

Dave Yost • Auditor of State

CITY OF MARYSVILLE
UNION COUNTY

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**CITY OF MARYSVILLE
UNION COUNTY**

**FEDERAL AWARDS EXPENDITURES SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2011**

Federal Grantor Pass Through Grantor Program Grant Title	Pass Through Entity Number	Federal CFDA Number	Disbursements
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
<i>Passed through Ohio Department of Development</i>			
HOME Investment Partnerships Program (CHIP Grant)	A-C-09-2CK-1	14.239	\$ 122,493
	A-C-09-2CK-2	14.239	<u>254,586</u>
			377,079
Community Development Block Grant	A-F-10-2CK-1	14.228	61,700
	A-F-10-2CK-2	14.228	5,300
	A-F-09-144-1	14.228	55,000
	A-T-08-2CK-1	14.228	<u>285,711</u>
			407,711
<i>Passed through Ohio Department of Development</i>			
<i>Passed through City of Bellefontaine</i>			
Community Development Block Grant program for Entitlement Communities	A-Z-08-2AL-1	14.218	144,307
Total United States Department of Housing and Urban Development			<u>929,097</u>
Total Federal Awards Expenditures			<u><u>\$ 929,097</u></u>

**CITY OF MARYSVILLE
UNION COUNTY**

**NOTES TO THE FEDERAL AWARDS EXPENDITURES SCHEDULE
FISCAL YEAR ENDED DECEMBER 31, 2011**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - MATCHING REQUIREMENTS

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



Dave Yost • Auditor of State

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

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

To the City Council:

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Marysville, Union County, (the City) as of and for the year ended December 31, 2011, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 8, 2012, wherein we noted the City adopted the provisions of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of opining on the effectiveness of the City's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the City's internal control over financial reporting.

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and timely corrected. We consider finding 2011-001 described in the accompanying schedule of findings to be a material weakness.

Compliance and Other Matters

As part of reasonably assuring whether the City's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion 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*.

We also noted certain matters not requiring inclusion in this report that we reported to the City's management in a separate letter dated June 8, 2012.

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

We intend this report solely for the information and use of management, the audit committee, and others within the City. We intend it for no one other than these specified parties.

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

Dave Yost
Auditor of State

June 8, 2012



Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

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

To the City Council:

Compliance

We have audited the compliance of the City of Marysville (the City) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect each of the City of Marysville's major federal programs for the year ended December 31, 2011. The *summary of auditor's results* section of the accompanying schedule of findings identifies the City's major federal programs. The City's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to opine on the City's compliance based on our audit.

Our compliance audit followed auditing standards generally accepted in the United States of America; the standards applicable to financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. These standards and OMB Circular A-133 require that we plan and perform the audit to reasonably assure whether noncompliance occurred with the compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the City's compliance with these requirements and performing other procedures we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City's compliance with these requirements.

In our opinion, the City of Marysville complied, in all material respects, with the requirements referred to above that could directly and materially affect each of its major federal programs for the year ended December 31, 2011.

Internal Control Over Compliance

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program compliance requirement. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected.

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

We intend this report solely for the information and use of the audit committee, management, City Council, others within the entity, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.

Federal Awards Expenditures Schedule

We have also audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Marysville, Union County, Ohio (the City) as of and for the year ended December 31, 2011, and have issued our report thereon dated June 8, 2012, wherein we noted the City adopted the provisions of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. Our audit was performed to form opinions on the financial statements that collectively comprise the City's basic financial statements taken as a whole. The accompanying federal awards expenditures schedule provides additional information required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. This schedule was subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Dave Yost
Auditor of State

June 8, 2012

**CITY OF MARYSVILLE
UNION COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2011**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	Yes
(d)(1)(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
(d)(1)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	<ul style="list-style-type: none"> • HOME Investment Partnerships Program (CHIP Grant) CFDA #14.239; • Community Development Block Grant CFDA #14.228;
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	No

**CITY OF MARYSVILLE
UNION COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2011
(Continued)**

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

Finding Number	2011-001
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Financial Reporting – Material Weakness

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

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

The following audit adjustments were posted to the December 31, 2011 financial statements and financial accounting records:

- Adjustment to record bond issuance costs, \$219,401, bond premium, \$40,971, and bond proceeds, \$178,430, in the Capital Improvement Fund and Governmental Type Activities.
- Adjustment to record bond issuance costs, \$75,103, bond premium, \$86,951, and bond proceeds, (\$11,848), in the Colman's Crossing TIF Fund and Governmental Type Activities.
- Reclassification of debt proceeds to intergovernmental revenue in the Milford Avenue Project Fund and Governmental Type Activities in the amount of \$178,430.
- Adjustment to amortize bond issuance costs over the life of the debt reducing interest and fiscal charges and increasing deferred charges for Governmental Type Activities for \$197,192.
- Adjustment to amortize bond premium over the life of the debt reducing the premium and increasing long term liabilities for Governmental Type Activities for \$25,944.
- Reclassification of Water Fund and Business Type Activities Long Term Liabilities, Due in More than 1 Year, as General Obligation Notes Payable for \$1,685,350, due to not all of the note being refinanced.
- Adjustments to reclassify interest and fiscal expenses to principal expenses on debt and correspondingly adjust to reduce principal expenses and long term liabilities, due within one year for the Sewer Fund and Business Type Activities in the amount of \$63,750.
- Reclassification of Governmental Type Activities restricted for capital projects of \$12,537,725 to invested in capital assets, net of related debt for \$707,725, restricted for debt service for \$107,213, and unrestricted for \$11,722,787.
- Adjustment to increase accounts payable and reduce associated expenditures/expenses for unrecorded payables in the Capital Improvement Fund and Governmental Type Activities in the amount of \$223,218.
- Adjustment to add an original budget in the Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual for the City events fund established during the fiscal year for \$17,950 in budgeted revenues and expenditures.

**CITY OF MARYSVILLE
UNION COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2011
(Continued)**

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

Finding Number	2011-001 (Continued)
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Financial Reporting – Material Weakness (Continued)

The following aggregated differences were immaterial to the overall financial statements of the City and were not made to the December 31, 2011 financial statements and financial accounting records:

- Adjustment to record bond issuance costs, \$107,305, bond premium, \$125,222, and bond proceeds, (\$17,917), in the Sewer Fund and Business Type Activities.
- Adjustment to record bond issuance costs, \$7,361, bond premium, \$8,310, and bond proceeds, (\$949), in the Water Fund and Business Type Activities.
- Reclassification of Sewer Fund and Business Type Activities long term liabilities, due in more than one year as long term liabilities due within one year in the amount of \$14,784.
- Adjustment to reduce an overstatement of interest and fiscal charges and accrued interest payable in the Sewer Fund and Business Type Activities in the amount of \$112,432.
- Adjustment to record intergovernmental revenue and capital outlay in the amount of \$96,568 for 'on behalf of payments' made by OPWC during 2011. The City recorded the receipt and expenditure for this transaction in 2012.
- Reclassification of sales of assets in Business Type Activities of Sewer, Stormwater, and Sanitation charge for services program revenue of \$9,244, \$9,244, and \$9,355, respectively to the general revenue of sale of capital assets of \$27,843.
- Adjustment to reduce an overstatement of cash and cash equivalents and due to other liabilities in the Municipal Court agency fund of \$12,709.

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

We recommend the City continue to develop and enhance policies and procedures to further enhance its controls over recording of financial transactions and financial reporting to help ensure the information accurately reflects the activity of the City and thereby increases the reliability of the financial data throughout the year. We also recommend the City enhance/implement procedures over the completeness and accuracy of financial information reported within the Comprehensive Annual Financial Report. Such procedures may include review of the financial statements and related components by a member of management with analytical comparisons of the current year annual report to the prior year reports for obvious errors or omissions.

**CITY OF MARYSVILLE
UNION COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
DECEMBER 31, 2011
(Continued)**

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

Finding Number	2011-001 (Continued)
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Official's Response:

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

It is important to note that the majority of the adjustments were simply a reclassification entry that changed the presentation of these amounts on the financial statements but did not change the total amounts reported in the financial statements. In addition, two of the items that related to the bond issuance costs and bond premium were not material to the financial statement and were only adjusted at the request of the Auditor of State's Office

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

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

**CITY OF MARYSVILLE
UNION COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
DECEMBER 31, 2011**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain
2010-001	Negative Fund Balances – funds had negative fund balances as of December 31, 2010	Yes	Fully corrected
2010-002	Actual Revenue Deficiency – funds had appropriations that exceeded actual resources at year end	Yes	Fully corrected
2010-003	Financial Reporting - recommendation due to adjustments required to be made to the financial statements.	No	Not corrected – Reissued at Finding 2011-001

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CITY OF MARYSVILLE, OHIO
Comprehensive Annual Financial Report

For the Year Ended
December 31, 2011



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2011

Prepared by the Auditor's Office

Jenny Chavarria
Finance Director



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UNION COUNTY, OHIO

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INTRODUCTORY SECTION





CITY OF MARYSVILLE

125 East Sixth Street • Marysville, Ohio 43040

Jenny Chavarria, City Finance Director

phone (937) 645-1030

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www.marysvilleohio.org

June 8, 2012

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

We are pleased to present the second ***Comprehensive Annual Financial Report*** (CAFR) of the City of Marysville, Ohio, (the City) for the year ended December 31, 2011. The report has been prepared in accordance with Generally Accepted Accounting Principles (GAAP) established by statements of the Governmental Accounting Standards Board (GASB), other authoritative pronouncements and guidelines recommended by the Government Finance Officers Association (GFOA) of the United States and Canada, and audited in accordance with Generally Accepted Auditing Standards (GAAS). GAAP requires a narrative introduction, overview, and analysis called the Management's Discussion and Analysis (MD&A) to accompany the basic financial statements. This Letter of Transmittal (LOT) is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the Independent Accountants' Report.

THE REPORT

State law, along with *Administrative Rules* of the Auditor of State, requires all City governments to publish an Annual Report within 150 days of the close of each fiscal year. This report must present a complete set of financial statements presented in conformity with GAAP. Various City debt service *Trust Agreements* require Audited Annual Reports in accordance with GAAS. Pursuant to these requirements, we hereby issue the CAFR of the City of Marysville, Ohio, for the fiscal year ended December 31, 2011.

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

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

***Letter of Transmittal
For the Year Ended December 31, 2011***

The Auditor of the State of Ohio (independent auditor) has audited the financial statements of the City. The objective of the independent audit was to provide reasonable assurance that the financial statements of the City for the year ended December 31, 2011, are free from misstatement. The audit involved examining, on a test basis, evidence supporting amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by the management, and evaluating the overall financial statement presentation. The independent auditor issued an unqualified opinion that the basic financial statements are presented fairly in conformity with GAAP, in all material respects, representing the financial position of the City as of December 31, 2011. The report from the Independent Accountants' Report is presented as the first component of the financial section of this report.

PROFILE OF THE CITY OF MARYSVILLE

City Overview

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

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

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

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

***Letter of Transmittal
For the Year Ended December 31, 2011***

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

The Reporting Entity

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

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

Budgetary and Accounting Controls

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

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

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

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

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

***Letter of Transmittal
For the Year Ended December 31, 2011***

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

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

LOCAL ECONOMY

The City of Marysville, like many other cities, has been affected by the economic downturn. However, Union County and the City of Marysville have weathered the storm fairly well. Since 1991, the City has grown from a predominantly agricultural area to a young and robust municipality. Much of this economic development has been in the area of manufacturing and relates to our two largest corporations – Honda of America Mfg., Inc. and The Scotts Miracle-Gro Company. The first Honda facility (motorcycle production) was built in the late 1970's with two other large facilities (automobile, research and development) constructed in the 1980's outside the City, but within the County, and serves as a major employer for the City's residents. The Scotts Miracle-Gro Company, founded in Marysville in 1868, employs approximately 1,100 people and maintains its World and North American Headquarters as well as its main manufacturing facility in the City.

In addition to the commercial economic development, the City has seen its population increase 38.6% from 2000. This increase in population has sparked the construction of numerous housing developments, such as Mill Valley, Scott Farms, and Green Pastures.

This economic growth led to not only a strain on the City's infrastructure, but also the City's limited manpower and services. In 2009 and 2010, City Council took steps to balance the budget by reducing General Fund expenditures by \$2.3 million. In 2009, a twenty-three member Citizen's Advisory Committee was formed to review the City's current revenue sources and expenditures. The Committee determined that the City was not spending money unwisely and that the City should propose a 0.5% increase in its income tax rate.

On May 4, 2010, the Citizens of Marysville voted on and approved an increase in the income tax rate of 0.5%, with a July 1, 2010 effective date. When added to the prior 1.0% rate, this increases the total income tax rate to 1.5%. The \$4.1 million projected increase in income tax revenue was earmarked to fund the principal and interest payments on the new Police/Court and Fire Buildings, the operating costs for these two new buildings and to restore \$1.3 million in day-to-day operating expenditures.

***Letter of Transmittal
For the Year Ended December 31, 2011***

In order to be fiscally prudent and ensure fiscal responsibility, a General Fund Budget Plan was drafted to guide the formation of annual budgets. This plan establishes a General Fund target unappropriated balance of \$3.5 million to ensure financial stability and security of the City. The plan also addresses allocation of additional resources for funds over and above the \$3.5 million fund balance.

ECONOMIC DEVELOPMENT

Marysville's growing industrial base and residential population has greatly changed the development patterns of the City, transitioning it from a traditional rural market trade center to a more suburban-style community and regional employment center served by local and international businesses.

The Uptown Area, which includes the historic central business district, is composed of a mix of residential, retail, and office uses in the blocks surrounding the intersection of Fifth and Main streets. Uptown includes a mix of locally-oriented retail, destination retail, offices (a large proportion of which are associated with the community's county seat function, such as county agencies and attorneys), service providers and a small number of residents. The City was awarded \$400,000 in CDBG funds that has been utilized for the renovation of building facades and streetscape improvements to the Uptown area. This grant has accounted for nearly \$359,000 of private investment and over \$350,000 of public infrastructure improvements in the Uptown area. In 2011, the City applied for and received a \$10,000 grant to complete the re-write of its Uptown Revitalization Strategy which is now being implemented.

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

Coleman's Crossing, a large commercial development, is located to the west of U.S. 33 and south of Delaware Avenue and offers a number of restaurants and retail options. Coleman's Crossing, combined with City Gate, another large commercial development, offer over 200 acres of retail space, making these two shopping centers significant regional destinations. A Honda Auto & Motorcycle dealership, the flagship Honda dealership, and a Home Depot store opened in Coleman's Crossing in 2005, and a Super Wal-Mart opened in 2006. In 2009, Lowe's constructed a new facility in the City on the southeast corner of US 33 and US 36 where the previous Walmart was located. Soon thereafter, Dunhams Sports renovated and occupied the former Big Bear store in the same center as Lowe's. A new development – City Gate – opened in 2007 bringing a number of new service businesses and restaurants including two financial institutions, two retail establishments, and four restaurants. These businesses have spurred additional retail and commercial development in the area and more businesses are currently being planned.

***Letter of Transmittal
For the Year Ended December 31, 2011***

Marysville provides a wide range of residential options throughout the community, from upscale, executive homes to traditional suburban homes, as well as the historic residential area in the neighborhood known as Olde Town Marysville. The sharp increase in population over the last 10 years has been the catalyst for several large residential developments, including Mill Valley, and Scott Farms to the north of U.S 33 and the Green Pastures subdivision in the western portion of the City. Several other residential developments are located along State Route 4/U.S. 36 and State Route 38 in the southwest area of the City. At this time, more than 1,000 new residential lots have been approved for construction throughout the City, and especially in the areas identified. Although residential construction has sharply decreased in the last four year period, it is expected that these lots will eventually be developed, potentially adding thousands of new residents to the City.

The substantial growth in residential, commercial and industrial development in recent years has also led to major infrastructure improvements, such as the expansion of water and sewer service. Two significant new facilities were constructed in the late 2000s: the Water Reservoir and the Water Reclamation Facility.

FUTURE ECONOMIC DEVELOPMENT

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

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

Jobs Ready Site - Work is nearing completion on Union County's first Job Ready Site (Metro Equities Industrial Park). The \$3,600,000 project makes 277 acres of land ready for immediate development for future large industrial tenants. An extension request has been submitted to the Ohio Department of Development to allow for the re-surfacing of a portion of Scottslawn Road.

Police/Court and Fire Facilities – Construction began on the City's new Police/Court Building and its second fire station in October 2011. Total cost for both new facilities is estimated at approximately \$18,000,000. The second fire station is strategically placed north of the railroad tracks to reduce response times and the Police/Court Building will provide a safe and efficient facility so that the community's needs are better met.

Memorial Hospital – In October 2011, Memorial Hospital began constructing its new cardiac and surgery center. The \$11 million expansion is part of what is being called "The Heart Partnership," a collaborative effort between MHUC and the Ohio State University Medical Center. It is slated to open in December 2012. The hospital also has future plans to construct a new hospital campus along U.S. 33.

***Letter of Transmittal
For the Year Ended December 31, 2011***

Honda of American Manufacturing – Honda is investing nearly \$64 million to its auto assembly plant with the addition of a metal stamping press. Since the downturn in the economy and the devastating earthquake and tsunami, Honda has now brought back all its shifts and now is focusing on the location of its NSX sports car production in Central Ohio.

Oakdale Cemetery – Preliminary plans for the expansion of Oakdale Cemetery have begun. City staff will be designing, drafting and managing the expansion of the cemetery.

AWARDS AND ACKNOWLEDGEMENTS

Independent Audit

Included in this report is an unqualified audit opinion rendered on the City's financial statements for the year ended December 31, 2011, issued by the Auditor of State of Ohio. City management plans to continue to subject the financial statements to an annual independent audit as part of the preparation of a CAFR, and to meet requirements of certain Revenue Trust Agreements on Revenue Debt. In addition, an annual audit serves to maintain and strengthen the City's accounting and budgetary controls

Awards

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

The City received a Certificate of Achievement for the fiscal year ended December 31, 2010. We believe this, our second (2nd) Comprehensive Annual Financial Report, meets the high standards set by the GFOA for a Certificate of Achievement for Excellence in Financial Reporting, and so therefore the City is submitting it to GFOA for certification.

Public Disclosure

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

***Letter of Transmittal
For the Year Ended December 31, 2011***

Acknowledgments

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

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

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

Respectfully submitted,



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



Terry Emery
City Administrator
City of Marysville, Ohio

CITY OF MARYSVILLE, OHIO

***List of Principal Officials
For the Year Ended December 31, 2011***

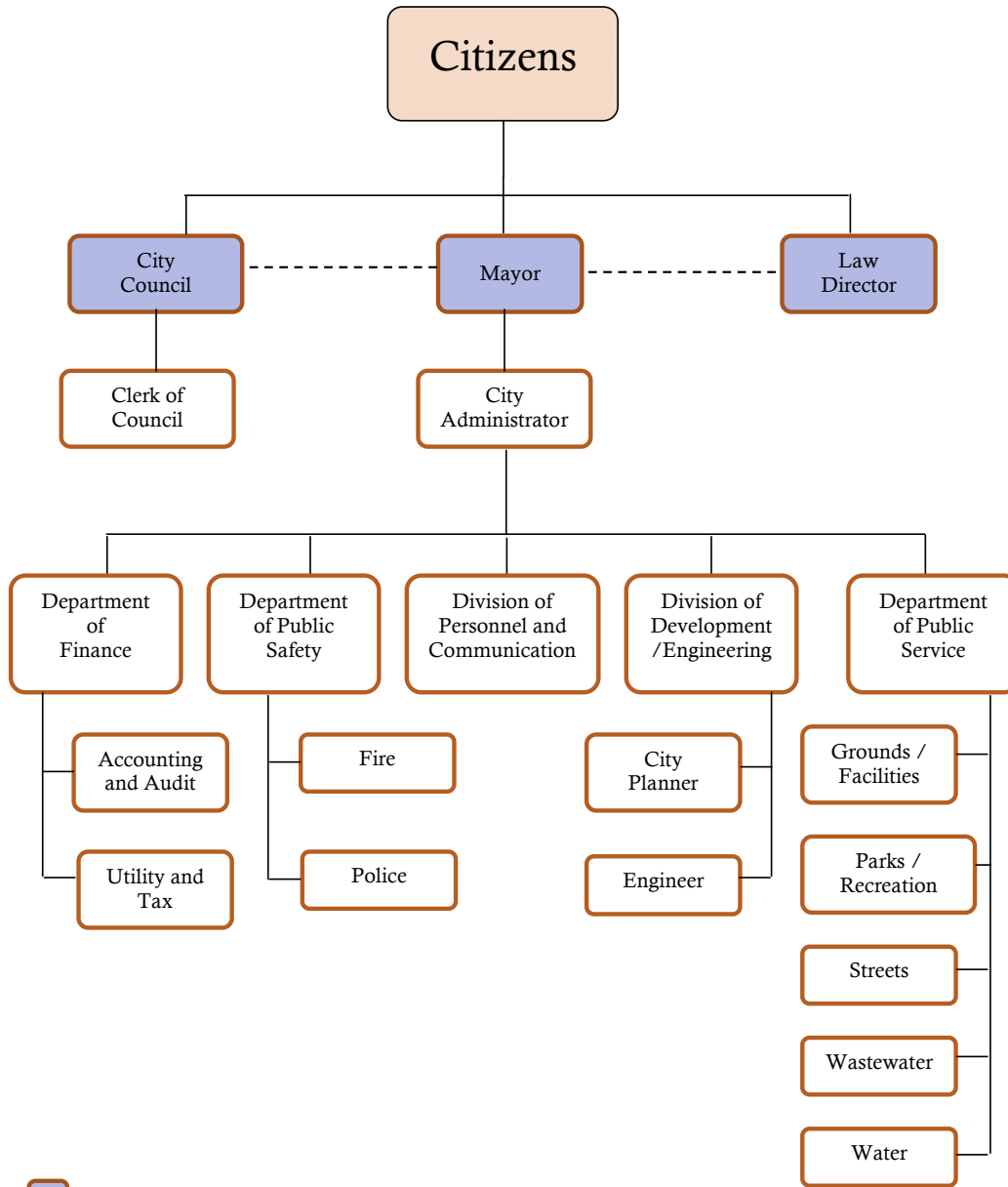
<i>ELECTED OFFICIALS</i>	<i>OFFICE</i>	<i>TERM EXPIRES</i>
Nevin Taylor	Council President	12/31/15
Tracy Richardson	Council Vice-President	12/31/15
Dan Fogt	Council Member	12/31/15
Henk Berbee	Council Member	12/31/13
Deborah Groat	Council Member	12/31/15
Mark Reams	Council Member	12/31/13
J.R. Rausch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

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

City Address:

Marysville City Hall
125 East Sixth Street
Marysville, Ohio 43040

**City Organizational Chart
For the Year Ended December 31, 2011**



*Government Finance Officers Association of the United States and Canada
Certificate of Achievement for Excellence in Financial Reporting*

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

City of Marysville
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2010

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



Linda C. Davison

President

Jeffrey R. Enow

Executive Director



FINANCIAL SECTION





Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

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

To the City Council:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Marysville, Union County, Ohio (the City), as of and for the year ended December 31, 2011, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Marysville, Union County, Ohio, as of December 31, 2011, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General and Street Maintenance Funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 5, during the year ended December 31, 2011, the City adopted the provisions of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 8, 2012, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, as 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 have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any other assurance.

We conducted our audit to opine on the financial statements that collectively comprise the City's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information provide additional analysis and are not a required part of the basic financial statements. The financial section's combining statements, individual fund statements and schedules are management's responsibility, and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. These statements and schedules were subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.



Dave Yost
Auditor of State

June 8, 2012

The discussion and analysis of the City of Marysville's (City) financial performance provides an overall review of the City's financial activities for the fiscal year ended December 31, 2011. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2011 are as follows:

- ❑ In total, net assets increased \$923,096, a 1.0% increase from 2010. The net assets of governmental activities increased \$3,074,952, a 9.0% increase from 2010; and the net assets of business-type activities decreased \$2,151,856, a 3.8% decrease from 2010.
- ❑ Total revenues were \$41,587,789. \$18.45 million was general revenues, or 45% of the total revenues; and \$23.1 million was program specific revenues in the form of charges for services and sales, operating grants and contributions and capital grants and contributions, or roughly 55% of the total revenues.
- ❑ The City had \$19.1 million in program expenses related to governmental activities; only \$4.9 million of these expenses were offset by program specific revenues. General revenues (primarily taxes) of \$17.1 million were adequate to provide for the balance on these programs.
- ❑ Among major funds, the General Fund had \$18.3 million in revenues and \$12.2 million in expenditures. The General Fund's fund balance, including transfers, increased \$2,919,224 to \$9,665,478.
- ❑ Net assets for the proprietary funds decreased by \$2,151,856.
- ❑ The City maintained a bond credit rating of Aa3, as issued by Moody's Investors Services.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

These statements are as follows:

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

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

Government-wide Statements

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

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

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

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

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

Fund Financial Statements

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

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

CITY OF MARYSVILLE, OHIO

***Management's Discussion and Analysis
For the Year Ended December 31, 2011***

Unaudited

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

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

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The following table provides a comparison of net assets between 2011 and 2010:

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Current and other assets	\$33,800,529	\$17,109,810	\$35,670,232	\$36,815,442	\$69,470,761	\$53,925,252
Capital assets, Net	42,931,729	41,424,419	196,853,692	199,683,925	239,785,421	241,108,344
Total assets	<u>76,732,258</u>	<u>58,534,229</u>	<u>232,523,924</u>	<u>236,499,367</u>	<u>309,256,182</u>	<u>295,033,596</u>
Long-term debt outstanding	21,933,439	7,658,780	175,137,948	178,869,847	197,071,387	186,528,627
Other liabilities	<u>17,382,956</u>	<u>16,534,538</u>	<u>3,252,839</u>	<u>1,344,527</u>	<u>20,635,795</u>	<u>17,879,065</u>
Total liabilities	<u>39,316,395</u>	<u>24,193,318</u>	<u>178,390,787</u>	<u>180,214,374</u>	<u>217,707,182</u>	<u>204,407,692</u>
Net assets						
Invested in capital assets, net of related debt	22,891,629	21,674,744	20,372,662	21,138,692	43,264,291	42,813,436
Restricted	4,161,559	4,110,446	5,070,401	4,537,001	9,231,960	8,647,447
Unrestricted	<u>10,362,675</u>	<u>8,555,721</u>	<u>28,690,074</u>	<u>30,609,300</u>	<u>39,052,749</u>	<u>39,165,021</u>
Total net assets	<u><u>\$37,415,863</u></u>	<u><u>\$34,340,911</u></u>	<u><u>\$54,133,137</u></u>	<u><u>\$56,284,993</u></u>	<u><u>\$91,549,000</u></u>	<u><u>\$90,625,904</u></u>

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CITY OF MARYSVILLE, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2011**

Unaudited

Changes in Net Assets – The following table shows the changes in net assets for the fiscal year 2011 and 2010:

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Revenues						
Program revenues:						
Charges for Services and Sales	\$2,781,557	\$2,729,691	\$17,715,112	\$16,791,874	\$20,496,669	\$19,521,565
Operating Grants and Contributions	1,658,421	1,871,206	0	0	1,658,421	1,871,206
Capital Grants and Contributions	493,053	1,766,014	414,314	905,366	907,367	2,671,380
General revenues:						
Property Taxes	1,661,203	1,828,092	0	0	1,661,203	1,828,092
Municipal Income Taxes	12,619,829	10,878,400	0	0	12,619,829	10,878,400
Other Local Taxes	349,027	109,895	0	0	349,027	109,895
Payments in Lieu of Taxes	1,336,532	1,026,468	1,363,801	1,051,955	2,700,333	2,078,423
Grants and Entitlements not Restricted to Specific Programs	927,470	846,810	0	0	927,470	846,810
Investment Earnings	55,002	135,196	74,867	2,706	129,869	137,902
Miscellaneous	35,623	157,764	0	0	35,623	157,764
Premium on Issued Debt	101,978	0	0	0	101,978	0
Total revenues	22,019,695	21,349,536	19,568,094	18,751,901	41,587,789	40,101,437
Program Expenses						
Security of Persons and Property	8,357,902	8,065,669	0	0	8,357,902	8,065,669
Public Health and Welfare Services	352,838	356,768	0	0	352,838	356,768
Leisure Time Activities	306,972	318,027	0	0	306,972	318,027
Community Environment	2,341,633	1,785,546	0	0	2,341,633	1,785,546
Transportation	3,516,857	2,826,219	0	0	3,516,857	2,826,219
General Government	3,444,437	3,083,726	0	0	3,444,437	3,083,726
Interest and Fiscal Charges	803,104	572,550	0	0	803,104	572,550
Sewer	0	0	14,315,809	11,703,017	14,315,809	11,703,017
Water	0	0	5,457,933	5,499,245	5,457,933	5,499,245
Stormwater	0	0	434,154	362,964	434,154	362,964
Sanitation	0	0	1,333,054	1,271,205	1,333,054	1,271,205
Total expenses	19,123,743	17,008,505	21,540,950	18,836,431	40,664,693	35,844,936
Change in Net Assets Before Transfers	2,895,952	4,341,031	(1,972,856)	(84,530)	923,096	4,256,501
Transfers	179,000	0	(179,000)	0	0	0
Total Change in Net Assets	3,074,952	4,341,031	(2,151,856)	(84,530)	923,096	4,256,501
Beginning Net Assets	34,340,911	29,999,880	56,284,993	56,369,523	90,625,904	86,369,403
Ending Net Assets	\$37,415,863	\$34,340,911	\$54,133,137	\$56,284,993	\$91,549,000	\$90,625,904

***Management's Discussion and Analysis
For the Year Ended December 31, 2011***

Unaudited

Governmental Activities

Net assets of the City's governmental activities had an increase of \$3,074,952 from 2010. Municipal income tax receipts increased \$1,741,429 from 2010 due to the rate increase that was effective July 1, 2010. The City receives an income tax based on a percentage of all salaries, wages, commissions and other compensation earned from residents living within the City and from nonresidents for work done or services performed or rendered in the City. The income tax rate increased from 1.0% to 1.5% effective July 1, 2010.

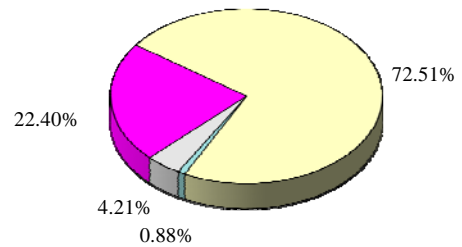
Capital grants and contributions decreased by \$1,272,961 from 2010 due to less capital grant activity associated with development or more specifically, the job ready site project, in 2011 as compared to 2010.

Community environment expenses increased \$556,087 from 2010. This expense category represents development within the City of Marysville. This increase is related to expenses associated with the job ready site project as more expense occurred in 2011 as compared to 2010.

Transportation expenses increased \$690,638 from 2010. This expense category represents the activity of the public works department. This increase is primarily due to more road improvements occurring in 2011 as compared to 2010.

