisure time activity	<u>1,509,640</u>	<u>1,421,250</u>	<u>1,151,461</u>	<u>269,789</u>
Capital outlay:				
Capital outlay	<u>3,138,626</u>	<u>4,107,138</u>	<u>3,812,687</u>	<u>294,451</u>
Total expenditures	<u>11,423,421</u>	<u>12,730,852</u>	<u>11,193,854</u>	<u>1,536,998</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,773,497)</u>	<u>(3,074,921)</u>	<u>(787,961)</u>	<u>2,286,960</u>
Other financing sources (uses):				
Sale of capital assets	-	-	10,005	10,005
Advances in	-	-	425,000	425,000
Advances out	-	-	(195,000)	(195,000)
Transfers in	-	-	16,407	16,407
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>256,412</u>	<u>256,412</u>
Net change in fund balance	(1,773,497)	(3,074,921)	(531,549)	2,543,372
Fund balance at beginning of year	4,576,297	4,576,297	4,576,297	-
Prior year encumbrances appropriated	<u>845,502</u>	<u>845,502</u>	<u>845,502</u>	<u>-</u>
Fund balance at end of year	<u>\$ 3,648,302</u>	<u>\$ 2,346,878</u>	<u>\$ 4,890,250</u>	<u>\$ 2,543,372</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL OBLIGATION DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Municipal income taxes	\$ 540,000	\$ 540,000	\$ 540,000	\$ -
Payments in lieu of taxes	110,000	110,000	821,677	711,677
Total revenues	<u>650,000</u>	<u>650,000</u>	<u>1,361,677</u>	<u>711,677</u>
Expenditures:				
Current:				
General government:				
Contract services	2,600	9,400	9,313	87
Debt service:				
Principal retirement	513,149	513,149	493,770	19,379
Interest and fiscal charges	<u>111,526</u>	<u>111,526</u>	<u>111,526</u>	<u>-</u>
Total expenditures	<u>627,275</u>	<u>634,075</u>	<u>614,609</u>	<u>19,466</u>
Net change in fund balance	22,725	15,925	747,068	731,143
Fund balance at beginning of year	<u>456,663</u>	<u>456,663</u>	<u>456,663</u>	<u>-</u>
Fund balance at end of year	<u>\$ 479,388</u>	<u>\$ 472,588</u>	<u>\$ 1,203,731</u>	<u>\$ 731,143</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive
				(Negative)
Revenues:				
Intergovernmental	\$ 377,190	\$ 99,000	\$ 232,064	\$ 133,064
Investment income	3,810	1,000	815	(185)
Total revenues	<u>381,000</u>	<u>100,000</u>	<u>232,879</u>	<u>132,879</u>
Expenditures:				
Current:				
Security of persons and property:				
Traffic light				
Contract services	6,811	6,017	3,134	2,883
Transportation:				
Street Construction				
Personal services	65,871	70,047	58,556	11,491
Contract services	19,500	19,170	9,968	9,202
Materials and supplies	130,620	160,620	128,740	31,880
Capital outlay:				
Capital outlay	-	130,000	130,000	-
Total expenditures	<u>222,802</u>	<u>385,854</u>	<u>330,398</u>	<u>55,456</u>
Net change in fund balance	158,198	(285,854)	(97,519)	188,335
Fund balance at beginning of year	377,477	377,477	377,477	-
Prior year encumbrances appropriated	<u>4,931</u>	<u>4,931</u>	<u>4,931</u>	<u>-</u>
Fund balance at end of year	<u>\$ 540,606</u>	<u>\$ 96,554</u>	<u>\$ 284,889</u>	<u>\$ 188,335</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PARKS AND RECREATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fees, licenses and permits	\$ 25,000	\$ -	\$ 44,722	\$ 44,722
Expenditures:	-	-	-	-
Net change in fund balance	25,000	-	44,722	44,722
Fund balance at beginning of year	<u>3,048</u>	<u>3,048</u>	<u>3,048</u>	<u>-</u>
Fund balance at end of year	<u>\$ 28,048</u>	<u>\$ 3,048</u>	<u>\$ 47,770</u>	<u>\$ 44,722</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COPS MORE FEDERAL GRANT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Security of persons and property				
Materials and supplies	-	148	148	-
Net change in fund balance	-	(148)	(148)	-
Fund balance at beginning of year	<u>\$ 148</u>	<u>\$ 148</u>	<u>\$ 148</u>	<u>\$ -</u>
Fund balance at end of year	<u><u>\$ 148</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DRUG LAW ENFORCEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balance at beginning of year	\$ 150	\$ 150	\$ 150	\$ -
Fund balance at end of year	<u>\$ 150</u>	<u>\$ 150</u>	<u>\$ 150</u>	<u>\$ -</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PERMISSIVE MOTOR VEHICLE LICENSE TAX FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other local taxes	\$ 12,000	\$ 12,000	\$ 12,723	\$ 723
Investment income	-	-	686	686
Total revenues	<u>12,000</u>	<u>12,000</u>	<u>13,409</u>	<u>1,409</u>
Expenditures:				
Capital outlay:				
Capital outlay	-	314,000	164,333	149,667
Net change in fund balance	12,000	(302,000)	(150,924)	151,076
Fund balance at beginning of year	<u>308,485</u>	<u>308,485</u>	<u>308,485</u>	<u>-</u>
Fund balance at end of year	<u>\$ 320,485</u>	<u>\$ 6,485</u>	<u>\$ 157,561</u>	<u>\$ 151,076</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DUI EDUCATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Fines and forfeitures	\$ 500	\$ -	\$ 329	\$ 329
Expenditures:				
Current:				
Security of persons and property				
Personal services	4,000	4,000	-	4,000
Net change in fund balance	(3,500)	(4,000)	329	4,329
Fund balance at beginning of year	4,121	4,121	4,121	-
Fund balance at end of year	<u>\$ 621</u>	<u>\$ 121</u>	<u>\$ 4,450</u>	<u>\$ 4,329</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MAYOR'S COURT COMPUTER "A" FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ 7,000	\$ 7,000	\$ 9,002	\$ 2,002
Expenditures:				
Current:				
General government:				
Contract services	3,000	3,000	2,317	683
Materials and supplies	10,000	10,000	-	10,000
Capital outlay:				
Capital outlay	40,000	40,000	5,012	34,988
Total expenditures	<u>53,000</u>	<u>53,000</u>	<u>7,329</u>	<u>45,671</u>
Net change in fund balance	(46,000)	(46,000)	1,673	47,673
Fund balance at beginning of year	<u>66,794</u>	<u>66,794</u>	<u>66,794</u>	<u>-</u>
Fund balance at end of year	<u>\$ 20,794</u>	<u>\$ 20,794</u>	<u>\$ 68,467</u>	<u>\$ 47,673</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
KEITH EVANS MEMORIAL FIELDS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balance at beginning of year	\$ 6,994	\$ 6,994	\$ 6,994	\$ -
Fund balance at end of year	<u>\$ 6,994</u>	<u>\$ 6,994</u>	<u>\$ 6,994</u>	<u>\$ -</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
POLICE IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Security of persons and property				
Personal services	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>-</u>
Net change in fund balance	(1,000)	(1,000)	(1,000)	-
Fund balance at beginning of year	<u>1,016</u>	<u>1,016</u>	<u>1,016</u>	<u>-</u>
Fund balance at end of year	<u>\$ 16</u>	<u>\$ 16</u>	<u>\$ 16</u>	<u>\$ -</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MAYOR'S COURT COMPUTER "B" FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines and forfeitures	\$ 2,000	\$ 1,500	\$ 2,693	\$ 1,193
Expenditures:				
Capital outlay:				
Capital outlay	10,000	10,000	-	10,000
Net change in fund balance	(8,000)	(8,500)	2,693	11,193
Fund balance at beginning of year	<u>17,338</u>	<u>17,338</u>	<u>17,338</u>	<u>-</u>
Fund balance at end of year	<u>\$ 9,338</u>	<u>\$ 8,838</u>	<u>\$ 20,031</u>	<u>\$ 11,193</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CONTINUING EDUCATION FOR POLICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 1,200	\$ 1,200
Expenditures:				
Current:				
Security of persons and property:				
Contract services	2,000	2,000	-	2,000
Net change in fund balance	(2,000)	(2,000)	1,200	3,200
Fund balance at beginning of year	<u>2,028</u>	<u>2,028</u>	<u>2,028</u>	<u>-</u>
Fund balance at end of year	<u>\$ 28</u>	<u>\$ 28</u>	<u>\$ 3,228</u>	<u>\$ 3,200</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CRA FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 5,000	\$ -	\$ -	\$ -
Expenditures:				
Current:				
General government:				
Contract services	5,000	5,000	-	5,000
Net change in fund balance	-	(5,000)	-	5,000
Fund balance at beginning of year	<u>10,005</u>	<u>10,005</u>	<u>10,005</u>	<u>-</u>
Fund balance at end of year	<u>\$ 10,005</u>	<u>\$ 5,005</u>	<u>\$ 10,005</u>	<u>\$ 5,000</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LAW ENFORCEMENT TRUST FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Capital outlay:				
Capital outlay	6,000	6,000	6,000	-
Net change in fund balance	(6,000)	(6,000)	(6,000)	-
Fund balance at beginning of year	<u>\$ 6,589</u>	<u>\$ 6,589</u>	<u>\$ 6,589</u>	<u>\$ -</u>
Fund balance at end of year	<u><u>\$ 589</u></u>	<u><u>\$ 589</u></u>	<u><u>\$ 589</u></u>	<u><u>\$ -</u></u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
UNCLAIMED MONIES FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Current:				
Other				
Other	1,600	1,600	1,512	88
Net change in fund balance	(1,600)	(1,600)	(1,512)	88
Fund balance at beginning of year	\$ 2,879	\$ 2,879	\$ 2,879	\$ -
Fund balance at end of year	<u>\$ 1,279</u>	<u>\$ 1,279</u>	<u>\$ 1,367</u>	<u>\$ 88</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
HEALTH REIMBURSEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:	\$ -	\$ -	\$ -	\$ -
Expenses:				
Current:				
General Government:				
Health reimbursement				
