

CITY OF MIAMISBURG, OHIO



Single Audit Reports

December 31, 2015

PLATTENBURG
Certified Public Accountants



Dave Yost • Auditor of State

City Council
City of Miamisburg
10 North First Street
Miamisburg, Ohio 45342

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

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

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

Dave Yost
Auditor of State

September 20, 2016

This page intentionally left blank.

**CITY OF MIAMISBURG
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2015**

| Federal Grantor/Pass - Through Grantor, Program Title | Pass Through Entity Number | CFDA | Disbursements |
|--|----------------------------------|--------|---------------------------|
| <u>U.S. DEPARTMENT OF HOUSING & URBAN DEVELOPMENT</u> | | | |
| <i>Passed Through State Department of Development and Montgomery County:</i> | | | |
| Community Development Block Grant | B-12-UC-39-0004 | 14.218 | \$32,750 |
| Community Development Block Grant | B-14-UC-39-0004 | 14.218 | 75,000 |
| Total U.S. Department of Housing & Urban Development | | | <u>107,750</u> |
| <u>U.S. DEPARTMENT OF JUSTICE</u> | | | |
| Direct | | | |
| Bulletproof Vests | | 16.607 | 5,824 |
| <i>Passed Through Office of Criminal Justice Services</i> | | | |
| Justice Assistance Grants | | 16.738 | 53,554 |
| Total U.S. Department of Justice | | | <u>59,378</u> |
| <u>U.S. DEPARTMENT OF TRANSPORTATION</u> | | | |
| <i>Passed Through Ohio Department of Transportation</i> | | | |
| Miamisburg Plaza | 90836 | 20.205 | 5,066 |
| First Street Streetscape | 86655 | 20.205 | 146,324 |
| Total U.S. Department of Transportation | | | <u>151,390</u> |
| <u>US ENVIRONMENTAL PROTECTION AGENCY</u> | | | |
| <i>Passed Through Ohio Environmental Protection Agency</i> | | | |
| Clean Water | CS390593-0034 | 66.458 | 945,260 |
| Total U.S. Environmental Protection Agency | | | <u>945,260</u> |
| Total Federal Expenditures | | | <u><u>\$1,263,778</u></u> |

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTE A -- SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards is a summary of the activity of the City's federal award programs.

The schedule has been prepared using the cash basis of accounting.

This page intentionally left blank.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Honorable Mayor, City Council and City Manager
City of Miamisburg

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Miamisburg (the City), as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 29, 2016, wherein we noted the City adopted GASB No. 68 and 71 as disclosed in Note 3.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.

Dayton, Ohio

June 29, 2016

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND
ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

Honorable Mayor, City Council and City Manager
City of Miamisburg

Report on Compliance for Each Major Federal Program

We have audited the City of Miamisburg's (the City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2015. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the City, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2015.

Report on Internal Control over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements

that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated June 29, 2016, which contained unmodified opinions on those financial statements, wherein we noted the City adopted GASB No. 68 and 71 as disclosed in Note 3. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
Dayton, Ohio
June 29, 2016

**CITY OF MIAMISBURG
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2015**

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant Deficiency(s) identified? None reported

Noncompliance material to financial statements noted? No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? No
- Significant Deficiency(s) identified? None reported

Type of auditor’s report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? No

Identification of major federal programs:

Capitalization Grants for Clean Water State Revolving Funds -CFDA# 66.458

Dollar threshold used to distinguish between Type A and Type B Programs \$750,000

Auditee qualified as low-risk auditee? No

Section II – Findings Related to the Financial Statements Required to be reported in Accordance with GAGAS

None

Section III – Federal Award Findings and Questioned Costs

None

CITY OF MIAMISBURG
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
December 31, 2015

Summary of Prior Audit Findings:

2014-001 Finding Type —Material Weakness—Controls Related to Financial Reporting

For the year ended December 31, 2014 certain misstatements were identified in the financial statements requiring adjustment in order to present the 2014 financial statements in accordance with accounting principles generally accepted in the United States of America. The misstatements related to capital assets, long-term liabilities, intergovernmental receivables and deferred inflows.

Status: Corrected

CITY OF MIAMISBURG, OHIO



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

**INTRODUCTORY
SECTION**

CITY OF MIAMISBURG, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2015

Issued by:
Finance Department

George S. Perrine
Finance Director

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF MIAMISBURG, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2015

Table of Contents

INTRODUCTORY SECTION

| | |
|---------------------------------------|-------|
| Title Page | i |
| Table of Contents | iii |
| Letter of Transmittal | vii |
| GFOA Certificate of Achievement | xvii |
| List of Principal Officials | xviii |
| Organizational Chart | xix |

FINANCIAL SECTION

| | |
|--|----|
| Independent Auditor’s Report | 1 |
| Management’s Discussion and Analysis | 3 |
| Basic Financial Statements: | |
| Government-wide Financial Statements: | |
| Statement of Net Position..... | 15 |
| Statement of Activities | 17 |
| Fund Financial Statements: | |
| Balance Sheet – Governmental Funds..... | 18 |
| Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities | 19 |
| Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds | 20 |
| Reconciliation of the Statement of Revenues, Expenditures and Changes In Fund Balances of Governmental Funds to the Statement of Activities | 21 |
| Statement of Revenues, Expenditures and Changes in Fund Balances – Budget (Non-GAAP) and Actual – General Fund..... | 22 |
| Statement of Revenues, Expenditures and Changes in Fund Balances – Budget (Non-GAAP) and Actual – Municipal Trust Fund | 23 |
| Statement of Revenues, Expenditures and Changes in Fund Balances – Budget (Non-GAAP) and Actual – Fire Levy Fund..... | 24 |

| | |
|---|-----|
| Statement of Revenues, Expenditures and Changes in Fund Balances – Budget (Non-GAAP) and Actual – Austin Center TIF Fund | 25 |
| Statement of Net Position – Proprietary Funds | 26 |
| Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds | 27 |
| Statement of Cash Flows – Proprietary Funds | 28 |
| Statement of Assets and Liabilities – Agency Funds | 30 |
| Notes to the Basic Financial Statements | 31 |
| Required Supplementary Information: | |
| Schedule of the City’s Proportionate Share of the Net Pension Liability – Last Two Years..... | 75 |
| Schedule of the City’s Contributions – Last Three Years..... | 76 |
| Combining Financial Statements and Individual Fund Schedules | |
| Nonmajor Governmental Funds: | |
| Fund Descriptions..... | 78 |
| Combining Balance Sheet – Nonmajor Governmental Funds..... | 81 |
| Combining Balance Sheet – Nonmajor Special Revenue Funds | 82 |
| Combining Balance Sheet – Nonmajor Capital Projects Funds | 86 |
| Combining Balance Sheet – Nonmajor Debt Service Funds | 87 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds..... | 89 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds | 90 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds..... | 94 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Debt Service Funds | 95 |
| Individual Fund Schedules of Revenues, Expenditures/Expenses and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual: | |
| Conservancy Fund | 96 |
| Court Modernization Fund..... | 97 |
| Drug Law Enforcement Fund | 98 |
| Enforcement and Education Fund..... | 99 |
| Federal Law Enforcement Fund..... | 100 |
| Indigent Drivers’ Alcohol Treatment Fund | 101 |
| Indigent Drivers’ Interlock Fund..... | 102 |
| Law Enforcement Fund | 103 |
| Law Enforcement Assistance Fund..... | 104 |
| Motor Vehicle License Tax Fund | 105 |

| | |
|---|-----|
| Municipal Court Computer Fund..... | 106 |
| Probation Fund Probation Fund..... | 107 |
| Municipal Court Special Projects Fund..... | 108 |
| Police and Fire Pension Fund..... | 109 |
| State Highway Fund..... | 110 |
| Street Maintenance and Repair Fund..... | 111 |
| Self-Supporting Recreation Programs Fund..... | 112 |
| Capital Improvement Fund..... | 113 |
| Park Capital Improvement Fund..... | 114 |
| Roadway Improvement Fund..... | 115 |
| Sidewalk, Curb and Gutter Fund..... | 116 |
| General Obligation Bond Retirement Fund..... | 117 |
| Special Assessment Bond Retirement Fund..... | 118 |
| KMCN Debt Service Reserve Fund..... | 119 |

Internal Service Funds:

| | |
|--|-----|
| Fund Descriptions..... | 121 |
| Combining Statement of Net Position – Internal Service Funds..... | 122 |
| Combining Statement of Revenues, Expenses and Changes in Net Position – Internal Service Funds..... | 123 |
| Combining Statement of Cash Flows – Internal Service Funds..... | 124 |

Agency Funds

| | |
|--|-----|
| Fund Descriptions..... | 125 |
| Combining Statement of Changes in Assets and Liabilities – Agency Funds..... | 126 |

STATISTICAL SECTION

| | |
|--|-----|
| Statistical Section Description..... | 129 |
| Net Position by Component – Last Ten Years..... | 131 |
| Changes in Net Position – Last Ten Years..... | 132 |
| Fund Balances, Governmental Funds – Last Ten Years..... | 134 |
| Changes in Fund Balances, Governmental Funds – Last Ten Years..... | 136 |
| Assessed Valuation and Estimated Actual Values of Taxable Property – Last Ten Years..... | 138 |
| Property Tax Rates – Direct and Overlapping Governments (Per \$1,000 of Assessed Valuation) – Last Ten Years..... | 140 |
| Principal Taxpayers – Real Estate Tax – 2015 and 2006..... | 142 |
| Principal Income Tax Withholders – 2015 and 2006..... | 143 |
| Property Tax Levies and Collections – Last Ten Years..... | 144 |
| Ratio of Outstanding Debt to Total Personal Income and Debt per Capita – Last Ten Years..... | 146 |
| Ratio of General Obligation Bonded Debt to Assessed Value and Bonded Debt per Capita – Last Ten Years..... | 148 |

| | |
|---|-----|
| Computation of Direct and Overlapping Governmental Activities Debt – December 31, 2015..... | 149 |
| Legal Debt Margin – Last Ten Years | 150 |
| Pledged Revenue Coverage – Water System and Sewer System Mortgage Revenue Bonds – Last Ten Years | 152 |
| Principal Employers – 2015 and 2006..... | 153 |
| Demographic and Economic Statistics – Last Ten Years..... | 154 |
| Operating Indicators by Function/Program – Last Ten Years..... | 156 |
| Full-Time Equivalent City Government Employees by Function/Program – Last Ten Years | 158 |
| Capital Assets Statistics by Function/Program – Last Ten Years | 160 |



June 29, 2016

Honorable Mayor, Members of City Council
and Citizens of Miamisburg, Ohio:

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) of the City of Miamisburg for the year ended December 31, 2015. The Department of Finance prepared the report. The responsibility for the accuracy and completeness of presented data and fairness presentation, including all disclosures, rests with the City of Miamisburg, specifically with the Department of Finance. We believe that the enclosed data is accurate in all material respects; and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The CAFR incorporates GASB Statement No. 34 – *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. Statement No. 34 was developed to make annual financial reports of state and local governments easier to understand and more useful to those who make decisions using governmental financial information. This report represents and reflects upon the City's financial operations and condition to the City's residents, its elected officials, management personnel, financial institutions, City bondholders, rating agencies and all other parties interested in the financial affairs of the City.

Generally Accepted Accounting Principles require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the independent auditor's report.

The City's financial statements have been audited by Plattenburg, Certified Public Accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended December 31, 2015 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City's financial statements for the year ended December 31, 2015, are fairly presented in conformity with GAAP. The independent auditor's opinion is presented as the first component of the financial section of this report.

City of Miamisburg
Finance Department
10 North First Street * Miamisburg, Ohio 45342
Phone: 937-866-3303 Fax: 937-866-0891
e-mail: ci.miamisburg.oh.us

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

City Profile

The City of Miamisburg is located in southwestern Ohio in Montgomery County and was first settled in 1797. In 1818, the City was platted and named Miamisburg after the Miami Indians, who originally inhabited the area. In 1966, the citizens of the City adopted a home rule charter and approved a Council/Manager form of government. The legislative powers of the City are vested in a council of seven members, three of whom are elected at-large and four of whom are elected from wards established by the charter. The council members, who serve staggered four-year terms, appoint the City Manager. The Mayor of the City is elected separately to a four-year term. The City Manager appoints all department directors.

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

The primary government consists of all funds and departments which provide a full range of public services, including police protection, fire and emergency medical services (EMS), water supply and treatment, wastewater collection and treatment, refuse collection and disposal, street maintenance and repair, parks and recreation, economic development, planning and zoning, municipal court operations and general administrative services. The operation and control of these activities are provided by the City Council through the budgetary process and by the City Manager through administrative and managerial policies and procedures.

The Mound Development Corporation (MDC) replaced the former Miamisburg Mound Community Improvement Corporation (MMCIC), a related organization to the City. The purpose of the MDC is the same as the MMIC in that it was established to promote the industrial, economic, commercial, and civic development of the Mound Facility. While the majority of the Board of Trustees for MDC are appointed by the City Council (four of the seven), the City Council does not promote its will on the MDC Board. With no authority to approve or modify the budget, influence management activities, or approve hiring and firing of employees, the MDC is not considered a component unit of the City. Additional information on MDC is presented in Note 14.

The City also participates in two risk sharing insurance pools, Miami Valley Risk Management Association, Inc. (MVRMA) and Ohio Benefits Cooperative (OBC). MVRMA provides property and liability insurance coverage to the City. OBC provides health care related benefits offered to the employees of the City. Additional information on these risk sharing insurance pools can be found in Note 16.

The Council is required to adopt a final budget by no later than the close of the fiscal year. This annual budget serves as the foundation of the City of Miamisburg's financial planning and control. The budget is prepared at the fund level. The finance director may transfer resources within the function and department levels. The department heads may transfer resources within their department as they see fit. Budgetary control is maintained by the encumbrance of purchase amounts prior to the release of purchase orders to the vendors. Purchase orders are not issued when insufficient appropriations preclude the encumbrance of the amount of the purchase.

Local Economy

Located in the southwestern part of the Dayton metropolitan region, Miamisburg has benefited historically from the general growth and development occurring within the Miami Valley. Though the region overall has traditionally been reliant upon automobile manufacturing and national defense spending as a base for employment, diversification has given the area economy greater stability. This has been especially critical in recent years due to the closure of a major General Motors assembly plant and the decline in automotive-related businesses. However, that industry began to receive a boost in 2015 when the shuttered GM plant, located in the nearby city of Moraine, welcomed a major employer. The China-based Fuyao Group launched a new auto glass manufacturing operation expected to eventually employ up to 2,000. At \$360 million, this initiative represents the largest Chinese business investment in Ohio and is considered a major victory for Greater Dayton. Defense employment has remained a prominent part of the regional economy due primarily to Wright-Patterson Air Force Base in nearby Greene County, which has a workforce of approximately 27,000. As a result of the federal Base Realignment and Closure Act of 2005, approximately 1,200 new military and civilian positions were relocated to Wright-Patt from other bases around the country, supporting missions in fields such as aerospace medicine and human performance.

The City of Miamisburg has experienced growth and development for more than two decades, and its population topped 20,000 for the first time in the 2010 U.S. census. The City's official count of 20,181 was a 3.6% increase over 2000 (19,489), even as Montgomery County's overall population decreased during the decade. This followed a period in the 1990s when the Miamisburg population increased by a robust 9.3%. Several annexations over this time increased the physical size of the City to approximately 12.4 square miles.

The 1990s and early 2000s also proved to be a period of transition for the City in its role as host to a U.S. Department of Energy (DOE) facility. Site of the "Mound" plant since the late 1940s, Miamisburg benefited greatly over the years from federal payrolls. However, when DOE officials first announced in 1991 that Mound would be decommissioned after extensive environmental remediation, the City faced economic uncertainty. In the ensuing years, that uncertainty eased due to a diversification of the community's employment base and successful efforts to convert Mound to commercial use as a light industrial and technology business park. Today there are 15 private businesses operating on site with total employment of approximately 267.

When the DOE announced it would discontinue its federal defense operation at Mound, the site contractor at the time, EG&G Mound Applied Technologies, had over 2,100 employees. By the end of 2010 environmental cleanup had been completed, and the contractor and DOE employment level was virtually zero. With this significant loss of jobs, the City's economic reliance on the Mound lessened. Total cash-based General Fund revenues have increased from \$7.8 million in 1991 to \$19.0 million in 2015, an average annual rate of 6.0%. Meanwhile, the percentage of total General Fund revenues represented by the Mound contractor decreased from 17% in 1991 to 0% by 2013.

Growth and development in Miamisburg outside of Mound has more than offset the job losses within the facility. New jobs have been created through concentrated efforts to attract light industrial, retail and service sector employers. Miamisburg's largest employer currently is the Kettering Health Network (KHN), which operates the Sycamore healthcare campus in the City and also has administrative support personnel that serve the entire Network located in two office buildings in the community. Total KHN employment is approximately 2,000. Other major employers in Miamisburg include Avery Dennison, Yaskawa America (Motoman Robotics), the Miamisburg Board of Education, Dayton Superior, Alliance Physicians, Evenflo, O'Neil and Associates, Excelitas Technologies and United Grinding.

Long-Term Financial Planning

For the first time in over three decades, the City of Miamisburg's income tax rate increased on Jan. 1, 2011. This increase from 1.75% to 2.25% was approved by local voters in 2010 by an approximate 60% - 40% margin.

The City asked voters to consider this rate change due to declining revenue sources, increasing expenses, a lingering weak economy and projected budget deficits that would deplete cash reserves within 2-3 years. The new rate, combined with a series of expense reductions and a stabilized local economy, enabled the City over the past four years to:

- Maintain public service levels.
- Continue operating popular recreation facilities and providing recreation programs.
- Begin rebuilding a capital improvement budget that had been dramatically reduced to just \$439,750 in 2010. As recently as 2008, the City's capital budget approached \$2.5 million.
- Begin the process of restoring the City's General Fund operating balance, or cash reserves, to a more fiscally secure level. At 2010 year end, the cash-based reserve level stood at just \$2.8 million, or 19% of the Fund's annual revenues. At 2015 year end, cash-based reserves had increased to \$6.7 million, or 35% of the Fund's annual revenues.

Income tax is the largest source of revenue for the City's General Fund. In the five full calendar years following the rate increase (Jan. 1, 2011 – Dec. 31, 2015), income tax revenue grew over 62% to \$16.9 million. This period culminated in 2015 when income tax collections exceeded estimates significantly, increasing by 5.0% from 2014. This increase helped turn a projected \$613,000 budget deficit for the year into a \$891,000 surplus. Factors in this unexpected surge included the improved economic conditions and growth from existing businesses in the City.

This increase in income tax revenue was extremely significant, because the City experienced declines in several other revenue sources during that time period. For example, to eliminate a multi-billion dollar budget deficit, the State of Ohio took numerous actions that were costly to local governments. For Miamisburg, the negative impacts absorbed from these state budgetary and legislative actions included:

- A decrease in revenue from local government funds (LGF). In 2012, the City's LGF revenue decreased by \$146,289 to \$393,791. In 2013, there was an additional decrease of \$90,024, and another decrease is anticipated for 2016.
- The elimination of the estate tax was effective in 2013. The estate tax was a fluctuating revenue source that generated nearly \$700,000 for the City of Miamisburg in 2011, \$480,193 in 2012 and \$287,453 in 2013. There is no longer any revenue from this source.
- The loss of approximately \$200,000 resulting from the phase-out of Ohio's tangible personal property tax.

An ongoing decline in property values and the resulting reduction in property tax revenue has been another economic challenge faced by cities, school districts and other public entities in Montgomery County. According to the County auditor, Miamisburg property values decreased 4.5% in the 2014 state-mandated revaluation, which cost our City about \$118,000 in real property taxes in 2015. In the previous revaluation in 2011, Miamisburg property values decreased over 5.0%, resulting in a \$125,000 annual decrease in real property tax revenue.

So clearly, even as voters generously approved a new income tax rate and the local economy has shown signs of recovery, it has been difficult to get ahead financially. Totaling the numbers outlined above, the City has lost well over \$1 million in annual revenue due to circumstances that are out of its control. This partially offsets the recent positive direction of income tax revenue, and the ongoing uncertainty over these revenue sources requires that the City maintain its conservative budget approach. For example, in late 2014 the state legislature passed a law intended to establish municipal income tax uniformity across Ohio. This new law is viewed by supporters as a way to simplify income tax collections and make Ohio more business-friendly. However, some provisions of the legislation are expected to result in a substantial loss of revenue at the local level, according to municipal officials from throughout the state. In Miamisburg, officials project a future loss of several hundred thousand dollars annually, though final calculations have not yet been determined. Politically, the City of Miamisburg supports the concept of uniformity inasmuch as it is revenue-neutral for cities.