Property taxes and income taxes made up 7.5% and 57.3% respectively of revenues for governmental activities for the City in fiscal year 2011. The City's reliance upon tax revenues is demonstrated by the following graph indicating 72.51% of total revenues from general tax revenues:

Revenue Sources	2011	Percent of Total
Grants and Entitlements not Restricted to Specific Programs	\$927,470	4.21%
Program Revenues	4,933,031	22.40%
General Tax Revenues	15,966,591	72.51%
General Other	192,603	0.88%
Total Revenue	<u>\$22,019,695</u>	<u>100.00%</u>



**Management's Discussion and Analysis
For the Year Ended December 31, 2011**

Unaudited

Business-Type Activities

Net assets of the business-type activities decreased by \$2,151,856 from 2010. The decrease is a result of sewer interest and fiscal charges increasing \$2,676,542 from 2010. These expenses are related to the outstanding debt associated with the City's sewer system. The City's business-type activities are its sanitation, sewer, water, and stormwater departments. The water and wastewater treatment plants provide services to a resident base in excess of 22,000. The City also provides wastewater treatment for the Village of Milford Center and several small unincorporated areas outside the City limits. The wastewater treatment plant generated operating revenues of \$8,620,297 and had operating expenses of \$8,440,268. The water plant generated operating revenues of \$7,156,970 and had operating expenses of \$4,042,587. The City's goal is to cover the costs of operations as well as building a cash balance in these funds equivalent to one-third of the department's annual operating budget. The City is also generating funds for additional capital expansion to ensure continued capacity and capacity improvements for future growth and development.

FINANCIAL ANALYSIS OF THE CITY'S GOVERNMENTAL FUNDS

The City's governmental funds reported a combined fund balance of \$14,369,915, which is an increase of \$16,318,473 from last year's balance of (\$1,948,558). This increase can be attributed to the issuance of General Obligation Bonds and Bond Anticipation Notes. The City issued debt in order to finance the construction of a new Police/Court Facility and a second fire station. The two new buildings should be completed in 2012. The schedule below indicates the fund balance and the total change in fund balance by fund type as of December 31, 2011 and 2010:

	Fund Balance December 31, 2011	Fund Balance December 31, 2010	Increase (Decrease)
General	\$9,665,478	\$6,746,254	\$2,919,224
Street Maintenance	614,483	520,554	93,929
Coleman's Crossing TIF	(11,767,045)	(11,947,755)	180,710
Capital Improvement	12,814,633	61,288	12,753,345
Other Governmental	3,042,366	2,671,101	371,265
Total	<u>\$14,369,915</u>	<u>(\$1,948,558)</u>	<u>\$16,318,473</u>

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

	2011 Revenues	2010 Revenues	Increase (Decrease)
Taxes (Income, Property and Other)	\$15,081,530	\$11,601,218	\$3,480,312
Intergovernmental Revenue	1,009,005	1,015,038	(6,033)
Charges for Services	1,450,634	1,437,328	13,306
Licenses and Permits	142,709	325,127	(182,418)
Investment Earnings	54,598	125,684	(71,086)
Fines and Forfeitures	559,093	518,946	40,147
All Other Revenue	26,303	104,792	(78,489)
Total	<u>\$18,323,872</u>	<u>\$15,128,133</u>	<u>\$3,195,739</u>

***Management's Discussion and Analysis
For the Year Ended December 31, 2011***

Unaudited

General Fund revenues in 2011 increased approximately 21.1% compared to revenues in fiscal year 2010. The most significant factor contributing to this increase was in taxes due to the income tax rate increase that was effective July 1, 2010. Smaller decreases were seen in licenses and permits and investment earnings; however, the total decreases were off-set by the increase in taxes.

	2011	2010	Increase
	Expenditures	Expenditures	(Decrease)
Security of Persons and Property	\$8,384,381	\$7,542,258	\$842,123
Public Health and Welfare Services	344,413	356,932	(12,519)
Leisure Time Activities	107,957	99,474	8,483
Community Environment	530,127	624,362	(94,235)
General Government	2,813,280	2,604,596	208,684
Total	<u>\$12,180,158</u>	<u>\$11,227,622</u>	<u>\$952,536</u>

General Fund expenditures increased by \$952,536 or about 8.4% when compared to the prior year of 2010. The largest increase was in Security of Persons and Property, an increase of \$842,123. Due to the passing of the income tax rate increase in 2010, the City was able to bring staffing levels back to approved levels for both the Police and Fire Departments.

The Street Maintenance fund balance increased \$93,929 from 2010. This increase can be contributed to street resurfacing projects coming in under budget, resulting in expenditures being less than originally projected.

The Coleman's Crossing TIF fund balance increased \$180,710 from 2010. Payment in lieu of taxes increased by \$269,195 from 2010. The City has successfully appealed several property values in the TIF area to the Board of Appeals. Due to the increased property values, payment in lieu of taxes increased approximately 25% from 2010 to 2011.

The Capital Improvement fund balance increased \$12,753,345 from 2010. This increase can be attributed to the issuance of General Obligation Bonds and Bond Anticipation Notes. The City issued debt in order to finance the construction of a new Police/Court Facility and a second fire station. The proceeds from this debt issuance have not all been expended as the two new buildings are under construction and will be completed in late 2012.

The Sewer fund balance decreased \$4,249,364 from 2010. The decrease in the fund balance can be attributed to an increase in operating expenses. Contractual services increased \$724,098 from 2010 due to greater contractual commitments, including legal expenses associated with the Hall's Corner project. In addition, depreciation expense increased \$1,784,347 from 2010 due to the addition of the new wastewater treatment plant to the fixed asset list and experiencing a full year of depreciation.

The Water fund balance increased \$1,724,320 from 2010. This increase can be attributed to operating revenues exceeding operating expenses. Due to several years of operating revenues greatly exceeding operating expenses and only after a study was completed by an outside engineering firm on the entire water system, the City decreased the water rate 7.5% effective January 1, 2012.

***Management's Discussion and Analysis
For the Year Ended December 31, 2011***

Unaudited

The Stormwater fund balance increased \$345,995 from 2010. Capital Contributions increased \$414,314 from 2010. The City received a grant to assist in the replacement of the Industrial Parkway culvert.

The Sanitation fund balance increased \$27,193 from 2010. In 2011, fund activity was consistent with 2010. Therefore, the fund balance had a very incidental increase.

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund. During the course of fiscal year 2011 the City amended its General Fund budget several times. The most significant budget changes centered on capital improvement projects as funds became available mid-year.

In the General Fund, the final budget basis for revenue was \$17.2 million, including transfers in, a slight change over the original conservative budget estimates of \$16.8 million. The increase is the result of receiving more income tax revenue than expected. Also, the General Fund originally budgeted \$15.7 million for expenditures, including transfers, and the final budgeted expenditures were approximately \$16.5 million. This increase is mainly the result of an increase in the transfers from the General Fund. Due to the unanticipated increase in income tax receipts in 2011, the City paid off the Street Resurfacing Note and also increased the scope of the 2011 Street Resurfacing project. Actual income tax receipts were \$705,760 more than final budgeted.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2011 the City had \$239,785,421 net of accumulated depreciation invested in land, improvements, infrastructure, buildings, machinery and equipment and construction in progress. Of this total, \$42,931,729 was related to governmental activities and \$196,853,692 to the business-type activities. The following table shows fiscal year 2011 and 2010 balances:

	Governmental Activities		Increase (Decrease)
	2011	2010	
Land	\$1,315,959	\$1,257,081	\$58,878
Construction in Progress	4,934,818	3,451,897	1,482,921
Buildings	3,635,874	3,635,874	0
Improvements Other Than Buildings	2,254,751	2,245,197	9,554
Machinery and Equipment	1,600,044	1,397,947	202,097
Vehicles	4,078,888	3,643,529	435,359
Infrastructure	84,410,409	82,655,991	1,754,418
Less: Accumulated Depreciation	(59,299,014)	(56,863,097)	(2,435,917)
Totals	<u>\$42,931,729</u>	<u>\$41,424,419</u>	<u>\$1,507,310</u>

CITY OF MARYSVILLE, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2011**

Unaudited

	Business-Type Activities		Increase (Decrease)
	2011	2010	
Land	\$4,142,235	\$4,142,235	\$0
Construction in Progress	4,211,268	2,719,854	1,491,414
Buildings	107,683,913	107,683,913	0
Improvements Other Than Buildings	24,988,964	24,847,405	141,559
Machinery and Equipment	1,672,993	1,657,139	15,854
Vehicles	1,795,138	1,587,548	207,590
Infrastructure	83,994,451	83,127,144	867,307
Less: Accumulated Depreciation	(31,635,270)	(26,081,313)	(5,553,957)
Totals	\$196,853,692	\$199,683,925	(\$2,830,233)

Increases were the greatest in Construction in Progress as construction began on the Police/Court Facility and second fire station. In addition, work began on the Main Street pump sewer connector. Additional information on the City's capital assets can be found in Note 11.

Debt

At December 31, 2011, the City had \$168.3 million in bonds outstanding, \$3.2 million due within one year. The following table summarizes the City's debt outstanding as of December 31, 2011 and 2010:

	2011	2010
Governmental Activities:		
Bond Anticipation Notes	\$0	\$0
General Obligation Bonds	20,601,729	6,532,491
Capital Leases	343,288	237,184
Compensated Absences	988,422	889,105
Total Governmental Activities	21,933,439	7,658,780
Business-Type Activities:		
Bond Anticipation Notes	\$26,504,650	\$28,215,000
General Obligation Bonds	666,632	1,102,447
Mortgage Revenue Bonds	147,022,034	148,602,711
OPWC Loans Payable	602,364	625,075
Compensated Absences	342,268	324,614
Total Business-Type Activities	175,137,948	178,869,847
Totals	\$197,071,387	\$186,528,627

The general obligation bonds supported by governmental activities were for multiple City improvements financed with bond anticipation notes during the late 1990s. Many of these projects were for the extension of infrastructure and services to the large annexation of land in 1998. These monies were also used to refurbish several City streets (Grove Street, Raymond Road) and for the construction of the Public Service Center. These bonds will be repaid by the general operating revenues (income and property taxes) of the City. In addition, the City issued \$14,585,000 in general obligation bonds in 2011 to finance the construction of a Police/Court Facility and a second fire station.

The general obligation bonds supported by business-type activities were for plant expansion and renovation of the water and sewer utilities. The mortgage revenue bonds were issued primarily for (1) refinancing the purchase of the water treatment plant, vehicles, and related infrastructure from the Ohio Water Company in 1991, (2) refinancing the expansion of the wastewater treatment plant in 1992, (3) infrastructure expansion required by the large annexation of land in 1998, and (4) construction of a Water Reclamation Facility and trunk sewer in 2006 through 2009. These bonds are paid by water and sewer revenues collected from the City's utility customers for provision of water for consumption and wastewater treatment. Additional information on the City's long-term debt can be found in Note 16.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

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

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

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

REQUESTS FOR INFORMATION

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

CITY OF MARYSVILLE, OHIO

**Statement of Net Assets
December 31, 2011**

	Governmental Activities	Business-Type Activities	Total
Assets:			
Cash and Cash Equivalents	\$ 27,521,897	\$ 25,653,212	\$ 53,175,109
Cash and Cash Equivalents with Fiscal Agent	30,181	0	30,181
Investments	0	1,803,467	1,803,467
Receivables:			
Municipal Income Taxes	2,307,093	0	2,307,093
Accounts	420,421	1,575,095	1,995,516
Intergovernmental	913,527	0	913,527
Payments in Lieu of Taxes	894,188	1,434,663	2,328,851
Interest	0	6,406	6,406
Property Taxes	1,248,147	0	1,248,147
Special Assessments	159,592	0	159,592
Prepaid Items	108,291	126,988	235,279
Deferred Charge	197,192	0	197,192
Restricted Assets:			
Cash and Cash Equivalents with Fiscal Agent	0	5,070,401	5,070,401
Capital Assets:			
Capital Assets Not Being Depreciated	6,250,777	8,353,503	14,604,280
Capital Assets Being Depreciated, Net	36,680,952	188,500,189	225,181,141
Total Assets	76,732,258	232,523,924	309,256,182
Liabilities:			
Accounts Payable	407,174	425,108	832,282
Accrued Wages and Benefits	568,673	177,415	746,088
Retainage Payable	30,377	47,617	77,994
Unearned Revenue	2,056,112	0	2,056,112
Accrued Interest Payable	190,620	917,349	1,107,969
General Obligation Notes Payable	14,130,000	1,685,350	15,815,350
Long-Term Liabilities:			
Due Within One Year	1,918,340	2,410,128	4,328,468
Due in More Than One Year	20,015,099	172,727,820	192,742,919
Total Liabilities	39,316,395	178,390,787	217,707,182
Net Assets:			
Invested in Capital Assets, Net of Related Debt	22,891,629	20,372,662	43,264,291
Restricted For:			
Capital Projects	509,441	0	509,441
Debt Service	107,213	5,070,401	5,177,614
Street Repair and Maintenance	784,883	0	784,883
State Highway Improvements	197,356	0	197,356
Court Improvements	1,961,133	0	1,961,133
Alcohol Education and Enforcement	188,541	0	188,541
Other Purposes	412,992	0	412,992
Unrestricted	10,362,675	28,690,074	39,052,749
Total Net Assets	\$ 37,415,863	\$ 54,133,137	\$ 91,549,000

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

**Statement of Activities
For the Year Ended December 31, 2011**

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
Security of Persons and Property - Police	\$ 3,731,518	\$ 16,144	\$ 190,041	\$ 0
Security of Persons and Property - Fire	3,778,985	880,030	4,609	0
Security of Persons and Property - Other	847,399	797,239	0	0
Public Health and Welfare Services	352,838	45,625	0	0
Leisure Time Activities	306,972	799,970	0	0
Community Environment	2,341,633	0	541,727	67,000
Transportation	3,516,857	145,493	922,044	426,053
General Government	3,444,437	97,056	0	0
Interest and Fiscal Charges	803,104	0	0	0
Total Governmental Activities	19,123,743	2,781,557	1,658,421	493,053
Business-Type Activities:				
Sewer	14,315,809	8,648,140	0	0
Water	5,457,933	7,161,890	0	0
Stormwater	434,154	544,835	0	414,314
Sanitation	1,333,054	1,360,247	0	0
Total Business-Type Activities	21,540,950	17,715,112	0	414,314
Totals	\$ 40,664,693	\$ 20,496,669	\$ 1,658,421	\$ 907,367

General Revenues:

- Property Taxes Levied For:
 - General Purposes
 - Police Pension
 - Fire Pension
- Municipal Income Taxes
- Other Local Taxes
- Payments in Lieu of Taxes
- Grants and Entitlements not Restricted to Specific Programs
- Investment Earnings
- Miscellaneous
- Premium on Issued Debt
- Transfers
- Total General Revenues and Transfers

- Change in Net Assets

- Net Assets Beginning of Year
- Net Assets End of Year

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

Net (Expense) Revenue
and Changes in Net Assets

Governmental Activities	Business-Type Activities	Total
\$ (3,525,333)	\$ 0	\$ (3,525,333)
(2,894,346)	0	(2,894,346)
(50,160)	0	(50,160)
(307,213)	0	(307,213)
492,998	0	492,998
(1,732,906)	0	(1,732,906)
(2,023,267)	0	(2,023,267)
(3,347,381)	0	(3,347,381)
(803,104)	0	(803,104)
<u>(14,190,712)</u>	<u>0</u>	<u>(14,190,712)</u>
0	(5,667,669)	(5,667,669)
0	1,703,957	1,703,957
0	524,995	524,995
0	27,193	27,193
<u>0</u>	<u>(3,411,524)</u>	<u>(3,411,524)</u>
<u>(14,190,712)</u>	<u>(3,411,524)</u>	<u>(17,602,236)</u>
1,425,881	0	1,425,881
117,661	0	117,661
117,661	0	117,661
12,619,829	0	12,619,829
349,027	0	349,027
1,336,532	1,363,801	2,700,333
927,470	0	927,470
55,002	74,867	129,869
35,623	0	35,623
101,978	0	101,978
179,000	(179,000)	0
<u>17,265,664</u>	<u>1,259,668</u>	<u>18,525,332</u>
3,074,952	(2,151,856)	923,096
<u>34,340,911</u>	<u>56,284,993</u>	<u>90,625,904</u>
<u>\$ 37,415,863</u>	<u>\$ 54,133,137</u>	<u>\$ 91,549,000</u>

CITY OF MARYSVILLE, OHIO

**Balance Sheet
Governmental Funds
December 31, 2011**

	General	Street Maintenance	Coleman's Crossing TIF	Capital Improvements Project
Assets:				
Cash and Cash Equivalents	\$ 8,406,483	\$ 555,075	\$ 134,923	\$ 15,367,459
Cash and Cash Equivalents with Fiscal Agent	30,181	0	0	0
Receivables:				
Municipal Income Taxes	2,307,093	0	0	0
Accounts	416,210	565	0	0
Intergovernmental	495,647	363,095	0	0
Payments in Lieu of Taxes	0	0	894,188	0
Property Taxes	1,040,881	0	0	0
Special Assessments	17,993	0	0	0
Interfund Loans Receivables	459	0	0	0
Prepaid Items	96,470	11,788	0	0
Total Assets	\$ 12,811,417	\$ 930,523	\$ 1,029,111	\$ 15,367,459
Liabilities:				
Accounts Payable	\$ 105,432	\$ 28,656	\$ 14,461	\$ 243,205
Accrued Wages and Benefits Payable	525,070	43,603	0	0
Retainage Payable	0	0	0	4,430
Interfund Loans Payable	0	0	0	0
Deferred Revenue	2,515,437	243,781	894,188	0
Accrued Interest Payable	0	0	57,507	5,191
General Obligation Notes Payable	0	0	11,830,000	2,300,000
Total Liabilities	3,145,939	316,040	12,796,156	2,552,826
Fund Balances:				
Nonspendable	96,470	11,788	0	0
Restricted	0	602,695	0	12,814,633
Committed	8,334	0	0	0
Assigned	217,818	0	0	0
Unassigned	9,342,856	0	(11,767,045)	0
Total Fund Balances	9,665,478	614,483	(11,767,045)	12,814,633
Total Liabilities and Fund Balances	\$ 12,811,417	\$ 930,523	\$ 1,029,111	\$ 15,367,459

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

Other Governmental Funds	Total Governmental Funds
\$ 3,057,957	\$ 27,521,897
0	30,181
0	2,307,093
3,646	420,421
54,785	913,527
0	894,188
207,266	1,248,147
141,599	159,592
0	459
33	108,291
\$ 3,465,286	\$ 33,603,796
\$ 15,420	\$ 407,174
0	568,673
25,947	30,377
459	459
381,094	4,034,500
0	62,698
0	14,130,000
422,920	19,233,881
33	108,291
2,850,916	16,268,244
203,652	211,986
0	217,818
(12,235)	(2,436,424)
3,042,366	14,369,915
\$ 3,465,286	\$ 33,603,796

CITY OF MARYSVILLE, OHIO

***Reconciliation Of Total Governmental Fund Balances
To Net Assets Of Governmental Activities
December 31, 2011***

Total Governmental Fund Balances	\$14,369,915
 <i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.	42,931,729
Other long-term assets are not available to pay for current- period expenditures and therefore are deferred in the funds.	1,978,388
Deferred charges are not recognized in the funds	197,192
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(22,061,361)</u>
<i>Net Assets of Governmental Activities</i>	<u>\$ 37,415,863</u>

See accompanying notes to the basic financial statements



CITY OF MARYSVILLE, OHIO

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2011**

	General	Street Maintenance	Coleman's Crossing TIF	Capital Improvements Project
Revenues:				
Property Taxes	\$ 1,424,515	\$ 0	\$ 0	\$ 0
Municipal Income Tax	13,302,573	0	0	0
Other Local Taxes	354,442	741,070	0	0
Payments in Lieu of Taxes	0	0	1,336,532	0
Intergovernmental Revenues	1,009,005	100,000	0	0
Charges for Services	1,450,634	0	0	0
Licenses and Permits	142,709	0	0	0
Investment Earnings	54,598	231	0	0
Donations	7,300	0	0	0
Special Assessments	0	0	0	0
Fines and Forfeitures	559,093	0	0	0
All Other Revenue	19,003	26,640	0	0
Total Revenue	18,323,872	867,941	1,336,532	0
Expenditures:				
Current:				
Security of Persons and Property - Police	3,862,804	0	0	0
Security of Persons and Property - Fire	3,707,693	0	0	0
Security of Persons and Property - Other	813,884	0	0	0
Public Health and Welfare Services	344,413	0	0	0
Leisure Time Activities	107,957	0	0	0
Community Environment	530,127	0	827,700	0
Transportation	0	2,319,286	0	0
General Government	2,813,280	0	0	233,218
Capital Outlay	0	0	0	1,664,917
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	415,073	224,592
Total Expenditures	12,180,158	2,319,286	1,242,773	2,112,727

CITY OF MARYSVILLE, OHIO

<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 235,322	\$ 1,659,837
0	13,302,573
60,087	1,155,599
0	1,336,532
1,270,232	2,379,237
165,476	1,616,110
20,188	162,897
173	55,002
0	7,300
20,758	20,758
166,814	725,907
16,777	62,420
<u>1,955,827</u>	<u>22,484,172</u>
123,597	3,986,401
123,309	3,831,002
17,067	830,951
2,329	346,742
120,205	228,162
964,073	2,321,900
132,740	2,452,026
10,546	3,047,044
1,103,324	2,768,241
520,000	520,000
277,261	916,926
<u>3,394,451</u>	<u>21,249,395</u>

(Continued)

CITY OF MARYSVILLE, OHIO

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2011**

	General	Street Maintenance	Coleman's Crossing TIF	Capital Improvements Project
Excess (Deficiency) of Revenues Over Expenditures	6,143,714	(1,451,345)	93,759	(2,112,727)
Other Financing Sources (Uses):				
Sale of Capital Assets	500	1,333	0	0
General Obligation Bonds Issued	0	0	0	14,585,000
Other Financing Source - Capital Leases	0	189,941	0	0
Premium on Issuance of Notes	0	0	86,951	40,971
Transfers In	0	1,354,000	0	240,101
Transfers Out	(3,224,990)	0	0	0
Total Other Financing Sources (Uses)	(3,224,490)	1,545,274	86,951	14,866,072
Net Change in Fund Balances	2,919,224	93,929	180,710	12,753,345
Fund Balances (Deficit)				
Beginning of Year, as Restated	<u>6,746,254</u>	<u>520,554</u>	<u>(11,947,755)</u>	<u>61,288</u>
Fund Balances (Deficit) End of Year	<u>\$ 9,665,478</u>	<u>\$ 614,483</u>	<u>\$ (11,767,045)</u>	<u>\$ 12,814,633</u>

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
(1,438,624)	1,234,777
0	1,833
0	14,585,000
0	189,941
0	127,922
1,875,437	3,469,538
<u>(65,548)</u>	<u>(3,290,538)</u>
<u>1,809,889</u>	<u>15,083,696</u>
371,265	16,318,473
<u>2,671,101</u>	<u>(1,948,558)</u>
<u>\$ 3,042,366</u>	<u>\$ 14,369,915</u>

***Reconciliation Of The Statement Of Revenues, Expenditures
And Changes In Fund Balances Of Governmental Funds
To The Statement Of Activities
For the Year Ended December 31, 2011***

Net Change in Fund Balances - Total Governmental Funds	\$ 16,318,473
<i>Amounts reported for governmental activities in the statement of activities are different because</i>	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.	1,530,608
Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the amount of the loss on the disposal of capital assets net of proceeds received.	(23,298)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(568,288)
The issuance of long-term debt provides current financial resources to governmental funds, but has no effect on net assets. In addition, repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	(14,175,342)
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(105,076)
Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	
Compensated Absences	(99,317)
Deferred Charges	197,192
<i>Change in Net Assets of Governmental Activities</i>	<u>\$ 3,074,952</u>

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2011**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Property Taxes	\$ 1,549,900	\$ 1,412,018	\$ 1,424,515	\$ 12,497
Municipal Income Tax	11,831,141	12,380,000	13,085,760	705,760
Other Local Taxes	315,000	330,490	347,179	16,689
Intergovernmental Revenue	749,125	918,625	1,000,516	81,891
Charges for Services	1,538,395	1,376,331	1,476,400	100,069
Licenses and Permits	145,304	145,304	142,709	(2,595)
Investment Earnings	90,010	60,002	61,688	1,686
Donations	5,000	5,000	7,300	2,300
Fines and Forfeitures	478,500	499,475	546,024	46,549
All Other Revenues	60,000	33,500	21,061	(12,439)
Total Revenues	16,762,375	17,160,745	18,113,152	952,407
Expenditures:				
Current:				
Security of Persons and Property	8,652,496	8,881,171	8,435,733	445,438
Public Health and Welfare Services	391,238	446,358	398,596	47,762
Leisure Time Activities	134,909	137,654	112,684	24,970
Community Environment	582,627	618,735	549,465	69,270
General Government	3,019,943	3,161,357	2,922,799	238,558
Total Expenditures	12,781,213	13,245,275	12,419,277	825,998
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,981,162	3,915,470	5,693,875	1,778,405
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	500	500
Transfers Out	(2,963,247)	(3,303,168)	(3,303,168)	0
Total Other Financing Sources (Uses):	(2,963,247)	(3,303,168)	(3,302,668)	500
Net Change In Fund Balance	1,017,915	612,302	2,391,207	1,778,905
Fund Balance at Beginning of Year	5,201,787	5,201,787	5,201,787	0
Prior Year Encumbrances	474,364	474,364	474,364	0
Fund Balance at End of Year	\$ 6,694,066	\$ 6,288,453	\$ 8,067,358	\$ 1,778,905

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue Fund - Street Maintenance Fund
For the Year Ended December 31, 2011**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Other Local Taxes	\$ 796,000	\$ 735,000	\$ 746,079	\$ 11,079
Intergovernmental Revenue	100,000	100,000	100,000	0
Investment Earnings	75	75	113	38
All Other Revenues	0	26,230	26,482	252
Total Revenues	896,075	861,305	872,674	11,369
Expenditures:				
Current:				
Transportation	2,068,585	2,523,597	2,399,056	124,541
Total Expenditures	2,068,585	2,523,597	2,399,056	124,541
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,172,510)	(1,662,292)	(1,526,382)	135,910
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	1,333	1,333
Transfers In	1,194,000	1,354,000	1,354,000	0
Total Other Financing Sources (Uses):	1,194,000	1,354,000	1,355,333	1,333
Net Change In Fund Balance	21,490	(308,292)	(171,049)	137,243
Fund Balance at Beginning of Year	192,374	192,374	192,374	0
Prior Year Encumbrances	302,918	302,918	302,918	0
Fund Balance at End of Year	\$ 516,782	\$ 187,000	\$ 324,243	\$ 137,243

See accompanying notes to the basic financial statements



CITY OF MARYSVILLE, OHIO

**Statement of Net Assets
Proprietary Funds
December 31, 2011**

	Business-Type Activities		
	Enterprise Funds		
	Sewer	Water	Stormwater
Assets:			
<i>Current Assets:</i>			
Cash and Cash Equivalents	\$ 4,580,284	\$ 19,947,583	\$ 593,598
Investments	1,803,467	0	0
Receivables:			
Accounts	679,693	677,202	52,819
Payments in Lieu of Taxes Receivable	1,434,663	0	0
Interest	1,279	5,127	0
Prepaid Items	65,868	55,895	5,092
Restricted Assets:			
Cash and Cash Equivalents with Fiscal Agent	4,589,967	480,434	0
<i>Total Current Assets</i>	<u>13,155,221</u>	<u>21,166,241</u>	<u>651,509</u>
<i>Non Current Assets:</i>			
Land	2,479,735	1,662,500	0
Construction in Progress	2,486,332	1,310,622	414,314
Depreciable Capital Assets, Net	152,053,180	35,691,309	545,184
<i>Total Non Current Assets</i>	<u>157,019,247</u>	<u>38,664,431</u>	<u>959,498</u>
Total Assets	<u>170,174,468</u>	<u>59,830,672</u>	<u>1,611,007</u>
Liabilities:			
<i>Current Liabilities:</i>			
Accounts Payable	250,398	79,408	7,324
Accrued Wages and Benefits	78,695	77,238	11,974
Retainage Payable	47,617	0	0
Compensated Absences Payable - Current	91,722	92,518	8,278
General Obligation Notes Payable	0	1,685,350	0
General Obligation Bonds - Current	147,396	178,420	0
Mortgage Revenue Bonds - Current	1,085,739	772,438	0
Ohio Public Works Commission Loan - Current	7,927	14,784	0
<i>Total Current Liabilities</i>	<u>1,709,494</u>	<u>2,900,156</u>	<u>27,576</u>

CITY OF MARYSVILLE, OHIO

<u>Sanitation</u>	<u>Total</u>
\$ 531,747	\$ 25,653,212
0	1,803,467
165,381	1,575,095
0	1,434,663
0	6,406
133	126,988
0	5,070,401
697,261	35,670,232
0	4,142,235
0	4,211,268
210,516	188,500,189
210,516	196,853,692
907,777	232,523,924
87,978	425,108
9,508	177,415
0	47,617
10,906	203,424
0	1,685,350
0	325,816
0	1,858,177
0	22,711
108,392	4,745,618

(Continued)

CITY OF MARYSVILLE, OHIO

***Statement of Net Assets
Proprietary Funds
December 31, 2011***

	Business-Type Activities		
	Enterprise Funds		
	Sewer	Water	Stormwater
<i>Long Term Liabilities:</i>			
Compensated Absences Payable	57,778	76,062	1,381
Accrued Interest Payable	780,278	137,071	0
General Obligation Notes Payable	26,504,650	0	0
General Obligation Bonds Payable	154,186	186,630	0
Revenue Bonds Payable	116,582,314	28,581,543	0
OPWC Loans Payable	17,858	561,795	0
<i>Total Long-Term Liabilities</i>	<u>144,097,064</u>	<u>29,543,101</u>	<u>1,381</u>
Total Liabilities	<u>145,806,558</u>	<u>32,443,257</u>	<u>28,957</u>
Net Assets:			
Invested in Capital Assets, Net of Related Debt	12,519,177	6,683,471	959,498
Restricted For:			
Debt Service	4,589,967	480,434	0
Unrestricted	7,258,766	20,223,510	622,552
Total Net Assets	<u>\$ 24,367,910</u>	<u>\$ 27,387,415</u>	<u>\$ 1,582,050</u>

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

<u>Sanitation</u>	<u>Total</u>
3,623	138,844
0	917,349
0	26,504,650
0	340,816
0	145,163,857
0	579,653
<u>3,623</u>	<u>173,645,169</u>
<u>112,015</u>	<u>178,390,787</u>
210,516	20,372,662
0	5,070,401
<u>585,246</u>	<u>28,690,074</u>
<u>\$ 795,762</u>	<u>\$ 54,133,137</u>

CITY OF MARYSVILLE, OHIO

**Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended December 31, 2011**

	Business-Type Activities		
	Enterprise Funds		
	Sewer	Water	Stormwater
Operating Revenues:			
Charges for Services	\$ 8,620,297	\$ 7,156,970	\$ 548,456
Other Operating Revenue	0	0	5,623
Total Operating Revenues	8,620,297	7,156,970	554,079
Operating Expenses:			
Personal Services	1,439,887	1,437,996	191,838
Contractual Services	1,268,562	606,754	103,281
Materials and Supplies	545,915	563,895	70,814
Utilities	855,310	183,971	749
Depreciation	4,330,594	1,249,971	67,472
Total Operating Expenses	8,440,268	4,042,587	434,154
Operating Income	180,029	3,114,383	119,925
Nonoperating Revenue (Expenses):			
Investment Earnings	54,504	20,363	0
Interest Expense	(5,875,541)	(1,415,346)	0
Sale of Capital Assets	27,843	4,920	(9,244)
Payments in Lieu of Taxes	1,363,801	0	0
Total Nonoperating Revenues (Expenses)	(4,429,393)	(1,390,063)	(9,244)
Income (Loss) Before Transfers and Contributions	(4,249,364)	1,724,320	110,681
Transfers Out	0	0	(179,000)
Capital Contributions	0	0	414,314
Change in Net Assets	(4,249,364)	1,724,320	345,995
Net Assets Beginning of Year	28,617,274	25,663,095	1,236,055
Net Assets End of Year	<u>\$ 24,367,910</u>	<u>\$ 27,387,415</u>	<u>\$ 1,582,050</u>