Personal services	10,000	8,865	8,865	-
Excess of revenues under expenses	(10,000)	(8,865)	(8,865)	-
Transfers out	-	(16,407)	(16,407)	-
Net change in fund balance	(10,000)	(25,272)	(25,272)	-
Fund balance at beginning of year	<u>25,272</u>	<u>25,272</u>	<u>25,272</u>	-
Fund balance at end of year	<u>\$ 15,272</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TOY ROAD TIF FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Payments in lieu of taxes	\$ 150,000	\$ 110,398	\$ 110,398	\$ -
Expenditures:				
Current:				
General government:				
Contract services	1,600	1,251	1,251	-
Debt service:				
Interest and fiscal charges	147,000	109,147	109,147	-
Total expenditures	<u>148,600</u>	<u>110,398</u>	<u>110,398</u>	<u>-</u>
Net change in fund balance	1,400	-	-	-
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,400</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CONFERENCE CENTER/LANCASTER PARK IMPROVEMENTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:	\$ -	\$ -	\$ -	\$ -
Other financing uses:				
Transfers out	-	(1)	(1)	-
Net change in fund balance	-	(1)	(1)	-
Fund balance at beginning of year	<u>1</u>	<u>1</u>	<u>1</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PERMANENT IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fund balance at beginning of year	\$ 43,212	\$ 43,212	\$ 43,212	\$ -
Fund balance at end of year	<u>\$ 43,212</u>	<u>\$ 43,212</u>	<u>\$ 43,212</u>	<u>\$ -</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FRUSTA/McGAW ROAD PROJECT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ 170,626	\$ 178,042	\$ 7,416
Total revenues	-	170,626	178,042	7,416
Expenditures:				
Capital outlay:				
Capital outlay	553,112	413,062	412,172	890
Total expenditures	553,112	413,062	412,172	890
Excess of revenues under expenses	(553,112)	(242,436)	(234,130)	8,306
Other financing sources (uses):				
Issuance of loans	-	501,876	235,580	(266,296)
Advances out	-	-	(175,000)	(175,000)
Total other financing sources (uses)	-	501,876	60,580	(441,296)
Net change in fund balance	(553,112)	259,440	(173,550)	(432,990)
Fund balance at beginning of year	20,438	20,438	20,438	-
Prior year encumbrances appropriated	153,112	153,112	153,112	-
Fund balance at end of year	<u>\$ (379,562)</u>	<u>\$ 432,990</u>	<u>\$ -</u>	<u>\$ (432,990)</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TOY ROAD CURB CUT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ 120,000	\$ 120,000	\$ -
Expenditures:				
Capital outlay:				
Capital outlay	-	120,000	120,000	-
Excess of revenues over expenditures	-	-	-	-
Other financing uses:				
Advances out	-	-	(120,000)	(120,000)
Net change in fund balance	-	-	(120,000)	(120,000)
Fund balance at beginning of year	<u>120,000</u>	<u>120,000</u>	<u>120,000</u>	<u>-</u>
Fund balance at end of year	<u>\$ 120,000</u>	<u>\$ 120,000</u>	<u>\$ -</u>	<u>\$ (120,000)</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FIBER NETWORK STUDY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ -	\$ 50,000	\$ 35,000	\$ (15,000)
Expenditures:				
Capital outlay:				
Capital outlay	21,000	61,000	35,000	26,000
Excess of revenues under expenses	(21,000)	(11,000)	-	11,000
Other financing sources:				
Advances in	-	-	25,000	25,000
Net change in fund balance	(21,000)	(11,000)	25,000	36,000
Fund balance at beginning of year	1,000	1,000	1,000	-
Prior year encumbrances appropriated	10,000	10,000	10,000	-
Fund balance at end of year	<u>\$ (10,000)</u>	<u>\$ -</u>	<u>\$ 36,000</u>	<u>\$ 36,000</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
WEST SIDE STORM SEWER & ROAD FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Capital outlay:				
Capital outlay	18,705	18,705	-	18,705
Net change in fund balance	(18,705)	(18,705)	-	18,705
Fund balance at beginning of year	268,705	268,705	268,705	-
Fund balance at end of year	<u>\$ 250,000</u>	<u>\$ 250,000</u>	<u>\$ 268,705</u>	<u>\$ 18,705</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CREEKSIDE SOUTH TIF FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Payments in lieu of taxes	\$ 7,000	\$ 7,000	\$ 13,142	\$ 6,142
Expenditures:				
Current:				
General government:				
Contract services	1,200	1,200	149	1,051
Capital outlay:				
Capital outlay	60,250	58,150	8,150	50,000
Total expenditures	61,450	59,350	8,299	51,051
Net change in fund balance	(54,450)	(52,350)	4,843	57,193
Fund balance at beginning of year	68,041	68,041	68,041	-
Prior year encumbrances appropriated	10,250	10,250	10,250	-
Fund balance at end of year	<u>\$ 23,841</u>	<u>\$ 25,941</u>	<u>\$ 83,134</u>	<u>\$ 57,193</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
WATER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 1,454,919	\$ 1,398,000	\$ 1,774,519	\$ 376,519
Other	2,081	2,000	-	(2,000)
Total revenues	<u>1,457,000</u>	<u>1,400,000</u>	<u>1,774,519</u>	<u>374,519</u>
Expenses:				
Personal services	269,558	269,336	242,329	27,007
Contract services	750,180	747,768	736,324	11,444
Materials and supplies	126,065	118,116	83,586	34,530
Other	10,000	10,000	-	10,000
Capital outlay	678,380	876,599	575,530	301,069
Debt service:				
Principal retirement	54,042	54,042	54,042	-
Interest and fiscal charges	8,624	8,624	8,624	-
Total expenses	<u>1,896,849</u>	<u>2,084,485</u>	<u>1,700,435</u>	<u>384,050</u>
Net change in fund equity	(439,849)	(684,485)	74,084	758,569
Fund equity at beginning of year	1,792,903	1,792,903	1,792,903	-
Prior year encumbrances appropriated	<u>147,896</u>	<u>147,896</u>	<u>147,896</u>	<u>-</u>
Fund equity at end of year	<u>\$ 1,500,950</u>	<u>\$ 1,256,314</u>	<u>\$ 2,014,883</u>	<u>\$ 758,569</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY- BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SEWER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 1,471,000	\$ 1,491,455	\$ 1,676,080	\$ 184,625
Expenses:				
Personal services	142,090	174,441	154,930	19,511
Contract services	1,344,408	1,344,281	1,326,616	17,665
Materials and supplies	6,753	6,223	3,180	3,043
Other	200,000	200,000	145,104	54,896
Capital outlay	19,038	119,038	114,487	4,551
Debt service:				
Principal retirement	94,820	94,820	94,818	2
Interest and fiscal charges	15,129	15,130	15,130	-
Total expenses	<u>1,822,238</u>	<u>1,953,933</u>	<u>1,854,265</u>	<u>99,668</u>
Net change in fund equity	(351,238)	(462,478)	(178,185)	284,293
Fund equity at beginning of year	443,826	443,826	443,826	-
Prior year encumbrances appropriated	<u>188,699</u>	<u>188,699</u>	<u>188,699</u>	<u>-</u>
Fund equity at end of year	<u>\$ 281,287</u>	<u>\$ 170,047</u>	<u>\$ 454,340</u>	<u>\$ 284,293</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ELECTRIC FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Charges for services	\$ 4,420,000	\$ 4,420,000	\$ 5,147,842	\$ 727,842
Other	100,000	100,000	-	(100,000)
Total revenues	<u>4,520,000</u>	<u>4,520,000</u>	<u>5,147,842</u>	<u>627,842</u>
Expenses:				
Personal services	120,794	122,194	117,755	4,439
Contract services	4,389,538	4,649,538	4,573,400	76,138
Materials and supplies	1,000	1,000	-	1,000
Other	2,112	2,112	-	2,112
Capital outlay	<u>2,957,038</u>	<u>2,957,038</u>	<u>953,155</u>	<u>2,003,883</u>
Total expenses	<u>7,470,482</u>	<u>7,731,882</u>	<u>5,644,310</u>	<u>2,087,572</u>
Excess of revenues under expenses	<u>(2,950,482)</u>	<u>(3,211,882)</u>	<u>(496,468)</u>	<u>2,715,414</u>
Nonoperating revenues (expenses):				
Interest income	-	-	5,461	5,461
Note issuance	-	2,000,000	2,000,000	-
Premium on note issuance	-	-	13,694	13,694
Advances in	-	-	100,000	100,000
Advances out	-	-	(100,000)	(100,000)
Debt service:				
Principal retirement	(516,776)	(2,516,776)	(2,500,000)	16,776
Interest and fiscal charges	<u>(23,224)</u>	<u>(23,224)</u>	<u>(23,224)</u>	<u>-</u>
Total nonoperating revenues (expenses)	<u>(540,000)</u>	<u>(540,000)</u>	<u>(504,069)</u>	<u>35,931</u>
Net loss before capital contributions	(3,490,482)	(3,751,882)	(1,000,537)	2,751,345
Capital contributions	-	-	34,108	34,108
Net change in fund equity	(3,490,482)	(3,751,882)	(966,429)	2,785,453
Fund equity at beginning of year	3,259,601	3,259,601	3,259,601	-
Prior year encumbrances appropriated	<u>851,011</u>	<u>851,011</u>	<u>851,011</u>	<u>-</u>
Fund equity at end of year	<u>\$ 620,130</u>	<u>\$ 358,730</u>	<u>\$ 3,144,183</u>	<u>\$ 2,785,453</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
REFUSE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 270,000	\$ 340,000	\$ 292,630	\$ (47,370)
Expenses:				
Contract services	280,500	320,500	292,688	27,812
Excess of revenues over (under) expenses	(10,500)	19,500	(58)	(19,558)
Nonoperating revenues (expenses):				
Advances in	-	-	70,000	70,000
Advances out	-	-	(30,000)	(30,000)
Total nonoperating revenues (expenses)	-	-	40,000	40,000
Net change in fund equity	(10,500)	19,500	39,942	20,442
Fund equity at beginning of year	41,200	41,200	41,200	-
Fund equity at end of year	<u>\$ 30,700</u>	<u>\$ 60,700</u>	<u>\$ 81,142</u>	<u>\$ 20,442</u>