Recent growth of income tax revenue is also the result of some promising economic development. The most significant development in Miamisburg is occurring in proximity to the Austin Blvd. interchange, which opened in 2010. For example, three flexible-use commercial buildings are nearly fully leased in the Byers Business Park on Byers Road. In 2013 a similar complex was successfully launched further south on Byers called the Austin Business Park. The first building was completed and welcomed its first tenants, which jointly employ approximately 35 people. Several buildings are planned for this 80-acre light industrial/office park site, and those could accommodate over 1,200 jobs when complete.

Also since 2010, Motoman Robotics became one of Miamisburg's largest employers when it consolidated two existing sites elsewhere in the region into a new facility in the Austin area. This global maker of industrial robots brought its corporate office, manufacturing and distribution operations under one roof. The consolidation retained 180 jobs in Montgomery County, brought 80 jobs from neighboring Miami County and accommodated approximately 15 new jobs.

Among the economic development highlights from 2015, The Woodworking Shop became the newest tenant at the Mound Business Park. This firm moved from Monroe into a large facility that had been vacant for several years. The Woodworking Shop designs and manufactures custom cabinetry for both commercial and residential customers. Business activity also continued in the City's downtown district. New retail space was created from the major renovation and expansion of a long-time vacant structure on N. Main Street. Near the end of the year, the Shoppes on Main was poised to become fully leased with a barbecue restaurant, a children's clothing store and a boutique preparing to fill all available space. Also, a prominent restaurant space on S. Main lost its occupant to closure early in the year, but quickly turned over with a new sports-themed restaurant.

For most years since the 2008-09 economic recession, both union and non-union employees have been subject to wage freezes as the City has battled its budget challenges. However, there have been some modest increases adopted recently with City Council approving 2.0% wage increases for non-union employees in both 2014 and 2016. Also in terms of personnel, firefighters formerly employed by the City became employees of the newly formed Miami Valley Fire District in mid-2012. Not accounting for this one-time transition, however, at Dec. 31, 2015, the City's employee total was approximately 10% below the staffing level of 2008.

Like the operating budget, the City is moving forward with caution on capital expenditures. However, in recognition of the importance of capital investment within its operation and within the community, the 2015 capital budget increased to \$2.2 million. Recent increases to this budget were largely made possible when City Council voted to reallocate one-tenth of 1% of City income tax collections from the General Fund back to the Capital Improvement Fund beginning Jan. 1, 2011. Council has authority over this discretionary percentage of income tax, which had temporarily been shifted to the General Fund to help ease the fiscal pressure there. Traditionally, the one-tenth of 1%, which totals over \$500,000, has been directed to the Capital Improvement Fund.

Among the highlights of capital expenditures budgeted for 2016:

- Funding of \$695,000 for annual street maintenance programs like surface treatment; paving; and sidewalk, curb and gutter. Another \$30,000 has been budgeted as City matching funds for a sidewalk project funded primarily by a Montgomery County Community Development Block grant.
- A \$280,000 allocation for administrative MIS technology maintenance and upgrades.
- Funding of \$159,000 for the purchase of four new police vehicles and related equipment. Another \$25,000 is allocated for the acquisition of a trained law enforcement canine.
- Purchase of a new dump truck with snowplow equipment in the amount of \$155,000.
- Improvements to various public buildings in the amount of \$70,000. Another \$27,500 has been allocated for improvements to Sycamore Trails Aquatic Center.

In addition, in late 2014 the City launched a new five-year plan to phase-in water and sewer rate adjustments to fund major improvements to those systems at a cost of approximately \$69 million. Due to the magnitude of that cost, there was a lengthy study process that concluded in late 2013 to consider whether or not the City should maintain control of the systems and absorb the financial responsibility that goes along with that, or transition to a regional provider of these services. After extensive review that included public feedback opportunities, Council determined that it was in the best long-term interest of the community to maintain control of water and sewer services. A majority of the planned work is required to meet EPA mandates. At the time that the new rate structure took effect, the City's combined water/sewer rates ranked in the middle one-third among 63 providers in southwest Ohio according to a regional survey.

In keeping with past practices, ongoing economic decisions will be made with consideration of the City's current and long-term fiscal health and its ability to continue providing the services desired by residents. The City will continue to monitor and evaluate crucial budget factors as 2016 unfolds, including:

- Income tax revenues and the general condition of the regional economy.
- Legislation at the state level that adversely impacts municipalities.
- Commercial development opportunities related to the Austin Center interchange.
- Potential cost-saving opportunities from multi-jurisdictional cooperation.
- The uncertainty of health care costs.
- City expenditures not anticipated during the budgeting process.

Major Initiatives

Despite the challenging economic climate of the past several years, City officials are generally optimistic about the future and express confidence in the ability of the local government and citizens of Miamisburg to overcome adversity and achieve great things. Certainly the track record of the City over the past two decades reinforces this belief. Miamisburg has successfully met many challenges, tackled major projects and led on significant regional issues. It stands today as a vibrant community with many assets, well-positioned for the future.

There has been a tremendous effort in the community to revitalize downtown over the past two decades, and many significant things have transpired. But even in that context, the flurry of positive developments that occurred in the later stages of 2015 was brisk. Business activity included the aforementioned new sports-themed restaurant and new retail strip center on Main Street.

It has taken a blend of private and public sector investment to revitalize downtown Miamisburg, and these two latest commercial ventures indicate that this partnership is alive and well.

Another downtown project was more focused on the historic element that the community values. A group of citizens worked tirelessly to restore and reopen the Plaza Theatre at its previous location on Main. The original Plaza closed in 1968, and its building had most recently been vacant retail space. But the citizens' efforts to revive the Theatre and their vision for this landmark was realized in December with a grand reopening. It features one large screen with nearly 300 seats, and offerings include classic motion pictures and other popular films. The City backed a loan for this project, but it was funded by over \$350,000 in private donations. City officials were very pleased to have a new attraction downtown and a piece of Miamisburg's rich history restored for new generations.

Also downtown, the City worked with consultants to revise its original master plan for Riverfront Park, which has been a key part of revitalization efforts. The purpose in updating the plan was to reduce costs—especially for early phases—so that the City could continue momentum with park development. The process to update the plan was funded by a \$250,000 state grant and directed by a steering committee with broad-based membership. The grant is also helping fund Phase I construction, which will begin in early 2016 and address entryway and pedestrian access improvements.

Public parking is an important feature for urban areas because physical space can be limited. The City of Miamisburg has made an effort to make parking convenient and accessible for visitors. On First Street across from the Civic Center, a new public parking lot was constructed that adds 23 spaces downtown. The City purchased this property in 2014 for this purpose. The project was funded by a \$75,000 Community Development Block Grant from Montgomery County along with matching City funds.

Finally on the list of downtown accomplishments, recycling opportunities were made available for patrons for the first time. Thanks to a grant from the County's Solid Waste District, the City purchased and installed 10 new receptacles with clearly marked separate sides to accept both refuse and recycling. This is something merchants and visitors have requested, and officials were pleased to accommodate this desire. The City of Miamisburg is always looking for new ways to be environmentally responsible, and another six of these dual units will be installed downtown in 2016.

Major developments also occurred in 2015 with the aforementioned projects that are part of the City's water and sewer master plan. After planning and design were completed, actual work began on several components over the last 12 months, with several others ready to launch. This first set of projects includes:

- Rehab and replacement of five drinking water wellhouses along the Great Miami River.
- Rehab of the Richard Street storage tank with the addition of a larger water transmission line along Kercher Street.
- Replacement of water and sewer lines along Riverview Avenue with the addition of a water booster station and large transmission lines.
- Replacement of two wastewater pump stations.
- Improvements to the Water Reclamation Facility.

Contractors also videotaped the City's sanitary sewer system to identify defects for future repairs, and a project to add softening of the City's drinking water is also planned. In total, these projects are expected to take another 3-4 years to complete at a cost of approximately \$69 million. It is an ambitious plan that will modernize the local infrastructure, accommodate future growth and make the systems viable for years to come. The City takes its responsibility as a public utility very seriously and is committed to providing safe, clean drinking water to the community.

In addition to water and sewer, there was also infrastructure work last year on local roadways. Most prominent, the Ohio Department of Transportation resurfaced State Rte. 725 in Miamisburg between Alexandersville Road and Heincke Road. This is the main entryway into the community from Interstate-75, so its condition is important to City officials. A second primary roadway in the community also received attention. Linden Avenue had sidewalk, curb and gutter improvements, then was repaved between First and Seventh streets. There has been significant work done on Linden in recent years, and this latest phase further extended the upgraded section.

There were two other projects related to transportation that are worthy of acknowledgement. First was the installation of a decorative gateway arch over Central Avenue next to the Miamisburg Civic Center. This arch was part of the First Street improvement project from 2014, but it wasn't completed until last spring. Funded primarily by a federal grant, the arch is a 30-foot structure that serves as an entryway into downtown for westbound motorists on Central. It complements the historic district and adds to the uniqueness there. Lastly, was a project of the Montgomery County Transportation Improvement District that benefits local bicyclists. The regional bike trail is one of the Miami Valley's many assets and runs through Miamisburg along the Great Miami River. Last summer a 4,500-foot new segment was built to connect paths in the area of Medlar and Byers roads. As a result of this project, there is now a linked route for cyclists and walkers that extends from the river through the Austin interchange area and into Miami and Washington townships. The Miami Valley has the nation's largest network of paved, off-street trails. These paths promote healthy lifestyles and environmentally sound practices among members of the public.

As evidenced by several of these highlights from the year, the City of Miamisburg is aggressive in seeking out grant opportunities and joint projects with other government agencies. Officials are appreciative of funding partners at the county, state and federal levels. These funds from external sources help the local government stretch, or leverage, local tax dollars and build budget capacity.

Miamisburg has been recognized for excellence in financial reporting many times and takes pride in operating with transparency to the public. In 2015 the City took that transparency to a new level by making budget data available to the public online. This new access is being provided through a financial analysis platform powered by OpenGov.com. The software transforms volumes of raw financial data into a format that enables citizens to conveniently review and better understand current and past budgets. Open Gov technology is a leader in this industry, and a link to this service is provided on the homepage of the City's website.

Recreation services have historically been highly valued by Miamisburg residents and park facilities add to the quality of life in the community. In 2015 the Parks and Recreation Department earned reaccreditation from the National Recreation and Park Association, indicating that it operates in accordance with the industry standards and best practices set forth by the NRPA. The Department received a perfect score in its assessment, which was an outstanding accomplishment. In terms of highlights for the year, a major capital project was completed at one of the City's premier facilities. To ensure the long-term viability of PipeStone Golf Course, the original irrigation system was replaced. Work began in late 2014 and concluded last spring. All piping and irrigation heads were replaced, and they're operated by an advanced control system, providing more efficient maintenance and water usage on the course. The \$1 million cost was split evenly between the City's capital budgets for 2014 and 2015.

Finally, the City of Miamisburg was pleased to welcome U.S. Senator Sherrod Brown for a September visit to hold a news conference. Sen. Brown was promoting federal legislation to improve railcar safety and chose our community because of a major train derailment that occurred here in 1986. He met with local media at a location very close to the actual derailment, which resulted in the evacuation of about 30,000 people.

Two other organizations that operate in our community celebrated milestones in 2015 worthy of recognition. First, Dayton Metro Library announced a construction schedule to build a new Miamisburg branch at the corner of Linden Avenue and Sixth Street.

This is the site of the former Miamisburg High School. Dayton Metro is in the midst of a system-wide upgrade of facilities, and City officials are pleased that this community is included in the plan. Construction is expected to take approximately one year. Secondly, a local food pantry called Helping Hands celebrated its 50th anniversary in 2015. Helping Hands is located on Maple Avenue near the Civic Center, and the organization does commendable work serving those in need. It is staffed only by volunteers and supported by donations. The City worked with the group in several ways to celebrate its milestone during the year.

Internal Controls and Policies

The City has instituted a comprehensive framework of internal controls established to help ensure complete and reliable financial information can be produced on a timely basis. Because the cost of internal control should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that these financial statements are free of any material misstatements.

The annual operating budget adopted by Council is the primary management monitoring control utilized throughout the various departments of the City. The appropriation ordinance is Council's authorization to spend resources and sets annual limits on cash expenditures plus encumbrances at the individual fund. Within each fund, management may determine how to best allocate the ability to spend between the different categories of spending captured by the City. Appropriation levels by fund may not exceed the estimated resources (beginning unobligated fund balance plus anticipated receipts for the year) available for each fund for the year. Council action must be obtained to alter total fund appropriations.

The City has adopted an investment policy to govern investment practices of available city funds, with the primary objectives contained within being safety, liquidity and yield production. The City also has written procedures for accounting and capital asset practices.

Awards and Acknowledgements

The City of Miamisburg achieved 100 percent compliance in the Miami Valley Risk Management Association's (MVRMA) 2014-15 assessment of the City's safety program and loss measure controls. Known as a SPEC (Safety Performance Evaluation Checklist) audit, this assessment is designed to measure the extent to which a municipality takes affirmative steps to protect its workers from injury and protect the community from liability. The Miamisburg Police Department received a separate safety evaluation audit and also received a 100 percent score.

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Miamisburg for its CAFR for the year ended December 31, 2014. This marked the 26th consecutive year that the City of Miamisburg received the Certificate of Achievement. In order to be awarded a Certificate of Achievement, the City had to publish an easily readable and efficiently organized CAFR that satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe the City's current CAFR continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Preparation of this comprehensive annual financial report represents months of effort by many members of staff. The Finance Department staff has worked diligently to gather the data for this report while still attending to the day-to-day responsibilities of the department.

Sincere appreciation is extended to the Mayor and City Council, whose guidance and support represent an invaluable asset in managing the financial affairs and reporting requirements of the City of Miamisburg.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'K. Johnson', with a long horizontal line extending to the right.

Keith D. Johnson
City Manager

A handwritten signature in black ink that reads 'George S. Perrine' in a cursive style.

George S. Perrine
Finance Director



Government Finance Officers Association

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

Presented to

**City of Miamisburg
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2014

Executive Director/CEO

CITY OF MIAMISBURG, OHIO
LIST OF PRINCIPAL OFFICIALS

CITY COUNCIL

Richard C. Church, Jr., Mayor

Charlie Case, Vice-Mayor

Sarah Clark

Ryan Colvin

Mike McCabe

Tom Nicholas

John Stalder

Greg Thompson

CITY MANAGER

Keith D. Johnson

ASSISTANT CITY MANAGER

Dody Bruck

DIRECTOR OF LAW

K. Philip Callahan

DEPARTMENT DIRECTORS

Chris Fine, Economic Development and Planning

Robert Stanley, Engineering

George Perrine, Finance

Deborah McLaughlin, Parks and Recreation

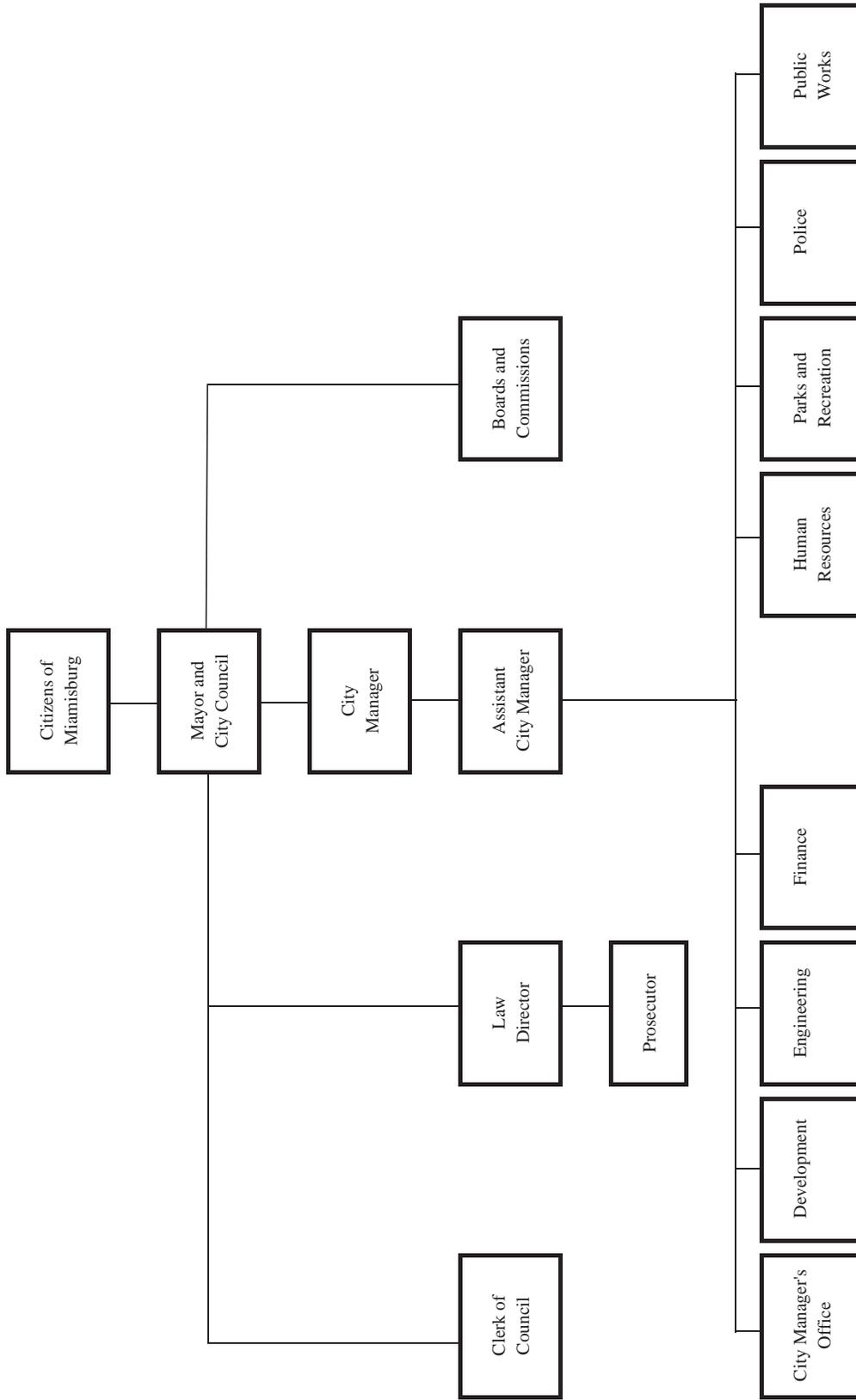
John Sedlak, Police

Valerie Griffin, Public Works

Kathy Weisgarber, Human Resources

CITY OF MIAMISBURG, OHIO

ORGANIZATIONAL CHART



THIS PAGE INTENTIONALLY LEFT BLANK

FINANCIAL
SECTION

This page intentionally left blank.

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, City Council and City Manager
City of Miamisburg

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Miamisburg (the City) as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, Municipal Trust Fund, Fire Levy Fund, and Austin Center TIF Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note 3 to the financial statements, the City adopted new accounting guidance, GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. We did not modify our opinion regarding this matter.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2016, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.

Dayton, Ohio

June 29, 2016

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(Unaudited)

The discussion and analysis of the City of Miamisburg, Ohio's financial performance provides an overall review of the City's financial activities for the year ended December 31, 2015. The intent of this discussion and analysis is to look at the City's financial performance as a whole. Readers should also review the financial statements and the notes to the basic financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key financial highlights for the year ended December 31, 2015 are as follows:

- Total net position increased by approximately \$8.3 million, which represents 9.4 percent of the restated net position at the beginning of 2015. An increase of approximately \$4.8 million was reported in governmental activities and an increase of approximately \$3.5 million was reported in business-type activities.
- Total assets of governmental activities at December 31, 2015 increased by approximately \$3.8 million from those reported one year prior due primarily to increase in cash balances and net capital assets reported at the end of 2015 compared with one year prior. The governmental cash balance increased during the current year as income tax revenues were more than those of the prior year. While additions to governmental capital assets totaled \$3.3 million during 2015, it was partially offset by the \$1.3 million of depreciation expense reported for the year.
- Overall, the net position of the City's business-type activities increased by approximately \$3.5 million during the year. Increased amounts reported at December 31, 2015 for cash balance and accounts receivable account for nearly all of the increase in net position. The increase in those two accounts are directly related to the planned increases in water and sewer rates over a five year period (initial increase was in 2014) to fund utility infrastructure improvement projects. Increases in the business-type activities capital assets were offset by increases in debt obligations being utilized to finance the utility infrastructure improvement projects.
- The \$7.3 million unassigned fund balance reported for the General Fund at year's end represents 39.5 percent of the total expenditures and transfers out reported in the General Fund for the year, compared to the 28.4 percent one year prior.
- On a budgetary basis, the General Fund's fund balance at December 31, 2015 is \$7.1 million; an increase of \$955,140 over the amount reported at the end of the prior year.

