

COMPREHENSIVE
ANNUAL FINANCIAL REPORT
OF
CITY OF GROVEPORT, OHIO



FOR THE YEAR ENDED

DECEMBER 31, 2013



Dave Yost • Auditor of State

City Council
City of Groveport
655 Blacklick Street
Groveport, OH 43125

We have reviewed the *Independent Auditor's Report* of the City of Groveport, Franklin County, prepared by Julian & Grube, Inc., for the audit period January 1, 2013 through December 31, 2013. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

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

Dave Yost
Auditor of State

August 11, 2014

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COMPREHENSIVE
ANNUAL FINANCIAL REPORT

OF

CITY OF GROVEPORT, OHIO

FOR THE

FOR THE YEAR ENDED DECEMBER 31, 2013



PREPARED BY
FINANCE DIRECTOR'S OFFICE
JEFF GREEN, FINANCE DIRECTOR

655 BLACKLICK STREET

GROVEPORT, OHIO 43125

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INTRODUCTORY SECTION



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CITY OF GROVEPORT, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2013

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MUNICIPAL BUILDING

655 Blacklick Street

Groveport, OH 43125

614-836-5301

FAX: 614-836-1953

www.groveport.org

June 23, 2014

The Honorable Mayor, Members of City Council, and
The Citizens of the City of Groveport, Ohio:

As required by State of Ohio law, general purpose local governments presenting a Comprehensive Annual Financial Report are required to publish within six months of the close of each year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP). Accordingly, this report has been prepared in accordance with GAAP as set forth by the Governmental Accounting Standards Board (GASB). Pursuant to that requirement, the Comprehensive Annual Financial Report (CAFR) of the City of Groveport, Ohio, (the "City") for the year ended December 31, 2013, is hereby presented.

This report consists of management's representations concerning the finances of the City. Responsibility for the accuracy, reliability, completeness and fairness of the presentation, including all disclosures, rests with management of the City, and in particular, the City's Finance Department. To provide a reasonable basis for making these assertions, management has established an internal control framework that is designed both to protect the City's assets from loss, theft, or misuse, and to assure adequate reliable financial information is available for the compilation of the City's financial statements in accordance with GAAP. The costs of an internal control framework should not outweigh the benefits. Therefore, the City's internal control structure has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. To the best of our knowledge and belief, the enclosed representations are accurate in all material respects and are presented in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities and status have been included.

The City's financial statements have been audited by Julian & Grube Inc. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the year ended December 31, 2013, are free from material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures presented in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of Groveport's financial statements for the year ended December 31, 2013, are fairly presented in conformity with GAAP. The Independent Auditor's Report is presented as the first component of the financial section of this report.

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

PROFILE OF THE GOVERNMENT

Since its founding in 1847, the City has always been a crossroads of commerce. Located in Franklin County on the historic Ohio and Erie Canal, connecting the Great Lakes to the Gulf of Mexico, the City was the site of prosperous brick and tile factories, flour mills, sawmills, tanneries, packing companies, and warehouses. Today, the City remains an attractive, quiet mid-American residential community while maintaining its historic role as a center of commerce and industry. A wide range of leading corporations and industries are located here, thriving in the environment of a supportive local government and an unsurpassed geographic location.

The City's 2013 estimated population is 5,330 but during the day we serve more than 12,000 people who come to the City for work and school. The City encompasses 8.9 square miles.

The City provides a wide range of general governmental services to its residents including: police services, community affairs, senior citizens' services, building and zoning regulation and enforcement, water and sewer services, road maintenance, leisure time activities including an 18 hole golf course, recreation center, an indoor and outdoor aquatic center, and other administrative support services. The City operates under those powers granted upon it by The City Charter adopted in 1990 which was recently amended on July 26, 2010. The Charter provides for a Mayor-Council-Administration form of government. The six member council is elected at-large in odd-numbered years for overlapping four-year terms. The Council members serve as the legislative authority and the taxing authority. The council members create and adopt the annual operating budget and approve expenditures of City funds.

The City Finance Director serves as the chief fiscal officer for the City. As chief fiscal officer, the Finance Director ensures that funds are appropriated, are available for payment or in the process of collection. The Finance Director is also responsible for maintaining a permanent record of all financial matters, depositing and investing of City funds, establishing the City's accounting system and conducting internal auditing.

The City's reporting entity has been defined in accordance with GASB statement No. 14, "*The Financial Reporting Entity*" as amended by GASB Statement No. 39 "*Determining Whether Certain Organizations are Component Units*".

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization.

Component units also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or the levying of taxes. The following component unit is included in the City's reporting entity because of the significance of its operations and/or financial relationship with the City:

Discretely Presented Component Unit – A 10-member board governs the Groveport Community Improvement Corporation (the CIC). For financial reporting purposes, the CIC is reported separately from the City's operations because its purpose is to assist the City as a whole in the revitalization and enhancement of property within the City and its governing body is not the same as that of the primary government.

ECONOMIC CONDITION AND OUTLOOK

Rickenbacker International Airport, which is located in a Foreign Free Trade Zone, has become a major distribution hub. Access by air, ground and rail transport, Rickenbacker has been and will continue to be an integral part in the economy of the City of Groveport. With five thriving industrial parks, the city boasts more than fifteen million square feet of warehouse and distribution space, housing distribution centers for many of the largest retail companies in the world, including Eddie Bauer, Gap, ToysRUs and Build-A-Bear Workshops. A balance of both commercial and residential development continues to be the focus of the economic development in the future.

Seven higher education facilities are located in Franklin County and are less than a half-hour drive from the city: the Ohio State University, Franklin University, Capital University, Columbus State Community College, Otterbein University, Devry and the Ohio Dominican College. These facilities bring exceptional higher education opportunities to citizens and employees of the City.

With continued growth experiences in commercial and residential construction and the City's commitment to focus on the future growth, the financial outlook for the City appears positive.

MAJOR INCENTIVES

Current Projects

In 2013, the City undertook the reconstruction of Spiegel Drive, a primary gateway in the Rickenbacker industrial area. This project, funded by a combination of a grant and low-interest loan through the Ohio Public Works Commission, as well as \$125,000 in local matching dollars, was completed in the fall of 2013.

The City also acquired and began remodeling of an office building in the Greenpointe Industrial Park to convert the building into a facility to house the City's Police Department. Completion of this project will provide more than double the amount of space the department currently occupies. The relocation of the Police Department also provides much-needed space for expansion of the City's Building & Zoning Department.

Construction also began on public improvements related to Groveport Town Center, a mixed-use development in downtown Groveport strategically located at the corner of Main and Front Street. The project will include a municipal parking lot with 91 parking spaces, a 10,000 square foot Ace Hardware store and a second multi-tenant space for restaurants, retail and office use.

Future Projects

Projects to commence in 2013 include the reconstruction of Port Road, a major industrial corridor in the Rickenbacker industrial area.. The Port Road project is slated to begin in Spring 2014 and be completed by late summer 2014.

RELEVANT FINANCIAL POLICIES

Basis of Accounting

The City accounting system is organized on a fund basis. Each fund is a distinct, self-balancing accounting entity. Although the City maintains its day-to-day accounting records on the cash basis of accounting, the City elects to report in accordance with GAAP for the year ended December 31, 2013. The basis of accounting for the City's various funds is fully described in notes to the basic financial statements.

Accounting System and Budgetary Control

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

The City utilizes a fully automated accounting system. Budgetary control is maintained at the department level by the encumbrance of estimated purchase amounts couple with the manual auditing of each purchase order prior to its release to a vendor or prior to payment to ensure that financial information generated is both accurate and reliable. Those purchase orders which exceed the available appropriation are denied and returned to the department head.

The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the County Budget Commission. All City funds are included in the annual appropriated budget. The level of budgetary control (that is, the level which expenditures cannot legally exceed the appropriated amount) is established at the major object expenditure level for all funds.

The annual budget serves as the foundation for the City's financial planning and control. The City complies with the requirements of the Ohio Revised Code in the adoption of the budget. Appropriations for the operation of various City departments are established through the passage of an ordinance by City Council. Budgetary control is facilitated through the maintenance of an encumbrance system for requisitions and purchase orders, and through the use of the City's automated financial system. All departments of the City were required to submit requests for appropriation to the Finance Director on a yearly basis. The Finance Director uses these requests as the starting point for developing a proposed budget.

The Finance Director presents the proposed estimated revenue budget for the City Administrator's review and approval and appropriations are then finalized. The City Administrator and the Finance Director then present the proposed budget to the City Council for review before the end of the current year. Council may elect to hold public hearings on the proposed budget and to adopt the budget by no later than December 31, the close of the City's fiscal year. Failure to do so allows the budget, as presented by the Administrator, to become effective.

The appropriated budget is prepared at the object level. The legal level of budgetary control is the level passed by Council which is at the object level for all funds. Any budgetary modifications at this level may only be made by ordinance of the City Council. The Finance Director is given the authority to further allocate fund appropriations within all funds. The City Council may pass supplemental appropriations at any time by ordinance. Budget-to-actual comparisons are provided in this report for each individual fund for which an appropriated annual budget has been adopted.

During 2012 City Council approved the Purchasing and Financial Policy Manual which provided a tool for the City to better manage and streamline the City's purchasing procedures, budgeting and financial planning, debt management, and investment and deposit of funds to ensure the minimal City resources are utilized to their fullest. A summary of the significant components of the Purchasing and Financial Policy Manual as follows:

Purchasing Procedures - Clarification and direction was provided to all employees governing the use of requisitions, certification of funds, establishing communication channels between departments receiving goods and the authorization for payment, competitive bidding process, and finally establishing overall standards and ethics.

Budgeting and Financial Planning – The purpose is to identify the major elements of the budgeting/financial planning process to ensure the long-term objectives of the City are met and to recognize that prudent financial planning considers multi-year implications of short-term financial decisions. The major financial planning elements include:

1. Capital Improvement Plan – This document establishes a policy framework and timelines to guide the expansion of the City and future development and necessary infrastructure and capital equipment needs.
2. General Fund Forecast – This plan projects the expected fund balances of the City's General Fund, or main operating fund, and considers the expected funding needs, essential funding sources, and may expand upon the Capital Improvement Plan by estimating the costs and funding for projects and programs that accomplish the long-term goals for the City.
3. Annual Operating and Capital Budgets – This annual financial plan is prepared by the City Administrator with assistance from the Finance Department and approved by Council. These budgets may be changed throughout the year based upon departmental needs and changes in estimated revenues.

The City will budget target cash fund balances for various operating funds to provide reserves for unforeseen emergencies or revenue shortfalls and to eliminate the need for short-term borrowings for cash flow needs. City Council has established a Rainy Day fund which has accumulated the maximum target balance of \$1,500,000 noting expenditures from this fund require Council authorization and may only be used to off-set budget shortfalls or unforeseen extraordinary items.

Debt Management - Debt will only be used to fund capital projects or the purchase of capital assets that will continue to benefit the community and will not be used to finance operating expenditures. The City will work to obtain and maintain assigned credit from a rating agency consistent with the City's financing objectives. Finally, the City will strive to retire short-term borrowings as considered beneficial to the City in relation to overall cost savings and interest rates. In 2013, Moody's Investors Services reaffirmed the City's Aa3 General Obligation Long Term Bonds and A1 Income Tax Revenue Bonds.

Investments and Deposits of Funds – All idle funds shall be invested in accordance with the City’s investment policy as approved by City Council. The City’s investment policy emphasizes safety, preservation of principal, liquidity and yield.

AWARDS & ACKNOWLEDGEMENTS

The City has recommitted to annually preparing a comprehensive annual financial report noting 2013 is the City’s second submission since last preparing a comprehensive annual financial report for the year ended December 31, 2003.

The presentation of this Comprehensive Annual Financial Report would not have been possible without the continued commitment of City Council, management and all City departments. The accomplishment of this report would not have been possible without the commitment and dedicated service of the Finance Department staff—Anna Krigbaum and Amy Hartung as your professionalism in the management of the financial operations of the City serves as continued inspiration and is always greatly appreciated.

Respectfully submitted,



Jeff Green
Finance Director



CITY OF GROVEPORT, OHIO

LIST OF ELECTED AND APPOINTED OFFICIALS

ELECTED OFFICIALS:

Mayor

Lance Westcamp

City Council

Ed Dildine, President Pro-Tem

Shawn Cleary

Donna Drury

Jean Ann Hilbert

Ed Rarey

Jan Stoots

Appointed Officials

Administrator

Marsha Hall

Chief of Police

Ralph Portier

Finance Director

Jeff Green

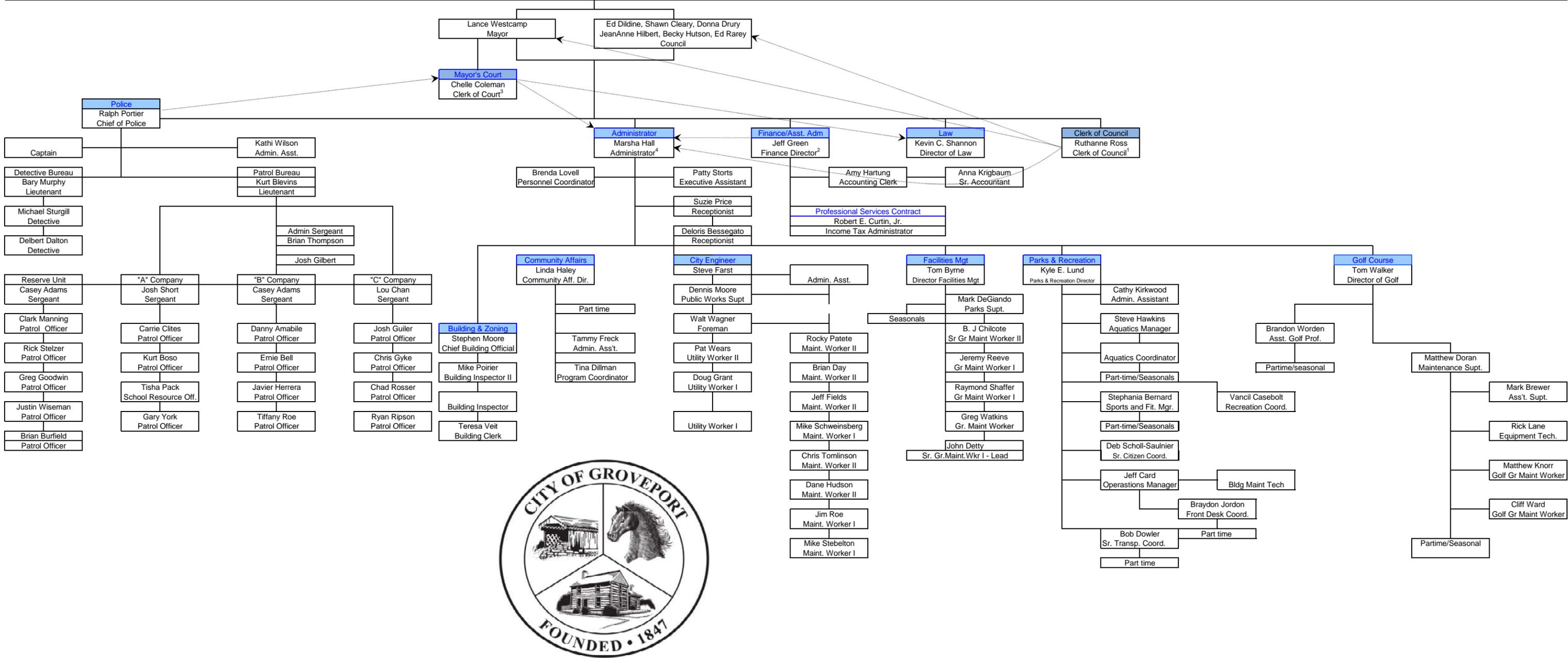
Clerk of Council

Ruthanne Ross

CITY OF GROVEPORT - ORGANIZATIONAL CHART

February 14, 2014

RESIDENTS



- Boards, Commissions & Committees**
- Planning & Zoning Commission (P&Z)
 - Board of Zoning Appeals (BZA)
 - Community Improvement Corporation (CIC)
 - Trees & Decoration Committee
 - Cemetery Committee
 - Charter Review Commission

1 - "...shall be subject to the control of the officers of the Council and the general supervision of the Mayor and the Administrator." (Charter Section 3.05(C))
 2 - "...subject to the control and direction of the Administrator and under the general control and supervision of the Mayor and the Council. With respect to collection of revenues and the control over the expenditure of funds by the officers and employees of the Municipality, the Director of Finance shall be subject to the control and direction of the Council." (Charter Section 7.01(C))
 3 - "Reports To: Mayor and Administrator" (Clerk of Courts Job Description)
 4 - "...shall assist the Mayor with respect to the Mayor's administration of the Police Department". (Charter Section 6.02(A))



Government Finance Officers Association

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

Presented to

**City of Groveport
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2012

Executive Director/CEO

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FINANCIAL SECTION



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Julian & Grube, Inc.

Serving Ohio Local Governments

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

Independent Auditor's Report

City of Groveport
Franklin County
655 Blacklick Street
Groveport, Ohio 43125

To the Members of Council and Mayor:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Groveport, Franklin County, Ohio, as of and for the year ended December 31, 2013 and the related notes to the financial statements, which collectively comprise the City of Groveport's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Independent Auditor's Report
City of Groveport

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Groveport, Franklin County, Ohio, as of December 31, 2013, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General fund and major special revenue fund: Street Maintenance and Repair thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

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

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

Independent Auditor's Report
City of Groveport

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 23, 2014, on our consideration of the City of Groveport's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Groveport's internal control over financial reporting and compliance.

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

Julian & Grube, Inc.
June 23, 2014

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CITY OF GROVEPORT, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2013

The management's discussion and analysis of the City of Groveport's (the "City") financial performance provides an overall review of the City's financial activities for the year ended December 31, 2013. 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, basic financial statements and the notes to the basic financial statements to enhance their understanding of the City's financial performance. The Statistical Section can also provide valuable current and historical information.

Financial Highlights

Key financial highlights for 2013 are as follows:

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at December 31, 2013 by \$53,455,160 (net position). Of this amount, \$557,156 is restricted in use and \$45,642,769 is invested in capital assets. The remaining \$7,255,235 is unrestricted and may be used to meet the City's ongoing obligations.
- Total net position increased \$1,569,079 as a result of this year's operations. Net position of business-type activities increased \$101,536, or 0.68%, while the net position of governmental activities increased 1,467,543, or 3.97%.
- The City had \$15,907,576 in expenses related to governmental activities; \$4,084,463 of these expenses were offset by program specific charges for services, grants or contributions. The remaining expenses of the governmental activities of \$11,823,113 were offset by general revenues (primarily property taxes, income taxes and unrestricted grants and entitlements) of \$13,310,656.
- At December 31, 2013, unrestricted fund balance (the total of the committed, assigned and unassigned components of fund balance) for the general fund was \$2,066,249, or 14.90% of total general fund expenditures.
- The general fund had revenues and other financing sources of \$13,677,777 in 2013 and expenditures and other financing uses of \$14,701,024. The fund balance for the general fund decreased \$1,023,247 from \$3,153,774 to \$2,130,527.
- The street maintenance and repair fund, a major governmental fund, had revenues and other financing sources of \$2,335,648 and expenditures of \$2,329,583 in 2013. The fund balance for the street maintenance and repair fund increased \$6,065 from \$106,596 to \$112,661.
- Activity in 2013 for the debt service fund, a major governmental fund, consisted of revenues and other financing sources of \$2,609,750 and expenditures of \$1,814,090. The ending fund balance for the debt service fund was \$1,193,542 which represents an increase of \$795,660 from the beginning balance of \$397,882.
- The capital improvement fund, a major governmental fund, had other financing sources of \$1,990,000 and expenditures of \$2,104,529 in 2013. Fund balance for the capital improvement fund decreased \$114,529 from \$200,565 to \$86,036.
- Net position for the business-type activities, which are made up of the water, sewer and storm water enterprise funds, totaled \$15,025,433.

CITY OF GROVEPORT, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2013

Using this Comprehensive Annual Financial Report

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

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

Reporting the City as a Whole

Statement of Net Position and the Statement of Activities

While this document contains a large number of funds used by the City to provide programs and activities, the view of the City as a whole looks at all financial transactions and asks the question, "How did we do financially during 2013?" The statement of net position and the statement of activities answer this question. These statements include all assets, deferred outflows, liabilities, deferred inflows, revenues and expenses using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

In the statement of net position and the statement of activities, the City is divided into two distinct kinds of activities:

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

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

The City's statement of net position and statement of activities can be found on pages 19-21 of this report.

Reporting the City's Most Significant Funds

Fund Financial Statements

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

CITY OF GROVEPORT, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2013

Fund financial reports provide detailed information about the City's major funds. The City uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the City's most significant funds. The analysis of the City's major governmental and proprietary funds begins on page 12.

Governmental Funds

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

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

The City maintains a multitude of individual governmental funds. The City has segregated these funds into major funds and nonmajor funds. The City's major governmental funds are the general fund, street maintenance and repair fund, debt service fund and capital improvement fund. Information for major funds is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances. Data from the other governmental funds are combined into a single, aggregated presentation. The basic governmental fund financial statements can be found on pages 22-30 of this report.

Proprietary Funds

The City maintains one type of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water, sewer and storm water operations. The water and sewer funds are considered major funds. The basic proprietary fund financial statements can be found on pages 31-33 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. 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. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statement can be found on page 34 of this report.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages 35-69 of this report.

Government-Wide Financial Analysis

The table that follows provides a summary of the City's net position for 2013 compared to 2012.

CITY OF GROVEPORT, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2013**

Net Position

	Governmental Activities 2013	Business-type Activities 2013	Governmental Activities 2012	Business-type Activities 2012	2013 Total	2012 Total
Assets						
Current and other assets	\$ 8,830,031	\$ 2,514,363	\$ 6,140,125	\$ 2,507,068	\$ 11,344,394	\$ 8,647,193
Capital assets, net	<u>50,535,096</u>	<u>13,352,388</u>	<u>48,551,107</u>	<u>13,051,278</u>	<u>63,887,484</u>	<u>61,602,385</u>
Total assets	<u>59,365,127</u>	<u>15,866,751</u>	<u>54,691,232</u>	<u>15,558,346</u>	<u>75,231,878</u>	<u>70,249,578</u>
Deferred outflows of resources	<u>390,719</u>	<u>-</u>	<u>434,538</u>	<u>-</u>	<u>390,719</u>	<u>434,538</u>
Liabilities						
Long-term liabilities outstanding	17,286,440	65,807	17,365,870	488,481	17,352,247	17,854,351
Other liabilities	<u>3,797,044</u>	<u>775,511</u>	<u>535,716</u>	<u>145,968</u>	<u>4,572,555</u>	<u>681,684</u>
Total liabilities	<u>21,083,484</u>	<u>841,318</u>	<u>17,901,586</u>	<u>634,449</u>	<u>21,924,802</u>	<u>18,536,035</u>
Deferred inflows of resources	<u>242,635</u>	<u>-</u>	<u>262,000</u>	<u>-</u>	<u>242,635</u>	<u>262,000</u>
Net Position						
Net investment in capital assets	32,755,123	12,887,646	32,130,816	12,601,278	45,642,769	44,732,094
Restricted	557,156	-	856,169	-	557,156	856,169
Unrestricted	<u>5,117,448</u>	<u>2,137,787</u>	<u>3,975,199</u>	<u>2,322,619</u>	<u>7,255,235</u>	<u>6,297,818</u>
Total net position	<u>\$ 38,429,727</u>	<u>\$ 15,025,433</u>	<u>\$ 36,962,184</u>	<u>\$ 14,923,897</u>	<u>\$ 53,455,160</u>	<u>\$ 51,886,081</u>

Over time, net position can serve as a useful indicator of a government's financial position. At December 31, 2013, net position was \$38,429,727 and \$15,025,433 for the governmental activities and the business-type activities, respectively. For the governmental activities, most of the increase in current and other assets is due to higher cash balances at year-end. Capital assets also increased due to infrastructure additions and also payments on an on-going construction project for the Groveport town center. The increase in other liabilities is primarily due to the issuance of short-term bond anticipation notes of \$1.5 million during 2013 and additional liabilities reported for economic development incentives and the City's revenue sharing agreement (see Note 17.B and Note 19.B in the notes to the basic financial statements for more detail).

Capital assets reported on the government-wide statements represent the largest portion of the City's assets. At year-end, capital assets represented 85.13% and 84.15% of total assets for the governmental activities and business-type activities, respectively. Capital assets include land, construction in progress, easements, land improvements, buildings and improvements, furniture, fixtures and equipment, vehicles, and infrastructure. The net investment in capital assets at December 31, 2013, was \$32,755,123 and \$12,887,646 in the governmental activities and business-type activities, respectively. These capital assets are used to provide services to citizens and are not available for future spending.

A portion of the City's net position, \$557,156, represents resources that are subject to external restriction on how they may be used. In the governmental activities, the remaining balance of unrestricted net position of \$5,117,448 may be used to meet the government's ongoing obligations to citizens and creditors.

CITY OF GROVEPORT, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2013**

The table below provides a summary of the change in net position for the City's governmental activities and business-type activities for 2013 compared to 2012.

	Change in Net Position					
	Governmental Activities		Business-type Activities		Total	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Revenues						
Program revenues:						
Charges for services	\$ 2,553,178	\$ 2,633,499	\$ 1,468,261	\$ 1,255,586	\$ 4,021,439	\$ 3,889,085
Operating grants and contributions	716,146	665,463	-	-	716,146	665,463
Capital grants and contributions	815,139	-	-	-	815,139	-
Total program revenues	<u>4,084,463</u>	<u>3,298,962</u>	<u>1,468,261</u>	<u>1,255,586</u>	<u>5,552,724</u>	<u>4,554,548</u>
General revenues:						
Property taxes	278,937	275,885	-	-	278,937	275,885
Income taxes	12,593,276	9,322,851	-	-	12,593,276	9,322,851
Unrestricted grants and entitlements	128,784	297,392	39,690	-	168,474	297,392
Investment earnings	(1,095)	53,498	-	-	(1,095)	53,498
Payment in lieu of taxes	56,015	47,887	-	-	56,015	47,887
Miscellaneous	254,739	531,232	3,587	200	258,326	531,432
Total general revenues	<u>13,310,656</u>	<u>10,528,745</u>	<u>43,277</u>	<u>200</u>	<u>13,353,933</u>	<u>10,528,945</u>
Total revenues	<u>17,395,119</u>	<u>13,827,707</u>	<u>1,511,538</u>	<u>1,255,786</u>	<u>18,906,657</u>	<u>15,083,493</u>
Expenses:						
General government	5,020,595	5,474,235	-	-	5,020,595	5,474,235
Security of persons and property	2,996,445	1,677,311	-	-	2,996,445	1,677,311
Public health and welfare	56,381	45,015	-	-	56,381	45,015
Transportation	1,966,402	2,881,671	-	-	1,966,402	2,881,671
Community environment	379,489	382,777	-	-	379,489	382,777
Leisure time activity	4,917,793	3,773,213	-	-	4,917,793	3,773,213
Economic development	-	110,175	-	-	-	110,175
Interest and fiscal charges	458,651	323,853	-	-	458,651	323,853
Bond and note issuance costs	111,820	286,931	-	-	111,820	286,931
Water	-	-	594,910	477,484	594,910	477,484
Sewer	-	-	735,735	839,159	735,735	839,159
Storm water	-	-	99,357	19,871	99,357	19,871
Total expenses	<u>15,907,576</u>	<u>14,955,181</u>	<u>1,430,002</u>	<u>1,336,514</u>	<u>17,337,578</u>	<u>16,291,695</u>
Change in net position before transfers	1,487,543	(1,127,474)	81,536	(80,728)	1,569,079	(1,208,202)
Transfers	<u>(20,000)</u>	<u>(372,000)</u>	<u>20,000</u>	<u>372,000</u>	<u>-</u>	<u>-</u>
Change in net position	1,467,543	(1,499,474)	101,536	291,272	1,569,079	(1,208,202)
Net position at beginning of year	<u>36,962,184</u>	<u>38,461,658</u>	<u>14,923,897</u>	<u>14,632,625</u>	<u>51,886,081</u>	<u>53,094,283</u>
Net position at end of year	<u>\$ 38,429,727</u>	<u>\$ 36,962,184</u>	<u>\$ 15,025,433</u>	<u>\$ 14,923,897</u>	<u>\$ 53,455,160</u>	<u>\$ 51,886,081</u>

CITY OF GROVEPORT, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2013**

Governmental Activities

Net position for the governmental activities increased \$1,467,543 in 2013, as the increase in revenues exceeded the increase in expenses.