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

<u>Sanitation</u>	<u>Total</u>
\$ 1,369,491	\$ 17,695,214
0	5,623
<u>1,369,491</u>	<u>17,700,837</u>
215,335	3,285,056
1,028,831	3,007,428
53,761	1,234,385
6,895	1,046,925
28,232	5,676,269
<u>1,333,054</u>	<u>14,250,063</u>
36,437	3,450,774
0	74,867
0	(7,290,887)
(9,244)	14,275
0	1,363,801
<u>(9,244)</u>	<u>(5,837,944)</u>
27,193	(2,387,170)
0	(179,000)
0	414,314
27,193	(2,151,856)
<u>768,569</u>	<u>56,284,993</u>
<u>\$ 795,762</u>	<u>\$ 54,133,137</u>

CITY OF MARYSVILLE, OHIO

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2011**

	Business-Type Activities Enterprise Funds		
	Sewer	Water	Stormwater
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$8,819,295	\$7,170,702	\$553,012
Cash Payments for Goods and Services	(2,603,486)	(1,420,032)	(188,790)
Cash Payments to Employees	(1,423,160)	(1,419,832)	(190,353)
Net Cash Provided by Operating Activities	4,792,649	4,330,838	173,869
<u>Cash Flows from Noncapital Financing Activities:</u>			
Transfers Out to Other Funds	0	0	(179,000)
Net Cash Used by Noncapital Financing Activities	0	0	(179,000)
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Acquisition and Construction of Assets	(1,206,517)	(1,033,397)	(91,725)
Sale of Capital Assets	27,843	4,920	0
Capital Contributions	0	23,672	0
Payments in Lieu of Taxes	1,101,519	0	0
General Obligation Notes Issued	26,504,650	1,685,350	0
Principal Paid on General Obligation Notes	(26,517,150)	(1,697,850)	0
Principal Paid on General Obligation Bonds	(197,170)	(238,645)	0
Principal Paid on Mortgage Revenue Bonds	(843,239)	(737,438)	0
Principal Paid on Ohio Public Works Commission Loan	(7,927)	(14,784)	0
Interest Paid on All Debt	(5,765,039)	(1,418,379)	0
Net Cash Used for Capital and Related Financing Activities	(6,903,030)	(3,426,551)	(91,725)
<u>Cash Flows from Investing Activities:</u>			
Sale of Investments	1,786,181	204,710	0
Receipts of Interest	28,959	15,723	0
Net Cash Provided by Investing Activities	1,815,140	220,433	0
Net Increase (Decrease) in Cash and Cash Equivalents	(295,241)	1,124,720	(96,856)
Cash and Cash Equivalents at Beginning of Year	9,465,492	19,303,297	690,454
Cash and Cash Equivalents at End of Year	\$9,170,251	\$20,428,017	\$593,598

CITY OF MARYSVILLE, OHIO

<u>Sanitation</u>	<u>Totals</u>
\$1,355,346	\$17,898,355
(1,086,223)	(5,298,531)
<u>(206,174)</u>	<u>(3,239,519)</u>
<u>62,949</u>	<u>9,360,305</u>
<u>0</u>	<u>(179,000)</u>
<u>0</u>	<u>(179,000)</u>
(75,357)	(2,406,996)
0	32,763
0	23,672
0	1,101,519
0	28,190,000
0	(28,215,000)
0	(435,815)
0	(1,580,677)
0	(22,711)
<u>0</u>	<u>(7,183,418)</u>
<u>(75,357)</u>	<u>(10,496,663)</u>
0	1,990,891
<u>0</u>	<u>0</u>
<u>0</u>	<u>2,035,573</u>
(12,408)	720,215
<u>544,155</u>	<u>30,003,398</u>
<u>\$531,747</u>	<u>\$30,723,613</u>

(Continued)

CITY OF MARYSVILLE, OHIO

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2011**

	Business-Type Activities Enterprise Funds		
	Sewer	Water	Stormwater
<u>Reconciliation of Operating Income to Net Cash</u>			
<u>Provided by Operating Activities:</u>			
Operating Income	\$180,029	\$3,114,383	\$119,925
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:			
Depreciation Expense	4,330,594	1,249,971	67,472
Changes in Assets and Liabilities:			
Decrease (Increase) in Accounts Receivable	198,998	13,732	(1,067)
Decrease (Increase) in Prepays	(22,842)	(29,815)	(2,435)
Increase (Decrease) in Accounts Payable	41,890	(34,791)	(11,430)
Increase in Retainage Payable	47,617	0	0
Increase in Accrued			
Wages and Benefits	11,073	10,786	1,637
Increase (Decrease) in			
Compensated Absences	5,290	6,572	(233)
Total Adjustments	<u>4,612,620</u>	<u>1,216,455</u>	<u>53,944</u>
Net Cash Provided by Operating Activities	<u>\$4,792,649</u>	<u>\$4,330,838</u>	<u>\$173,869</u>

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

<u>Sanitation</u>	<u>Totals</u>
\$36,437	\$3,450,774
28,232	5,676,269
(14,145)	197,518
903	(54,189)
2,419	(1,912)
0	47,617
3,078	26,574
<u>6,025</u>	<u>17,654</u>
<u>26,512</u>	<u>5,909,531</u>
<u>\$62,949</u>	<u>\$9,360,305</u>

CITY OF MARYSVILLE, OHIO

***Statement of Assets and Liabilities
Fiduciary Funds
December 31, 2011***

	<u>Agency</u>
Assets:	
Cash and Cash Equivalents	\$ 189,269
Total Assets	<u>189,269</u>
Liabilities:	
Due to Others	<u>189,269</u>
Total Liabilities	<u>\$ 189,269</u>

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

The financial statements are presented as of December 31, 2011 and for the year then ended and have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the "GASB") is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

A. Reporting Entity

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

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

The City is associated with the Marysville/Union County Joint Recreation District, the Union County Community Improvement Corporation, the Mid-Ohio Regional Planning Commission and the Marysville/Union County Port Authority; each is a jointly governed organization. These organizations are more fully described in Note 21 to the basic financial statements.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting

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

The accounting system is organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures (expenses). The various funds are summarized by type in the basic financial statements. The following fund types are used by the City:

Governmental Funds

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

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

Street Maintenance Fund - This Special Revenue fund is used to account for that portion of the state levied and controlled gasoline tax and motor vehicle license fees designated for local street construction, maintenance and repair. Ninety-two and one-half percent of the tax and fees are allocated to this fund.

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

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Proprietary Funds

All proprietary funds fall under Business-Type Activities and are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

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

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

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

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

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

Fiduciary Funds

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements

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

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

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

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

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a Balance Sheet, which generally includes only current assets and current liabilities, and a Statement of Revenues, Expenditures and Changes in Fund Balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements (Continued)

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

D. Basis of Accounting

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

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

Special assessment installments including related accrued interest, which are measurable but not available at December 31, are recorded as deferred revenue. Property taxes and payments in lieu of taxes, which are measurable at December 31, 2011 but are not intended to finance 2011 operations, and delinquent property taxes whose availability is indeterminate, are recorded as deferred revenue as further described in Note 7 "Taxes".

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

Pursuant to GASB Statement No. 20, "*Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting*," the City follows GASB guidance as applicable to proprietary funds and FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements. The City has elected not to apply FASB statements and interpretations issued after November 30, 1989 to its business-type activities and enterprise funds.

E. Budgetary Process

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

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

1. Tax Budget

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

The budget commission has waived the filing of the budget.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

2. Estimated Resources

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by October 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or if actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 2011.

3. Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 through December 31. The appropriation ordinance establishes spending controls at the fund, department and object level, the legal level of control. The appropriation ordinance may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified by the County Budget Commission. The allocation of appropriations among departments and objects within a fund may be modified during the year by an ordinance of City Council. During 2011, several supplemental appropriations were necessary to budget the use of contingency funds, intergovernmental grant proceeds and capital improvement projects. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual--General Fund and Street Maintenance Fund" are provided on the budgetary basis to provide a comparison of actual results with the final budget, including all amendments and modifications.

4. Encumbrances

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

5. Lapsing of Appropriations

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

6. Budgetary Basis of Accounting

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

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**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

6. Budgetary Basis of Accounting (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund and major special revenue fund:

	Net Change In Fund Balance	
	General Fund	Street Maintenance Fund
GAAP Basis (as reported)	\$2,919,224	\$93,929
Increase (Decrease):		
Accrued Revenues at December 31, 2011 received during 2012	(1,762,387)	(119,879)
Accrued Revenues at December 31, 2010 received during 2011	1,555,226	124,612
Accrued Expenditures at December 31, 2011 paid during 2012	630,502	72,259
Accrued Expenditures at December 31, 2010 paid during 2011	(618,360)	(118,406)
2010 Prepays for 2011	87,825	19,056
2011 Prepays for 2012	(96,470)	(11,788)
2010 Adjustment to Fair Value	25,414	0
2011 Adjustment to Fair Value	(28,973)	0
Outstanding Encumbrances	(302,278)	(230,832)
2011 Cash With Fiscal Agent	(30,181)	0
Perspective Difference:		
Activity of Funds Reclassified for GAAP Reporting Purposes	11,665	0
Budget Basis	<u>\$2,391,207</u>	<u>(\$171,049)</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits, the State Treasury Asset Reserve (STAR Ohio) and certificates of deposit with original maturity dates of three months or less. The STAR Ohio is considered an investment for purposes of GASB Statement No. 3, but it is reported as a cash equivalent in the basic financial statements because it is a highly liquid instrument which is readily convertible to cash. The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintained its own cash and investment account. For purposes of the Statement of Cash Flows, the proprietary funds' shares of equity in pooled certificates of deposit are considered to be cash equivalents. See Note 6, "Cash, Cash Equivalents and Investments." Investment earnings of \$46,279 earned by other funds were credited to the General Fund as required by local statute.

G. Investments

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

The City has invested funds in the STAR Ohio during 2011. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2011.

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2011, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Capital Assets and Depreciation

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

1. Property, Plant and Equipment - Governmental Activities

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

2. Property, Plant and Equipment – Business Type Activities

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

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

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Capital Assets and Depreciation (Continued)

3. Depreciation

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

Description	Governmental and Business-Type Activities Estimated Lives (in years)
Buildings	40
Improvements other than Buildings/Infrastructure	10 - 40
Infrastructure	10 - 40
Machinery and Equipment	5 - 10
Vehicles	5 – 20

J. Long-Term Debt

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

Obligation	Fund
General Obligation Bonds	Debt Service Fund Water Fund Sewer Fund
Mortgage Revenue Bonds	Water Fund Sewer Fund
Capital Leases	General Fund
Long-Term Notes Payable	Water Fund Sewer Fund Debt Service Fund Coleman’s Crossing TIF Fund
Ohio Public Works Commission Loans	Water Fund Sewer Fund
Compensated Absences	General Fund Street Maintenance Fund Water Fund Sewer Fund Sanitation Fund Stormwater Fund

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Compensated Absences

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

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

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

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

L. Net Assets

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Fund Balances

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

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

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

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

Assigned – Assigned fund balance consists of amounts that are constrained by the City’s intent to be used for specific purposes, but are neither restricted nor committed.

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

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

N. Pensions

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. Interfund Activity

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

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

P. Estimates

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

Q. Operating Revenues and Expenses

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

R. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Council and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2011.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

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

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

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

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

Income Tax Revenue	\$887,597
Delinquent Property Tax Revenue	86,223
Intergovernmental Revenues	559,017
Charges for Services	285,959
Special Assessment Revenue	159,592
	<hr/>
	\$1,978,388

Long-Term liabilities not reported in the funds:

General Obligation Bonds Payable	(\$20,601,729)
Capital Leases	(343,288)
Accrued Interest on Long-Term Debt	(127,922)
Compensated Absences Payable	(988,422)
	<hr/>
	(\$22,061,361)

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

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

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

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

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

Capital Outlay	\$4,334,184
Depreciation Expense	<u>(2,803,576)</u>
	\$1,530,608

Governmental revenues not reported in the funds:

Decrease in Delinquent Income Tax Revenue	(\$682,744)
Increase in Delinquent Property Tax	1,366
Decrease in Intergovernmental Revenue	(6,865)
Increase in Charges for Services	137,955
Decrease in Special Assessment Revenue	<u>(18,000)</u>
	(\$568,288)

Expenses not requiring the use of current financial resources:

Increase in Compensated Absences Payable	(\$99,317)
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NOTE 3 - COMPLIANCE AND ACCOUNTABILITY

A. Fund Deficits

The fund deficits at December 31, 2011 of \$11,767,045 in the Coleman’s Crossing TIF Fund (debt service fund), \$459 in the 2009 CHIP Grant Fund (special revenue fund) and \$11,776 in the Milford Avenue Improvement Project Fund (capital project fund) arise from the recording of general obligation notes payable within the individual funds, the recording of an interfund loan payable and the recording of a retainage payable respectively. The General Fund provides transfers when cash is required, not when accruals occur.

CITY OF MARYSVILLE, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 4 – FUND BALANCE CLASSIFICATION

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

Fund Balances	General Fund	Street Maintenance Fund	Coleman's Crossing TIF Fund	Capital Improvements Project Fund (CIP)	Other Governmental Funds	Total Governmental Funds
Nonspendable:						
Prepaid Items	\$96,470	\$11,788	\$0	\$0	\$33	\$108,291
Restricted:						
Street Maintenance	0	602,695	0	0	0	602,695
Capital Improvements	0	0	0	12,814,633	0	12,814,633
Police Pension	0	0	0	0	10,222	10,222
Fire Pension	0	0	0	0	10,222	10,222
Police Grant	0	0	0	0	5,680	5,680
Fire Grant	0	0	0	0	3,277	3,277
Law Enforcement Trust	0	0	0	0	6,618	6,618
Mandatory Drug Fine	0	0	0	0	68,840	68,840
Alcohol Treatment and Education	0	0	0	0	26,661	26,661
Indigent Drivers Treatment	0	0	0	0	161,880	161,880
State Highway Improvements	0	0	0	0	177,485	177,485
Debt Service Payments	0	0	0	0	93,536	93,536
Court Computer and Research	0	0	0	0	603,198	603,198
Municipal Court Computer	0	0	0	0	301,500	301,500
Municipal Court Special Projects	0	0	0	0	864,594	864,594
Court Probation Fee	0	0	0	0	191,841	191,841
CHIP Grant	0	0	0	0	70	70
Citygate TIF	0	0	0	0	51	51
Municipal Court Local Interlock	0	0	0	0	60,074	60,074
Municipal Court State Interlock	0	0	0	0	73,931	73,931
Neighborhood Stabilization	0	0	0	0	630	630
Scottslawn Road Widening	0	0	0	0	5,111	5,111
Industrial Parkway Culvert Replacement	0	0	0	0	3,239	3,239
CDBG Grant	0	0	0	0	19,010	19,010
Job Readiness Site Grant	0	0	0	0	163,246	163,246
Total Restricted	0	602,695	0	12,814,633	2,850,916	16,268,244
Committed:						
Univenture Financial Incentive	8,334	0	0	0	0	8,334
Swimming Pool	0	0	0	0	89,822	89,822
City Events	0	0	0	0	3,140	3,140
Parkland Development	0	0	0	0	53,652	53,652
Eljer Park	0	0	0	0	31,523	31,523
Cemetery Maintenance	0	0	0	0	15,060	15,060
Cemetery Endowment	0	0	0	0	10,455	10,455
Total Committed	8,334	0	0	0	203,652	211,986
Assigned	217,818	0	0	0	0	217,818
Unassigned	9,342,856	0	(11,767,045)	0	(12,235)	(2,436,424)
Total Fund Balances	\$9,665,478	\$614,483	(\$11,767,045)	\$12,814,633	\$3,042,366	\$14,369,915

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 5 – CHANGE IN ACCOUNTING PRINCIPLE – RESTATEMENT OF FUND BALANCE/NET ASSETS

For 2011 the City implemented GASB Statement No. 54, “*Fund Balance Reporting and Governmental Fund Type Definitions*”.

Statement No. 54 provides more clearly defined categories to make the nature and extent of the constraints placed on a governments fund balances more transparent. It also clarifies the existing governmental fund type definitions. While the application of this new standard did not have an effect on total prior year fund balances, it did result in the reclassification of funds as detailed below:

	General Fund	Street Maintenance Fund	Coleman's Crossing TIF Fund	Capital Improvements Projects Fund	Other Governmental Funds	Total Governmental Funds
Fund Balance/Net Assets at December 31, 2010	\$6,726,256	\$520,554	(\$11,947,755)	\$61,288	\$2,691,099	(\$1,948,558)
Fund Reclassification	19,998	0	0	0	(19,998)	0
Net Assets, as restated	<u>\$6,746,254</u>	<u>\$520,554</u>	<u>(\$11,947,755)</u>	<u>\$61,288</u>	<u>\$2,671,101</u>	<u>(\$1,948,558)</u>

NOTE 6 - CASH, CASH EQUIVALENTS AND INVESTMENTS

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

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

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

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

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

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

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

A. Deposits

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

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

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

A. Deposits (Continued)

At year end the carrying amount of the City's deposits was \$22,835,373 and \$16,918,488 of the City's bank balance of \$23,019,521 was exposed to custodial credit risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, not in the City's name.

B. Investments

The City's investments at December 31, 2011 are summarized below:

	Fair Value	Investment Maturities (in Years)		
		less than 1	1-3	3-5
STAR Ohio	\$790,984	\$790,984	\$0	\$0
FNMA	7,663,475	1,006,128	3,301,337	3,356,010
FHLMC	3,754,934	250,805	3,504,129	0
FHLB	3,024,952	1,349,540	1,675,412	0
FFCB	1,000,860	0	1,000,860	0
Commercial Paper	747,803	747,803	0	0
U.S. Treasury Notes	1,754,008	1,754,008	0	0
Banker's Acceptance	1,400,599	1,400,599	0	0
Negotiable CD's	11,676,329	8,425,869	3,250,460	0
Mutual Fund	5,619,110	5,619,110	0	0
Total Investments	<u>\$37,433,054</u>	<u>\$21,344,846</u>	<u>\$12,732,198</u>	<u>\$3,356,010</u>

¹ Standard & Poor's

² Moody's Investor Service

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

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

B. Investments (Continued)

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

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The City's investment policy allows investments in money market accounts, certificates of deposit or within financial institutions within the State of Ohio as designated by the Federal Reserve Board. The City has invested 20% of its investments in FNMA, 10% in FHLMC, 8% in FHLB, 3% in FFCB, 2% in Commercial Paper, 5% in Treasury Notes, 4% in Banker's Acceptances, 31% in negotiable CD's, 15% in Mutual Funds and 2% in STAR Ohio.

NOTE 7 - TAXES

A. Property Taxes

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

Tangible personal property tax revenues received in 2011 (other than public utility property) represent the collection of 2011 taxes. Tangible personal property taxes received in 2011 were levied after October 1, 2010, on the true value as of January 1, 2010. In prior years, tangible personal property assessments were twenty-five percent of true value for capital assets and twenty-three percent of true value for inventory. Tangible personal property tax is being phased out. This percentage was reduced to 6.25% in 2008 and zero for 2009. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, the first payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 7 - TAXES (Continued)

A. Property Taxes (Continued)

House Bill No. 66 was signed into law on June 30, 2005. House Bill NO.66 phases out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroads. The tax on general business railroad property was eliminated for calendar year 2009, and the tax on telephone and telecommunications property will be eliminated by calendar year 2011. The tax is phased out by reducing the assessment rate on the property each year. The bill replaces the revenue lost by the City due to the phasing out of the tax. In calendar years 2006-2010, the City was fully reimbursed for the lost revenue.

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. Certain public utility tangible personal property is currently assessed at 100% of its true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

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

The full tax rate for the City's operations for the year ended December 31, 2011 was \$5.20 per \$1,000 of assessed value. The assessed value upon which the 2011 receipts were based was \$384,565,260. This amount constitutes \$375,158,210 in real property assessed value, \$9,144,120 in public utility assessed value and \$262,930 in tangible personal property assessed value.

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

B. Income Tax

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

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 8 - RECEIVABLES

Receivables at December 31, 2011 consisted of taxes, payments in lieu of taxes, accounts receivable, special assessments and intergovernmental receivables arising from shared revenues.

NOTE 9 - INTERFUND BALANCES

Individual interfund balances at December 31, 2011 that are expected to be paid within one year are as follows:

Fund	Interfund Loans Receivable	Interfund Loans Payable
Governmental Activities:		
General Fund	\$459	\$0
CHIP Grant Fund	0	459
Totals	<u>\$459</u>	<u>\$459</u>

NOTE 10 - TRANSFERS

Following is a summary of transfers in and out for all funds for 2011:

Transfers In:	Transfers Out:			Total
	General Fund	Other Governmental Funds	Storm Water Fund	
Street Maintenance Fund	\$1,354,000	\$0	\$0	\$1,354,000
Capital Improvements Project Fund	240,101	0	0	240,101
Other Governmental Funds	1,630,889	65,548	179,000	1,875,437
Total	<u>\$3,224,990</u>	<u>\$65,548</u>	<u>\$179,000</u>	<u>\$3,469,538</u>

Transfers are used to move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Transfer from Storm Sewer Fund was to meet grant matching requirements.

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

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 11 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at December 31, 2011:

Historical Cost:

Class	December 31, 2010	Transfers	Additions	Deletions	December 31, 2011
<i>Capital assets not being depreciated:</i>					
Land	\$1,257,081	\$0	\$58,878	\$0	\$1,315,959
Construction in Progress	3,451,897	0	2,065,373	(582,452)	4,934,818
Subtotal	4,708,978	0	2,124,251	(582,452)	6,250,777
<i>Capital assets being depreciated:</i>					
Buildings	3,635,874	0	0	0	3,635,874
Improvements Other Than Buildings	2,245,197	0	9,554	0	2,254,751
Machinery and Equipment	1,397,947	24,000	198,640	(20,543)	1,600,044
Vehicles	3,643,529	(20,347)	829,773	(374,067)	4,078,888
Infrastructure	82,655,991	0	1,754,418	0	84,410,409
Subtotal	93,578,538	3,653	2,792,385	(394,610)	95,979,966
Total Cost	\$98,287,516	\$3,653	\$4,916,636	(\$977,062)	\$102,230,743

Accumulated Depreciation:

Class	December 31, 2010	Transfers	Additions	Deletions	December 31, 2011
Buildings	(\$1,902,775)	\$0	(\$100,217)	\$0	(\$2,002,992)
Improvements Other Than Buildings	(1,388,689)	0	(121,998)	0	(1,510,687)
Machinery and Equipment	(921,044)	(24,000)	(136,091)	11,299	(1,069,836)
Vehicles	(2,267,230)	20,347	(313,843)	360,013	(2,200,713)
Infrastructure	(50,383,359)	0	(2,131,427)	0	(52,514,786)
Total Depreciation	(\$56,863,097)	(\$3,653)	(\$2,803,576) *	\$371,312	(\$59,299,014)
<i>Net Value:</i>	\$41,424,419				\$42,931,729

* Depreciation expenses were charged to governmental functions as follows:

General Government	\$410,798
Security of Persons and Property - Police	93,501
Security of Persons and Property - Fire	191,565
Security of Persons and Property - Other	1,710
Public Health and Welfare Services	10,673
Transportation	1,994,757
Community Environment	21,762
Leisure Time Activities	78,810
Total Depreciation Expense	\$2,803,576

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 11 - CAPITAL ASSETS (continued)

B. Business-Type Activities Capital Assets

Summary by Category at December 31, 2011:

Historical Cost:

Class	December 31, 2010	Transfers	Additions	Deletions	December 31, 2011
<i>Capital assets not being depreciated:</i>					
Land	\$4,142,235	\$0	\$0	\$0	\$4,142,235
Construction in Progress	2,719,854	0	2,126,122	(634,708)	4,211,268
Subtotal	6,862,089	0	2,126,122	(634,708)	8,353,503
<i>Capital assets being depreciated:</i>					
Buildings	107,683,913	0	0	0	107,683,913
Improvements Other Than Buildings	24,847,405	0	141,559	0	24,988,964
Machinery and Equipment	1,657,139	(24,000)	176,999	(137,145)	1,672,993
Vehicles	1,587,548	20,347	187,243	0	1,795,138
Infrastructure	83,127,144	0	867,307	0	83,994,451
Subtotal	218,903,149	(3,653)	1,373,108	(137,145)	220,135,459
Total Cost	\$225,765,238	(\$3,653)	\$3,499,230	(\$771,853)	\$228,488,962

Accumulated Depreciation:

Class	December 31, 2010	Transfers	Additions	Deletions	December 31, 2011
Buildings	(\$6,393,771)	\$0	(\$2,675,922)	\$0	(\$9,069,693)
Improvements Other Than Buildings	(1,512,374)	0	(665,812)	0	(2,178,186)
Machinery and Equipment	(973,002)	24,000	(124,256)	118,657	(954,601)
Vehicles	(915,157)	(20,347)	(130,054)	0	(1,065,558)
Infrastructure	(16,287,009)	0	(2,080,223)	0	(18,367,232)
Total Depreciation	(\$26,081,313)	\$3,653	(\$5,676,267)	\$118,657	(\$31,635,270)
<i>Net Value:</i>	\$199,683,925				\$196,853,692

NOTE 12 – DEFINED BENEFIT PENSION PLANS

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

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 12 – DEFINED BENEFIT PENSION PLANS (Continued)

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

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

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

The ORC provides statutory authority for employee and employer contributions. For 2011, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 10.0%. The 2011 employer contribution rate for local government employer units was 14.00%, of covered payroll which is the maximum contribution rate set by State statutes. Employer contribution rates are actuarially determined. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits. The portion of employer contributions allocated to pension obligations for members in the Traditional Plan was 10.0% for calendar year 2011. The portion of employer contributions allocated to pension obligations for members in the Combined Plan was 7.95% for calendar year 2011. The contribution requirements of plan members and the City are established and may be amended by the OPERS Board. The City's required contributions obligations to OPERS for the years ending December 31, 2011, 2010, and 2009 for pension were \$739,787, \$703,225 and \$693,430, respectively, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 12 – DEFINED BENEFIT PENSION PLANS (Continued)

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

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

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0% respectively for police officers and firefighters. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for 2011, 12.75% of annual covered salary for police and 17.25% of annual covered salary for firefighters, respectively, were the portions used to fund pension obligations. The City’s contributions for pension obligations to the OP&F Fund for the years ending December 31, 2011, 2010, and 2009 were \$402,739, \$377,075 and \$373,386 for police and \$471,143, \$443,905 and \$447,627 for firefighters, respectively, which were equal to the required contributions for each year.

NOTE 13 - POSTEMPLOYMENT BENEFITS

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

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

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

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 13 - POSTEMPLOYMENT BENEFITS (Continued)

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

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

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by making a written request to OPERS, Attention: Finance Director, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

Funding Policy – The ORC provides the statutory authority requiring public employers to fund post retirement health care coverage through their contributions to OPERS. A portion of each employer’s contribution to OPERS is set aside for the funding of post retirement health care benefits. Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2011, local government employers contributed at a rate of 14.00% of covered payroll. The ORC currently limits the employer contribution to a rate not to exceed 14.0% of covered payroll for local government employers. Active members do not make contributions to the OPEB plan.

The OPERS Postemployment Health Care plan was established under, and is administered in accordance with Internal Revenue Code 401(h). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of postemployment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional Plan was 4.0% for calendar year 2011. The portion of employer contributions allocated to health care for members in the Combined Plan was 6.05% for calendar year 2011. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions for health care to the OPERS for the years ending December 31, 2011, 2010, and 2009 were \$211,368, \$255,337 and \$290,993, respectively, which were equal to the required contributions for each year.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Retirement Board on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates increased as of January 1, 2006, January 1, 2007 and January 1, 2008, which allowed additional funds to be allocated to the health care plan.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 13 - POSTEMPLOYMENT BENEFITS (Continued)

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

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

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

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

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

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2011, the employer contribution allocated to the health care plan was 6.75% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees’ primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h). The OP&F Board of Trustees also is authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions for health care to the OP&F for the years ending December 31, 2011, 2010, and 2009 were \$139,410, \$130,468 and \$121,907 for police and \$163,016, \$121,927 and \$125,783 for firefighters, respectively, which were equal to the required contributions for each year.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 14 – COMPENSATED ABSENCES

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

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

At December 31, 2011, the City's accumulated, unpaid compensated absences amounted to \$1,330,690, of which \$988,422 is recorded as a liability of the Governmental Activities and \$342,268 is recorded as a liability of the Business-Type Activities.

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**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 15 - NOTES PAYABLE

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

	Issue Date	Balance December 31, 2010	Issued (Retired)	Balance December 31, 2011
Governmental Activities:				
Debt Service Funds Notes Payable:				
1.75% Street Improvement	3/5/10	\$1,000,000	(\$1,000,000)	\$0
2.88% Tax Increment Financing	10/20/10	7,005,000	(7,005,000)	0
3.00% Tax Increment Financing	10/20/10	4,975,000	(4,975,000)	0
2.88% Tax Increment Financing	10/20/11	0	7,005,000	7,005,000
2.50% Tax Increment Financing	10/20/11	0	4,825,000	4,825,000
Total Debt Service Funds Notes Payable:		<u>12,980,000</u>	<u>(1,150,000)</u>	<u>11,830,000</u>
Capital Projects Fund Note Payable:				
1.25% Fire Station Improvement	10/25/11	0	2,300,000	2,300,000
Total Governmental Notes Payable		<u>\$12,980,000</u>	<u>\$1,150,000</u>	<u>\$14,130,000</u>
Business Type Activities:				
Water Fund Note Payable:				
1.50% Water Acquisition Note	1/20/11	\$0	\$1,685,350	\$1,685,350
Total Notes Payable		<u>\$12,980,000</u>	<u>\$2,835,350</u>	<u>\$15,815,350</u>

The 2010 Street Improvement Notes of \$1,000,000 bearing a rate of 1.75% matured on March 5, 2011.

The 2010 Coleman's Crossing Tax Increment Financing Notes of \$11,980,000 bearing a rate of 3.00% matured on October 20, 2011 and were reissued as 2011 Coleman's Crossing Tax Increment Financing Notes of \$11,830,000 bearing a rate of 2.5%. These notes were issued to finance certain public improvements within the Coleman's Crossing Tax Increment Financing District. These notes will be retired from the City's Coleman's Crossing TIF Fund.

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

CITY OF MARYSVILLE, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 15 - NOTES PAYABLE (Continued)

Water Acquisition Notes

The 2011 Water Acquisition Notes of \$1,685,350 bearing a rate of 1.50% were issued to finance the cost of acquiring certain improvements of a water supply and distribution system. This note will be retired from the City's Water fund.