Using this Annual Financial Report

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the City of Miamisburg, Ohio as a financial whole. 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 whole City, presenting both an aggregated view of the City's finances and a longer-term view of those statements. Major fund financial statements provide the next level of detail. For governmental funds, these financial statements tell how services were financed in the short-term as well as the amount of funds available 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.

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(Unaudited)

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 2015?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by most private-sector companies. All current year revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's net position and changes in that net position. This change informs the reader whether the City's financial position, as a whole, has improved or diminished. In evaluating the overall financial health, the reader of these financial statements should take into account non-financial factors that also impact the City's financial well being. Some of these factors include the City's tax base and the condition of its capital assets. In the Statement of Net Position and the Statement of Activities, the financial information of the City is divided into two kinds of activities:

- **Governmental Activities** – Most of the City's services are reported here including police and fire protection, parks and recreation, community environment, street repair and maintenance, and general government.
- **Business-Type Activities** – These activities include the golf, sewer, and water operations where the fees charged for these services are based upon the amount of usage and the intent is to recoup operational costs through the user fees.

Reporting the City's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about each major fund. The major funds of the City include the General, Municipal Trust, Fire Levy, Austin Center TIF, Capital Improvement, Golf, Water and Sewer funds. The City uses many funds to account for a multitude of financial transactions. However, the focus of the fund financial statements is on the City's most significant funds, and therefore only the major funds are presented in separate columns. All other funds are combined into one column for reporting purposes.

Governmental Funds

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

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(Unaudited)

Proprietary Funds

When the City charges citizens for the services it provides, with the intent of recouping operating costs, these services are generally reported in proprietary funds. Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match. Internal service funds are used to report activities that provide services to the City's other funds and departments.

Fiduciary Funds

The financial activity of custodial funds, for which the City acts as the fiscal agent, is reported separately in the Statement of Assets and Liabilities. This financial activity is excluded from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring the assets reported in these funds are used for their intended purposes.

The City as a Whole

Recall that the Statement of Net position provides the perspective of the City as a whole. In the case of the City of Miamisburg, Ohio, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by a total of \$96.5 million at December 31, 2015. Table 1 provides a summary of the City's net position for 2015 compared to 2014:

TABLE 1
NET POSITION (in 000's)

| | Governmental Activities | | Business-Type Activities | | Total | |
|----------------------------------|-------------------------|------------------|--------------------------|------------------|------------------|------------------|
| | 2015 | Restated | 2015 | Restated | 2015 | Restated |
| | | 2014 | | 2014 | | 2014 |
| Assets: | | | | | | |
| Current and Other Assets | \$ 31,397 | \$ 29,562 | \$ 12,874 | \$ 9,404 | \$ 44,271 | \$ 38,966 |
| Capital Assets, Net | 52,027 | 50,105 | 42,878 | 38,267 | 94,905 | 88,372 |
| Total Assets | 83,424 | 79,667 | 55,752 | 47,671 | 139,176 | 127,338 |
| Deferred Outflows of Resources | 1,613 | 1,071 | 546 | 484 | 2,159 | 1,555 |
| Liabilities: | | | | | | |
| Current and Other Liabilities | 790 | 1,314 | 597 | 517 | 1,387 | 1,831 |
| Long-Term Liabilities: | | | | | | |
| Due within One Year | 2,186 | 2,205 | 1,091 | 1,086 | 3,277 | 3,291 |
| Due in more than One Year | | | | | | |
| Net Pension Liability | 11,301 | 10,611 | 1,701 | 1,661 | 13,002 | 12,272 |
| Other | 11,248 | 12,001 | 12,840 | 8,378 | 24,088 | 20,379 |
| Total Liabilities | 25,525 | 26,131 | 16,229 | 11,642 | 41,754 | 37,773 |
| Deferred Inflows of Resources | 3,073 | 2,918 | 31 | - | 3,104 | 2,918 |
| Net Position: | | | | | | |
| Net Investment in Capital Assets | 43,581 | 38,805 | 29,306 | 29,196 | 72,887 | 68,001 |
| Restricted | 10,227 | 11,549 | - | - | 10,227 | 11,549 |
| Unrestricted | 2,631 | 1,335 | 10,732 | 7,317 | 13,363 | 8,652 |
| Total Net Position | \$ 56,439 | \$ 51,689 | \$ 40,038 | \$ 36,513 | \$ 96,477 | \$ 88,202 |

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(Unaudited)

During 2015, the City adopted GASB Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27," which significantly revises accounting for pension costs and liabilities. For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the City's actual financial condition by adding deferred inflows related to pension and the net pension liability to the reported net position and subtracting deferred outflows related to pension.

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. When accounting for pension costs, GASB 27 focused on a funding approach. This approach limited pension costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's *net pension liability*. GASB 68 takes an earnings approach to pension accounting; however, the nature of Ohio's statewide pension systems and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

Under the new standards required by GASB 68, the net pension liability equals the City's proportionate share of each plan's collective:

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

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

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

In accordance with GASB 68, the City's statements prepared on an accrual basis of accounting include an annual pension expense for their proportionate share of each plan's *change* in net pension liability not accounted for as deferred inflows/outflows.

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(Unaudited)

As a result of implementing GASB 68, the City is reporting a net pension liability and deferred inflows/outflows of resources related to pension on the accrual basis of accounting. This implementation also had the effect of restating net position at December 31, 2014, from \$61,228,805 to \$51,688,686 for governmental activities and from \$37,967,561 to \$36,513,490 for business-type activities.

Table 2 shows the changes in the net position for the year ended December 31, 2015 compared with the prior year.

TABLE 2
STATEMENT OF ACTIVITIES (in 000's)

| | Governmental Activities | | Business-Type Activities | | Total | |
|----------------------------------|-------------------------|------------------|--------------------------|------------------|------------------|------------------|
| | 2015 | 2014 | 2015 | 2014 | 2015 | 2014 |
| Revenues: | | | | | | |
| Program Revenues: | | | | | | |
| Charges for Services | \$ 3,952 | \$ 3,914 | \$ 8,484 | \$ 7,501 | \$ 12,436 | \$ 11,415 |
| Operating Grants/Contributions | 1,226 | 1,170 | - | - | 1,226 | 1,170 |
| Capital Grants/Contributions | 3,317 | 2,829 | 53 | 330 | 3,370 | 3,159 |
| General Revenues: | | | | | | |
| Municipal Income Taxes | 15,240 | 13,808 | 1,836 | 1,657 | 17,076 | 15,465 |
| Property and Other Taxes | 2,699 | 2,828 | - | - | 2,699 | 2,828 |
| Payment in Lieu of Taxes | 674 | 557 | - | - | 674 | 557 |
| Grants and Entitlements | 890 | 639 | - | - | 890 | 639 |
| Other | 1,179 | 1,804 | 27 | 42 | 1,206 | 1,846 |
| Total Revenues | <u>29,177</u> | <u>27,549</u> | <u>10,400</u> | <u>9,530</u> | <u>39,577</u> | <u>37,079</u> |
| Program Expenses: | | | | | | |
| Security of Person & Property | 9,751 | 9,394 | - | - | 9,751 | 9,394 |
| Public Health Services | 2 | 3 | - | - | 2 | 3 |
| Leisure Time Activities | 3,122 | 2,708 | - | - | 3,122 | 2,708 |
| Community Environment | 779 | 1,168 | - | - | 779 | 1,168 |
| Basic Utility Services | 968 | 993 | - | - | 968 | 993 |
| Transportation | 2,119 | 2,724 | - | - | 2,119 | 2,724 |
| General Government | 6,710 | 6,630 | - | - | 6,710 | 6,630 |
| Interest and Fiscal Charges | 407 | 441 | - | - | 407 | 441 |
| Golf | - | - | 1,692 | 1,716 | 1,692 | 1,716 |
| Water | - | - | 3,068 | 2,918 | 3,068 | 2,918 |
| Sewer | - | - | 2,684 | 2,585 | 2,684 | 2,585 |
| Total Expenses | <u>23,858</u> | <u>24,061</u> | <u>7,444</u> | <u>7,219</u> | <u>31,302</u> | <u>31,280</u> |
| Excess(Deficit) before Transfers | 5,319 | 3,488 | 2,956 | 2,311 | 8,275 | 5,799 |
| Transfers | <u>(569)</u> | <u>(4,976)</u> | <u>569</u> | <u>4,976</u> | <u>-</u> | <u>-</u> |
| Changes in Net Position | 4,750 | (1,488) | 3,525 | 7,287 | 8,275 | 5,799 |
| Adjustment for GASB 68 | - | (9,540) | - | (1,454) | - | (10,994) |
| Beginning Net Position | <u>51,689</u> | <u>62,717</u> | <u>36,513</u> | <u>30,680</u> | <u>88,202</u> | <u>93,397</u> |
| Ending Net Position | <u>\$ 56,439</u> | <u>\$ 51,689</u> | <u>\$ 40,038</u> | <u>\$ 36,513</u> | <u>\$ 96,477</u> | <u>\$ 88,202</u> |

The information necessary to restate the 2014 beginning balances and the 2014 pension expense amounts for the effects of the initial implementation of GASB 68 is not available. Therefore, the 2014 functional expenses still include pension expense of \$1.3 million computed under GASB 27. GASB 27 required recognizing pension expense equal to the contractually required contributions to the pension plans. Under GASB 68, pension expense represents additional amounts earned, adjusted by deferred inflows and outflow of resources. The required contribution is no longer a component of pension expense. Under GASB 68, the 2015 statements report pension expense totaling \$1.3 million. For the City, as these amounts are consistent with one another the comparison

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(Unaudited)

between the results of 2014 should be comparable with those reported for 2015.

As noted in Table 1, total net position of the City increased by approximately \$8.3 million from 2014 to 2015. The increase in net position of governmental activities for the year was \$4.8 million, while the business-type activities reported an increase in net position of \$3.5 million. The increase in net position for the governmental activities resulted from the increase in the amounts reported for net capital assets and cash reported at December 31, 2015 compared with one year prior. The increase in the business-type activities resulted from increases in the cash balance, accounts receivable and net capital assets reported at year-end for the City's enterprise activities. The increase in cash balance and accounts receivable resulted from the scheduled increases in utility rates over a five year period; the initial increase was effective September 1, 2014. The increase in net capital assets resulted primarily from the construction in progress recorded for the ongoing improvement to the utility infrastructure. This increase was offset by the increase in long-term liabilities as these improvement projects are being financed through loans from the Ohio Water Development Authority (OWDA).

Total revenue of the City increased by \$2.5 million over 2014 amounts due to the increases reported for municipal income taxes and utility charges for services. The municipal income taxes increased due to continued development within the City limits as well as a general overall improvement to the economic conditions in the area during 2015. The increase in charges for services for the enterprise activities resulted from the scheduled increase in rates previously mentioned. Total expenses reported for 2015 were consistent with those reported for 2014, increasing less than one percent in total.

Governmental Activities

As noted in the Table 2 above, total revenue reported for the governmental activities increased by nearly \$1.6 million over those reported for the previous year or 5.9 percent. The vast majority of this increase can be attributed to the \$1.4 million increase in municipal income tax reported for 2015 compared with the prior year. This increase resulted from continuing development within the City limits as well as a general overall improvement to the economic conditions in the area during 2015. Capital grants and contributions also increased by \$488,000 as the City recognized capital contributions during the year for the Austin Pike infrastructure project which was moved into operation (out of construction in progress) based on advice from the Montgomery County Transportation Improvement District (MCTID) who managed the multi-year project.

Total expenses of the governmental activities were consistent with the prior year, decreasing by less than one percent. Increases in expenses related to personnel costs (wage and benefit increases) were more than offset by the reduction of expenses reported for the transportation function due to fewer repair and maintenance projects on the City's roadways in 2015 compared to the prior year.

Table 3 shows the percentage of total expenses each functional area comprises, the net cost of each functional area and the percentage of each functional area expenses financed with general revenue for 2015.

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(Unaudited)

TABLE 3
ANALYSIS OF PROGRAM EXPENSES
GOVERNMENTAL ACTIVITIES

| | Percentage of Total Program Expenses | Net Expense of Function | Percentage of Function Financed with General Revenues |
|-------------------------------|---|----------------------------|---|
| Security of Person & Property | 40.87% | \$ 9,635,510 | 98.81% |
| Public Health Services | 0.01% | 2,224 | 100.00% |
| Leisure Time Activities | 13.09% | 2,385,374 | 76.40% |
| Community Environment | 4.86% | 518,495 | 66.56% |
| Basic Utility Services | 4.06% | (35,666) | -3.68% |
| Transportation | 8.88% | (2,001,915) | -94.49% |
| General Government | 27.56% | 4,452,206 | 66.35% |
| Interest & Fiscal Charges | <u>1.71%</u> | <u>406,769</u> | 100.00% |
| Total | <u>100.00%</u> | <u>\$ 15,362,997</u> | 64.39% |

As indicated by Table 3, the City is spending the majority of its resources (81.5 percent) on security of person and property, leisure time activities and general government. While the operation of the police department and fire operation contractual obligation represents 40.9 percent of total program expenses, revenues generated by those two departments covers just over one percent of the functional expenses. This means that general revenues collected by the City, principally municipal income taxes and property taxes, must cover the remaining 98.8 percent of those security related expenses. Fees generated by the parks and recreation department and senior center help offset approximately one-quarter of the expenses reported for the leisure time activities function. General government functions, principally legislation, administration and judicial activities, comprise 28.1 percent of the total governmental expenses. Court costs and fees generated by licenses and permits and grants and contributions financed approximately 33.7 percent of the general government functional expenses while the remaining 66.3 percent comes from general revenue sources. In total, general revenues finance approximately 64.4 percent of all expenses related to the City's governmental activities.

Business-Type Activities

The City's business-type activities include golf, sewer and water operations.

Golf – The City operates two municipal golf courses; PipeStone golf course is an eighteen-hole championship golf course and Mound golf course is a nine-hole course. The activities at each course include operation of the golf course, pro shop, restaurant or snack bar, golf carts and driving range. While the golf fund reported an increase in net position of \$322,846, this amount includes a transfer-in of \$400,000 provided from governmental funds for debt service requirements as well as another \$215,279 in capital contributions from governmental funds. The City does not anticipate the financial condition of the Golf Fund to improve dramatically until the outstanding debt service for the construction of PipeStone Golf Course is completely paid. However, given the significant recreational value of the golf courses in the City, transfers will be provided to meet obligations.

Water – The public works department at the City of Miamisburg is responsible for the treatment and delivery of quality water to businesses and citizens within the boundaries of the City. Various functions within the water department include administration, water pumping, water distribution and treatment of water. Operating income reported for the year totaled \$776,726, a 38.4 percent increase over the operating income reported in the prior year. This increase was expected due to a rate increase during the year which is part of scheduled rate increases

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(Unaudited)

over the next few years to provide for necessary infrastructure improvement projects. The unrestricted net position of the water fund totaled approximately \$5.8 million, or 219 percent of the operating expenses reported by the department for 2015.

Sewer – The City's public works department is responsible for the collection and treatment of waste and storm water generated throughout the City. Various functions within the sewer department include administration, treatment, and collection of waste and storm water. The sewer department realized operating income of \$632,601, a 80.9 percent increase over the operating income reported in the prior year. At December 31, 2015 unrestricted net position at year-end was \$5.3 million or 177 percent of the operating expenses incurred during the year. Like the Water Fund, the Sewer Fund's financial condition has stabilized over the past few years due to the rate increases previously enacted by Council to provide for the necessary utility infrastructure improvement projects.

General revenues, specifically income tax revenues, are allocated to the water and sewer activities to provide funding for utility associated debt service requirements. In May 2014, the City Council approved management's plan to enact a five-year water and sewer rate increase plan intended to provide necessary funding to maintain and upgrade the City's utility infrastructure for the foreseeable future; the second of these rate increase was implemented September 1, 2015 rate and increased water rates by 18 percent and sewer rates by 23 percent. Additional rate increases over the next three years are designed to provide sufficient resources to service the debt being utilized to finance the ongoing infrastructure improvement projects.

The City's Funds

Information about the City's major governmental funds begins after the Statement of Activities. These funds are reported using the modified accrual basis of accounting. Governmental funds had total revenues of \$26.0 million and total expenditures of \$26.5 million.

During 2015, the net change in fund balance of the governmental funds increased by approximately \$1.6 million to an ending total fund balance of \$21.5 million at year end. The total revenues reported by the governmental funds increased by 1.1 percent while expenditures increased by 3.0 percent over the amounts reported for the prior year. While capital assets are included in the statement of net position, expenditures are recognized in the fund statements thereby reducing the amount of resources available for future spending. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The City's General Fund reported an increase of \$1.0 million in fund balance during 2015. The General Fund is the primary fund that finances government services to citizens. The General Fund is funded primarily through municipal income tax revenue which saw a 5.5 percent increase over the amount reported for the prior year. Total revenues of the General Fund reported a 2.8 percent increase over those reported for 2014. General Fund expenditures decreased by 3.7 percent over those reported for the prior year as certain improvement projects in the prior year temporarily increased expenditures. At December 31, 2015 the ending unassigned fund balance of the General Fund was \$7.3 million or 39.5 percent of the total General Fund expenditures and transfers out reported for 2015 compared with the 28.4 percent reported in the prior year.

The City's Fire Levy Fund reported a decrease in fund balance of \$15,945. This fund receives property taxes from a voted levy toward the operation of the fire department. Under an agreement between the City and Miami Township, the Miami Valley Fire District (MVFD) was created to combine fire services and provide the necessary emergency services to citizens of both the City and Township in the most cost effective manner possible. The reduction of property values across Montgomery County continues to result in less property tax revenue for the fund.

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(Unaudited)

The Austin Center TIF fund accounts for the financial activity associated with the City's involvement with the development of the Austin Center Interchange project. The interchange off Interstate 75 on the south end of the City was completed in late 2012 and offers significant opportunities for growth of the City's income and property tax bases. To facilitate such growth, the City must provide financing, or a portion of the financing, for certain infrastructure improvements in the area. To that end, bond anticipation notes have been issued to finance such projects. Revenue reported by this Fund, payments in lieu of taxes, were sufficient to pay the debt service on the bonds and notes that have been issued in conjunction with the project ending in a fund balance of \$912,693.

The Capital Improvement Fund reported an increase in fund balance at the end of 2015 of \$605,995 and ended the year with a fund balance of \$1.4 million. The primary funding for this fund comes from allocated income tax revenues which were slightly higher in 2015 compared with those allocated in the prior year. Expenditures of the fund decreased by approximately \$1.0 million however, it should be noted that a significant portion of the expenditure decrease involved projects that were financed with intergovernmental grants in the prior year and as such the intergovernmental revenue reported for the current year also decreased significantly.

The City's other major fund, the Municipal Trust Fund, reported a decrease in fund balance of \$15,945, which is entirely the result of the decrease in the fair market value of the investments reported at December 31, 2015.

Explanation of the changes in the major enterprise funds of the City follow the same explanations as those provided in the assessment of the business-type activities noted above since enterprise funds are accounted for using full accrual accounting, the same accounting basis used in the City-wide statements.

General Fund Budgeting Highlights

While the City amended its General Fund's budget during 2015, final budgeted revenues (including other financing sources) remained the same as those originally anticipated at the beginning of the year and the final budgeted expenditures (including other financing uses) increased by 3.3 percent from the original budgeted expenditures.

Overall, actual revenues (including other financing sources) were \$1.6 million (8.9 percent) more than final budgeted revenue amounts. This increase was the result of income tax receipts continuing to come in higher than the conservative estimates as well as the City issuing special obligation notes associated with economic development during the current year which was not anticipated when revenue estimates were developed.

General Government budgeted expenditures increased by \$658,343 from the beginning of 2015 to the end of the year due to development project opportunities which were realized throughout the year. Final actual budgetary expenditures (disbursements plus encumbrances) for this function were \$1.6 million less than the final budgeted expenditures at year end.

As a result of the above noted issues, budgetary fund balance increased \$955,140 for 2015 instead of the budgeted \$1.6 million decrease anticipated in the City's initial budget adopted for the year. The budgetary fund balance of the General Fund at December 31, 2015 was \$7.1 million, which represents 37.6 percent of the total budgetary expenditures and other financing uses reported for the year.