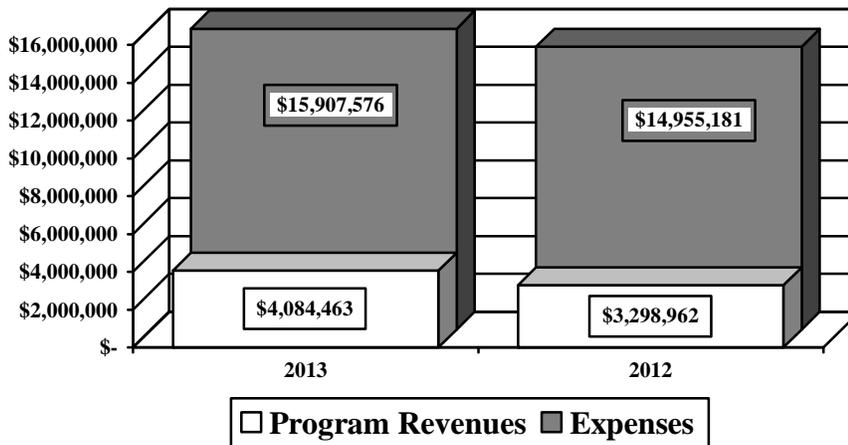
The State and federal government contributed to the City a total of \$716,146 in operating grants and contributions and \$815,139 in capital grants and contributions. These revenues are restricted to a particular program or purpose. \$1,463,346 of these grants and contributions subsidized transportation programs. The capital grants and contributions in 2013 represent OPWC grant revenue for a road reconstruction project.

General revenues totaled \$13,310,656 and amounted to 76.52% of total governmental revenues. These revenues primarily consist of property and income tax revenue of \$12,872,213. Income taxes revenue increased 35.08% which is due primarily to increased employment within the City as an estimated 600 new jobs were created in 2013. Other general revenues consist of unrestricted grants and entitlements, investment earnings, payments in lieu of taxes and various miscellaneous revenue sources. The negative interest earnings reported in 2013 is a result of a sizeable downward fair market value adjustment for the City's investments.

Overall, expenses increased by 6.37% compared to 2012. The City reclassified certain expenses in 2013, which were previously reported as general government expense, in order to more accurately reflect the cost of various City programs. A sizeable portion of this was reclassified as security of persons and property expense, which reflects the cost of running the City's police force. Despite the reclassifications, general government expenses did not show a marked decrease which is a result of additional liabilities recorded in 2013 for economic development incentives and the City's revenue sharing agreement. Leisure time activities expense increased considerably due to increased employment and activities provided at the recreation center. The decrease in transportation expense is primarily due to lower costs in 2013 for road maintenance and repair.

The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. As can be seen in the chart below, the City is highly dependent upon its general revenues to support its governmental activities.

Governmental Activities - Program Revenues vs. Total Expenses



The following table shows, for governmental activities, the total cost of services and the net cost of services for 2013 and 2012. That is, it identifies the cost of these services supported by general revenues (such as taxes revenue and unrestricted grants and entitlements).

CITY OF GROVEPORT, OHIO

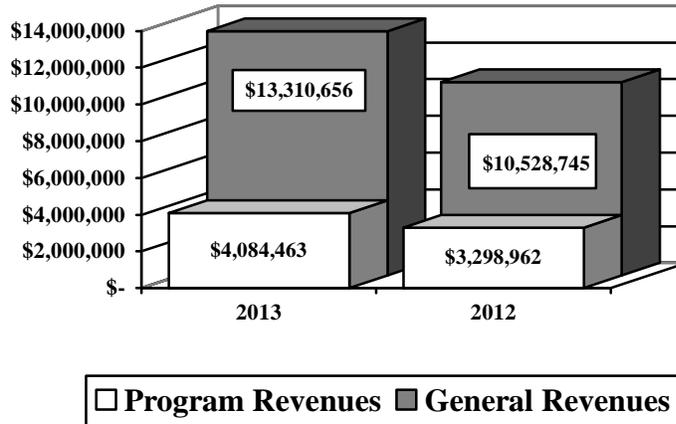
**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2013**

Governmental Activities

	2013		2012	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
Program Expenses:				
General government	\$ 5,020,595	\$ 4,879,320	\$ 5,474,235	\$ 5,319,663
Security of persons and property	2,996,445	2,972,104	1,677,311	1,673,229
Public health and welfare	56,381	35,971	45,015	35,677
Transportation	1,966,402	503,056	2,881,671	2,226,578
Community environment	379,489	(5,731)	382,777	162,384
Leisure time activity	4,917,793	2,867,922	3,773,213	1,517,729
Economic development	-	-	110,175	110,175
Interest and fiscal charges	458,651	458,651	323,853	323,853
Bond and note issuance costs	111,820	111,820	286,931	286,931
Total	\$ 15,907,576	\$ 11,823,113	\$ 14,955,181	\$ 11,656,219

The dependence upon general revenues for governmental activities is apparent, with 74.32% of expenses supported through taxes and other general revenues. The chart below illustrates the City's program revenues versus general revenues for 2013 and 2012.

Governmental Activities – General and Program Revenues



Business-type Activities

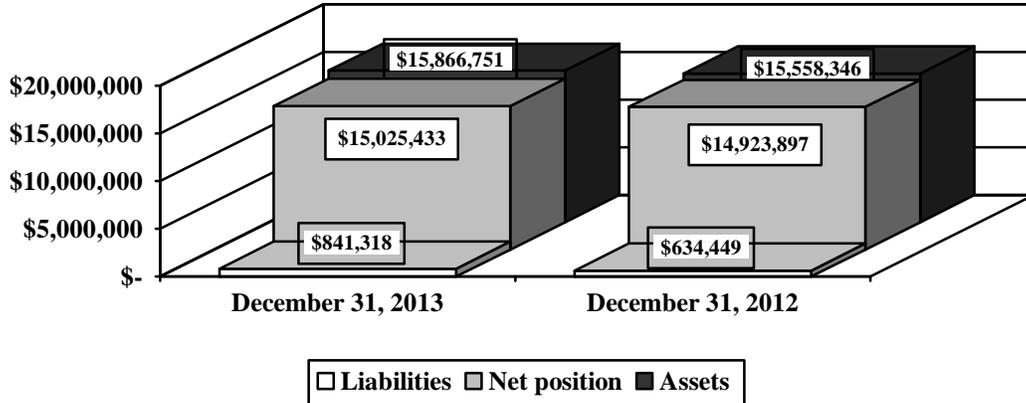
Business-type activities include the water, sewer and storm water enterprise funds. These programs had revenues, primarily charges for services, of \$1,511,538 and expenses of \$1,430,002 for 2013. All three funds had slight increases in revenue, while most of the increase in expenses was due to increased costs associated with implementing the storm water operations. Net position increased by \$101,536 or 0.68%.

CITY OF GROVEPORT, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2013**

The graph below shows the business-type activities assets, liabilities and net position at December 31, 2013 and 2012.

Net Position in Business - Type Activities



Financial Analysis of the Government's Funds

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

Governmental Funds

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

The City's governmental funds (as presented on the balance sheet on pages 22-23) reported a combined fund balance of \$3,782,351 which is \$636,870 lower than last year's total of \$4,419,221. The schedule that follows indicates the fund balances and the total change in fund balances as of December 31, 2013 for all major and non-major governmental funds.

	<u>Fund Balances 12/31/2013</u>	<u>Fund Balances 12/31/2012</u>	<u>Increase (Decrease)</u>
Major funds:			
General	\$ 2,130,527	\$ 3,153,774	\$ (1,023,247)
Street maintenance and repair	112,661	106,596	6,065
Debt service	1,193,542	397,882	795,660
Capital improvement	86,036	200,565	(114,529)
Nonmajor governmental funds	<u>259,585</u>	<u>560,404</u>	<u>(300,819)</u>
Total	<u>\$ 3,782,351</u>	<u>\$ 4,419,221</u>	<u>\$ (636,870)</u>

CITY OF GROVEPORT, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2013

General Fund

The City's general fund balance decreased \$1,023,247. The table that follows assists in illustrating the revenues of the general fund.

	<u>2013</u> <u>Amount</u>	<u>2012</u> <u>Amount</u>	<u>Percentage</u> <u>Change</u>
<u>Revenues</u>			
Income taxes	\$ 9,979,476	\$ 7,459,565	33.78 %
Property taxes	266,507	244,174	9.15 %
Charges for services	2,068,216	2,285,571	(9.51) %
Fines, licenses and permits	391,831	247,918	58.05 %
Intergovernmental	164,571	307,269	(46.44) %
Special assessments	9,854	35,522	(72.26) %
Investment income	(818)	55,696	(101.47) %
Other	<u>223,032</u>	<u>483,339</u>	(53.86) %
Total	<u>\$ 13,102,669</u>	<u>\$ 11,119,054</u>	17.84 %

Income taxes revenue is by far the general fund's largest revenue source, representing 76.16% of total general fund revenues in 2013. The significant increase is a result of increased employment within the City. The other main source of revenue for the general fund is charges for services. The decrease in charges for services revenue is mostly due to decreases in golf fees and membership fees for the recreation center. Investment income for the City is reported net; the negative amount in 2013 is a result of a decrease in the fair value of investments, which is reported as a reduction to investment income.

The table that follows assists in illustrating the expenditures of the general fund.

	<u>2013</u> <u>Amount</u>	<u>2012</u> <u>Amount</u>	<u>Percentage</u> <u>Change</u>
<u>Expenditures</u>			
General government	\$ 4,657,647	\$ 5,253,225	(11.34) %
Security of persons and property	2,861,720	1,689,174	69.42 %
Public health and welfare	32,111	40,199	(20.12) %
Community environment	444,468	311,174	42.84 %
Leisure time activity	5,091,274	3,355,707	51.72 %
Economic development	7,960	108,288	(92.65) %
Capital outlay	113,099	39,841	183.88 %
Debt service	<u>663,458</u>	<u>32,677</u>	1,930.35 %
Total	<u>\$ 13,871,737</u>	<u>\$ 10,830,285</u>	28.08 %

The increase in expenditures is primarily a result of the following items: 1) additional liabilities recorded related to economic development incentives and the City's revenue sharing agreement; 2) higher wages and benefits costs, due in part to an increase in full-time equivalent employees for the City; and 3) a sizeable increase in debt service expenditures. Debt service expenditures in 2013 consisted of principal and interest payments on a \$500,000 bond anticipation note and various capital leases. The decrease in general government expenditures, and increase in security of persons and property and leisure time activity expenditures, is partially due to the reclassification of certain expenditures, as explained on page 10.

CITY OF GROVEPORT, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2013

Street Maintenance and Repair Fund

The street maintenance and repair fund, a major governmental fund, had revenues and other financing sources of \$2,335,648 and expenditures of \$2,329,583 in 2013. The fund balance for the street maintenance and repair fund increased \$6,065 from \$106,596 to \$112,661. This fund accounts for auto license and gas tax revenues used for maintenance and repair of roads throughout the City.

Debt Service Fund

The debt service fund is a major governmental fund and is used to accumulate resources (primarily income taxes revenue) for principal and interest payments on the City's outstanding debt. Activity in 2013 for the debt service fund consisted of revenues and other financing sources of \$2,609,750 and expenditures of \$1,814,090. The ending fund balance for the debt service fund was \$1,193,542 which represents an increase of \$795,660 from the beginning balance of \$397,882.

Capital Improvement Fund

The capital improvement fund, a major governmental fund, is used to purchase and construct capital improvements throughout the City. The capital improvement fund had other financing sources of \$1,990,000 and expenditures of \$2,104,529 in 2013. Fund balance for the capital improvement fund decreased \$114,529 from \$200,565 to \$86,036.

Proprietary Funds

The City's enterprise funds provide the same type of information found in the government-wide financial statements for business-type activities, except in more detail. The City reports two major enterprise funds; the water fund and the sewer fund.

Both operating revenues and expenses increased for the water fund, in approximately proportionate measures, and the fund reported an operating loss of \$138,371 in 2013. The sewer fund reported an operating loss of \$118,381, despite an increase in revenues and decrease in expenses. Most of the decrease in expenses came from contract services expense which accounts for surcharges paid to the City of Columbus for City customers on the Columbus sewer system.

Budgeting Highlights

The City's budgeting process is prescribed by the Ohio Revised Code (ORC). Essentially the budget is the City's appropriations which are restricted by the amounts of anticipated revenues certified by the Budget Commission in accordance with the ORC. Therefore, the City's plans or desires cannot be totally reflected in the original budget. If budgeted revenues are adjusted due to actual activity then the appropriations can be adjusted accordingly. Budgetary information is presented for the general fund and the street maintenance and repair major special revenue fund.

In the general fund, original budgeted revenues and other financing sources of \$13,056,057 were increased to \$13,118,192 in the final budget. Income taxes revenue was increased \$607,742 to adjust for higher than anticipated collections during the year. Significant reductions from the original to final budget include \$545,607 for a bond issuance that was not pursued. Actual revenues and other financing sources came in \$967,751 higher than the final budgeted amount, including income taxes that were \$1,072,323 higher than the final budget due to a significant payment received in the fourth quarter of the year from a company on a filing extension.

CITY OF GROVEPORT, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2013**

Original budget expenditures and other financing uses in the general fund of \$14,540,208 were increased to \$14,602,343 in the final budget. Actual budget basis expenditures and other financing uses totaled \$13,211,803, or \$1,390,540 less than the final budget. This large variance is a result of the City's policy to appropriate all available resources (budgeted revenues and other financing sources plus unencumbered fund balance).

Capital Assets and Debt Administration

Capital Assets

The following table shows 2013 balances compared to 2012. Additional detail can be found in Note 9 in the notes to the basic financial statements.

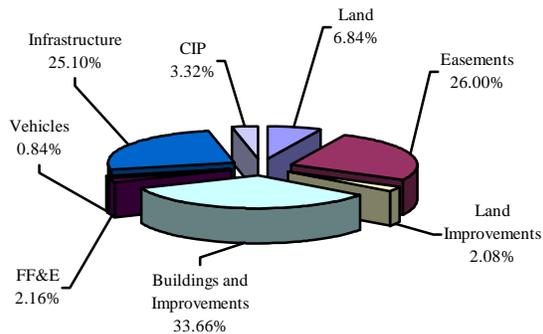
**Capital Assets at December 31
(Net of Depreciation)**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Land	\$ 3,456,242	\$ 3,404,796	\$ 11,567	\$ 11,567	\$ 3,467,809	\$ 3,416,363
Easements	13,140,000	13,140,000	-	-	13,140,000	13,140,000
Construction in progress	1,678,861	-	178,433	-	1,857,294	-
Land improvements	1,053,317	740,695	-	-	1,053,317	740,695
Buildings and improvements	17,007,989	17,337,611	34,717	36,813	17,042,706	17,374,424
FF&E	1,092,555	596,266	554,328	44,419	1,646,883	640,685
Vehicles	423,868	376,275	18,655	-	442,523	376,275
Infrastructure	<u>12,682,264</u>	<u>12,955,464</u>	<u>12,554,688</u>	<u>12,958,479</u>	<u>25,236,952</u>	<u>25,913,943</u>
Totals	<u>\$ 50,535,096</u>	<u>\$ 48,551,107</u>	<u>\$ 13,352,388</u>	<u>\$ 13,051,278</u>	<u>\$ 63,887,484</u>	<u>\$ 61,602,385</u>

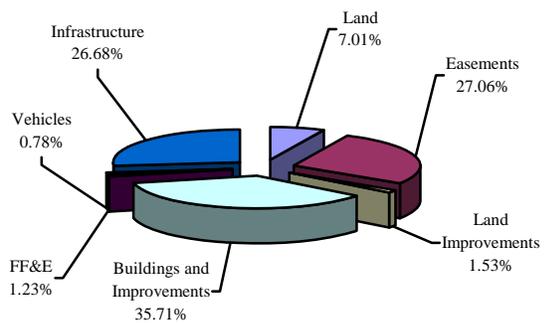
The overall increase in capital assets was \$2,285,099; new asset additions in the amount of \$5,547,339 exceeded depreciation expense of \$3,230,758 and disposals (net of accumulated depreciation) of \$31,482. Most of the asset additions in 2013 were for construction in progress and streets infrastructure in the governmental activities.

The following graphs show the breakdown of governmental capital assets by category for 2013 and 2012.

Capital Assets - Governmental Activities 2013



Capital Assets - Governmental Activities 2012



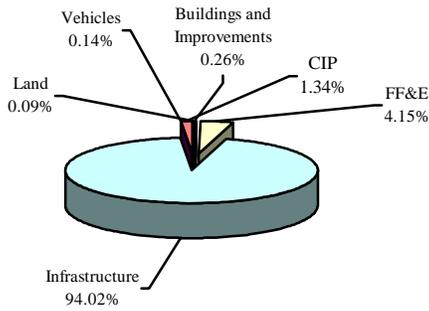
CITY OF GROVEPORT, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2013**

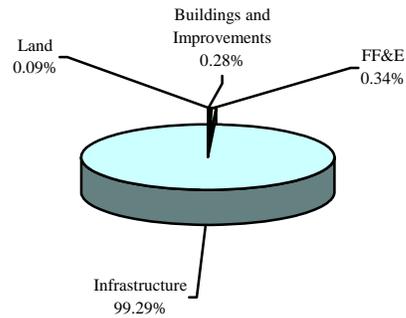
The City's largest governmental capital asset category is buildings and improvements. The net book value of the City's buildings and improvements (cost less accumulated depreciation) represents approximately 33.66% of the City's total governmental capital assets.

The following graphs show the breakdown of business-type capital assets by category for 2013 and 2012.

Capital Assets - Business - Type Activities 2013



Capital Assets - Business - Type Activities 2012



The City's largest business-type capital asset category is infrastructure. The net book value of the City's infrastructure (cost less accumulated depreciation) represents approximately 94.02% of the City's total business-type capital assets.

Debt Administration

The City had the following long-term obligations outstanding at December 31, 2013 and 2012:

	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Revenue bonds	\$ 8,935,000	\$ 9,810,000	\$ -	\$ -
General obligation bonds	5,770,000	3,950,000	-	-
Bond anticipation notes	-	1,450,000	-	450,000
OPWC loans	499,228	593,520	-	-
Capital lease obligations	755,146	356,463	14,742	-
Compensated absences	615,748	511,041	51,065	38,481
Total long-term obligations	<u>\$16,575,122</u>	<u>\$16,671,024</u>	<u>\$ 65,807</u>	<u>\$ 488,481</u>

See Note 12 in the notes to the basic financial statements for detail on the City's long-term obligations.

CITY OF GROVEPORT, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2013

Economic Conditions and Outlook

The City of Groveport's main source of revenue is the 2.0% City income tax. Income taxes revenue increased approximately 35% in 2013. On the modified accrual basis of accounting, income tax revenue accounted for 76% of all general fund revenue. The City is expecting to maintain the increased income taxes revenue due to the recovering economy and increased employment within the City. In addition, the City's recreation programs, especially at the golf course and recreation center, continue to provide supplementary revenue.

The City's industrial and commercial area has grown to 15 million square feet over the last few years and speculative development of warehouse space, once a mainstay of development activities in the City, has begun again with an improving economy. Economic development in the city continued to gain momentum in 2013. Most companies posted strong employment numbers and many companies expanded operations. An estimated 600 new jobs were created in the City in 2013, both from new companies moving into the area and existing companies expanding their operations.

By the end of 2013, more than 7,100 people were employed in the City. The City's commercial and industrial area currently houses Toys"R"Us, Gap, Yokohama Tire, Cardinal Health, Build A Bear, Kubota, McGraw Hill and Kraft Foods. The bulk of the City's tenants are retail or auto industry based.

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Mr. Jeff Green, Finance Director, City of Groveport, 655 Blacklick Street, Groveport, Ohio 43215.

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CITY OF GROVEPORT, OHIO

STATEMENT OF NET POSITION
DECEMBER 31, 2013

	<u>Primary Government</u>			<u>Component Unit</u>
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	<u>Groveport CIC</u>
Assets:				
Equity in pooled cash and investments	\$ 6,653,816	\$ 2,068,069	\$ 8,721,885	\$ 2,218
Receivables:				
Income taxes	1,222,783	-	1,222,783	-
Property taxes	325,147	-	325,147	-
Accounts	-	446,294	446,294	-
Accrued interest	8,084	-	8,084	-
Special assessments	8,390	-	8,390	-
Intergovernmental	473,400	-	473,400	-
Prepayments	64,278	-	64,278	-
Assets held for resale	74,133	-	74,133	-
Capital assets:				
Nondepreciable capital assets	18,275,103	190,000	18,465,103	-
Depreciable capital assets, net	32,259,993	13,162,388	45,422,381	-
Total capital assets, net	50,535,096	13,352,388	63,887,484	-
Total assets	59,365,127	15,866,751	75,231,878	2,218
Deferred outflows of resources:				
Unamortized deferred charges on debt refunding	390,719	-	390,719	-
Total deferred outflows of resources	390,719	-	390,719	-
Liabilities:				
Accounts payable	414,126	10,291	424,417	-
Contracts payable	109,322	-	109,322	-
Retainage payable	4,207	-	4,207	-
Accrued wages and benefits payable	164,853	4,135	168,988	-
Due to other governments	1,547,175	113,183	1,660,358	-
Accrued interest payable	57,361	3,400	60,761	-
Notes payable	1,500,000	450,000	1,950,000	-
Unearned revenue	-	194,502	194,502	-
Long-term liabilities:				
Due within one year	1,817,412	16,447	1,833,859	-
Due in more than one year	15,469,028	49,360	15,518,388	-
Total liabilities	21,083,484	841,318	21,924,802	-
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	242,635	-	242,635	-
Total deferred inflows of resources	242,635	-	242,635	-
Net position:				
Net investment in capital assets	32,755,123	12,887,646	45,642,769	-
Restricted for:				
Street maintenance and repair	353,038	-	353,038	-
State highway program	68,443	-	68,443	-
Parks and recreation	290	-	290	-
Public safety programs	10,877	-	10,877	-
Cemetery care	107,089	-	107,089	-
Other purposes	17,419	-	17,419	-
Unrestricted	5,117,448	2,137,787	7,255,235	2,218
Total net position	\$ 38,429,727	\$ 15,025,433	\$ 53,455,160	\$ 2,218

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GROVEPORT, OHIO

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2013

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 5,020,595	\$ 141,275	\$ -	\$ -
Security of persons and property	2,996,445	3,605	20,736	-
Public health and welfare	56,381	20,410	-	-
Transportation	1,966,402	-	648,207	815,139
Community environment	379,489	348,474	36,746	-
Leisure time activity	4,917,793	2,039,414	10,457	-
Interest and fiscal charges	458,651	-	-	-
Bond and note issuance costs	111,820	-	-	-
Total governmental activities	<u>15,907,576</u>	<u>2,553,178</u>	<u>716,146</u>	<u>815,139</u>
Business-type activities:				
Water	594,910	445,795	-	-
Sewer	735,735	617,354	-	-
Storm water	99,357	405,112	-	-
Total business-type activities	<u>1,430,002</u>	<u>1,468,261</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 17,337,578</u>	<u>\$ 4,021,439</u>	<u>\$ 716,146</u>	<u>\$ 815,139</u>
Component unit:				
Groveport CIC	<u>\$ 12,569</u>	<u>\$ 7,175</u>	<u>\$ 5,977</u>	<u>\$ -</u>

General revenues:

- Property taxes levied for:
 - General purposes
- Income taxes levied for:
 - General purposes
 - Debt service
- Grants and entitlements not restricted to specific programs
- Investment earnings
- Payment in lieu of taxes
- Miscellaneous

Total general revenues

Transfers

Total general revenues and transfers

Change in net position

Net position at beginning of year

Net position at end of year

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Net (Expense) Revenue and Changes in Net Position

Primary Government			Component Unit
Governmental Activities	Business-type Activities	Total	Groveport CIC
\$ (4,879,320)	\$ -	\$ (4,879,320)	\$ -
(2,972,104)	-	(2,972,104)	-
(35,971)	-	(35,971)	-
(503,056)	-	(503,056)	-
5,731	-	5,731	-
(2,867,922)	-	(2,867,922)	-
(458,651)	-	(458,651)	-
(111,820)	-	(111,820)	-
<u>(11,823,113)</u>	<u>-</u>	<u>(11,823,113)</u>	<u>-</u>
-	(149,115)	(149,115)	-
-	(118,381)	(118,381)	-
-	<u>305,755</u>	<u>305,755</u>	-
-	<u>38,259</u>	<u>38,259</u>	-
<u>(11,823,113)</u>	<u>38,259</u>	<u>(11,784,854)</u>	-
-	-	-	583
278,937	-	278,937	-
10,061,808	-	10,061,808	-
2,531,468	-	2,531,468	-
128,784	39,690	168,474	-
(1,095)	-	(1,095)	-
56,015	-	56,015	-
<u>254,739</u>	<u>3,587</u>	<u>258,326</u>	<u>275</u>
<u>13,310,656</u>	<u>43,277</u>	<u>13,353,933</u>	<u>275</u>
<u>(20,000)</u>	<u>20,000</u>	<u>-</u>	<u>-</u>
<u>13,290,656</u>	<u>63,277</u>	<u>13,353,933</u>	<u>275</u>
1,467,543	101,536	1,569,079	858
<u>36,962,184</u>	<u>14,923,897</u>	<u>51,886,081</u>	<u>1,360</u>
<u>\$ 38,429,727</u>	<u>\$ 15,025,433</u>	<u>\$ 53,455,160</u>	<u>\$ 2,218</u>

CITY OF GROVEPORT, OHIO

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2013

	<u>General</u>	<u>Street Maintenance and Repair</u>	<u>Debt Service</u>	<u>Capital Improvement</u>
Assets:				
Equity in pooled cash and investments.	\$ 4,067,727	\$ 82,296	\$ 1,121,458	\$ 1,128,855
Receivables:				
Income taxes.	978,227	-	244,556	-
Property taxes	325,147	-	-	-
Accrued interest	8,084	-	-	-
Special assessments	8,390	-	-	-
Intergovernmental	45,875	396,142	-	-
Prepayments	64,278	-	-	-
Assets held for resale	-	-	-	74,133
Total assets	<u>\$ 5,497,728</u>	<u>\$ 478,438</u>	<u>\$ 1,366,014</u>	<u>\$ 1,202,988</u>
Liabilities:				
Accounts payable.	\$ 356,974	\$ 3,253	\$ 53,000	\$ 577
Contracts payable.	-	-	-	109,322
Retainage payable	-	-	-	4,207
Accrued wages and benefits payable	147,047	17,806	-	-
Due to other governments	1,519,333	27,842	-	-
Accrued interest payable	3,549	-	-	2,846
Notes payable	500,000	-	-	1,000,000
Total liabilities	<u>2,526,903</u>	<u>48,901</u>	<u>53,000</u>	<u>1,116,952</u>
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	242,635	-	-	-
Delinquent property tax revenue not available	82,512	-	-	-
Accrued interest not available	3,863	-	-	-
Special assessments revenue not available.	8,390	-	-	-
Income tax revenue not available	477,892	-	119,472	-
Intergovernmental revenue not available	25,006	316,876	-	-
Total deferred inflows of resources	<u>840,298</u>	<u>316,876</u>	<u>119,472</u>	<u>-</u>
Fund balances:				
Nonspendable	64,278	-	-	-
Restricted.	-	112,661	-	-
Committed	-	-	1,193,542	-
Assigned	566,249	-	-	86,036
Unassigned.	1,500,000	-	-	-
Total fund balances	<u>2,130,527</u>	<u>112,661</u>	<u>1,193,542</u>	<u>86,036</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 5,497,728</u>	<u>\$ 478,438</u>	<u>\$ 1,366,014</u>	<u>\$ 1,202,988</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Nonmajor Governmental Funds	Total Governmental Funds
\$ 253,480	\$ 6,653,816
-	1,222,783
-	325,147
-	8,084
-	8,390
31,383	473,400
-	64,278
-	74,133
<u>\$ 284,863</u>	<u>\$ 8,830,031</u>
\$ 322	\$ 414,126
-	109,322
-	4,207
-	164,853
-	1,547,175
-	6,395
-	1,500,000
<u>322</u>	<u>3,746,078</u>
-	242,635
-	82,512
-	3,863
-	8,390
-	597,364
24,956	366,838
<u>24,956</u>	<u>1,301,602</u>
-	64,278
179,162	291,823
80,423	1,273,965
-	652,285
-	1,500,000
<u>259,585</u>	<u>3,782,351</u>
<u>\$ 284,863</u>	<u>\$ 8,830,031</u>