NOTE 16 - LONG-TERM DEBT

Long-term debt of the City at December 31, 2011 was as follows:

Date Purchased	Description	Balance December 31, 2010	Additions	(Reductions)	Balance December 31, 2011	Amount Due Within One Year
Governmental Activities:						
General Obligation Bonds:						
2007	Various Purpose Refunding Bonds	\$6,310,000	\$0	(\$520,000)	\$5,790,000	\$540,000
	Premium	222,491	0	(21,706)	200,785	21,706
2011	Facility Construction Bonds	0	14,585,000	0	14,585,000	490,000
	Premium	0	27,309	(1,365)	25,944	1,365
Total General Obligation Bonds		6,532,491	14,612,309	(543,071)	20,601,729	1,053,071
Other Long-Term Obligations:						
	Compensated Absences Payable	889,105	988,422	(889,105)	988,422	784,329
	Capital Leases Payable	237,184	189,941	(83,837)	343,288	80,940
Total Other Long-Term Obligations		1,126,289	1,178,363	(972,942)	1,331,710	865,269
Total Governmental Activities Long-Term Debt		\$7,658,780	\$15,790,672	(\$1,516,013)	\$21,933,439	\$1,918,340

2007 Various Improvement Refunding Bonds

The Various Improvement general obligation bonds are serial bonds issued for the purpose of advance refunding a portion of the 2000 Various Improvement Bonds issued November 1, 2000 (\$6,225,000). The refunding was undertaken for the purpose of reducing interest rates and debt service on the prior bonds. This transaction resulted in a savings to the City of \$271,360. The 2007 bonds are not subject to redemption prior to maturity. The bonds mature on December 1, 2007 through December 1, 2017, and December 1, 2020 in the amount of \$6,515,000, at a redemption price equal to 100 percent of the principal plus accrued interest to the redemption date. The amount of \$6,673,981 from the 2007 bonds was placed in an escrow fund to defease the 2000 bonds which will be redeemed each June 1 and December 1 annually between 2007 and 2010. Bonds bear an interest rate from 4.00 to 5.00%. These bonds will be retired from the City's Debt Service Fund. \$5,990,785 was outstanding as of December 31, 2011.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 16- LONG-TERM DEBT (Continued)

2011 Facility Construction Bonds

The Facility Construction general obligation bonds are serial bonds issued for the purpose of paying costs associated with designing, constructing, furnishing, and equipping a new police station and municipal courthouse facility. The bonds mature on December 1, 2020 through December 1, 2031, and December 1, 2020 in the amount of \$14,585,000, at a redemption price equal to 100 percent of the principal plus accrued interest to the redemption date. Bonds bear an interest rate from 2.00 to 4.375%. These bonds will be retired from the City's Debt Service Fund. \$14,610,944 was outstanding as of December 31, 2011.

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CITY OF MARYSVILLE, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 16- LONG-TERM DEBT (Continued)

Date Purchased	Description	Balance December 31, 2010	Additions	(Reductions)	Balance December 31, 2011	Amount Due Within One Year
Business-Type Activities:						
Anticipation Notes						
2010	Water Acquisition Notes	1,697,850	0	(1,697,850)	0	0
2010	Wastewater Acquisition Notes	1,767,150	0	(1,767,150)	0	0
2010	Wastewater Treatment System Notes	24,750,000	0	(24,750,000)	0	0
2011	Wastewater Acquisition Notes	0	1,754,650	0	1,754,650	0
2011	Wastewater Treatment System Notes	0	24,750,000	0	24,750,000	0
Total Anticipation Notes		28,215,000	26,504,650	(28,215,000)	26,504,650	0
General Obligation Bonds:						
2004	Water Various Improvement Refunding	602,249	0	(238,163)	364,086	177,938
	Premium	1,446	0	(482)	964	482
2004	Wastewater Various Improvement Refunding	497,751	0	(196,837)	300,914	147,063
	Premium	1,001	0	(333)	668	333
Total General Obligation Bonds		1,102,447	0	(435,815)	666,632	325,816
Mortgage Revenue Bonds:						
2002	Water System	2,675,000	0	(170,000)	2,505,000	180,000
	Discount on Sale of Bonds	(33,407)	0	2,784	(30,623)	(2,784)
2003	Water System	6,265,000	0	(465,000)	5,800,000	480,000
	Premium on Sale of Bonds	59,507	0	(5,951)	53,556	5,951
2006	Sewer System	84,510,000	0	(773,750)	83,736,250	701,250
	Premium on Sale of Bonds	1,935,844	0	(55,310)	1,880,534	55,310
2007	Sewer System	31,555,000	0	0	31,555,000	315,000
	Premium on Sale of Bonds	510,448	0	(14,179)	496,269	14,179
2007	Water System	21,145,000	0	(100,000)	21,045,000	110,000
	Discount on Sale of Bonds	(19,681)	0	729	(18,952)	(729)
Total Mortgage Revenue Bonds		148,602,711	0	(1,580,677)	147,022,034	1,858,177
Ohio Public Works Commission Loans:						
	Wastewater Treatment Plant Loan	26,852	0	(5,967)	20,885	5,967
	Sanitary Sewer Loan	6,860	0	(1,960)	4,900	1,960
	Cherry Street and Ninth Street Water	591,363	0	(14,784)	576,579	14,784
Total Ohio Public Works Commission Loans		625,075	0	(22,711)	602,364	22,711
Other Long-Term Obligations:						
	Compensated Absences Payable	324,614	342,268	(324,614)	342,268	203,424
Total Other Long-Term Obligations		324,614	342,268	(324,614)	342,268	203,424
Total Business-Type Activities Long-Term Debt		\$178,869,847	\$26,846,918	(\$30,578,817)	\$175,137,948	\$2,410,128

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 16- LONG-TERM DEBT (Continued)

Water and Sewer Acquisition Notes

The 2010 Water and Sewer Acquisition Notes of \$3,465,000 bearing a rate of 1.5% matured on January 23, 2011 and were reissued as 2011 Water and Sewer Acquisition Notes of \$3,440,000 bearing a rate of 1.50%. These notes were issued to finance the cost of acquiring certain improvements of a sewage collection system and certain improvements of a water supply and distribution system. Of the \$3,440,000 notes issued, \$1,685,350 was issued for the Water Fund improvements and \$1,754,650 was issued for the Sewer Fund improvements. These notes will be retired from the City's Water and Sewer funds. On January 20, 2012 the Water note was retired with a bond anticipation note issue. (See Note 22)

Wastewater Treatment System and Trunk Sewer Notes

The 2010 Wastewater Treatment System Notes of \$24,750,000 bearing a rate of 1.25% were paid off on January 21, 2011 and were reissued as 2011 Wastewater Treatment System Notes of \$24,750,000 bearing a rate of 1.25%. These notes were issued to finance the cost of acquiring certain improvements of a sewage collection system and trunk line. These notes will be retired from the Sewer Fund. On June 1, 2012 these notes were retired with bond anticipation note issues. (See Note 22)

2004 Various Purpose Refunding Bonds

The Various Purpose Refunding general obligation bonds are serial bonds issued to currently refund \$3,714,000, including a call premium of \$29,000, of outstanding various purpose general obligation bonds issued in 1992 and 1994. The refunding was undertaken for the purpose of reducing interest rates and debt service on the prior bonds. This transaction resulted in a savings to the City of \$367,615. The 2004 bonds are not subject to redemption prior to maturity. The bonds mature on December 1, 2004, through December 1, 2013, in the amount of \$3,810,000, at a redemption price equal to 100 percent of the principal plus accrued interest to the redemption date. The amount of \$3,714,000 from the 2004 bonds was placed in an escrow fund to defease the 1992 and 1994 bonds which were then optionally redeemed on June 1, 2004. \$666,632 was outstanding as of December 31, 2011. Bonds bear an interest rate from 5.00 to 5.50%. These bonds will be retired from the City's Water and Sewer funds.

2002 Water System Mortgage Revenue Bonds

The Water System Mortgage Revenue Bonds are term bonds which have annual mandatory sinking fund redemption requirements. The bonds mature December 1, 2003 through December 1, 2022, in the amount of \$3,820,000, at a redemption price equal to 100 percent of the principal plus accrued interest to the redemption date. Bonds bear an interest rate from 2.40 to 5.10%. These bonds will be retired from the City's Water Fund.

2003 Water System Mortgage Revenue Refunding Bonds

The Water System Mortgage Revenue Refunding Bonds were issued to currently refund the City's Series 1993 water system mortgage revenue bonds. The refunding was undertaken for the purpose of reducing interest rates and debt service on the prior bonds. This transaction resulted in a savings to the City of \$667,605. The refunding bonds are term bonds which have annual mandatory sinking fund redemption requirements. The term bonds mature on December 1, 2004, through December 1, 2021, in the amount of \$9,155,000, at a redemption price equal to 100 percent of the principal plus accrued interest to the redemption date. The serial bonds maturing on or after December 1, 2013, are subject to early redemption, at the sole option of the City, either in whole on any date or in part on any interest payment

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 16- LONG-TERM DEBT (Continued)

2003 Water System Mortgage Revenue Refunding Bonds (Continued)

date, on or after December 1, 2013, in multiples of \$5,000, at a redemption price equal to 100 percent of the principal plus accrued interest. The amount of \$8,908,850 from the 2003 bonds was placed in an escrow fund along with \$847,750 from the debt service reserve fund to defease the 1993 bonds which were then redeemed on December 1, 2003 in their entirety. Bonds bear an interest rate from 2.00 to 4.50%. These bonds will be retired from the City's Water Fund.

2006 Sewer System Mortgage Revenue Refunding Bonds

The Sewer System Mortgage Revenue Bonds are term bonds issued to advance refund \$13,345,000, including a call premium of \$693,172, of mortgage revenue bonds issued in 2005 and to currently refund \$55,000,000 of outstanding mortgage revenue bond anticipation notes issued in 2005 and to provide additional resources for constructing and installing certain sewer treatment system improvements. The bonds maturing on or after December 1, 2016, are subject to early redemption, at the sole option of the City, either in whole or in part on any date, on or after December 1, 2016 at a redemption price equal to 100 percent of the principal amount redeemed plus accrued interest. The Series 2006 Bonds maturing December 1, 2031, December 1, 2036, and December 1, 2046 are subject to mandatory sinking fund redemption prior to stated maturity. The amount of \$13,410,965 from the 2006 bonds was placed in an escrow fund to defease the 2005 bonds. Bonds bear an interest rate from 4.00 to 5.25%. These bonds will be retired from the City's Sewer Fund.

2007 Sewer System Mortgage Revenue Bonds

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

2007 Water System Mortgage Revenue Bonds

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 16 - LONG-TERM DEBT (Continued)

2007 Water System Mortgage Revenue Bonds (Continued)

Fund assets, whose uses are restricted under the bond indenture, are presented as restricted assets on the statement of net assets. Restricted assets relating to the sewer mortgage revenue bonds at December 31, 2011, were as follows:

Restricted Assets Held by the Trustee	
Mortgage Revenue Bond Current Debt Service	\$404,370
Mortgage Revenue Bond Reserve Fund	4,185,597

Restricted assets relating to the water mortgage revenue bonds at December 31, 2010, were as follows:

Restricted Assets Held by the Trustee	
Mortgage Revenue Bond Current Debt Service	\$86,212
Mortgage Revenue Bond Reserve Fund	394,222

Pledged Revenues – In connection with the mortgage revenue bonds previously discussed, the City has pledged future customer revenues, net of specified operating expenses, to repay this debt. Pledged revenues of a given year may also include specified portions of cash balances carried over from the prior year. The bonds are payable, through their final maturities, solely from net revenues applicable to the respective water and sewer funds. The interest and principal remaining to be paid on these bonds is \$295,247,735. Principal and interest paid for the current year and total customer net revenues were \$2,213,232 and \$7,156,970, respectively on water revenue bonds and \$6,701,890 and \$8,620,297, respectively on sewer revenue bonds.

A. Future Long-Term Financing Requirements

A summary of the City's future long-term debt funding requirements including principal and interest payments as of December 31, 2011 follows:

Years	<u>Governmental Activities</u>	
	<u>General Obligation Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2012	\$1,030,000	\$545,050
2013	1,125,000	513,650
2014	1,155,000	479,750
2015	1,190,000	444,850
2016	1,220,000	439,750
2017-2021	6,045,000	2,281,325
2022-2026	3,885,000	1,348,025
2027-2031	4,725,000	609,356
Totals	<u>\$20,375,000</u>	<u>\$6,661,756</u>

CITY OF MARYSVILLE, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 16 - LONG-TERM DEBT (Continued)

A. Future Long-Term Financing Requirements (Continued)

Years	Business-Type Activities					
	General Obligation Bonds		Mortgage Revenue Bonds		OPWC Loans	
	Principal	Interest	Principal	Interest	Principal	Interest
2012	\$325,000	\$23,955	\$1,786,250	\$6,568,039	\$22,711	\$0
2013	340,000	12,580	2,120,000	6,838,164	37,495	0
2014	0	0	2,220,000	6,742,532	36,515	0
2015	0	0	2,345,000	6,637,170	32,552	0
2016	0	0	2,470,000	6,525,377	29,568	0
2017-2021	0	0	14,320,000	30,860,033	147,841	0
2022-2026	0	0	15,365,000	27,346,646	147,841	0
2027-2031	0	0	19,135,000	23,256,316	147,841	0
2032-2036	0	0	24,370,000	18,019,765	0	0
2037-2041	0	0	25,650,000	11,806,540	0	0
2042-2046	0	0	28,460,000	5,701,903	0	0
2047	0	0	6,400,000	304,000	0	0
Totals	<u>\$665,000</u>	<u>\$36,535</u>	<u>\$144,641,250</u>	<u>\$150,606,485</u>	<u>\$602,364</u>	<u>\$0</u>

NOTE 17 - CAPITAL LEASES

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

The following is a schedule of future minimum lease payments under the capital lease together with the present value of the net minimum lease payments as of December 31, 2011:

<u>Year Ending December 31,</u>	<u>Capital Lease</u>
2012	\$94,400
2013	94,400
2014	94,400
2015	<u>94,399</u>
Minimum Lease Payments	377,599
Less amount representing interest at the City's incremental borrowing rate of interest	<u>(34,311)</u>
Present value of minimum lease payments	<u>\$343,288</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 18 - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During 2011, the City contracted for the following insurance coverage:

<u>Type of Coverage</u>	<u>Coverage Limit</u>	<u>Deductible</u>
Buildings/Personal Property	\$103,529,685	\$5,000
Miscellaneous Property	2,797,635	5000
Employee Benefit Liability	1,000,000	1,000
Wrongful Acts	3,000,000	1,000
Law Enforcement	3,000,000	2,000
Automobile Liability	3,000,000	0
Electronic Data Processing	25,000 – 263,899	500
Pollution Liability Benefits	250,000	0

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

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

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CITY OF MARYSVILLE, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2011**

NOTE 19 - CONSTRUCTION COMMITMENTS

As of December 31, 2011, the City had the following commitments with respect to capital projects:

<u>Company</u>	<u>Capital Projects</u>	<u>Remaining Construction Commitment</u>
The Quandel Group	Police/Court Facility	\$10,492,380
The Quandel Group	County Home Fire Station	3,872,372
Horne & King	Professional Services - Police/Court Facility	388,773
Horne & King	Professional Services - County Home Fire Station	325,000
Vititoe Construction	Sanitary Sewer Extension - East of 33	227,469
Moody Nolan	Main Street Fire Station Rehab Design	209,090
Burgess & Niple	Engineering - New Water Treatment Facility	159,931
Transystems Corporation	Maple Street Bridge Rehabilitation	77,720
HR Gray	Regional Pump Station	62,317
Beheler Excavating	Main Street Pump Station	47,237
Danbert Inc	Milford/Maple Street Intersection	42,044
C&R Architects	Professional Services - County Home Fire Station	27,925
Civic Plus	City Website	14,779
F&E Check Processor	Finance Check Reader	11,000
Mid-Ohio Regional Planning	Neighborhood Stabilization Program	7,089
Pomeroy & Associates	Storm Detention Project Design	6,808
Habit for Humanity	Neighborhood Stabilization Program	6,746
Mid-Ohio Regional Planning	CHIP Construction Grant	6,379
Deere Creek Excavating	Scott's Lawn Road Widening	2,500
Beheler Excavating	Industrial Parkway Culvert	2,500
Logan-Union-Champaign	CDBG Formula Grant	2,000
EMH&T	Zoning Management Software	1,250
	Total	<u>\$15,993,309</u>

NOTE 20 - CONTINGENCIES

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 21 - JOINTLY GOVERNED ORGANIZATIONS

Marysville/Union County Joint Recreation District

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

Union County Community Improvement Corporation

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

Mid-Ohio Regional Planning Commission

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

Marysville/Union County Port Authority

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2011***

NOTE 22 - SUBSEQUENT EVENTS

On January 20, 2012, the City issued bond anticipation notes, in the amount of \$1,800,000 to partially retire notes previously issued, in the amount of \$3,440,000 for the acquisition of water lines, sewer lines, pumping stations, and related equipment from Union County, Ohio. The notes have an interest rate of 1.50 percent and mature on January 19, 2013.

On May 31, 2012, the City issued wastewater improvement bond anticipation notes, in the amount of \$24,750,000 to retire notes previously issued, in the amount of \$24,750,000 for various wastewater improvement projects. The notes have an interest rate of 1.50 percent and mature on May 30, 2013.

The City entered into a Council of Government with Union County and the Marysville School District to form the Union County Council of Governments on January 26, 2012.



*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

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

Nonmajor Governmental Funds

Special Revenue Funds

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

Scott's Financial Incentive Fund

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

Veyance Incentive Fund

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

Univenture Financial Incentive Fund

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

Enterprise Zone Revenue Fund

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

Pool Fund

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

City Events Fund

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

Police Pension Fund

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

(Continued)

Special Revenue Funds

Fire Pension Fund

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

Police Grant Fund

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

Fire Grant Fund

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

Community Development Block Grant (CDBG) Tier II Grant Fund

To account for grant revenues and expenditures associated with the CDBG Tier II program. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Law Enforcement Trust Fund

To account for the proceeds from the confiscation of contraband.

Mandatory Drug Fine Fund

To account for mandatory fines collected for drug agencies.

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

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

Driving Under the Influence (DUI) Indigent Drivers Treatment Fund

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

State Highway Fund

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

Court Computer and Research Fund

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

Municipal Court Computer Fund

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

(Continued)

Special Revenue Funds

Municipal Court Special Projects Fund

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

Court Probation Fee Fund

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

2008 Community Housing Improvement Program (CHIP) Grant Fund

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

Eljer Park Fund

To account for the insurance liability for Eljer Park.

Cemetery Maintenance Fund

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

Cemetery Endowment Fund

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

Municipal Court Local Interlock Fund

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

Municipal Court State Interlock Fund

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

2009 Community Housing Improvement Program (CHIP) Grant Fund

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

Neighborhood Stabilization Project Fund

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

Ohio Public Works Commission (OPWC) Walnut Street Traffic Signal Fund

To account for revenues and expenditures associated with the replacement of the traffic signal at Walnut Street. (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because there are no assets or liabilities and there was no activity during the year.)

Debt Service Funds

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

Debt Service Fund

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

Capital Projects Funds

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

Parkland Development Fund

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

Collins Avenue Pavement Fund

To account for the activity related to the pavement improvements on Collins Avenue. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Citygate TIF Project Fund

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

Scottslawn Road Widening Project Fund

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

Milford Avenue Improvement Project Fund

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

Industrial Parkway Culvert Replacement Project Fund

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

Community Development Block Grant (CDBG) Formula Grant Fund

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

Job Readiness Site Grant Fund

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

CITY OF MARYSVILLE, OHIO

**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2011**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Cash and Cash Equivalents	\$ 2,706,630	\$ 93,536	\$ 257,791	\$ 3,057,957
Receivables:				
Accounts	2,957	0	689	3,646
Intergovernmental	54,785	0	0	54,785
Property Taxes	207,266	0	0	207,266
Special Assessments	0	141,599	0	141,599
Prepaid Items	33	0	0	33
Total Assets	\$ 2,971,671	\$ 235,135	\$ 258,480	\$ 3,465,286
Liabilities:				
Accounts Payable	\$ 15,420	\$ 0	\$ 0	\$ 15,420
Retainage Payable	0	0	25,947	25,947
Interfund Loans Payable	459	0	0	459
Deferred Revenue	239,495	141,599	0	381,094
Total Liabilities	255,374	141,599	25,947	422,920
Fund Balances:				
Nonspendable	33	0	0	33
Restricted	2,566,723	93,536	190,657	2,850,916
Committed	150,000	0	53,652	203,652
Unassigned	(459)	0	(11,776)	(12,235)
Total Fund Balances	2,716,297	93,536	232,533	3,042,366
Total Liabilities and Fund Balances	\$ 2,971,671	\$ 235,135	\$ 258,480	\$ 3,465,286

CITY OF MARYSVILLE, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2011***

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Property Taxes	\$ 235,322	\$ 0	\$ 0	\$ 235,322
Other Local Taxes	60,087	0	0	60,087
Intergovernmental Revenues	598,749	0	671,483	1,270,232
Charges for Services	165,476	0	0	165,476
Licenses and Permits	0	0	20,188	20,188
Investment Earnings	173	0	0	173
Special Assessments	0	20,758	0	20,758
Fines and Forfeitures	166,814	0	0	166,814
All Other Revenue	16,777	0	0	16,777
Total Revenue	1,243,398	20,758	691,671	1,955,827
Expenditures:				
Current:				
Security of Persons and Property - Police	123,597	0	0	123,597
Security of Persons and Property - Fire	123,309	0	0	123,309
Security of Persons and Property - Other	17,067	0	0	17,067
Public Health and Welfare Services	2,329	0	0	2,329
Leisure Time Activities	120,205	0	0	120,205
Community Environment	865,424	0	98,649	964,073
Transportation	132,740	0	0	132,740
General Government	10,546	0	0	10,546
Capital Outlay	0	0	1,103,324	1,103,324
Debt Service:				
Principal Retirement	0	520,000	0	520,000
Interest and Fiscal Charges	0	277,261	0	277,261
Total Expenditures	1,395,217	797,261	1,201,973	3,394,451
Excess (Deficiency) of Revenues Over Expenditures	(151,819)	(776,503)	(510,302)	(1,438,624)
Other Financing Sources (Uses):				
Transfers In	55,000	1,436,548	383,889	1,875,437
Transfers Out	0	0	(65,548)	(65,548)
Total Other Financing Sources (Uses)	55,000	1,436,548	318,341	1,809,889
Net Change In Fund Balance	(96,819)	660,045	(191,961)	371,265
Fund Balances (Deficit)				
at Beginning of Year, as restated	2,813,116	(566,509)	424,494	2,671,101
Fund Balances End of Year	\$ 2,716,297	\$ 93,536	\$ 232,533	\$ 3,042,366

CITY OF MARYSVILLE, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2011**

	<u>Pool</u>	<u>City Events</u>	<u>Police Pension</u>	<u>Fire Pension</u>
Assets:				
Cash and Cash Equivalents	\$ 90,133	\$ 3,467	\$ 10,222	\$ 10,222
Receivables:				
Accounts	0	0	0	0
Intergovernmental	0	0	6,179	6,179
Property Taxes	0	0	103,633	103,633
Prepaid Items	33	0	0	0
Total Assets	<u>\$ 90,166</u>	<u>\$ 3,467</u>	<u>\$ 120,034</u>	<u>\$ 120,034</u>
Liabilities:				
Accounts Payable	\$ 311	\$ 327	\$ 0	\$ 0
Interfund Loans Payable	0	0	0	0
Deferred Revenue	0	0	109,812	109,812
Total Liabilities	<u>311</u>	<u>327</u>	<u>109,812</u>	<u>109,812</u>
Fund Balances:				
Nonspendable	33	0	0	0
Restricted	0	0	10,222	10,222
Committed	89,822	3,140	0	0
Unassigned	0	0	0	0
Total Fund Balances	<u>89,855</u>	<u>3,140</u>	<u>10,222</u>	<u>10,222</u>
Total Liabilities and Fund Balances	<u>\$ 90,166</u>	<u>\$ 3,467</u>	<u>\$ 120,034</u>	<u>\$ 120,034</u>

CITY OF MARYSVILLE, OHIO

<u>Police Grant</u>	<u>Fire Grant</u>	<u>Law Enforcement Trust</u>	<u>Mandatory Drug Fine</u>	<u>DUI Alcohol Education and Enforcement</u>	<u>DUI Indigent Drivers Treatment</u>	<u>State Highway</u>
\$ 5,728	\$ 3,277	\$ 6,618	\$ 68,690	\$ 26,576	\$ 161,880	\$ 179,590
0	0	0	0	0	0	2,955
0	0	0	150	85	0	29,545
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>\$ 5,728</u>	<u>\$ 3,277</u>	<u>\$ 6,618</u>	<u>\$ 68,840</u>	<u>\$ 26,661</u>	<u>\$ 161,880</u>	<u>\$ 212,090</u>
\$ 48	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 14,734
0	0	0	0	0	0	0
0	0	0	0	0	0	19,871
<u>48</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>34,605</u>
0	0	0	0	0	0	0
5,680	3,277	6,618	68,840	26,661	161,880	177,485
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>5,680</u>	<u>3,277</u>	<u>6,618</u>	<u>68,840</u>	<u>26,661</u>	<u>161,880</u>	<u>177,485</u>
<u>\$ 5,728</u>	<u>\$ 3,277</u>	<u>\$ 6,618</u>	<u>\$ 68,840</u>	<u>\$ 26,661</u>	<u>\$ 161,880</u>	<u>\$ 212,090</u>

(Continued)

CITY OF MARYSVILLE, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	Court Computer and Research	Municipal Court Computer	Municipal Court Special Projects	Court Probation Fee	2008 CHIP Grant
Assets:					
Cash and Cash Equivalents	\$ 601,329	\$ 299,611	\$ 860,295	\$ 190,167	\$ 70
Receivables:					
Accounts	0	0	0	0	0
Intergovernmental	1,869	1,889	4,299	1,674	0
Property Taxes	0	0	0	0	0
Prepaid Items	0	0	0	0	0
Total Assets	\$ 603,198	\$ 301,500	\$ 864,594	\$ 191,841	\$ 70
Liabilities:					
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Interfund Loans Payable	0	0	0	0	0
Deferred Revenue	0	0	0	0	0
Total Liabilities	0	0	0	0	0
Fund Balances:					
Nonspendable	0	0	0	0	0
Restricted	603,198	301,500	864,594	191,841	70
Committed	0	0	0	0	0
Unassigned	0	0	0	0	0
Total Fund Balances	603,198	301,500	864,594	191,841	70
Total Liabilities and Fund Balances	\$ 603,198	\$ 301,500	\$ 864,594	\$ 191,841	\$ 70

CITY OF MARYSVILLE, OHIO

<u>Eljer Park</u>	<u>Cemetery Maintenance</u>	<u>Cemetery Endowment</u>	<u>Municipal Court Local Interlock</u>	<u>Municipal Court State Interlock</u>	<u>2009 CHIP Grant</u>	<u>Neighborhood Stabilization Project</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 31,523	\$ 15,060	\$ 10,453	\$ 58,525	\$ 72,564	\$ 0	\$ 630	\$ 2,706,630
0	0	2	0	0	0	0	2,957
0	0	0	1,549	1,367	0	0	54,785
0	0	0	0	0	0	0	207,266
0	0	0	0	0	0	0	33
<u>\$ 31,523</u>	<u>\$ 15,060</u>	<u>\$ 10,455</u>	<u>\$ 60,074</u>	<u>\$ 73,931</u>	<u>\$ 0</u>	<u>\$ 630</u>	<u>\$ 2,971,671</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 15,420
0	0	0	0	0	459	0	459
0	0	0	0	0	0	0	239,495
0	0	0	0	0	459	0	255,374
0	0	0	0	0	0	0	33
0	0	0	60,074	73,931	0	630	2,566,723
31,523	15,060	10,455	0	0	0	0	150,000
0	0	0	0	0	(459)	0	(459)
<u>31,523</u>	<u>15,060</u>	<u>10,455</u>	<u>60,074</u>	<u>73,931</u>	<u>(459)</u>	<u>630</u>	<u>2,716,297</u>
<u>\$ 31,523</u>	<u>\$ 15,060</u>	<u>\$ 10,455</u>	<u>\$ 60,074</u>	<u>\$ 73,931</u>	<u>\$ 0</u>	<u>\$ 630</u>	<u>\$ 2,971,671</u>

CITY OF MARYSVILLE, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	Pool	City Events	Police Pension	Fire Pension	Police Grant
Revenues:					
Property Taxes	\$ 0	\$ 0	\$ 117,661	\$ 117,661	\$ 0
Other Local Taxes	0	0	0	0	0
Intergovernmental Revenues	0	0	12,159	12,159	1,933
Charges for Services	144,505	13,686	0	0	0
Investment Earnings	0	0	0	0	0
Fines and Forfeitures	0	0	0	0	0
All Other Revenue	0	0	0	0	0
Total Revenue	<u>144,505</u>	<u>13,686</u>	<u>129,820</u>	<u>129,820</u>	<u>1,933</u>
Expenditures:					
Current:					
Security of Persons and Property - Police	0	0	119,598	0	1,246
Security of Persons and Property - Fire	0	0	0	119,598	0
Security of Persons and Property - Other	0	0	0	0	0
Public Health and Welfare Services	0	0	0	0	0
Leisure Time Activities	120,205	0	0	0	0
Community Environment	0	0	0	0	0
Transportation	0	0	0	0	0
General Government	0	10,546	0	0	0
Total Expenditures	<u>120,205</u>	<u>10,546</u>	<u>119,598</u>	<u>119,598</u>	<u>1,246</u>
Excess (Deficiency) of Revenues Over Expenditures	24,300	3,140	10,222	10,222	687
Other Financing Sources (Uses):					
Transfers In	0	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change In Fund Balance	24,300	3,140	10,222	10,222	687
Fund Balances at Beginning of Year	<u>65,555</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,993</u>
Fund Balances (Deficit) End of Year	<u>\$ 89,855</u>	<u>\$ 3,140</u>	<u>\$ 10,222</u>	<u>\$ 10,222</u>	<u>\$ 5,680</u>

CITY OF MARYSVILLE, OHIO

Fire Grant	CDBG Tier II Grant	Law Enforcement Trust	Mandatory Drug Fine	DUI Acohol Education and Enforcement	DUI Indigent Drivers Treatment	State Highway
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0	60,087
4,609	164,890	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	160
0	0	0	9,741	1,302	0	0
0	0	1,281	0	0	0	15,496
<u>4,609</u>	<u>164,890</u>	<u>1,281</u>	<u>9,741</u>	<u>1,302</u>	<u>0</u>	<u>75,743</u>
0	0	0	2,000	753	0	0
3,711	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	410,470	0	0	0	0	0
0	0	0	0	0	0	132,740
0	0	0	0	0	0	0
<u>3,711</u>	<u>410,470</u>	<u>0</u>	<u>2,000</u>	<u>753</u>	<u>0</u>	<u>132,740</u>
898	(245,580)	1,281	7,741	549	0	(56,997)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>55,000</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>55,000</u>
898	(245,580)	1,281	7,741	549	0	(1,997)
<u>2,379</u>	<u>245,580</u>	<u>5,337</u>	<u>61,099</u>	<u>26,112</u>	<u>161,880</u>	<u>179,482</u>
<u>\$ 3,277</u>	<u>\$ 0</u>	<u>\$ 6,618</u>	<u>\$ 68,840</u>	<u>\$ 26,661</u>	<u>\$ 161,880</u>	<u>\$ 177,485</u>

(Continued)