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(Unaudited)

Capital Assets

At the end of 2015, the City had a total of \$142.5 million invested in capital assets less accumulated depreciation of \$47.6 million resulting in total capital assets, net of accumulated depreciation of \$94.9 million. Significant additions to the City's capital assets during the year include \$7.3 million of governmental activities infrastructure related to Austin Blvd roadway and the First Street streetscape project (\$4.5 million reported as CIP at the beginning of the year), \$1.0 million of land improvements to the golf course related to the new irrigation system, and the \$5.4 million increase in CIP related to the ongoing improvements to the City's water treatment and sewer treatment plants, respectively. See Note 7 to the basic financial statements for additional information on the City's capital assets.

Table 4 shows 2015 balances compared to those of 2014:

TABLE 4
CAPITAL ASSETS, NET (in 000's)

| | Governmental Activities | | Business-Type Activities | | Total | |
|--------------------------|-------------------------|------------------|--------------------------|------------------|------------------|------------------|
| | 2015 | 2014 | 2015 | 2014 | 2015 | 2014 |
| Land | \$ 11,725 | \$ 11,725 | \$ 2,044 | \$ 2,044 | \$ 13,769 | \$ 13,769 |
| Buildings | 3,160 | 3,325 | 8,773 | 9,179 | 11,933 | 12,504 |
| Improvements | 5,870 | 5,916 | 3,721 | 2,767 | 9,591 | 8,683 |
| Equipment | 950 | 1,136 | 838 | 970 | 1,788 | 2,106 |
| Vehicles | 980 | 1,004 | 322 | 279 | 1,302 | 1,283 |
| Infrastructure | 29,193 | 22,500 | 20,227 | 20,605 | 49,420 | 43,105 |
| Construction in Progress | 149 | 4,499 | 6,953 | 2,423 | 7,102 | 6,922 |
| Total | <u>\$ 52,027</u> | <u>\$ 50,105</u> | <u>\$ 42,878</u> | <u>\$ 38,267</u> | <u>\$ 94,905</u> | <u>\$ 88,372</u> |

Debt Administration

At December 31, 2015, the City had a total of \$24.3 million of long-term debt obligations compared with \$20.4 million reported for December 31, 2014. Table 5 shows outstanding debt obligations of the City at December 31, 2015 compared with the revised amounts for 2014:

TABLE 5
OUTSTANDING LONG-TERM DEBT OBLIGATIONS AT YEAR END (in 000's)

| | Governmental Activities | | Business-Type Activities | | Total | |
|--------------------------|-------------------------|------------------|--------------------------|-----------------|------------------|------------------|
| | 2015 | 2014 | 2015 | 2014 | 2015 | 2014 |
| General Obligation Bonds | \$ 5,311 | \$ 5,932 | \$ 2,345 | \$ 2,695 | \$ 7,656 | \$ 8,627 |
| Special Assessment Bonds | 338 | 421 | - | - | 338 | 421 |
| Revenue Bonds | 2,315 | 2,045 | 3,380 | 3,835 | 5,695 | 5,880 |
| Bond Anticipation Notes | 2,000 | 2,200 | 1,300 | 1,500 | 3,300 | 3,700 |
| Police and Fire Pension | 201 | 207 | - | - | 201 | 207 |
| Loans Payable | 320 | 331 | 6,746 | 1,275 | 7,066 | 1,606 |
| Total | <u>\$ 10,485</u> | <u>\$ 11,136</u> | <u>\$ 13,771</u> | <u>\$ 9,305</u> | <u>\$ 24,256</u> | <u>\$ 20,441</u> |

CITY OF MIAMISBURG, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2015
(Unaudited)

Of the City's general obligation bonds outstanding at December 31, 2015, \$5.3 million are accounted for within the governmental activities and the remaining \$2.3 million is reported in the Golf Fund. The revenue bonds outstanding at year-end total \$5.7 million; \$3.4 million are associated with the City's Water and Sewer enterprise funds which are guaranteed with the revenue sources of those two funds and the \$2.3 million reported within the governmental activities was used to finance economic development agreements and are guaranteed with the refuse collection revenue. The special assessment bonds are being repaid with the revenue collected from the assessments charged to the various properties benefiting from the projects. While these are not direct obligations of the City, the City does remain liable for repayment if collections from the property assessments are not sufficient to meet the required debt service obligations. During 2015, the City reported a \$5.5 million increase in authorized loans to provide financing for the engineering, planning and construction of the water and sewer infrastructure improvement projects (business-type activities) as well as \$400,000 in revenue bonds associated with economic development (governmental activities).

See Note 12 of the notes to the basic financial statements for more detailed information on the debt obligations of the City.

Future Financial Issues

In May 2014, the City Council approved a motion to authorize the City Manager to approve increases in the utility rates necessary to support improvements of approximately \$70 million for the water and wastewater systems. These improvement projects began in September 2014. The table below indicates the rate increase effective for the current year as well as the subsequent three years contained within the City's plan. It is anticipated that it will take approximately four months between the time when the new rates go into effect and additional revenue is realized. Therefore, the full increase in revenues is felt in the year after the rate increase take effect.

| <u>Effective Date</u> | <u>Anticipated Rate Adjustments</u> | |
|-----------------------|-------------------------------------|----------------------------|
| | <u>Water Rate Increase</u> | <u>Sewer Rate Increase</u> |
| Sept. 1, 2015 | 18% | 23% |
| Sept. 1, 2016 | 15% | 9% |
| Sept. 1, 2017 | 3% | 3% |
| Sept. 1, 2018 | 3% | 3% |

Contacting the City's Finance Department

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, please contact the Finance Department at City of Miamisburg, Ohio, 10 North First Street, Miamisburg, Ohio 45342 or call (937) 866-3303. The City's email address is finance@cityofmiamisburg.org.

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF MIAMISBURG, OHIO
STATEMENT OF NET POSITION
DECEMBER 31, 2015

| | Governmental Activities | Business- Type Activities | Total |
|---|----------------------------|------------------------------|----------------------|
| Assets: | | | |
| Equity in Pooled Cash and Cash Equivalents | \$ 15,545,412 | \$ 9,947,228 | \$ 25,492,640 |
| Investments | 5,250,275 | - | 5,250,275 |
| Cash and Cash Equivalents in Segregated Accounts | 99,171 | - | 99,171 |
| Receivables: | | | |
| Taxes | 5,442,104 | 361,838 | 5,803,942 |
| Payment in lieu of taxes | 650,000 | - | 650,000 |
| Accounts | 80,835 | 1,922,976 | 2,003,811 |
| Intergovernmental | 1,022,404 | 704,971 | 1,727,375 |
| Special Assessments | 214,777 | - | 214,777 |
| Loan | 400,000 | - | 400,000 |
| Lease | 1,915,000 | - | 1,915,000 |
| Inventory held for resale | - | 22,953 | 22,953 |
| Supplies inventory | 421,296 | 269,216 | 690,512 |
| Internal Balances | 355,252 | (355,252) | - |
| Non-depreciable capital assets | 11,873,596 | 8,996,593 | 20,870,189 |
| Depreciable capital assets, net of accumulated depreciation | 40,153,545 | 33,881,377 | 74,034,922 |
| Total Assets | 83,423,667 | 55,751,900 | 139,175,567 |
| Deferred Outflow of Resources: | | | |
| Deferred charge on refunding | - | 238,048 | 238,048 |
| Pension | 1,613,044 | 307,922 | 1,920,966 |
| Total Deferred Outflow of Resources | 1,613,044 | 545,970 | 2,159,014 |
| Liabilities: | | | |
| Accounts payable | 265,828 | 435,924 | 701,752 |
| Accrued salaries payable | 232,135 | 52,586 | 284,721 |
| Intergovernmental payable | 258,871 | 86,676 | 345,547 |
| Accrued interest payable | 32,657 | 22,274 | 54,931 |
| Long Term Liabilities: | | | |
| Due within one year | 2,186,120 | 1,090,518 | 3,276,638 |
| Due in more than one year: | | | |
| Net pension liability | 11,300,609 | 1,701,240 | 13,001,849 |
| Other liabilities | 11,248,338 | 12,839,451 | 24,087,789 |
| Total Liabilities | 25,524,558 | 16,228,669 | 41,753,227 |
| Deferred Inflow of Resources: | | | |
| Property and other taxes | 2,347,844 | - | 2,347,844 |
| Payments in lieu of taxes | 650,000 | - | 650,000 |
| Pension | 75,640 | 30,976 | 106,616 |
| Total Deferred Inflow of Resources | 3,073,484 | 30,976 | 3,104,460 |
| Net Position: | | | |
| Net investment in capital assets | 43,581,036 | 29,306,506 | 72,887,542 |
| Restricted for: | | | |
| Capital projects | 1,780,449 | - | 1,780,449 |
| Court programs | 1,429,817 | - | 1,429,817 |
| Municipal trust | 5,250,275 | - | 5,250,275 |
| Law enforcement | 602,941 | - | 602,941 |
| Streets and highways | 1,099,620 | - | 1,099,620 |
| Other purposes | 63,115 | - | 63,115 |
| Unrestricted | 2,631,416 | 10,731,719 | 13,363,135 |
| Total Net Position | \$ 56,438,669 | \$ 40,038,225 | \$ 96,476,894 |

See accompanying notes to the basic financial statements.

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF MIAMISBURG, OHIO
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2015

| | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | | | |
|--|----------------------|-------------------------|---------------------------------------|--|----------------------------|-----------------------------|------------------------|
| | Expenses | Charges for services | Operating grants and contributions | Capital grants and contributions | Governmental Activities | Business-Type Activities | Total |
| Governmental Activities: | | | | | | | |
| Security of Persons and Property | \$ 9,751,142 | \$ 5,080 | \$ 110,552 | \$ - | \$ (9,635,510) | \$ - | \$ (9,635,510) |
| Public Health Services | 2,224 | - | - | - | (2,224) | - | (2,224) |
| Leisure Time Activities | 3,122,085 | 605,370 | 131,341 | - | (2,385,374) | - | (2,385,374) |
| Community Environment | 778,992 | 260,497 | - | - | (518,495) | - | (518,495) |
| Basic Utility Services | 967,919 | 1,003,585 | - | - | 35,666 | - | 35,666 |
| Transportation | 2,118,542 | - | 973,739 | 3,146,718 | 2,001,915 | - | 2,001,915 |
| General Government | 6,710,086 | 2,077,521 | 10,477 | 169,882 | (4,452,206) | - | (4,452,206) |
| Interest, Fiscal Charges, Bond Issuance | 406,769 | - | - | - | (406,769) | - | (406,769) |
| Total Governmental Activities | 23,857,759 | 3,952,053 | 1,226,109 | 3,316,600 | (15,362,997) | - | (15,362,997) |
| Business-Type Activities: | | | | | | | |
| Golf | 1,691,877 | 1,399,261 | - | - | - | (292,616) | (292,616) |
| Sewer | 3,067,950 | 3,652,148 | - | 53,169 | - | 637,367 | 637,367 |
| Water | 2,684,128 | 3,432,986 | - | - | - | 748,858 | 748,858 |
| Total Business-Type Activities | 7,443,955 | 8,484,395 | - | 53,169 | - | 1,093,609 | 1,093,609 |
| Total | \$ 31,301,714 | \$ 12,436,448 | \$ 1,226,109 | \$ 3,369,769 | \$ (15,362,997) | \$ 1,093,609 | \$ (14,269,388) |
| General Revenues: | | | | | | | |
| Municipal income taxes, levied for: | | | | | | | |
| General purposes | | | | | 12,660,254 | - | 12,660,254 |
| Capital projects | | | | | 2,580,179 | - | 2,580,179 |
| Enterprise debt payments | | | | | - | 1,835,898 | 1,835,898 |
| Property taxes levied for: | | | | | | | |
| General purposes | | | | | 1,357,899 | - | 1,357,899 |
| Conservancy operations | | | | | 47,281 | - | 47,281 |
| Fire levy | | | | | 1,075,492 | - | 1,075,492 |
| Police & fire pension | | | | | 218,225 | - | 218,225 |
| Payment in lieu of taxes | | | | | 673,574 | - | 673,574 |
| Grants and entitlements not restricted to specific programs | | | | | 889,783 | - | 889,783 |
| Investment earnings | | | | | 117,747 | 25,853 | 143,600 |
| Miscellaneous | | | | | 1,061,921 | - | 1,061,921 |
| Transfers | | | | | (569,375) | 569,375 | - |
| Total general revenues and transfers | | | | | 20,112,980 | 2,431,126 | 22,544,106 |
| Changes in net position | | | | | 4,749,983 | 3,524,735 | 8,274,718 |
| Net position, beginning of year (restated) | | | | | 51,688,686 | 36,513,490 | 88,202,176 |
| Net position, end of year | | | | | \$ 56,438,669 | \$ 40,038,225 | \$ 96,476,894 |

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2015

| | Major Governmental Funds | | | | Other Governmental Funds | Total Governmental Funds | |
|---|--------------------------|---------------------|---------------------|----------------------|--------------------------------|--------------------------------|------------------------|
| | General | Municipal Trust | Fire Levy | Austin Center TIF | | | Capital Improvement |
| Assets: | | | | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$ 7,218,999 | \$ - | \$ 119,471 | \$ 916,102 | \$ 1,212,405 | \$ 4,653,262 | \$ 14,120,239 |
| Investments | - | 5,250,275 | - | - | - | - | 5,250,275 |
| Cash and Cash Equivalents in Segregated Accounts | 65,729 | - | - | - | - | 33,442 | 99,171 |
| Receivables: | | | | | | | |
| Taxes | 3,579,326 | - | 1,089,046 | - | 508,528 | 265,204 | 5,442,104 |
| Payments in Lieu of Taxes Accounts | - 80,835 | - - | - - | 650,000 - | - - | - - | 650,000 80,835 |
| Intergovernmental | 462,415 | - | 71,518 | - | - | 488,471 | 1,022,404 |
| Special Assessments | 114,366 | - | - | - | 100,411 | - | 214,777 |
| Loans | 400,000 | - | - | - | - | - | 400,000 |
| Lease | 1,915,000 | - | - | - | - | - | 1,915,000 |
| Supplies Inventory | 117,360 | - | - | - | - | 102,857 | 220,217 |
| Advances to Other Funds | 1,037,932 | - | - | - | 3,409 | - | 1,041,341 |
| Total Assets | \$ 14,991,962 | \$ 5,250,275 | \$ 1,280,035 | \$ 1,566,102 | \$ 1,824,753 | \$ 5,543,236 | \$ 30,456,363 |
| Liabilities: | | | | | | | |
| Accounts Payable | \$ 158,595 | \$ - | \$ - | \$ - | \$ 44,304 | \$ 39,262 | \$ 242,161 |
| Accrued Salaries Payable | 212,707 | - | - | - | - | 13,449 | 226,156 |
| Intergovernmental Payable | 248,685 | - | - | - | - | 6,950 | 255,635 |
| Matured Compensated Advances from Other Funds | - - | - - | - - | 3,409 - | - - | - - | 3,409 - |
| Total Liabilities | 619,987 | - | - | 3,409 | 44,304 | 59,661 | 727,361 |
| Deferred Inflow of Resources: | | | | | | | |
| Property Taxes and Payments in Lieu of Taxes | 1,096,488 | - | 1,006,291 | 650,000 | - | 245,066 | 2,997,845 |
| Unavailable Resources for: | | | | | | | |
| Municipal Income Taxes | 1,329,497 | - | - | - | 282,949 | - | 1,612,446 |
| Delinquent Property Taxes | 80,357 | - | 82,755 | - | - | 20,138 | 183,250 |
| Intergovernmental | 423,820 | - | 71,518 | - | - | 409,105 | 904,443 |
| Lease Payments | 1,915,000 | - | - | - | - | - | 1,915,000 |
| Other | 543,142 | - | - | - | 100,411 | - | 643,553 |
| Total Deferred Inflow of Resources | 5,388,304 | - | 1,160,564 | 650,000 | 383,360 | 674,309 | 8,256,537 |
| Fund Balances: | | | | | | | |
| Nonspendable | 117,360 | - | - | - | - | 102,857 | 220,217 |
| Restricted | - | 5,250,275 | 119,471 | 912,693 | 1,397,089 | 2,778,798 | 10,458,326 |
| Committed | 265,568 | - | - | - | - | 1,751,895 | 2,017,463 |
| Assigned | 1,267,457 | - | - | - | - | 175,716 | 1,443,173 |
| Unassigned | 7,333,286 | - | - | - | - | - | 7,333,286 |
| Total Fund Balance | 8,983,671 | 5,250,275 | 119,471 | 912,693 | 1,397,089 | 4,809,266 | 21,472,465 |
| Total Liabilities, Deferred Inflow of Resources, and Fund Balances | \$ 14,991,962 | \$ 5,250,275 | \$ 1,280,035 | \$ 1,566,102 | \$ 1,824,753 | \$ 5,543,236 | \$ 30,456,363 |

See accompanying notes to the basic financial statements.

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

| | |
|---|---------------------------------|
| Total Governmental Fund Balances | \$ 21,472,465 |
| <i>Amounts reported for governmental activities in the statement of net position are different because:</i> | |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. | 50,363,798 |
| Other long-term assets are not available to pay for current-period expenditures and therefore are offset by deferred inflows of resources in the funds: | |
| Municipal income taxes | 1,612,446 |
| Property and other taxes | 183,250 |
| Special assessments and charges for services | 243,553 |
| Intergovernmental | 904,444 |
| Lease payments | 1,915,000 |
| Loan repayment | <u>400,000</u> |
| | 5,258,693 |
| Internal service fund is used by management to charge the costs of providing centralized services to the individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. | 3,098,695 |
| The internal balance represents the portion of the internal services funds' assets and liabilities that are allocated to the enterprise funds. | (682,680) |
| Some liabilities, including long-term debt obligations and compensated absences payable, are not due and payable in the current period and therefore are not reported in the funds: | |
| Accrued interest payable | (32,657) |
| Unamortized Premium | (57,148) |
| Compensated absences payable | (1,237,951) |
| Police and fire pension liability | (200,661) |
| Special assessments bonds payable | (338,143) |
| Capital lease payable | (1,648,087) |
| Loans payable | (320,163) |
| Bond anticipation notes payable | (2,000,000) |
| Taxable special obligations bonds payable | (2,315,000) |
| General obligations bonds payable | <u>(5,310,694)</u> |
| | (13,460,504) |
| The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in the funds: | |
| Deferred Outflows - Pension | 1,579,353 |
| Net Pension Liability | (11,118,900) |
| Deferred Inflows - Pension | <u>(72,251)</u> |
| | (9,611,798) |
| Net Position of Governmental Activities | <u><u>\$ 56,438,669</u></u> |

See accompanying notes to the basic financial statements.