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CITY OF GROVEPORT, OHIO

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2013

Total governmental fund balances		\$	3,782,351
<i>Amounts reported for governmental activities on the statement of net position are different because:</i>			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.			50,535,096
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows in the funds.			
Income taxes receivable	\$	597,364	
Delinquent property taxes receivable		82,512	
Intergovernmental receivable		366,838	
Special assessments receivable		8,390	
Accrued interest receivable		3,863	
Total		1,058,967	1,058,967
On the statement of net position interest is accrued on outstanding capital leases, bonds and loans payable, whereas in governmental funds, interest is accrued when due.			(50,966)
Unamortized deferred charges on refundings are not recognized in governmental funds.			390,719
Unamortized premiums on bond issuances are not recognized in governmental funds.			(711,318)
Long-term liabilities are not due and payable in the current period and therefore are not reported in governmental funds. The long-term liabilities are as follows:			
Tax revenue bonds payable		(8,935,000)	
General obligation bonds payable		(5,770,000)	
OPWC loans payable		(499,228)	
Capital leases payable		(755,146)	
Compensated absences payable		(615,748)	
Total		(16,575,122)	(16,575,122)
Net position of governmental activities		\$	38,429,727

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GROVEPORT, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013

	General	Street Maintenance and Repair	Debt Service	Capital Improvement
Revenues:				
Income taxes	\$ 9,979,476	\$ -	\$ 2,510,837	\$ -
Property taxes.	266,507	-	-	-
Payment in lieu of taxes.	-	-	-	-
Charges for services.	2,068,216	-	-	-
Fines, licenses and permits	391,831	-	-	-
Intergovernmental.	164,571	1,414,289	-	-
Special assessments	9,854	-	-	-
Investment income.	(818)	1,279	-	-
Other	223,032	31,707	-	-
Total revenues	<u>13,102,669</u>	<u>1,447,275</u>	<u>2,510,837</u>	<u>-</u>
Expenditures:				
Current:				
General government	4,657,647	-	90,982	-
Security of persons and property	2,861,720	-	-	-
Public health and welfare.	32,111	-	-	-
Transportation	-	2,314,580	-	-
Community environment	444,468	-	-	-
Leisure time activity	5,091,274	-	-	-
Economic development.	7,960	-	-	-
Capital outlay	113,099	-	-	1,039,019
Debt service:				
Principal retirement.	645,384	14,753	1,156,964	1,041,663
Interest and fiscal charges	18,074	250	454,324	23,847
Bond and note issuance costs.	-	-	111,820	-
Total expenditures	<u>13,871,737</u>	<u>2,329,583</u>	<u>1,814,090</u>	<u>2,104,529</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(769,068)</u>	<u>(882,308)</u>	<u>696,747</u>	<u>(2,104,529)</u>
Other financing sources (uses):				
Bond issuance.	-	-	-	1,990,000
Sale of capital assets.	17,000	-	-	-
Capital lease transaction.	558,108	70,413	-	-
Transfers in	-	800,287	-	-
Transfers (out).	(829,287)	-	-	-
Premium on bond and note issuance.	-	-	98,913	-
Loan issuance	-	17,673	-	-
Total other financing sources (uses)	<u>(254,179)</u>	<u>888,373</u>	<u>98,913</u>	<u>1,990,000</u>
Net change in fund balances	(1,023,247)	6,065	795,660	(114,529)
Fund balances at beginning of year	<u>3,153,774</u>	<u>106,596</u>	<u>397,882</u>	<u>200,565</u>
Fund balances at end of year	<u><u>\$ 2,130,527</u></u>	<u><u>\$ 112,661</u></u>	<u><u>\$ 1,193,542</u></u>	<u><u>\$ 86,036</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ 12,490,313
-	266,507
56,015	56,015
68,635	2,136,851
10,905	402,736
114,759	1,693,619
-	9,854
113	574
-	254,739
250,427	17,311,208

62,035	4,810,664
1,338	2,863,058
24,270	56,381
344,553	2,659,133
-	444,468
107,386	5,198,660
-	7,960
40,945	1,193,063
23,388	2,882,152
1,680	498,175
-	111,820
605,595	20,725,534

(355,168)	(3,414,326)
-----------	-------------

-	1,990,000
-	17,000
45,349	673,870
9,000	809,287
-	(829,287)
-	98,913
-	17,673
54,349	2,777,456

(300,819)	(636,870)
-----------	-----------

560,404	4,419,221
\$ 259,585	\$ 3,782,351

CITY OF GROVEPORT, OHIO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2013

Net change in fund balances - total governmental funds	\$	(636,870)
 <i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.		
Capital asset additions	\$ 4,826,187	
Current year depreciation	<u>(2,810,716)</u>	
Total		2,015,471
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net position.		
		(31,482)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds.		
Income taxes	102,963	
Delinquent property taxes	12,430	
Intergovernmental revenues	(34,942)	
Special assessments	3,737	
Investment income	<u>(277)</u>	
Total		83,911
Proceeds from the issuance of bonds, notes, loans and capital leases are reported as an other financing source in the governmental funds; however, in the statement of activities, they are not reported as revenues as they increase liabilities on the statement of net position.		
		(2,681,543)
Repayment of bond, note and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net position.		
		2,882,152
Premiums on bond and note issuances are recognized as other financing sources in the governmental funds; however, they are amortized over the life of the issuance in the statement of activities.		
		(98,913)
In the statement of activities, interest is accrued on outstanding capital leases, bonds and notes, whereas in governmental funds, an interest expenditure is reported when due. The following items resulted in less interest expense reported in the statement of activities.		
Decrease in accrued interest payable	902	
Amortization of bond and note premiums	82,441	
Amortization of deferred charges on refunding	<u>(43,819)</u>	
Total		39,524
Some compensated absences expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
		<u>(104,707)</u>
Change in net position of governmental activities	\$	<u><u>1,467,543</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GROVEPORT, 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, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Income taxes	\$ 8,275,105	\$ 8,882,847	\$ 9,955,170	\$ 1,072,323
Property and other taxes.	262,601	262,601	266,508	3,907
Charges for services.	2,331,950	2,331,950	2,068,217	(263,733)
Fines, licenses and permits	202,600	202,600	372,004	169,404
Intergovernmental.	171,792	171,792	194,530	22,738
Special assessments	10,000	10,000	9,854	(146)
Investment income.	52,500	52,500	34,619	(17,881)
Other	196,533	249,143	223,032	(26,111)
Total revenues	<u>11,503,081</u>	<u>12,163,433</u>	<u>13,123,934</u>	<u>960,501</u>
Expenditures:				
Current:				
General government	4,137,950	3,641,101	3,431,474	209,627
Security of persons and property	3,132,537	3,130,283	2,776,716	353,567
Public health and welfare.	42,000	42,000	32,111	9,889
Community environment	479,104	479,104	423,603	55,501
Leisure time activity	6,119,328	5,670,679	5,053,237	617,442
Economic development.	12,500	12,500	12,007	493
Debt service:				
Principal retirement.	26,202	783,010	638,989	144,021
Interest and fiscal charges	300	14,379	14,379	-
Total expenditures	<u>13,949,921</u>	<u>13,773,056</u>	<u>12,382,516</u>	<u>1,390,540</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,446,840)</u>	<u>(1,609,623)</u>	<u>741,418</u>	<u>2,351,041</u>
Other financing sources (uses):				
Bond issuance.	545,607	-	-	-
Note issuance	500,000	500,000	500,000	-
Sale of capital assets.	1,000	1,000	17,000	16,000
Capital lease transaction.	453,759	453,759	445,009	(8,750)
Transfers in	52,610	-	-	-
Transfers (out).	(590,287)	(829,287)	(829,287)	-
Total other financing sources (uses)	<u>962,689</u>	<u>125,472</u>	<u>132,722</u>	<u>7,250</u>
Net change in fund balance	(1,484,151)	(1,484,151)	874,140	2,358,291
Fund balance at beginning of year	<u>1,484,151</u>	<u>1,484,151</u>	<u>1,484,151</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,358,291</u>	<u>\$ 2,358,291</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GROVEPORT, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 STREET MAINTENANCE AND REPAIR FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental.	\$ 1,800,568	\$ 1,550,089	\$ 1,394,453	\$ (155,636)
Investment income.	500	500	1,279	779
Other	25,279	25,579	31,707	6,128
Total revenues	<u>1,826,347</u>	<u>1,576,168</u>	<u>1,427,439</u>	<u>(148,729)</u>
Expenditures:				
Current:				
Transportation	2,494,289	2,824,789	2,342,820	481,969
Debt service:				
Principal retirement.	-	14,753	14,753	-
Interest and fiscal charges	-	497	250	247
Total expenditures	<u>2,494,289</u>	<u>2,840,039</u>	<u>2,357,823</u>	<u>482,216</u>
Excess of expenditures over revenues	<u>(667,942)</u>	<u>(1,263,871)</u>	<u>(930,384)</u>	<u>333,487</u>
Other financing sources:				
Loan issuance	-	315,429	17,673	(297,756)
Capital lease transaction.	-	70,500	70,413	(87)
Transfers in	590,287	800,287	800,287	-
Total other financing sources.	<u>590,287</u>	<u>1,186,216</u>	<u>888,373</u>	<u>(297,843)</u>
Net change in fund balances	(77,655)	(77,655)	(42,011)	35,644
Fund balances at beginning of year	<u>77,655</u>	<u>77,655</u>	<u>77,655</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,644</u>	<u>\$ 35,644</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GROVEPORT, OHIO

STATEMENT OF NET POSITION
 PROPRIETARY FUNDS
 DECEMBER 31, 2013

	Business-type Activities - Enterprise Funds			
	Water	Sewer	Nonmajor Fund	Total
Assets:				
Current assets:				
Equity in pooled cash and investments.	\$ 390,319	\$ 1,241,805	\$ 435,945	\$ 2,068,069
Receivables:				
Accounts.	57,268	117,483	271,543	446,294
Total current assets	447,587	1,359,288	707,488	2,514,363
Noncurrent assets:				
Capital assets:				
Nondepreciable capital assets.	190,000	-	-	190,000
Depreciable capital assets, net.	5,958,238	7,204,150	-	13,162,388
Total capital assets, net.	6,148,238	7,204,150	-	13,352,388
Total assets	6,595,825	8,563,438	707,488	15,866,751
Liabilities:				
Current liabilities:				
Accounts payable.	5,874	3,994	423	10,291
Accrued wages and benefits payable	4,135	-	-	4,135
Due to other governments	5,323	107,860	-	113,183
Accrued interest payable	3,400	-	-	3,400
Compensated absences payable - current.	11,652	-	-	11,652
Unearned revenue.	150,767	408	43,327	194,502
Notes payable	450,000	-	-	450,000
Capital lease obligations payable	4,795	-	-	4,795
Total current liabilities	635,946	112,262	43,750	791,958
Long-term liabilities:				
Compensated absences payable	39,413	-	-	39,413
Capital lease obligations payable	9,947	-	-	9,947
Total long-term liabilities	49,360	-	-	49,360
Total liabilities	685,306	112,262	43,750	841,318
Net position:				
Net investment in capital assets.	5,683,496	7,204,150	-	12,887,646
Unrestricted	227,023	1,247,026	663,738	2,137,787
Total net position.	\$ 5,910,519	\$ 8,451,176	\$ 663,738	\$ 15,025,433

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GROVEPORT, OHIO

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013

	Business-type Activities - Enterprise Funds			
	Water	Sewer	Nonmajor Fund	Total
Operating revenues:				
Charges for services	\$ 445,795	\$ 617,354	\$ 405,112	\$ 1,468,261
Other operating revenues	3,587	-	-	3,587
Total operating revenues.	<u>449,382</u>	<u>617,354</u>	<u>405,112</u>	<u>1,471,848</u>
Operating expenses:				
Personal services	278,019	13,209	42,047	333,275
Contract services.	49,276	484,733	51,495	585,504
Materials and supplies.	73,435	4,774	5,815	84,024
Depreciation.	187,023	233,019	-	420,042
Total operating expenses.	<u>587,753</u>	<u>735,735</u>	<u>99,357</u>	<u>1,422,845</u>
Operating income (loss)	<u>(138,371)</u>	<u>(118,381)</u>	<u>305,755</u>	<u>49,003</u>
Nonoperating expenses:				
Interest and fiscal charges	(7,157)	-	-	(7,157)
Intergovernmental	-	-	39,690	39,690
Total nonoperating expenses.	<u>(7,157)</u>	<u>-</u>	<u>39,690</u>	<u>32,533</u>
Income (loss) before transfers	(145,528)	(118,381)	345,445	81,536
Transfer in	-	20,000	-	20,000
Change in net position	(145,528)	(98,381)	345,445	101,536
Net position at beginning of year	<u>6,056,047</u>	<u>8,549,557</u>	<u>318,293</u>	<u>14,923,897</u>
Net position at end of year	<u>\$ 5,910,519</u>	<u>\$ 8,451,176</u>	<u>\$ 663,738</u>	<u>\$ 15,025,433</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GROVEPORT, OHIO

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2013

	Business-type Activities - Enterprise Funds			
	Water	Sewer	Nonmajor Fund	Total
Cash flows from operating activities:				
Cash received from charges for services	\$ 585,312	\$ 656,094	\$ 338,972	\$ 1,580,378
Cash received from other operations	3,587	-	-	3,587
Cash payments for personal services	(258,584)	(13,209)	(42,047)	(313,840)
Cash payments for contract services.	(46,805)	(506,473)	(51,465)	(604,743)
Cash payments for materials and supplies.	(74,684)	(4,788)	(5,815)	(85,287)
Net cash provided by operating activities.	<u>208,826</u>	<u>131,624</u>	<u>239,645</u>	<u>580,095</u>
Cash flows from noncapital financing activities:				
Cash received from intergovernmental grants	-	-	39,690	39,690
Cash received from transfers in	-	20,000	-	20,000
Net cash provided by noncapital financing activities	<u>-</u>	<u>20,000</u>	<u>39,690</u>	<u>59,690</u>
Cash flows from capital and related financing activities:				
Acquisition of capital assets	(461,469)	(259,683)	-	(721,152)
Principal retirement	(455,157)	-	-	(455,157)
Interest and fiscal charges	(6,443)	-	-	(6,443)
Note issuance	450,000	-	-	450,000
Capital lease transaction.	19,899	-	-	19,899
Net cash used in capital and related financing activities	<u>(453,170)</u>	<u>(259,683)</u>	<u>-</u>	<u>(712,853)</u>
Net increase (decrease) in cash and cash equivalents	(244,344)	(108,059)	279,335	(73,068)
Cash and cash equivalents at beginning of year.	634,663	1,349,864	156,610	2,141,137
Cash and cash equivalents at end of year	<u>\$ 390,319</u>	<u>\$ 1,241,805</u>	<u>\$ 435,945</u>	<u>\$ 2,068,069</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:				
Operating income (loss).	\$ (138,371)	\$ (118,381)	\$ 305,755	\$ 49,003
Adjustments:				
Depreciation	187,023	233,019	-	420,042
Changes in assets and liabilities:				
Decrease (increase) in accounts receivable	(11,250)	38,332	(109,467)	(82,385)
Decrease in prepayments	2,022	-	-	2,022
Increase in accounts payable	1,222	3,796	30	5,048
(Decrease) in accrued wages and benefits	(494)	-	-	(494)
Increase (decrease) in due to other governments	5,323	(25,550)	-	(20,227)
Increase in compensated absences payable.	12,584	-	-	12,584
Increase in unearned revenue.	150,767	408	43,327	194,502
Net cash provided by operating activities.	<u>\$ 208,826</u>	<u>\$ 131,624</u>	<u>\$ 239,645</u>	<u>\$ 580,095</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GROVEPORT, OHIO

**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
DECEMBER 31, 2013**

	<u>Agency</u>
Assets:	
Equity in pooled cash and investments.	\$ 19,595
Cash in segregated accounts	<u>22,353</u>
Total assets	<u>\$ 41,948</u>
Liabilities:	
Deposits held and due to others.	\$ 41,948
Total liabilities	<u>\$ 41,948</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 1 - DESCRIPTION OF THE CITY

The City of Groveport (the "City") was founded in 1847 and is located in Franklin County. The City is a body corporate and politic established to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio and the City Charter. The City Charter was adopted in 1990 and provides for a Mayor-Council-Administrator form of government. The six member council is elected at-large in odd-numbered years for overlapping four-year terms. The Council members serve as the legislative authority and the taxing authority. The Council members create and adopt the annual operating budget and approve expenditures of City funds.

The City provides general governmental services to its residents including: police services, community affairs, senior citizens' services, building and zoning regulation and enforcement, water and sewer services, road maintenance, parks, and other administrative support services. Madison Township provides fire protection for the City. The City's management believes these financial statements present all activities for which the City is financially accountable.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds, departments, boards and agencies that are not legally separate from the City. For the City, these include public safety services, street maintenance and repair, parks, recreation, water, sewer and refuse services. Council and the City Administrator are directly responsible for these activities.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's Governing Board and (1) the City is able to significantly influence the programs or services performed or provided by the organizations; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance deficits of or provide financial support to the organization; or the City is obligated for the debt of the organization. Component units may also include organizations for which the City approves the budget, the issuance of debt, or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary government's financial statements incomplete or misleading.

Based on the foregoing criteria, the financial activities of the Groveport Community Improvement Corporation (CIC) have been reflected in the accompanying basic financial statements as a discretely presented component unit due to the City's ability to impose its will on the operations of the CIC. Information in the following notes to the basic financial statements is applicable to the primary government. Information relating to the component unit can be found in Note 20. Separately issued financial statements can be obtained by contacting Jeff Green, Executive Director, 655 Blacklick Street, Groveport, Ohio 43125.

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

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

B. Basis of Presentation

The City's BFS consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

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

The statement of net position presents the financial condition of the governmental and business-type activities of the City at year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the City's governmental activities and for the business-type activities of the City. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental functions are self-financing or draw from the general revenues of the City.

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

Proprietary funds distinguish operating transactions from nonoperating transactions. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating transactions of the City's proprietary funds are charges for sales and services, and include personnel and other expenses related to the operations of the enterprise activity. All other revenues and expenses not meeting these definitions are reported as nonoperating transactions.

C. Fund Accounting

The City uses funds to maintain its financial records during the year. Fund accounting is a concept developed to meet the needs of governmental entities in which legal or other restraints require the recording of specific receipts and disbursements. The transactions of each fund are reflected in a self-balancing group of accounts. The City classifies each fund as either governmental, proprietary or fiduciary.

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

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

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

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

Street maintenance and repair - This fund accounts for revenues generated from license and gasoline taxes to be used on local roads within the City.

Debt service - The debt service fund accounts for principal and interest payments associated with the City's outstanding debt.

Capital improvement - The capital improvement fund accounts for the purchase and construction of capital improvements.

Other governmental funds of the City are used to account for specific revenue sources that are restricted or committed to an expenditure for specified purposes other than debt service or capital projects.

Proprietary Funds - These funds are used to account for activities that are financed and operated in a manner similar to private business enterprises where the intent is that costs of providing services to the general public on a continuing basis be financed or recovered primarily through user charges. The following are the City's major enterprise funds:

Water fund - This fund accounts for the provision of water treatment and distribution to the residents and commercial users located within the City.

Sewer fund - This fund accounts for the provision of sewer services to its residential and commercial users located within the City.

The other enterprise fund of the City is used to account for storm water services.

Fiduciary Funds - Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's only fiduciary funds are agency funds which account for the City's Mayor's Court, escrow inspections and engineering, and flex spending accounts.

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

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

D. Measurement Focus and Basis of Accounting

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All non-fiduciary assets, deferred outflows, liabilities and deferred inflows associated with the operation of the City are included on the statement of net position. The statement of activities presents increases (e.g. revenues) and decreases (e.g. expenses) in total net position.

Fund Financial Statements - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets, deferred outflows of resources, current liabilities and deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the financial statements for governmental funds.

Like the government-wide statements, all proprietary funds are accounted for on a flow of economic resources measurement focus. All assets, deferred outflows, liabilities and deferred inflows associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

The agency funds do not report on a measurement focus as they do not report operations.

E. Basis of Accounting

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

Revenues - Exchange and Nonexchange Transactions - Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the City, available means expected to be received within sixty days of year end.

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

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

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned (See Note 7). Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 6). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year end: income tax, State-levied locally shared taxes (including gasoline tax, local government funds and permissive tax), fines and forfeitures and fees.

Deferred Inflows of Resources and Deferred Outflows of Resources - A deferred inflow of resources is an acquisition of net position by the City that is applicable to a future reporting period. A deferred outflow of resources is a consumption of net position by the City that is applicable to a future reporting period.

Property taxes for which there is an enforceable legal claim as of December 31, 2013, but which were levied to finance year 2014 operations, and other revenues received in advance of the year for which they were intended to finance, have been recorded as deferred inflows of resources. Income taxes and special assessments not received within the available period, grants and entitlements received before the eligibility requirements are met, and delinquent property taxes due at December 31, 2013, are recorded as deferred inflows of resources in governmental funds.

On governmental fund financial statements, receivables that will not be collected within the available period have been reported as deferred inflows of resources.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred.

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

F. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations ordinance are subject to amendments throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control is at the major object expenditure level for all funds. Budgetary modifications outside the legal level of budgetary control may only be made by an ordinance of the City Council.

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

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

Tax Budget - A budget of estimated cash receipts and disbursements 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 purpose of the tax budget is to reflect the need for existing (or increased) tax rates.

Estimated Resources - The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes and reviews estimated receipts. The Commission certifies its actions to the City by September 1. As part of this certification, the City receives the official certificate of estimated resources, which states the projected receipts of each fund. On or about January 1, the certificate is amended to include unencumbered fund balances at December 31 of the preceding year. Further amendments may be made during the year if the City determined that receipts collected will be greater than or less than the prior estimate and the Budget Commission finds the revised estimate to be reasonable. Prior to January 1, the City must revise its budget so that the total contemplated expenditures from a fund during the ensuing fiscal year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriation measure. The amounts reported within the budgetary statements reflect the original and final estimated resources as certified by the County Budget Commission.

Appropriations - A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 to December 31. The appropriation ordinance may be amended during the year as new information becomes available, provided that total fund appropriations do not exceed current estimated resources, as certified. The appropriations at the legal level of control for a fund may only be modified during the year by an ordinance of Council. The amounts on the budgetary statement reflect the final appropriation amounts, including all amendments and modifications legally enacted by Council.

Encumbrances - As part of the formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve the portions of the applicable appropriation. At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. Encumbrances are carried forward and are not reappropriated as part of the subsequent year appropriations.

G. Cash, Cash Equivalents and Investments

To improve cash management, cash received by the City is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the City's records. Each fund's interest in the pool is presented as "equity in pooled cash and investments" on the financial statements. Cash that is held separately for the Mayor's Court and flex spending accounts and not held in the City treasury is recorded on the financial statements as "cash in segregated accounts."

For purposes of the statement of cash flows and for presentation on the financial statements, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the City are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments. Investments are reported as assets. Accordingly, purchases of investments are not recorded as disbursements, and sales of investments are not recorded as receipts. Gains or losses at the time of sale are recorded as receipts or negative receipts (contra revenue), respectively.

CITY OF GROVEPORT, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013**

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

During 2013, investments were limited to negotiable certificates of deposit, federal agency securities, U.S Government obligations and the State Treasury Asset Reserve of Ohio (STAR Ohio).

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as nonnegotiable certificates of deposit are reported at cost.

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, 2013.

Interest income is distributed to the funds according to charter and statutory requirements. There were no interest earnings assigned to other funds during 2013.

An analysis of the City's investment account at year-end is provided in Note 4.

H. Prepayments

Payments made to vendors for services that will benefit periods beyond December 31, 2013, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount at the time of the purchase and the expenditure/expense in the year in which services are consumed.

I. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of \$5,000. The City's infrastructure consists of streets, street lights, traffic signals, water lines, water tanks, sewer lines, sewer pumps and a sewer chamber acquired December 31, 1980 and later. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of capital assets is also capitalized for business-type activities.

All reported capital assets are depreciated except for land, construction in progress and easements. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City's historical records of necessary improvements and replacement.

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

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

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-type Activities Estimated Lives</u>
Land improvements	5 - 65 years	20 years
Buildings and improvements	20 - 50 years	50 years
Furniture, fixtures and equipment	5 - 20 years	15 - 30 years
Vehicles	8 years	8 years
Infrastructure:		
Streets	15 - 25 years	n/a
Street lights	12 years	n/a
Traffic signals	20 years	n/a
Water lines	n/a	50 years
Water tanks	n/a	50 - 75 years
Sewer lines	n/a	50 years
Sewer pumps	n/a	15 years
Sewer chamber	n/a	50 years

J. Compensated Absences

Compensated absences of the City consist of vacation leave and sick leave to the extent that payments to the employee for these absences are attributable to services already rendered and are not contingent on a specific event that is outside the control of the City and the employee.

In conformity with GASB Statement No. 16, “Accounting for Compensated Absences”, vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on accumulated sick leave and employees wage rates at year end, taking into consideration any limits specified in the City’s termination policy. The City records a liability for accumulated unused sick leave for all employees with at least 10 years of service with the City.

The total liability for compensated absence payments has been calculated using pay rates in effect at the balance sheet date, and reduced to the maximum payment allowed by labor contract and/or statute, plus applicable additional salary related payments. City employees are granted vacation leave and sick leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated vacation and sick leave at various rates.

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

On governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account “compensated absences payable” in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported. For proprietary funds, the entire amount of compensated absences is reported as a fund liability.

CITY OF GROVEPORT, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013**

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

K. Accrued Liabilities and Long-Term Obligations

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

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments and compensated absences, and that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds, notes, loans and capital leases are recognized as a liability on the governmental fund financial statements when due.

L. Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

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 BFS. Transfers between governmental funds are eliminated on the statement of activities.

M. Fund Balance

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

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

Restricted - Fund balance is reported as restricted when constraints are placed on the use of resources that are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Committed - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (ordinance) of City Council (the highest level of decision making authority). Those committed amounts cannot be used for any other purpose unless City Council removes or changes the specified use by taking the same type of action (ordinance) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

CITY OF GROVEPORT, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013**

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

Assigned - Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted nor committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. City Council has established fund balance policies that allow the Finance Director to assign fund balance for specific purposes. Council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's budget.

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

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

N. Unamortized Bond Premiums/Accounting Gain or Loss/Bond Issuance Costs

Bond premiums are deferred and amortized over the term of the bonds using the straight line method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of the bonds.

For advance refunding resulting in the defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as a deferred outflow of resources.

On the governmental fund financial statements, bond premiums and deferred charges from refunding are recognized in the current period. The reconciliation between the face value of the bonds and the amount reported on the statement of net position is presented in Note 12.

Bond issuance costs are expensed when they occur.

O. Net Position

Net position represents the difference between assets plus deferred outflows of resources less liabilities less deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes primarily consists of amounts restricted for court computerization.

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

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2013

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

P. 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 Administration and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during 2013.

Q. Assets Held for Resale

The City has acquired property within the City with the intended purpose of splitting the lot, which contained land and a building. The City plans to sell the building and has retained the other portion of the property upon which to construct a parking lot. Transactions are conducted through the City's capital improvement fund.

R. Estimates

The preparation of the BFS in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the BFS and accompanying notes. Actual results may differ from those estimates.

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

Change in Accounting Principles

For fiscal year 2013, the City has implemented GASB Statement No. 61, "*The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34*" and GASB Statement No. 66, "*Technical Corrections-2012*".

GASB Statement No. 61 modifies certain requirements for inclusion of component units in the financial reporting entity. The Statement amends the criteria for reporting component units as if they were part of the primary government in certain circumstances. Finally, the Statement also clarifies the reporting of equity interests in legally separate organizations. The implementation of GASB Statement No. 61 did not have an effect on the financial statements of the City.

GASB Statement No. 66 improves accounting and financial reporting by resolving conflicting guidance that resulted from the issuance of two pronouncements; GASB Statement No. 54, "*Fund Balance Reporting and Governmental Fund Type Definitions*" and GASB Statement No. 62, "*Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*". The implementation of GASB Statement No. 66 did not have an effect on the financial statements of the City.

NOTE 4 - DEPOSITS AND INVESTMENTS

State statutes classify monies held by the City into three categories:

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

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

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

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

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above 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;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in items 1 or 2 above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. High grade commercial paper for a period not to exceed 180 days in an amount not to exceed twenty-five percent of the City's interim monies available for investment; and,
8. Bankers acceptances for a period not to exceed 180 days and in an amount not to exceed twenty-five percent of the City's interim monies available for investment.

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

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

CITY OF GROVEPORT, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013**

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

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

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

A. Cash in Segregated Accounts

The City has depository accounts outside the City treasury to account for the Mayor's Court and flexible spending plan operations. The carrying amounts for these accounts at December 31, 2013 were \$4,568 and \$17,785, respectively. These amounts are included in "deposits with financial institutions" below.