VILLAGE OF OBETZ, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GAS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 1,950,000	\$ 1,035,000	\$ 1,015,220	\$ (19,780)
Expenses:				
Personal services	93,223	94,523	92,641	1,882
Contract services	2,135,724	1,235,724	950,513	285,211
Capital outlay	150,000	150,000	85,743	64,257
Total expenses	<u>2,378,947</u>	<u>1,480,247</u>	<u>1,128,897</u>	<u>351,350</u>
Excess of revenues under expenses before capital contributions	(428,947)	(445,247)	(113,677)	331,570
Capital contributions	<u>-</u>	<u>50,000</u>	<u>84,500</u>	<u>34,500</u>
Net change in fund equity	(428,947)	(395,247)	(29,177)	366,070
Fund equity at beginning of year	629,555	629,555	629,555	-
Prior year encumbrances appropriated	<u>254,724</u>	<u>254,724</u>	<u>254,724</u>	<u>-</u>
Fund equity at end of year	<u>\$ 455,332</u>	<u>\$ 489,032</u>	<u>\$ 855,102</u>	<u>\$ 366,070</u>

STATISTICAL SECTION

VILLAGE OF OBETZ, OHIO

STATISTICAL SECTION
TABLE CONTENTS

This part of the Village of Obetz'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 Village's overall financial health.

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Financial Trends These schedules contain trend information to help the reader understand how the Village's financial performance and well-being have changed over time.	164-169
Revenue Capacity These schedules contain information to help the reader assess the Village's most significant local revenue sources, the property tax and the income tax.	170-178
Debt Capacity These schedules present information to help the reader assess the affordability of the Village's current levels of outstanding debt and the Village's ability to issue additional debt in the future.	180-187
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the Village's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	188-189
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the Village's financial report relates to the services the Village provides and the activities it performs.	190-195

VILLAGE OF OBETZ, OHIO

NET POSITION BY COMPONENT
LAST FOUR YEARS ⁽¹⁾
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Governmental Activities				
Net investment in capital assets	\$ 49,768,028	\$ 50,395,488	\$ 51,573,697	\$ 48,312,169
Restricted for:				
Capital projects	94,134	89,292	64,348	458,364
Street construction, maintenance and repair	598,799	810,091	897,377	-
Police operations	8,417	13,110	13,336	-
Economic development programs	10,005	10,005	10,005	-
Court operations	89,598	84,894	73,364	-
Park improvements	6,994	6,994	6,994	-
Other purposes	1,367	2,879	2,879	899,697
Unrestricted	6,442,925	5,654,909	6,021,728	4,172,585
Total governmental activities net position	<u>\$ 57,020,267</u>	<u>\$ 57,067,662</u>	<u>\$ 58,663,728</u>	<u>\$ 53,842,815</u>
Business-type Activities				
Net investment in capital assets	\$ 16,374,423	\$ 15,691,591	\$ 15,164,188	\$ 14,936,950
Unrestricted	5,982,855	4,835,611	5,263,989	3,914,868
Total business-type activities net position	<u>\$ 22,357,278</u>	<u>\$ 20,527,202</u>	<u>\$ 20,428,177</u>	<u>\$ 18,851,818</u>
Total Primary Government				
Net investment in capital assets	\$ 66,142,451	\$ 66,087,079	\$ 66,737,885	\$ 63,249,119
Restricted	809,314	1,017,265	1,068,303	1,358,061
Unrestricted	12,425,780	10,490,520	11,285,717	8,087,453
Total primary government net position	<u>\$ 79,377,545</u>	<u>\$ 77,594,864</u>	<u>\$ 79,091,905</u>	<u>\$ 72,694,633</u>

⁽¹⁾ The Village presented GAAP starting in 2012.

Source: Village Finance Department.

VILLAGE OF OBETZ, OHIO

CHANGES IN NET POSITION
 LAST FOUR YEARS ⁽¹⁾
 (ACCRUAL BASIS OF ACCOUNTING)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Program Revenues:				
Governmental activities:				
Charges for services:				
General government	\$ 607,768	\$ 527,264	\$ 579,965	\$ 319,419
Security of persons and property	6,543	3,604	5,687	5,606
Transportation	26,138	5,155	7,692	12,088
Leisure time activity	194,598	161,926	257,990	188,271
Subtotal - charges for services	<u>835,047</u>	<u>697,949</u>	<u>851,334</u>	<u>525,384</u>
Operating grants and contributions:				
General government	-	-	-	80,000
Transportation	236,340	235,213	266,560	284,444
Interest and fiscal charges	226,193	141,118	18,629	-
Subtotal - operating grants and contributions	<u>462,533</u>	<u>376,331</u>	<u>285,189</u>	<u>364,444</u>
Capital grants and contributions:				
Transportation	328,531	1,120,078	3,777,111	7,102,187
Leisure time activity	-	-	1,017,150	16,460
Subtotal - capital grants and contributions	<u>328,531</u>	<u>1,120,078</u>	<u>4,794,261</u>	<u>7,118,647</u>
Total governmental activities program revenues	<u>1,626,111</u>	<u>2,194,358</u>	<u>5,930,784</u>	<u>8,008,475</u>
Business-type activities:				
Charges for services:				
Water	1,745,510	1,341,881	1,796,456	1,239,286
Sewer	1,680,017	1,570,741	1,500,315	1,218,599
Electric	5,485,518	3,762,431	3,986,694	3,942,728
Refuse	296,094	280,543	277,920	242,988
Gas	814,159	1,224,385	1,047,483	843,257
Subtotal - charges for services	<u>10,021,298</u>	<u>8,179,981</u>	<u>8,608,868</u>	<u>7,486,858</u>
Capital grants and contributions:				
Water	301,747	93,597	91,415	-
Sewer	5,600	16,550	175,640	-
Electric	39,708	485,168	-	-
Gas	90,100	58,530	46,555	-
Subtotal - capital grants and contributions	<u>437,155</u>	<u>653,845</u>	<u>313,610</u>	<u>-</u>
Total business-type activities program revenues	<u>10,458,453</u>	<u>8,833,826</u>	<u>8,922,478</u>	<u>7,486,858</u>
Total primary government	<u>\$ 12,084,564</u>	<u>\$ 11,028,184</u>	<u>\$ 14,853,262</u>	<u>\$ 15,495,333</u>