CITY OF MARYSVILLE, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	Court Computer and Research	Municipal Court Computer	Municipal Court Special Projects	Court Probation Fee	2008 CHIP Grant
Revenues:					
Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other Local Taxes	0	0	0	0	0
Intergovernmental Revenues	0	0	0	0	0
Charges for Services	0	0	7,285	0	0
Investment Earnings	0	0	0	0	1
Fines and Forfeitures	22,562	22,602	47,281	19,715	0
All Other Revenue	0	0	0	0	0
Total Revenue	22,562	22,602	54,566	19,715	1
Expenditures:					
Current:					
Security of Persons and Property - Police	0	0	0	0	0
Security of Persons and Property - Fire	0	0	0	0	0
Security of Persons and Property - Other	0	10,155	6,912	0	0
Public Health and Welfare Services	0	0	0	0	0
Leisure Time Activities	0	0	0	0	0
Community Environment	0	0	0	0	0
Transportation	0	0	0	0	0
General Government	0	0	0	0	0
Total Expenditures	0	10,155	6,912	0	0
Excess (Deficiency) of Revenues Over Expenditures	22,562	12,447	47,654	19,715	1
Other Financing Sources (Uses):					
Transfers In	0	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0	0
Net Change In Fund Balance	22,562	12,447	47,654	19,715	1
Fund Balances at Beginning of Year	580,636	289,053	816,940	172,126	69
Fund Balances (Deficit) End of Year	\$ 603,198	\$ 301,500	\$ 864,594	\$ 191,841	\$ 70

CITY OF MARYSVILLE, OHIO

Eljer Park	Cemetery Maintenance	Cemetery Endowment	Municipal Court Local Interlock	Municipal Court State Interlock	2009 CHIP Grant	Neighborhood Stabilization Project	Total Nonmajor Special Revenue Funds
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 235,322
0	0	0	0	0	0	0	60,087
0	0	0	0	0	372,207	30,792	598,749
0	0	0	0	0	0	0	165,476
2	0	10	0	0	0	0	173
0	0	0	21,860	21,751	0	0	166,814
0	0	0	0	0	0	0	16,777
<u>2</u>	<u>0</u>	<u>10</u>	<u>21,860</u>	<u>21,751</u>	<u>372,207</u>	<u>30,792</u>	<u>1,243,398</u>
0	0	0	0	0	0	0	123,597
0	0	0	0	0	0	0	123,309
0	0	0	0	0	0	0	17,067
0	0	2,329	0	0	0	0	2,329
0	0	0	0	0	0	0	120,205
0	0	0	0	0	373,292	81,662	865,424
0	0	0	0	0	0	0	132,740
0	0	0	0	0	0	0	10,546
<u>0</u>	<u>0</u>	<u>2,329</u>	<u>0</u>	<u>0</u>	<u>373,292</u>	<u>81,662</u>	<u>1,395,217</u>
2	0	(2,319)	21,860	21,751	(1,085)	(50,870)	(151,819)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>55,000</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>55,000</u>
2	0	(2,319)	21,860	21,751	(1,085)	(50,870)	(96,819)
<u>31,521</u>	<u>15,060</u>	<u>12,774</u>	<u>38,214</u>	<u>52,180</u>	<u>626</u>	<u>51,500</u>	<u>2,813,116</u>
<u>\$ 31,523</u>	<u>\$ 15,060</u>	<u>\$ 10,455</u>	<u>\$ 60,074</u>	<u>\$ 73,931</u>	<u>\$ (459)</u>	<u>\$ 630</u>	<u>\$ 2,716,297</u>

CITY OF MARYSVILLE, OHIO

**Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2011**

	Parkland Development	CityGate TIF Project	Scottslawn Road Widening Project	Milford Avenue Improvement Project
Assets:				
Cash and Cash Equivalents	\$ 52,963	\$ 51	\$ 7,611	\$ 9,171
Receivables:				
Accounts	689	0	0	0
Total Assets	<u>\$ 53,652</u>	<u>\$ 51</u>	<u>\$ 7,611</u>	<u>\$ 9,171</u>
Liabilities:				
Retainage Payable	0	0	2,500	20,947
Total Liabilities	<u>0</u>	<u>0</u>	<u>2,500</u>	<u>20,947</u>
Fund Balances:				
Restricted	0	51	5,111	0
Committed	53,652	0	0	0
Unassigned	0	0	0	(11,776)
Total Fund Balances	<u>53,652</u>	<u>51</u>	<u>5,111</u>	<u>(11,776)</u>
Total Liabilities and Funds Balances	<u>\$ 53,652</u>	<u>\$ 51</u>	<u>\$ 7,611</u>	<u>\$ 9,171</u>

CITY OF MARYSVILLE, OHIO

Industrial Parkway Culvert Replacement	CDBG Formula Grant	Job Readiness Site Grant	Total Nonmajor Capital Projects Funds
\$ 5,739	\$ 19,010	\$ 163,246	\$ 257,791
0	0	0	689
<u>\$ 5,739</u>	<u>\$ 19,010</u>	<u>\$ 163,246</u>	<u>\$ 258,480</u>
2,500	0	0	25,947
<u>2,500</u>	<u>0</u>	<u>0</u>	<u>25,947</u>
3,239	19,010	163,246	190,657
0	0	0	53,652
0	0	0	(11,776)
<u>3,239</u>	<u>19,010</u>	<u>163,246</u>	<u>232,533</u>
<u>\$ 5,739</u>	<u>\$ 19,010</u>	<u>\$ 163,246</u>	<u>\$ 258,480</u>

CITY OF MARYSVILLE, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011**

	Parkland Development	Collins Avenue Pavement	CityGate TIF Project	Scottslawn Road Widening Project
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 0	\$ 0	\$ 185,000
Licenses and Permits	20,188	0	0	0
Total Revenue	20,188	0	0	185,000
Expenditures:				
Community Development	0	0	0	0
Capital Outlay	60,000	682	0	155,733
Total Expenditures	60,000	682	0	155,733
Excess (Deficiency) of Revenues Over Expenditures	(39,812)	(682)	0	29,267
Other Financing Sources (Uses):				
Transfers In	0	0	0	0
Transfers Out	0	(65,548)	0	0
Total Other Financing Sources (Uses)	0	(65,548)	0	0
Net Change In Fund Balance	(39,812)	(66,230)	0	29,267
Fund Balances (Deficit) at Beginning of Year	93,464	66,230	51	(24,156)
Fund Balances (Deficit) End of Year	\$ 53,652	\$ 0	\$ 51	\$ 5,111

CITY OF MARYSVILLE, OHIO

Milford Avenue Improvement Project	Industrial Parway Culvert Replacement	CDBG Formula Grant	Job Readiness Site Grant	Total Nonmajor Capital Project Funds
\$ 178,430	\$ 241,053	\$ 67,000	\$ 0	\$ 671,483
0	0	0	0	20,188
<u>178,430</u>	<u>241,053</u>	<u>67,000</u>	<u>0</u>	<u>691,671</u>
0	0	98,441	208	98,649
470,095	416,814	0	0	1,103,324
<u>470,095</u>	<u>416,814</u>	<u>98,441</u>	<u>208</u>	<u>1,201,973</u>
(291,665)	(175,761)	(31,441)	(208)	(510,302)
204,889	179,000	0	0	383,889
0	0	0	0	(65,548)
<u>204,889</u>	<u>179,000</u>	<u>0</u>	<u>0</u>	<u>318,341</u>
(86,776)	3,239	(31,441)	(208)	(191,961)
75,000	0	50,451	163,454	424,494
<u>\$ (11,776)</u>	<u>\$ 3,239</u>	<u>\$ 19,010</u>	<u>\$ 163,246</u>	<u>\$ 232,533</u>

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Fund – General Fund
For the Year Ended December 31, 2011**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Property Taxes	\$ 1,549,900	\$ 1,412,018	\$ 1,424,515	\$ 12,497
Municipal Income Taxes	11,831,141	12,380,000	13,085,760	705,760
Other Local Taxes	315,000	330,490	347,179	16,689
Intergovernmental Revenues	749,125	918,625	1,000,516	81,891
Charges for Services	1,538,395	1,376,331	1,476,400	100,069
Licenses and Permits	145,304	145,304	142,709	(2,595)
Investment Earnings	90,010	60,002	61,688	1,686
Donations	5,000	5,000	7,300	2,300
Fines and Forfeitures	478,500	499,475	546,024	46,549
All Other Revenues	60,000	33,500	21,061	(12,439)
Total Revenues	<u>16,762,375</u>	<u>17,160,745</u>	<u>18,113,152</u>	<u>952,407</u>
Expenditures:				
Security of Persons and Property:				
Police:				
Personal Services	3,676,872	3,680,508	3,501,921	178,587
Materials and Supplies	71,200	112,247	103,994	8,253
Contractual Services	168,800	173,031	134,831	38,200
Capital Outlay	97,000	133,640	133,420	220
Total Police	<u>4,013,872</u>	<u>4,099,426</u>	<u>3,874,166</u>	<u>225,260</u>
Fire:				
Personal Services	3,227,734	3,265,608	3,148,743	116,865
Materials and Supplies	40,600	49,469	48,847	622
Contractual Services	190,909	201,752	194,240	7,512
Capital Outlay	223,000	328,899	322,015	6,884
Total Fire	<u>3,682,243</u>	<u>3,845,728</u>	<u>3,713,845</u>	<u>131,883</u>
Municipal Court:				
Personal Services	821,381	799,969	735,144	64,825
Materials and Supplies	72,000	75,038	71,703	3,335
Contractual Services	63,000	61,010	40,875	20,135
Total Municipal Court	<u>956,381</u>	<u>936,017</u>	<u>847,722</u>	<u>88,295</u>
Total Security of Persons and Property	<u>8,652,496</u>	<u>8,881,171</u>	<u>8,435,733</u>	<u>445,438</u>

(Continued)

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Fund – General Fund
For the Year Ended December 31, 2011***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Public Health and Welfare Services:				
Cemetery:				
Personal Services	0	2,569	0	2,569
Materials and Supplies	18,950	23,893	17,913	5,980
Contractual Services	22,288	27,273	18,420	8,853
Total Cemetery	41,238	53,735	36,333	17,402
Street Lighting:				
Contractual Services	350,000	392,623	362,263	30,360
Total Public Health and Welfare Services	391,238	446,358	398,596	47,762
Leisure Time Activities:				
Recreation:				
Personal Services	22,965	22,965	22,065	900
Materials and Supplies	5,580	5,580	4,601	979
Contractual Services	106,364	109,109	86,018	23,091
Total Leisure Time Activities	134,909	137,654	112,684	24,970
Community Environment:				
Public Service:				
Personal Services	97,903	104,883	102,665	2,218
Materials and Supplies	12,200	14,728	11,656	3,072
Contractual Services	36,650	40,295	32,533	7,762
Total Public Service	146,753	159,906	146,854	13,052
Buildings and Grounds:				
Personal Services	279,409	280,584	264,699	15,885
Materials and Supplies	28,000	42,991	33,827	9,164
Contractual Services	128,465	135,254	104,085	31,169
Total Buildings and Grounds	435,874	458,829	402,611	56,218
Total Community Environment	582,627	618,735	549,465	69,270
General Government:				
City Council:				
Personal Services	82,466	82,466	81,966	500
Materials and Supplies	5,000	5,555	3,304	2,251
Contractual Services	28,000	35,000	17,189	17,811
Total City Council	115,466	123,021	102,459	20,562

(Continued)

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Fund – General Fund
For the Year Ended December 31, 2011***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Mayor:				
Personal Services	16,000	30,150	29,936	214
Materials and Supplies	4,500	6,522	4,734	1,788
Contractual Services	148,200	157,069	134,613	22,456
Total Mayor	168,700	193,741	169,283	24,458
City Administrator:				
Personal Services	152,630	156,171	154,500	1,671
Materials and Supplies	3,500	6,103	3,970	2,133
Contractual Services	7,850	11,528	9,803	1,725
Total City Administrator	163,980	173,802	168,273	5,529
Human Resources:				
Personal Services	169,429	168,429	160,022	8,407
Materials and Supplies	3,000	3,330	3,081	249
Contractual Services	11,600	12,710	11,986	724
Total Human Resources	184,029	184,469	175,089	9,380
Law Director:				
Personal Services	115,310	115,310	115,310	0
Materials and Supplies	2,250	2,260	1,820	440
Contractual Services	77,150	80,210	72,881	7,329
Total Law Director	194,710	197,780	190,011	7,769
Finance:				
Personal Services	296,533	302,714	301,777	937
Materials and Supplies	12,500	21,449	12,939	8,510
Contractual Services	104,000	110,896	104,664	6,232
Total Finance	413,033	435,059	419,380	15,679
Employee Benefits:				
Personal Services	848,134	792,231	746,848	45,383
Income Tax Collection:				
Personal Services	93,648	96,372	93,306	3,066
Materials and Supplies	30,000	39,705	37,008	2,697
Contractual Services	16,000	19,000	11,448	7,552
Total Income Tax Collection	139,648	155,077	141,762	13,315

(Continued)

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Fund – General Fund
For the Year Ended December 31, 2011**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Information Technology:				
Contractual Services	100,000	100,000	97,987	2,013
City Engineer:				
Personal Services	299,574	302,714	299,793	2,921
Materials and Supplies	20,000	21,449	21,228	221
Contractual Services	38,000	78,453	66,136	12,317
Total City Engineer	357,574	402,616	387,157	15,459
Civil Service Commission:				
Personal Services	750	1,300	1,100	200
Materials and Supplies	1,500	1,500	1,498	2
Contractual Services	1,000	1,119	198	921
Total Civil Service Commission	3,250	3,919	2,796	1,123
Planning Commission:				
Personal Services	120,264	123,000	119,484	3,516
Materials and Supplies	7,500	8,667	6,257	2,410
Contractual Services	32,000	41,868	27,342	14,526
Total Planning Commission	159,764	173,535	153,083	20,452
City Hall:				
Materials and Supplies	15,500	18,947	14,579	4,368
Contractual Services	156,155	207,160	154,092	53,068
Total City Hall	171,655	226,107	168,671	57,436
Total General Government	3,019,943	3,161,357	2,922,799	238,558
Total Expenditures	12,781,213	13,245,275	12,419,277	825,998
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,981,162	3,915,470	5,693,875	1,778,405
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	500	500
Transfers Out	(2,963,247)	(3,303,168)	(3,303,168)	0
Total Other Financing Sources (Uses)	(2,963,247)	(3,303,168)	(3,302,668)	500
Net Change In Fund Balance	1,017,915	612,302	2,391,207	1,778,905
Fund Balance at Beginning of Year	5,201,787	5,201,787	5,201,787	0
Prior Year Encumbrances	474,364	474,364	474,364	0
Fund Balance at End of Year	\$ 6,694,066	\$ 6,288,453	\$ 8,067,358	\$ 1,778,905

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Fund – Street Maintenance – Special Revenue Fund
For the Year Ended December 31, 2011**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Other Local Taxes	\$ 796,000	\$ 735,000	\$ 746,079	\$ 11,079
Intergovernmental Revenues	100,000	100,000	100,000	0
Investment Earnings	75	75	113	38
All Other Revenues	0	26,230	26,482	252
Total Revenues	896,075	861,305	872,674	11,369
Expenditures:				
Transportation:				
Personal Services	722,322	720,569	685,998	34,571
Materials and Supplies	346,950	390,385	347,704	42,681
Contractual Services	222,813	249,810	203,380	46,430
Capital Outlay	776,500	1,162,833	1,161,974	859
Total Expenditures	2,068,585	2,523,597	2,399,056	124,541
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,172,510)	(1,662,292)	(1,526,382)	135,910
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	1,333	1,333
Transfers In	1,194,000	1,354,000	1,354,000	0
Total Other Financing Sources (Uses)	1,194,000	1,354,000	1,355,333	1,333
Net Change In Fund Balance	21,490	(308,292)	(171,049)	137,243
Fund Balance at Beginning of Year	192,374	192,374	192,374	0
Prior Year Encumbrances	302,918	302,918	302,918	0
Fund Balance at End of Year	\$ 516,782	\$ 187,000	\$ 324,243	\$ 137,243

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Fund – Coleman’s Crossing TIF – Debt Service Fund
For the Year Ended December 31, 2011**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Payments in Lieu of Taxes	\$ 921,955	\$ 1,336,531	\$ 1,336,532	\$ 1
Total Revenues	<u>921,955</u>	<u>1,336,531</u>	<u>1,336,532</u>	<u>1</u>
Expenditures:				
Community Environment:				
Contractual Services	788,641	1,037,624	1,037,328	296
Debt Service:				
Principal Retirement	11,980,000	11,980,000	11,980,000	0
Interest and Fiscal Charges	350,644	350,644	350,644	0
Total Expenditures	<u>13,119,285</u>	<u>13,368,268</u>	<u>13,367,972</u>	<u>296</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,197,330)	(12,031,737)	(12,031,440)	297
Other Financing Sources (Uses):				
General Obligation Notes Issued	11,980,000	11,830,000	11,841,848	11,848
Total Other Financing Sources (Uses)	<u>11,980,000</u>	<u>11,830,000</u>	<u>11,841,848</u>	<u>11,848</u>
Net Change In Fund Balance	(217,330)	(201,737)	(189,592)	12,145
Fund Balance at Beginning of Year	292,657	292,657	292,657	0
Prior Year Encumbrances	302	302	302	0
Fund Balance at End of Year	<u>\$ 75,629</u>	<u>\$ 91,222</u>	<u>\$ 103,367</u>	<u>\$ 12,145</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Fund – Capital Improvements Project – Capital Projects Fund
For the Year Ended December 31, 2011***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Capital Outlay:				
Engineering	20,090,101	16,917,097	16,351,184	565,913
Total Expenditures	20,090,101	16,917,097	16,351,184	565,913
Excess (Deficiency) of Revenues Over (Under) Expenditures	(20,090,101)	(16,917,097)	(16,351,184)	565,913
Other Financing Sources (Uses):				
General Obligation Bonds Issued	17,700,000	14,406,575	14,406,570	(5)
General Obligation Notes Issued	2,300,000	2,300,000	2,300,000	0
Transfers In	240,101	240,101	240,101	0
Transfers Out	(150,000)	0	0	0
Total Other Financing Sources (Uses)	20,090,101	16,946,676	16,946,671	(5)
Net Change In Fund Balance	0	29,579	595,487	565,908
Fund Balance at Beginning of Year	26,306	26,306	26,306	0
Prior Year Encumbrances	36,996	36,996	36,996	0
Fund Balance at End of Year	\$ 63,302	\$ 92,881	\$ 658,789	\$ 565,908

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
General Government:				
Contractual Services	48,646	48,646	48,646	0
Total Expenditures	48,646	48,646	48,646	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(48,646)	(48,646)	(48,646)	0
Other Financing Sources (Uses):				
Transfers In	48,646	48,646	48,646	0
Total Other Financing Sources (Uses)	48,646	48,646	48,646	0
Net Change In Fund Balance	0	0	0	0
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

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

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
General Government:				
Contractual Services	30,000	30,000	21,666	8,334
Total Expenditures	30,000	30,000	21,666	8,334
Excess (Deficiency) of Revenues Over (Under) Expenditures	(30,000)	(30,000)	(21,666)	8,334
Other Financing Sources (Uses):				
Transfers In	30,000	17,002	17,002	0
Total Other Financing Sources (Uses)	30,000	17,002	17,002	0
Net Change In Fund Balance	0	(12,998)	(4,664)	8,334
Fund Balance at Beginning of Year	12,998	12,998	12,998	0
Fund Balance at End of Year	\$ 12,998	\$ 0	\$ 8,334	\$ 8,334

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
General Government:				
Contractual Services	7,000	9,530	9,530	0
Total Expenditures	7,000	9,530	9,530	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,000)	(9,530)	(9,530)	0
Other Financing Sources (Uses):				
Transfers In	7,000	2,530	2,530	0
Total Other Financing Sources (Uses)	7,000	2,530	2,530	0
Net Change In Fund Balance	0	(7,000)	(7,000)	0
Fund Balance at Beginning of Year	7,000	7,000	7,000	0
Fund Balance at End of Year	\$ 7,000	\$ 0	\$ 0	\$ 0

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	POOL FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Charges for Services	\$ 129,500	\$ 143,994	\$ 144,505	\$ 511
Total Revenues	<u>129,500</u>	<u>143,994</u>	<u>144,505</u>	<u>511</u>
Expenditures:				
Leisure Time Activities:				
Personal Services	89,490	66,776	66,774	2
Materials and Supplies	50,000	39,537	39,536	1
Contractual Services	<u>24,000</u>	<u>19,357</u>	<u>17,502</u>	<u>1,855</u>
Total Expenditures	<u>163,490</u>	<u>125,670</u>	<u>123,812</u>	<u>1,858</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(33,990)	18,324	20,693	2,369
Fund Balance at Beginning of Year	64,283	64,283	64,283	0
Prior Year Encumbrances	<u>1,430</u>	<u>1,430</u>	<u>1,430</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 31,723</u>	<u>\$ 84,037</u>	<u>\$ 86,406</u>	<u>\$ 2,369</u>

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	CITY EVENTS FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Charges for Services	\$ 17,950	\$ 13,686	\$ 13,686	\$ 0
Total Revenues	<u>17,950</u>	<u>13,686</u>	<u>13,686</u>	<u>0</u>
Expenditures:				
General Government:				
Materials and Supplies	6,930	3,680	705	2,975
Contractual Services	<u>11,020</u>	<u>10,000</u>	<u>9,736</u>	<u>264</u>
Total Expenditures	<u>17,950</u>	<u>13,680</u>	<u>10,441</u>	<u>3,239</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	6	3,245	3,239
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 6</u>	<u>\$ 3,245</u>	<u>\$ 3,239</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Property Taxes	\$ 118,900	\$ 116,299	\$ 117,661	\$ 1,362
Intergovernmental Revenues	10,500	10,500	12,159	1,659
Total Revenues	<u>129,400</u>	<u>126,799</u>	<u>129,820</u>	<u>3,021</u>
Expenditures:				
Security of Persons and Property - Police:				
Personal Services	126,000	117,474	117,474	0
Contractual Services	3,276	2,124	2,124	0
Total Expenditures	<u>129,276</u>	<u>119,598</u>	<u>119,598</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	124	7,201	10,222	3,021
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	<u>\$ 124</u>	<u>\$ 7,201</u>	<u>\$ 10,222</u>	<u>\$ 3,021</u>

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Property Taxes	\$ 118,900	\$ 116,299	\$ 117,661	\$ 1,362
Intergovernmental Revenues	10,500	10,500	12,159	1,659
Total Revenues	<u>129,400</u>	<u>126,799</u>	<u>129,820</u>	<u>3,021</u>
Expenditures:				
Security of Persons and Property - Fire:				
Personal Services	126,000	117,474	117,474	0
Contractual Services	3,276	2,124	2,124	0
Total Expenditures	<u>129,276</u>	<u>119,598</u>	<u>119,598</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	124	7,201	10,222	3,021
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	<u>\$ 124</u>	<u>\$ 7,201</u>	<u>\$ 10,222</u>	<u>\$ 3,021</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 10,000	\$ 1,683	\$ 1,933	\$ 250
Total Revenues	<u>10,000</u>	<u>1,683</u>	<u>1,933</u>	<u>250</u>
Expenditures:				
Security of Persons and Property - Police:				
Contractual Services	<u>10,000</u>	<u>5,362</u>	<u>1,439</u>	<u>3,923</u>
Total Expenditures	<u>10,000</u>	<u>5,362</u>	<u>1,439</u>	<u>3,923</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(3,679)	494	4,173
Fund Balance at Beginning of Year	4,670	4,670	4,670	0
Prior Year Encumbrances	<u>362</u>	<u>362</u>	<u>362</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 5,032</u>	<u>\$ 1,353</u>	<u>\$ 5,526</u>	<u>\$ 4,173</u>

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

FIRE GRANT FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental Revenues	\$ 40,000	\$ 1,330	\$ 4,609	\$ 3,279
Total Revenues	<u>40,000</u>	<u>1,330</u>	<u>4,609</u>	<u>3,279</u>
Expenditures:				
Security of Persons and Property - Fire:				
Contractual Services	40,000	3,712	3,711	1
Total Expenditures	<u>40,000</u>	<u>3,712</u>	<u>3,711</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(2,382)	898	3,280
Fund Balance at Beginning of Year	1,878	1,878	1,878	0
Prior Year Encumbrances	501	501	501	0
Fund Balance at End of Year	<u>\$ 2,379</u>	<u>\$ (3)</u>	<u>\$ 3,277</u>	<u>\$ 3,280</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

CDBG TIER II GRANT FUND				
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 486,798	\$ 454,736	\$ (32,062)
Total Revenues	<u>0</u>	<u>486,798</u>	<u>454,736</u>	<u>(32,062)</u>
Expenditures:				
Community Environment:				
Contractual Services	0	398,099	366,037	32,062
Capital Outlay	0	80,633	80,633	0
Total Expenditures	<u>0</u>	<u>478,732</u>	<u>446,670</u>	<u>32,062</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	8,066	8,066	0
Fund Balance at Beginning of Year	(47,044)	(47,044)	(47,044)	0
Prior Year Encumbrances	38,978	38,978	38,978	0
Fund Balance at End of Year	<u>\$ (8,066)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
All Other Revenues	\$ 1,000	\$ 0	\$ 1,281	\$ 1,281
Total Revenues	<u>1,000</u>	<u>0</u>	<u>1,281</u>	<u>1,281</u>
Expenditures:				
Security of Persons and Property - Police:				
Materials and Supplies	3,000	3,100	0	3,100
Capital Outlay	<u>3,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>6,000</u>	<u>3,100</u>	<u>0</u>	<u>3,100</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,000)	(3,100)	1,281	4,381
Fund Balance at Beginning of Year	5,237	5,237	5,237	0
Prior Year Encumbrances	<u>100</u>	<u>100</u>	<u>100</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 337</u>	<u>\$ 2,237</u>	<u>\$ 6,618</u>	<u>\$ 4,381</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	\$ 20,000	\$ 9,000	\$ 10,991	\$ 1,991
Total Revenues	<u>20,000</u>	<u>9,000</u>	<u>10,991</u>	<u>1,991</u>
Expenditures:				
Security of Persons and Property - Police:				
Materials and Supplies	<u>6,000</u>	<u>6,000</u>	<u>2,000</u>	<u>4,000</u>
Total Expenditures	<u>6,000</u>	<u>6,000</u>	<u>2,000</u>	<u>4,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	14,000	3,000	8,991	5,991
Fund Balance at Beginning of Year	<u>59,699</u>	<u>59,699</u>	<u>59,699</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 73,699</u>	<u>\$ 62,699</u>	<u>\$ 68,690</u>	<u>\$ 5,991</u>

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

DUI ALCOHOL EDUCATION AND ENFORCEMENT FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	\$ 1,500	\$ 1,300	\$ 1,382	\$ 82
Total Revenues	<u>1,500</u>	<u>1,300</u>	<u>1,382</u>	<u>82</u>
Expenditures:				
Security of Persons and Property - Police:				
Contractual Services	10,000	10,861	3,344	7,517
Total Expenditures	<u>10,000</u>	<u>10,861</u>	<u>3,344</u>	<u>7,517</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,500)	(9,561)	(1,962)	7,599
Fund Balance at Beginning of Year	25,086	25,086	25,086	0
Prior Year Encumbrances	861	861	861	0
Fund Balance at End of Year	<u>\$ 17,447</u>	<u>\$ 16,386</u>	<u>\$ 23,985</u>	<u>\$ 7,599</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Total Expenditures	0	0	0	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	161,880	161,880	161,880	0
Fund Balance at End of Year	<u>\$ 161,880</u>	<u>\$ 161,880</u>	<u>\$ 161,880</u>	<u>\$ 0</u>

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

STATE HIGHWAY FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Other Local Taxes	\$ 64,835	\$ 59,000	\$ 60,493	\$ 1,493
Investment Earnings	40	50	123	73
All Other Revenues	30,000	19,000	17,678	(1,322)
Total Revenues	<u>94,875</u>	<u>78,050</u>	<u>78,294</u>	<u>244</u>
Expenditures:				
Transportation:				
Materials and Supplies	84,000	107,001	93,478	13,523
Contractual Services	67,500	92,481	71,560	20,921
Capital Outlay	55,000	55,000	55,000	0
Total Expenditures	<u>206,500</u>	<u>254,482</u>	<u>220,038</u>	<u>34,444</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(111,625)	(176,432)	(141,744)	34,688
Other Financing Sources (Uses):				
Transfers In	55,000	55,000	55,000	0
Total Other Financing Sources (Uses)	<u>55,000</u>	<u>55,000</u>	<u>55,000</u>	<u>0</u>
Net Change In Fund Balance	(56,625)	(121,432)	(86,744)	34,688
Fund Balance at Beginning of Year	138,419	138,419	138,419	0
Prior Year Encumbrances	49,971	49,971	49,971	0
Fund Balance at End of Year	<u>\$ 131,765</u>	<u>\$ 66,958</u>	<u>\$ 101,646</u>	<u>\$ 34,688</u>

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	\$ 25,000	\$ 0	\$ 22,443	\$ 22,443
Total Revenues	<u>25,000</u>	<u>0</u>	<u>22,443</u>	<u>22,443</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	25,000	0	22,443	22,443
Fund Balance at Beginning of Year	<u>578,886</u>	<u>578,886</u>	<u>578,886</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 603,886</u>	<u>\$ 578,886</u>	<u>\$ 601,329</u>	<u>\$ 22,443</u>

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

MUNICIPAL COURT COMPUTER FUND				
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	\$ 25,000	\$ 21,000	\$ 22,468	\$ 1,468
Total Revenues	<u>25,000</u>	<u>21,000</u>	<u>22,468</u>	<u>1,468</u>
Expenditures:				
Security of Persons and Property - Other:				
Contractual Services	25,000	57,312	42,061	15,251
Total Expenditures	<u>25,000</u>	<u>57,312</u>	<u>42,061</u>	<u>15,251</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(36,312)	(19,593)	16,719
Fund Balance at Beginning of Year	276,204	276,204	276,204	0
Prior Year Encumbrances	<u>12,312</u>	<u>12,312</u>	<u>12,312</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 288,516</u>	<u>\$ 252,204</u>	<u>\$ 268,923</u>	<u>\$ 16,719</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
MUNICIPAL COURT SPECIAL PROJECTS FUND				
Revenues:				
Charges for Services	\$ 4,000	\$ 6,400	\$ 7,285	\$ 885
Fines and Forfeitures	55,000	47,000	48,084	1,084
Total Revenues	59,000	53,400	55,369	1,969
Expenditures:				
Security of Persons and Property - Other:				
Contractual Services	59,000	59,000	6,912	52,088
Total Expenditures	59,000	59,000	6,912	52,088
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(5,600)	48,457	54,057
Fund Balance at Beginning of Year	811,838	811,838	811,838	0
Fund Balance at End of Year	\$ 811,838	\$ 806,238	\$ 860,295	\$ 54,057

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	\$ 27,500	\$ 18,500	\$ 19,654	\$ 1,154
Total Revenues	<u>27,500</u>	<u>18,500</u>	<u>19,654</u>	<u>1,154</u>
Expenditures:				
Security of Persons and Property - Other:				
Contractual Services	<u>2,000</u>	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Total Expenditures	<u>2,000</u>	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	25,500	16,500	19,654	3,154
Fund Balance at Beginning of Year	<u>170,513</u>	<u>170,513</u>	<u>170,513</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 196,013</u>	<u>\$ 187,013</u>	<u>\$ 190,167</u>	<u>\$ 3,154</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Investment Earnings	\$ 0	\$ 0	\$ 1	\$ 1
Total Revenues	<u>0</u>	<u>0</u>	<u>1</u>	<u>1</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	1	1
Fund Balance at Beginning of Year	(2,829)	(2,829)	(2,829)	0
Prior Year Encumbrances	<u>2,898</u>	<u>2,898</u>	<u>2,898</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 69</u>	<u>\$ 69</u>	<u>\$ 70</u>	<u>\$ 1</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	ELJER PARK FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Investment Earnings	\$ 25	\$ 16	\$ 18	\$ 2
Total Revenues	<u>25</u>	<u>16</u>	<u>18</u>	<u>2</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	25	16	18	2
Fund Balance at Beginning of Year	<u>31,505</u>	<u>31,505</u>	<u>31,505</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 31,530</u>	<u>\$ 31,521</u>	<u>\$ 31,523</u>	<u>\$ 2</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