B. Deposits with Financial Institutions

At December 31, 2013, the carrying amount of all City deposits was \$2,056,934. As of December 31, 2013, \$2,010,720 of the City's bank balance of \$2,283,123 was exposed to custodial risk as discussed below, while \$272,403 was covered by the FDIC.

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

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

C. Investments

As of December 31, 2013, the City had the following investments and maturities:

<u>Investment type</u>	<u>Fair Value</u>	<u>Investment Maturities</u>				
		<u>6 months or less</u>	<u>7 to 12 months</u>	<u>13 to 18 months</u>	<u>19 to 24 months</u>	<u>Greater than 24 months</u>
FHLB	\$ 487,640	\$ -	\$ -	\$ -	\$ -	\$ 487,640
FNMA	980,740	-	-	-	-	980,740
Negotiable CDs	1,883,571	400,479	1,231,052	252,040	-	-
STAR Ohio	87,018	87,018	-	-	-	-
U.S. Government obligations	<u>3,267,930</u>	<u>3,267,930</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 6,706,899</u>	<u>\$ 3,755,427</u>	<u>\$ 1,231,052</u>	<u>\$ 252,040</u>	<u>\$ -</u>	<u>\$ 1,468,380</u>

The weighted average maturity of investments is 1.09 years.

Interest Rate Risk: The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date. Interest rate risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The City's investment policy addresses interest rate risk by requiring the consideration of market conditions and cash flow requirements in determining the term of an investment.

Credit Risk: STAR Ohio carries a rating of AAAM by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The City's investments in federal agency securities and U.S. Government obligations were rated AA+ and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The City's investment policy does not specifically address credit risk beyond requiring the City to only invest in securities authorized by state statute.

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the Finance Director or qualified trustee.

Concentration of Credit Risk: The City's investment policy addresses concentration of credit risk by requiring investments to be diversified to reduce the risk of loss resulting from over concentration of assets in a specific issue or specific class of securities.

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

The following table includes the percentage of each investment type held by the City at December 31, 2013:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
FHLB	\$ 487,640	7.27
FNMA	980,740	14.62
Negotiable CDs	1,883,571	28.08
STAR Ohio	87,018	1.30
U.S. Government obligations	<u>3,267,930</u>	<u>48.73</u>
Total	<u>\$ 6,706,899</u>	<u>100.00</u>

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

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the statement of net position as of December 31, 2013:

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 2,056,934
Investments	<u>6,706,899</u>
Total	<u>\$ 8,763,833</u>
 <u>Cash and investments per statement of net position</u>	
Governmental activities	\$ 6,653,816
Business type activities	2,068,069
Agency funds	<u>41,948</u>
Total	<u>\$ 8,763,833</u>

NOTE 5 - INTERFUND TRANSFERS

Interfund transfers for the year ended December 31, 2013, consisted of the following, as reported in the fund financial statements:

<u>Transfers to</u>	<u>Transfers from</u>
	<u>General</u>
Street maintenance and repair	\$ 800,287
Nonmajor governmental	9,000
Sewer	<u>20,000</u>
Total	<u>\$ 829,287</u>

Transfers are made to use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. All transfers were made in accordance with Ohio Revised Code Sections 5705.14, 5705.15 and 5705.16. Interfund transfers between governmental funds are eliminated on the government-wide financial statements.

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 6 - PROPERTY TAXES

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

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Public utility tangible personal property is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2013 public utility property taxes became a lien December 31, 2012, are levied after October 1, 2013, and are collected in 2014 with real property taxes. 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 Groveport. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real property taxes, public utility taxes, tangible personal property taxes and outstanding delinquencies which are measurable as of December 31, 2013 and for which there is an enforceable legal claim. In the governmental funds, the current portion receivable has been offset by a deferred inflow since the current taxes were not levied to finance 2013 operations and the collection of delinquent taxes has been offset by a deferred inflow since the collection of the taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on a modified accrual basis the revenue is reported as a deferred inflow of resources.

The full tax rate for all City operations for the year ended December 31, 2013 was \$1.40 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2013 property tax receipts were based are as follows:

Real property	\$ 193,069,690
Public utility property	<u>20,050,820</u>
Total assessed value	<u>\$ 213,120,510</u>

NOTE 7 - LOCAL INCOME TAX

The 2.0 percent City income tax, which is not subject to renewal, is levied on substantially all income earned within the City. In addition, the residents of the City are required to pay City income tax on income they earn outside the City; however, full credit is allowed for all income taxes these residents pay to other municipalities. Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City at least quarterly. Major employers are required to remit withholdings to the City monthly. Corporations and self-employed individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually with the City. On the fund financial statements, income tax revenue is reported to the extent that it is measurable and available to finance current operations at December 31, 2013. Income tax revenue for 2013 was \$12,490,313 as reported in the fund financial statements.

CITY OF GROVEPORT, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013**

NOTE 8 - RECEIVABLES

Receivables at December 31, 2013, consisted of taxes, accounts (billings for user charged services), accrued interest, special assessments and intergovernmental receivables arising from grants, entitlements and shared revenue. Receivables have been recorded to the extent that they are measurable at December 31, 2013.

A summary of the principal items of receivables reported on the statement of net position follows:

Governmental activities:

Income taxes	\$ 1,222,783
Real and other taxes	325,147
Accrued interest	8,084
Special assessments	8,390
Intergovernmental	473,400

Business-type activities:

Accounts	446,294
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Receivables have been disaggregated on the face of the financial statements. All receivables are expected to be collected within the subsequent year, except for special assessments which are collected over the life of the assessment.

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CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 9 - CAPITAL ASSETS

A. Governmental Activities

Capital asset activity for the governmental activities for the year ended December 31, 2013 was as follows:

	<u>Balance</u> <u>12/31/12</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>12/31/13</u>
Governmental activities:				
<i>Capital assets, not being depreciated:</i>				
Land	\$ 3,404,796	\$ 51,446	\$ -	\$ 3,456,242
Intangible assets - easements	13,140,000	-	-	13,140,000
Construction in progress	-	1,678,861	-	1,678,861
Total capital assets, not being depreciated	<u>16,544,796</u>	<u>1,730,307</u>	<u>-</u>	<u>18,275,103</u>
<i>Capital assets, being depreciated:</i>				
Land improvements	1,206,442	373,865	-	1,580,307
Buildings and improvements	22,169,865	164,052	-	22,333,917
Furniture, fixtures and equipment	1,808,184	636,175	-	2,444,359
Vehicles	1,050,382	133,530	-	1,183,912
Infrastructure:				
Streets	42,336,739	1,788,258	(39,352)	44,085,645
Street lights	4,178,961	-	-	4,178,961
Traffic signals	865,595	-	-	865,595
Total capital assets, being depreciated	<u>73,616,168</u>	<u>3,095,880</u>	<u>(39,352)</u>	<u>76,672,696</u>
<i>Less: accumulated depreciation</i>				
Land improvements	(465,747)	(61,243)	-	(526,990)
Buildings and improvements	(4,832,254)	(493,674)	-	(5,325,928)
Furniture, fixtures and equipment	(1,211,918)	(139,886)	-	(1,351,804)
Vehicles	(674,107)	(85,937)	-	(760,044)
Infrastructure:				
Streets	(30,373,081)	(1,841,640)	7,870	(32,206,851)
Street lights	(3,577,483)	(154,521)	-	(3,732,004)
Traffic signals	(475,267)	(33,815)	-	(509,082)
Total accumulated depreciation	<u>(41,609,857)</u>	<u>(2,810,716)</u>	<u>7,870</u>	<u>(44,412,703)</u>
Total capital assets, being depreciated	<u>32,006,311</u>	<u>285,164</u>	<u>(31,482)</u>	<u>32,259,993</u>
Governmental activities capital assets, net	<u>\$ 48,551,107</u>	<u>\$ 2,015,471</u>	<u>\$ (31,482)</u>	<u>\$ 50,535,096</u>

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 9 - CAPITAL ASSETS - (Continued)

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

Governmental activities:

General government	\$ 146,251
Security of persons and property	21,637
Transportation	2,092,918
Community environment	1,750
Leisure time activity	<u>548,160</u>
Total depreciation expense - governmental activities	<u>\$ 2,810,716</u>

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CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 9 - CAPITAL ASSETS - (Continued)

B. Business-Type Activities:

Capital asset activity for the business-type activities for the year ended December 31, 2013, was as follows:

	<u>Balance</u> <u>12/31/12</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>12/31/13</u>
Business-type activities:				
<i>Capital assets, not being depreciated:</i>				
Land	\$ 11,567	\$ -	\$ -	\$ 11,567
Construction in progress	-	178,433	-	178,433
Total capital assets, not being depreciated	<u>11,567</u>	<u>178,433</u>	<u>-</u>	<u>190,000</u>
<i>Capital assets, being depreciated:</i>				
Land improvements	7,859	-	-	7,859
Buildings and improvements	146,708	-	-	146,708
Furniture, fixtures and equipment	88,998	522,820	-	611,818
Vehicles	-	19,899	-	19,899
Infrastructure:				
Water lines	8,135,898	-	-	8,135,898
Water tanks	82,643	-	-	82,643
Sewer lines	10,049,066	-	-	10,049,066
Sewer pumps	304,500	-	-	304,500
Sewer chamber	304,500	-	-	304,500
Total capital assets, being depreciated	<u>19,120,172</u>	<u>542,719</u>	<u>-</u>	<u>19,662,891</u>
<i>Less: accumulated depreciation</i>				
Land improvements	(7,859)	-	-	(7,859)
Buildings and improvements	(109,895)	(2,096)	-	(111,991)
Furniture, fixtures and equipment	(44,579)	(12,911)	-	(57,490)
Vehicles	-	(1,244)	-	(1,244)
Infrastructure:				
Water lines	(2,386,263)	(174,084)	-	(2,560,347)
Water tanks	(51,285)	(1,016)	-	(52,301)
Sewer lines	(3,194,584)	(208,967)	-	(3,403,551)
Sewer pumps	(217,766)	(13,634)	-	(231,400)
Sewer chamber	(68,230)	(6,090)	-	(74,320)
Total accumulated depreciation	<u>(6,080,461)</u>	<u>(420,042)</u>	<u>-</u>	<u>(6,500,503)</u>
Total capital assets, being depreciated	<u>13,039,711</u>	<u>122,677</u>	<u>-</u>	<u>13,162,388</u>
Business-type activities capital assets, net	<u>\$ 13,051,278</u>	<u>\$ 301,110</u>	<u>\$ -</u>	<u>\$ 13,352,388</u>

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 9 - CAPITAL ASSETS - (Continued)

Depreciation expense was charged to business-type activities as follows:

Business-type activities:

Water	\$ 187,023
Sewer	<u>233,019</u>
Total depreciation expense - business-type activities	<u>\$ 420,042</u>

NOTE 10 - CAPITAL LEASES - LESSEE DISCLOSURE

During 2013 and in prior years, the City entered into capital leases for the purchase of equipment and vehicles. These leases meet the criteria of a capital lease as defined by GASB Statement No. 62, which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee.

For governmental activities, capital assets consisting of equipment and vehicles have been capitalized in the amounts of \$675,459 and \$382,326, respectively, and for business-type activities, a vehicle has been capitalized in the amount of \$19,899. These amounts represent the present value of the minimum lease payments at the time of acquisition. A corresponding liability was recorded in the government-wide financial statements. The net capital assets acquired through the capital leases are as follows:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Assets:		
Equipment	\$ 675,459	\$ -
Vehicles	382,326	19,899
Less: accumulated depreciation	<u>(150,805)</u>	<u>(1,244)</u>
Total	<u>\$ 906,980</u>	<u>\$ 18,655</u>

Principal payments in 2013 totaled \$145,383, \$14,753 and \$91,663 paid from the general fund, street maintenance and repair, and capital improvement fund, respectively. Principal payments made from the nonmajor governmental funds include \$11,757, \$2,007 and \$9,624 paid from the park fund, court computer fund and court capital improvements fund, respectively. For the business-type activities, principal payments in 2013 were \$5,157, paid from the water fund.

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 10 - CAPITAL LEASES - LESSEE DISCLOSURE - (Continued)

The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the future minimum lease payments as of December 31, 2013.

Fiscal Year Ending <u>December 31</u>	Governmental <u>Activities</u>	Business-Type <u>Activities</u>
2014	\$ 287,127	\$ 5,156
2015	287,363	5,157
2016	175,458	5,157
2017	41,476	-
2018	<u>9,767</u>	<u>-</u>
Total future minimum lease payments	801,191	15,470
Less: amount representing interest	<u>(46,045)</u>	<u>(728)</u>
Present value of future minimum lease payments	<u>\$ 755,146</u>	<u>\$ 14,742</u>

NOTE 11 - NOTES PAYABLE

Changes in the City's note activity for the year ended December 31, 2013, were as follows:

	Balance <u>12/31/2012</u>	<u>Issued</u>	<u>Retired</u>	Balance <u>12/31/2013</u>
<u>Governmental fund notes</u>				
Golf course improvement and and construction - 1.625%	\$ -	\$ 500,000	\$ -	\$ 500,000
Infrastructure improvement - 1.5%	<u>-</u>	<u>1,000,000</u>	<u>-</u>	<u>1,000,000</u>
Total governmental fund notes	<u>\$ -</u>	<u>\$ 1,500,000</u>	<u>\$ -</u>	<u>\$ 1,500,000</u>
	Balance <u>12/31/2012</u>	<u>Issued</u>	<u>Retired</u>	Balance <u>12/31/2013</u>
<u>Enterprise fund notes</u>				
Water system improvement - 1.625%	<u>\$ -</u>	<u>\$ 450,000</u>	<u>\$ -</u>	<u>\$ 450,000</u>

All notes are backed by the full faith and credit of the City. The note liability is reflected in the fund which received the proceeds; the golf course improvements note in the general fund, the infrastructure improvements note in the capital improvements fund, and the water system improvement notes in the water fund. The notes were issued in anticipation of long-term bond financing and will be refinanced until such bonds are issued. The golf course improvement and water system improvement notes were issued on July 25, 2013, and the infrastructure improvement notes were issued on November 13, 2013. All three note issues mature July 24, 2014.

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 12 - LONG-TERM DEBT OBLIGATIONS

A. During 2013, the following activity occurred in the governmental activities long-term obligations:

	Balance			Balance	Amounts
	<u>12/31/12</u>	<u>Additions</u>	<u>Reductions</u>	<u>12/31/13</u>	<u>Due in</u>
<u>Governmental activities:</u>					<u>One Year</u>
Income Tax Revenue					
Refunding Bonds	9,810,000	-	(875,000)	8,935,000	895,000
General Obligation Bonds, Series 2010	3,950,000	-	(170,000)	3,780,000	175,000
General Obligation Bonds, Series 2013	-	1,990,000	-	1,990,000	75,000
Bond Anticipation Notes	1,450,000	-	(1,450,000)	-	-
OPWC Loan Payable - East Main Street	297,230	-	(59,446)	237,784	59,446
OPWC Loan Payable - Hamilton Road	150,258	-	(30,052)	120,206	30,052
OPWC Loan Payable - Bixby Road	146,032	-	(22,467)	123,565	22,466
OPWC Loan Payable - Spiegel Drive	-	17,673	-	17,673	-
Capital Lease Obligations	356,463	673,870	(275,187)	755,146	264,312
Compensated Absences	<u>511,041</u>	<u>371,315</u>	<u>(266,608)</u>	<u>615,748</u>	<u>296,136</u>
Total Governmental Activities	<u>\$ 16,671,024</u>	<u>\$ 3,052,858</u>	<u>\$ (3,148,760)</u>	<u>\$ 16,575,122</u>	<u>\$ 1,817,412</u>
Add: Unamortized premium on bonds				<u>711,318</u>	
Total on the Statement of Net Position				<u>\$ 17,286,440</u>	

All bonds and loans are expected to be paid from the debt service fund. Compensated absences will be paid from the fund from which the employee is paid. This includes the general fund and the street maintenance and repair fund. See Note 10 for more detail on the capital lease obligations.

Income Tax Revenue Bonds: On October 1, 2002, the City issued income tax revenue bonds for the purpose of constructing, furnishing and equipping a recreation center with related facilities, site improvements and to advance refund the 1996 general obligation capital facilities bonds.

On March 1, 2012, the City issued \$9,980,000 income tax revenue refunding bonds in order to advance refund the 2002 revenue bond issue. The City used the issuance proceeds to purchase securities which were placed in an irrevocable trust to provide resources for all future debt service payments on the refunded debt. The refunded debt is considered defeased and the applicable liabilities have been removed from the financial statements. At December 31, 2013, \$9,045,000 of defeased bonds remain outstanding.

The City has pledged future income tax revenues as the source of payment for the income tax revenue refunding bonds. The bonds are payable solely from income tax revenues and are payable through 2022. Annual principal and interest payments on the bonds are expected to require less than 50.45 percent of net revenues. The total principal and interest remaining to be paid on the income tax revenue refunding bonds is \$10,509,292. Principal and interest paid for the current year and total available income tax revenues were \$1,164,438 and \$2,308,035, respectively.

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 12 - LONG-TERM DEBT OBLIGATIONS - (Continued)

General Obligation Bonds: On January 14, 2010, the City issued \$4,465,000 general obligation bonds (series 2010), comprised of \$3,025,000 serial bonds maturing December 1, 2029, and term bonds of \$430,000, \$480,000 and \$530,000 maturing each December 1 of 2021, 2023 and 2025, respectively. The bond proceeds were used to retire the Land Acquisition and Improvement Bond Anticipation Notes, which were issued for the purchase of a golf course and the construction of certain public infrastructure improvements. The bonds bear an interest rate ranging from 2.00% to 5.00% and have a final maturity date of December 1, 2029.

On July 25, 2013, the City issued \$1,990,000 general obligation bonds (series 2013). The bonds were issued in order to retire the \$950,000 street improvements bond anticipation notes that matured on the same date and to finance the acquisition of land for the construction of site improvements related to the Groveport town center project. The annual interest rates on the bonds range from 2.0-5.0% and the bonds mature December 1, 2033.

Bond Anticipation Notes: The bond anticipation notes outstanding at December 31, 2012 were refinanced in 2013; see Note 11 for additional information.

OPWC Loans: The City has four OPWC loans for various road improvement projects throughout the City. These zero-interest loans are repaid in equal semi-annual installments over a ten year period. The loan for the Spiegel Drive project, which has an outstanding balance of \$17,673, is not yet closed-out, therefore a schedule of future payments is not available.

The following is a summary of the City's future annual debt service principal and interest requirements:

Fiscal Year Ending December 31,	Revenue Bonds			General Obligation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2014	\$ 895,000	\$ 271,938	\$ 1,166,938	\$ 250,000	\$ 238,336	\$ 488,336
2015	910,000	254,038	1,164,038	255,000	232,461	487,461
2016	935,000	235,838	1,170,838	260,000	226,011	486,011
2017	950,000	217,138	1,167,138	265,000	218,730	483,730
2018	975,000	198,138	1,173,138	275,000	210,205	485,205
2019 - 2023	4,270,000	397,202	4,667,202	1,570,000	881,665	2,451,665
2024 - 2028	-	-	-	1,925,000	494,965	2,419,965
2029 - 2033	-	-	-	970,000	115,000	1,085,000
Total	\$ 8,935,000	\$ 1,574,292	\$ 10,509,292	\$ 5,770,000	\$ 2,617,373	\$ 8,387,373

Fiscal Year Ending December 31,	OPWC Loans		
	Principal	Interest	Total
2014	\$ 111,964	\$ -	\$ 111,964
2015	111,965	-	111,965
2016	111,964	-	111,964
2017	111,963	-	111,963
2018	22,466	-	22,466
2019	11,233	-	11,233
Total	\$ 481,555	\$ -	\$ 481,555

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 12 - LONG-TERM DEBT OBLIGATIONS - (Continued)

B. During 2013, the following activity occurred in the business-type activities long-term obligations:

<u>Business-type Activities:</u>	Balance <u>12/31/12</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>12/31/13</u>	Amounts Due in <u>One Year</u>
Bond Anticipation Notes	\$ 450,000	\$ -	\$ (450,000)	\$ -	\$ -
Capital lease obligation	-	19,899	(5,157)	14,742	4,795
Compensated Absences	<u>38,481</u>	<u>21,150</u>	<u>(8,566)</u>	<u>51,065</u>	<u>11,652</u>
Total Business-type Activities	<u>\$ 488,481</u>	<u>\$ 41,049</u>	<u>\$ (463,723)</u>	<u>\$ 65,807</u>	<u>\$ 16,447</u>

The bond anticipation notes outstanding at December 31, 2012 were refinanced in 2013; see Note 11 for additional information. Detail regarding the capital lease obligation can be found in Note 10.

C. Legal Debt Margin

The Ohio Revised Code provides that the net debt of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total taxation value of property. The assessed valuation used in determining the City's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in calculating the City's legal debt margin calculation excludes tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations. The statutory limitations on debt are measured by a direct ratio of net debt to tax valuation and expressed in terms of a percentage. At December 31, 2013, the City's total debt margin was \$17,801,196 and the unvoted debt margin was \$5,951,628.

NOTE 13 - RISK MANAGEMENT

A. Comprehensive

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 2013, the City was part of the Central Ohio Risk Management Association (CORMA), for general liability, property, auto, crime, forgery, employee liability, public officers liability, and boiler and machinery insurance.

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 13 - RISK MANAGEMENT - (Continued)

The City has transferred its risk of loss to the insurance carrier to the extent of the limits shown in the following table.

<u>Type of Coverage</u>	<u>Deductible</u>	<u>Limits of Coverage</u>
<u>Property</u>	\$10,000	\$335,353,093
<u>General Liability:</u>		
Per occurrence	100,000	1,000,000
Annual aggregate	100,000	2,000,000
<u>Inland Marine:</u>		
Accounts Receivable	-	100,000
Police and Contractors Equipment	25,000	10,000,000
EDP	25,000	8,200,000
<u>Vehicles:</u>		
Comprehensive	50,000	Actual cash value
Collision	50,000	Actual cash value
<u>Employees:</u>		
Public Officials Liability	100,000	1,000,000
Employee Benefit Liability	100,000	1,000,000
Police Professional Liability	100,000	1,000,000

There were no significant reductions in insurance coverage from the prior year in any category of risk. Claims have not exceeded coverage limitations in any of the past three years.

B. Health Insurance

During 2013, the City was insured through Commercial Health insurance coverage with Medical Mutual of Ohio. The City employees pay 9.4% contributions towards their health insurance premiums.

C. Workers' Compensation

The City participates in the Ohio Municipal League (OML) public entity insurance purchasing pool for workers' compensation. The Group Rating Plan is administered by CompManagement, Inc. The OML Group Rating Plan is intended to achieve lower workers' compensation premium rates for the participants, and result in the establishment of a safer working environment. There are no additional contributions required by a participant other than their annual fee.

CITY OF GROVEPORT, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013**

NOTE 14 - PENSION PLANS

A. Ohio Public Employees Retirement System

Plan Description - The City participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan. Under the Combined Plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the Traditional Pension Plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the Member-Directed Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report which may be obtained by visiting <https://www.opers.org/investments/cafr.shtml>, writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

Funding Policy - The Ohio Revised Code provides statutory authority for member and employer contributions. For 2013, member and contribution rates were consistent across all three plans. The 2013 member contribution rates were 10.00% for members. The City's contribution rate for 2013 was 14.00% of covered payroll.

The City's contribution rate for pension benefits for members in the Traditional Plan for 2013 was 13.00%. The City's contribution rate for pension benefits for members in the Combined Plan for 2013 was 13.00%. The City's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2013, 2012, and 2011 were \$448,577, \$323,444, and \$315,757, respectively; 91.05% has been contributed for 2013 and 100% has been contributed for 2012 and 2011. The remaining 2013 pension liability has been reported as due to other governments on the basic financial statements. Contributions to the member-directed plan for 2013 were \$12,150 made by the City and \$8,678 made by the plan members.

B. Ohio Police and Fire Pension Fund

Plan Description - The City contributes to the Ohio Police and Fire Pension Fund (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. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to the OP&F, 140 East Town Street, Columbus, Ohio 43215-5164 or by visiting the website at www.op-f.org.

CITY OF GROVEPORT, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013**

NOTE 14 - PENSION PLANS - (Continued)

Funding Policy - From January 1, 2013 through July 1, 2013, plan members were required to contribute 10.00% of their annual covered salary. From July 2, 2013 through December 31, 2013, plan members were required to contribute 10.75% of their annual covered salary. Throughout 2013, the City was required to contribute 19.50% for police officers. Contribution rates are established by State statute.

For 2013, the portion of the City's contributions to fund pension obligations was 14.81% for January 1, 2013 through May 31, 2013 and 16.65% for June 1, 2013 through December 31, 2013 for police officers. The City's required contributions for pension obligations to OP&F for police officers for the years ended December 31, 2013, 2012 and 2011 were \$270,094, \$200,351 and \$188,594, respectively. The full amount has been contributed for 2012 and 2011 and 91.67% has been contributed for 2013. The remaining 2013 pension liability has been reported as due to other governments on the basic financial statements.

NOTE 15 - POSTEMPLOYMENT BENEFIT PLANS

A. Ohio Public Employees Retirement System

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

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

Disclosures for the healthcare plan are presented separately in the OPERS financial report which may be obtained by visiting <https://www.opers.org/investments/cafr.shtml>, writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

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

Employer contribution rates are expressed as a percentage of the covered payroll of active employees. In 2013, local government employers contributed 14.00% of covered payroll. Each year the OPERS' Retirement Board determines the portion of the employer contribution rate that will be set aside for the funding of the postemployment health care benefits. The portion of employer contributions allocated to fund post-employment healthcare for members in the Traditional Plan for 2013 was 1.00%. The portion of employer contributions allocated to fund post-employment healthcare for members in the Combined Plan for 2013 was 1.00%.

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 15 - POSTEMPLOYMENT BENEFIT PLANS - (Continued)

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

The City's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2013, 2012, and 2011 were \$34,506, \$130,824, and \$127,441, respectively; 91.05% has been contributed for 2013 and 100% has been contributed for 2012 and 2011. The remaining 2013 post-employment health care benefits liability has been reported as due to other governments on the basic financial statements.

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

B. Ohio Police and Fire Pension Fund

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

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

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

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

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

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

CITY OF GROVEPORT, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013**

NOTE 15 - POSTEMPLOYMENT BENEFIT PLANS - (Continued)

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan into the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. The portion of employer contributions allocated to health care was 4.69% of covered payroll from January 1, 2013 through May 31, 2013 and 2.85% of covered payroll from June 1, 2013 through December 31, 2013. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that the pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

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

The City's contributions to OP&F which were allocated to fund post-employment healthcare benefits for police officers for the years ended December 31, 2013, 2012 and 2011 were \$61,215, \$106,068 and \$99,844, respectively. The full amount has been contributed for 2012 and 2011 and 91.67% has been contributed for 2013. The remaining 2013 post-employment health care benefits liability has been reported as due to other governments on the basic financial statements.

NOTE 16 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements.

The statement of revenue, expenditures and changes in fund balance - budget and actual (non-GAAP budgetary basis) presented for the general fund and street maintenance fund are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- (a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) Investments are reported at fair value (GAAP basis) rather than cost (budget basis); and,
- (d) Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis).

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 16 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements (as reported in the fund financial statements) to the budgetary basis statements for all governmental funds for which a budgetary basis statement is presented:

Net Change in Fund Balance

	<u>General fund</u>	<u>Street Maintenance and Repair</u>
Budget basis	\$ 874,140	\$ (42,011)
Net adjustment for revenue accruals	(41,093)	19,836
Net adjustment for expenditure accruals	(1,687,988)	(18,412)
Net adjustment for other sources/uses	(386,901)	-
Funds budgeted elsewhere	2,100	-
Adjustment for encumbrances	<u>216,495</u>	<u>46,652</u>
GAAP basis	<u>\$ (1,023,247)</u>	<u>\$ 6,065</u>

Certain funds that are legally budgeted in separate special revenue funds are considered part of the general fund on a GAAP basis. This includes the income tax rainy day fund and township inspection fund.

NOTE 17 - CONTINGENCIES

A. Grants

The City receives significant financial assistance from numerous federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the City at December 31, 2013.

B. Economic Development Incentives

The City has entered into agreements with various companies which obligate the City to provide economic assistance payments to these companies, contingent upon the respective companies meeting specified minimums of payroll taxes withheld and remitted to the City or net profit tax paid to the City. Two companies met the minimum requirements in 2013, resulting in a total liability of \$338,718 which has been accrued as accounts payable in the general fund and debt service fund as of December 31, 2013. The agreements expire in various years through 2032.

C. Litigation

The City is not a party to any legal proceedings that could have a material effect on the financial condition of the City.