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

| | Major Governmental Funds | | | | | Other Governmental Funds | Total Governmental Funds |
|---|--------------------------|---------------------|-------------------|----------------------|------------------------|--------------------------------|--------------------------------|
| | General | Municipal Trust | Fire Levy | Austin Center TIF | Capital Improvement | | |
| Revenues: | | | | | | | |
| Municipal Income Taxes | \$ 12,510,997 | \$ - | \$ - | \$ - | \$ 2,548,414 | \$ - | \$ 15,059,411 |
| Property and Other Taxes | 1,349,258 | - | 1,057,933 | - | - | 261,232 | 2,668,423 |
| Payment in Lieu of Taxes | - | - | - | 673,574 | - | - | 673,574 |
| Intergovernmental | 915,147 | - | 143,870 | 213,114 | 169,882 | 1,027,665 | 2,469,678 |
| Special Assessments | 59,326 | - | - | - | 117,044 | 70,736 | 247,106 |
| Charges for Services | 2,231,683 | - | - | - | - | 3,720 | 2,235,403 |
| Fines, Licenses and Permits | 980,318 | - | - | - | - | 475,116 | 1,455,434 |
| Interest | 131,280 | (15,945) | - | - | - | 2,412 | 117,747 |
| Donations | 27,718 | - | - | - | - | - | 27,718 |
| Other | 993,882 | - | 1,580 | - | 25,950 | 46,918 | 1,068,330 |
| Total Revenues | 19,199,609 | (15,945) | 1,203,383 | 886,688 | 2,861,290 | 1,887,799 | 26,022,824 |
| Expenditures: | | | | | | | |
| Current: | | | | | | | |
| Security of Persons and Property | 7,512,438 | - | 1,200,000 | - | - | 238,033 | 8,950,471 |
| Public Health Services | 2,115 | - | - | - | - | - | 2,115 |
| Leisure Time Activities | 2,249,762 | - | - | - | - | - | 2,249,762 |
| Community Environment | 1,008,162 | - | - | - | - | - | 1,008,162 |
| Basic Utility Services | 992,335 | - | - | - | - | - | 992,335 |
| Transportation | 128,374 | - | - | - | - | 1,127,564 | 1,255,938 |
| General Government | 5,707,959 | - | - | 14,278 | 7,543 | 553,135 | 6,282,915 |
| Capital Outlay | - | - | - | - | 2,080,584 | 105,632 | 2,186,216 |
| Debt Service: | | | | | | | |
| Principal Retirement | 116,961 | - | - | 2,690,223 | - | 565,945 | 3,373,129 |
| Interest and Fiscal Charges | 42,223 | - | - | 22,000 | 480 | 123,663 | 188,366 |
| Debt Issuance Costs | - | - | - | - | - | 17,633 | 17,633 |
| Total Expenditures | 17,760,329 | - | 1,200,000 | 2,726,501 | 2,088,607 | 2,731,605 | 26,507,042 |
| Excess of Revenues Over(Under) | | | | | | | |
| Expenditures | 1,439,280 | (15,945) | 3,383 | (1,839,813) | 772,683 | (843,806) | (484,218) |
| Other Financing Sources (Uses): | | | | | | | |
| Bond Proceeds | 400,000 | - | - | - | - | - | 400,000 |
| Note Proceeds | - | - | - | 2,000,000 | - | - | 2,000,000 |
| Transfers-In | 92 | - | - | - | 300,000 | 758,916 | 1,059,008 |
| Transfers-Out | (808,714) | - | - | - | (466,688) | (100,092) | (1,375,494) |
| Total Other Financing Sources (Uses) | (408,622) | - | - | 2,000,000 | (166,688) | 658,824 | 2,083,514 |
| Net Change in Fund Balance | 1,030,658 | (15,945) | 3,383 | 160,187 | 605,995 | (184,982) | 1,599,296 |
| Beginning Fund Balance | 7,953,013 | 5,266,220 | 116,088 | 752,506 | 791,094 | 4,994,248 | 19,873,169 |
| Ending Fund Balance | \$ 8,983,671 | \$ 5,250,275 | \$ 119,471 | \$ 912,693 | \$ 1,397,089 | \$ 4,809,266 | \$ 21,472,465 |

See accompanying notes to the basic financial statements.

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

| | | |
|--|--------------------|---------------------|
| Net Change in Fund Balance - Total Governmental Funds | | \$ 1,599,296 |
| <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 costs of those assets is allocated over their estimated useful lives as depreciation expense. Also, donated capital assets are not reported in the governmental funds as they do not provide current financial resources, however, donated capital assets are reported in the statement of net position and as capital contribution in the statement of activities. The amounts for the current period are: | | |
| Capital outlay | 352,347 | |
| Capital contributions | 2,936,974 | |
| Depreciation | <u>(1,227,322)</u> | 2,061,999 |
| Governmental funds report disposals of capital assets only to the extent proceeds are received from a sale. In the statement of activities, a gain or loss is reported for each sale. This is the carrying value of the the disposed of capital assets which is reported in the functional expenses on the statement of activities. | | |
| | | (30,799) |
| The repayment of the principal of long-term debt obligations consumes the current financial resources of governmental funds; however such transactions do not any effect on the net position of the City. Also, governmental funds report interest expenditures when interest payments are actually made, however, in the statement of activities interest expense is reported in the period in which the liability is incurred. | | |
| Interest accretion on capital appreciation bonds payable | (204,337) | |
| Principal payment on debt obligations | <u>3,373,129</u> | 3,168,792 |
| In the statement of activities, the issuance of debt obligations are accrued as a liability, whereas the governmental funds report the issuance of debt as current resources. | | |
| | | (2,400,000) |
| The internal service funds, used by management to charge the cost of providing centralized services to the individual funds, are allocated in the statement of activities based on contributions. This is the amount by which the governmental activities allocation changed during the year. | | |
| | | (74,452) |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds, rather these items are reported as deferred inflows on the fund statements. | | |
| | | 493,728 |
| Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds. These activities consist of: | | |
| Increase in accrued interest payable | (121) | |
| Decrease in compensated absences payable | (469) | |
| Amortization of bond premiums | <u>3,688</u> | 3,098 |
| Contractually required pension contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows. | | |
| | | 1,061,109 |
| Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities. | | |
| | | <u>(1,132,788)</u> |
| Change in Net Position of Governmental Activities | | <u>\$ 4,749,983</u> |

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (NON-GAAP) AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|---|---------------------|---------------------|---------------------|---|
| | Original | Final | Actual | |
| Revenues: | | | | |
| Municipal Income Taxes | \$ 11,442,879 | \$ 11,442,879 | \$ 12,404,514 | \$ 961,635 |
| Property and Other Taxes | 1,152,498 | 1,152,498 | 1,350,843 | 198,345 |
| Intergovernmental | 1,025,007 | 1,025,007 | 949,122 | (75,885) |
| Special Assessments | 40,000 | 40,000 | 59,326 | 19,326 |
| Charges for Services | 1,835,700 | 1,835,700 | 1,942,884 | 107,184 |
| Fines, Licenses and Permits | 1,031,150 | 1,031,150 | 990,912 | (40,238) |
| Interest | 195,150 | 195,150 | 194,962 | (188) |
| Donations | 52,500 | 52,500 | 27,718 | (24,782) |
| Other | 982,900 | 982,900 | 993,882 | 10,982 |
| Total Revenues | 17,757,784 | 17,757,784 | 18,914,163 | 1,156,379 |
| Expenditures: | | | | |
| Current: | | | | |
| Security of Persons and Property | 8,106,282 | 8,106,282 | 7,852,562 | 253,720 |
| Public Health Services | 21,055 | 21,055 | 1,485 | 19,570 |
| Leisure Time Activities | 2,572,341 | 2,572,341 | 2,074,563 | 497,778 |
| Community Environment | 1,096,366 | 1,096,366 | 1,013,642 | 82,724 |
| Basic Utility Services | 1,081,511 | 1,081,511 | 993,684 | 87,827 |
| Transportation | 159,522 | 159,522 | 132,312 | 27,210 |
| General Government | 5,844,347 | 6,502,690 | 5,942,268 | 560,422 |
| Total Expenditures | 18,881,424 | 19,539,767 | 18,010,516 | 1,529,251 |
| Excess of Revenues Over (Under) Disbursements | (1,123,640) | (1,781,983) | 903,647 | 2,685,630 |
| Other Financing Sources (Uses): | | | | |
| Issuance of Notes | - | - | 400,000 | 400,000 |
| Transfers In | 350,024 | 350,024 | 250,092 | (99,932) |
| Transfers Out | (867,214) | (867,214) | (767,214) | 100,000 |
| Advances - In | 12,480 | 12,480 | 168,615 | 156,135 |
| Total Other Financing Sources (Uses) | (504,710) | (504,710) | 51,493 | 556,203 |
| Net Change in Fund Balance | (1,628,350) | (2,286,693) | 955,140 | 3,241,833 |
| Fund Balance at Beginning of Year | 5,931,935 | 5,931,935 | 5,931,935 | - |
| Prior Year Encumbrances Appropriated | 173,581 | 173,581 | 173,581 | - |
| Fund Balance at End of Year | \$ 4,477,166 | \$ 3,818,823 | \$ 7,060,656 | \$ 3,241,833 |

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (NON-GAAP) AND ACTUAL
MUNICIPAL TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|-----------------------------------|-------------------------|---------------------|---------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues: | | | | |
| Total Revenues | \$ - | \$ - | \$ - | \$ - |
| Expenditures: | | | | |
| Total Expenditures | - | - | - | - |
| Net Change in Fund Balance | - | - | - | - |
| Fund Balance at Beginning of Year | <u>5,252,465</u> | <u>5,252,465</u> | <u>5,252,465</u> | <u>-</u> |
| Fund Balance at End of Year | <u>\$ 5,252,465</u> | <u>\$ 5,252,465</u> | <u>\$ 5,252,465</u> | <u>\$ -</u> |

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (NON-GAAP) AND ACTUAL
FIRE LEVY FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|-----------------------------------|-------------------------|------------------|-------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues: | | | | |
| Property and Other Taxes | \$ 1,016,445 | \$ 1,016,445 | \$ 1,057,933 | \$ 41,488 |
| Intergovernmental | 138,228 | 138,228 | 143,870 | 5,642 |
| Other | 1,518 | 1,518 | 1,580 | 62 |
| Total Revenues | <u>1,156,191</u> | <u>1,156,191</u> | <u>1,203,383</u> | <u>47,192</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Security of Persons and Property | <u>1,200,000</u> | <u>1,200,000</u> | <u>1,200,000</u> | <u>-</u> |
| Total Expenditures | <u>1,200,000</u> | <u>1,200,000</u> | <u>1,200,000</u> | <u>-</u> |
| Net Change in Fund Balance | (43,809) | (43,809) | 3,383 | 47,192 |
| Fund Balance at Beginning of Year | <u>116,088</u> | <u>116,088</u> | <u>116,088</u> | <u>-</u> |
| Fund Balance at End of Year | <u>\$ 72,279</u> | <u>\$ 72,279</u> | <u>\$ 119,471</u> | <u>\$ 47,192</u> |

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET (NON-GAAP) AND ACTUAL
AUSTIN CENTER TIF FUND
FOR THE YEAR ENDED DECEMBER 31, 2015

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---|-------------------------|-------------------|-------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues: | | | | |
| Payment in Lieu of Taxes | \$ 600,000 | \$ 600,000 | \$ 673,574 | \$ 73,574 |
| Other | 152,508 | 152,508 | 213,114 | 60,606 |
| Total Revenues | <u>752,508</u> | <u>752,508</u> | <u>886,688</u> | <u>134,180</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 14,000 | 14,365 | 14,278 | 87 |
| Debt Service: | | | | |
| Principal Retirement | 2,614,763 | 2,614,763 | 2,614,763 | - |
| Interest and Fiscal Charges | 97,460 | 97,460 | 97,460 | - |
| Total Expenditures | <u>2,726,223</u> | <u>2,726,588</u> | <u>2,726,501</u> | <u>87</u> |
| Excess of Revenues Over (Under) Disbursements | (1,973,715) | (1,974,080) | (1,839,813) | 134,267 |
| Other Financing Sources (Uses): | | | | |
| Issuance of Notes | 2,000,000 | 2,000,000 | 2,000,000 | - |
| Advances Out | - | (156,135) | (156,135) | - |
| Total Other Financing Sources (Uses) | <u>2,000,000</u> | <u>1,843,865</u> | <u>1,843,865</u> | <u>-</u> |
| Net Change in Fund Balance | 26,285 | (130,215) | 4,052 | 134,267 |
| Fund Balance at Beginning of Year | 912,050 | 912,050 | 912,050 | - |
| Fund Balance at End of Year | <u>\$ 938,335</u> | <u>\$ 781,835</u> | <u>\$ 916,102</u> | <u>\$ 134,267</u> |

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2015

| | Enterprise Funds | | | | Internal Service Funds |
|---|---------------------|----------------------|----------------------|----------------------|---------------------------|
| | Golf | Sewer | Water | Total | |
| Assets: | | | | | |
| Current Assets | | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$ 121,315 | \$ 4,723,191 | \$ 5,102,722 | \$ 9,947,228 | \$ 1,425,173 |
| Receivables: | | | | | |
| Taxes | - | 180,919 | 180,919 | 361,838 | - |
| Accounts | - | 1,017,025 | 905,951 | 1,922,976 | - |
| Intergovernmental | - | 344,553 | 360,418 | 704,971 | - |
| Inventory Held for Resale | 22,953 | - | - | 22,953 | - |
| Supplies Inventory | 7,758 | 107,756 | 153,702 | 269,216 | 201,079 |
| Total Current Assets | 152,026 | 6,373,444 | 6,703,712 | 13,229,182 | 1,626,252 |
| Non-current Assets | | | | | |
| Capital Assets: | | | | | |
| Nondepreciable Capital Assets | 1,259,449 | 4,204,057 | 3,533,087 | 8,996,593 | 178,700 |
| Depreciable Capital Assets, Net | 4,712,841 | 16,732,980 | 12,435,556 | 33,881,377 | 1,484,643 |
| Total Capital Assets | 5,972,290 | 20,937,037 | 15,968,643 | 42,877,970 | 1,663,343 |
| Total Assets | 6,124,316 | 27,310,481 | 22,672,355 | 56,107,152 | 3,289,595 |
| Deferred Outflow of Resources: | | | | | |
| Deferred Charge on Refunding Pensions | 238,048 | - | - | 238,048 | - |
| | 29,676 | 151,224 | 127,022 | 307,922 | 33,691 |
| Total Deferred Outflow of Resources | 267,724 | 151,224 | 127,022 | 545,970 | 33,691 |
| Liabilities: | | | | | |
| Current Liabilities | | | | | |
| Accounts Payable | 33,702 | 210,056 | 192,166 | 435,924 | 23,667 |
| Accrued Salaries Payable | 3,192 | 28,291 | 21,103 | 52,586 | 5,979 |
| Intergovernmental Payable | 1,261 | 44,260 | 41,155 | 86,676 | 3,236 |
| Accrued Interest Payable | 7,125 | 6,352 | 8,797 | 22,274 | - |
| Notes Payable | - | 100,000 | 100,000 | 200,000 | - |
| Compensated Absences Payable | 5,049 | 30,105 | 30,364 | 65,518 | 3,595 |
| Bonds and Loan Payable | 360,000 | 365,000 | 100,000 | 825,000 | - |
| Total Current Liabilities | 410,329 | 784,064 | 493,585 | 1,687,978 | 36,477 |
| Long-Term Liabilities | | | | | |
| Bonds and Loan Payable | 2,022,884 | 5,565,840 | 4,095,788 | 11,684,512 | - |
| Notes Payable | - | 325,000 | 775,000 | 1,100,000 | - |
| Advances From Other Funds | 1,037,932 | - | - | 1,037,932 | - |
| Compensated Absences Payable | 4,234 | 25,243 | 25,462 | 54,939 | 3,016 |
| Net Pension Liability | 182,627 | 824,870 | 693,743 | 1,701,240 | 181,709 |
| Total Long-Term Liabilities | 3,247,677 | 6,740,953 | 5,589,993 | 15,578,623 | 184,725 |
| Total Liabilities | 3,658,006 | 7,525,017 | 6,083,578 | 17,266,601 | 221,202 |
| Deferred Inflow of Resources: | | | | | |
| Pensions | 2,985 | 15,213 | 12,778 | 30,976 | 3,389 |
| Total Deferred Inflow of Resources | 2,985 | 15,213 | 12,778 | 30,976 | 3,389 |
| Net Position: | | | | | |
| Net Investment in Capital Assets | 3,827,454 | 14,581,197 | 10,897,855 | 29,306,506 | 1,663,343 |
| Unrestricted | (1,096,405) | 5,340,278 | 5,805,166 | 10,049,039 | 1,435,352 |
| Total Net Position | \$ 2,731,049 | \$ 19,921,475 | \$ 16,703,021 | 39,355,545 | \$ 3,098,695 |
| Adjustment to reflect the consolidation of the internal service funds activity related to enterprise funds. | | | | 682,680 | |
| | | | | <u>\$ 40,038,225</u> | |

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
ALL PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

| | Enterprise Funds | | | Total | Internal Service Funds |
|---|---------------------|----------------------|----------------------|---------------------|---------------------------|
| | Golf | Sewer | Water | | |
| Operating Revenues: | | | | | |
| Charges for Services | \$ 1,398,005 | \$ 3,648,538 | \$ 3,430,876 | \$ 8,477,419 | \$ 1,029,750 |
| Other Operating Revenue | 1,256 | 3,610 | 2,110 | 6,976 | - |
| Total Operating Revenue | 1,399,261 | 3,652,148 | 3,432,986 | 8,484,395 | 1,029,750 |
| Operating Expenses: | | | | | |
| Personal Services | 247,184 | 1,320,930 | 1,349,556 | 2,917,670 | 258,176 |
| Contractual Services | 825,676 | 1,013,315 | 630,770 | 2,469,761 | 320,455 |
| Supplies and Materials | 187,112 | 105,700 | 200,816 | 493,628 | 209,840 |
| Cost of Goods Sold | 140,218 | - | - | 140,218 | - |
| Depreciation | 163,200 | 579,602 | 475,118 | 1,217,920 | 108,714 |
| Total Operating Expenses | 1,563,390 | 3,019,547 | 2,656,260 | 7,239,197 | 897,185 |
| Operating Income (Loss) | (164,129) | 632,601 | 776,726 | 1,245,198 | 132,565 |
| Non-Operating Revenues (Expenses): | | | | | |
| Interest | 183 | 12,684 | 12,986 | 25,853 | - |
| Interest and Fiscal Charges | (128,487) | (54,797) | (33,776) | (217,060) | - |
| Loss on Disposal of Capital Assets | - | - | (1,887) | (1,887) | - |
| Municipal Income Taxes | - | 841,357 | 994,541 | 1,835,898 | - |
| Total Non-Operating Revenues (Expenses) | (128,304) | 799,244 | 971,864 | 1,642,804 | - |
| Income(Loss) before Contributions and Transfers | (292,433) | 1,431,845 | 1,748,590 | 2,888,002 | 132,565 |
| Capital Contributions | 215,279 | 53,169 | - | 268,448 | - |
| Transfers In | 400,000 | - | - | 400,000 | - |
| Transfers Out | - | (26,827) | (19,077) | (45,904) | (37,610) |
| Change in Net Position | 322,846 | 1,458,187 | 1,729,513 | 3,510,546 | 94,955 |
| Net Position, Beginning of the Year - restated | 2,408,203 | 18,463,288 | 14,973,508 | | 3,003,740 |
| Net Position, End of the Year | \$ 2,731,049 | \$ 19,921,475 | \$ 16,703,021 | | \$ 3,098,695 |
| | | | | 14,189 | |
| Adjustment to reflect the consolidation of the internal service funds activity related to enterprise funds. | | | | <u>\$ 3,524,735</u> | |
| Change in net position of business-type activities | | | | | |

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015

| | Enterprise Funds | | | | Internal Service Funds |
|---|------------------|--------------|--------------|--------------|------------------------------|
| | Golf | Sewer | Water | Total | |
| <u>Increase (Decrease) in Cash and Cash Equivalents</u> | | | | | |
| Cash Flows from Operating Activities: | | | | | |
| Cash Received from Customers | \$ 1,398,005 | \$ 3,439,357 | \$ 3,265,204 | \$ 8,102,566 | \$ - |
| Cash Received from Interfund Services | | | | | |
| Provided to other funds | - | - | - | - | 1,029,750 |
| Cash Received from Other Sources | 1,256 | 3,610 | 2,110 | 6,976 | - |
| Cash Payments to Employees for | | | | | |
| Services and Benefits | (245,370) | (1,342,576) | (1,355,343) | (2,943,289) | (259,853) |
| Cash Payments to Suppliers for | | | | | |
| Goods and Services | (1,111,921) | (1,173,377) | (840,188) | (3,125,486) | (553,040) |
| Net Cash Provided by Operating Activities | 41,970 | 927,014 | 1,071,783 | 2,040,767 | 216,857 |
| Cash Flows from Noncapital Financing Activities: | | | | | |
| Municipal Income Taxes | - | 821,993 | 975,177 | 1,797,170 | - |
| Transfers In | 400,000 | - | - | 400,000 | - |
| Transfers Out | - | (26,827) | (19,077) | (45,904) | (37,610) |
| Net Cash Provided (Used) by Noncapital Financing Activities | 400,000 | 795,166 | 956,100 | 2,151,266 | (37,610) |
| Cash Flows from Capital and Related Financing Activities: | | | | | |
| Acquisition of Capital Assets | - | (2,809,291) | (2,677,512) | (5,486,803) | - |
| Proceeds from Sale of Notes | - | 425,000 | 875,000 | 1,300,000 | - |
| Proceeds from OWDA Loans | - | 2,379,817 | 2,416,518 | 4,796,335 | - |
| Principal Paid on Bonds and Loans | (350,000) | (384,540) | (100,000) | (834,540) | - |
| Principal Paid on Notes | - | (525,000) | (975,000) | (1,500,000) | - |
| Interest and Fiscal Charges | (96,000) | (56,560) | (34,909) | (187,469) | - |
| Net Cash (Used) by Capital and Related Financing Activities | (446,000) | (970,574) | (495,903) | (1,912,477) | - |
| Cash Flows from Investing Activities: | | | | | |
| Market Gain (Loss) on Pooled Investments | (369) | (9,656) | (10,225) | (20,250) | - |
| Interest and Dividends on Pooled Investments | 552 | 22,340 | 23,211 | 46,103 | - |
| Net Cash Provided by Investing Activities | 183 | 12,684 | 12,986 | 25,853 | - |
| Net Increase (Decrease) in Cash and Cash Equivalents | (3,847) | 764,290 | 1,544,966 | 2,305,409 | 179,247 |
| Cash and Cash Equivalents Beginning of Year | 125,162 | 3,958,901 | 3,557,756 | 7,641,819 | 1,245,926 |
| Cash and Cash Equivalents End of Year | \$ 121,315 | \$ 4,723,191 | \$ 5,102,722 | \$ 9,947,228 | \$ 1,425,173 |