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

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Investment Earnings	\$ 2	\$ 2	\$ 8	\$ 6
Total Revenues	<u>2</u>	<u>2</u>	<u>8</u>	<u>6</u>
Expenditures:				
Security of Persons and Property:				
Materials and Supplies	300	380	250	130
Total Expenditures	<u>300</u>	<u>380</u>	<u>250</u>	<u>130</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(298)	(378)	(242)	136
Fund Balance at Beginning of Year	10,575	10,575	10,575	0
Prior Year Encumbrances	80	80	80	0
Fund Balance at End of Year	<u>\$ 10,357</u>	<u>\$ 10,277</u>	<u>\$ 10,413</u>	<u>\$ 136</u>

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

MUNICIPAL COURT LOCAL INTERLOCK FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fines and Forfeitures	<u>\$ 22,000</u>	<u>\$ 19,000</u>	<u>\$ 20,311</u>	<u>\$ 1,311</u>
Total Revenues	<u>22,000</u>	<u>19,000</u>	<u>20,311</u>	<u>1,311</u>
Expenditures:				
Security of Persons and Property - Other:				
Contractual Services	<u>22,000</u>	<u>22,000</u>	<u>0</u>	<u>22,000</u>
Total Expenditures	<u>22,000</u>	<u>22,000</u>	<u>0</u>	<u>22,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(3,000)	20,311	23,311
Fund Balance at Beginning of Year	<u>38,214</u>	<u>38,214</u>	<u>38,214</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 38,214</u>	<u>\$ 35,214</u>	<u>\$ 58,525</u>	<u>\$ 23,311</u>

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

MUNICIPAL COURT STATE INTERLOCK FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Revenues:				
Fines and Forfeitures	\$ 20,000	\$ 19,000	\$ 27,006	\$ 8,006
Total Revenues	<u>20,000</u>	<u>19,000</u>	<u>27,006</u>	<u>8,006</u>
Expenditures:				
Security of Persons and Property - Other:				
Contractual Services	20,000	20,000	0	20,000
Total Expenditures	<u>20,000</u>	<u>20,000</u>	<u>0</u>	<u>20,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(1,000)	27,006	28,006
Fund Balance at Beginning of Year	<u>45,558</u>	<u>45,558</u>	<u>45,558</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 45,558</u>	<u>\$ 44,558</u>	<u>\$ 72,564</u>	<u>\$ 28,006</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 250,000	\$ 250,000	\$ 377,079	\$ 127,079
Total Revenues	<u>250,000</u>	<u>250,000</u>	<u>377,079</u>	<u>127,079</u>
Expenditures:				
Community Environment:				
Contractual Services	<u>250,000</u>	<u>250,000</u>	<u>377,538</u>	<u>(127,538)</u>
Total Expenditures	<u>250,000</u>	<u>250,000</u>	<u>377,538</u>	<u>(127,538)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	(459)	(459)
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (459)</u>	<u>\$ (459)</u>

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

NEIGHBORHOOD STABILIZATION PROJECT FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 144,307	\$ 144,307	\$ 0
Total Revenues	<u>0</u>	<u>144,307</u>	<u>144,307</u>	<u>0</u>
Expenditures:				
Community Environment:				
Capital Outlay	0	157,230	157,230	0
Total Expenditures	<u>0</u>	<u>157,230</u>	<u>157,230</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(12,923)	(12,923)	0
Fund Balance at Beginning of Year	13,553	13,553	13,553	0
Fund Balance at End of Year	<u>\$ 13,553</u>	<u>\$ 630</u>	<u>\$ 630</u>	<u>\$ 0</u>

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011**

OPWC WALNUT STREET TRAFFIC SIGNAL FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 170,000	\$ 32,062	\$ 32,062	\$ 0
Total Revenues	<u>170,000</u>	<u>32,062</u>	<u>32,062</u>	<u>0</u>
Expenditures:				
Community Environment:				
Contractual Services	170,000	0	0	0
Total Expenditures	<u>170,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	32,062	32,062	0
Fund Balance at Beginning of Year	(33,000)	(33,000)	(33,000)	0
Prior Year Encumbrances	938	938	938	0
Fund Balance at End of Year	<u>\$ (32,062)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2011***

DEBT SERVICE FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Special Assessments	\$ 20,000	\$ 20,000	\$ 20,758	\$ 758
Total Revenues	<u>20,000</u>	<u>20,000</u>	<u>20,758</u>	<u>758</u>
Expenditures:				
Debt Service:				
Other Legal	0	2,170	0	2,170
Principal Retirement	1,520,000	1,520,000	1,520,000	0
Interest and Fiscal Charges	<u>301,650</u>	<u>301,650</u>	<u>291,601</u>	<u>10,049</u>
Total Expenditures	<u>1,821,650</u>	<u>1,823,820</u>	<u>1,811,601</u>	<u>12,219</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,801,650)	(1,803,820)	(1,790,843)	12,977
Other Financing Sources (Uses):				
Proceeds from General Obligation Notes	200,000	0	0	0
Transfers In	<u>1,171,000</u>	<u>1,436,548</u>	<u>1,436,548</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>1,371,000</u>	<u>1,436,548</u>	<u>1,436,548</u>	<u>0</u>
Net Change In Fund Balance	(430,650)	(367,272)	(354,295)	12,977
Fund Balance at Beginning of Year	445,661	445,661	445,661	0
Prior Year Encumbrances	<u>2,170</u>	<u>2,170</u>	<u>2,170</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 17,181</u>	<u>\$ 80,559</u>	<u>\$ 93,536</u>	<u>\$ 12,977</u>

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011**

PARKLAND DEVELOPMENT FUND				
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Licenses and Permits	\$ 0	\$ 17,013	\$ 19,499	\$ 2,486
Total Revenues	<u>0</u>	<u>17,013</u>	<u>19,499</u>	<u>2,486</u>
Expenditures:				
Capital Outlay:				
Parks and Recreation	60,000	60,000	60,000	0
Total Expenditures	<u>60,000</u>	<u>60,000</u>	<u>60,000</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(60,000)	(42,987)	(40,501)	2,486
Fund Balance at Beginning of Year	93,464	93,464	93,464	0
Fund Balance at End of Year	<u>\$ 33,464</u>	<u>\$ 50,477</u>	<u>\$ 52,963</u>	<u>\$ 2,486</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011***

COLLINS AVENUE PAVEMENT FUND				
	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Capital Outlay:				
Street Maintenance	0	59,559	59,559	0
Total Expenditures	0	59,559	59,559	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(59,559)	(59,559)	0
Other Financing Sources (Uses):				
Transfers Out	0	(65,548)	(65,548)	0
Total Other Financing Sources (Uses)	0	(65,548)	(65,548)	0
Net Change In Fund Balance	0	(125,107)	(125,107)	0
Fund Balance at Beginning of Year	39,490	39,490	39,490	0
Prior Year Encumbrances	85,617	85,617	85,617	0
Fund Balance at End of Year	<u>\$ 125,107</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>51</u>	<u>51</u>	<u>51</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$ 51</u></u>	<u><u>\$ 51</u></u>	<u><u>\$ 51</u></u>	<u><u>\$ 0</u></u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 185,000	\$ 185,000	\$ 185,000	\$ 0
Total Revenues	<u>185,000</u>	<u>185,000</u>	<u>185,000</u>	<u>0</u>
Expenditures:				
Capital Outlay:				
Street Maintenance	<u>180,000</u>	<u>160,844</u>	<u>160,844</u>	<u>0</u>
Total Expenditures	<u>180,000</u>	<u>160,844</u>	<u>160,844</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,000	24,156	24,156	0
Fund Balance at Beginning of Year	(185,000)	(185,000)	(185,000)	0
Prior Year Encumbrances	160,844	160,844	160,844	0
Fund Balance at End of Year	<u>\$ (19,156)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011***

MILFORD AVENUE IMPROVEMENT PROJECT FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental Revenues	\$ 275,000	\$ 275,000	\$ 178,430	\$ (96,570)
Total Revenues	<u>275,000</u>	<u>275,000</u>	<u>178,430</u>	<u>(96,570)</u>
Expenditures:				
Capital Outlay:				
Street Maintenance	475,000	554,889	458,319	96,570
Total Expenditures	<u>475,000</u>	<u>554,889</u>	<u>458,319</u>	<u>96,570</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(200,000)	(279,889)	(279,889)	0
Other Financing Sources (Uses):				
Transfers In	200,000	204,889	204,889	0
Total Other Financing Sources (Uses)	<u>200,000</u>	<u>204,889</u>	<u>204,889</u>	<u>0</u>
Net Change In Fund Balance	0	(75,000)	(75,000)	0
Fund Balance at Beginning of Year	0	0	0	0
Prior Year Encumbrances	75,000	75,000	75,000	0
Fund Balance at End of Year	<u>\$ 75,000</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011***

INDUSTRIAL PARKWAY CULVERT REPLACEMENT PROJECT FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 241,712	\$ 241,053	\$ (659)
Total Revenues	<u>0</u>	<u>241,712</u>	<u>241,053</u>	<u>(659)</u>
Expenditures:				
Capital Outlay:				
Street Maintenance	0	420,712	420,053	659
Total Expenditures	<u>0</u>	<u>420,712</u>	<u>420,053</u>	<u>659</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(179,000)	(179,000)	0
Other Financing Sources (Uses):				
Transfers In	0	179,000	179,000	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>179,000</u>	<u>179,000</u>	<u>0</u>
Net Change In Fund Balance	0	0	0	0
Fund Balance at Beginning of Year	(267,000)	(267,000)	(267,000)	0
Prior Year Encumbrances	267,000	267,000	267,000	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011**

CDBG FORMULA GRANT FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 116,700	\$ 122,000	\$ 5,300
Total Revenues	<u>0</u>	<u>116,700</u>	<u>122,000</u>	<u>5,300</u>
Expenditures:				
Community Environment:				
Contractual Services	0	120,611	120,610	1
Total Expenditures	<u>0</u>	<u>120,611</u>	<u>120,610</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(3,911)	1,390	5,301
Fund Balance at Beginning of Year	(37,300)	(37,300)	(37,300)	0
Prior Year Encumbrances	<u>51,010</u>	<u>51,010</u>	<u>51,010</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 13,710</u>	<u>\$ 9,799</u>	<u>\$ 15,100</u>	<u>\$ 5,301</u>

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011**

JOB READINESS SITE GRANT FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 1,213,714	\$ 1,213,714	\$ 0
Total Revenues	<u>0</u>	<u>1,213,714</u>	<u>1,213,714</u>	<u>0</u>
Expenditures:				
Community Environment:				
Capital Outlay	0	210	208	2
Total Expenditures	<u>0</u>	<u>210</u>	<u>208</u>	<u>2</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	1,213,504	1,213,506	2
Fund Balance at Beginning of Year	(1,223,996)	(1,223,996)	(1,223,996)	0
Prior Year Encumbrances	173,736	173,736	173,736	0
Fund Balance at End of Year	<u>\$ (1,050,260)</u>	<u>\$ 163,244</u>	<u>\$ 163,246</u>	<u>\$ 2</u>

Fiduciary Funds

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

Agency Funds

Municipal Court Fund

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

Law Library Fund

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

Unclaimed Monies Fund

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

CITY OF MARYSVILLE, OHIO

***Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2011***

	Balance December 31, 2010	Additions	Deductions	Balance December 31, 2011
<u>Municipal Court</u>				
Assets:				
Cash and Cash Equivalents	\$149,858	\$2,239,355	(\$2,234,193)	\$155,020
Total Assets	<u>\$149,858</u>	<u>\$2,239,355</u>	<u>(\$2,234,193)</u>	<u>\$155,020</u>
Liabilities:				
Due to Others	\$149,858	\$2,239,355	(\$2,234,193)	\$155,020
Total Liabilities	<u>\$149,858</u>	<u>\$2,239,355</u>	<u>(\$2,234,193)</u>	<u>\$155,020</u>
<u>Law Library</u>				
Assets:				
Cash and Cash Equivalents	\$5,659	\$51,225	(\$52,372)	\$4,512
Total Assets	<u>\$5,659</u>	<u>\$51,225</u>	<u>(\$52,372)</u>	<u>\$4,512</u>
Liabilities:				
Due to Others	\$5,659	\$51,225	(\$52,372)	\$4,512
Total Liabilities	<u>\$5,659</u>	<u>\$51,225</u>	<u>(\$52,372)</u>	<u>\$4,512</u>
<u>Unclaimed Monies</u>				
Assets:				
Cash and Cash Equivalents	\$18,617	\$11,215	(\$95)	\$29,737
Total Assets	<u>\$18,617</u>	<u>\$11,215</u>	<u>(\$95)</u>	<u>\$29,737</u>
Liabilities:				
Due to Others	\$18,617	\$11,215	(\$95)	\$29,737
Total Liabilities	<u>\$18,617</u>	<u>\$11,215</u>	<u>(\$95)</u>	<u>\$29,737</u>
<u>Totals - Agency Funds</u>				
Assets:				
Cash and Cash Equivalents	\$174,134	\$2,301,795	(\$2,286,660)	\$189,269
Total Assets	<u>\$174,134</u>	<u>\$2,301,795</u>	<u>(\$2,286,660)</u>	<u>\$189,269</u>
Liabilities:				
Due to Others	\$174,134	\$2,301,795	(\$2,286,660)	\$189,269
Total Liabilities	<u>\$174,134</u>	<u>\$2,301,795</u>	<u>(\$2,286,660)</u>	<u>\$189,269</u>

STATISTICAL SECTION



STATISTICAL TABLES

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

Contents

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

Sources Note:

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

CITY OF MARYSVILLE, OHIO

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

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Governmental Activities:				
Invested in Capital Assets, Net of Related Debt	\$24,098,034	\$23,285,590	\$22,293,967	\$21,744,004
Restricted	2,054,273	2,213,598	4,945,925	3,268,064
Unrestricted	2,093,763	3,057,723	1,533,015	4,956,121
Total Governmental Activities Net Assets	<u>\$28,246,070</u>	<u>\$28,556,911</u>	<u>\$28,772,907</u>	<u>\$29,968,189</u>
Business-type Activities:				
Invested in Capital Assets, Net of Related Debt	\$13,433,455	\$14,250,587	\$8,511,737	\$20,628,847
Restricted	4,058,339	5,100,024	13,439,635	66,798,211
Unrestricted	2,714,689	4,735,875	6,411,633	(55,073,620)
Total Business-type Activities Net Assets	<u>\$20,206,483</u>	<u>\$24,086,486</u>	<u>\$28,363,005</u>	<u>\$32,353,438</u>
Primary Government:				
Invested in Capital Assets, Net of Related Debt	\$37,531,489	\$37,536,177	\$30,805,704	\$42,372,851
Restricted	6,112,612	7,313,622	18,385,560	70,066,275
Unrestricted	4,808,452	7,793,598	7,944,648	(50,117,499)
Total Primary Government Net Assets	<u>\$48,452,553</u>	<u>\$52,643,397</u>	<u>\$57,135,912</u>	<u>\$62,321,627</u>

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

2006	2007	2008	2009	2010	2011
\$21,504,703	\$19,705,560	\$21,116,933	\$22,141,194	\$21,674,744	\$22,891,629
6,754,627	4,358,757	4,008,736	3,328,917	4,110,446	4,161,559
2,424,444	6,541,734	5,130,470	4,529,769	8,555,721	10,362,675
<u>\$30,683,774</u>	<u>\$30,606,051</u>	<u>\$30,256,139</u>	<u>\$29,999,880</u>	<u>\$34,340,911</u>	<u>\$37,415,863</u>
\$12,880,967	\$23,197,827	\$30,514,074	\$22,937,908	\$21,138,692	\$20,372,662
77,051,521	106,406,724	32,676,639	6,781,143	4,537,001	5,070,401
(55,330,568)	(90,006,281)	(13,779,372)	26,650,472	30,609,300	28,690,074
<u>\$34,601,920</u>	<u>\$39,598,270</u>	<u>\$49,411,341</u>	<u>\$56,369,523</u>	<u>\$56,284,993</u>	<u>\$54,133,137</u>
\$34,385,670	\$42,903,387	\$51,631,007	\$45,079,102	\$42,813,436	\$43,264,291
83,806,148	110,765,481	36,685,375	10,110,060	8,647,447	9,231,960
(52,906,124)	(83,464,547)	(8,648,902)	31,180,241	39,165,021	39,052,749
<u>\$65,285,694</u>	<u>\$70,204,321</u>	<u>\$79,667,480</u>	<u>\$86,369,403</u>	<u>\$90,625,904</u>	<u>\$91,549,000</u>

CITY OF MARYSVILLE, OHIO

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

	2002	2003	2004	2005
Expenses				
Governmental Activities:				
Security of Persons and Property	\$5,115,900	\$5,986,391	\$6,148,640	\$6,527,339
Public Health Services	320,498	317,303	370,217	422,898
Leisure Time Activities	463,396	316,948	290,630	313,423
Community Environment	348,582	470,884	792,174	976,322
Transportation	2,255,179	2,282,617	2,301,526	2,432,895
General Government	2,846,154	1,850,246	1,998,307	1,959,350
Interest and Fiscal Charges	541,226	511,610	551,204	720,986
<i>Total Governmental Activities Expenses</i>	<u>11,890,935</u>	<u>11,735,999</u>	<u>12,452,698</u>	<u>13,353,213</u>
Business-type Activities:				
Sewer	2,860,588	3,328,295	3,804,403	5,934,435
Water	3,373,284	3,628,656	3,300,814	3,313,383
Stormwater	0	0	20,596	179,658
Sanitation	873,882	865,185	938,280	866,181
<i>Total Business-type Activities Expenses</i>	<u>7,107,754</u>	<u>7,822,136</u>	<u>8,064,093</u>	<u>10,293,657</u>
<i>Total Primary Government Expenses</i>	<u>\$18,998,689</u>	<u>\$19,558,135</u>	<u>\$20,516,791</u>	<u>\$23,646,870</u>
Program Revenues				
Governmental Activities:				
Charges for Services				
Security of Persons and Property	\$1,123,817	\$1,379,319	\$1,364,157	\$1,298,850
Public Health Services	85,144	56,018	64,024	59,581
Leisure Time Activities	207,506	212,195	219,801	219,748
Community Environment	0	0	0	0
Transportation	0	0	0	0
General Government	56,250	33,940	192,281	227,789
Operating Grants and Contributions	684,005	867,650	1,304,976	1,027,791
Capital Grants and Contributions	0	0	0	1,046,112
<i>Total Governmental Activities Program Revenues</i>	<u>2,156,722</u>	<u>2,549,122</u>	<u>3,145,239</u>	<u>3,879,871</u>

CITY OF MARYSVILLE, OHIO

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

(Continued)

CITY OF MARYSVILLE, OHIO

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

	2002	2003	2004	2005
Business-type Activities:				
Charges for Services				
Sewer	4,232,248	5,669,230	5,936,165	6,134,515
Water	4,311,906	4,860,691	5,177,186	5,670,924
Stormwater	0	0	356,595	470,772
Sanitation	890,704	877,811	995,278	1,027,384
Operating Grants and Contributions	0	0	0	0
Capital Grants and Contributions	30,000	99,387	0	0
<i>Total Business-type Activities Program Revenues</i>	<u>9,464,858</u>	<u>11,507,119</u>	<u>12,465,224</u>	<u>13,303,595</u>
<i>Total Primary Government Program Revenues</i>	<u>11,621,580</u>	<u>14,056,241</u>	<u>15,610,463</u>	<u>17,183,466</u>
Net (Expense)/Revenue				
Governmental Activities	(9,734,213)	(9,186,877)	(9,307,459)	(9,473,342)
Business-type Activities	2,357,104	3,684,983	4,401,131	3,009,938
<i>Total Primary Government Net (Expense)/Revenue</i>	<u>(\$7,377,109)</u>	<u>(\$5,501,894)</u>	<u>(\$4,906,328)</u>	<u>(\$6,463,404)</u>
General Revenues and Other Changes in Net Assets				
Governmental Activities:				
Property Taxes	\$1,369,561	\$1,373,320	\$1,501,443	\$1,721,313
Municipal Income Taxes	5,716,537	6,245,289	6,762,402	6,762,338
Other Local Taxes	39,113	62,838	95,545	121,544
Payments in Lieu of Taxes	0	0	0	0
Grants and Entitlements not Restricted to Specific Programs	\$664,477	\$1,061,165	\$683,543	\$802,391
Investment Earnings	134,332	104,164	170,432	789,859
Miscellaneous	257,333	650,942	310,090	329,369
Premium on Issued Debt	0	0	0	0
Transfers	0	0	0	0
<i>Total Governmental Activities</i>	<u>8,181,353</u>	<u>9,497,718</u>	<u>9,523,455</u>	<u>10,526,814</u>
Business-type Activities:				
Payments in Lieu of Taxes	0	0	0	0
Investment Earnings	37,826	40,587	3,712	13,757
Miscellaneous	21,180	154,433	67,096	80,857
Transfers	0	0	0	0
<i>Total Business-type Activities</i>	<u>59,006</u>	<u>195,020</u>	<u>70,808</u>	<u>94,614</u>
<i>Total Primary Government</i>	<u>\$8,240,359</u>	<u>\$9,692,738</u>	<u>\$9,594,263</u>	<u>\$10,621,428</u>
Change in Net Assets				
Governmental Activities	(\$1,552,860)	\$310,841	\$215,996	\$1,053,472
Business-type Activities	2,416,110	3,880,003	4,471,939	3,104,552
<i>Total Primary Government Change in Net Assets</i>	<u>\$863,250</u>	<u>\$4,190,844</u>	<u>\$4,687,935</u>	<u>\$4,158,024</u>

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

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

CITY OF MARYSVILLE, OHIO

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

	2002	2003	2004	2005
General Fund				
Nonspendable	\$0	\$0	\$0	\$0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	0
Reserved	401,631	97,262	266,330	289,190
Unreserved	1,658,557	2,998,226	4,033,758	4,078,034
<i>Total General Fund</i>	<u>2,060,188</u>	<u>3,095,488</u>	<u>4,300,088</u>	<u>4,367,224</u>
All Other Governmental Funds				
Nonspendable	\$0	\$0	\$0	\$0
Restricted	0	0	0	0
Committed	0	0	0	0
Unassigned	0	0	0	0
Reserved	348,554	196,373	2,578,062	897,959
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	1,303,799	1,448,120	1,730,387	1,809,824
Debt Service Funds	17,220	14,913	29,424	22,653
Capital Projects Funds	86,378	160,941	232,967	225,021
<i>Total All Other Governmental Funds</i>	<u>1,755,951</u>	<u>1,820,347</u>	<u>4,570,840</u>	<u>2,955,457</u>
<i>Total Governmental Funds</i>	<u>\$3,816,139</u>	<u>\$4,915,835</u>	<u>\$8,870,928</u>	<u>\$7,322,681</u>

Source: Finance Director's Office

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

CITY OF MARYSVILLE, OHIO

2006	2007	2008	2009	2010	2011
\$0	\$0	\$0	\$0	\$0	\$96,470
0	0	0	0	0	8,334
0	0	0	0	0	217,818
0	0	0	0	0	9,342,856
330,564	663,155	381,782	172,544	436,883	0
5,503,111	5,485,156	4,631,940	4,364,501	6,289,373	0
<u>5,833,675</u>	<u>6,148,311</u>	<u>5,013,722</u>	<u>4,537,045</u>	<u>6,726,256</u>	<u>9,665,478</u>
\$0	\$0	\$0	\$0	\$0	\$11,821
0	0	0	0	0	16,268,244
0	0	0	0	0	203,652
0	0	0	0	0	(11,779,280)
576,059	308,493	581,963	830,005	1,161,754	0
2,005,973	2,391,799	2,450,489	1,699,856	3,024,014	0
24,801	117,937	(661,153)	(44,723)	(12,516,434)	0
3,804,500	1,258,040	228,158	123,586	(344,148)	0
<u>6,411,333</u>	<u>4,076,269</u>	<u>2,599,457</u>	<u>2,608,724</u>	<u>(8,674,814)</u>	<u>4,704,437</u>
<u>\$12,245,008</u>	<u>\$10,224,580</u>	<u>\$7,613,179</u>	<u>\$7,145,769</u>	<u>(\$1,948,558)</u>	<u>\$14,369,915</u>

CITY OF MARYSVILLE, OHIO

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

	2002	2003	2004	2005
Revenues:				
Taxes	\$7,174,565	\$7,485,745	\$8,524,697	\$8,124,862
Payments in Lieu of Taxes	0	0	0	0
Intergovernmental Revenues	1,375,430	1,906,757	1,878,189	2,854,151
Charges for Services	711,815	1,348,052	1,068,556	986,047
Fees, Licenses and Permits	355,075	408,354	582,701	447,374
Investment Earnings	141,152	104,164	170,432	789,859
Contributions and Donations	6,187	53,795	52,155	83,762
Special Assessments	26,531	25,400	27,659	24,588
Fines and Forfeitures	535,947	524,450	435,468	553,404
All Other Revenue	47,424	33,799	51,986	47,685
Total Revenue	10,374,126	11,890,516	12,791,843	13,911,732
Expenditures:				
Current:				
Security of Persons and Property	4,939,655	5,719,983	6,044,306	6,724,087
Public Health Services	292,197	304,667	353,082	405,125
Leisure Time Activities	410,024	261,762	235,950	253,331
Community Environment	335,139	452,014	738,993	1,001,750
Transportation	858,741	891,904	918,939	1,048,529
General Government	2,859,868	1,894,539	1,818,068	1,701,711
Capital Outlay	653,737	264,446	5,569,557	4,144,612
Debt Service:				
Principal Retirement	1,439,883	1,343,409	1,248,634	8,964,079
Interest and Fiscal Charges	559,636	520,088	495,236	676,877
Debt Issuance Costs	0	0	0	26,865
Total Expenditures	12,348,880	11,652,812	17,422,765	24,946,966
Excess (Deficiency) of Revenues Over Expenditures	(1,974,754)	237,704	(4,630,922)	(11,035,234)

CITY OF MARYSVILLE, OHIO

2006	2007	2008	2009	2010	2011
\$9,454,253	\$10,156,609	\$10,412,641	\$10,424,239	\$12,664,636	\$16,118,009
0	0	823,031	956,394	1,067,337	1,336,532
1,757,028	2,124,856	2,472,263	3,163,702	3,772,289	2,379,237
1,383,262	1,150,496	917,822	1,115,969	1,580,001	1,616,110
547,293	313,953	362,911	362,866	327,127	162,897
1,036,575	915,825	376,615	142,515	135,196	55,002
41,019	68,844	0	750	706	7,300
31,963	25,074	20,618	0	21,510	20,758
594,969	761,734	602,828	632,938	720,749	725,907
98,837	44,544	73,629	176,464	143,017	62,420
<u>14,945,199</u>	<u>15,561,935</u>	<u>16,062,358</u>	<u>16,975,837</u>	<u>20,432,568</u>	<u>22,484,172</u>
6,269,659	6,725,226	7,491,598	7,783,003	7,859,772	8,648,354
466,891	503,740	488,881	511,803	357,142	346,742
324,833	297,919	263,906	276,068	228,893	228,162
844,197	972,789	969,012	1,560,124	2,895,717	2,321,900
1,007,594	1,274,664	1,394,077	980,343	1,188,364	2,452,026
1,874,334	2,232,901	2,508,509	2,555,439	2,728,701	3,047,044
3,505,403	4,352,293	2,434,010	2,306,626	45,986	2,768,241
9,867,413	15,406,274	15,494,363	13,808,875	13,480,000	520,000
793,789	1,083,407	980,620	888,531	742,369	610,574
0	0	0	0	0	306,352
<u>24,954,113</u>	<u>32,849,213</u>	<u>32,024,976</u>	<u>30,670,812</u>	<u>29,526,944</u>	<u>21,249,395</u>
(10,008,914)	(17,287,278)	(15,962,618)	(13,694,975)	(9,094,376)	1,234,777

(Continued)

CITY OF MARYSVILLE, OHIO

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

	2002	2003	2004	2005
Other Financing Sources (Uses):				
Bond Anticipation Notes Issued	950,000	835,000	8,567,931	9,345,000
Premium on Bond Anticipation Notes Issued	0	0	0	83,107
Sale of Capital Assets	5,509	500	2,640	9,610
Inception of Capital Lease	72,969	26,492	15,444	49,270
General Obligation Bonds Issued	0	0	0	0
Premium on General Obligation Bonds Issued	0	0	0	0
Payment to Escrow Agent	0	0	0	0
Transfers In	1,513,750	1,429,409	1,338,823	1,825,034
Transfers Out	(1,513,750)	(1,429,409)	(1,338,823)	(1,825,034)
Total Other Financing Sources (Uses)	<u>1,028,478</u>	<u>861,992</u>	<u>8,586,015</u>	<u>9,486,987</u>
Net Change in Fund Balance	<u>(\$946,276)</u>	<u>\$1,099,696</u>	<u>\$3,955,093</u>	<u>(\$1,548,247)</u>
 Debt Service as a Percentage of Noncapital Expenditures	 12.50%	 11.99%	 7.29%	 40.28%

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

2006	2007	2008	2009	2010	2011
14,865,000	15,030,000	13,280,000	12,980,000	0	0
46,984	64,098	66,669	80,396	0	0
19,257	27,844	8,037	34,177	49	1,833
0	0	0	0	0	189,941
0	6,515,000	0	0	0	14,585,000
0	303,889	0	0	0	127,922
0	(6,673,981)	0	0	0	0
2,410,028	2,793,779	3,128,061	2,447,091	1,851,529	3,469,538
(2,410,028)	(2,793,779)	(3,128,061)	(2,314,099)	(1,851,529)	(3,290,538)
14,931,241	15,266,850	13,354,706	13,227,565	49	15,083,696
<u>\$4,922,327</u>	<u>(\$2,020,428)</u>	<u>(\$2,607,912)</u>	<u>(\$467,410)</u>	<u>(\$9,094,327)</u>	<u>\$16,318,473</u>
41.03%	48.20%	49.93%	49.14%	48.21%	8.49%

CITY OF MARYSVILLE, OHIO

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

Tax year	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Income Tax Rate*	1.00%	1.00%	1.00%	1.00%	1.00%
Estimated Personal Income (in thousands) (1)(a)	\$452,946	\$481,017	\$507,131	\$530,849	\$557,860
Total Tax Collected	\$5,205,007	\$6,082,292	\$6,275,737	\$7,078,121	\$7,463,770
Income Tax Receipts					
Withholding	4,185,169	4,944,073	5,076,716	5,917,841	5,787,472
Percentage	80.41%	81.29%	80.89%	83.60%	77.54%
Business	128,821	252,988	242,759	313,307	272,852
Percentage	2.47%	4.16%	3.87%	4.43%	3.66%
Individuals	891,017	885,231	956,262	846,973	1,403,446
Percentage	17.12%	14.55%	15.24%	11.97%	18.80%

Source: City Income Tax Department

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

(a) Total Personal Income is a calculation, 2011 is an estimate

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

CITY OF MARYSVILLE, OHIO

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



CITY OF MARYSVILLE, OHIO

Income Tax Collections Current Year and Six Years Ago

Income Tax Year 2011

Range of Withholding	Number of Filers	Percent of Total
\$0 - \$24,999	1,654	98.04%
25,000 - 49,999	16	0.95%
50,000 - 74,999	3	0.18%
75,000 - 99,999	2	0.12%
Over 100,000	12	0.71%
Total	1,687	100.00%