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 18 - FUND BALANCE

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

Fund balance	General	Street Maintenance and Repair	Debt Service	Capital Improvement	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:						
Prepayments	\$ 64,278	\$ -	\$ -	\$ -	\$ -	\$ 64,278
Total nonspendable	<u>64,278</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>64,278</u>
Restricted:						
Street maintenance and repair	-	112,661	-	-	-	112,661
State highway program	-	-	-	-	43,487	43,487
Parks and recreation	-	-	-	-	290	290
Public safety programs	-	-	-	-	10,877	10,877
Cemetery care	-	-	-	-	107,089	107,089
Court capital improvements	-	-	-	-	17,105	17,105
Other purposes	-	-	-	-	314	314
Total restricted	<u>-</u>	<u>112,661</u>	<u>-</u>	<u>-</u>	<u>179,162</u>	<u>291,823</u>
Committed:						
Debt service	-	-	1,193,542	-	-	1,193,542
Recreation capital improvements	-	-	-	-	42,629	42,629
Parks and recreation	-	-	-	-	35,984	35,984
Tree care	-	-	-	-	1,810	1,810
Total committed	<u>-</u>	<u>-</u>	<u>1,193,542</u>	<u>-</u>	<u>80,423</u>	<u>1,273,965</u>
Assigned:						
Subsequent year appropriations	358,998	-	-	-	-	358,998
Administrative purposes	151,379	-	-	-	-	151,379
Police operations	523	-	-	-	-	523
Recreation programs	50,060	-	-	-	-	50,060
Building and zoning	3,289	-	-	-	-	3,289
Economic development	2,000	-	-	-	-	2,000
Capital improvement	-	-	-	86,036	-	86,036
Total assigned	<u>566,249</u>	<u>-</u>	<u>-</u>	<u>86,036</u>	<u>-</u>	<u>652,285</u>
Unassigned	<u>1,500,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,500,000</u>
Total fund balances	<u>\$ 2,130,527</u>	<u>\$ 112,661</u>	<u>\$ 1,193,542</u>	<u>\$ 86,036</u>	<u>\$ 259,585</u>	<u>\$ 3,782,351</u>

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 19 - OTHER COMMITMENTS

A. Encumbrances

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

<u>Fund</u>	<u>Year-End</u> <u>Encumbrances</u>
General	\$ 207,251
Street maintenance and repair	45,973
Capital improvement	294,320
Nonmajor governmental funds	<u>26,213</u>
Total	<u>\$ 573,757</u>

B. Revenue Sharing Agreement

The City has entered into an agreement with the Groveport-Madison Local School District (the "District") to compensate the District for property tax revenues lost as a result of a tax-exempt enterprise zone established by the City. For each year the exemption is in effect, the City is obligated to pay the District an amount equal to fifty percent of the income taxes collected on new employee payroll reported by employers within the enterprise zone. The City's liability as of December 31, 2013 of \$1,312,267 is reported as due to other governments in the accompanying financial statements.

NOTE 20 - GROVEPORT COMMUNITY IMPROVEMENT CORPORATION

A. Description of the Reporting Entity

The Groveport Community Improvement Corporation (the "Corporation") was created in 2002 and incorporated as a not-for-profit corporation under Title XVII, Chapters 1702 and 1724 of the Ohio Revised Code for the purpose to advance, encourage, and promote industrial, economic, commercial and civic development for the City of Groveport (the "City"). The Corporation has been designated as the City's agent for industrial and commercial distributions and research development.

The Board of Trustees is to be comprised of ten members. The Trustees shall be chosen from two categories in accordance with the following:

- A) Trustees who qualify for inclusion in Category A) shall be the following elected or appointed officials of the City of Groveport: Member of Council, Member of the City Planning Commission, Mayor, City Administrator, Law Director, Finance Director or Chief Building Officer.
- B) Those persons who qualify for inclusion in Category B) shall be members of the Corporation who are not elected or appointed officials of the City of Groveport.

There shall always be no fewer than three Trustees selected from persons who qualify for this inclusion in Category A) and no fewer than four Trustees who qualify for inclusion in Category B).

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 20 - GROVEPORT COMMUNITY IMPROVEMENT CORPORATION - (Continued)

The election of trustees shall take place at the first meeting of the Trustees in January. The elected and appointed officials of the City shall be elected for one year and shall continue in the office until their successors are elected and qualified. All remaining Trustees shall be elected for two years and shall continue in office until their successors are elected and qualified.

The City is a charter municipal corporation incorporated under the laws of the State of Ohio. In accordance with the Governmental Accounting Standards Board (GASB) Statement No. 14, as amended by GASB Statement No. 39, *The Financial Reporting Entity*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus*, the City's primary government and basic financial statements include component units which are defined as legally separate organizations for which the City is financially accountable. Financial accountability is defined as the appointment of a voting majority of the organization's board and either 1) the City's ability to impose its will over the organization, or 2) the possibility that the organization will provide a financial benefit or impose a financial burden to the City. The Corporation is a legally separate entity and is reported by the City as a discretely presented component unit in the City's basic financial statements. The Corporation is reported as a component unit of the City due to the City's ability to impose its will on the operations of the Corporation. The Corporation does not have any component units and does not include any other organizations in its presentation. The Corporation's management believes these basic financial statements present all activities for which the Corporation is financially accountable.

B. Summary of Significant Accounting Policies

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

Basis of Accounting - The basic financial statements of the Corporation are prepared using the accrual basis of accounting in conformity with GAAP. Revenues are recognized when earned and expenses are recognized when incurred.

Basis of Presentation - The Corporation's basic financial statements consist of a statement of net position, a statement of revenues, expenses and changes in net position, and a statement of cash flows.

Cash and Cash Equivalents - For the purpose of the statement of cash flows, all cash in the Corporation's checking account is considered to be cash and cash equivalents. All monies received by the Corporation are deposited in a demand deposit account.

Federal Income Tax - The Corporation is exempt from federal income tax under Section 501 (c)(3) of the Internal Revenue Code.

Net position - Net position represent the difference between assets and liabilities. The Corporation does not report restricted net position.

Operating Revenues & Expenses - Operating revenues consist primarily of fees for providing services and other income. Operating expenses include the cost of providing these services, including administrative expenses.

CITY OF GROVEPORT, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

NOTE 20 - GROVEPORT COMMUNITY IMPROVEMENT CORPORATION - (Continued)

Nonoperating Revenues & Expenses - Nonoperating revenues and expenses are all revenues and expenses not meeting the definition of operating revenues and expenses. Nonoperating revenues include grants and interest from investments. Nonoperating expenses include interest expense and other nonoperating expenses.

C. Change in Accounting Principle

For fiscal year 2013, the Corporation has implemented GASB Statement No. 61, "The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34" and GASB Statement No. 66, "Technical Corrections-2012".

GASB Statement No. 61 modifies certain requirements for inclusion of component units in the financial reporting entity. The Statement amends the criteria for reporting component units as if they were part of the primary government in certain circumstances. Finally, the Statement also clarifies the reporting of equity interests in legally separate organizations. The implementation of GASB Statement No. 61 did not have an effect on the financial statements of the Corporation.

GASB Statement No. 66 improves accounting and financial reporting by resolving conflicting guidance that resulted from the issuance of two pronouncements; GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions" and GASB Statement No. 62, "Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA pronouncements". The implementation of GASB Statement No. 66 did not have an effect on the financial statements of the Corporation.

D. Cash, Cash Equivalents and Investments

At December 31, 2013, the carrying amount of the Corporation's deposits was \$2,218. Based on criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of December 31, 2013, the entire bank balance was covered by the Federal Deposit Insurance Corporation. There are no significant statutory restrictions regarding the deposits of funds held by the Corporation.

E. Risk Management

The Corporation is not exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters.

F. Contingent Liabilities

The Corporation is not involved in material litigation as either plaintiff or defendant.

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**COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES**

CITY OF GROVEPORT, OHIO
INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS
GENERAL FUND

The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the charter of the City and/or the general laws of Ohio.

Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis):

Rainy Day Fund

This fund accounts for income tax monies allocated in accordance with City Ordinances for the purpose of providing consistent delivery of public services in the event of a downturn in the City's economy. The maximum fund balance this fund may accumulate is \$1,500,000.

Township Inspection Fund

This fund receives fees for the purpose of inspections conducted by the City's building department.

MAJOR SPECIAL REVENUE FUND

Street Maintenance and Repair Fund

The street fund accounts for revenues generated from license and gasoline taxes to be used on local roads within the City.

MAJOR DEBT SERVICE FUND

Debt Service Fund

The debt service fund receives income tax collections and other revenue sources for the retirement of principal and interest associated with outstanding debt.

MAJOR CAPITAL PROJECT FUND

Capital Improvement Fund

This fund receives transfers and proceeds of debt to account for the purchase and construction of capital improvements for the City.

NONMAJOR SPECIAL REVENUE FUNDS

The special revenue funds are used to account for all specific financial resources (other than major capital projects) that are legally restricted for specified expenditure purposes. The following are the special revenue funds which the City operates:

State Highway Fund

This fund accounts for the portion of state gasoline tax designated for maintenance of state highways within the City.

Cemetery Fund

This fund receives various charges for services associated with the operation of the City's cemetery.

Parks Fund

This fund accounts for fees charged for recreational activities and is used for park and recreation purposes.

Tax Increment Financing Fund

To account for payment in lieu of taxes associated with various business incentive agreements with corporations within the City.

Senior Transportation Fund

This fund receives grant monies for the purpose of providing transportation services to seniors within the community.

Drug Education and Enforcement Fund

This fund had received grant monies for the purpose of assisting with drug enforcement efforts within the City. This fund is not budgeted by the City.

Federal Drug Enforcement Fund

This fund had received grant monies for the purpose of assisting with drug enforcement efforts within the City. This fund is not budgeted by the City.

Motor Vehicle Fund

This fund receives money from the State of Ohio and the Franklin County Engineer for purposes of infrastructure improvements.

DUI/OMVI Enforcement Fund

This fund receives fines assessed from Mayor's Court for impaired drivers. Money is used for training and education purposes.

COPS Fast Fund

This fund received grant money for hiring additional police officers in the City and is not budgeted by the City.

CITY OF GROVEPORT, OHIO

**INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS**

NONMAJOR SPECIAL REVENUE FUNDS (Continued)

Court Computer Fund

This fund receives fines assessed from Mayor's Court for improvements to the Court computers and trainings.

Cemetery Perpetual Care Fund

This fund receives interest which may only be used for the beautification of the City's cemetery.

Federal Emergency Management Agency (FEMA) Fund

This fund receives federal and state money to reimburse the City for costs incurred for disasters within the City.

Tree Fund

This fund receives fines, licences and permits from developers for the replacement and planting of trees within the City.

NONMAJOR CAPITAL PROJECTS FUNDS

Recreation Center Capital Project Fund

This fund receives 3% of charges for services received from the recreation and aquatic center which may only be used for capital improvements to recreational facilities.

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Income taxes.	\$ 8,275,105	\$ 8,882,847	\$ 9,955,170	\$ 1,072,323
Property and other taxes.	262,601	262,601	266,508	3,907
Charges for services.	2,331,950	2,331,950	2,068,217	(263,733)
Fines, licenses and permits.	202,600	202,600	372,004	169,404
Intergovernmental.	171,792	171,792	194,530	22,738
Special assessments.	10,000	10,000	9,854	(146)
Investment income.	52,500	52,500	34,619	(17,881)
Other.	196,533	249,143	223,032	(26,111)
Total revenues.	<u>11,503,081</u>	<u>12,163,433</u>	<u>13,123,934</u>	<u>960,501</u>
Expenditures:				
Current:				
General government				
Mayor				
Personal services.	166,562	166,562	156,292	10,270
Contractual services.	14,500	14,500	12,871	1,629
Materials and supplies.	1,500	1,500	1,075	425
Total mayor.	<u>182,562</u>	<u>182,562</u>	<u>170,238</u>	<u>12,324</u>
Finance				
Personal services.	297,720	301,720	294,297	7,423
Contractual services.	1,800,311	1,729,476	1,689,572	39,904
Materials and supplies.	4,000	34,000	32,456	1,544
Total finance.	<u>2,102,031</u>	<u>2,065,196</u>	<u>2,016,325</u>	<u>48,871</u>
Law				
Personal services.	168,760	175,210	167,454	7,756
Contractual services.	28,500	25,550	22,340	3,210
Materials and supplies.	2,700	5,200	4,377	823
Other.	1,500	1,500	1,295	205
Total law.	<u>201,460</u>	<u>207,460</u>	<u>195,466</u>	<u>11,994</u>
Legislature				
Personal services.	133,656	133,656	112,616	21,040
Contractual services.	8,500	8,500	6,792	1,708
Materials and supplies.	57,600	57,600	50,168	7,432
Capital Outlay.	20,000	20,000	16,512	3,488
Total legislature.	<u>219,756</u>	<u>219,756</u>	<u>186,088</u>	<u>33,668</u>
Real estate tax collection				
Contractual services.	9,500	9,500	5,230	4,270
Total real estate tax collection.	<u>9,500</u>	<u>9,500</u>	<u>5,230</u>	<u>4,270</u>
Audits and elections				
Contractual services.	25,000	25,000	20,120	4,880
Total audits and election.	<u>25,000</u>	<u>25,000</u>	<u>20,120</u>	<u>4,880</u>

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CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				(Negative)
Administration				
Personal services.	\$ 225,785	\$ 225,785	\$ 204,350	\$ 21,435
Contractual services	410,900	338,024	327,447	10,577
Materials and supplies.	43,500	47,500	42,770	4,730
Capital.	485,000	93,000	92,340	660
Other.	81,000	81,000	72,142	8,858
Total administration	<u>1,246,185</u>	<u>785,309</u>	<u>739,049</u>	<u>46,260</u>
Facilities Management				
Personal services.	98,888	98,888	73,187	25,701
Contractual services	7,000	3,489	998	2,491
Materials and supplies.	6,000	6,000	5,324	676
Capital	21,077	19,450	19,450	-
Total facilities management.	<u>132,965</u>	<u>127,827</u>	<u>98,959</u>	<u>28,868</u>
General				
Contingency.	18,492	18,492	-	18,492
Total General	<u>18,492</u>	<u>18,492</u>	<u>-</u>	<u>18,492</u>
Total general government.	<u>4,137,951</u>	<u>3,641,102</u>	<u>3,431,475</u>	<u>209,627</u>
Security of persons and property				
Police				
Personal services.	2,854,132	2,864,132	2,575,150	288,982
Contractual services	107,330	99,076	92,591	6,485
Materials and supplies.	111,075	167,075	108,975	58,100
Capital outlay	60,000	-	-	-
Total police.	<u>3,132,537</u>	<u>3,130,283</u>	<u>2,776,716</u>	<u>353,567</u>
Total security of persons and property	<u>3,132,537</u>	<u>3,130,283</u>	<u>2,776,716</u>	<u>353,567</u>
Public health and welfare				
County health district				
Contractual services	42,000	42,000	32,111	9,889
Total county health district	<u>42,000</u>	<u>42,000</u>	<u>32,111</u>	<u>9,889</u>
Total public health and welfare.	<u>42,000</u>	<u>42,000</u>	<u>32,111</u>	<u>9,889</u>
Economic development				
Economic development				
Contractual services	5,000	3,600	3,600	-
Materials and supplies.	7,500	8,900	8,407	493
Total economic development.	<u>12,500</u>	<u>12,500</u>	<u>12,007</u>	<u>493</u>
Total economic development	<u>12,500</u>	<u>12,500</u>	<u>12,007</u>	<u>493</u>

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CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Leisure time activity				
Recreation-parks				
Personal services	\$ 472,440	\$ 482,440	\$ 470,621	\$ 11,819
Contractual services	19,594	20,094	13,705	6,389
Materials and supplies	100,700	100,200	72,697	27,503
Capital Outlay	12,000	12,000	7,375	4,625
Total recreation-parks	<u>604,734</u>	<u>614,734</u>	<u>564,398</u>	<u>50,336</u>
Recreation-aquatic				
Personal services	323,624	323,624	224,821	98,803
Contractual services	114,417	114,417	77,074	37,343
Materials and supplies	62,500	62,500	56,674	5,826
Capital Outlay	37,000	37,000	30,110	6,890
Total recreation-aquatic	<u>537,541</u>	<u>537,541</u>	<u>388,679</u>	<u>148,862</u>
Recreation-aquatic indoor				
Personal services	244,022	244,022	175,083	68,939
Contractual services	6,807	6,807	3,734	3,073
Materials and supplies	29,885	29,885	28,522	1,363
Total recreation-aquatic indoor	<u>280,714</u>	<u>280,714</u>	<u>207,339</u>	<u>73,375</u>
Recreation-center operations				
Personal services	389,106	389,106	307,345	81,761
Contractual services	453,734	431,668	421,386	10,282
Materials and supplies	82,830	82,830	79,970	2,860
Capital Outlay	55,000	66,160	65,622	538
Total recreation-center operations	<u>980,670</u>	<u>969,764</u>	<u>874,323</u>	<u>95,441</u>
Recreation-center fitness				
Personal services	121,442	121,442	114,910	6,532
Contractual services	73,052	73,052	52,484	20,568
Materials and supplies	12,380	12,380	9,054	3,326
Total recreation-center fitness	<u>206,874</u>	<u>206,874</u>	<u>176,448</u>	<u>30,426</u>
Recreation-center athletics				
Personal services	43,471	43,471	37,651	5,820
Contractual services	89,772	89,772	76,379	13,393
Materials and supplies	22,603	22,603	13,425	9,178
Total recreation-center athletics	<u>155,846</u>	<u>155,846</u>	<u>127,455</u>	<u>28,391</u>
Recreation-center programs				
Personal services	70,315	70,315	59,733	10,582
Contractual services	8,930	8,930	1,317	7,613
Materials and supplies	8,090	8,090	3,800	4,290
Total recreation-center programs	<u>87,335</u>	<u>87,335</u>	<u>64,850</u>	<u>22,485</u>
Recreation-center				
Personal services	189,009	189,009	186,926	2,083
Contractual services	18,099	18,099	17,677	422
Materials and supplies	1,650	1,650	1,650	-
Total recreation-center	<u>208,758</u>	<u>208,758</u>	<u>206,253</u>	<u>2,505</u>

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CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Community affairs				
Personal services	\$ 352,432	\$ 352,329	\$ 325,387	\$ 26,942
Contractual services	92,591	86,587	79,252	7,335
Materials and supplies	78,167	54,482	50,232	4,250
Capital Outlay	73,461	89,497	88,245	1,252
Total community affairs	<u>596,651</u>	<u>582,895</u>	<u>543,116</u>	<u>39,779</u>
Senior center				
Personal services	87,503	87,503	85,472	2,031
Contractual services	10,815	11,815	6,696	5,119
Materials and supplies	7,750	6,750	4,733	2,017
Total senior center	<u>106,068</u>	<u>106,068</u>	<u>96,901</u>	<u>9,167</u>
Senior transportation				
Personal services	103,833	103,433	77,837	25,996
Contractual services	1,740	1,740	1,736	4
Materials and supplies	12,600	13,000	10,106	2,894
Total senior transportation	<u>118,173</u>	<u>118,173</u>	<u>89,679</u>	<u>28,494</u>
Recreation-golf				
Personal services	249,579	243,656	231,215	12,441
Contractual services	157,900	150,325	146,567	3,758
Materials and supplies	90,000	103,500	100,387	3,113
Capital Outlay	845,316	411,327	416,374	(5,047)
Total recreation-golf	<u>1,342,795</u>	<u>908,808</u>	<u>894,543</u>	<u>14,265</u>
Recreation-golf maintenance				
Personal services	487,753	495,510	455,735	39,775
Contractual services	16,000	16,000	12,947	3,053
Materials and supplies	174,000	174,000	158,884	15,116
Capital Outlay	108,865	101,108	101,108	-
Total recreation-golf maintenance	<u>786,618</u>	<u>786,618</u>	<u>728,674</u>	<u>57,944</u>
Administration - human resources				
Personal services	85,551	89,551	81,542	8,009
Contractual services	6,000	2,000	2,000	-
Materials and supplies	15,000	15,000	7,037	7,963
Total administration - human resources	<u>106,551</u>	<u>106,551</u>	<u>90,579</u>	<u>15,972</u>
Total leisure time activity	<u>6,119,328</u>	<u>5,670,679</u>	<u>5,053,237</u>	<u>617,442</u>
Community Environment				
Building and zoning				
Personal services	290,604	290,604	279,257	11,347
Contractual services	167,400	167,400	134,127	33,273
Materials and supplies	21,100	21,100	10,219	10,881
Total building and zoning	<u>479,104</u>	<u>479,104</u>	<u>423,603</u>	<u>55,501</u>
Total community environment	<u>479,104</u>	<u>479,104</u>	<u>423,603</u>	<u>55,501</u>
Debt Service:				
Principal	26,202	783,010	638,989	144,021
Interest	300	14,379	14,379	-
Total debt service	<u>26,502</u>	<u>797,389</u>	<u>653,368</u>	<u>144,021</u>
Total expenditures	<u>13,949,922</u>	<u>13,773,057</u>	<u>12,382,517</u>	<u>1,390,540</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,446,841)</u>	<u>(1,609,624)</u>	<u>741,417</u>	<u>(430,039)</u>

- - Continued

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND (CONTINUED)
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Other financing sources (uses):				
Sale of notes	\$ 500,000	\$ 500,000	\$ 500,000	\$ -
Sale of bonds	545,607	-	-	-
Lease proceeds	453,759	453,759	445,009	(8,750)
Sale of capital assets	1,000	1,000	17,000	16,000
Transfers in	52,610	-	-	-
Transfers out	(590,287)	(829,287)	(829,287)	-
Total other financing sources (uses).	<u>962,689</u>	<u>125,472</u>	<u>132,722</u>	<u>7,250</u>
Net change in fund balance	(1,484,152)	(1,484,152)	874,139	2,358,291
Fund balance at beginning of year . . .	<u>1,484,152</u>	<u>1,484,152</u>	<u>1,484,152</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,358,291</u>	<u>\$ 2,358,291</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 RAINY DAY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		<u>Variance with</u>
	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
Revenues:			
Total revenues.	\$ -	\$ -	\$ -
Expenditures:			
General government:			
Finance			-
Contractual services.	1,500,000	-	1,500,000
Total expenditures.	1,500,000	-	1,500,000
Excess (deficiency) of revenues over (under) expenditures.	(1,500,000)	-	1,500,000
Net change in fund balance.	(1,500,000)	-	1,500,000
Fund balance at beginning of year	<u>1,500,000</u>	<u>1,500,000</u>	<u>-</u>
Fund balance at end of year.	<u>\$ -</u>	<u>\$ 1,500,000</u>	<u>\$ 1,500,000</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 TOWNSHIP INSPECTION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		<u>Variance with</u>
	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
Revenues:			
Fines, licenses and permits.	\$ 14,500	\$ 19,828	\$ 5,328
Total revenues	<u>14,500</u>	<u>19,828</u>	<u>5,328</u>
Expenditures:			
Community Environment			
Building and zoning			
Contractual services	17,800	15,888	1,912
Total expenditures	<u>17,800</u>	<u>15,888</u>	<u>1,912</u>
Excess (deficiency) of revenues over (under) expenditures.	<u>(3,300)</u>	<u>3,940</u>	<u>7,240</u>
Net change in fund balance.	<u>(3,300)</u>	<u>3,940</u>	<u>7,240</u>
Fund balance at beginning of year.	<u>3,300</u>	<u>3,300</u>	<u>-</u>
Fund balance at end of year.	<u>\$ -</u>	<u>\$ 7,240</u>	<u>\$ 7,240</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 STREET MAINTENANCE AND REPAIR FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$ 1,800,568	\$ 1,550,089	\$ 1,394,453	\$ (155,636)
Investment income	500	500	1,279	779
Other.	25,279	25,579	31,707	6,128
Total revenues	1,826,347	1,576,168	1,427,439	(148,729)
Expenditures:				
Current:				
Transportation				
Street department				
Personnel services	808,968	828,968	816,592	12,376
Contractual services.	149,440	346,440	140,846	205,594
Materials and supplies.	162,750	162,750	142,690	20,060
Capital outlay.	1,373,131	1,486,631	1,242,692	243,939
Debt Service:				
Principal		14,753	14,753	-
Interest.		497	250	247
Total transportation.	2,494,289	2,840,039	2,357,823	482,216
Total expenditures	2,494,289	2,840,039	2,357,823	482,216
Excess (deficiency) of revenues over (under) expenditures.	(667,942)	(1,263,871)	(930,384)	333,487
Other financing sources:				
Transfers in.	590,287	800,287	800,287	-
Loan proceeds	-	315,429	17,673	(297,756)
Lease proceeds	-	70,500	70,413	(87)
Total other financing sources.	590,287	1,186,216	888,373	(297,843)
Net change in fund balance.	(77,655)	(77,655)	(42,011)	35,644
Fund balance at beginning of year	77,655	77,655	77,655	-
Fund balance at end of year	\$ -	\$ -	\$ 35,644	\$ 35,644

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		Variance with
	<u>Final</u>	<u>Actual</u>	Final Budget
			Positive
			(Negative)
Revenues:			
Income taxes	\$ 1,997,750	\$ 2,504,703	\$ 506,953
Total revenues	<u>1,997,750</u>	<u>2,504,703</u>	<u>506,953</u>
Expenditures:			
General government:			
Contractual services.	475,623	37,982	437,641
Debt service:			
Principal	1,156,964	1,156,964	-
Interest	539,814	454,324	85,490
Issuance costs	104,282	104,181	101
Total expenditures	<u>2,276,683</u>	<u>1,753,451</u>	<u>523,232</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(278,933)</u>	<u>751,252</u>	<u>1,030,185</u>
Other financing sources (uses):			
Premium on bond and note issuance.	-	91,273	91,273
Total other financing sources (uses)	<u>-</u>	<u>91,273</u>	<u>91,273</u>
Net change in fund balance.	(278,933)	842,525	1,121,458
Fund balance at beginning of year	<u>278,933</u>	<u>278,933</u>	<u>-</u>
Fund balance at end of year.	<u>\$ -</u>	<u>\$ 1,121,458</u>	<u>\$ 1,121,458</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CAPITAL IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
Total revenues	\$ -	\$ -	\$ -
Expenditures:			
Capital Outlay:			
Capital outlay	2,534,792	1,383,469	1,151,323
Debt service:			
Principal	1,046,439	1,041,662	4,777
Interest	21,951	21,001	950
Total expenditures	<u>3,603,182</u>	<u>2,446,132</u>	<u>1,157,050</u>
Excess (deficiency) of revenues over (under) expenditures	(3,603,182)	(2,446,132)	(1,157,050)
Other financing sources:			
Sale of bonds	2,402,617	1,990,000	(412,617)
Sale of notes	1,000,000	1,000,000	-
Total other financing sources.	<u>3,402,617</u>	<u>2,990,000</u>	<u>(412,617)</u>
Net change in fund balance.	(200,565)	543,868	744,433
Fund balance at beginning of year	<u>200,565</u>	<u>200,565</u>	<u>-</u>
Fund balance at end of year.	<u>\$ -</u>	<u>\$ 744,433</u>	<u>\$ 744,433</u>

CITY OF GROVEPORT, OHIO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2013

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Assets:			
Equity in pooled cash and cash equivalents	\$ 210,851	\$ 42,629	\$ 253,480
Receivables (net of allowances of uncollectibles):			
Due from other governments	31,383	-	31,383
Total assets	\$ 242,234	\$ 42,629	\$ 284,863
Liabilities:			
Accounts payable	\$ 322	\$ -	\$ 322
Total liabilities	322	-	322
Deferred inflows of resources:			
Intergovernmental revenue not available	24,956	-	24,956
Fund balances:			
Restricted	179,162	-	179,162
Committed	37,794	42,629	80,423
Total fund balances.	216,956	42,629	259,585
Total liabilities, deferred inflows of resources and fund balances	\$ 242,234	\$ 42,629	\$ 284,863

CITY OF GROVEPORT, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
Revenues:			
Payment in lieu of taxes	\$ 56,015	\$ -	\$ 56,015
Charges for services	35,388	33,247	68,635
Fines, licenses and permits	10,905	-	10,905
Intergovernmental	114,759	-	114,759
Investment income	113	-	113
	<hr/>	<hr/>	<hr/>
Total revenues	217,180	33,247	250,427
	<hr/>	<hr/>	<hr/>
Expenditures:			
Current:			
General government	62,035	-	62,035
Security of persons and property	1,338	-	1,338
Public health and welfare	24,270	-	24,270
Transportation	344,553	-	344,553
Leisure time activity	107,386	-	107,386
Capital outlay	36,712	4,233	40,945
Debt service:			
Principal retirement	13,764	9,624	23,388
Interest and fiscal charges	922	758	1,680
	<hr/>	<hr/>	<hr/>
Total expenditures	590,980	14,615	605,595
	<hr/>	<hr/>	<hr/>
Deficiency of revenues under expenditures	(373,800)	18,632	(355,168)
	<hr/>	<hr/>	<hr/>
Other financing sources (uses):			
Capital lease transaction	45,349	-	45,349
Transfers in	9,000	-	9,000
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	54,349	-	54,349
	<hr/>	<hr/>	<hr/>
Net change in fund balances	(319,451)	18,632	(300,819)
	<hr/>	<hr/>	<hr/>
Fund balances at beginning of year	536,407	23,997	560,404
	<hr/>	<hr/>	<hr/>
Fund balances at end of year	<u>\$ 216,956</u>	<u>\$ 42,629</u>	<u>\$ 259,585</u>