(Continued)

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2015
(Continued)

| | Enterprise Funds | | | | Internal Service Funds |
|---|------------------|-------------------|---------------------|---------------------|------------------------------|
| | Golf | Sewer | Water | Total | |
| <u>Reconciliation of Operating Income (Loss) to Net Cash</u> | | | | | |
| <u>Provided by Operating Activities:</u> | | | | | |
| Operating Income (Loss) | \$ (164,129) | \$ 632,601 | \$ 776,726 | \$ 1,245,198 | \$ 132,565 |
| Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities: | | | | | |
| Depreciation | 163,200 | 579,602 | 475,118 | 1,217,920 | 108,714 |
| Changes in Assets and Liabilities: | | | | | |
| (Increase) in Accounts Receivable | - | (209,181) | (165,672) | (374,853) | - |
| (Increase) Decrease in Supplies Inventory | 11,309 | (12,766) | (32,909) | (34,366) | 5,928 |
| Decrease in Inventory Held for Resale | 2,081 | - | - | 2,081 | - |
| (Increase) in Deferred Outflows - Pension | (7,363) | (50,722) | (42,494) | (100,579) | (11,558) |
| Increase (Decrease) in Accounts Payable | 27,695 | (41,596) | 24,307 | 10,406 | (28,673) |
| Increase in Accrued Salaries Payable | 419 | 4,308 | 2,055 | 6,782 | 1,517 |
| (Decrease) in Intergovernmental Payable | (171) | (3,547) | (4,703) | (8,421) | 500 |
| Increase (Decrease) in Compensated Absences Payable | 2,106 | (6,457) | 10,148 | 5,797 | 117 |
| Increase in Net Pension Liability | 3,838 | 19,559 | 16,429 | 39,826 | 4,358 |
| Increase in Deferred Inflows - Pension | 2,985 | 15,213 | 12,778 | 30,976 | 3,389 |
| Net Cash Provided by Operating Activities | <u>\$ 41,970</u> | <u>\$ 927,014</u> | <u>\$ 1,071,783</u> | <u>\$ 2,040,767</u> | <u>\$ 216,857</u> |

Noncash Capital Financing Activities:

During 2015, the following amount of depreciable capital assets were contributed to City operations by private developers:

Sewer Fund - \$53,169

During 2015, the following amount of capital asset additions in proprietary funds were financed by governmental funds:

Golf Fund - \$215,279

The following amount of capital assets additions reported for 2015 were financed through accounts payable:

Sewer Fund - \$184,991

Water Fund - \$158,689

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
DECEMBER 31, 2015

| | <u>Agency</u> |
|---|----------------------------|
| Assets: | |
| Equity in Pooled Cash and Cash Equivalents | \$ 858,069 |
| Cash and Cash Equivalents with Fiscal Agent | <u>143,232</u> |
| Total Assets | <u><u>\$ 1,001,301</u></u> |
| Liabilities: | |
| Due to Other Governments | \$ 35,932 |
| Undistributed Monies | <u>965,369</u> |
| Total Liabilities | <u><u>\$ 1,001,301</u></u> |

See accompanying notes to the basic financial statements.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 1 – DESCRIPTION OF CITY AND REPORTING ENTITY:

The City of Miamisburg (the “City”) is a home rule municipal corporation organized under the laws of the State of Ohio, which operates under its own Charter. The current Charter, which provides for a Council/Manager form of government, was adopted in 1966. The seven-member Council is elected to four-year terms. The Council appoints a City Manager who shall be the chief executive, administrator and law enforcement officer of the City. The City Manager appoints all the department managers.

Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements of the City are not misleading. The primary government consists of all funds and departments which provide various services including public safety services, street maintenance and repair, parks and recreation system (including two golf courses and a swimming pool), water distribution, sewer collection system, refuse collection and a staff to provide support to the service providers.

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 body 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 may also include organizations for which the City approves the budget, the issuance of debt or the levying of taxes. Downtown Miamisburg, Inc. is the only organization that currently meets the definition of a component unit to the City, however financial information related to this organization has not been included as its financial assets and resources are inconsequential to the City.

The Miamisburg Municipal Court has been included in the City’s financial statements as an agency fund. The clerk of courts is an appointed City Official who has a fiduciary responsibility for the collection and distribution of court fees and fines.

The City is associated with several organizations which are defined as related organizations, jointly governed organizations, or public entity risk sharing pools which are listed below. Additional information on these organizations can be found in Notes 14, 15 and 16 to the basic financial statements.

Related Organization:

The Mound Development Corporation

Jointly Governed Organizations:

Hillgrove Union Cemetery
Montgomery County Transportation Improvement District
Austin Center Joint Economic Development District
Miami Township-Dayton Mall Joint Economic District
Miami Valley Fire District

Public Entity Risk Sharing Pools:

Miami Valley Risk Management Association, Inc.
Ohio Benefits Cooperative, Inc.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The financial statements of the City of Miamisburg have been prepared in conformity with generally accepted accounting principles (GAAP) 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.

Basis of Presentation

The City's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements that 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 activity of the internal service funds is eliminated to avoid doubling up revenues and expenses. The interfund services provided and used are not eliminated in the process of consolidation. 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 a 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. Revenues 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 governmental function or business-type activity is self-financing or draws from the general revenues of the City.

Fund Financial Statements

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

Fund Accounting

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

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

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 and deferred outflows of resources are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities and deferred inflows of resources are assigned to the fund from which they will be paid. The difference between governmental fund assets and deferred outflows of resources compared to 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 the operating fund of the City and is used to account 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 general laws of Ohio and the Charter of the City.

Municipal Trust Fund – This fund was established to account for the financial resources the City received from the sale of the former municipal electric plant. Only after several required steps have been completed, expenditures from this fund must then be approved through a ballot issue approved by voters. Interest earned on this money is allocated to the General Fund for general operating purposes.

Fire Levy Fund - To account for specific levy revenues which are subsequently distributed to the Miami Valley Joint Fire District (see Note 15) for the City's share for the operations of the joint fire department.

Austin Center TIF Fund - To account for proceeds of bonds for the City's share of the Austin Center Interchange project. Payments in lieu of taxes are received to pay for the City's share of the debt.

Capital Improvement Fund – The Capital Improvement Fund is used to account for resources accumulated or transferred from other funds to finance the purchase, construction or maintenance of the City's capital assets deemed necessary to enhance the operation of the City.

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

Proprietary Fund Types

The proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service.

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

Golf Fund – The Golf Fund accounts for the operations of the two city owned golf courses. The Mound Golf course is a 9-hole course while PipeStone Golf Course is an 18-hole championship golf course.

Sewer Fund – The Sewer Fund accounts for the provision of sanitary sewer service to the residents and commercial users located within the City.

Water Fund – The Water Fund accounts for the provision of water treatment and distribution to the residential and commercial users located within the City.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Internal Service Funds – An internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's internal service funds account for the operations of the city garage, civic center and service center.

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. The City has agency fiduciary funds only. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations. Agency funds of the City include assets being held associated with Austin Center JEDD, Board of Building Standard Assessments, Dayton Mall JEDD, Downtown Redevelopment, Municipal Court and Satellite Juvenile Court.

Measurement Focus

Government-wide Financial Statements

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

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows of resources along with current liabilities and deferred inflows of resources are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances report 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 reconciliations with brief explanations to better identify the relationship between the government-wide statements and the 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 and deferred outflows of resources along with all liabilities and deferred inflows of resources associated with the operation of these funds are included on the statement of net position. The statement of revenues, expenses and changes in 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.

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; proprietary and fiduciary funds also use the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred outflows/inflows or resources, and in the presentation of expenses versus expenditures.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Revenues – Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period for the City is thirty-one days after year-end.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income tax, property tax, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the year in which the tax imposed takes place (when the taxed income is earned). Revenue from property tax is recognized in the year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements and matching requirements. Timing requirements specify the year when the resources are required to be used or the fiscal year when use is first permitted. Matching requirements specify how the City must provide local resources and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: income tax, state-levied locally shared taxes (including local government assistance, gasoline tax and vehicle license tax), EMS charges for services, court fines and forfeitures, and investment earnings.

Deferred Outflows/Inflows of Resources

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources are reported on the government-wide statement of net position for deferred charges on refunding and for pension. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to pension are explained further in Note 8.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes, payments in lieu of taxes, pension, and unavailable revenue. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of December 31, 2015, but which were levied to finance subsequent year operations. These amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund balance sheet. Unavailable revenue is reported only on the governmental fund balance sheet and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes, income taxes, intergovernmental grants, special assessments, payments on lease agreement and charges for services. These amounts are recognized as inflows of resources in the period the amounts become available. Deferred inflows of resources related to pension are reported on the government-wide statement of net position and are further explained in Note 8.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

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. Generally, expenditures are recorded when the related fund liability is incurred, if measurable. Allocation of costs, such as depreciation and amortization, are not recognized in governmental funds.

Equity in Pooled Cash and Cash Equivalents and Investments

To improve cash management, cash received by the City is pooled. Money for all funds, including proprietary funds, is maintained in this pool. Individual fund integrity is maintained through the City's records. Each fund's interest in the pooled bank account is presented as "equity in pooled cash and cash equivalents" on the financial statements.

Investments are reported at fair value, which is based on quoted market prices. For investments in open-end mutual funds, fair value is determined by the fund's share price.

Investments with an original maturity of three months or less at the time of purchase, and investments of the cash management pool are reported as cash equivalents on the financial statements. Investments held outside the cash management pool, which have an initial maturity of more than three months, are reported as investments.

Interest income is distributed to the funds according to ordinance and statutory requirements. Interest revenue reported in the statement of activities for 2015 amounted to \$143,600, including the \$91,965 decrease in the market value of the City's investments at December 31, 2015 as compared with the market value at December 31, 2014.

The City has segregated bank accounts for monies held outside the City's central bank account. These interest bearing depository accounts are presented on the financial statements as "cash and cash equivalents in segregated accounts" since they are not required to be deposited into the City's treasury.

Supplies Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventory consists of expendable supplies held for consumption as well as items held for resale in the Golf Fund.

Interfund Receivables and Payables

Receivables and payables resulting from transactions between funds for services provided or goods received are classified on the fund statements as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans are classified as "interfund receivables/payables". Noncurrent portion of long-term interfund loans receivables are reported as advances and in governmental funds are offset equally by an assignment of fund balance, which indicates that they do not constitute expendable available financial resources and therefore are not available for appropriation.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Internal Balances

Internal balance amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are presented as “internal balances”.

At December 31, 2015 the amounts reported in the internal balances line item is comprised of the allocation of the business-type activities interest in the internal service funds that are included within the governmental activities and the advances made from the General Fund to the Golf Fund in previous years to provide operating funds.

Capital Assets

General capital assets are those 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 in the respective fund financial statements with the enterprise funds capital assets being reported in the business-type activities column of the government-wide statement of net position and the internal service funds being combined with governmental-activities capital assets on the statement of net position.

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 five thousand dollars. 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 expensed. Interest incurred during the construction of capital assets is also capitalized.

All capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

| | <u>Governmental Activities</u> | <u>Business-type Activities</u> |
|--------------------------------------|------------------------------------|-------------------------------------|
| Buildings | 20-45 years | 20-45 years |
| Improvements | 15-60 years | 15-60 years |
| Equipment | 5-30 years | 5-30 years |
| Vehicles | 3-10 years | 3-10 years |
| Infrastructure: | | |
| Sewer and Water Lines | N/A | 30-65 years |
| Storm Sewers | N/A | 40-50 years |
| Other Sewer and Water Infrastructure | N/A | 15-50 years |
| Bridges | 50 years | N/A |
| Streets | 40-50 years | N/A |
| Traffic Signals | 40-50 years | N/A |
| Decorative Street Lights | 20-25 years | N/A |

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Compensated Absences

Vacation leave accumulated by employees is accrued as a liability as the benefits are earned when both of these conditions are met:

1. The employees' rights to receive compensation are attributable to services already rendered.
2. It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

A liability for sick leave is accrued based on guidelines set forth in GASB Statement No. 16 "Accounting for Compensated Absences". The vesting method was implemented and states that the City will estimate its liability based on sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as specified by the retirement system as well as other employees who are expected to become eligible in the future to receive such payments, determined to be all employees with twenty years of service or more. The amount 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 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 "matured 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. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

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, compensated absences that will be paid from the governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment from current and available resources. Bonds, long-term loans and capital lease obligations are recognized as a liability on the fund financial statements when due.

Pensions

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

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

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 category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash.

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

Committed – The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (ordinance) of the City Council. Those committed amounts cannot be used for any other purpose unless the 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.

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 or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by the City Council through ordinance or resolution.

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

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

Net Position

Net position is the residual amount when comparing assets and deferred outflows of resources to liabilities and deferred inflows of resources. Net position invested 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 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 includes various residual grant resources. The City applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available. At December 31, 2015, \$5.3 million of net position was restricted through enabling legislation.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for golf, sewer, water and the centralized internal service programs. Operating expenses are necessary costs incurred to provide goods or services that are the primary activity of the fund. Revenues and expenses that do not meet these definitions are reported as non-operating.

Contribution of Capital

Contribution of capital in proprietary fund financial statements arise from the collection of “tap-in” fees to the extent they exceed the cost of the connection to the system. In addition, the City may accept water and sewer lines installed by private developers into the City’s systems, therefore, the estimated cost of these water and sewer lines is recorded as contribution of capital with a like amount being recorded as capital asset additions. When governmental funds transfer capital assets to proprietary funds, contributions of capital are recorded in the appropriate proprietary fund but not in the governmental fund statements. On the statement of activities, the transfer of such capital assets is treated as transfers from governmental activities to the business-type activities. Governmental funds do not report a contribution of capital as there is no related financial inflow.

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 expenditure/expenses in the purchaser funds. Flows of cash or goods from one fund to another without 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. Repayment from funds responsible for particular expenditures/expenses to funds that initially paid for them are not presented on the financial statements.

Estimates

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

Budgetary Process

All funds, except for agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the certificate of estimated resources and the appropriation ordinance, both of which are prepared on the budgetary basis of accounting. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriation ordinance is Council’s authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of control has been established by the Council at the fund level for all funds. Appropriations may be allocated within each function, department and object level within each fund. Council must approve any revisions that alter total fund appropriations.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

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

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

NOTE 3 – PRIOR PERIOD ADJUSTMENTS:

Change in Accounting Principle

For 2015, the City implemented the Governmental Accounting Standards Board (GASB) Statement No. 68, “Accounting and Financial Reporting for Pensions” and GASB Statement No. 71, “Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68.” GASB 68 established standards for measuring and recognizing pension liabilities, deferred outflows of resources deferred inflows of resources and expense/expenditure.

The implementation of this pronouncement had the following effect on net position of the City’s governmental activities, business-type activities, and proprietary funds as reported December 31, 2014:

| | <u>Governmental Activities</u> | <u>Business-Type Activities</u> | |
|---|------------------------------------|-------------------------------------|-----------------------|
| Net Position at December 31, 2014 as previously reported | \$ 61,228,805 | \$ 37,967,561 | |
| Adjustments: | | | |
| Net Pension Liability at December 31, 2014 | (10,610,992) | (1,661,414) | |
| Deferred Outflows - Payments Subsequent to Measurement Date | <u>1,070,873</u> | <u>207,343</u> | |
| Net Position at December 31, 2014 as restated | <u>\$ 51,688,686</u> | <u>\$ 36,513,490</u> | |
| | <u>Golf Fund</u> | <u>Sewer Fund</u> | <u>Water Fund</u> |
| Net Position at December 31, 2014 as previously reported | \$ 2,564,679 | \$ 19,168,097 | \$ 15,566,294 |
| Adjustments: | | | |
| Net Pension Liability at December 31, 2014 | (178,789) | (805,311) | (677,314) |
| Deferred Outflows - Payments Subsequent to Measurement Date | <u>22,313</u> | <u>100,502</u> | <u>84,528</u> |
| Net Position at December 31, 2014 as restated | <u>\$ 2,408,203</u> | <u>\$ 18,463,288</u> | <u>\$ 14,973,508</u> |

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

| | Internal Service Funds |
|---|---------------------------|
| Net Position at December 31, 2014 as previously reported | \$ 3,158,958 |
| Adjustments: | |
| Net Pension Liability at December 31, 2014 | (177,351) |
| Deferred Outflows - Payments Subsequent to Measurement Date | 22,133 |
| Net Position at December 31, 2014 as restated | \$ 3,003,740 |

Other than employer contributions subsequent to the measurement date, the City made no restatement for deferred inflows/outflows of resources as the information needed to generate these restatements was not available.

NOTE 4 – BUDGETARY REPORTING AND ACCOUNTING:

While the City is 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 the basis of cash receipts, disbursements, and encumbrances. The statement of revenues, expenditures and changes in fund balances – budget (non-GAAP) and actual presented for the General Fund, Municipal Trust Fund, Fire Levy Fund, and Austin Center TIF 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 GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year-end encumbrances are treated as expenditures/expenses (budget basis) rather than as an assignment of fund balance.
4. Proceeds from the sale of short-term notes are reported as other financing sources (budget basis) as opposed to a fund liability (GAAP basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements.

| | General Fund | Municipal Trust Fund | Fire Levy Fund | Austin Center TIF |
|----------------------------------|-----------------|-------------------------|-------------------|----------------------|
| GAAP Basis | \$ 1,030,658 | \$ (15,945) | \$ 3,383 | \$ 160,187 |
| Revenue Accruals | 3,451 | 15,945 | - | - |
| Expenditure Accruals | (391,081) | - | - | - |
| Encumbrances | (85,368) | - | - | - |
| Transfer and Advances | 460,115 | - | - | (156,135) |
| Prospective Budgeting Difference | (62,635) | - | - | - |
| Budgetary Basis | \$ 955,140 | \$ - | \$ 3,383 | \$ 4,052 |

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 5 – DEPOSITS AND INVESTMENTS:

Monies of substantially all funds of the City are maintained or invested in a common group of bank accounts and various federal securities. This is done in order to limit the risk associated with the investments while providing for a reasonable market rate of return. Interest income is distributed to the funds according to local ordinances and statutory requirements.

The provisions of the Charter and Codified Ordinances of the City and the Ohio Revised Code govern the investment and deposit of City monies. In accordance with these provisions, only financial institutions located in Ohio, as well as primary and regional securities dealers are eligible to hold public deposits. The provisions also permit the City to invest its monies in certificates of deposit, savings accounts, money market accounts, the State Treasurer's investment pool (STAROhio), obligations of the United States government or certain agencies thereof, bankers acceptance notes, and commercial paper. The City may also enter into repurchase agreements with any eligible depository for a period not exceeding five years.

Public depositories must give security for all public funds on deposit. According to the City's Deposit and Investment Policy, these institutions may either specifically collateralize individual accounts in lieu of amounts insured by the Federal Deposit Insurance Corporation (FDIC), or may pledge a pool of government securities, the face value of which is at least 105 percent of the total value of public monies on deposit at the institution.

Deposits

Custodial credit risk is the risk that in the event of bank failure, the City's deposits may not be returned. Protection of the City's cash and deposits is provided by the Federal Deposit Insurance Corporation as well as qualified securities pledged by the institution holding the assets. By State law, financial institutions must collateralize all public deposits. The face value of the pooled collateral must equal at least 110 percent of public funds deposited per City policy. Collateral is held by trustees including the Federal Reserve Bank and designated third parties of the financial institution.

At year end, \$1,016,934 of the City's total bank deposits of \$9,822,483 was covered by federal deposit insurance and the remaining \$8,805,549 was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the City's name.