(Continued)

VILLAGE OF OBETZ, OHIO

CHANGES IN NET POSITION (CONTINUED)
 LAST FOUR YEARS ⁽¹⁾
 (ACCRUAL BASIS OF ACCOUNTING)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Expenses:				
Governmental Activities:				
General government	\$ 1,540,466	\$ 1,355,977	\$ 1,410,120	\$ 1,564,295
Security of persons and property	1,976,222	1,643,779	1,680,829	1,594,516
Public health	28,245	23,373	23,200	22,121
Transportation	5,152,756	4,184,179	3,514,602	3,010,245
Community environment	2,791,350	1,833,880	1,744,525	1,427,328
Leisure time activity	1,489,719	1,478,732	1,272,339	1,068,583
Other	1,512	-	-	-
Interest and fiscal charges	295,593	311,035	326,341	536,225
Total governmental activities expenses	<u>13,275,863</u>	<u>10,830,955</u>	<u>9,971,956</u>	<u>9,223,313</u>
Business-type activities:				
Water	1,143,253	1,190,149	923,159	981,650
Sewer	1,661,148	1,361,163	1,627,769	1,212,641
Electric	4,715,324	4,263,768	3,587,150	3,427,118
Refuse	289,234	309,851	255,296	311,499
Gas	824,879	1,351,598	955,546	717,357
Total business-type activities expenses	<u>8,633,838</u>	<u>8,476,529</u>	<u>7,348,920</u>	<u>6,650,265</u>
Total primary government program expenses	<u>21,909,701</u>	<u>19,307,484</u>	<u>17,320,876</u>	<u>15,873,578</u>
Net (Expense) Revenue				
Governmental activities	(11,649,752)	(8,636,597)	(4,041,172)	(1,214,838)
Business-type activities	<u>1,824,615</u>	<u>357,297</u>	<u>1,573,558</u>	<u>836,593</u>
Total primary government net expense	<u>\$ (9,825,137)</u>	<u>\$ (8,279,300)</u>	<u>\$ (2,467,614)</u>	<u>\$ (378,245)</u>

(Continued)

VILLAGE OF OBETZ, OHIO

CHANGES IN NET POSITION (CONTINUED)

LAST FOUR YEARS ⁽¹⁾

(ACCRUAL BASIS OF ACCOUNTING)

	2015	2014	2013	2012
General Revenues and Other Changes in Net Position				
Governmental activities:				
Taxes:				
Property taxes levied for:				
General purposes	\$ 159,783	\$ 168,938	\$ 153,982	\$ 167,396
Income taxes levied for:				
General purposes	5,388,225	5,190,459	4,851,419	4,429,012
Police enforcement ⁽²⁾	1,455,575	-	-	-
Debt service	540,000	540,000	585,000	-
Other local taxes	332,966	423,323	185,686	36,300
Payments in lieu of taxes	945,217	431,106	355,330	545,085
Grants and entitlements not restricted to specific programs	2,749,231	2,227,625	2,366,558	1,588,440
Franchise taxes	-	-	-	29,744
Investment earnings	26,400	44,102	31,218	27,208
Increase (decrease) in fair value of investments	(7,580)	44,257	(40,462)	-
Gain on sale of capital assets	-	7,171	-	-
Miscellaneous	12,540	94,287	205,692	592,401
Total governmental activities	11,602,357	9,171,268	8,694,423	7,415,586
Business-type activities:				
Investment earnings	5,461	2,863	-	-
Gain on sale of capital assets	-	841	-	-
Miscellaneous	-	1,742	2,801	350
Total business-type activities	5,461	5,446	2,801	350
Total primary government	11,607,818	9,176,714	8,697,224	7,415,936
Change in Net Position				
Governmental activities	(47,395)	534,671	4,653,251	6,200,748
Business-type activities	1,830,076	362,743	1,576,359	836,943
Total primary government	\$ 1,782,681	\$ 897,414	\$ 6,229,610	\$ 7,037,691

⁽¹⁾ The Village presented GAAP starting in 2012.

⁽²⁾ Revenue collections for a voter approved 0.5% income tax increase for police enforcement services began in 2015.

Source: Village Finance Department.

VILLAGE OF OBETZ, OHIO

FUND BALANCES, GOVERNMENTAL FUNDS
LAST FOUR YEARS ⁽¹⁾
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
General Fund				
Nonspendable	\$ 1,367	\$ 2,879	\$ 2,879	\$ 2,879
Assigned	2,566,234	1,575,653	868,484	758,680
Unassigned	<u>4,851,097</u>	<u>5,341,562</u>	<u>4,398,079</u>	<u>3,213,291</u>
Total General Fund	<u>7,418,698</u>	<u>6,920,094</u>	<u>5,269,442</u>	<u>3,974,850</u>
All Other Governmental Funds				
Restricted	711,582	921,965	974,951	2,961,621
Committed	1,608,434	817,644	741,971	625,617
Assigned	-	-	-	15,090
Unassigned (deficit)	<u>-</u>	<u>(124,512)</u>	<u>-</u>	<u>(844,359)</u>
Total all other governmental funds	<u>2,320,016</u>	<u>1,615,097</u>	<u>1,716,922</u>	<u>2,757,969</u>
Total governmental funds	<u>\$ 9,738,714</u>	<u>\$ 8,535,191</u>	<u>\$ 6,986,364</u>	<u>\$ 6,732,819</u>

⁽¹⁾ The Village presented GAAP starting in 2012.

Source: Village Finance Department.

VILLAGE OF OBETZ, OHIO

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST FOUR YEARS ⁽¹⁾
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Revenues				
Municipal income taxes	\$ 7,520,090	\$ 5,748,322	\$ 5,230,061	\$ 4,679,392
Property taxes	168,906	164,466	162,041	166,616
Payments in lieu of taxes	945,217	383,386	355,330	545,085
Other local taxes	332,966	423,323	213,201	48,388
Charges for services	338,858	291,071	332,337	347,925
Fees, licenses and permits	378,265	304,720	436,442	118,490
Fines and forfeitures	93,977	96,057	74,988	72,051
Intergovernmental	3,321,570	3,281,202	7,242,300	8,269,340
Special assessments	26,138	5,155	7,692	-
Investment income	24,579	50,104	40,887	20,511
Contributions and donations	226,193	188,838	186,291	-
Increase (decrease) in fair value of investments	(7,580)	44,257	(40,462)	-
Other	12,540	94,287	205,692	670,501
Total revenues	<u>13,381,719</u>	<u>11,075,188</u>	<u>14,446,800</u>	<u>14,938,299</u>
Expenditures				
Current:				
General government	1,413,109	1,251,071	1,203,277	1,213,600
Security of persons and property	1,838,473	1,503,565	1,562,032	1,591,447
Public health	28,245	23,373	23,200	22,121
Transportation	516,223	617,799	317,562	319,287
Community environment	2,796,684	1,816,161	1,736,831	1,416,840
Leisure time activity	1,108,212	1,181,404	1,063,804	1,076,944
Other	1,512	-	-	-
Capital outlay	3,787,901	2,515,178	7,054,215	8,295,036
Debt service:				
Principal retirement	643,770	820,394	903,919	7,401,658
Interest and fiscal charges	296,866	312,228	328,415	542,128
Total expenditures	<u>12,430,995</u>	<u>10,041,173</u>	<u>14,193,255</u>	<u>21,879,061</u>
Excess (deficiency) of revenues over (under) expenditures	<u>950,724</u>	<u>1,034,015</u>	<u>253,545</u>	<u>(6,940,762)</u>
Other Financing Sources (Uses)				
Sale of capital assets	10,005	7,171	-	8,500
Bonds issued	-	-	-	6,240,000
Notes issued	-	-	-	2,500,000
Transfers in	-	11,000	184	-
Transfers out	-	(11,000)	(184)	-
Issuance of loans	242,794	-	-	-
Total other financing sources (uses)	<u>252,799</u>	<u>7,171</u>	<u>-</u>	<u>8,748,500</u>
Net change in fund balances	<u>\$ 1,203,523</u>	<u>\$ 1,041,186</u>	<u>\$ 253,545</u>	<u>\$ 1,807,738</u>
Capital expenditures	<u>\$ 2,650,771</u>	<u>\$ 2,427,953</u>	<u>\$ 6,915,391</u>	<u>\$ 8,414,653</u>
Debt service as a percentage of noncapital expenditures	9.62%	14.88%	16.93%	59.00%

⁽¹⁾ The Village presented GAAP starting in 2012.