CITY OF GROVEPORT, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2013

	<u>State Highway</u>	<u>Cemetery</u>	<u>Parks</u>	<u>Tax Increment Financing</u>	<u>Senior Transportation</u>	<u>Drug Education & Enforcement</u>
Assets:						
Equity in pooled cash and cash equivalents	\$ 29,095	\$ 22,591	\$ 35,984	\$ 314	\$ 290	\$ 1
Receivables (net of allowances of uncollectibles):						
Due from other governments	31,383	-	-	-	-	-
Total assets	<u>\$ 60,478</u>	<u>\$ 22,591</u>	<u>\$ 35,984</u>	<u>\$ 314</u>	<u>\$ 290</u>	<u>\$ 1</u>
Liabilities:						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:						
Intergovernmental revenue not available	24,956	-	-	-	-	-
Fund balances:						
Restricted	35,522	22,591	-	314	290	1
Committed	-	-	35,984	-	-	-
Total fund balances	<u>35,522</u>	<u>22,591</u>	<u>35,984</u>	<u>314</u>	<u>290</u>	<u>1</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 60,478</u>	<u>\$ 22,591</u>	<u>\$ 35,984</u>	<u>\$ 314</u>	<u>\$ 290</u>	<u>\$ 1</u>

Federal Drug Enforcement	Motor Vehicle	DUI/OMVI Enforcement	COPS Fast	Court Computer	Cemetery Perpetual Care	Tree Fund	Total Nonmajor Special Revenue Funds
\$ 1	\$ 7,965	\$ 11,196	\$ 1	\$ 17,105	\$ 84,498	\$ 1,810	\$ 210,851
-	-	-	-	-	-	-	31,383
<u>\$ 1</u>	<u>\$ 7,965</u>	<u>\$ 11,196</u>	<u>\$ 1</u>	<u>\$ 17,105</u>	<u>\$ 84,498</u>	<u>\$ 1,810</u>	<u>\$ 242,234</u>
\$ -	\$ -	\$ 322	\$ -	\$ -	\$ -	\$ -	\$ 322
-	-	322	-	-	-	-	322
-	-	-	-	-	-	-	24,956
1	7,965	10,874	1	17,105	84,498	-	179,162
-	-	-	-	-	-	1,810	37,794
<u>1</u>	<u>7,965</u>	<u>10,874</u>	<u>1</u>	<u>17,105</u>	<u>84,498</u>	<u>1,810</u>	<u>216,956</u>
<u>\$ 1</u>	<u>\$ 7,965</u>	<u>\$ 11,196</u>	<u>\$ 1</u>	<u>\$ 17,105</u>	<u>\$ 84,498</u>	<u>\$ 1,810</u>	<u>\$ 242,234</u>

CITY OF GROVEPORT, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013

	State Highway Fund	Cemetery Fund	Parks Fund	Tax Increment Financing Fund	Senior Transportation Fund	Drug Education & Enforcement
Revenues:						
Payment in lieu of taxes	\$ -	\$ -	\$ -	\$ 56,015	\$ -	\$ -
Charges for services	-	20,410	14,978	-	-	-
Fines, licenses and permits	-	-	-	-	-	-
Intergovernmental	48,608	-	-	-	10,457	-
Investment income	79	-	-	-	-	-
Total revenues	48,687	20,410	14,978	56,015	10,457	-
Expenditures:						
Current:						
General government	-	-	-	55,701	-	-
Security of persons and property	-	-	-	-	-	-
Public health and welfare	-	24,270	-	-	-	-
Transportation	47,218	-	-	-	-	-
Leisure time activity	-	-	85,644	-	21,742	-
Capital outlay	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	11,757	-	-	-
Interest and fiscal charges	-	-	300	-	-	-
Total expenditures	47,218	24,270	97,701	55,701	21,742	-
Excess (deficiency) of revenues over (under) expenditures	1,469	(3,860)	(82,723)	314	(11,285)	-
Other financing sources:						
Capital lease transaction	-	-	45,349	-	-	-
Transfers in	-	-	-	-	9,000	-
Total other financing sources	-	-	45,349	-	9,000	-
Net change in fund balances	1,469	(3,860)	(37,374)	314	(2,285)	-
Fund balances at beginning of year	34,053	26,451	73,358	-	2,575	1
Fund balances at end of year	\$ 35,522	\$ 22,591	\$ 35,984	\$ 314	\$ 290	\$ 1

Federal Drug Enforcement	Motor Vehicle Fund	DUI/OMVI Enforcement Fund	COPS Fast	Court Computer Fund	Cemetery Perpetual Care Fund	Federal Emergency Management Agency Fund	Tree Fund	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 56,015
-	-	-	-	-	-	-	-	35,388
-	-	3,015	-	6,080	-	-	1,810	10,905
-	18,982	-	-	-	-	36,712	-	114,759
-	-	-	-	-	34	-	-	113
-	18,982	3,015	-	6,080	34	36,712	1,810	217,180
-	-	-	-	6,334	-	-	-	62,035
-	-	1,338	-	-	-	-	-	1,338
-	-	-	-	-	-	-	-	24,270
-	297,335	-	-	-	-	-	-	344,553
-	-	-	-	-	-	-	-	107,386
-	-	-	-	-	-	36,712	-	36,712
-	-	-	-	2,007	-	-	-	13,764
-	-	-	-	622	-	-	-	922
-	297,335	1,338	-	8,963	-	36,712	-	590,980
-	(278,353)	1,677	-	(2,883)	34	-	1,810	(373,800)
-	-	-	-	-	-	-	-	45,349
-	-	-	-	-	-	-	-	9,000
-	-	-	-	-	-	-	-	54,349
-	(278,353)	1,677	-	(2,883)	34	-	1,810	(319,451)
1	286,318	9,197	1	19,988	84,464	-	-	536,407
\$ 1	\$ 7,965	\$ 10,874	\$ 1	\$ 17,105	\$ 84,498	\$ -	\$ 1,810	\$ 216,956

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 STATE HIGHWAY IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
Intergovernmental	\$ 48,000	\$ 46,235	\$ (1,765)
Investment income	-	79	79
Other	100	-	(100)
Total revenues	<u>48,100</u>	<u>46,314</u>	<u>(1,786)</u>
Expenditures:			
Current:			
Transportation			
Public service			
Contractual	<u>81,492</u>	<u>50,611</u>	<u>30,881</u>
Total expenditures	<u>81,492</u>	<u>50,611</u>	<u>30,881</u>
Net change in fund balance	(33,392)	(4,297)	29,095
Fund balance at beginning of year	<u>33,392</u>	<u>33,392</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 29,095</u>	<u>\$ 29,095</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CEMETERY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amounts</u>		Variance with
	<u>Final</u>	<u>Actual</u>	Final Budget
			Positive
			(Negative)
Revenues:			
Charges for services.	\$ 15,000	\$ 20,410	\$ 5,410
Total revenues	<u>15,000</u>	<u>20,410</u>	<u>5,410</u>
Expenditures:			
Current:			
Public health and welfare			
Public service			
Personnel services.	22,800	22,760	40
Materials and supplies.	<u>16,131</u>	<u>2,410</u>	<u>13,721</u>
Total public health and welfare.	<u>38,931</u>	<u>25,170</u>	<u>13,761</u>
Total expenditures	<u>38,931</u>	<u>25,170</u>	<u>13,761</u>
Net change in fund balance	(23,931)	(4,760)	19,171
Fund balance at beginning of year.	<u>23,931</u>	<u>23,931</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 19,171</u>	<u>\$ 19,171</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 PARKS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		Variance with
	<u>Final</u>	<u>Actual</u>	Final Budget
			Positive
			(Negative)
Revenues:			
Charges for services	\$ 7,500	\$ 14,978	\$ 7,478
Total revenues.	<u>7,500</u>	<u>14,978</u>	<u>7,478</u>
Expenditures:			
Current:			
Leisure time activities			
Park department			
Contractual services	398	-	398
Capital outlay	<u>123,120</u>	<u>110,185</u>	<u>12,935</u>
Total leisure time activities	<u>123,518</u>	<u>110,185</u>	<u>13,333</u>
Debt service:			
Principal retirement.	11,760	11,757	3
Interest and fiscal charges.	<u>1,500</u>	<u>300</u>	<u>1,200</u>
Total debt service.	<u>13,260</u>	<u>12,057</u>	<u>1,203</u>
Total expenditures.	<u>136,778</u>	<u>122,242</u>	<u>14,536</u>
Excess (deficiency) of revenues over (under) expenditures.	<u>(129,278)</u>	<u>(107,264)</u>	<u>22,014</u>
Other financing sources:			
Lease proceeds	<u>55,920</u>	<u>45,349</u>	<u>(10,571)</u>
Total other financing sources.	<u>55,920</u>	<u>45,349</u>	<u>(10,571)</u>
Net change in fund balance	(73,358)	(61,915)	11,443
Fund balance at beginning of year.	<u>73,358</u>	<u>73,358</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 11,443</u>	<u>\$ 11,443</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 TAX INCREMENT FINANCING FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		Variance with
	<u>Final</u>	<u>Actual</u>	Final Budget
			Positive
			(Negative)
Revenues:			
Payment in lieu of taxes	\$ 56,015	\$ 56,015	\$ -
Total revenues	<u>56,015</u>	<u>56,015</u>	<u>-</u>
Expenditures:			
Current:			
General government			
Finance			
Contractual services.	<u>56,015</u>	<u>56,015</u>	<u>-</u>
Total expenditures.	<u>56,015</u>	<u>56,015</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balance at beginning of year.	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SENIOR TRANSPORTATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		Variance with
	<u>Final</u>	<u>Actual</u>	Final Budget
			Positive
			(Negative)
Revenues:			
Intergovernmental	\$ 60,302	\$ 10,457	\$ (49,845)
Total revenues.	<u>60,302</u>	<u>10,457</u>	<u>(49,845)</u>
Expenditures:			
Current:			
Leisure time activity			
Transportation			
Personnel services.	<u>62,877</u>	<u>21,741</u>	<u>41,136</u>
Total expenditures	<u>62,877</u>	<u>21,741</u>	<u>41,136</u>
Excess (deficiency) of revenues over (under) expenditures.	<u>(2,575)</u>	<u>(11,284)</u>	<u>8,709</u>
Other financing sources:			
Transfers in.	<u>-</u>	<u>9,000</u>	<u>9,000</u>
Total other financing sources.	<u>-</u>	<u>9,000</u>	<u>9,000</u>
Net change in fund balance.	(2,575)	(2,284)	291
Fund balance at beginning of year	<u>2,575</u>	<u>2,575</u>	<u>-</u>
Fund balance at end of year.	<u>\$ -</u>	<u>\$ 291</u>	<u>\$ 291</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 MOTOR VEHICLE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		Variance with
	<u>Final</u>	<u>Actual</u>	Final Budget
			Positive
			(Negative)
Revenues:			
Intergovernmental	\$ 122,000	\$ 18,982	\$ (103,018)
Total revenues	<u>122,000</u>	<u>18,982</u>	<u>(103,018)</u>
Expenditures:			
Current:			
Transportation			
Street department			
Capital outlay	<u>408,318</u>	<u>297,335</u>	<u>110,983</u>
Total expenditures	<u>408,318</u>	<u>297,335</u>	<u>110,983</u>
Net change in fund balance	(286,318)	(278,353)	7,965
Fund balance at beginning of year.	<u>\$ 286,318</u>	<u>\$ 286,318</u>	<u>\$ -</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 7,965</u>	<u>\$ 7,965</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 DUI/OMVI ENFORCEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		<u>Variance with</u>
	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
Revenues:			
Fines, licenses and permits	\$ 1,500	\$ 3,015	\$ 1,515
Total revenues	<u>1,500</u>	<u>3,015</u>	<u>1,515</u>
Expenditures:			
Current:			
Security of persons and property			
Contractual services	<u>10,697</u>	<u>1,265</u>	<u>(9,432)</u>
Total expenditures	<u>10,697</u>	<u>1,265</u>	<u>(9,432)</u>
Net change in fund balance	(9,197)	1,750	10,947
Fund balance at beginning of year	<u>9,197</u>	<u>9,197</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 10,947</u>	<u>\$ 10,947</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 COURT COMPUTER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		Variance with
	<u>Final</u>	<u>Actual</u>	Final Budget
			Positive
			(Negative)
Revenues:			
Fines, licenses and permits	\$ 6,000	\$ 6,080	\$ 80
Total revenues.	<u>6,000</u>	<u>6,080</u>	<u>80</u>
Expenditures:			
Current:			
General government			
Contractual services.	23,102	6,591	16,511
Debt Service:			
Principal	2,226	2,007	219
Interest.	660	622	38
Total expenditures	<u>25,988</u>	<u>9,220</u>	<u>16,768</u>
Net change in fund balance	(19,988)	(3,140)	16,848
Fund balance at beginning of year	<u>19,988</u>	<u>19,988</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 16,848</u>	<u>\$ 16,848</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FEDERAL EMERGENCY MANAGEMENT AGENCY CAPITAL PROJECTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		Variance with
	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
Revenues:			
Intergovernmental.	\$ 36,712	\$ 36,712	\$ -
Total revenues.	<u>36,712</u>	<u>36,712</u>	<u>-</u>
Expenditures:			
Capital Outlay:			
Contractual services	36,712	36,712	-
Total expenditures	<u>36,712</u>	<u>36,712</u>	<u>-</u>
Net change in fund balance.	-	-	-
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 CEMETERY PERPETUAL CARE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		Variance with
	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
Revenues:			
Investment income	\$ 60	\$ 34	\$ (26)
Total revenues	<u>60</u>	<u>34</u>	<u>(26)</u>
Expenditures:			
Current:			
Public health and welfare			
Public service			
Materials and supplies	87,044	-	87,044
Total expenditures.	<u>87,044</u>	<u>-</u>	<u>87,044</u>
Net change in fund balance.	(86,984)	34	87,018
Fund balance at beginning of year	<u>86,984</u>	<u>86,984</u>	<u>-</u>
Fund balance at end of year.	<u>\$ -</u>	<u>\$ 87,018</u>	<u>\$ 87,018</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 TREE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		Variance with
	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
Revenues:			
Fees, licenses and permits	\$ -	\$ 1,810	\$ 1,810
Total revenues	<u>-</u>	<u>1,810</u>	<u>1,810</u>
Expenditures:			
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	1,810	1,810
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 1,810</u>	<u>\$ 1,810</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 RECREATION CENTER CAPITAL PROJECTS
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		Variance with
	<u>Final</u>	<u>Actual</u>	Final Budget
			Positive
			(Negative)
Revenues:			
Charges for services.	\$ 35,000	\$ 33,247	\$ (1,753)
Total revenues.	<u>35,000</u>	<u>33,247</u>	<u>(1,753)</u>
Expenditures:			
Capital Outlay:			
Capital outlay	48,614	4,500	44,114
Debt service:			
Principal	9,625	9,624	1
Interest.	758	758	-
Total expenditures	<u>58,997</u>	<u>14,882</u>	<u>44,115</u>
Net change in fund balance	(23,997)	18,365	42,362
Fund balance at beginning of year	<u>23,997</u>	<u>23,997</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 42,362</u>	<u>\$ 42,362</u>

CITY OF GROVEPORT, OHIO
INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTIONS - PROPRIETARY FUNDS

ENTERPRISE FUNDS

To account for the financing of costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis that are financed or recovered primarily through user charges.

Major Enterprise Funds

Water Fund

This fund accounts for the provision of water treatment and distribution to its residential and commercial users located within the

Water Capital Fund

To account for capacity fees and debt proceeds used to construction projects and improvements. For GAAP reporting, this activity is reflected in the Water enterprise fund.

Sewer Fund

This fund accounts for the provision of sanitary sewer service to the residents and commercial users located within the City.

Sewer Capital Fund

To account for capacity fees used for construction projects and improvements. For GAAP reporting, this activity is reflected in the Sewer enterprise fund.

Nonmajor Enterprise Fund

Storm Water Fund

This fund accounts for the storm drainage runoff services provided to the residents and commercial users of the City. The costs of providing these services are financed primarily through user charges.

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 WATER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		<u>Variance with</u>
	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
Operating revenues:			
Charges for services.	\$ 535,000	\$ 510,626	\$ (24,374)
Other	1,300	3,587	2,287
Total operating revenues.	<u>536,300</u>	<u>514,213</u>	<u>(22,087)</u>
Operating expenses:			
Personal services.	286,083	258,584	27,499
Materials and supplies	99,952	75,541	24,411
Contractual services	49,151	40,891	8,260
Capital	300,000	263,137	36,863
Other	84,899	-	84,899
Total operating expenses	<u>820,085</u>	<u>638,153</u>	<u>181,932</u>
Net change in fund equity	(283,785)	(123,940)	159,845
Fund equity at beginning of year	<u>283,785</u>	<u>283,785</u>	<u>-</u>
Fund equity at end of year	<u>\$ -</u>	<u>\$ 159,845</u>	<u>\$ 159,845</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 WATER CAPITAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Operating revenues:			
Charges for services.	\$ 15,000	\$ 74,687	\$ 59,687
Total operating revenues.	<u>15,000</u>	<u>74,687</u>	<u>59,687</u>
Operating expenses:			
Capital outlay	<u>369,921</u>	<u>212,224</u>	<u>157,697</u>
Total operating expenses.	<u>369,921</u>	<u>212,224</u>	<u>157,697</u>
Operating income (loss).	(354,921)	(137,537)	(98,010)
Nonoperating revenues (expenses):			
Sale of notes	450,000	450,000	-
Lease proceeds	16,500	19,899	3,399
Debt service:			
Principal retirement.	(455,157)	(455,157)	-
Interest and fiscal charges.	(7,300)	(6,443)	(857)
Total nonoperating revenues (expenses). . .	<u>4,043</u>	<u>8,299</u>	<u>2,542</u>
Net change in fund equity	(350,878)	(129,238)	221,640
Fund equity at beginning of year	<u>350,878</u>	<u>350,878</u>	<u>-</u>
Fund equity at end of year	<u>\$ -</u>	<u>\$ 221,640</u>	<u>\$ 221,640</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SEWER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		Variance with
	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
Operating revenues:			
Charges for services.	\$ 466,000	\$ 461,647	\$ (4,353)
Other	1,400	-	(1,400)
Total operating revenues.	<u>467,400</u>	<u>461,647</u>	<u>(5,753)</u>
Operating expenses:			
Personal services.	17,425	13,209	4,216
Materials and supplies	6,000	4,788	1,212
Contractual services	469,425	455,320	14,105
Total operating expenses	<u>492,850</u>	<u>473,317</u>	<u>19,533</u>
Operating income (loss).	(25,450)	(11,670)	13,780
Nonoperating revenues (expenses):			
Transfers in	20,000	20,000	-
Total nonoperating revenues (expenses)	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Net change in fund equity	(5,450)	8,330	13,780
Fund equity at beginning of year	5,450	5,450	-
Prior year encumbrances appropriated	-	-	-
Fund equity at end of year	<u>\$ -</u>	<u>\$ 13,780</u>	<u>\$ 13,780</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SEWER CAPITAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amount</u>		<u>Variance with</u>
	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
Operating revenues:			
Charges for services.	\$ 60,000	\$ 194,447	\$ 134,447
Total operating revenues.	<u>60,000</u>	<u>194,447</u>	<u>134,447</u>
Operating expenses:			
Contractual services	101,492	54,205	47,287
Capital outlay	1,302,922	272,906	1,030,016
Total operating expenses	<u>1,404,414</u>	<u>327,111</u>	<u>1,077,303</u>
Net change in fund equity	(1,344,414)	(132,664)	1,211,750
Fund equity at beginning of year.	<u>1,344,414</u>	<u>1,344,414</u>	<u>-</u>
Fund equity at end of year	<u>\$ -</u>	<u>\$ 1,211,750</u>	<u>\$ 1,211,750</u>

CITY OF GROVEPORT, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 STORM WATER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>Budgeted Amounts</u>		<u>Variance with</u>
	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
Operating revenues:			
Charges for services	\$ 157,950	\$ 338,973	\$ (181,023)
Total operating revenues	<u>157,950</u>	<u>338,973</u>	<u>(181,023)</u>
Operating expenses:			
Personal services	50,924	42,046	8,878
Materials and supplies	50,370	6,835	43,535
Contractual services	<u>160,566</u>	<u>56,043</u>	<u>104,523</u>
Total operating expenses	<u>261,860</u>	<u>104,924</u>	<u>156,936</u>
Operating income (loss)	(103,910)	234,049	(337,959)
Nonoperating revenues (expenses):			
Intergovernmental	<u>43,800</u>	<u>39,690</u>	<u>4,110</u>
Total nonoperating revenues (expenses)	<u>43,800</u>	<u>39,690</u>	<u>4,110</u>
Net change in fund equity	(60,110)	273,739	(333,849)
Fund equity at beginning of year	<u>156,610</u>	<u>156,610</u>	<u>-</u>
Fund equity at end of year	<u>\$ 96,500</u>	<u>\$ 430,349</u>	<u>\$ (333,849)</u>

CITY OF GROVEPORT, OHIO

FUND DESCRIPTIONS - AGENCY FUNDS

AGENCY FUNDS

These funds are utilized to hold funds until ultimate distribution to the applicable individual or entity.

Escrow Inspection Fund

Accounts for allocation of fees collected due to the State of Ohio.

Mayor's Court Fund

Account for the collection and distribution of court fines and forfeitures through Mayor's Court.

Flexible Spending Account Fund

Payroll withholding account for employees specific to insurance programs of the City.

CITY OF GROVEPORT, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2013

ESCROW INSPECTION FUND	Balance 1/1/2013	Additions	Reductions	Balance 12/31/2013
<u>ASSETS</u>				
Equity in pooled cash, cash equivalents and investments	\$ 67,551	\$ 40,737	\$ 88,693	\$ 19,595
Total Assets	\$ 67,551	\$ 40,737	\$ 88,693	\$ 19,595
<u>LIABILITIES</u>				
Accounts payable	\$ 2,012	\$ -	\$ 2,012	\$ -
Deposits held and due to others	65,539	19,595	65,539	19,595
Total Liabilities	\$ 67,551	\$ 19,595	\$ 67,551	\$ 19,595
<u>MAYOR'S COURT FUND</u>				
<u>ASSETS</u>				
Cash in segregated accounts	\$ 2,795	\$ 57,135	\$ 55,312	\$ 4,618
Total Assets	\$ 2,795	\$ 57,135	\$ 55,312	\$ 4,618
<u>LIABILITIES</u>				
Deposits held and due to others	2,795	\$ 57,135	\$ 55,312	4,618
Total Liabilities	\$ 2,795	\$ 57,135	\$ 55,312	\$ 4,618
<u>FLEXIBLE SPENDING ACCOUNT FUND</u>				
<u>ASSETS</u>				
Cash in segregated accounts	\$ 17,351	\$ 35,390	\$ 35,006	\$ 17,735
Total Assets	\$ 17,351	\$ 35,390	\$ 35,006	\$ 17,735
<u>LIABILITIES</u>				
Deposits held and due to others	\$ 17,351	\$ 35,390	\$ 35,006	\$ 17,735
Total Liabilities	\$ 17,351	\$ 35,390	\$ 35,006	\$ 17,735
<u>TOTAL AGENCY FUNDS</u>				
<u>ASSETS</u>				
Equity in pooled cash, cash equivalents and investments	\$ 67,551	\$ 40,737	\$ 88,693	\$ 19,595
Cash in segregated accounts	20,146	92,525	90,318	22,353
Total Assets	\$ 87,697	\$ 133,262	\$ 179,011	\$ 41,948
<u>LIABILITIES</u>				
Accounts payable	\$ 2,012	\$ -	\$ 2,012	\$ -
Deposits held and due to others	85,685	112,120	155,857	41,948
Total Liabilities	\$ 87,697	\$ 112,120	\$ 157,869	\$ 41,948

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STATISTICAL SECTION



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CITY OF GROVEPORT, OHIO
STATISTICAL SECTION

This part of the City of Groveport's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	110-119
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue sources, income and property taxes.	120-127
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	128-133
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	134-135
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	136-140

Sources: Sources are noted on the individual schedules. The City implemented GASB Statement 34 in 2004; schedules presenting government-wide information include information beginning in that year.

CITY OF GROVEPORT, OHIO

*NET POSITION BY COMPONENT
LAST TEN YEARS*

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Governmental Activities				
Net investment in capital assets	\$ 32,755,123	\$ 32,130,816	\$ 33,241,149	\$ -
Restricted for:				
Capital projects	-	-	-	73,862
Debt service	-	-	-	-
Transportation	-	-	-	-
Leisure time activity	-	-	-	-
Parks and recreation	290	2,575	23,240	125,327
Street maintenance and repair	353,038	365,988	374,974	72,506
State highway	68,443	347,503	327,592	304,838
Public safety programs	10,877	9,200	5,784	12,533
Cemetery care	107,089	110,915	105,454	-
Other purposes	17,419	19,988	78,376	173,915
Unrestricted	<u>5,117,448</u>	<u>3,975,199</u>	<u>3,727,047</u>	<u>4,228,829</u>
Total governmental activities net position	<u>\$ 38,429,727</u>	<u>\$ 36,962,184</u>	<u>\$ 37,883,616</u>	<u>\$ 4,991,810</u>
Business-type Activities				
Net investment in capital assets	\$ 12,887,646	\$ 12,601,278	\$ 12,968,886	\$ -
Unrestricted	<u>2,137,787</u>	<u>2,322,619</u>	<u>1,646,691</u>	<u>2,001,903</u>
Total business-type activities net position	<u>\$ 15,025,433</u>	<u>\$ 14,923,897</u>	<u>\$ 14,615,577</u>	<u>\$ 2,001,903</u>
Total Primary Government				
Net investment in capital assets	\$ 45,642,769	\$ 44,732,094	\$ 46,210,035	\$ -
Restricted for:				
Capital projects	-	-	-	73,862
Debt service	-	-	-	-
Transportation	-	-	-	-
Leisure time activity	-	-	-	-
Parks and recreation	290	2,575	23,240	125,327
Street maintenance and repair	353,038	365,988	374,974	72,506
State highway	68,443	347,503	327,592	304,838
Public safety programs	10,877	9,200	5,784	12,533
Cemetery care	107,089	110,915	105,454	-
Other purposes	17,419	19,988	78,376	173,915
Unrestricted	<u>7,255,235</u>	<u>6,297,818</u>	<u>5,373,738</u>	<u>6,230,732</u>
Total primary government net position	<u>\$ 53,455,160</u>	<u>\$ 51,886,081</u>	<u>\$ 52,499,193</u>	<u>\$ 6,993,713</u>

Note: 2004 was the first year the City implemented GASB Statement No. 34, so comparative information before that date is not available. The City reported on the modified-cash basis of accounting for years 2007-2010.