Income Tax Year 2005

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

Source: City Income Tax Department

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

Information is not available in this format prior to 2005

CITY OF MARYSVILLE, OHIO

Ratio of Outstanding Debt By Type Last Ten Years

	2002	2003	2004	2005
Governmental Activities ⁽¹⁾				
General Obligation Bonds	\$9,530,000	\$9,165,000	\$8,785,000	\$8,385,000
Special Assessment Bonds	15,000	10,000	5,000	0
Capital Leases	90,514	85,629	72,439	82,630
Notes Payable	950,000	835,000	8,567,931	9,428,107
Business-type Activities ⁽¹⁾				
General Obligation Bonds	\$3,970,000	\$3,685,000	\$3,488,153	\$3,113,153
Mortgage Revenue Bonds	14,454,321	13,314,219	12,457,209	25,640,569
Capital Leases	1,585	456	12,109	9,638
Notes Payable	6,494,000	6,804,000	13,396,260	55,594,000
Ohio Public Works Commission Loan	0	0	0	0
Total Primary Government	<u>\$35,505,420</u>	<u>\$33,899,304</u>	<u>\$46,784,101</u>	<u>\$102,253,097</u>
Population ⁽²⁾				
City of Marysville	16,382	16,422	16,949	17,287
Outstanding Debt Per Capita	\$2,167	\$2,064	\$2,760	\$5,915
Income ⁽³⁾				
Personal (in thousands)	452,946	481,017	507,131	530,849
Percentage of Personal Income	7.84%	7.05%	9.23%	19.26%

Sources:

(1) Finance Director's Office

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

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

(a) Per Capita Income is only available by County, Total Personal Income is a calculation, 2011 is an estimate
n/a - Data is not available

CITY OF MARYSVILLE, OHIO

2006	2007	2008	2009	2010	2011
\$7,970,000	\$8,022,609	\$7,550,903	\$7,054,197	\$6,532,491	\$20,601,729
0	0	0	0	0	0
58,324	33,171	18,808	287,113	237,184	343,288
14,911,984	15,030,000	13,280,000	12,980,000	12,980,000	14,130,000
\$2,733,153	\$2,334,892	\$1,934,077	\$1,523,262	\$1,102,447	\$666,632
99,255,843	151,754,370	150,827,443	149,860,516	148,602,711	147,022,034
6,915	3,964	271	0	0	0
4,053,413	28,565,001	28,365,000	28,240,000	28,215,000	28,190,000
65,420	57,493	49,566	41,639	625,075	602,364
<u>\$129,055,052</u>	<u>\$205,801,500</u>	<u>\$202,026,068</u>	<u>\$199,986,727</u>	<u>\$198,294,908</u>	<u>\$211,556,047</u>
17,651	18,123	18,249	18,394	22,094	22,094
\$7,311	\$11,356	\$11,071	\$10,872	\$8,975	\$9,575
557,860	607,483	628,769	633,765	751,306	751,306
23.13%	33.88%	32.13%	31.56%	26.39%	28.16%

CITY OF MARYSVILLE, OHIO

Ratios of General Bonded Debt Outstanding Last Ten Years

Year	2002	2003	2004	2005
Population (1)	16,382	16,422	16,949	17,287
Income (2)(a)				
Personal (in thousands)	\$452,946	\$481,017	\$507,131	\$530,849
General Bonded Debt				
General Obligation Bonds	\$13,500,000	\$12,850,000	\$12,273,153	\$11,498,153
Resources Available to Pay Principal (3)	\$0	\$0	\$0	\$0
Net General Bonded Debt	\$13,500,000	\$12,850,000	\$12,273,153	\$11,498,153
Ratio of Net Bonded Debt to Personal Income	2.98%	2.67%	2.42%	2.17%
Net Bonded Debt per Capita	\$824.08	\$782.49	\$724.12	\$665.13

Source:

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

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

(a) Total Personal Income is calculated, 2011 is an estimate

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

CITY OF MARYSVILLE, OHIO

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
17,651	18,123	18,249	18,394	22,094	22,094
\$557,860	\$607,483	\$628,769	\$633,765	\$751,306	\$751,306
\$10,703,153	\$10,357,501	\$9,484,980	\$8,577,459	\$7,634,938	\$21,268,361
\$0	\$0	\$0	\$0	\$0	\$93,536
\$10,703,153	\$10,357,501	\$9,484,980	\$8,577,459	\$7,634,938	\$21,174,825
1.92%	1.70%	1.51%	1.35%	1.02%	2.82%
\$606.38	\$571.51	\$519.75	\$466.32	\$345.57	\$958.40



CITY OF MARYSVILLE, OHIO

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2011*

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>Percentage Applicable to the City of Marysville</u>	<u>Amount Applicable to the City of Marysville</u>
Direct:			
City of Marysville	\$35,075,017	100.00%	\$35,075,017
Overlapping:			
Union County	5,700,000	28.88%	1,646,160
Marysville Exempted Village School District	85,450,605	54.60%	46,656,030
Fairbanks Local School District	10,800,062	4.07%	439,563
Tolles Career & Technical Center JVS District	4,165,000	0.12%	<u>4,998</u>
		Subtotal	<u>48,746,751</u>
		Total	<u><u>\$83,821,768</u></u>

Source: Union County Auditor

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

CITY OF MARYSVILLE, OHIO

Debt Limitations Last Ten Years

Tax Year	2002	2003	2004	2005
Total Debt				
Net Assessed Valuation	\$344,177,645	\$353,286,300	\$403,239,190	\$422,188,272
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	36,138,653	37,095,062	42,340,115	44,329,769
City Debt Outstanding (2)	10,480,000	10,000,000	17,352,931	17,813,107
Less: Applicable Debt Service Fund Amounts	0	0	0	0
Net Indebtedness Subject to Limitation	<u>10,480,000</u>	<u>10,000,000</u>	<u>17,352,931</u>	<u>17,813,107</u>
Overall Legal Debt Margin	<u>\$25,658,653</u>	<u>\$27,095,062</u>	<u>\$24,987,184</u>	<u>\$26,516,662</u>
Unvoted Debt				
Net Assessed Valuation	\$344,177,645	\$353,286,300	\$403,239,190	\$422,188,272
Legal Debt Limitation (%) (1)(a)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	36,138,653	37,095,062	42,340,115	44,329,769
City Debt Outstanding (2)	10,480,000	10,000,000	17,352,931	17,813,107
Less: Applicable Debt Service Fund Amounts	0	0	0	0
Net Indebtedness Subject to Limitation	<u>10,480,000</u>	<u>10,000,000</u>	<u>17,352,931</u>	<u>17,813,107</u>
Overall Legal Debt Margin	<u>\$25,658,653</u>	<u>\$27,095,062</u>	<u>\$24,987,184</u>	<u>\$26,516,662</u>

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

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

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

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

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

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

2006	2007	2008	2009	2010	2011
\$424,151,346	\$426,222,476	\$413,185,230	\$382,583,330	\$384,565,260	\$387,412,760
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
44,535,891	44,753,360	43,384,449	40,171,250	40,379,352	40,678,340
22,881,984	23,052,609	20,830,903	20,034,197	7,310,000	22,675,000
0	0	0	0	0	(93,536)
22,881,984	23,052,609	20,830,903	20,034,197	7,310,000	22,581,464
\$21,653,907	\$21,700,751	\$22,553,546	\$20,137,053	\$33,069,352	\$18,096,876
\$424,151,346	\$426,222,476	\$413,185,230	\$382,583,330	\$384,565,260	\$387,412,760
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
44,535,891	44,753,360	43,384,449	40,171,250	40,379,352	40,678,340
22,881,984	23,052,609	20,830,903	20,034,197	7,310,000	22,675,000
0	0	0	0	0	(93,536)
22,881,984	23,052,609	20,830,903	20,034,197	7,310,000	22,581,464
\$21,653,907	\$21,700,751	\$22,553,546	\$20,137,053	\$33,069,352	\$18,096,876

CITY OF MARYSVILLE, OHIO

Pledged Revenue Coverage Last Ten Years

	2002	2003	2004	2005
Water System Bonds (1 a)				
Gross Revenues (2)	\$4,338,379	\$5,049,042	\$5,245,349	\$5,710,991
Direct Operating Expenses (3)	1,872,379	1,819,861	1,926,494	2,104,063
Net Revenue Available for Debt Service	2,466,000	3,229,181	3,318,855	3,606,928
Annual Debt Service Requirement (4)	115,993	298,990	300,990	302,155
Coverage	21.26	10.80	11.03	11.94
Water System Bonds (1 b)				
Gross Revenues (2)	N/A	\$5,049,042	\$5,245,349	\$5,710,991
Direct Operating Expenses (3)	N/A	1,819,861	1,926,494	2,104,063
Net Revenue Available for Debt Service	N/A	3,229,181	3,318,855	3,606,928
Annual Debt Service Requirement (4)	N/A	846,685	726,299	726,664
Coverage	N/A	3.81	4.57	4.96
Sewer System Bonds (1 c)				
Gross Revenues (2)	N/A	N/A	N/A	N/A
Direct Operating Expenses (3)	N/A	N/A	N/A	N/A
Net Revenue Available for Debt Service	N/A	N/A	N/A	N/A
Annual Debt Service Requirement (4)	N/A	N/A	N/A	N/A
Coverage	N/A	N/A	N/A	N/A
Sewer System Bonds (1 d)				
Gross Revenues (2)	N/A	N/A	N/A	N/A
Direct Operating Expenses (3)	N/A	N/A	N/A	N/A
Net Revenue Available for Debt Service	N/A	N/A	N/A	N/A
Annual Debt Service Requirement (4)	N/A	N/A	N/A	N/A
Coverage	N/A	N/A	N/A	N/A
Water System Bonds (1 e)				
Gross Revenues (5)	N/A	N/A	N/A	N/A
Direct Operating Expenses (3)	N/A	N/A	N/A	N/A
Net Revenue Available for Debt Service	N/A	N/A	N/A	N/A
Annual Debt Service Requirement (4)	N/A	N/A	N/A	N/A
Coverage	N/A	N/A	N/A	N/A

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

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

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

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

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

N/A - Data is not available

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

2006	2007	2008	2009	2010	2011
\$6,209,239	\$7,260,525	\$6,718,925	\$6,842,361	\$7,118,061	\$7,177,333
2,345,854	2,685,502	2,536,687	3,130,754	2,918,705	2,792,616
3,863,385	4,575,023	4,182,238	3,711,607	4,199,356	4,384,717
302,565	302,385	301,585	300,360	303,695	301,435
12.77	15.13	13.87	12.36	13.83	14.55
\$6,209,239	\$7,260,525	\$6,718,925	\$6,842,361	\$7,118,061	\$7,177,333
2,345,854	2,685,502	2,536,687	3,130,754	2,918,705	2,792,616
3,863,385	4,575,023	4,182,238	3,711,607	4,199,356	4,384,717
728,664	730,462	726,644	726,018	729,119	730,169
5.30	6.26	5.76	5.11	5.76	6.01
\$8,918,624	\$11,498,315	\$10,836,979	\$8,059,976	\$7,749,088	\$8,674,801
4,095,683	2,891,378	2,721,283	3,702,375	3,313,906	4,109,674
4,822,941	8,606,937	8,115,696	4,357,601	4,435,182	4,565,127
1,176,160	4,371,625	4,372,825	4,373,625	4,374,025	4,824,025
4.10	1.97	1.86	1.00	1.01	0.95
N/A	\$11,498,315	\$10,836,979	\$8,059,976	\$7,749,088	\$8,674,801
N/A	2,891,378	2,721,283	3,702,375	3,313,906	4,109,674
N/A	8,606,937	8,115,696	4,357,601	4,435,182	4,565,127
N/A	0	1,473,498	1,473,497	1,473,498	1,473,498
N/A	N/A	5.51	2.96	3.01	3.10
N/A	\$7,260,525	\$6,718,925	\$6,842,361	\$7,118,061	\$7,177,333
N/A	2,685,502	2,536,687	3,130,754	2,918,705	2,792,616
N/A	4,575,023	4,182,238	3,711,607	4,199,356	4,384,717
N/A	0	1,155,059	1,047,831	1,055,394	1,077,581
N/A	N/A	3.62	3.54	3.98	4.07

CITY OF MARYSVILLE, OHIO

Demographic and Economic Statistics Last Ten Years

Calendar Year	2002	2003	2004	2005	2006
Population (1)					
City of Marysville	16,382	16,422	16,949	17,287	17,651
Union County	42,899	43,719	44,642	45,387	46,680
Income (2) (a)					
Total Personal (in thousands)	\$452,946	\$481,017	\$507,131	\$530,849	\$557,860
Per Capita	\$27,649	\$29,291	\$29,921	\$30,708	\$31,605
Unemployment Rate (3)					
Federal	5.8%	6.0%	5.5%	5.1%	4.6%
State	5.7%	6.2%	6.1%	5.9%	5.4%
Union County	4.2%	4.7%	5.0%	4.9%	4.5%
Civilian Work Force Estimates (3)					
State	5,838,000	5,860,000	5,863,000	5,882,000	5,924,000
Union County	23,000	23,400	23,900	24,400	25,200

Sources:

(1) US Bureau of Census, Population Division for 2001-2010

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

(a) Per Capita Income is only available by County, Total Personal Income is a calculation, 2011 is an estimate.

(3) State Department of Labor Statistics

n/a - Data is not available

CITY OF MARYSVILLE, OHIO

2007	2008	2009	2010	2011
18,123	18,249	18,394	22,094	22,094
47,719	48,339	48,903	52,370	52,370
\$607,483	\$628,769	\$633,765	\$751,306	\$751,306
\$33,520	\$34,455	\$34,455	\$34,005	\$34,005
4.6%	5.8%	9.3%	9.6%	8.9%
5.6%	6.6%	10.1%	10.1%	8.6%
4.3%	5.2%	8.3%	8.4%	5.9%
5,961,000	5,961,000	5,936,000	5,898,000	5,806,000
25,400	25,900	26,000	25,900	26,900



CITY OF MARYSVILLE, OHIO

Principal Employers Current Year and Three Years Ago

Employer	Nature of Business	2011		
		Number of Employees	Rank	Percentage of Total Employment
The Scotts Miracle-Gro Company	Lawn Care Products	1,165	1	8.53%
Memorial Hospital of Union County	Healthcare	707	2	5.18%
Marysville Exempted School District	Education	593	3	4.34%
Ohio Reformatory for Women	Government	494	4	3.62%
Union County	Government	468	5	3.43%
Wal-mart	Retail	340	6	2.49%
Scioto Corporation	Custodial/Janitor Supplies	325	7	2.38%
Veyance Technologies	Manufacturing	311	8	2.28%
Nestle R&D Center Inc.	Research & Development	243	9	1.78%
Parker Hannifin Hydraulics	Manufacturing	209	10	1.53%
Total		<u>4,855</u>		<u>35.55%</u>
Total Employment within the City		<u>13,658</u>		

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

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

CITY OF MARYSVILLE, OHIO

Full Time Equivalent Employees by Function Last Ten Years

	2002	2003	2004	2005	2006
Governmental Activities					
General Government					
Finance	9.00	8.00	7.00	8.00	9.00
City Council	4.50	4.50	4.50	4.50	4.50
Computer Systems	0.00	1.00	1.00	1.00	1.00
City Administration	2.00	2.00	2.00	2.00	2.00
Human Resources	2.00	2.00	2.00	2.00	2.00
City Attorney	1.50	1.50	1.50	1.50	1.50
Mayor	0.50	0.50	0.50	0.50	0.50
Engineer	5.00	5.00	5.00	6.00	6.00
Security of Persons and Property					
Police	36.50	36.50	36.50	36.50	36.50
Fire	32.00	32.00	32.00	31.00	31.00
Municipal Court	12.00	12.00	12.00	12.00	12.00
Transportation					
Street	14.00	13.00	13.00	14.00	15.00
Leisure Time Activities					
Parks and Recreation	0.50	0.50	0.50	0.50	0.50
Community Environment					
Buildings & Grounds	8.00	8.00	8.00	8.50	7.50
Service	3.00	3.00	3.00	3.00	3.00
Business-Type Activities					
Utilities					
Water	15.00	15.00	15.00	15.00	15.00
Sewer	15.00	15.00	15.00	15.50	16.50
<i>Total Employees</i>	<u>160.50</u>	<u>159.50</u>	<u>158.50</u>	<u>161.50</u>	<u>163.50</u>

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

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
9.00	9.00	9.00	8.00	9.50
4.50	4.50	4.50	4.50	4.50
1.00	1.00	1.00	1.00	2.00
2.00	2.00	2.00	2.00	2.50
2.00	2.00	2.00	2.00	2.50
1.50	1.50	1.50	1.50	1.50
0.50	0.50	0.50	0.50	0.50
7.00	7.00	9.00	8.00	6.50
37.50	38.00	38.50	36.50	37.50
32.00	32.00	32.00	28.50	31.50
12.00	12.00	12.00	12.00	12.00
16.00	16.00	19.50	19.50	19.50
0.50	0.50	24.50	24.50	24.50
6.50	6.50	10.00	7.50	7.50
3.00	3.00	3.00	3.00	3.00
15.00	15.00	17.00	17.00	17.00
16.50	17.00	17.00	17.00	17.00
<u>166.50</u>	<u>167.50</u>	<u>203.00</u>	<u>193.00</u>	<u>199.00</u>

CITY OF MARYSVILLE, OHIO

Operating Indicators by Function Last Ten Years

	2002	2003	2004	2005	2006
Governmental Activities					
General Government					
Court					
Number of Traffic Cases	10,773	9,467	6,099	6,926	7,750
Number of Criminal Cases	1,199	1,261	1,394	1,545	1,610
Number of Civil Cases	901	1,343	1,323	1,281	1,273
Permits					
Number of Residential Permits	269	275	306	160	114
Number of Commercial Permits	14	10	19	16	21
Security of Persons and Property					
Police					
Number of Incident Reports	n/a	n/a	n/a	n/a	n/a
Number of Traffic Accident Reports	n/a	n/a	n/a	n/a	n/a
Number of Parking Tickets	n/a	n/a	n/a	n/a	n/a
Alarm Calls	n/a	797	458	431	442
Traffic warnings/citations	n/a	n/a	n/a	n/a	n/a
OMVI arrests	n/a	n/a	n/a	n/a	n/a
Fire					
Number of Emergency Responses	2,082	1,907	1,813	2,053	1,886
Number of Fire Responses	729	695	816	782	741
Number of Fire Inspections	n/a	n/a	n/a	n/a	n/a
Transportation					
Street					
Number of times streets needed snow removed	n/a	n/a	n/a	n/a	n/a
Tons of salt used	760	1,799	700	1,220	480
Number of locations marked for OUPS	104	97	54	138	118
Number of new signs installed	279	517	309	519	820
Number of hours mowing grass	n/a	n/a	n/a	728	721
Community Environment					
Number of Plot Grade Utility reviews	233	257	209	137	107
Number of Project Inspections	258	309	241	175	135
Number of Capital Improvement Projects	7	3	3	3	2
Business-Type Activities					
Water / Sewer					
Number of Water accounts	n/a	n/a	n/a	n/a	n/a
Number of Sewer accounts	n/a	n/a	n/a	n/a	n/a
Water Main Breaks	31	16	n/a	n/a	n/a
Daily Average Consumption (1,000 of gallons)	1,991	1,923	1,949	2,078	2,043
Number of work orders	n/a	7,595	n/a	n/a	n/a
Number of fire hydrants painted	n/a	308	n/a	n/a	n/a
Sanitation					
Number of Customers Served	n/a	n/a	n/a	n/a	n/a

Source: Finance Director's Office

n/a - Data is not available

CITY OF MARYSVILLE, OHIO

2007	2008	2009	2010	2011
8,374	6,627	6,181	6,109	5,281
1,802	1,790	1,989	1,223	1,191
1,484	1,699	1,424	1,379	1,193
108	80	68	61	45
24	11	6	2	10
5,290	4,905	4,988	3,930	1,990
464	453	391	450	453
181	276	112	50	69
472	538	413	466	673
1,605	1,453	1,706	1,160	1,474
231	186	232	197	59
2,009	1,951	1,964	1,986	2,002
793	834	814	855	884
n/a	n/a	n/a	n/a	984
n/a	n/a	16	46	27
1,571	981	426	1,806	1,907
108	143	123	238	65
533	489	123	188	201
474	524	310	639	761
102	72	68	57	47
144	120	108	87	75
6	6	8	3	8
n/a	6,790	6,880	6,924	7,002
n/a	6,765	6,814	6,853	6,950
12	24	29	9	12
2,184	2,067	2,009	1,933	2,035
3,348	366	2,685	2,547	2,224
333	149	142	61	189
n/a	4,933	5,030	5,052	5,071

CITY OF MARYSVILLE, OHIO

Capital Asset Statistics by Function Last Ten Years

	2002	2003	2004	2005	2006
Governmental Activities					
General Government					
Public Buildings	6	6	6	6	6
Security of Persons and Property					
Police					
Stations	1	1	1	1	1
Patrol Cruisers	18	18	19	22	24
Fire					
Stations	1	1	1	1	1
Emergency Vehicles	12	12	12	12	12
Transportation					
Street					
Streets (linear miles)	n/a	n/a	n/a	n/a	n/a
Street Lights	n/a	n/a	n/a	n/a	n/a
Leisure Time Activities					
Recreation					
Land (acres)	231	231	231	231	231
Buildings	21	21	21	21	21
Parks	15	15	15	15	15
Municipal Pool	1	1	1	1	1
Business-Type Activities					
Utilities					
Water					
Waterlines (Miles)	n/a	n/a	n/a	n/a	n/a
Number of Hydrants	n/a	n/a	n/a	n/a	n/a
Sewer					
Sewerlines (Miles)	n/a	n/a	n/a	n/a	n/a
Manholes	n/a	n/a	n/a	n/a	n/a
Storm Water Drainage					
Storm Drains (Miles)	n/a	n/a	n/a	n/a	n/a

Source: Finance Director's Office
n/a - Data is not available

CITY OF MARYSVILLE, OHIO

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
6	6	6	6	6
1	1	1	1	1
24	27	28	21	18
1	1	1	1	1
12	11	11	11	11
n/a	n/a	n/a	114	117
n/a	n/a	n/a	1,951	1,951
231	231	231	231	231
21	21	21	21	21
15	15	15	15	15
1	1	1	1	1
n/a	n/a	n/a	148	150
1,355	1,405	1,414	1,422	1,481
n/a	n/a	n/a	135	138
n/a	n/a	n/a	943	2,434
n/a	n/a	n/a	70	70



STATISTICAL TABLES

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

Contents

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

Sources Note:

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

CITY OF MARYSVILLE, OHIO

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

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Governmental Activities:				
Invested in Capital Assets, Net of Related Debt	\$24,098,034	\$23,285,590	\$22,293,967	\$21,744,004
Restricted	2,054,273	2,213,598	4,945,925	3,268,064
Unrestricted	2,093,763	3,057,723	1,533,015	4,956,121
Total Governmental Activities Net Assets	<u>\$28,246,070</u>	<u>\$28,556,911</u>	<u>\$28,772,907</u>	<u>\$29,968,189</u>
Business-type Activities:				
Invested in Capital Assets, Net of Related Debt	\$13,433,455	\$14,250,587	\$8,511,737	\$20,628,847
Restricted	4,058,339	5,100,024	13,439,635	66,798,211
Unrestricted	2,714,689	4,735,875	6,411,633	(55,073,620)
Total Business-type Activities Net Assets	<u>\$20,206,483</u>	<u>\$24,086,486</u>	<u>\$28,363,005</u>	<u>\$32,353,438</u>
Primary Government:				
Invested in Capital Assets, Net of Related Debt	\$37,531,489	\$37,536,177	\$30,805,704	\$42,372,851
Restricted	6,112,612	7,313,622	18,385,560	70,066,275
Unrestricted	4,808,452	7,793,598	7,944,648	(50,117,499)
Total Primary Government Net Assets	<u>\$48,452,553</u>	<u>\$52,643,397</u>	<u>\$57,135,912</u>	<u>\$62,321,627</u>

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

2006	2007	2008	2009	2010	2011
\$21,504,703	\$19,705,560	\$21,116,933	\$22,141,194	\$21,674,744	\$22,891,629
6,754,627	4,358,757	4,008,736	3,328,917	4,110,446	4,161,559
2,424,444	6,541,734	5,130,470	4,529,769	8,555,721	10,362,675
<u>\$30,683,774</u>	<u>\$30,606,051</u>	<u>\$30,256,139</u>	<u>\$29,999,880</u>	<u>\$34,340,911</u>	<u>\$37,415,863</u>
\$12,880,967	\$23,197,827	\$30,514,074	\$22,937,908	\$21,138,692	\$20,372,662
77,051,521	106,406,724	32,676,639	6,781,143	4,537,001	5,070,401
(55,330,568)	(90,006,281)	(13,779,372)	26,650,472	30,609,300	28,690,074
<u>\$34,601,920</u>	<u>\$39,598,270</u>	<u>\$49,411,341</u>	<u>\$56,369,523</u>	<u>\$56,284,993</u>	<u>\$54,133,137</u>
\$34,385,670	\$42,903,387	\$51,631,007	\$45,079,102	\$42,813,436	\$43,264,291
83,806,148	110,765,481	36,685,375	10,110,060	8,647,447	9,231,960
(52,906,124)	(83,464,547)	(8,648,902)	31,180,241	39,165,021	39,052,749
<u>\$65,285,694</u>	<u>\$70,204,321</u>	<u>\$79,667,480</u>	<u>\$86,369,403</u>	<u>\$90,625,904</u>	<u>\$91,549,000</u>

CITY OF MARYSVILLE, OHIO

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

	2002	2003	2004	2005
Expenses				
Governmental Activities:				
Security of Persons and Property	\$5,115,900	\$5,986,391	\$6,148,640	\$6,527,339
Public Health Services	320,498	317,303	370,217	422,898
Leisure Time Activities	463,396	316,948	290,630	313,423
Community Environment	348,582	470,884	792,174	976,322
Transportation	2,255,179	2,282,617	2,301,526	2,432,895
General Government	2,846,154	1,850,246	1,998,307	1,959,350
Interest and Fiscal Charges	541,226	511,610	551,204	720,986
<i>Total Governmental Activities Expenses</i>	<u>11,890,935</u>	<u>11,735,999</u>	<u>12,452,698</u>	<u>13,353,213</u>
Business-type Activities:				
Sewer	2,860,588	3,328,295	3,804,403	5,934,435
Water	3,373,284	3,628,656	3,300,814	3,313,383
Stormwater	0	0	20,596	179,658
Sanitation	873,882	865,185	938,280	866,181
<i>Total Business-type Activities Expenses</i>	<u>7,107,754</u>	<u>7,822,136</u>	<u>8,064,093</u>	<u>10,293,657</u>
<i>Total Primary Government Expenses</i>	<u>\$18,998,689</u>	<u>\$19,558,135</u>	<u>\$20,516,791</u>	<u>\$23,646,870</u>
Program Revenues				
Governmental Activities:				
Charges for Services				
Security of Persons and Property	\$1,123,817	\$1,379,319	\$1,364,157	\$1,298,850
Public Health Services	85,144	56,018	64,024	59,581
Leisure Time Activities	207,506	212,195	219,801	219,748
Community Environment	0	0	0	0
Transportation	0	0	0	0
General Government	56,250	33,940	192,281	227,789
Operating Grants and Contributions	684,005	867,650	1,304,976	1,027,791
Capital Grants and Contributions	0	0	0	1,046,112
<i>Total Governmental Activities Program Revenues</i>	<u>2,156,722</u>	<u>2,549,122</u>	<u>3,145,239</u>	<u>3,879,871</u>

CITY OF MARYSVILLE, OHIO

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

(Continued)

CITY OF MARYSVILLE, OHIO

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

	2002	2003	2004	2005
Business-type Activities:				
Charges for Services				
Sewer	4,232,248	5,669,230	5,936,165	6,134,515
Water	4,311,906	4,860,691	5,177,186	5,670,924
Stormwater	0	0	356,595	470,772
Sanitation	890,704	877,811	995,278	1,027,384
Operating Grants and Contributions	0	0	0	0
Capital Grants and Contributions	30,000	99,387	0	0
<i>Total Business-type Activities Program Revenues</i>	9,464,858	11,507,119	12,465,224	13,303,595
<i>Total Primary Government Program Revenues</i>	11,621,580	14,056,241	15,610,463	17,183,466
Net (Expense)/Revenue				
Governmental Activities	(9,734,213)	(9,186,877)	(9,307,459)	(9,473,342)
Business-type Activities	2,357,104	3,684,983	4,401,131	3,009,938
<i>Total Primary Government Net (Expense)/Revenue</i>	(\$7,377,109)	(\$5,501,894)	(\$4,906,328)	(\$6,463,404)
General Revenues and Other Changes in Net Assets				
Governmental Activities:				
Property Taxes	\$1,369,561	\$1,373,320	\$1,501,443	\$1,721,313
Municipal Income Taxes	5,716,537	6,245,289	6,762,402	6,762,338
Other Local Taxes	39,113	62,838	95,545	121,544
Payments in Lieu of Taxes	0	0	0	0
Grants and Entitlements not Restricted to Specific Programs	\$664,477	\$1,061,165	\$683,543	\$802,391
Investment Earnings	134,332	104,164	170,432	789,859
Miscellaneous	257,333	650,942	310,090	329,369
Premium on Issued Debt	0	0	0	0
Transfers	0	0	0	0
<i>Total Governmental Activities</i>	8,181,353	9,497,718	9,523,455	10,526,814
Business-type Activities:				
Payments in Lieu of Taxes	0	0	0	0
Investment Earnings	37,826	40,587	3,712	13,757
Miscellaneous	21,180	154,433	67,096	80,857
Transfers	0	0	0	0
<i>Total Business-type Activities</i>	59,006	195,020	70,808	94,614
<i>Total Primary Government</i>	\$8,240,359	\$9,692,738	\$9,594,263	\$10,621,428
Change in Net Assets				
Governmental Activities	(\$1,552,860)	\$310,841	\$215,996	\$1,053,472
Business-type Activities	2,416,110	3,880,003	4,471,939	3,104,552
<i>Total Primary Government Change in Net Assets</i>	\$863,250	\$4,190,844	\$4,687,935	\$4,158,024

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

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

CITY OF MARYSVILLE, OHIO

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

	2002	2003	2004	2005
General Fund				
Nonspendable	\$0	\$0	\$0	\$0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	0
Reserved	401,631	97,262	266,330	289,190
Unreserved	1,658,557	2,998,226	4,033,758	4,078,034
<i>Total General Fund</i>	<u>2,060,188</u>	<u>3,095,488</u>	<u>4,300,088</u>	<u>4,367,224</u>
All Other Governmental Funds				
Nonspendable	\$0	\$0	\$0	\$0
Restricted	0	0	0	0
Committed	0	0	0	0
Unassigned	0	0	0	0
Reserved	348,554	196,373	2,578,062	897,959
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	1,303,799	1,448,120	1,730,387	1,809,824
Debt Service Funds	17,220	14,913	29,424	22,653
Capital Projects Funds	86,378	160,941	232,967	225,021
<i>Total All Other Governmental Funds</i>	<u>1,755,951</u>	<u>1,820,347</u>	<u>4,570,840</u>	<u>2,955,457</u>
<i>Total Governmental Funds</i>	<u>\$3,816,139</u>	<u>\$4,915,835</u>	<u>\$8,870,928</u>	<u>\$7,322,681</u>