Source: Village Finance Department.

VILLAGE OF OBETZ, OHIO

**ASSESSED VALUATION AND ESTIMATED TRUE VALUES OF TAXABLE PROPERTY
LAST SEVEN YEARS ⁽¹⁾**

Collection Year	Real Property ^(a)		Public Utility ^(b)		Tangible Personal Property ^(c)	
	Assessed value	Estimated actual value	Assessed value	Estimated actual value	Assessed value	Estimated actual value
2015 ⁽²⁾	\$ 107,682,550	\$ 307,664,430	\$ 3,177,890	\$ 3,611,239	\$ -	\$ -
2014	103,024,410	294,355,457	3,099,790	3,522,489	-	-
2013	105,631,610	301,804,600	2,962,650	3,366,648	-	-
2012 ⁽³⁾	105,407,310	301,163,743	2,944,980	3,346,568	-	-
2011	109,436,000	312,674,286	2,580,960	2,932,909	-	-
2010	111,434,490	318,384,257	2,295,950	2,609,034	76,813	1,536,260
2009 ⁽²⁾	120,175,770	343,359,343	2,202,290	2,502,602	153,627	1,536,270

⁽¹⁾ Information prior to 2009 is unavailable.

⁽²⁾ Reflects triennial reappraisal.

⁽³⁾ Reflects sexennial update.

^(a) Real property is assessed at 35% of actual value. Real property taxes collected in a calendar year are levied as of January 1 of that year based on assessed values as of January 1 of the preceding year.

^(b) Public utility is assessed at 88% of actual value. Public utility real and tangible property taxes collected in a calendar year are levied in the preceding calendar year based on assessed values determined as of December 31 of the second preceding year.

^(c) For 2009 and 2010, tangible personal property tax is assessed at 0.00% of property value, including inventory, except for telephone tangible personal property which is assessed at 10% and 5% of property value, for 2009 and 2010, respectively. Beginning in 2011, tangible personal property, including telephone tangible, is no longer assessed.

Source: Franklin County Auditor.

Total

Assessed value	Estimated actual value	Ratio	Total Direct Tax Rate
\$ 110,860,440	\$ 311,275,668	35.61%	\$ 1.70
106,124,200	297,877,946	35.63%	1.70
108,594,260	305,171,248	35.58%	1.70
108,352,290	304,510,311	35.58%	1.70
112,016,960	315,607,195	35.49%	1.70
113,807,253	322,529,551	35.29%	1.70
122,531,687	347,398,215	35.27%	1.70

VILLAGE OF OBETZ, OHIO

**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUATION)
LAST TEN YEARS**

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Direct Tax Rate	\$ 1.70	\$ 1.70	\$ 1.70	\$ 1.70
 Overlapping Rates By Taxing District				
Franklin County	\$ 18.47	\$ 18.47	\$ 18.47	\$ 18.07
Groveport-Madison Local School District	66.28	57.60	57.65	57.42
Hamilton Local School District	56.65	56.90	56.30	56.60
Eastland-Fairfield Career and Technical Center	2.00	2.00	2.00	2.00
Hamilton Township	17.05	16.05	16.05	16.05
Madison Township	26.45	21.20	21.20	21.20
Columbus Metropolitan Library	2.80	2.80	2.80	2.80
Total Overlapping Tax Rates	<u>\$ 189.70</u>	<u>\$ 175.02</u>	<u>\$ 174.47</u>	<u>\$ 174.14</u>

Notes: The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year. The Village's basic property tax rate may be increased only by a majority vote of the Village's residents.

The real property tax rates for the voted levies of the overlapping taxing districts are reduced so that inflationary increases in value do not generate additional revenue.

Overlapping rates are those of local and county governments that apply to property owners within the Village.

Source: Franklin County Auditor.

2011	2010	2009	2008	2007	2006
<u>\$ 1.70</u>					
\$ 18.07	\$ 18.07	\$ 18.02	\$ 18.49	\$ 18.44	\$ 18.44
56.66	56.71	52.81	52.81	52.75	52.60
56.00	55.90	55.60	55.60	55.15	55.57
2.00	2.00	2.00	2.00	2.00	2.00
16.05	15.80	15.80	15.80	15.80	15.80
21.20	21.20	21.20	21.20	21.20	21.20
2.80	2.20	2.20	2.20	2.20	2.20
<u>\$ 172.78</u>	<u>\$ 171.88</u>	<u>\$ 167.63</u>	<u>\$ 168.10</u>	<u>\$ 167.54</u>	<u>\$ 167.81</u>

VILLAGE OF OBETZ, OHIO
PRINCIPAL TAXPAYERS
REAL ESTATE AND PUBLIC UTILITY TAX
CURRENT YEAR AND THREE YEARS AGO ⁽¹⁾

2015				
Taxpayer	Nature of Business	Taxable Assessed Value	Rank	Percentage of Total District Real Estate Assessed Value
Big Box Property Owner D LLC	Real Estate Development	\$ 15,576,800	1	14.05%
Duke Realty Ohio	Real Estate Development	13,917,240	2	12.55%
ARC DBPGDYR001 LLC	Real Estate Development	10,542,910	3	9.51%
WPT Creekside Parkway LP	Real Estate Development	9,169,580	4	8.27%
Big Property Owner E LLC	Real Estate Development	8,225,010	5	7.42%
Icon Ex US Properties Owner Pool 3	Real Estate Development	7,524,410	6	6.79%
Cole ID Obetz OH LLC	Real Estate Development	7,350,000	7	6.63%
Plymouth 3100 Creekside LLC	Real Estate Development	3,570,010	8	3.22%
AEP Ohio	Electric Utility	3,377,260	9	3.05%
Exeter 5653 Creekside LLC	Real Estate Development	3,220,000	10	2.90%
Total		<u>\$ 82,473,220</u>		<u>74.39%</u>
Total Assessed Valuation		<u>\$ 110,860,440</u>		

2012 ⁽¹⁾				
Taxpayer		Taxable Assessed Value	Rank	Percentage of Total District Real Estate Assessed Value
First Industrial LP	Real Estate Development	\$ 3,325,000	1	3.07%
Columbus 2 LLC	Real Estate Development	2,660,020	2	2.45%
AEP Ohio	Electric Utility	2,626,550	3	2.42%
Iron Mountain Information	Document Storage	2,371,260	4	2.19%
BT Property LLC	Real Estate Development	2,325,800	5	2.15%
Prologis-Macquarle Ohio	Real Estate Development	2,170,010	6	2.00%
Chester Industrial Park	Real Estate Development	2,046,990	7	1.89%
CIVF I-OH1B03 LLC	Real Estate Development	2,024,160	8	1.87%
Goldeneye LLC	Auto Auction	1,996,680	9	1.84%
HC-4370 Alum Creek Drive	Real Estate Development	1,711,610	10	1.58%
Total		<u>\$ 23,258,080</u>		<u>21.46%</u>
Total Assessed Valuation		<u>\$ 108,352,290</u>		

⁽¹⁾ Information prior to 2012 is unavailable.

Source: Franklin County Auditor.

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VILLAGE OF OBETZ, OHIO

INCOME TAX REVENUE BASE AND COLLECTIONS (CASH BASIS)
LAST TEN YEARS

Tax Year	Tax Rate	Taxes from Withholding	Percentage of Taxes from Withholdings	Taxes from Net Profits	Percentage of Taxes from Net Profits	Taxes from Individuals
2015	2.50%	\$ 6,645,853	89.14%	\$ 736,568	9.88%	\$ 73,211
2014	2.00%	4,991,756	88.31%	592,861	10.49%	68,151
2013	2.00%	4,258,343	85.21%	679,294	13.59%	60,087
2012	2.00%	3,848,301	85.04%	622,882	13.76%	53,989
2011	2.00%	3,548,649	87.65%	445,376	11.00%	54,587
2010	2.00%	3,242,524	78.23%	848,273	20.47%	53,933
2009	2.00%	3,246,332	76.52%	930,687	21.94%	65,359
2008	2.00%	3,331,314	86.95%	416,005	10.86%	83,932
2007	2.00%	2,951,660	80.65%	633,732	17.32%	74,380
2006	2.00%	2,849,378	85.35%	429,816	12.88%	59,112

Source: Village Finance Department.