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ -	\$ -	\$ -	\$ 5,708,190	\$ 5,745,350	\$ 5,599,888
-	194,435	1,581,568	2,152,483	1,955,200	2,899,747
-	-	-	151,522	-	-
-	-	-	527,191	647,517	-
-	-	-	262,715	203,315	-
133,335	127,500	336,147	-	-	-
123,177	141,380	181,726	-	-	-
264,739	264,632	227,907	-	-	-
20,240	19,150	18,498	-	-	-
-	-	-	-	-	-
167,664	139,209	111,663	134,126	118,250	874,841
3,874,820	3,808,534	1,575,384	798,500	(923,286)	(2,295,900)
<u>\$ 4,583,975</u>	<u>\$ 4,694,840</u>	<u>\$ 4,032,893</u>	<u>\$ 9,734,727</u>	<u>\$ 7,746,346</u>	<u>\$ 7,078,576</u>
\$ -	\$ -	\$ -	\$ 7,664,349	\$ 7,698,517	\$ 7,752,081
1,693,750	1,468,387	1,725,866	1,520,234	1,732,986	1,530,508
<u>\$ 1,693,750</u>	<u>\$ 1,468,387</u>	<u>\$ 1,725,866</u>	<u>\$ 9,184,583</u>	<u>\$ 9,431,503</u>	<u>\$ 9,282,589</u>
\$ -	\$ -	\$ -	\$ 13,372,539	\$ 13,443,867	\$ 13,351,969
-	194,435	1,581,568	2,152,483	1,955,200	2,899,747
-	-	-	151,522	-	-
-	-	-	527,191	647,517	-
-	-	-	262,715	203,315	-
133,335	127,500	336,147	-	-	-
123,177	141,380	181,726	-	-	-
264,739	264,632	227,907	-	-	-
20,240	19,150	18,498	-	-	-
-	-	-	-	-	-
167,664	139,209	111,663	134,126	118,250	874,841
5,568,570	5,276,921	3,301,250	2,318,734	809,700	(765,392)
<u>\$ 6,277,725</u>	<u>\$ 6,163,227</u>	<u>\$ 5,758,759</u>	<u>\$ 18,919,310</u>	<u>\$ 17,177,849</u>	<u>\$ 16,361,165</u>

CITY OF GROVEPORT, OHIO

*CHANGES IN NET POSITION
LAST TEN YEARS*

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Program Revenues:				
Governmental activities:				
Charges for services:				
General government	\$ 141,275	\$ 154,572	\$ 112,354	\$ 79,047
Security of persons and property	3,605	4,082	1,834	30,371
Public health services	20,410	9,338	5,820	11,670
Transportation	-	-	-	-
Community environment	348,474	220,325	192,315	188,013
Leisure time activities	2,039,414	2,245,182	2,156,701	2,265,385
Operating grants and contributions:				
General government	-	-	-	17,211
Security of persons and property	20,736	-	-	-
Public health and welfare	-	-	-	-
Transportation	648,207	655,093	571,479	544,494
Community environment	36,746	68	39	-
Leisure time activities	10,457	10,302	10,200	10,000
Capital grants and contributions:				
Capital outlay	-	-	-	-
Transportation	815,139	-	-	-
Total governmental activities program revenues	<u>4,084,463</u>	<u>3,298,962</u>	<u>3,050,742</u>	<u>3,146,191</u>
Business-type activities:				
Charges for services:				
Water	445,795	345,657	411,839	394,436
Sewer	617,354	552,634	667,006	468,651
Clean river	-	19,131	-	-
Storm water	405,112	338,164	-	-
Total business-type activities program revenues	<u>1,468,261</u>	<u>1,255,586</u>	<u>1,078,845</u>	<u>863,087</u>
Total primary government	<u>\$ 5,552,724</u>	<u>\$ 4,554,548</u>	<u>\$ 4,129,587</u>	<u>\$ 4,009,278</u>
Expenses:				
Governmental activities:				
General government	\$ 5,020,595	\$ 5,474,235	\$ 4,887,237	\$ 2,774,960
Security of persons and property	2,996,445	1,677,311	1,650,274	2,178,470
Public health services	56,381	45,015	47,635	54,751
Transportation	1,966,402	2,881,671	4,017,938	972,859
Community environment	379,489	382,777	254,466	349,548
Leisure time activities	4,917,793	3,773,213	3,553,770	3,645,127
Economic development	-	110,175	132,871	184,112
Capital outlay	-	-	-	153,691
Principal retirement	-	-	-	5,639,156
Interest and fiscal charges	458,651	323,853	730,120	901,126
Bond and note issuance costs	111,820	286,931	-	125,622
Transfers	20,000	372,000	217,967	-
Total governmental activities expenses	<u>15,927,576</u>	<u>15,327,181</u>	<u>15,492,278</u>	<u>16,979,422</u>
Business-type activities:				
Water	594,910	477,484	507,011	973,276
Sewer	735,735	839,159	1,421,632	191,768
Clean river	-	-	19,131	-
Storm water	99,357	19,871	-	-
Total business-type activities expenses	<u>1,430,002</u>	<u>1,336,514</u>	<u>1,947,774</u>	<u>1,165,044</u>
Total primary government	<u>\$ 17,357,578</u>	<u>\$ 16,663,695</u>	<u>\$ 17,440,052</u>	<u>\$ 18,144,466</u>
Governmental activities	\$ (11,843,113)	\$ (12,028,219)	\$ (12,441,536)	\$ (13,833,231)
Business-type activities	38,259	(80,928)	(868,929)	(301,957)
Total primary government net expense	<u>\$ (11,804,854)</u>	<u>\$ (12,109,147)</u>	<u>\$ (13,310,465)</u>	<u>\$ (14,135,188)</u>

Note: 2004 was the first year the City implemented GASB Statement No. 34, so comparative information before that date is not available. The City reported on the modified-cash basis of accounting for years 2007-2010.

	2009	2008	2007	2006	2005	2004
\$	90,063	\$ 37,012	\$ 55,609	\$ 465,121	\$ 449,749	\$ 373,296
	41,744	45,898	47,362	34,505	68,715	48,215
	8,642	17,658	12,006	8,440	4,072	3,802
	-	-	-	-	-	-
	137,393	181,741	319,882	12,400	7,000	-
	2,245,565	2,093,723	2,146,073	2,051,184	1,765,363	976,048
	74,887	87,589	-	-	-	-
	-	-	-	-	-	-
	-	-	-	14,381	62,693	7,679
	555,061	581,739	562,400	537,544	490,272	433,319
	22,987	20,343	19,750	-	-	15,000
	-	-	-	-	-	-
	41,815	749,186	34,000	-	-	-
	-	-	-	-	79,203	1,270,378
	<u>3,218,157</u>	<u>3,814,889</u>	<u>3,197,082</u>	<u>3,123,575</u>	<u>2,927,067</u>	<u>3,127,737</u>
	379,095	396,065	391,741	376,202	417,488	321,774
	439,121	595,833	704,994	744,820	809,924	448,902
	-	-	-	-	-	-
	-	-	-	-	-	-
	<u>818,216</u>	<u>991,898</u>	<u>1,096,735</u>	<u>1,121,022</u>	<u>1,227,412</u>	<u>770,676</u>
\$	<u>4,036,373</u>	<u>4,806,787</u>	<u>4,293,817</u>	<u>4,244,597</u>	<u>4,154,479</u>	<u>3,898,413</u>
\$	2,829,739	\$ 3,003,294	\$ 2,790,725	\$ 2,655,060	\$ 3,409,784	\$ 4,618,191
	1,984,456	2,104,084	2,097,850	1,936,895	1,478,364	1,299,882
	42,765	54,943	32,145	218,090	195,870	76,512
	847,171	901,939	897,868	832,883	734,278	878,767
	355,469	439,819	441,479	570,041	491,185	455,508
	3,593,420	4,244,080	3,677,553	4,034,405	3,347,300	2,795,756
	176,795	193,284	201,702	230,795	197,079	182,801
	983,784	2,103,280	790,977	-	-	-
	5,674,463	5,899,965	5,715,270	-	-	-
	808,184	860,983	862,415	826,807	757,947	791,287
	20,415	18,165	-	-	-	-
	-	-	-	-	-	161,536
	<u>17,316,661</u>	<u>19,823,836</u>	<u>17,507,984</u>	<u>11,304,976</u>	<u>10,611,807</u>	<u>11,260,240</u>
	986,242	1,077,389	785,913	431,283	349,079	612,326
	212,780	778,866	713,619	936,659	729,419	764,069
	-	-	-	-	-	-
	-	-	-	-	-	-
	<u>1,199,022</u>	<u>1,856,255</u>	<u>1,499,532</u>	<u>1,367,942</u>	<u>1,078,498</u>	<u>1,376,395</u>
\$	<u>18,515,683</u>	<u>21,680,091</u>	<u>19,007,516</u>	<u>12,672,918</u>	<u>11,690,305</u>	<u>12,636,635</u>
\$	(14,098,504)	\$ (16,008,947)	\$ (14,310,902)	\$ (8,181,401)	\$ (7,684,740)	\$ (8,132,503)
	(380,806)	(864,357)	(402,797)	(246,920)	148,914	(605,719)
\$	<u>(14,479,310)</u>	<u>(16,873,304)</u>	<u>(14,713,699)</u>	<u>(8,428,321)</u>	<u>(7,535,826)</u>	<u>(8,738,222)</u>

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CITY OF GROVEPORT, OHIO

CHANGES IN NET POSITION (Continued)
LAST TEN YEARS

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
General Revenues and Other Changes in Net Position:				
Governmental activities				
Taxes:				
Property taxes levied for:				
General purposes	\$ 278,937	\$ 275,885	\$ 260,288	\$ 268,800
Special purposes	-	-	-	-
Income taxes levied for:				
General purposes	10,061,808	7,479,504	5,960,467	6,767,958
Debt service	2,531,468	1,843,347	1,973,917	1,936,484
Capital projects	-	-	-	-
Payments in lieu of taxes	56,015	47,887	47,660	46,673
Grants and entitlements				
not restricted to specific programs	128,784	297,392	255,313	394,655
Investment earnings	(1,095)	53,498	48,303	54,281
Sale of notes	-	-	-	-
Premium on sale of notes	-	-	-	-
Loan proceeds	-	-	-	-
Sale of bonds	-	-	-	4,465,000
Premium on bonds	-	-	-	165,251
Miscellaneous	254,739	531,232	312,002	141,964
Total governmental activities	<u>13,310,656</u>	<u>10,528,745</u>	<u>8,857,950</u>	<u>14,241,066</u>
Business-type activities				
Sale of notes	-	-	-	600,000
Premium on sale of notes	-	-	-	5,922
Grants and entitlements				
not restricted to specific programs	39,690	-	-	-
Miscellaneous	3,587	200	237	4,188
Transfers	20,000	372,000	217,967	-
Total business-type activities	<u>63,277</u>	<u>372,200</u>	<u>218,204</u>	<u>610,110</u>
Total primary government	<u>\$ 13,373,933</u>	<u>\$ 10,900,945</u>	<u>\$ 9,076,154</u>	<u>\$ 14,851,176</u>
Change in Net Position:				
Governmental activities	\$ 1,467,543	\$ (1,499,474)	\$ (3,583,586)	\$ 407,835
Business-type activities	101,536	291,272	(650,725)	308,153
Total primary government	<u>\$ 1,569,079</u>	<u>\$ (1,208,202)</u>	<u>\$ (4,234,311)</u>	<u>\$ 715,988</u>

Note: 2004 was the first year the City implemented GASB Statement No. 34, so comparative information before that date is not available. The City reported on the modified-cash basis of accounting for years 2007-2010.

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 295,157	\$ 289,025	\$ 310,219	\$ 262,415	\$ 290,765	\$ 226,597
-	-	-	-	-	15,840
6,802,271	9,112,618	7,502,873	7,370,135	6,381,213	3,331,881
1,806,577	1,929,964	1,856,223	1,620,828	1,553,530	1,376,868
-	-	22,991	236,827	42,387	1,957,882
-	-	-	-	-	-
301,410	319,023	318,352	425,751	297,856	221,594
90,840	232,609	251,888	164,497	83,328	69,814
4,500,000	4,600,000	4,900,000	-	-	-
32,715	40,020	36,260	-	-	-
-	19,800	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
158,669	127,835	88,793	89,329	162,030	152,416
<u>13,987,639</u>	<u>16,670,894</u>	<u>15,287,599</u>	<u>10,169,782</u>	<u>8,811,109</u>	<u>7,352,892</u>
600,000	600,000	600,000	-	-	-
2,940	3,522	2,484	-	-	-
-	-	-	-	-	-
3,229	3,356	-	-	-	-
-	-	-	-	-	161,536
<u>606,169</u>	<u>606,878</u>	<u>602,484</u>	<u>-</u>	<u>-</u>	<u>161,536</u>
<u>\$ 14,593,808</u>	<u>\$ 17,277,772</u>	<u>\$ 15,890,083</u>	<u>\$ 10,169,782</u>	<u>\$ 8,811,109</u>	<u>\$ 7,514,428</u>
\$ (110,865)	\$ 661,947	\$ 976,697	\$ 1,988,381	\$ 1,126,369	\$ (779,611)
225,363	(257,479)	199,687	(246,920)	148,914	(444,183)
<u>\$ 114,498</u>	<u>\$ 404,468</u>	<u>\$ 1,176,384</u>	<u>\$ 1,741,461</u>	<u>\$ 1,275,283</u>	<u>\$ (1,223,794)</u>

CITY OF GROVEPORT, OHIO

*FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS*

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
General Fund:					
Nonspendable	\$ 64,278	\$ 64,013	\$ 162,950	\$ -	\$ -
Committed			56,721	-	-
Assigned	566,249	1,484,152	1,581,594	-	-
Unassigned	1,500,000	1,605,609	1,397,899	-	-
Reserved	-	-	-	109,768	81,648
Unreserved	-	-	-	4,119,061	3,766,911
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total general fund	<u>\$ 2,130,527</u>	<u>\$ 3,153,774</u>	<u>\$ 3,199,164</u>	<u>\$ 4,228,829</u>	<u>\$ 3,848,559</u>
All Other Governmental Funds:					
Nonspendable	\$ -	\$ 59	\$ -	\$ -	\$ -
Restricted	291,823	569,586	652,527	-	-
Committed	1,273,965	495,237	202,032	-	-
Assigned	86,036	200,565	161,369	-	-
Reserved	-	-	-	62,169	14,936
Unreserved (deficit), reported in:					
Special revenue funds	-	-	-	683,614	720,480
Debt service funds	-	-	-	-	-
Capital projects funds	-	-	-	17,198	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total all other governmental funds	<u>\$ 1,651,824</u>	<u>\$ 1,265,447</u>	<u>\$ 1,015,928</u>	<u>\$ 762,981</u>	<u>\$ 735,416</u>

Note: The City implemented GASB Statement No. 54 in 2011. In addition, the City reported on the modified cash basis of accounting for the years 2007-2010.

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
143,951	1,086,475	1,020,818	846,832	830,686
<u>3,485,383</u>	<u>646,887</u>	<u>(1,102,759)</u>	<u>(2,473,517)</u>	<u>(2,923,091)</u>
<u>\$ 3,629,334</u>	<u>\$ 1,733,362</u>	<u>\$ (81,941)</u>	<u>\$ (1,626,685)</u>	<u>\$ (2,092,405)</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
218,345	355,935	283,537	189,562	191,719
674,484	646,887	489,813	622,591	603,347
(44,749)	617,819	(54,892)	(144,022)	(499,091)
<u>217,426</u>	<u>1,325,777</u>	<u>2,068,346</u>	<u>1,782,688</u>	<u>2,252,303</u>
<u>\$ 1,065,506</u>	<u>\$ 2,946,418</u>	<u>\$ 2,786,804</u>	<u>\$ 2,450,819</u>	<u>\$ 2,548,278</u>

CITY OF GROVEPORT, OHIO

*CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS*

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Revenues					
Income taxes	\$ 12,490,313	\$ 9,296,649	\$ 7,962,404	\$ 8,704,442	\$ 8,608,848
Real and other taxes	266,507	244,174	270,810	268,800	295,157
Charges for services	2,136,851	2,336,011	2,249,094	2,350,755	2,336,209
Licenses and permits	-	-	-	-	-
Fines and forfeitures	402,736	257,313	219,930	223,731	187,198
Intergovernmental	1,693,619	940,520	873,157	966,360	996,160
Investment income	574	57,016	44,284	54,281	90,840
Payment in lieu of taxes	56,015	47,887	47,660	46,673	-
Special assessments	9,854	35,522	-	-	-
Reimbursements	-	-	-	-	-
Other	254,739	531,232	312,002	141,964	158,669
Total revenues	<u>17,311,208</u>	<u>13,746,324</u>	<u>11,979,341</u>	<u>12,757,006</u>	<u>12,673,081</u>
Expenditures					
Current:					
General government	4,810,664	5,348,513	4,858,175	2,774,960	2,829,739
Security of persons and property	2,863,058	1,689,203	1,589,737	2,178,470	1,984,456
Public health services	56,381	45,015	47,635	54,751	42,765
Transportation	2,659,133	793,929	688,179	972,859	847,171
Community environment	444,468	311,174	247,587	349,548	355,469
Leisure time activity	5,198,660	3,424,300	3,052,706	3,645,127	3,593,420
Economic development	7,960	108,288	124,227	184,112	176,795
Other	-	-	-	-	-
Capital outlay	1,193,063	745,566	1,055,131	153,691	983,784
Debt service:					
Principal retirement	2,882,152	2,294,478	1,212,059	5,639,156	5,674,463
Interest and fiscal charges	498,175	323,873	727,083	901,126	808,184
Note issuance cost	111,820	286,931	8,385	125,622	20,415
Total expenditures	<u>20,725,534</u>	<u>15,371,270</u>	<u>13,610,904</u>	<u>16,979,422</u>	<u>17,316,661</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,414,326)</u>	<u>(1,624,946)</u>	<u>(1,631,563)</u>	<u>(4,222,416)</u>	<u>(4,643,580)</u>
Other Financing Sources (Uses)					
Loan issued	17,673	-	-	-	-
Note issued	-	1,450,000	950,000	-	4,500,000
Payment to refunded escrow agent	-	(10,304,228)	-	-	-
Premium on bonds and notes sold	98,913	-	8,680	-	32,715
Sale of bonds	1,990,000	9,980,000	-	4,465,000	-
Premium on bonds	-	613,334	-	165,251	-
Capital lease obligation	673,870	462,239	-	-	-
Sale of capital assets	17,000	-	-	-	-
Transfers in	809,287	502,000	305,000	522,154	839,825
Transfers (out)	(829,287)	(874,000)	(522,967)	(522,154)	(839,825)
Total other financing sources (uses)	<u>2,777,456</u>	<u>1,829,345</u>	<u>740,713</u>	<u>4,630,251</u>	<u>4,532,715</u>
Net change in fund balances	<u>\$ (636,870)</u>	<u>\$ 204,399</u>	<u>\$ (890,850)</u>	<u>\$ 407,835</u>	<u>\$ (110,865)</u>
Capital expenditures	4,826,187	1,013,165	1,055,131	153,691	983,784
Debt service as a percentage of noncapital expenditures.	21.26%	18.24%	15.51%	39.62%	39.82%

Note: The City reported on the modified-cash basis of accounting for years 2007-2010.

2008	2007	2006	2005	2004
\$ 11,042,582	\$ 9,382,087	\$ 9,045,165	\$ 7,146,382	\$ 6,549,705
289,025	310,219	275,716	292,139	242,437
2,149,655	2,195,578	2,136,065	1,823,858	1,001,870
-	-	387,712	418,354	343,757
226,377	385,268	47,873	52,687	55,734
1,757,880	934,502	943,476	1,432,131	1,749,293
232,609	251,888	145,214	86,448	83,373
-	-	-	-	-
-	-	-	-	-
-	-	299	33,529	7,531
127,835	88,879	89,030	128,501	144,885
<u>15,825,963</u>	<u>13,548,421</u>	<u>13,070,550</u>	<u>11,414,029</u>	<u>10,178,585</u>
3,003,294	2,790,725	2,597,883	3,344,530	3,370,787
2,104,084	2,097,850	1,918,647	1,398,013	1,238,998
54,943	32,145	216,018	175,494	63,667
901,939	897,868	765,745	662,056	819,617
439,819	441,479	582,117	491,185	469,072
4,244,080	3,677,553	3,521,473	3,139,009	2,421,648
193,284	201,702	223,742	190,235	179,722
-	-	-	-	-
2,103,280	790,977	69,873	4,811,587	5,624,753
5,899,965	5,715,270	5,628,350	708,864	479,605
860,983	862,415	792,844	618,858	791,287
18,165	-	13,990	19,299	-
<u>19,823,836</u>	<u>17,507,984</u>	<u>16,330,682</u>	<u>15,559,130</u>	<u>15,459,156</u>
<u>(3,997,873)</u>	<u>(3,959,563)</u>	<u>(3,260,132)</u>	<u>(4,145,101)</u>	<u>(5,280,571)</u>
19,800	-	204,864	263,591	-
4,600,000	4,900,000	4,900,000	4,900,000	-
-	-	-	-	-
40,020	36,260	36,358	23,814	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	176,439
-	-	-	-	-
624,124	-	-	1,053,549	-
(624,124)	-	-	(1,053,549)	-
<u>4,659,820</u>	<u>4,936,260</u>	<u>5,141,222</u>	<u>5,187,405</u>	<u>176,439</u>
<u>\$ 661,947</u>	<u>\$ 976,697</u>	<u>\$ 1,881,090</u>	<u>\$ 1,042,304</u>	<u>\$ (5,104,132)</u>
2,103,280	790,977	69,873	4,811,587	5,624,753
38.26%	39.35%	39.57%	12.53%	12.92%

CITY OF GROVEPORT, OHIO

*Income Tax Revenue Base and Collections
Last Ten Years*

(1) Tax Year	Tax Rate	(2), (3) Total Tax Collected	(4) Taxes from Withholding	Percentage of Taxes from Withholding (5)	(4) Taxes From Net Profits	Percentage of Taxes from Net Profits (5)	Taxes From Individuals	Percentage of Taxes from Individuals (5)
2013	2.00%	\$ 12,490,313	\$7,691,535	61.58%	\$4,647,645	37.21%	\$151,133	1.22%
2012	2.00%	\$ 9,296,649	\$7,632,549	82.10%	\$1,434,473	15.43%	\$229,627	2.47%
2011	2.00%	7,962,404	6,572,965	82.55%	1,211,878	15.22%	177,562	2.23%
2010	2.00%	8,704,442	6,914,809	79.44%	1,617,285	18.58%	172,348	1.98%
2009	2.00%	8,608,848	6,442,001	74.83%	1,980,035	23.00%	186,812	2.17%
2008	2.00%	11,042,582	7,090,442	64.21%	3,766,625	34.11%	185,515	1.68%
2007	2.00%	9,382,087	7,354,618	78.39%	1,861,406	19.84%	166,063	1.77%
2006	2.00%	9,227,790	6,805,495	73.75%	2,232,202	24.19%	190,092	2.07%
2005	2.00%	7,977,130	6,746,259	84.57%	1,086,485	13.62%	144,386	1.81%
2004	2.00%	6,666,631	5,379,305	80.69%	1,156,660	17.35%	130,666	1.96%

Source:

- (1) The City of Columbus, Ohio, collects and remits income taxes to the City of Groveport one month in arrears. For purposes of this table, tax year represents the City of Groveport's calendar year.
- (2) 2012, 2011 and 2003 total tax collected is presented on the modified accrual basis of accounting.
- (3) 2010 - 2004 total tax collected is presented on the cash basis of accounting from the City of Groveport's financial statements.
- (4)(5) Percentages obtained from the City of Columbus Income Tax Department.

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CITY OF GROVEPORT, OHIO

*ASSESSED VALUATION AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS*

Year	Real Property		Public Utility Property		Tangible Personal Property	
	Assessed Value	Estimated Actual Value (a)	Assessed Value	Estimated Actual Value (b)	Assessed Value	Estimated Actual Value (c)
2013	\$ 193,069,690	\$ 551,627,686	\$ 20,050,820	\$ 22,785,023	\$ -	\$ -
2012	191,272,470	546,492,771	19,291,400	21,922,045	-	-
2011	187,421,560	535,490,171	18,828,890	21,396,466	-	-
2010	191,724,750	547,785,000	17,465,560	19,847,227	126,753	-
2009	182,553,820	521,582,343	15,828,630	17,987,080	253,507	-
2008	168,285,630	480,816,086	15,439,740	17,545,159	15,157,438	242,519,008
2007	161,805,240	462,300,686	14,067,280	15,985,545	30,183,908	241,471,264
2006	161,805,240	462,300,686	14,067,280	15,985,545	30,183,908	160,980,843
2005	156,156,450	446,161,286	14,703,260	16,708,250	35,852,715	143,410,860
2004	136,251,910	389,291,171	14,335,380	16,290,205	52,709,723	210,838,892

Source: Franklin County Auditor Office

(a) Real property is assessed at 35% of actual value.

(b) Public utility is assessed at 88% percent of actual value.

(c) For 2005 and prior, tangible personal is assessed at 25% of true value for capital assets and 23% of true value for inventory included in tangible personal property.

For 2006, tangible personal is assessed at 18.75% of property value, including inventory.

For 2007, tangible personal is assessed at 12.50% of property value, including inventory.

For 2008, tangible personal is assessed at 6.25% of property value, including inventory.

For 2009 through 2013 tangible personal is assessed at 0% of property value, including inventory.

Total			
Assessed Value	Estimated Actual Value	Total Direct Tax Rate	Ratio
\$ 213,120,510	\$ 574,412,709	1.40	37.10%
210,563,870	568,414,816	1.40	37.04%
206,250,450	556,886,637	1.40	37.04%
209,317,063	567,632,227	1.40	36.88%
198,635,957	539,569,422	1.40	36.81%
198,882,808	740,880,253	1.40	26.84%
206,056,428	719,757,495	1.40	28.63%
206,056,428	639,267,074	1.40	32.23%
206,712,425	606,280,396	1.40	34.10%
203,297,013	616,420,268	1.40	32.98%

CITY OF GROVEPORT, OHIO

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

Year	City Direct Direct Rate		Overlapping Rates						Total Rates	Total Direct and Overlapping Rates
	Operating	Franklin County	Groveport-Madison Local School District	Hamilton Local School District	Groveport Madison LSD: Madison Township	Hamilton LSD: Madison Township	Columbus Metropolitan Library			
2013	1.40	18.47	57.60	56.90	21.20	16.05	2.80	173.02	174.42	
2012	1.40	18.47	57.65	56.30	21.20	16.05	2.80	172.47	173.87	
2011	1.40	18.07	57.42	56.60	21.20	16.05	2.80	172.14	173.54	
2010	1.40	18.07	56.66	56.00	21.20	16.05	2.80	170.78	172.18	
2009	1.40	18.07	56.71	55.90	21.20	15.80	2.20	169.88	171.28	
2008	1.40	18.02	52.81	55.60	21.20	15.80	2.20	165.63	167.03	
2007	1.40	18.49	52.81	55.60	21.20	15.80	2.20	166.10	167.50	
2006	1.40	18.44	52.75	55.15	21.20	15.80	2.20	165.54	166.94	
2005	1.40	18.44	52.60	55.57	21.20	15.80	2.20	165.81	167.21	
2004	1.40	18.44	53.36	53.43	21.20	15.80	2.20	164.43	165.83	

Source: Franklin County Auditor's Office

CITY OF GROVEPORT, OHIO

*PRINCIPAL TAXPAYERS
REAL PROPERTY TAX
Current Year and Ten Years Ago*

December 31, 2013			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Assessed Value
Trilogy Real Estate	\$ 17,152,100	1	8.05%
Duke Realty Ohio	9,870,080	2	4.63%
Sears Roebuck & Company	4,602,160	3	2.16%
Kubota Tractor Corporation	3,955,000	4	1.86%
Duke Secured Financing	2,895,960	5	1.36%
Forward Air Technology	2,800,010	6	1.31%
GPS Consumer Direct Inc.	2,722,770	7	1.28%
TCG Buckeye Port LLC	2,450,000	8	1.15%
Griffin Wheel Co. Inc.	2,340,420	9	1.10%
Garrison Hamilton LLC	2,321,670	10	1.09%
Total, Top Ten Principal Real Property Taxpayers	\$ 51,110,170		23.99%
Total City Real Property Tax Assessed Valuation	\$ 213,120,510		

December 31, 2003			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Assessed Value
Columbus Southern Power Company	\$ 11,244,500	1	6.65%
Distribution Fulfillment Services, Inc.	7,386,730	2	4.37%
Lynx Associates LP	5,512,500	3	3.26%
Xerox Corporation	4,646,080	4	2.75%
Griffen Wheel, Inc.	3,381,640	5	2.00%
GPS Consumer Direct, Inc.	2,747,710	6	1.62%
Amstead Industries, Inc.	2,682,790	7	1.59%
Distribution Fullfillment	2,587,730	8	1.53%
American Electric Power	2,021,260	9	1.19%
Duke Realty Ohio	1,973,250	10	1.17%
Total, Top Ten Principal Real Property Taxpayers	\$ 44,184,190		26.13%
Total City Real Property Tax Assessed Valuation	\$ 169,173,506		

Source: Franklin County Auditor's Office

CITY OF GROVEPORT, OHIO

*PRINCIPAL TAXPAYERS
PUBLIC UTILITY PROPERTY TAX
CURRENT YEAR AND FIVE YEARS AGO*

December 31, 2013		
Taxpayer	Taxable Assessed Value	Percentage of Assessed Value
Ohio Power Company	\$ 18,124,040	82.67%
Top Principal Public Utility Property Taxpayer	<u>\$ 18,124,040</u>	<u>82.67%</u>
Total City Public Utility Property Tax Assessed Valuation	<u>\$ 21,922,045</u>	

December 31, 2009		
Taxpayer	Taxable Assessed Value	Percentage of Assessed Value
Columbus Southern Power	\$ 15,595,720	89.36%
Top Principal Public Utility Property Taxpayer	<u>\$ 15,595,720</u>	<u>89.36%</u>
Total City Public Utility Property Tax Assessed Valuation	<u>\$ 17,452,470</u>	

Source: Franklin County Auditor's Office

CITY OF GROVEPORT OHIO

*REAL AND PUBLIC UTILITY PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS*

Year	Total Levy	Current Collection (1)	Percent of Current Collections to Tax Levy	Delinquent Collections	Total Collections (3)	Percent of Total Collections to Tax Levy	Outstanding Delinquent Taxes (2)	Percentage of Delinquent Taxes to Tax Levy
2013	\$ 301,262	\$ 278,790	92.54%	\$ 6,205	\$ 284,995	94.60%	\$ 82,512	27.39%
2012	291,103	254,631	87.47%	7,881	262,512	90.18%	70,082	24.07%
2011	300,402	278,872	92.83%	12,836	291,708	97.11%	55,376	18.43%
2010	294,111	279,782	95.13%	9,452	289,234	98.34%	48,893	16.62%
2009	273,138	256,656	93.97%	22,987	279,643	102.38%	49,148	17.99%
2008	292,656	275,881	94.27%	26,113	301,994	103.19%	52,269	17.86%
2007	293,117	267,816	91.37%	54,985	322,801	110.13%	54,052	18.44%
2006	300,233	267,077	88.96%	18,432	285,509	95.10%	49,034	16.33%
2005	281,986	249,877	88.61%	59,660	309,537	109.77%	58,822	20.86%
2004	262,077	249,295	95.12%	29,410	278,705	106.34%	41,761	15.93%

Source: Franklin County Auditor's Office

- (1) Includes homestead/rollback taxes assessed locally but distributed through the State and reported as intergovernmental revenue.
- (2) Includes penalties and interest, since by Ohio Law, they become part of tax obligation as assessment occurs.
- (3) Total collections represent the current collections plus delinquent collections for the year noted. The Franklin County Auditor is unable to identify and match delinquent collections to the year such taxes were originally levied and therefore in certain years the total collections to the tax levy may exceed 100%. The County does not identify delinquent taxes by tax year.