Investments

At year-end, the City had the following investments:

| Investment Type | Fair Value | Investment Maturities (in Years) | | |
|--|----------------------|----------------------------------|---------------------|----------------------|
| | | Less than One Year | One to Three Years | Three to Five Years |
| Federal National Mortgage Association | \$ 2,000,400 | \$ - | \$ 994,510 | \$ 1,005,890 |
| Federal Home Loan Mortgage Corporation | 11,424,280 | - | 1,993,050 | 9,431,230 |
| Negotiable Certificates of Deposit | 3,768,639 | 1,010,160 | 1,301,700 | 1,456,779 |
| Federal Home Loan Bank | 3,956,656 | - | - | 3,956,656 |
| Federal Farm Credit Bank | 997,810 | - | - | 997,810 |
| US Treasury Note | 205,207 | 205,207 | - | - |
| Money Market | 7,390 | 7,390 | - | - |
| Total | <u>\$ 22,360,382</u> | <u>\$ 1,222,757</u> | <u>\$ 4,289,260</u> | <u>\$ 16,848,365</u> |

Interest Rate Risk – The City's investment policy states that the maximum maturity for any investment is limited to a final stated maturity of five years. The investments of the Municipal Trust do not follow the City's investment policy rather those investments are governed by requirements in the City's Charter which sets no maximum maturity date.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Credit Risk – The City’s investment policy states that investment in corporate entities must have a debt rating of Aa or better by Standard & Poors’ or Moody’s rating service. The City’s investments in US government agencies all have a rating of AA+ by Standard & Poors’ and AAA by Moody’s. Standard and Poors’ rate the money market as AAAM and the negotiable CD’s are fully insured under FDIC.

Concentration of Credit Risk – The City’s investment policy does not place any limit on investments in any single issuer. Five percent or more of the City’s investments are in the following debt instruments:

| Investment | Percent |
|--|---------|
| Federal Home Loan Mortgage Corporation | 51.09% |
| Federal Home Loan Bank | 17.69% |
| Negotiable Certificates of Deposit | 16.85% |
| Federal National Mortgage Association | 8.95% |

NOTE 6– RECEIVABLES:

Receivables at December 31, 2015 consisted primarily of municipal income taxes, property and other taxes, intergovernmental receivables arising from entitlements, shared revenues, special assessments, accrued interest on investments and accounts (billing for utility services and various other charges for services). No allowances for doubtful accounts have been recorded because uncollectible amounts are expected to be insignificant.

Property Taxes

Property taxes include amounts levied against all real and public utility property located in the City. Property tax revenue received during 2015 for real and public utility property taxes represents collections of the 2014 taxes.

The 2015 real property taxes are levied after October 1, 2015, on the assessed value as of January 1, 2015, the lien date. Assessed values are established by State law at 35 percent of appraised market value. The 2015 real property taxes are collected in and intended to finance operations in the subsequent year.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due February 16; if paid semi-annually, the first payment is due February 16 and the remainder payable by July 13. Under certain circumstances, State statute permits later payment dates to be established.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2015 public utility property taxes became a lien December 31, 2014, are levied after October 1, 2015, and are collected in the subsequent year along with real property taxes.

The full tax rate for all City operations for the year ended December 31, 2015 was \$7.03 per \$1,000 of assessed value. The assessed values of real and public utility tangible personal property upon which 2015 property tax receipts were based are as follows:

| | |
|--|----------------------|
| Real Property Tax Assessed Valuation | \$385,013,530 |
| Public Utility Tangible Personal Property Assessed Valuation | <u>21,667,530</u> |
| Total Assessed Valuation | <u>\$406,681,060</u> |

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City of Miamisburg. The County Auditor periodically remits to the City its portion of the taxes collected. Accrued property taxes receivable represents real and public utility tangible personal property taxes, as well as outstanding delinquencies which are measurable as of December 31, 2015, and for which there is an enforceable legal claim. In the General Fund, the entire receivable has been offset by deferred inflows of resources since the current taxes were not levied to finance 2015 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On the full accrual basis, collectible delinquent property taxes have been recorded as revenue, while on the modified accrual basis of accounting the revenue has been reported as deferred inflow of resources – unavailable.

Income Tax

The City imposes a municipal income tax at the rate of two and one-quarter (2 ¼) percent on substantially all income earned within the City. In addition, the residents of the City are required to pay income tax on income earned outside the City; however, the City allows a credit for income taxes paid to another municipality up to 100 percent of the City’s current income tax rate.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly. Corporation and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually.

Income tax proceeds are to be used to pay the cost of administering the tax, general fund operations, maintenance of equipment, new equipment, capital improvements, debt service and other governmental functions when needed, as determined by City Council.

Accounts Receivable

Accounts Receivable within the business-type activities at December 31, 2015 consisted of billings for sewer and water services provided prior to December 31 but payment had not yet been received by the City. The City deems approximately two percent of the utilities receivables as uncollectible.

| | | |
|--|-----------------------------------|-----------------------------------|
| Utility Accounts <u>Receivables</u> | Estimated <u>Uncollectible</u> | Net Account <u>Receivables</u> |
| \$ 1,961,436 | \$ 38,460 | \$1,922,976 |

Lease Receivable

The City entered into a lease agreement with a local health institution for certain real estate, which is accounted for as a direct financing lease. Under the agreement, the institution will make annual based rental payments equal to the debt payments associated with the 2013 taxable special obligation bonds the City issued to purchase the land. If established targets of income tax receipts received by the City on income earned at the institution are met, the annual rental payments will be forgiven in its entirety. Forgiveness of annual rental payments will be pro-rated if the income tax receipts received in any given year are greater than zero but less than the target amounts established in the lease agreement. In accordance with the agreement, total lease payments of \$201,709 (\$130,000 of principal) were forgiven for 2015. The following is a schedule of future minimum lease receipts as of December 31, 2015:

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

| Year Ending December 31, | |
|--|--------------|
| 2016 | \$ 198,361 |
| 2017 | 201,430 |
| 2018 | 203,229 |
| 2019 | 204,475 |
| 2020 | 205,296 |
| 2021-2025 | 1,021,026 |
| 2026-2027 | 405,173 |
| Minimum Lease Payments | 2,438,990 |
| Less amount representing unearned income | (523,990) |
| Present value of minimum lease payments | \$ 1,915,000 |

Intergovernmental Receivable

A summary of the governmental activities intergovernmental receivables follows:

| <u>Governmental Activities</u> | |
|------------------------------------|--------------|
| Gasoline tax | \$ 334,676 |
| Homestead/Rollback property relief | 167,733 |
| Local government assistance | 140,058 |
| Motor vehicle license fees | 113,633 |
| Economic District Distribution | 147,683 |
| Other | 118,621 |
| Total | \$ 1,022,404 |

The intergovernmental receivable recorded in the business-type activities relate the ongoing construction projects at the City's water and sewer treatment plants. At year-end, the City had construction costs which had not yet been reimbursed by the Ohio Water Development Authority.

THIS SPACE INTENTIONALLY LEFT BLANK

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 7 – CAPITAL ASSETS:

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

| <i>Governmental Activities</i> | Balance <u>12/31/14</u> | <u>Additions</u> | <u>Deletions</u> | Balance <u>12/31/15</u> |
|--|----------------------------|----------------------|-----------------------|----------------------------|
| Non-depreciable capital assets: | | | | |
| Land | \$ 11,724,964 | \$ - | \$ - | \$ 11,724,964 |
| Construction in Progress | 4,498,744 | 334,623 | (4,684,735) | 148,632 |
| Non-depreciable capital assets: | <u>16,223,708</u> | <u>334,623</u> | <u>(4,684,735)</u> | <u>11,873,596</u> |
| Depreciable capital assets: | | | | |
| Buildings | 6,709,819 | - | - | 6,709,819 |
| Improvements | 9,116,435 | 137,110 | - | 9,253,545 |
| Equipment | 4,777,380 | 37,432 | (494,608) | 4,320,204 |
| Vehicles | 3,429,862 | 112,571 | (82,690) | 3,459,743 |
| Infrastructure | 30,252,827 | 7,352,320 | - | 37,605,147 |
| Depreciable capital assets: | <u>54,286,323</u> | <u>7,639,433</u> | <u>(577,298)</u> | <u>61,348,458</u> |
| Less: accumulated depreciation | | . | | |
| Buildings | (3,385,185) | (164,230) | - | (3,549,415) |
| Improvements | (3,200,884) | (182,847) | | (3,383,731) |
| Equipment | (3,641,464) | (198,590) | 469,817 | (3,370,237) |
| Vehicles | (2,425,313) | (131,575) | 76,682 | (2,480,206) |
| Infrastructure | (7,752,530) | (658,794) | - | (8,411,324) |
| Accumulated depreciation | <u>(20,405,376)</u> | <u>(1,336,036) *</u> | <u>546,499</u> | <u>(21,194,913)</u> |
| Depreciable capital assets, net | <u>33,880,947</u> | <u>6,303,397</u> | <u>(30,799)</u> | <u>40,153,545</u> |
| Governmental activities capital assets, net | <u>\$ 50,104,655</u> | <u>\$ 6,638,020</u> | <u>\$ (4,715,534)</u> | <u>\$ 52,027,141</u> |

* - Depreciation expense was charged to governmental functions as follows:

| | |
|--|---------------------|
| General government | \$ 96,669 |
| Security of person & property | 151,246 |
| Community environment | 5,376 |
| Transportation | 221,423 |
| Leisure time activities | 752,608 |
| Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets | <u>108,714</u> |
| Total depreciation expense - governmental activities | <u>\$ 1,336,036</u> |

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

| <i>Business-Type Activities</i> | Balance 12/31/14 | Additions | Deletions | Balance 12/31/15 |
|---|----------------------|---------------------|-----------------------|----------------------|
| Non-depreciable capital assets: | | | | |
| Land | \$ 2,043,934 | \$ - | \$ - | \$ 2,043,934 |
| Construction in Progress | 2,422,940 | 5,575,519 | (1,045,800) | 6,952,659 |
| Non-depreciable capital assets | <u>4,466,874</u> | <u>5,575,519</u> | <u>(1,045,800)</u> | <u>8,996,593</u> |
| Depreciable capital assets: | | | | |
| Buildings | 16,342,329 | - | - | 16,342,329 |
| Improvements | 4,370,395 | 1,045,800 | - | 5,416,195 |
| Equipment | 5,254,931 | - | - | 5,254,931 |
| Vehicles | 1,599,290 | 84,385 | (18,874) | 1,664,801 |
| Infrastructure | 31,416,903 | 170,395 | - | 31,587,298 |
| Depreciable capital assets: | <u>58,983,848</u> | <u>1,300,580</u> | <u>(18,874)</u> | <u>60,265,554</u> |
| Less: accumulated depreciation | | | | |
| Buildings | (7,163,729) | (405,771) | - | (7,569,500) |
| Improvements | (1,603,171) | (91,628) | - | (1,694,799) |
| Equipment | (4,284,474) | (132,441) | - | (4,416,915) |
| Vehicles | (1,319,878) | (39,722) | 16,987 | (1,342,613) |
| Infrastructure | (10,811,992) | (548,358) | - | (11,360,350) |
| Accumulated depreciation | <u>(25,183,244)</u> | <u>(1,217,920)</u> | <u>16,987</u> | <u>(26,384,177)</u> |
| Depreciable capital assets, net | <u>33,800,604</u> | <u>82,660</u> | <u>(1,887)</u> | <u>33,881,377</u> |
| Business-type activities capital assets, net | <u>\$ 38,267,478</u> | <u>\$ 5,658,179</u> | <u>\$ (1,047,687)</u> | <u>\$ 42,877,970</u> |

NOTE 8 – DEFINED BENEFIT PENSION PLANS:

Net Pension Liability

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

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

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

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

GASB 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan’s board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

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

Plan Description – Ohio Public Employees Retirement System (OPERS)

Plan Description - City employees, other than full-time police and firefighters, participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional pension plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan and the combined plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features. While members (e.g. City employees) may elect the member-directed plan and the combined plan, substantially all employee members are in OPERS’ traditional plan; therefore, the following disclosure focuses on the traditional pension plan.

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

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

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

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

| Group A Eligible to retire prior to January 7, 2013 or five years after January 7, 2013 | Group B 20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013 | Group C Members not in other Groups and members hired on or after January 7, 2013 |
|--|--|--|
| Public Safety Employees | | |
| Age and Service Requirements: Age 48 with 25 years of service credit or Age 52 with 15 years of service credit Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25 years | Age and Service Requirements: Age 48 with 25 years of service credit or Age 52 with 15 years of service credit Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25 years | Age and Service Requirements: Age 52 with 25 years of service credit or Age 56 with 15 years of service credit Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25 years |
| Law Enforcement Employees | | |
| Age and Service Requirements: Age 52 with 15 years of service credit Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25 years | Age and Service Requirements: Age 48 with 25 years of service credit or Age 52 with 15 years of service credit Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25 years | Age and Service Requirements: Age 48 with 25 years of service credit or Age 56 with 15 years of service credit Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25 years |

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

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

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

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

| | <u>State and Local</u> | <u>Public Safety</u> | <u>Law Enforcement</u> |
|---|----------------------------|--------------------------|----------------------------|
| 2015 Statutory Maximum Contribution Rates: | | | |
| Employer | 14.0% | 18.1% | 18.1% |
| Employee | 10.0% | * | ** |
| 2015 Actual Contribution Rates: | | | |
| Employer: | | | |
| Pension | 12.0% | 16.1% | 16.1% |
| Post-employment Health Care Benefits | 2.0% | 2.0% | 2.0% |
| Total Employer | <u>14.0%</u> | <u>18.1%</u> | <u>18.1%</u> |
| Employee | <u>10.0%</u> | <u>12.0%</u> | <u>13.0%</u> |

* This rate is determined by OPERS' Board and has no maximum rate established by ORC.

** This rate is also determined by OPERS' Board, but is limited by ORC to not more than 2% greater than the Public Safety rate.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required pension contribution was \$735,997 for 2015; \$61,521 is reported as an intergovernmental payable.

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

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

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

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

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

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

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

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

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

| | Police | Firefighters |
|---|--------|--------------|
| 2015 Statutory Maximum Contribution Rates: | | |
| Employer | 19.50% | 24.00% |
| Employee: | | |
| January 1, 2015 through July 1, 2015 | 11.50% | 11.50% |
| July 2, 2015 through December 31, 2015 | 12.25% | 12.25% |
| 2015 Actual Contribution Rates: | | |
| Employer: | | |
| Pension | 19.00% | 23.50% |
| Post-employment Health Care Benefits | 0.50% | 0.50% |
| Total Employer | 19.50% | 24.00% |
| Employee: | | |
| January 1, 2015 through July 1, 2015 | 11.50% | 11.50% |
| July 2, 2015 through December 31, 2015 | 12.25% | 12.25% |

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$562,350 for 2015; \$47,694 is reported as an intergovernmental payable.

In addition to current contributions, the City pays installments on a specific liability of the City incurred when the State of Ohio established the statewide pension system for police and fire fighters in 1967. As of December 31, 2015, the specific liability of the City was \$200,661 payable in semi-annual payments through the year 2035.

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

The net pension liability for OPERS was measured as of December 31, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. OP&F's total pension liability was measured as of December 31, 2014, and was determined by rolling forward the total pension liability as of January 1, 2014, to December 31, 2014. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

| | OPERS | OP&F | Total |
|--|--------------|--------------|---------------|
| Proportionate share of the net pension liability | \$ 6,068,793 | \$ 6,933,056 | \$ 13,001,849 |
| Proportion of the net pension liability | 0.050317% | 0.133832% | |
| Pension expense | \$ 660,150 | \$ 676,288 | \$ 1,336,438 |

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

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

| | OPERS | OP&F | Total |
|--|--------------|------------|--------------|
| <u>Deferred Outflows of Resources:</u> | | | |
| Net difference between projected and actual earnings on pension plan investments | \$ 323,812 | \$ 298,808 | \$ 622,620 |
| City contributions subsequent to the measurement date | 735,996 | 562,350 | 1,298,346 |
| Total | \$ 1,059,808 | \$ 861,158 | \$ 1,920,966 |
| <u>Deferred Inflows of Resources:</u> | | | |
| Differences between expected and actual experience | \$ 106,617 | \$ - | \$ 106,617 |

\$1,298,346 reported as deferred outflows of resources related to pension resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

| | OPERS | OP&F | Total |
|---------------------------------|------------|------------|------------|
| Fiscal Year Ending December 31: | | | |
| 2016 | \$ 31,759 | \$ 74,702 | \$ 106,461 |
| 2017 | 31,760 | 74,702 | 106,462 |
| 2018 | 72,723 | 74,702 | 147,425 |
| 2019 | 80,953 | 74,702 | 155,655 |
| | \$ 217,195 | \$ 298,808 | \$ 516,003 |

Actuarial Assumptions - OPERS

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

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

| | |
|--|--|
| Wage inflation | 3.75 percent |
| Future salary increases, including inflation | 4.25% to 10.05% including wage inflation |
| COLA or Ad Hoc COLA | 3.00%, simple |
| Investment rate of return | 8.00% |
| Actuarial cost method | Individual Entry Age |

Mortality rates were based on the RP-2000 Mortality Table projected 20 years using Projection Scale AA. For males, 105 percent of the combined healthy male mortality rates were used. For females, 100 percent of the combined healthy female mortality rates were used. The mortality rates used in evaluating disability allowances

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

were based on the RP-2000 mortality table with no projections. For males 120 percent of the disabled female mortality rates were used set forward two years. For females, 100 percent of the disabled female mortality rates were used.

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

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

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

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

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return</u> |
|------------------------|--------------------------|---|
| Fixed Income | 23.00% | 2.31% |
| Domestic Equities | 19.90% | 5.84% |
| Real Estate | 10.00% | 4.25% |
| Private Equity | 10.00% | 9.25% |
| International Equities | 19.10% | 7.40% |
| Other Investments | <u>18.00%</u> | 4.59% |
| Total | <u>100.00%</u> | |

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

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the City's proportionate share of the net pension liability calculated using the current period discount rate assumption of 8 percent, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (7 percent) or one-percentage-point higher (9 percent) than the current rate:

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

| | 1% Decrease (7.00%) | Current Discount Rate (8.00%) | 1% Increase (9.00%) |
|--|------------------------|-------------------------------------|------------------------|
| City's proportionate share of the net pension liability | \$ 11,164,839 | \$ 6,068,793 | \$ 1,776,693 |

Actuarial Assumptions - OP&F

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

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

| | |
|----------------------------|------------------|
| Valuation Date | January 1, 2014 |
| Actuarial Cost Method | Entry Age Normal |
| Investment Rate of Return | 8.25% |
| Projected Salary Increases | 4.25% to 11.00% |
| Payroll Increases | 3.75% |
| Inflation Assumptions | 3.25% |
| Cost of Living Adjustments | 2.60% and 3.00% |

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

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

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2014 are summarized below:

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long-Term Expected Real Rate of Return</u> |
|------------------------------|------------------------------|---|
| Cash & Cash Equivalents | 0.00% | -0.25% |
| Domestic Equity | 16.00% | 4.47% |
| Non-US Equity | 16.00% | 4.47% |
| Core Fixed Income * | 20.00% | 1.62% |
| Global Inflation Protected * | 20.00% | 1.33% |
| High Yield | 15.00% | 3.39% |
| Real Estate | 12.00% | 3.93% |
| Private Markets | 8.00% | 6.98% |
| Timber | 5.00% | 4.92% |
| Master Limited Partnerships | <u>8.00%</u> | 7.03% |
| Total | <u>120.00%</u> | |

* - levered 2x

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

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

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

| | <u>1% Decrease (7.25%)</u> | <u>Current Discount Rate (8.25%)</u> | <u>1% Increase (9.25%)</u> |
|--|--------------------------------|--|--------------------------------|
| City's proportionate share of the net pension liability | \$ 9,589,465 | \$ 6,933,056 | \$ 4,683,885 |

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 9 – POSTEMPLOYMENT BENEFITS

Statement 45 of the Governmental Accounting Standards Board (GASB), “Accounting and Financial Reporting by Employers for Post-employment benefits other than Pension,” establishes standards for disclosure information for postemployment benefits other than pension benefits. Both OPERS and OP&F have post-employment benefits that meet the definition as described in GASB Statement 45.

Ohio Public Employees Retirement System

Plan Description - The Ohio Public Employees Retirement System (OPERS) maintains a cost-sharing multiple employer defined benefit postemployment 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 postemployment health care coverage.

In order to qualify for postemployment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 20 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available.

The 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.

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

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

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2015, state and local employers contributed at a rate of 14.0% of covered payroll, and public safety and law enforcement employers contributed at 18.10%. These are the maximum employer contributions rates permitted by the Ohio Revised Code. Active members do not make contributions to the OPEB Plan.