Percentage of Taxes from Individuals	Total Gross Tax Collected	Refunds	Total Net Tax Collected
0.98%	\$ 7,455,632	\$ (110,485)	\$ 7,345,147
1.21%	5,652,768	(59,635)	5,593,133
1.20%	4,997,724	(216,624)	4,781,100
1.19%	4,525,172	(46,285)	4,478,887
1.35%	4,048,612	(56,616)	3,991,996
1.30%	4,144,730	(155,450)	3,989,280
1.54%	4,242,378	(134,445)	4,107,933
2.19%	3,831,251	(93,602)	3,737,649
2.03%	3,659,772	(145,178)	3,514,594
1.77%	3,338,306	(63,737)	3,274,569

VILLAGE OF OBETZ, OHIO

PRINCIPAL EMPLOYERS
INCOME TAX PAYMENTS AND WITHHOLDINGS
CURRENT YEAR AND FOUR YEARS AGO ⁽¹⁾

Employer	Nature of Business	2015
		Percentage of Total Village Income Taxes Collected
United Parcel Service, Inc.	Shipping	11.12%
Ziggy Merger Sub LLC (ne: Zulily, Inc.)	Retail	8.88%
Bare Escentuals Beauty, Inc.	Cosmetics	7.69%
Hamilton Local School District	Education	7.66%
Luxottica Retail North America, Inc.	Eyewear	7.05%
Excel, Inc.	Logistics	6.39%
Avnet, Inc.	Manufacturing	6.04%

Employer	Description	2011 ⁽¹⁾
		Percentage of Total Village Income Taxes Collected
United Parcel Service, Inc.	Shipping	12.96%
Hamilton Local School District	Education	8.50%
Luxottica Retail North America, Inc.	Eyewear	7.71%
Excel, Inc.	Logistics	6.62%
Bare Escentuals Beauty, Inc.	Cosmetics	4.84%
Columbus Fair Auto Auction, Inc.	Auto Auction	4.66%
1st Class Staffing LLC	Employment Staffing	3.51%
H F I LLC	Manufacturing	2.60%

⁽¹⁾ Information prior to 2011 is unavailable.

Source: Village Finance Department.

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VILLAGE OF OBETZ, OHIO

LEGAL DEBT MARGIN
LAST SEVEN YEARS ⁽¹⁾

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Total Assessed Property Value	<u>\$ 110,860,440</u>	<u>\$ 106,124,200</u>	<u>\$ 108,594,260</u>	<u>\$ 108,352,290</u>
Overall Legal Debt Limit (10 1/2 % of assessed valuation)	<u>11,640,346</u>	<u>11,143,041</u>	<u>11,402,397</u>	<u>11,376,990</u>
Debt Subject to Limitation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal debt margin within 10 1/2 % limitation	<u>\$ 11,640,346</u>	<u>\$ 11,143,041</u>	<u>\$ 11,402,398</u>	<u>\$ 11,376,991</u>
Legal debt margin as a percentage of the debt limit	100.00%	100.00%	100.00%	100.00%
<hr/>				
Unvoted Debt Limitation (5 1/2 % of assessed valuation)	<u>6,097,324</u>	<u>5,836,831</u>	<u>5,972,684</u>	<u>5,959,376</u>
Debt Subject to Limitation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unvoted legal debt margin within 5 1/2 % limitations	<u>\$ 6,097,324</u>	<u>\$ 5,836,831</u>	<u>\$ 5,972,684</u>	<u>\$ 5,959,376</u>
Unvoted legal debt margin as a percentage of the unvoted debt limitation	100.00%	100.00%	100.00%	100.00%

⁽¹⁾ Information prior to 2009 is unavailable.

Notes: The Village's bonds are supported by income taxes or tax increment financing (TIF) revenues.
None of the Village's bonds are general obligations of the Village.

Source: Village Finance Department.

<u>2011</u>	<u>2010</u>	<u>2009</u>
<u>\$ 112,016,960</u>	<u>\$ 113,807,253</u>	<u>\$ 122,531,687</u>
<u>11,761,781</u>	<u>11,949,762</u>	<u>12,865,827</u>
<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 11,761,782</u>	<u>\$ 11,949,763</u>	<u>\$ 12,865,828</u>
100.00%	100.00%	100.00%
<hr/>		
<u>6,160,933</u>	<u>6,259,399</u>	<u>6,739,243</u>
<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 6,160,933</u>	<u>\$ 6,259,399</u>	<u>\$ 6,739,243</u>
100.00%	100.00%	100.00%

VILLAGE OF OBETZ, OHIO

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS (1)

Year	Governmental Activities					Business-Type Activities
	Capital Leases	Bonds Payable	Judgments	OPWC Loans	Total Governmental Activities	OWDA Loans
2015	\$ -	\$ 9,645,000	\$ -	\$ 338,553	\$ 9,983,553	\$ 239,272
2014	-	10,275,000	-	109,529	10,384,529	388,132
2013	-	10,890,000	191,624	123,299	11,204,923	528,407
2012	-	11,495,000	476,773	137,069	12,108,842	660,592
2011 ⁽²⁾	-	8,565,000	669,661	150,839	9,385,500	785,154
2010 ⁽²⁾	-	8,895,000	859,802	164,610	9,919,412	902,534
2009 ⁽²⁾	-	9,220,000	1,037,309	185,266	10,442,575	1,013,143
2008 ⁽²⁾	-	9,525,000	1,213,565	192,151	10,930,716	1,117,374
2007 ⁽²⁾	23,689	3,980,000	1,387,286	225,480	5,616,455	1,215,594
2006 ⁽²⁾	-	4,165,000	1,550,942	238,625	5,954,567	1,308,148

⁽¹⁾ Some information unavailable prior to 2009.

⁽²⁾ The table includes only long-term debt. Short-term notes have been excluded from totals previously reported.

Note: Population and personal income data are presented on the Demographic and Economic Statistics statistical table.

Source: Village Finance Department.

	Total Primary Government	Percentage of Personal Income		Per Capita
\$	10,222,825	10.88%	\$	2,227
	10,772,661	11.64%		2,383
	11,733,330	12.65%		2,647
	12,769,434	13.25%		2,808
	10,170,654	10.84%		2,240
	10,821,946	13.33%		2,546
	11,455,718	13.58%		2,569
	12,048,090	-		-
	6,832,049	-		-
	7,262,715	-		-

VILLAGE OF OBETZ, OHIO

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2015

<u>Jurisdiction</u>	<u>Governmental Activities Debt Outstanding</u>	<u>Estimated Percentage Applicable ⁽¹⁾</u>	<u>Estimated Amount Applicable to Village</u>
Direct - Village of Obetz			
Bonds and Loans	\$ 9,983,553	100.00%	\$ 9,983,553
Overlapping Debt:			
Franklin County	222,905,000	0.42%	936,201
Groveport-Madison Local School District	37,748,578	5.35%	2,019,549
Hamilton Local School District	18,189,031	33.73%	6,135,160
Eastland-Fairfield Career and Technical Center	2,100,000	1.51%	31,710
Hamilton Township	-	33.88%	-
Madison Township	-	4.30%	-
Solid Waste Authority of Central Ohio	98,165,000	0.40%	392,660
Total Overlapping Debt	<u>379,107,609</u>		<u>9,515,280</u>
Total Direct and Overlapping Debt	<u>\$ 389,091,162</u>		<u>\$ 19,498,833</u>

⁽¹⁾ Percentages were determined by dividing each overlapping subdivision's assessed valuation within the City by its total valuation.

Source: Franklin County Auditor's Office.

VILLAGE OF OBETZ, OHIO

**PLEDGED REVENUE COVERAGE - TIF REVENUE BONDS
LAST SIX YEARS ⁽¹⁾**

Year	Revenue in Lieu of Taxes ⁽²⁾	Contributions from Developer	Net Available Revenues	Debt Service		Coverage
				Principal	Interest	
2015	\$ 109,147	\$ 226,193	\$ 335,340	\$ 150,000	\$ 185,340	1.00
2014	141,327	188,838	330,165	140,000	190,165	1.00
2013	143,973	186,291	330,264	135,000	195,264	1.00
2012	341,056	-	341,056	130,000	190,676	1.06
2011	48,503	276,806	325,309	120,000	205,309	1.00
2010	71,802	183,046	254,848	120,000	134,848	1.00

⁽¹⁾ Information prior to 2010 is unavailable.

⁽²⁾ Revenue bonds are supported by TIF revenues. To the extent the TIF revenues are not sufficient to support the debt service, the shortfall is supported by a line-of-credit maintained at Huntington National Bank by the developer.

Notes: Revenues and expenses for 2012-2015 prepared on a GAAP basis.
For years 2010-2011, information prepared on the cash basis.