Source: Finance Director's Office

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

CITY OF MARYSVILLE, OHIO

2006	2007	2008	2009	2010	2011
\$0	\$0	\$0	\$0	\$0	\$96,470
0	0	0	0	0	8,334
0	0	0	0	0	217,818
0	0	0	0	0	9,342,856
330,564	663,155	381,782	172,544	436,883	0
5,503,111	5,485,156	4,631,940	4,364,501	6,289,373	0
<u>5,833,675</u>	<u>6,148,311</u>	<u>5,013,722</u>	<u>4,537,045</u>	<u>6,726,256</u>	<u>9,665,478</u>
\$0	\$0	\$0	\$0	\$0	\$11,821
0	0	0	0	0	16,268,244
0	0	0	0	0	203,652
0	0	0	0	0	(11,779,280)
576,059	308,493	581,963	830,005	1,161,754	0
2,005,973	2,391,799	2,450,489	1,699,856	3,024,014	0
24,801	117,937	(661,153)	(44,723)	(12,516,434)	0
3,804,500	1,258,040	228,158	123,586	(344,148)	0
<u>6,411,333</u>	<u>4,076,269</u>	<u>2,599,457</u>	<u>2,608,724</u>	<u>(8,674,814)</u>	<u>4,704,437</u>
<u>\$12,245,008</u>	<u>\$10,224,580</u>	<u>\$7,613,179</u>	<u>\$7,145,769</u>	<u>(\$1,948,558)</u>	<u>\$14,369,915</u>

CITY OF MARYSVILLE, OHIO

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

	2002	2003	2004	2005
Revenues:				
Taxes	\$7,174,565	\$7,485,745	\$8,524,697	\$8,124,862
Payments in Lieu of Taxes	0	0	0	0
Intergovernmental Revenues	1,375,430	1,906,757	1,878,189	2,854,151
Charges for Services	711,815	1,348,052	1,068,556	986,047
Fees, Licenses and Permits	355,075	408,354	582,701	447,374
Investment Earnings	141,152	104,164	170,432	789,859
Contributions and Donations	6,187	53,795	52,155	83,762
Special Assessments	26,531	25,400	27,659	24,588
Fines and Forfeitures	535,947	524,450	435,468	553,404
All Other Revenue	47,424	33,799	51,986	47,685
Total Revenue	10,374,126	11,890,516	12,791,843	13,911,732
Expenditures:				
Current:				
Security of Persons and Property	4,939,655	5,719,983	6,044,306	6,724,087
Public Health Services	292,197	304,667	353,082	405,125
Leisure Time Activities	410,024	261,762	235,950	253,331
Community Environment	335,139	452,014	738,993	1,001,750
Transportation	858,741	891,904	918,939	1,048,529
General Government	2,859,868	1,894,539	1,818,068	1,701,711
Capital Outlay	653,737	264,446	5,569,557	4,144,612
Debt Service:				
Principal Retirement	1,439,883	1,343,409	1,248,634	8,964,079
Interest and Fiscal Charges	559,636	520,088	495,236	676,877
Debt Issuance Costs	0	0	0	26,865
Total Expenditures	12,348,880	11,652,812	17,422,765	24,946,966
Excess (Deficiency) of Revenues Over Expenditures	(1,974,754)	237,704	(4,630,922)	(11,035,234)

CITY OF MARYSVILLE, OHIO

2006	2007	2008	2009	2010	2011
\$9,454,253	\$10,156,609	\$10,412,641	\$10,424,239	\$12,664,636	\$16,118,009
0	0	823,031	956,394	1,067,337	1,336,532
1,757,028	2,124,856	2,472,263	3,163,702	3,772,289	2,379,237
1,383,262	1,150,496	917,822	1,115,969	1,580,001	1,616,110
547,293	313,953	362,911	362,866	327,127	162,897
1,036,575	915,825	376,615	142,515	135,196	55,002
41,019	68,844	0	750	706	7,300
31,963	25,074	20,618	0	21,510	20,758
594,969	761,734	602,828	632,938	720,749	725,907
98,837	44,544	73,629	176,464	143,017	62,420
<u>14,945,199</u>	<u>15,561,935</u>	<u>16,062,358</u>	<u>16,975,837</u>	<u>20,432,568</u>	<u>22,484,172</u>
6,269,659	6,725,226	7,491,598	7,783,003	7,859,772	8,648,354
466,891	503,740	488,881	511,803	357,142	346,742
324,833	297,919	263,906	276,068	228,893	228,162
844,197	972,789	969,012	1,560,124	2,895,717	2,321,900
1,007,594	1,274,664	1,394,077	980,343	1,188,364	2,452,026
1,874,334	2,232,901	2,508,509	2,555,439	2,728,701	3,047,044
3,505,403	4,352,293	2,434,010	2,306,626	45,986	2,768,241
9,867,413	15,406,274	15,494,363	13,808,875	13,480,000	520,000
793,789	1,083,407	980,620	888,531	742,369	610,574
0	0	0	0	0	306,352
<u>24,954,113</u>	<u>32,849,213</u>	<u>32,024,976</u>	<u>30,670,812</u>	<u>29,526,944</u>	<u>21,249,395</u>
(10,008,914)	(17,287,278)	(15,962,618)	(13,694,975)	(9,094,376)	1,234,777

(Continued)

CITY OF MARYSVILLE, OHIO

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

	2002	2003	2004	2005
Other Financing Sources (Uses):				
Bond Anticipation Notes Issued	950,000	835,000	8,567,931	9,345,000
Premium on Bond Anticipation Notes Issued	0	0	0	83,107
Sale of Capital Assets	5,509	500	2,640	9,610
Inception of Capital Lease	72,969	26,492	15,444	49,270
General Obligation Bonds Issued	0	0	0	0
Premium on General Obligation Bonds Issued	0	0	0	0
Payment to Escrow Agent	0	0	0	0
Transfers In	1,513,750	1,429,409	1,338,823	1,825,034
Transfers Out	(1,513,750)	(1,429,409)	(1,338,823)	(1,825,034)
Total Other Financing Sources (Uses)	<u>1,028,478</u>	<u>861,992</u>	<u>8,586,015</u>	<u>9,486,987</u>
Net Change in Fund Balance	<u>(\$946,276)</u>	<u>\$1,099,696</u>	<u>\$3,955,093</u>	<u>(\$1,548,247)</u>
Debt Service as a Percentage of Noncapital Expenditures	12.50%	11.99%	7.29%	40.28%

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

2006	2007	2008	2009	2010	2011
14,865,000	15,030,000	13,280,000	12,980,000	0	0
46,984	64,098	66,669	80,396	0	0
19,257	27,844	8,037	34,177	49	1,833
0	0	0	0	0	189,941
0	6,515,000	0	0	0	14,585,000
0	303,889	0	0	0	127,922
0	(6,673,981)	0	0	0	0
2,410,028	2,793,779	3,128,061	2,447,091	1,851,529	3,469,538
(2,410,028)	(2,793,779)	(3,128,061)	(2,314,099)	(1,851,529)	(3,290,538)
14,931,241	15,266,850	13,354,706	13,227,565	49	15,083,696
<u>\$4,922,327</u>	<u>(\$2,020,428)</u>	<u>(\$2,607,912)</u>	<u>(\$467,410)</u>	<u>(\$9,094,327)</u>	<u>\$16,318,473</u>
41.03%	48.20%	49.93%	49.14%	48.21%	8.49%

CITY OF MARYSVILLE, OHIO

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

Tax year	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Income Tax Rate*	1.00%	1.00%	1.00%	1.00%	1.00%
Estimated Personal Income (in thousands) (1)(a)	\$452,946	\$481,017	\$507,131	\$530,849	\$557,860
Total Tax Collected	\$5,205,007	\$6,082,292	\$6,275,737	\$7,078,121	\$7,463,770
Income Tax Receipts					
Withholding	4,185,169	4,944,073	5,076,716	5,917,841	5,787,472
Percentage	80.41%	81.29%	80.89%	83.60%	77.54%
Business	128,821	252,988	242,759	313,307	272,852
Percentage	2.47%	4.16%	3.87%	4.43%	3.66%
Individuals	891,017	885,231	956,262	846,973	1,403,446
Percentage	17.12%	14.55%	15.24%	11.97%	18.80%

Source: City Income Tax Department

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

(a) Total Personal Income is a calculation, 2011 is an estimate

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

CITY OF MARYSVILLE, OHIO

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



CITY OF MARYSVILLE, OHIO

Income Tax Collections Current Year and Six Years Ago

Income Tax Year 2011

Range of Withholding	Number of Filers	Percent of Total
\$0 - \$24,999	1,654	98.04%
25,000 - 49,999	16	0.95%
50,000 - 74,999	3	0.18%
75,000 - 99,999	2	0.12%
Over 100,000	12	0.71%
Total	1,687	100.00%

Income Tax Year 2005

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

Source: City Income Tax Department

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

Information is not available in this format prior to 2005

CITY OF MARYSVILLE, OHIO

Ratio of Outstanding Debt By Type Last Ten Years

	2002	2003	2004	2005
Governmental Activities ⁽¹⁾				
General Obligation Bonds	\$9,530,000	\$9,165,000	\$8,785,000	\$8,385,000
Special Assessment Bonds	15,000	10,000	5,000	0
Capital Leases	90,514	85,629	72,439	82,630
Notes Payable	950,000	835,000	8,567,931	9,428,107
Business-type Activities ⁽¹⁾				
General Obligation Bonds	\$3,970,000	\$3,685,000	\$3,488,153	\$3,113,153
Mortgage Revenue Bonds	14,454,321	13,314,219	12,457,209	25,640,569
Capital Leases	1,585	456	12,109	9,638
Notes Payable	6,494,000	6,804,000	13,396,260	55,594,000
Ohio Public Works Commission Loan	0	0	0	0
Total Primary Government	<u>\$35,505,420</u>	<u>\$33,899,304</u>	<u>\$46,784,101</u>	<u>\$102,253,097</u>
Population ⁽²⁾				
City of Marysville	16,382	16,422	16,949	17,287
Outstanding Debt Per Capita	\$2,167	\$2,064	\$2,760	\$5,915
Income ⁽³⁾				
Personal (in thousands)	452,946	481,017	507,131	530,849
Percentage of Personal Income	7.84%	7.05%	9.23%	19.26%

Sources:

(1) Finance Director's Office

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

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

(a) Per Capita Income is only available by County, Total Personal Income is a calculation, 2011 is an estimate
n/a - Data is not available

CITY OF MARYSVILLE, OHIO

2006	2007	2008	2009	2010	2011
\$7,970,000	\$8,022,609	\$7,550,903	\$7,054,197	\$6,532,491	\$20,601,729
0	0	0	0	0	0
58,324	33,171	18,808	287,113	237,184	343,288
14,911,984	15,030,000	13,280,000	12,980,000	12,980,000	14,130,000
\$2,733,153	\$2,334,892	\$1,934,077	\$1,523,262	\$1,102,447	\$666,632
99,255,843	151,754,370	150,827,443	149,860,516	148,602,711	147,022,034
6,915	3,964	271	0	0	0
4,053,413	28,565,001	28,365,000	28,240,000	28,215,000	28,190,000
65,420	57,493	49,566	41,639	625,075	602,364
<u>\$129,055,052</u>	<u>\$205,801,500</u>	<u>\$202,026,068</u>	<u>\$199,986,727</u>	<u>\$198,294,908</u>	<u>\$211,556,047</u>
17,651	18,123	18,249	18,394	22,094	22,094
\$7,311	\$11,356	\$11,071	\$10,872	\$8,975	\$9,575
557,860	607,483	628,769	633,765	751,306	751,306
23.13%	33.88%	32.13%	31.56%	26.39%	28.16%

CITY OF MARYSVILLE, OHIO

Ratios of General Bonded Debt Outstanding Last Ten Years

Year	2002	2003	2004	2005
Population (1)	16,382	16,422	16,949	17,287
Income (2)(a)				
Personal (in thousands)	\$452,946	\$481,017	\$507,131	\$530,849
General Bonded Debt				
General Obligation Bonds	\$13,500,000	\$12,850,000	\$12,273,153	\$11,498,153
Resources Available to Pay Principal (3)	\$0	\$0	\$0	\$0
Net General Bonded Debt	\$13,500,000	\$12,850,000	\$12,273,153	\$11,498,153
Ratio of Net Bonded Debt to Personal Income	2.98%	2.67%	2.42%	2.17%
Net Bonded Debt per Capita	\$824.08	\$782.49	\$724.12	\$665.13

Source:

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

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

(a) Total Personal Income is calculated, 2011 is an estimate

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

CITY OF MARYSVILLE, OHIO

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
17,651	18,123	18,249	18,394	22,094	22,094
\$557,860	\$607,483	\$628,769	\$633,765	\$751,306	\$751,306
\$10,703,153	\$10,357,501	\$9,484,980	\$8,577,459	\$7,634,938	\$21,268,361
\$0	\$0	\$0	\$0	\$0	\$93,536
\$10,703,153	\$10,357,501	\$9,484,980	\$8,577,459	\$7,634,938	\$21,174,825
1.92%	1.70%	1.51%	1.35%	1.02%	2.82%
\$606.38	\$571.51	\$519.75	\$466.32	\$345.57	\$958.40



CITY OF MARYSVILLE, OHIO

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2011*

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>Percentage Applicable to the City of Marysville</u>	<u>Amount Applicable to the City of Marysville</u>
Direct:			
City of Marysville	\$35,075,017	100.00%	\$35,075,017
Overlapping:			
Union County	5,700,000	28.88%	1,646,160
Marysville Exempted Village School District	85,450,605	54.60%	46,656,030
Fairbanks Local School District	10,800,062	4.07%	439,563
Tolles Career & Technical Center JVS District	4,165,000	0.12%	<u>4,998</u>
		Subtotal	<u>48,746,751</u>
		Total	<u><u>\$83,821,768</u></u>

Source: Union County Auditor

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

CITY OF MARYSVILLE, OHIO

Debt Limitations Last Ten Years

Tax Year	2002	2003	2004	2005
Total Debt				
Net Assessed Valuation	\$344,177,645	\$353,286,300	\$403,239,190	\$422,188,272
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	36,138,653	37,095,062	42,340,115	44,329,769
City Debt Outstanding (2)	10,480,000	10,000,000	17,352,931	17,813,107
Less: Applicable Debt Service Fund Amounts	0	0	0	0
Net Indebtedness Subject to Limitation	<u>10,480,000</u>	<u>10,000,000</u>	<u>17,352,931</u>	<u>17,813,107</u>
Overall Legal Debt Margin	<u>\$25,658,653</u>	<u>\$27,095,062</u>	<u>\$24,987,184</u>	<u>\$26,516,662</u>
Unvoted Debt				
Net Assessed Valuation	\$344,177,645	\$353,286,300	\$403,239,190	\$422,188,272
Legal Debt Limitation (%) (1)(a)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	36,138,653	37,095,062	42,340,115	44,329,769
City Debt Outstanding (2)	10,480,000	10,000,000	17,352,931	17,813,107
Less: Applicable Debt Service Fund Amounts	0	0	0	0
Net Indebtedness Subject to Limitation	<u>10,480,000</u>	<u>10,000,000</u>	<u>17,352,931</u>	<u>17,813,107</u>
Overall Legal Debt Margin	<u>\$25,658,653</u>	<u>\$27,095,062</u>	<u>\$24,987,184</u>	<u>\$26,516,662</u>

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

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

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

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

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

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$424,151,346	\$426,222,476	\$413,185,230	\$382,583,330	\$384,565,260	\$387,412,760
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
44,535,891	44,753,360	43,384,449	40,171,250	40,379,352	40,678,340
22,881,984	23,052,609	20,830,903	20,034,197	7,310,000	22,675,000
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(93,536)</u>
<u>22,881,984</u>	<u>23,052,609</u>	<u>20,830,903</u>	<u>20,034,197</u>	<u>7,310,000</u>	<u>22,581,464</u>
<u>\$21,653,907</u>	<u>\$21,700,751</u>	<u>\$22,553,546</u>	<u>\$20,137,053</u>	<u>\$33,069,352</u>	<u>\$18,096,876</u>
\$424,151,346	\$426,222,476	\$413,185,230	\$382,583,330	\$384,565,260	\$387,412,760
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
44,535,891	44,753,360	43,384,449	40,171,250	40,379,352	40,678,340
22,881,984	23,052,609	20,830,903	20,034,197	7,310,000	22,675,000
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(93,536)</u>
<u>22,881,984</u>	<u>23,052,609</u>	<u>20,830,903</u>	<u>20,034,197</u>	<u>7,310,000</u>	<u>22,581,464</u>
<u>\$21,653,907</u>	<u>\$21,700,751</u>	<u>\$22,553,546</u>	<u>\$20,137,053</u>	<u>\$33,069,352</u>	<u>\$18,096,876</u>

CITY OF MARYSVILLE, OHIO

Pledged Revenue Coverage Last Ten Years

	2002	2003	2004	2005
Water System Bonds (1 a)				
Gross Revenues (2)	\$4,338,379	\$5,049,042	\$5,245,349	\$5,710,991
Direct Operating Expenses (3)	1,872,379	1,819,861	1,926,494	2,104,063
Net Revenue Available for Debt Service	2,466,000	3,229,181	3,318,855	3,606,928
Annual Debt Service Requirement (4)	115,993	298,990	300,990	302,155
Coverage	21.26	10.80	11.03	11.94
Water System Bonds (1 b)				
Gross Revenues (2)	N/A	\$5,049,042	\$5,245,349	\$5,710,991
Direct Operating Expenses (3)	N/A	1,819,861	1,926,494	2,104,063
Net Revenue Available for Debt Service	N/A	3,229,181	3,318,855	3,606,928
Annual Debt Service Requirement (4)	N/A	846,685	726,299	726,664
Coverage	N/A	3.81	4.57	4.96
Sewer System Bonds (1 c)				
Gross Revenues (2)	N/A	N/A	N/A	N/A
Direct Operating Expenses (3)	N/A	N/A	N/A	N/A
Net Revenue Available for Debt Service	N/A	N/A	N/A	N/A
Annual Debt Service Requirement (4)	N/A	N/A	N/A	N/A
Coverage	N/A	N/A	N/A	N/A
Sewer System Bonds (1 d)				
Gross Revenues (2)	N/A	N/A	N/A	N/A
Direct Operating Expenses (3)	N/A	N/A	N/A	N/A
Net Revenue Available for Debt Service	N/A	N/A	N/A	N/A
Annual Debt Service Requirement (4)	N/A	N/A	N/A	N/A
Coverage	N/A	N/A	N/A	N/A
Water System Bonds (1 e)				
Gross Revenues (5)	N/A	N/A	N/A	N/A
Direct Operating Expenses (3)	N/A	N/A	N/A	N/A
Net Revenue Available for Debt Service	N/A	N/A	N/A	N/A
Annual Debt Service Requirement (4)	N/A	N/A	N/A	N/A
Coverage	N/A	N/A	N/A	N/A

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

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

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

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

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

N/A - Data is not available

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

2006	2007	2008	2009	2010	2011
\$6,209,239	\$7,260,525	\$6,718,925	\$6,842,361	\$7,118,061	\$7,177,333
2,345,854	2,685,502	2,536,687	3,130,754	2,918,705	2,792,616
3,863,385	4,575,023	4,182,238	3,711,607	4,199,356	4,384,717
302,565	302,385	301,585	300,360	303,695	301,435
12.77	15.13	13.87	12.36	13.83	14.55
\$6,209,239	\$7,260,525	\$6,718,925	\$6,842,361	\$7,118,061	\$7,177,333
2,345,854	2,685,502	2,536,687	3,130,754	2,918,705	2,792,616
3,863,385	4,575,023	4,182,238	3,711,607	4,199,356	4,384,717
728,664	730,462	726,644	726,018	729,119	730,169
5.30	6.26	5.76	5.11	5.76	6.01
\$8,918,624	\$11,498,315	\$10,836,979	\$8,059,976	\$7,749,088	\$8,674,801
4,095,683	2,891,378	2,721,283	3,702,375	3,313,906	4,109,674
4,822,941	8,606,937	8,115,696	4,357,601	4,435,182	4,565,127
1,176,160	4,371,625	4,372,825	4,373,625	4,374,025	4,824,025
4.10	1.97	1.86	1.00	1.01	0.95
N/A	\$11,498,315	\$10,836,979	\$8,059,976	\$7,749,088	\$8,674,801
N/A	2,891,378	2,721,283	3,702,375	3,313,906	4,109,674
N/A	8,606,937	8,115,696	4,357,601	4,435,182	4,565,127
N/A	0	1,473,498	1,473,497	1,473,498	1,473,498
N/A	N/A	5.51	2.96	3.01	3.10
N/A	\$7,260,525	\$6,718,925	\$6,842,361	\$7,118,061	\$7,177,333
N/A	2,685,502	2,536,687	3,130,754	2,918,705	2,792,616
N/A	4,575,023	4,182,238	3,711,607	4,199,356	4,384,717
N/A	0	1,155,059	1,047,831	1,055,394	1,077,581
N/A	N/A	3.62	3.54	3.98	4.07

CITY OF MARYSVILLE, OHIO

Demographic and Economic Statistics Last Ten Years

Calendar Year	2002	2003	2004	2005	2006
Population (1)					
City of Marysville	16,382	16,422	16,949	17,287	17,651
Union County	42,899	43,719	44,642	45,387	46,680
Income (2) (a)					
Total Personal (in thousands)	\$452,946	\$481,017	\$507,131	\$530,849	\$557,860
Per Capita	\$27,649	\$29,291	\$29,921	\$30,708	\$31,605
Unemployment Rate (3)					
Federal	5.8%	6.0%	5.5%	5.1%	4.6%
State	5.7%	6.2%	6.1%	5.9%	5.4%
Union County	4.2%	4.7%	5.0%	4.9%	4.5%
Civilian Work Force Estimates (3)					
State	5,838,000	5,860,000	5,863,000	5,882,000	5,924,000
Union County	23,000	23,400	23,900	24,400	25,200

Sources:

(1) US Bureau of Census, Population Division for 2001-2010

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

(a) Per Capita Income is only available by County, Total Personal Income is a calculation, 2011 is an estimate.

(3) State Department of Labor Statistics

n/a - Data is not available

CITY OF MARYSVILLE, OHIO

2007	2008	2009	2010	2011
18,123	18,249	18,394	22,094	22,094
47,719	48,339	48,903	52,370	52,370
\$607,483	\$628,769	\$633,765	\$751,306	\$751,306
\$33,520	\$34,455	\$34,455	\$34,005	\$34,005
4.6%	5.8%	9.3%	9.6%	8.9%
5.6%	6.6%	10.1%	10.1%	8.6%
4.3%	5.2%	8.3%	8.4%	5.9%
5,961,000	5,961,000	5,936,000	5,898,000	5,806,000
25,400	25,900	26,000	25,900	26,900



CITY OF MARYSVILLE, OHIO

Principal Employers Current Year and Three Years Ago

Employer	Nature of Business	2011		
		Number of Employees	Rank	Percentage of Total Employment
The Scotts Miracle-Gro Company	Lawn Care Products	1,165	1	8.53%
Memorial Hospital of Union County	Healthcare	707	2	5.18%
Marysville Exempted School District	Education	593	3	4.34%
Ohio Reformatory for Women	Government	494	4	3.62%
Union County	Government	468	5	3.43%
Wal-mart	Retail	340	6	2.49%
Scioto Corporation	Custodial/Janitor Supplies	325	7	2.38%
Veyance Technologies	Manufacturing	311	8	2.28%
Nestle R&D Center Inc.	Research & Development	243	9	1.78%
Parker Hannifin Hydraulics	Manufacturing	209	10	1.53%
Total		<u>4,855</u>		<u>35.55%</u>
Total Employment within the City		<u>13,658</u>		

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

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

CITY OF MARYSVILLE, OHIO

Full Time Equivalent Employees by Function Last Ten Years

	2002	2003	2004	2005	2006
Governmental Activities					
General Government					
Finance	9.00	8.00	7.00	8.00	9.00
City Council	4.50	4.50	4.50	4.50	4.50
Computer Systems	0.00	1.00	1.00	1.00	1.00
City Administration	2.00	2.00	2.00	2.00	2.00
Human Resources	2.00	2.00	2.00	2.00	2.00
City Attorney	1.50	1.50	1.50	1.50	1.50
Mayor	0.50	0.50	0.50	0.50	0.50
Engineer	5.00	5.00	5.00	6.00	6.00
Security of Persons and Property					
Police	36.50	36.50	36.50	36.50	36.50
Fire	32.00	32.00	32.00	31.00	31.00
Municipal Court	12.00	12.00	12.00	12.00	12.00
Transportation					
Street	14.00	13.00	13.00	14.00	15.00
Leisure Time Activities					
Parks and Recreation	0.50	0.50	0.50	0.50	0.50
Community Environment					
Buildings & Grounds	8.00	8.00	8.00	8.50	7.50
Service	3.00	3.00	3.00	3.00	3.00
Business-Type Activities					
Utilities					
Water	15.00	15.00	15.00	15.00	15.00
Sewer	15.00	15.00	15.00	15.50	16.50
<i>Total Employees</i>	<u>160.50</u>	<u>159.50</u>	<u>158.50</u>	<u>161.50</u>	<u>163.50</u>

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

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
9.00	9.00	9.00	8.00	9.50
4.50	4.50	4.50	4.50	4.50
1.00	1.00	1.00	1.00	2.00
2.00	2.00	2.00	2.00	2.50
2.00	2.00	2.00	2.00	2.50
1.50	1.50	1.50	1.50	1.50
0.50	0.50	0.50	0.50	0.50
7.00	7.00	9.00	8.00	6.50
37.50	38.00	38.50	36.50	37.50
32.00	32.00	32.00	28.50	31.50
12.00	12.00	12.00	12.00	12.00
16.00	16.00	19.50	19.50	19.50
0.50	0.50	24.50	24.50	24.50
6.50	6.50	10.00	7.50	7.50
3.00	3.00	3.00	3.00	3.00
15.00	15.00	17.00	17.00	17.00
<u>16.50</u>	<u>17.00</u>	<u>17.00</u>	<u>17.00</u>	<u>17.00</u>
<u>166.50</u>	<u>167.50</u>	<u>203.00</u>	<u>193.00</u>	<u>199.00</u>

CITY OF MARYSVILLE, OHIO

Operating Indicators by Function Last Ten Years

	2002	2003	2004	2005	2006
Governmental Activities					
General Government					
Court					
Number of Traffic Cases	10,773	9,467	6,099	6,926	7,750
Number of Criminal Cases	1,199	1,261	1,394	1,545	1,610
Number of Civil Cases	901	1,343	1,323	1,281	1,273
Permits					
Number of Residential Permits	269	275	306	160	114
Number of Commercial Permits	14	10	19	16	21
Security of Persons and Property					
Police					
Number of Incident Reports	n/a	n/a	n/a	n/a	n/a
Number of Traffic Accident Reports	n/a	n/a	n/a	n/a	n/a
Number of Parking Tickets	n/a	n/a	n/a	n/a	n/a
Alarm Calls	n/a	797	458	431	442
Traffic warnings/citations	n/a	n/a	n/a	n/a	n/a
OMVI arrests	n/a	n/a	n/a	n/a	n/a
Fire					
Number of Emergency Responses	2,082	1,907	1,813	2,053	1,886
Number of Fire Responses	729	695	816	782	741
Number of Fire Inspections	n/a	n/a	n/a	n/a	n/a
Transportation					
Street					
Number of times streets needed snow removed	n/a	n/a	n/a	n/a	n/a
Tons of salt used	760	1,799	700	1,220	480
Number of locations marked for OUPS	104	97	54	138	118
Number of new signs installed	279	517	309	519	820
Number of hours mowing grass	n/a	n/a	n/a	728	721
Community Environment					
Number of Plot Grade Utility reviews	233	257	209	137	107
Number of Project Inspections	258	309	241	175	135
Number of Capital Improvement Projects	7	3	3	3	2
Business-Type Activities					
Water / Sewer					
Number of Water accounts	n/a	n/a	n/a	n/a	n/a
Number of Sewer accounts	n/a	n/a	n/a	n/a	n/a
Water Main Breaks	31	16	n/a	n/a	n/a
Daily Average Consumption (1,000 of gallons)	1,991	1,923	1,949	2,078	2,043
Number of work orders	n/a	7,595	n/a	n/a	n/a
Number of fire hydrants painted	n/a	308	n/a	n/a	n/a
Sanitation					
Number of Customers Served	n/a	n/a	n/a	n/a	n/a

Source: Finance Director's Office

n/a - Data is not available

CITY OF MARYSVILLE, OHIO

2007	2008	2009	2010	2011
8,374	6,627	6,181	6,109	5,281
1,802	1,790	1,989	1,223	1,191
1,484	1,699	1,424	1,379	1,193
108	80	68	61	45
24	11	6	2	10
5,290	4,905	4,988	3,930	1,990
464	453	391	450	453
181	276	112	50	69
472	538	413	466	673
1,605	1,453	1,706	1,160	1,474
231	186	232	197	59
2,009	1,951	1,964	1,986	2,002
793	834	814	855	884
n/a	n/a	n/a	n/a	984
n/a	n/a	16	46	27
1,571	981	426	1,806	1,907
108	143	123	238	65
533	489	123	188	201
474	524	310	639	761
102	72	68	57	47
144	120	108	87	75
6	6	8	3	8
n/a	6,790	6,880	6,924	7,002
n/a	6,765	6,814	6,853	6,950
12	24	29	9	12
2,184	2,067	2,009	1,933	2,035
3,348	366	2,685	2,547	2,224
333	149	142	61	189
n/a	4,933	5,030	5,052	5,071

CITY OF MARYSVILLE, OHIO

Capital Asset Statistics by Function Last Ten Years

	2002	2003	2004	2005	2006
Governmental Activities					
General Government					
Public Buildings	6	6	6	6	6
Security of Persons and Property					
Police					
Stations	1	1	1	1	1
Patrol Cruisers	18	18	19	22	24
Fire					
Stations	1	1	1	1	1
Emergency Vehicles	12	12	12	12	12
Transportation					
Street					
Streets (linear miles)	n/a	n/a	n/a	n/a	n/a
Street Lights	n/a	n/a	n/a	n/a	n/a
Leisure Time Activities					
Recreation					
Land (acres)	231	231	231	231	231
Buildings	21	21	21	21	21
Parks	15	15	15	15	15
Municipal Pool	1	1	1	1	1
Business-Type Activities					
Utilities					
Water					
Waterlines (Miles)	n/a	n/a	n/a	n/a	n/a
Number of Hydrants	n/a	n/a	n/a	n/a	n/a
Sewer					
Sewerlines (Miles)	n/a	n/a	n/a	n/a	n/a
Manholes	n/a	n/a	n/a	n/a	n/a
Storm Water Drainage					
Storm Drains (Miles)	n/a	n/a	n/a	n/a	n/a

Source: Finance Director's Office
n/a - Data is not available

CITY OF MARYSVILLE, OHIO

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
6	6	6	6	6
1	1	1	1	1
24	27	28	21	18
1	1	1	1	1
12	11	11	11	11
n/a	n/a	n/a	114	117
n/a	n/a	n/a	1,951	1,951
231	231	231	231	231
21	21	21	21	21
15	15	15	15	15
1	1	1	1	1
n/a	n/a	n/a	148	150
1,355	1,405	1,414	1,422	1,481
n/a	n/a	n/a	135	138
n/a	n/a	n/a	943	2,434
n/a	n/a	n/a	70	70





Dave Yost • Auditor of State

CITY OF MARYVILLE

UNION COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
JULY 05, 2012