CITY OF GROVEPORT, OHIO

*RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS*

Year	Governmental Activities					Business-Type Activities
	Income Tax Revenue Bonds	General Obligation Bonds	Notes Payable	OPWC Loans	Capital Leases	Notes Payable
2013	\$ 9,433,572	\$ 5,982,746	\$ -	\$ 499,228	\$ 755,146	\$ 450,000
2012	9,810,000	3,950,000	1,450,000	593,520	356,463	450,000
2011	10,590,000	4,120,000	950,000	705,484	31,738	450,000
2010	11,320,000	4,285,000	-	817,449	236,832	600,000
2009	12,030,000	-	4,500,000	873,431	430,006	600,000
2008	12,715,000	-	4,600,000	1,030,144	662,756	600,000
2007	13,385,000	-	4,900,000	1,099,842	817,145	600,000
2006	14,035,000	-	4,900,000	1,099,842	517,919	-
2005	14,675,000	-	4,900,000	894,978	606,269	-
2004	15,300,000	-	-	-	690,133	-

Sources:

- (a) See notes to the financial statements regarding the City's outstanding debt information.
- (b) See Schedule " Demographic and Economic Statistics - Last Ten Years" for personal income and population.

(a) Total Primary Government	(b) Personal Income	Percentage of Personal Income	(b) Population	Outstanding Debt Per Capita
\$ 17,120,692	\$ 177,940,647	9.62%	5,330	\$ 3,212
16,609,983	172,757,910	9.61%	5,505	\$ 3,017
16,847,222	\$169,933,530	9.91%	5,415	3,111
17,259,281	\$170,715,016	10.11%	5,363	3,218
18,433,437	\$170,121,822	10.84%	5,421	3,400
19,607,900	\$169,682,474	11.56%	5,407	3,626
20,801,987	\$169,588,328	12.27%	5,404	3,849
20,552,761	\$144,939,477	14.18%	5,307	3,873
21,076,247	\$143,000,396	14.74%	5,236	4,025
15,990,133	\$140,952,071	11.34%	5,161	3,098

CITY OF GROVEPORT, OHIO

*RATIO OF GENERAL BONDED DEBT TO ASSESSED
VALUE AND BONDED DEBT PER CAPITA
LAST TEN YEARS*

Year	Population (1)	Estimated Actual Value of Taxable Property (2)	Bonded Debt	Ratio of Bonded Debt to Estimated Actual Value of Property	Bonded Debt Per Capita
2013	5,330	\$ 574,412,709	\$ 15,416,318	2.68%	\$ 2,892
2012	5,505	568,414,816	13,760,000	2.42%	2,500
2011	5,415	556,886,637	14,710,000	2.64%	2,717
2010	5,363	567,632,227	15,605,000	2.75%	2,910
2009	5,421	539,569,422	12,030,000	2.23%	2,219
2008	5,407	740,880,253	12,715,000	1.72%	2,352
2007	5,404	719,757,495	13,385,000	1.86%	2,477
2006	5,307	639,267,074	14,035,000	2.20%	2,645
2005	5,236	606,280,396	14,675,000	2.42%	2,803
2004	5,161	616,420,268	15,300,000	2.48%	2,965

Sources:

(1) See Schedule " Demographic and Economic Statistics - Last Ten Years" for population.

(2) Franklin County Auditor's Office

CITY OF GROVEPORT, OHIO

*DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2013*

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Direct: City of Groveport			
Income Tax Revenue Bonds	\$ 9,433,572	100.00%	\$ 9,433,572
General Obligation Bonds	5,982,746	100.00%	\$ 5,982,746
Ohio Public Works Commission Loan	499,228	100.00%	
Capital Leases	755,146	100.00%	\$ 755,146
Total Direct Debt	<u>\$ 16,670,692</u>		<u>\$ 16,171,464</u>
Overlapping debt:			
Eastland-Fairfield Career & Technical Center	2,800,000	2.92%	81,760
Franklin County	189,405,000	0.81%	1,534,181
Groveport Madison Local School District	5,113,190	27.08%	1,384,652
Hamilton Local School District	21,217,260	0.02%	4,243
Madison Township	330,947	33.55%	111,033
Total Overlapping Debt	<u>218,866,397</u>		<u>3,115,869</u>
Total Direct and Overlapping Debt	<u>\$ 235,537,089</u>		<u>\$ 19,287,333</u>

Source: Franklin County Auditor's Office

Note: The percentage of gross indebtedness of the City's overlapping political subdivisions was determined by dividing each overlapping subdivision's assessed value within the City by the subdivision's total assessed valuation.

CITY OF GROVEPORT, OHIO

*COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN YEARS*

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Assesed Value (a)	\$ 213,120,510	\$ 210,563,870	\$ 206,250,450	\$ 209,317,063
Legal debt margin:				
Debt limitation - 10.5% of Assesed Value	22,377,654	22,109,206	21,656,297	21,978,292
Debt Applicable to Limitation:				
General Obligation Bonds	5,770,000	3,950,000	4,120,000	4,285,000
General Obligation Notes	-	1,900,000	1,400,000	600,000
Gross Indebtedness (Total Voted and Unvoted Debt)	<u>5,770,000</u>	<u>5,850,000</u>	<u>5,520,000</u>	<u>4,885,000</u>
Less: Debt Outside Limitations				
General Obligation Notes	-	(1,900,000)	(1,400,000)	(600,000)
Total Debt Outside Limitations	<u>-</u>	<u>(1,900,000)</u>	<u>(1,400,000)</u>	<u>(600,000)</u>
Total Debt Applicable to Limitation - Within 10.5% Limitations	(5,770,000)	(3,950,000)	(4,120,000)	(4,285,000)
Add: Amount Available in Debt Service Fund to pay debt applicable to limitation	<u>1,193,542</u>	<u>397,882</u>	<u>97,251</u>	<u>-</u>
Net Debt Within 10.5% Limitation	<u>(4,576,458)</u>	<u>(3,552,118)</u>	<u>(4,022,749)</u>	<u>(4,285,000)</u>
Overall Debt Margin Within 10.5% Limitation	<u>\$ 17,801,196</u>	<u>\$ 18,557,088</u>	<u>\$ 17,633,548</u>	<u>\$ 17,693,292</u>
Unvoted Debt Limitation - 5.5% of Assesed Valuation	\$ 11,721,628	\$ 11,581,013	\$ 11,343,775	\$ 11,512,438
Total Debt Applicable to Limitation - Within 5.5% Limitations	<u>(5,770,000)</u>	<u>(3,950,000)</u>	<u>(4,120,000)</u>	<u>(4,285,000)</u>
Net Debt Within 5.5% Limitation	<u>5,951,628</u>	<u>7,631,013</u>	<u>7,223,775</u>	<u>7,227,438</u>
Unvoted Debt Margin Within 5.5% Limitation	<u>\$ 5,951,628</u>	<u>\$ 7,631,013</u>	<u>\$ 7,223,775</u>	<u>\$ 7,227,438</u>

Source: City of Groveport financial records

<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ 198,635,957	\$ 198,882,808	\$ 206,056,428	\$ 206,056,428	\$ 206,712,425	\$ 203,297,013
20,856,775	20,882,695	21,635,925	21,635,925	21,704,805	21,346,186
-	-	-	-	-	-
<u>5,100,000</u>	<u>5,200,000</u>	<u>6,100,000</u>	<u>4,900,000</u>	<u>4,900,000</u>	<u>-</u>
<u>5,100,000</u>	<u>5,200,000</u>	<u>6,100,000</u>	<u>4,900,000</u>	<u>4,900,000</u>	<u>-</u>
<u>(5,100,000)</u>	<u>(5,200,000)</u>	<u>(6,100,000)</u>	<u>(4,900,000)</u>	<u>(4,900,000)</u>	<u>-</u>
<u>(5,100,000)</u>	<u>(5,200,000)</u>	<u>(6,100,000)</u>	<u>(4,900,000)</u>	<u>(4,900,000)</u>	<u>-</u>
-	-	-	-	-	-
-	(44,749)	-	(296,749)	(144,022)	(499,091)
-	(44,749)	-	(296,749)	(144,022)	(499,091)
<u>\$ 20,856,775</u>	<u>\$ 20,837,946</u>	<u>\$ 21,635,925</u>	<u>\$ 21,339,176</u>	<u>\$ 21,560,783</u>	<u>\$ 20,847,095</u>
\$ 10,924,978	\$ 10,938,554	\$ 11,333,104	\$ 11,333,104	\$ 11,369,183	\$ 11,181,336
-	-	-	-	-	-
<u>10,924,978</u>	<u>10,938,554</u>	<u>11,333,104</u>	<u>11,333,104</u>	<u>11,369,183</u>	<u>11,181,336</u>
<u>\$ 10,924,978</u>	<u>\$ 10,938,554</u>	<u>\$ 11,333,104</u>	<u>\$ 11,333,104</u>	<u>\$ 11,369,183</u>	<u>\$ 11,181,336</u>

CITY OF GROVEPORT, OHIO

*DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS*

Year	Population (1)	Total Personal Income (1)(4)	Personal Income Per Capita (1)	Median Household Income (1)	Median Age (1)	Educational Attainment: Bachelor's Degree or Higher (1)	Groveport Madison Local School District Enrollment (2)	Franklin County Unemployment Rate (3)
2013	5,330	\$177,940,647	\$29,211	\$65,387	40.2	25.5%	5,758	5.40%
2012	5,505	172,757,910	\$31,382	\$70,855	39.9	29.3%	5,883	6.10%
2011	5,415	169,933,530	31,382	\$70,855	39.8	27.20%	5,804	7.50%
2010	5,363	170,715,016	31,832	\$70,855	39.8	27.20%	5,819	8.70%
2009	5,421	170,121,822	31,382	\$70,855	39.8	27.20%	5,820	8.30%
2008	5,407	169,682,474	31,382	\$70,855	39.8	27.20%	6,110	5.50%
2007	5,404	169,588,328	31,382	\$70,855	39.8	27.20%	5,999	4.70%
2006	5,307	144,939,477	27,311	\$73,438	36.5	26.40%	6,170	4.60%
2005	5,236	143,000,396	27,311	\$73,438	36.5	26.40%	6,189	5.20%
2004	5,161	140,952,071	27,311	\$73,438	36.5	26.40%	6,440	5.40%

- 1) American Community Survey (U. S. Census) 5-Year Estimate 2007-2013 or the American Community Survey (U. S. Census) 5-Year Estimate 2005-2009 (a) Years 2000 through 2006 - 2000 Federal Census
- 2) Groveport Madison Local School District Comprehensive Annual Financial Report
- 3) Bureau of Labor Statistics
- 4) Total Personal Income Estimated based on inflation from 2012.

**CITY OF GROVEPORT
CITY OF GROVEPORT, OHIO**

*PRINCIPAL EMPLOYERS
DECEMBER 31, 2013 AND 2004*

2013

Employer	Employees	Percentage of Total City Employment
GAP Inc Direct	1,500	18.75%
Trilogy Fulfillment (Eddie Bauer)	1,000	12.50%
Groveport Madison LSD	525	6.56%
AEP Services	415	5.19%
Exel/Toys R Us	370	4.63%
Amstead Rail/Griffin Wheel	342	4.28%
Avnet Services	300	3.75%
Cardinal Health	273	3.41%
Eastland Joint Vocational SD	250	3.13%
Keystone Automotive	201	2.51%
Total	5,176	64.70%
Total Employment within the City	8,000	

2004

Employer	Employees	Percentage of Total City Employment
GAP Inc Direct	1,200	23.08%
Distribution Fulfillment Systems	600	11.54%
AC Delco	335	6.44%
Groveport Madison LSD	220	4.23%
Cardinal Health	200	3.85%
Springs Window Fashions	175	3.37%
Pinnacle Data Systems	150	2.88%
Sofa Express	150	2.88%
Union Supply Co.	128	2.46%
Waxman Consumer Group	100	1.92%
Total	3,258	62.65%
Total Employment within the City	5,200	

Source: City of Groveport

CITY OF GROVEPORT, OHIO

*FULL-TIME EQUIVALENT CITY EMPLOYEES BY FUNCTION/PROGRAM
LAST SIX YEARS*

Function/Program	2013	2012	2011	2010	2009	2008
General Government						
Council	8	8	8	8	8	8
Finance	3	3	3	3	3	3
Law	1	1	1	1	1	1
Administration	3	3	3	3	3	3
Court	1	1	1	1	1	1
Security of Persons and Property						
Police	22	20	20	20	19	19
Police - Auxiliary/Guards	6	6	9	10	6	6
Police - Dispatchers/Office/Other	1	1	1	1	1	1
Public Health Services						
Cemetery	0	0	0	0	0	0
Leisure Time Activities						
Recreation Center	7	7	7	7	7	7
Aquatic Center	1	1	1	1	1	1
Parks	5	5	5	5	5	5
Golf	2	2	2	2	2	2
Golf Maintenance	5	5	5	5	5	5
Community Affairs	3	3	3	3	3	3
Community Development						
Building & Zoning	3	3	3	3	3	3
Economic Development	0	0	1	1	1	1
Transportation						
Service	2	2	2	2	2	2
Street M&R	6	6	6	6	6	6
Basic Utility Services						
Water	2	2	3	3	3	3
Totals:	<u>81</u>	<u>79</u>	<u>84</u>	<u>85</u>	<u>80</u>	<u>80</u>

Source: City of Groveport Finance Department. Information prior to 2008 is not available.

CITY OF GROVEPORT, OHIO

*OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST SIX YEARS*

Function/Program	2013	2012	2011	2010	2009	2008
General Government						
<i>Council and Clerk</i>						
Number of Ordinances Passed	64	67	39	39	43	62
Number of Resolutions Passed	9	10	10	6	7	9
Number of Planning Commission docket items	7	17	4	2	2	6
Board of Zoning Appeals Docket Items	22	32	18	20	29	25
<i>Finance Department</i>						
Number of checks issued	10,675	5,986	5,301	4,835	5,200	6,313
Number of vouchers	5,370	2,523	2,122	1,867	1,875	2,450
Amount of checks written	21,388,327	27,144,286	\$16,227,829	\$18,033,139	\$19,523,272	\$22,356,747
Interest earnings for fiscal year (cash basis)	\$34,326	\$44,913	\$31,305	\$54,281	\$90,840	\$232,608
Number of Receipts issued	4,754	4,495	4,336	4,322	4,280	4,287
Number of Budget Adjustments issued	116	315	47	11	256	64
Agency Ratings - Moody's Financial Services						
<i>General Obligation</i>	Aa2	Aa2	Aa2	A2	A2	N/R
<i>Income Tax Bonds</i>	A1	A1	A1	A3	A3	A3
Health Insurance Costs vs General Fund Expenditures %	7.28%	8.96%	9.58%	8.55%	6.55%	5.57%
General Fund Receipts	\$14,330,172	\$11,549,000	\$8,937,000	\$9,871,000	\$9,847,000	\$11,176,000
General Fund Expenditures	\$13,239,537	\$11,550,000	\$10,368,000	\$9,614,000	\$9,785,000	\$9,843,000
General Fund Cash Balances	\$2,574,786	\$1,484,000	\$1,485,000	\$2,916,000	\$2,660,000	\$2,598,000
<i>Engineer Contracted Services</i>						
Dollar amount of Construction overseen by Engineer	\$1,056,375	0	\$821,691	\$0	\$739,858	\$2,237,621
<i>Building and Zoning Department</i>						
Residential Building Permits	67	214	256	138	134	224
Inspections for Residential	459	814	861	341	401	984
Valuation of Residential Construction	2,187,902	4,734,453	\$6,212,174.00	\$2,299,677.00	\$4,467,151.00	\$4,015,917.00
Total Residential Permits Issued	246	904	976	170	186	246
Commercial Building Permits	106	188	136	159	159	419
Inspections for Commercial Buildings	683	413	318	487	383	749
Valuation of Commercial Construction	46,111,564	25,143,008	\$14,021,681.00	\$24,493,862.00	\$2,056,158.00	\$42,358,599.00
Total Commercial Permits Issued	368	413	318	487	159	749
Security of Persons & Property						
<i>Police</i>						
Total Calls for Services	9,384	6,310	6,311	7,641	7,191	7,160
Number of traffic citations issued	684	557	690	593	905	946
Number of parking citations issued	138	208	205	235	214	238
Number of criminal arrests	142	384	307	632	525	195
Number of accident reports completed	159	159	219	465	285	158
Part I Offenses (major offenses)	134	111	117	202	172	27
Police Dept. Auxiliary hours worked	3,006	1,927	792	935	1,690	N/A
DUI Arrests	26	104	95	148	177	47
Motor Vehicle Accidents	111	159	219	465	90	158
Property damage accidents	48	88	126	64	50	N/A
Fatalities from Motor Vehicle Accidents	0	0	0	1	0	0
Gasoline costs of fleet	\$56,000	\$47,000	\$45,000	\$40,000	\$39,000	\$38,000
Public Health and Welfare						
Cemetery burials	6	4	5	2	4	3
Cemetery sale of lots	12	6	8	11	5	7

Source: City of Groveport Finance Department. Information prior to 2008 is not available.

(continued)

CITY OF GROVEPORT, OHIO

*OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST SIX YEARS*

Function/Program	2013	2012	2011	2010	2009	2008
Leisure Time Activities						
<i>Groveport Recreation Center</i>						
Annual Pass Sales/Resident	541	517	794	801	229	194
Annual Pass Sales/Corporate	321	306	526	555	237	196
Annual Pass Sales/Non-Resident	2,067	1,609	2,365	3,088	1,047	860
Day Pass Sales/Youth	1,974	1,619	1,737	1,993	1,882	2,082
Day Pass Sales/Adult	6,846	5,395	5,683	5,960	5,322	5,125
Group Rate Passes/10-19	262	260	298	274	232	246
Group Rate Passes/20+	76	61	102	81	65	91
Total Annual Visits	132,225	145,017	165,281	185,223	192,688	178,722
Facility Rentals	122	113	123	142	128	137
Birthday Party Packages	117	92	80	48	128	41
Child Care Participants	245	2,444	2,895	4,717	5,785	5,478
Climbing Wall Users	1,554	1,690	1,873	1,582	1,638	1,976
Silver Sneakers Enrolled	618	767	N/A	N/A	N/A	N/A
Silver Sneakers Visits	28,907	9,803	N/A	N/A	N/A	N/A
<i>Fitness</i>						
Classes	12,512	12,963	11,822	9,151	8,496	7,549
Personal Training Sessions	2,597	2,368	1,905	2,785	2,905	3,296
Special Events	54	125	26	40	29	N/A
<i>Groveport Aquatic Center</i>						
Season Pass Sales/Resident	69	116	235	218	68	79
Season Pass Sales/Corporate	38	38	182	130	22	30
Season Pass Sales/Non-Resident	137	422	794	602	172	168
Day Pass Sales/Individual	21,446	26,650	24,006	24,741	19,429	24,221
Day Pass Sales/Group	288	452	459	424	372	345
Total Annual Visits	24,261	27,540	37,389	37,691	22,528	28,199
Facility Rentals	1	2	1	0	0	0
Birthday Party Packages	77	76	67	28	N/A	N/A
<i>Programs & Special Events</i>						
Group Swim Lessons	737	1,365	1,152	1,321	509	439
Private & Semi-private Swim Lessons	27	83	N/A	N/A	N/A	N/A
<i>Athletics/Adult</i>						
All Sports	105	114	116	84	90	73
<i>Youth</i>						
Athletics/All Sports	1,393	1,680	1,743	1,461	977	875
Programs/All	3,052	2,983	2,591	3,345	1,366	1,347
<i>Revenue</i>						
Recreation Center	\$859,276	\$907,152	\$982,176	\$1,107,863	\$1,140,867	\$1,129,209
Fitness	\$68,720	\$69,087	\$65,866	\$33,269	\$16,065	\$15,754
Athletics/All Sports	\$107,414	\$109,110	\$136,548	\$118,552	\$87,295	\$63,642
General Programming	\$47,360	\$31,708	\$8,739	\$35,751	\$45,178	\$33,287
Aquatics/Indoor	\$40,996	\$49,634	\$46,256	\$17,360	\$31,220	\$12,925
Aquatics/Outdoor	\$264,998	\$367,288	\$363,128	\$322,950	\$288,084	\$324,593
Parks	\$1,180	\$1,260	\$750	\$800	N/A	N/A
Silver Sneakers	\$74,379	\$22,221	N/A	N/A	N/A	N/A
<i>Crooked Alley KidSpace</i>						
Grow With Me Preschool Program	1,798	2,281	2,109	1,771	1,263	1,789
Children's Programs	2,537	1,754	2,581	1,721	N/A	N/A
Room Rentals	151	151	133	143	24	N/A
<i>Town Hall</i>						
Cultural Arts Center Programs	6,025	4,375	5,003	1,510	1,587	2,317
Room Rentals	386	444	342	523	835	1,009
<i>Senior Center</i>						
General Membership	486	344	308	625	592	588
Programs & Events	8,364	7,949	7,806	7,939	8,391	8,988
Trips	256	263	233	271	270	290

Function/Program	2013	2012	2011	2010	2009	2008
Senior Transportation						
Registered Clients	162	161	153	137	290	250
Trips	3,834	3,479	2,653	1,327	3,090	3,799
Transport Days	189	204	203	204	266	302
Miles Driven	36,200	36,845	32,523	34,008	77,661	89,668
Vehicles	4	4	4	5	6	5
Full Time Staff	1	1	1	2	2	2
Part Time Staff	5	5	3	5	5	9
Golf						
Number of Rounds Played (18 Holes)	13,492	NA	NA	NA	NA	NA
Number of Rounds Played (9 Holes)	15,391	NA	NA	NA	NA	NA
Cart Rentals (18 Holes)	11,216	NA	NA	NA	NA	NA
Cart Rentals (9 Holes)	12,820	NA	NA	NA	NA	NA
Number of Golf Leagues	20	NA	NA	NA	NA	NA
Transportation						
Street Improvements - asphalt overlay (miles)	8	0	0	0	2.20	0
Street Repair (Curbs, aprons, berms, asphalt) (hours)	1,152	952	1,188	1,896	893	776
Guardrail Repair (hours)	0	4	12	6	0	0
Street Sweeper (hours)	30	20	16	16	24	24
Cold Patch (hours)	325	286	290	280	302	288
Snow & Ice Removal regular hours	432	1,024	498	754	860	732
Snow & Ice Removal overtime hours	418	621	676	546	286	324
Landscaping Stump-Chipper service (hours)	100	72	88	36	92	136
Leaf and brush collection (hours)	1,675	1,664	1,722	1,896	1,550	1,720
Holiday lights setup (hours)	466	446	470	464	402	544
Equipment repair/body shop (hours)	1,200	1,056	178	1,544	1,024	968
Sign department (hours)	300	272	286	246	365	272
Number of Trees Planted per year	19	109	15	98	0	122
Tons of snow melting salt purchased (Nov-Mar)	780	268	480	791	548	332
Cost of salt purchased	\$45,606	\$15,669	\$28,065	\$49,042	\$34,491	\$17,596
Water Department						
Water Rates per 1st 300 Cu ft of water used	6	6	4.24	4.24	4.24	4.24
Avg. number of water accounts billed monthly (Cu. Ft.)	1,150	1,150	1,150	1,150	1,150	1,150
Total Water Collections Annually (Including P&I)	\$514,213	\$404,879	\$340,325	\$310,620	\$377,490	\$572,231

GROVEPORT, OHIO

*CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN YEARS*

Function/Program	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
General Government										
Square Footage Occupied	17,216	17,216	17,216	17,216	17,216	17,216	17,216	17,216	17,216	17,216
Administrative Vehicles	0	0	0	0	0	0	0	0	0	0
Inspection Vehicles	2	2	2	2	2	2	2	2	2	2
Lands & Buildings Vehicles	0	0	0	0	0	0	0	0	0	0
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Square Footage of Building	3,089	3,089	3,089	3,089	3,089	3,089	3,089	3,089	3,089	3,089
Vehicles	21	21	18	15	15	15	14	14	13	13
Recreation										
Number of Parks	8	8	8	8	8	8	8	8	8	8
Total Developed Park Acreage	207	207	207	207	207	207	207	207	207	207
Number of Pools	2	2	2	2	2	2	2	2	2	2
Number of Ice Rinks	0	0	0	0	0	0	0	0	0	0
Number of Tennis Courts	3	3	3	3	3	3	3	3	3	3
Number of Skateboarding Areas	0	0	0	0	0	0	0	0 #	0	0
Number of Baseball Diamonds	8	8	8	8	8	8	8	8	8	8
Number of Playgrounds	4	4	4	4	4	4	4	4	4	4
Number of Soccer Fields	8	8	8	8	8	8	8	8	8	8
Number of Picnic Shelters	4	4	4	4	4	4	4	4	4	4
Vehicles	3	3	3	3	3	3	3	3	3	3
Streets (miles)	44.66	44.66	44.66	44.66	44.66	44.66	44.66	44.66	44.66	44.66
Number of Streetlights (per light bill)										
Service Vehicles										
Wastewater										
Sanitary Sewers (miles)	39.50	39.50	39.16	39.16	39.16	39.16	39.16	39.16	39.16	39.16
Storm Sewers (miles)	27.99	27.99	27.99	27.99	27.99	27.99	27.90	27.99	27.99	27.99
Vehicles	0	0	0	0	0	0	0	0	0	0
Water Department										
Water Lines (miles)	40.49	40.49	40.49	40.49	40.49	40.49	40.49	40.49	40.49	40.49
Vehicles	1	1	1	1	1	1	1	1	1	1

Source: City of Groveport Finance Department

**CITY OF GROVEPORT
FRANKLIN COUNTY, OHIO**

SUPPLEMENTAL REPORT

DECEMBER 31, 2013

JEFF GREEN, FINANCE DIRECTOR

**CITY OF GROVEPORT
FRANKLIN COUNTY, OHIO**

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Independent Auditor's Report on Internal Control Over Financial Reporting and
on Compliance and Other Matters Required by *Government Auditing Standards* 1 - 2



Julian & Grube, Inc.

Serving Ohio Local Governments

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

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

City of Groveport
Franklin County
655 Blacklick Street
Groveport, Ohio 43125

To the Members of Council and Mayor:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Groveport, Franklin County, Ohio, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the City of Groveport's basic financial statements and have issued our report thereon dated June 23, 2014.

Internal Control Over Financial Reporting

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

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

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

Members of Council and Mayor
City of Groveport

Compliance and Other Matters

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

Purpose of this Report

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

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

Julian & Grube, Inc.
June 23, 2014



Dave Yost • Auditor of State

CITY OF GROVEPORT

FRANKLIN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
AUGUST 21, 2014**