Source: Village Finance Department.

VILLAGE OF OBETZ, OHIO

**PLEGGED REVENUE COVERAGE - WATER FUND OWDA LOANS
LAST EIGHT YEARS ⁽¹⁾**

Year	Operating Revenues	Direct Operating Expenses ⁽²⁾	Net Available Revenues	Debt Service		Coverage
				Principal	Interest	
2015	\$ 1,745,510	\$ 985,977	\$ 759,533	\$ 54,042	\$ 8,624	12.12
2014	1,343,623	1,059,467	284,156	50,925	11,740	4.53
2013	1,799,257	811,993	987,264	47,988	14,677	15.75
2012	1,239,286	872,110	367,176	45,221	17,445	5.86
2011	839,604	888,599	(48,995)	42,613	20,052	(0.78)
2010	844,445	706,529	137,916	40,156	22,510	2.20
2009	802,432	978,782	(176,350)	37,840	66,391	(1.69)
2008	811,501	620,462	191,039	35,657	27,008	3.05

⁽¹⁾ Information prior to 2008 is unavailable.

⁽²⁾ Operating expenses do not include depreciation.

Notes: Revenues and expenses for 2012-2015 prepared on a GAAP basis. For years 2008-2011, information prepared on the cash basis.

Source: Village Finance Department.

VILLAGE OF OBETZ, OHIO

**PLEDGED REVENUE COVERAGE - SEWER FUND OWDA LOANS
LAST EIGHT YEARS ⁽¹⁾**

Year	Operating Revenues	Direct Operating Expenses ⁽²⁾	Net Available Revenues	Debt Service		Coverage
				Principal	Interest	
2015	\$ 1,680,017	\$ 1,409,107	\$ 270,910	\$ 94,818	\$ 15,130	2.46
2014	1,570,741	1,111,295	459,446	89,350	20,598	4.18
2013	1,500,315	1,374,115	126,200	84,197	25,751	1.15
2012	1,218,599	955,949	262,650	79,341	30,607	2.39
2011	849,885	930,396	(80,511)	74,766	35,182	(0.73)
2010	828,092	1,060,318	(232,226)	70,454	39,494	(2.11)
2009	788,366	827,886	(39,520)	66,391	43,557	(0.36)
2008	815,397	955,104	(139,707)	62,562	47,386	(1.27)

⁽¹⁾ Information prior to 2008 is unavailable.

⁽²⁾ Operating expenses do not include depreciation.

Notes: Revenues and expenses for 2012-2015 prepared on a GAAP basis. For years 2008-2011, information prepared on the cash basis.

Source: Village Finance Department.

VILLAGE OF OBETZ, OHIO

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS⁽¹⁾

Year	Population ⁽²⁾	Total Personal Income ⁽³⁾	Per Capita Income ⁽²⁾	Unemployment Rate ⁽⁴⁾		
				Federal	State	Franklin County
2015	4,591	\$ 93,950,224	\$ 20,464	5.3%	4.9%	4.1%
2014	4,521	92,517,744	20,464	6.2%	5.8%	4.8%
2013	4,432	92,761,760	20,930	7.4%	7.5%	6.4%
2012	4,548	96,403,956	21,197	8.3%	8.7%	6.7%
2011	4,540	93,846,340	20,671	9.0%	8.6%	7.6%
2010	4,250	81,196,250	19,105	9.6%	10.0%	8.6%
2009	4,459	84,368,739	18,921	9.3%	10.1%	8.3%
2008	-	-	-	5.8%	6.5%	5.5%
2007	-	-	-	4.6%	5.6%	4.7%
2006	-	-	-	4.6%	5.4%	4.6%

⁽¹⁾ Some information unavailable prior to 2009.

⁽²⁾ **Source:** U.S. Census, American Community Survey.

Years 2009 - 2014 Federal Census Bureau and Year 2015 Estimated by the Mid-Ohio Regional Planning Commission.

Per Capita Income for 2015 is not available until December 2016, so 2014's amount was used as an estimate.

⁽³⁾ Computation of per capita personal income multiplied by population.

⁽⁴⁾ **Source:** Bureau of Labor Statistics, U.S. Department of Labor.

VILLAGE OF OBETZ, OHIO

PRINCIPAL EMPLOYERS
BY NUMBER OF EMPLOYEES
CURRENT YEAR AND FOUR YEARS AGO ⁽¹⁾

Employer	Nature of Business	2015		
		Estimated Number of Employees	Percentage of Total Village Employment	Rank
United Parcel Service, Inc.	Shipping	800	11.12%	1
Ziggy Merger Sub LLC (ne: Zulily, Inc.)	Retail	639	8.88%	2
Bare Escentuals Beauty, Inc.	Cosmetics	553	7.69%	3
Hamilton Local School District	Education	551	7.66%	4
Luxottica Retail North America, Inc.	Eyewear	507	7.05%	5
Excel, Inc.	Logistics	460	6.39%	6
Avnet, Inc.	Manufacturing	434	6.03%	7
Total Top Employers		3,944	54.82%	
All Other Employers		3,250	45.18%	
Total Village Employers		7,194	100.00%	

Employer	Nature of Business	2011 ⁽¹⁾		
		Estimated Number of Employees	Percentage of Total Village Employment	Rank
United Parcel Service, Inc.	Shipping	747	12.96%	1
Hamilton Local School District	Education	490	8.50%	2
Columbus Fair Auto Auction, Inc.	Eyewear	445	7.72%	3
Excel, Inc.	Logistics	382	6.63%	4
Bare Escentuals Beauty, Inc.	Cosmetics	279	4.84%	5
Columbus Fair Auto Auction, Inc.	Auto Auction	269	4.67%	6
1st Class Staffing LLC	Employee Staffing	202	3.50%	7
H F I LLC	Manufacturing	150	2.60%	8
Total Top Employers		2,964	51.40%	
All Other Employers		2,802	48.60%	
Total Village Employers		5,766	100.00%	

⁽¹⁾ Information prior to 2011 is unavailable.

Source: Village of Obetz Finance Department.

Since many companies consider this data confidential, employee counts are estimated and are derived from income tax withholdings.

VILLAGE OF OBETZ, OHIO

EMPLOYEES BY FUNCTION/PROGRAM ⁽¹⁾
LAST SEVEN YEARS ⁽²⁾

Function/Program	2015		2014		2013		2012	
	Full-Time	All	Full-Time	All	Full-Time	All	Full-Time	All
General Government								
Council	0	6	0	6	0	6	0	6
Mayor's Office	0	1	0	1	1	2	1	2
Law	1	2	1	2	1	2	0	1
Finance	2	2	2	3	2	3	2	2
Administration	3	3	3	3	3	3	3	4
Lands and Buildings	1	2	1	1	1	1	2	2
Engineer	1	1	1	1	1	1	1	1
Building	1	1	2	2	0	0	0	0
Security of Persons and Property								
Police - Administration	2	2	2	2	2	2	2	2
Police - Officers	16	16	14	14	14	14	14	14
Leisure Time Activity								
Community Center	2	6	2	6	2	5	2	6
Recreation	1	10	1	14	1	10	1	6
Park Maintenance	1	2	2	3	2	4	3	4
Community Development								
Economic Development	1	1	1	1	0	0	0	0
Transportation								
Street Maintenance	4	4	4	4	3	3	3	3
Basic Utility Services								
Utilities Office	1	1	2	2	2	2	1	1
Utilities Service Department	3	3	3	3	3	3	3	3
Total	<u>40</u>	<u>63</u>	<u>41</u>	<u>68</u>	<u>38</u>	<u>61</u>	<u>38</u>	<u>57</u>

⁽¹⁾ Employed as of December 31.

⁽²⁾ Information prior to 2009 is unavailable.

Source: Village Finance Department.

2011		2010		2009	
<u>Full-Time</u>	<u>All</u>	<u>Full-Time</u>	<u>All</u>	<u>Full-Time</u>	<u>All</u>
0	6	0	6	0	6
1	2	1	2	1	2
0	1	0	1	0	1
2	2	2	2	2	2
3	3	3	3	2	2
1	2	2	2	2	2
0	0	0	0	0	0
1	1	1	1	1	1
2	2	2	2	2	2
15	15	16	16	17	17
3	5	2	4	2	4
1	7	2	9	2	3
2	4	2	5	2	3
0	0	0	0	0	0
2	2	2	2	3	3
1	1	1	1	1	1
3	3	4	4	4	4
<u>37</u>	<u>56</u>	<u>40</u>	<u>60</u>	<u>41</u>	<u>53</u>

VILLAGE OF OBETZ, OHIO

CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM
LAST TEN YEARS

Function/Program	2015	2014	2013	2012
General Government				
General government centers	1	1	1	1
Vehicles	6	5	3	3
Security of Persons and Property				
Police stations	1	1	1	1
Vehicles	13	11	10	10
Motorcycles	2	2	1	1
Leisure Time Activity				
Number of parks	7	7	6	6
Parks area (acres)	150	136	97	97
Number of community centers	1	1	1	1
Number of athletic centers	1	1	1	1
Number of playground sites	5	5	5	5
Number of basketball courts	5	5	5	5
Number of football/soccer fields	4	3	3	3
Number of baseball fields	4	4	4	4
Number of tennis courts	1	1	1	1
Number of volleyball courts	1	1	1	1
Number of archery ranges	1	1	-	-
Number of bocce ball courts	2	2	2	2
Number of splash pads/ice rinks	1	1	1	-
Number of shelter houses	4	3	3	3
Number of concession stands	3	3	3	3
Vehicles	3	4	4	4
Public Service Department				
Streets (miles)	32.60	32.60	32.40	32.20
Number of buildings	5	5	5	4
Vehicles	12	10	10	10
Utilities Department				
Water lines (miles)	28.03	27.70	27.50	27.20
Sanitary sewers (miles)	24.10	24.10	23.90	23.90
Electric distribution lines (miles)	10.20	10.20	9.20	8.88
Natural gas lines (miles)	4.21	4.04	3.66	3.66
Number of buildings	3	3	3	3
Vehicles	3	3	3	3

Source: Village of Obetz departments.

2011	2010	2009	2008	2007	2006
1	1	1	1	1	1
3	3	2	2	2	2
1	1	1	1	1	1
10	10	10	10	9	8
1	1	1	1	-	-
6	6	6	6	6	6
97	97	97	97	97	97
1	1	1	1	1	1
1	-	-	-	-	-
5	5	5	5	5	5
5	5	5	5	5	5
3	3	3	3	3	3
4	4	4	4	4	4
1	1	1	1	1	1
1	1	1	1	1	1
-	-	-	-	-	-
2	2	2	2	2	2
-	-	-	-	-	-
3	3	3	3	3	3
3	3	3	3	3	3
4	4	4	4	4	4
32.20	32.20	32.20	32.20	32.20	32.20
4	4	4	4	4	4
10	10	10	10	10	10
27.20	27.20	27.20	27.20	27.52	27.50
23.90	23.90	23.70	23.70	23.70	23.60
8.88	8.88	8.88	6.55	6.55	6.55
3.66	3.66	3.66	3.43	3.43	3.43
3	3	3	3	3	3
3	3	3	3	3	3

VILLAGE OF OBETZ, OHIO

OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN YEARS⁽¹⁾

Function/Program	2015	2014	2013	2012
General Government				
Number of ordinances passed	93	76	76	57
Number of checks/vouchers issued	4,075	4,048	3,944	2,700
Building Department				
Construction permits issued	137	95	124	120
Estimated value of construction	\$ 70,756,018	\$ 37,392,735	\$ 37,457,000	\$ 6,155,059
Security of Persons & Property				
Police				
Total calls for services	5,454	4,797	4,853	5,259
Traffic violations	2,945	1,776	1,154	1,112
Motor vehicle accidents	186	171	167	149
Total criminal arrests	320	219	195	247
Leisure Time Activity				
Recreation				
Obetz Athletic Club Check-ins	46,469	43,374	50,762	44,945
Obetz Athletic Club Receipts	\$82,758	\$97,951	\$122,204	\$99,901
Baseball/Softball Program Participants	89	70	83	87
Baseball/Softball Program Receipts	\$5,190	\$6,285	\$14,559	\$16,785
Football Program Participants	114	128	147	150
Football Program Receipts	\$10,980	\$9,080	\$12,950	\$11,260
Cheerleading Program Participants	47	46	49	49
Cheerleading Program Receipts	\$2,650	\$3,125	\$3,675	\$5,935
Community Center				
Meals Served in House	1,826	1,650	1,872	2,100
Meals Delivered to Shut-ins	506	510	460	510
Senior Meal Donations	\$3,959	\$4,220	\$5,084	\$5,343
Senior Transportation Trips - Doctor Appointments/Grocery Shopping	102	124	172	209
Senior Transportation Leisure Trips	14	15	15	14
Community Center Rentals	\$3,735	\$2,723	\$5,597	\$1,836
Utilities Department				
Water				
Average daily gallons sold per consumer	310	261	246	271
Number of customers (per year)	21,240	20,918	20,860	20,919
Average number of customers per month	1,770	1,743	1,738	1,743
Annual water collections	\$1,327,075	\$1,249,781	\$1,191,062	\$1,211,091
Gallons of water treated (thousands of gallons)	231,758	166,257	156,332	172,263
Sewer				
Residential sewer rate (flat monthly rate)	\$23.86	\$23.86	\$23.86	\$16.86
Average number of customers per month	1,766	1,738	1,734	1,740
Refuse				
Refuse collection rate (flat monthly rate)	\$14.77	\$14.77	\$14.41	\$13.00
Average number of customers per month	1,638	1,614	1,607	1,612
Electric				
Commercial electric billings (per year in millions)	\$6.24	\$4.86	\$4.04	\$3.82
Number of customers	71	66	58	56
Gas				
Commercial gas billings (per year in millions)	\$1.00	\$1.48	\$1.07	\$0.80
Number of customers	68	70	60	55

⁽¹⁾ Some information prior to 2011 is unavailable.

⁽²⁾ Commercial only.

Source: Village of Obetz departments.

2011	2010	2009	2008	2007	2006
58	47	39	52	46	51
2,696	2,301	-	-	-	-
119	143	221	159	172	66 ⁽²⁾
\$ 10,507,606	\$ 5,776,025	\$ 20,802,970	\$ 17,595,066	\$ 2,195,410	\$ 33,266,966 ⁽²⁾
5,020	4,589	-	-	-	-
1,138	1,544	2,623	2,150	2,102	1,406
237	314	294	381	461	210
326	425	688	537	318	-
28,373	-	-	-	-	-
\$58,410	-	-	-	-	-
-	-	-	-	-	-
\$11,925	-	-	-	-	-
130	-	-	-	-	-
\$9,285	-	-	-	-	-
63	-	-	-	-	-
\$4,710	-	-	-	-	-
2,256	-	-	-	-	-
500	-	-	-	-	-
\$5,942	-	-	-	-	-
245	-	-	-	-	-
18	-	-	-	-	-
\$1,665	-	-	-	-	-
238	254	255	264	274	273
20,780	20,632	20,572	20,453	20,466	20,339
1,732	1,719	1,714	1,704	1,706	1,695
\$766,588	\$878,258	\$803,792	\$757,989	\$682,298	\$679,160
150,437	159,260	159,756	164,344	170,688	168,962
\$16.86	\$16.86	\$15.91	\$15.91	\$14.46	\$12.36
1,728	1,716	1,711	1,701	1,701	1,688
\$13.00	\$13.00	\$13.00	\$13.00	\$13.00	\$10.83
1,599	1,581	1,583	1,565	1,562	1,549
\$3.39	\$2.97	\$2.63	\$2.34	\$1.76	\$1.13
55	53	53	51	39	-
\$0.81	\$0.84	\$0.88	\$1.25	\$0.82	\$0.69
54	52	52	50	35	-

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MAYOR
HONORABLE D. GREG SCOTT

VILLAGE ADMINISTRATOR
E. ROD DAVISSON, ESQ.

DIRECTOR OF FINANCE
M. MATTHEW CRAMBLIT

ASSISTANT DIRECTOR OF FINANCE
MARK E. DAUBENMIER



**VILLAGE OF OBETZ
FRANKLIN COUNTY, OHIO**

SUPPLEMENTAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2015

MATT CRAMBLIT, FINANCE DIRECTOR

**VILLAGE OF OBETZ
FRANKLIN COUNTY, OHIO**

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Julian & Grube, Inc.

Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Required by *Government Auditing Standards*

Village of Obetz
Franklin County
4175 Alum Creek Drive
Obetz, Ohio 43207

To the Members of Council and Mayor:

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 Village of Obetz, Franklin County, Ohio, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Village of Obetz's basic financial statements and have issued our report thereon dated June 24, 2016, wherein we noted as discussed in Note 3, the Village of Obetz adopted Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement No. 27* and No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an Amendment of GASB Statement No. 68*.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the Village of Obetz'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 Village of Obetz's internal control. Accordingly, we have not opined on it.

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

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

Members of Council and Mayor
Village of Obetz

Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

Julian & Grube, Inc.
June 24, 2016



Dave Yost • Auditor of State

VILLAGE OF OBETZ

FRANKLIN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
SEPTEMBER 27, 2016