OPERS maintains three health care trusts. The two cost-sharing, multiple-employer trusts, the 401(h) Health Care Trust and the 115 Health Care Trust, work together to provide health care funding to eligible retirees of the Traditional Pension and Combined plans. The third trust is a Voluntary Employee’s Beneficiary Association (VEBA) that provides funding for a Retiree Medical Account for Member-Directed Plan members. Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside to fund health care plans. The portion of employer contributions allocated to health care for members in the Traditional Pension Plan and Combined Plan was 2.0% during calendar year 2015. As recommended by OPERS’ actuary, the portion of employer contributions allocated to health care beginning January 1, 2016 remained at 2.0% for both plans. The Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited to the VEBA for participants in the Member-Directed Plan for 2015 was 4.5%.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Actual employer contributions for 2015, 2014 and 2013 which were used to fund postemployment benefits were \$130,430, \$126,313 and \$63,843, respectively; 100% has been contributed for all three years.

Ohio Police and Fire Pension Fund

Plan Description - The City contributes to the Ohio Police and Fire Pension Fund (OP&F) 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 dependent. OP&F provides access to post-retirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check or is a spouse or eligible dependent child of such person.

The 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 are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial information and required supplementary information for the Plan. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus, Ohio 43215-5164. That report is also available on OP&F's 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 payroll of active pension members, currently 19.5% covered payroll for police employers, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.5% 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 for health care benefits under an IRS Code Section 115 trust and one for Medicare Part B reimbursements administrated as an Internal Service Code 401(h) account, both of which are within the defined benefit pension plan, under the authority granted by the Ohio Revised Code to the OP&F Board of Trustees.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to 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 the health care plan was 0.50% of covered payroll for the period January 1, 2015 thru December 31, 2015. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h). The City's actual contributions for 2015, 2014 and 2013 that were used to fund postemployment benefits were \$14,564, \$14,526 and \$95,895, respectively; 100% has been contributed for all three years. Effective June 1, 2013, the payments for postemployment benefits related to the fire department became obligations of the Miami Valley Joint Fire District (See Note 15).

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.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 10 – OTHER EMPLOYEE BENEFITS:

Deferred Compensation Plans

City employees and elected officials may participate in the International City Managers Association (ICMA) Deferred Compensation Plan or the Ohio Public Employees Deferred Compensation Plan. Both plans were created in accordance with Internal Revenue Code Section 457. Participation is on a voluntary payroll deduction basis. The plans permit deferral of compensation for income tax purposes until future years. According to the plans, the deferred compensation is not available until termination, retirement, death or an unforeseeable emergency.

Compensated Absences

Accumulated Unpaid Vacation

City employees earn vacation leave at varying rates based upon length of service. Employees are permitted to accumulate twice their yearly vacation accrual. In the case of death or retirement, the employee (or his estate) is paid for his unused vacation leave. Also, any employee that leaves the City after completion of the probationary period is eligible to receive payment for unused vacation leave. The total obligation for vacation leave for the City as a whole amounted to \$588,149 at December 31, 2015.

Accumulated Unpaid Sick Leave

City employees earn sick leave at the rate of four and six tenths hours per eighty hours of service. Sick leave is cumulative without limit for employees hired prior to January 1, 1990. All other employees have a limit of one thousand hours. In the case of death, an employee's estate is paid for one-half of the employee's accumulated sick leave. Upon retirement an employee is paid for one-half of his accumulated sick leave within various limits. The total obligation for sick leave accrual for the City as a whole amounted to \$776,870 at December 31, 2015.

NOTE 11 – RISK MANAGEMENT:

The City is exposed to various risks of loss related to torts, thefts of, damage to and destruction of assets, errors and omissions, injuries to employees and natural disasters. The City has joined the Miami Valley Risk Management Association, Inc. (MVRMA, Inc.) a joint insurance pool. The pool consists of twenty municipalities who pool risk for property, crime, liability, boiler and machinery and public official liability.

The City pays an annual premium to MVRMA, Inc. for this coverage. The agreement provides that the MVRMA, Inc. will be self-sustaining through member premiums and the purchase of excess and stop-loss insurance. The deductible per occurrence for all types of claims is \$2,500. Excess insurance coverage will cover additional claims up to the limits listed below:

| | |
|--|--|
| Automobile Liability | \$10 million per occurrence |
| Public Officials Liability and Employment Practices Liability | \$10 million per occurrence with excess \$8 million (\$10 million aggregate per city) |
| Police Professional Liability | \$10 million per occurrence with reinsurance of \$9.5 million excess \$2.5 million |
| Boiler and Machinery | \$100 million per occurrence |
| Property | \$1 billion per occurrence; Excess carriers \$25 million |
| Flood and Earthquake (Property) | \$25 million and \$25 million annual aggregate |
| General Liability | \$10 million per occurrence |
| Cyber Coverage | \$2 million per occurrence |

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

The City joined a workers' compensation group rating plan, which allows local governments to group the experience of employers for workers' compensation rating purposes. The City pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. The City partially provides medical and life insurance for all full-time employees. Employees are required to share in the costs of their medical plan. Anthem Blue Cross/Blue Shield provides medical insurance and Community National provides life insurance. The City's liability for these benefits is limited to making the required premium payments.

There were no significant reductions in insurance coverage during the year in any category of risk. Settled claims have not exceeded insurance coverage in any of the past three years.

NOTE 12 - LONG-TERM OBLIGATIONS:

Long-term obligation activity for the year ended December 31, 2015, was as follows.

| | Restated Beginning <u>Balance</u> | <u>Additions</u> | <u>Deletions</u> | Ending <u>Balance</u> | Due within <u>One Year</u> |
|--|---|---------------------|---------------------|--------------------------|-------------------------------|
| <i><u>Governmental Activities:</u></i> | | | | | |
| Bonds Payable: | | | | | |
| G.O. - Various improvements | \$ 685,000 | \$ - | \$ 335,000 | \$ 350,000 | \$ 350,000 |
| G.O. - Road improvement capital appreciation bonds | 4,485,470 | - | 414,763 | 4,070,707 | 397,865 |
| Accretion on CABs | 761,110 | 204,337 | 75,460 | 889,987 | 75,460 |
| Special obligation bonds | 2,045,000 | 400,000 | 130,000 | 2,315,000 | 135,000 |
| Special assessment debt with governmental commitment | 421,328 | - | 83,185 | 338,143 | 89,778 |
| Amounts being Amortized: | | | | | |
| Premium on Bonds | 60,836 | - | 3,688 | 57,148 | - |
| Total Bonds Payable | 8,458,744 | 604,337 | 1,042,096 | 8,020,985 | 1,048,103 |
| Long-term bond anticipation notes | 2,200,000 | 2,000,000 | 2,200,000 | 2,000,000 | 200,000 |
| Capital lease obligation | 1,765,048 | - | 116,961 | 1,648,087 | 119,823 |
| OPWC loan payable | 331,397 | - | 11,234 | 320,163 | 11,234 |
| Police and fire pension liability | 207,187 | - | 6,526 | 200,661 | 6,806 |
| Compensated absences | 1,243,976 | 829,322 | 828,736 | 1,244,562 | 800,154 |
| Net Pension Liability: | | | | | |
| OPERS | 4,092,954 | 274,599 | - | 4,367,553 | - |
| OP&F | 6,518,038 | 415,018 | - | 6,933,056 | - |
| Total Governmental Activities | <u>\$ 24,817,344</u> | <u>\$ 4,123,276</u> | <u>\$ 4,205,553</u> | <u>\$ 24,735,067</u> | <u>\$ 2,186,120</u> |
| <i><u>Business-Type Activities:</u></i> | | | | | |
| Bonds Payable: | | | | | |
| General obligation bonds | \$ 2,695,000 | \$ - | \$ 350,000 | \$ 2,345,000 | \$ 360,000 |
| Revenue bonds | 3,835,000 | - | 455,000 | 3,380,000 | 465,000 |
| Amounts being Amortized: | | | | | |
| Premium on Bonds | 44,198 | - | 6,314 | 37,884 | - |
| Total Bonds Payable | 6,574,198 | - | 811,314 | 5,762,884 | 825,000 |
| Long-term bond anticipation notes | 1,500,000 | 1,300,000 | 1,500,000 | 1,300,000 | 200,000 |
| OPWC loans payable | 4,500 | - | 4,500 | - | - |
| OWDA loans payable | 1,270,362 | 5,501,305 | 25,040 | 6,746,627 | - |
| Compensated absences | 114,660 | 100,397 | 94,600 | 120,457 | 65,518 |
| Net Pension Liability: | | | | | |
| OPERS | 1,661,414 | 39,826 | - | 1,701,240 | - |
| Total Business-Type Activities | <u>\$ 11,125,134</u> | <u>\$ 6,941,528</u> | <u>\$ 2,435,454</u> | <u>\$ 15,631,208</u> | <u>\$ 1,090,518</u> |

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the City. General obligation bonds have been issued for both governmental and business-type activities.

In a prior year, the Montgomery County Transportation Improvement District (TID) issued general obligation – capital appreciation bonds for \$20,335,000. The City’s portion of the issue was \$4,580,000 and is reflected as an obligation of the City. These bonds will mature December 1, 2031 and have an interest rate of 2.0% - 4.5%. These bonds were used to retire outstanding notes that were originally issued to finance the City’s portion of the Austin Center Interchange project. The City retires their portion of the bonds with payments in lieu of taxes of the developed area within the TID. During the current year, the City paid \$265,144 of principal and \$62,464 of accreted interest associated with the TID Bond, with \$176,725 of interest being accreted as well. At December 31, 2015, the City’s total outstanding obligation associated with the TID bond was \$4,141,838.

In 2011, the City issued general obligation – capital appreciation bonds in the amount of \$1,280,605 to provide financing for the Byers Road project. These bonds will mature on June 1, 2021 and have an interest rate of 3 percent. The City will retire these bonds with payments in lieu of taxes of the developed area of Byers Road. During the current year, the City paid \$149,619 of principal and \$12,996 of accreted interest associated with the Byers Road Bond, with \$27,612 of interest being accreted as well. At year-end, the City’s total outstanding obligation associated with this bond was \$818,856.

General obligation bonds currently outstanding are as follows:

| Issue Year | Purpose | Interest Rate | Original Issue Amount |
|----------------------------------|--------------------------------------|------------------|-----------------------------|
| <u>Governmental Activities:</u> | | | |
| 2002 | Various Purposes | 2.25 – 4.15% | \$3,910,000 |
| 2011 | TID Bonds | 2.00%-5.00% | \$4,580,000 |
| 2012 | Road Improvements | 3.00% | \$1,280,605 |
| <u>Business-Type Activities:</u> | | | |
| 2009 | Refunding – Golf Course Construction | 2.50 – 3.00% | \$4,635,000 |

Annual debt service requirements to maturity for general obligation bonds are as follows:

| Year Ending December 31 | Governmental Activities | | Business-Type Activities | |
|----------------------------|-------------------------|---------------------|--------------------------|-------------------|
| | Principal | Interest | Principal | Interest |
| 2016 | \$ 747,865 | \$ 104,384 | \$ 360,000 | \$ 85,500 |
| 2017 | 383,519 | 106,454 | 370,000 | 74,700 |
| 2018 | 369,395 | 120,629 | 385,000 | 62,675 |
| 2019 | 353,635 | 132,888 | 400,000 | 49,200 |
| 2020 | 343,420 | 146,979 | 415,000 | 33,200 |
| 2021-2025 | 1,011,915 | 694,289 | 415,000 | 16,600 |
| 2026-2030 | 776,555 | 854,195 | - | - |
| 2031-2033 | 434,402 | 661,704 | - | - |
| Total | <u>\$ 4,420,706</u> | <u>\$ 2,821,522</u> | <u>\$ 2,345,000</u> | <u>\$ 321,875</u> |

In prior years, the City has defeased revenue bonds related to water and golf by placing the proceeds of the refunding bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. The escrow agent paid all outstanding bonds related to the golf course within ninety days of the refunding. For the

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

water system bonds, the escrow agent is currently paying debt service and the outstanding defeased debt is \$285,000 at December 31, 2015.

Special Assessment Bonds

The City has two special assessment bond issues. These issues were used to finance the City's sidewalks, curbs and gutters program. In 2011, the City issued \$345,000 of special assessments bonds with a stated rate of interest of 3.35 percent which will fully mature on December 1, 2021. In 2006 the City issued \$470,000 of special assessment bonds with a stated interest rate of 4.15 percent. Both issues will be repaid from amounts levied against the property owners benefited by the program. The special assessment bonds are backed by the full faith and credit of the City. In the event that an assessed property owner fails to make payments, the City will be required to pay the related debt. Annual debt service requirements to maturity for special assessment bonds are as follows:

| Year Ending December 31 | Governmental Activities | |
|----------------------------|-------------------------|-----------|
| | Principal | Interest |
| 2016 | \$ 89,778 | \$ 9,433 |
| 2017 | 34,918 | 5,968 |
| 2018 | 36,098 | 4,788 |
| 2019 | 37,318 | 3,568 |
| 2020 | 38,578 | 2,308 |
| 2021-2022 | 101,453 | 1,005 |
| Total | \$ 338,143 | \$ 27,070 |

Revenue Bonds

The City also issues bonds where certain income streams or sources are pledged for making the required debt service payments. The City has issued revenue bonds for both governmental and business-type activities. Revenue bond obligations currently outstanding are as follows:

| Issue Year | Purpose | Interest Rate | Original Issue Amount |
|----------------------------------|--------------------------------------|------------------|--------------------------|
| <u>Governmental Activities:</u> | | | |
| 2013 | Land Acquisition | 1.27 – 4.38% | \$2,305,000 |
| 2015 | Economic Development | | |
| <u>Business-Type Activities:</u> | | | |
| 2014 | Sewer System Revenue Refundings | 1.36 – 2.07% | \$3,250,000 |
| 2014 | Waterworks System Revenue Refundings | 2.27% | \$1,175,000 |

In 2015, the City issued \$400,000 of Special Obligation Taxable Revenue Bonds to provide financing for an economic development initiative. These bonds were issued with a fixed interest rate of 1.95% and mature on December 1, 2020. Also, in 2012, the City issued \$2,305,000 of Special Obligation Taxable Revenue Bonds to provide financing for land acquisition. These bonds were issued with interest rates ranging from 1.268% to 4.378% and mature on December 31, 2027. The City has pledged future refuse collection revenues from the General Fund to repay both of the above noted revenue bonds. The City has covenanted that refuse collection revenues with respect to each year the revenue bonds are outstanding will be no less than two times the amount of debt service on the revenue bonds for that year. If revenues are insufficient, the City will increase its charges for refuse collection as soon as it is reasonably possible to meet the required coverage amount. The required

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

debt service associated with these bonds during 2015 was \$201,709 and the refuse collection receipts for the year were \$1,002,866; a coverage of 5.0 times the annual debt service payment.

During 2014, the City issued \$3,250,000 in Sewer System Revenue Refunding bonds in two separate series. The proceeds were used to refund \$3,815,000 of outstanding 2001 and 2003 Wastewater Facilities Improvement bonds which had interest rates ranging from 2.00% to 5.00%. Also during 2014, the City issued \$1,175,000 in Waterworks System Revenue Refunding bonds. The proceeds were used to refund \$1,325,000 of outstanding 2004 Waterworks Facilities Improvement bonds which had interest rates ranging from 2.00% to 4.38%.

The City has pledged future water and sewer revenues, net of specified operating expenses, to repay the above noted sewer and water revenue refunding bonds. The total principal and interest remaining to be paid at December 31, 2015 was \$1,128,459 for the water fund and \$2,534,769 for the sewer fund. Principal and interest paid during 2015 and total net revenues for the water fund were \$125,238 and \$2,246,385, respectively. Principal and interest paid during the current year and total net revenues for the sewer fund were \$401,804 and \$2,053,560, respectively. The required debt service payments of the water and sewer funds are paid by an allocation of the City's income tax revenue.

Annual debt service requirements to maturity for revenue bonds are as follows:

| Year Ending <u>December 31</u> | <u>Governmental Activities</u> | | <u>Business-Type Activities</u> | |
|-----------------------------------|--------------------------------|-------------------|---------------------------------|-------------------|
| | <u>Principal</u> | <u>Interest</u> | <u>Principal</u> | <u>Interest</u> |
| 2016 | \$ 215,000 | \$ 70,883 | \$ 465,000 | \$ 63,953 |
| 2017 | 215,000 | 72,670 | 475,000 | 55,693 |
| 2018 | 220,000 | 67,909 | 480,000 | 47,251 |
| 2019 | 225,000 | 62,595 | 495,000 | 38,707 |
| 2020 | 230,000 | 56,860 | 500,000 | 29,877 |
| 2021-2025 | 830,000 | 191,026 | 965,000 | 47,747 |
| 2026-2027 | 380,000 | 25,173 | - | - |
| Total | <u>\$ 2,315,000</u> | <u>\$ 547,116</u> | <u>\$ 3,380,000</u> | <u>\$ 283,228</u> |

OPWC Loans Payable

In 2013, the City entered into a \$341,999 long-term loan agreement with the Ohio Public Works Commission (OPWC) to finance roadway improvements within the City. The thirty year loan has a zero percent interest rate and is reported within the governmental activities maturing 2044.

In 1995 the City entered into two long-term loans with the OPWC to finance certain sewer system improvements. These twenty-year loans had a zero percent interest rate and are reported in business-type activities and are scheduled to mature in 2015.

Annual debt service requirements to maturity for the business-type activities OPWC notes are as follows:

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

| Year Ending December 31 | Governmental Activities | |
|----------------------------|-------------------------|-------------|
| | Principal | Interest |
| 2016 | \$ 11,234 | \$ - |
| 2017 | 11,234 | - |
| 2018 | 11,234 | - |
| 2019 | 11,234 | - |
| 2020 | 11,234 | - |
| 2021-2025 | 56,170 | - |
| 2026-2030 | 56,170 | - |
| 2031-2035 | 56,170 | - |
| 2036-2040 | 56,170 | - |
| 2041-2044 | 39,313 | - |
| Total | <u>\$ 320,163</u> | <u>\$ -</u> |

Police and Fire Pension Liability

The police and fire pension obligation payable was entered into in 1981, with a total principal amount financed of \$303,983. These obligations payable were offered to assist governments throughout the State of Ohio to fund their unfunded pension costs associated with police and fire service. This obligation is being repaid by the police and fire pension fund through the use of local property tax revenues where the proceeds received are to be used to pay this pension obligation. Annual debt service requirements to maturity for the police and fire pension liability are as follows:

| Year Ending December 31 | Governmental Activities | |
|----------------------------|-------------------------|------------------|
| | Principal | Interest |
| 2016 | \$ 6,806 | \$ 8,457 |
| 2017 | 7,099 | 8,164 |
| 2018 | 7,403 | 7,859 |
| 2019 | 7,721 | 7,541 |
| 2020 | 8,053 | 7,210 |
| 2021-2025 | 45,760 | 30,553 |
| 2026-2030 | 56,469 | 19,845 |
| 2031-2035 | 61,350 | 6,645 |
| Total | <u>\$ 200,661</u> | <u>\$ 96,274</u> |

OWDA Loans Payable

During 2014, the City entered into several Water Pollution Control Loan agreements with the Ohio Water Development Authority to upgrade the City's water and sewer infrastructure. The total borrowing amount authorized under these agreements total \$6.9 million and as of December 31, 2015 the City recorded liabilities totaling \$6,746,627, including \$301,555 of capitalized interest and fiscal fees. As of December 31, 2015 these loans had not been closed and therefore no amortization or repayment schedule has been developed. During 2015, the City paid \$25,040 related to these agreements.

Capital Lease Obligation

During 2012, the City entered into a lease for the purpose of providing financing for various energy efficiency improvement projects throughout City facilities. The terms of this agreement provides a purchase option at the end of the lease. This lease meets the definition of a capital lease in which the lease agreement transfers benefits and risk of ownership to the City. Capital lease payments will be reported as debt service payments in the governmental funds when required.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

The improvements financed by the lease are reported in the amount of \$1,986,649 (buildings), which is equal to the present value of the minimum lease payments at the inception of the lease agreement. Principal payments in 2015 totaled \$116,961. Annual debt service requirements to maturity for the capital lease obligation are as follows:

| Year Ending December 31 | <u>Amount</u> |
|---|---------------------|
| 2016 | \$ 159,184 |
| 2017 | 159,184 |
| 2018 | 159,184 |
| 2019 | 159,184 |
| 2020 | 159,185 |
| 2021-2025 | 795,922 |
| 2026-2027 | <u>318,369</u> |
| Total minimum lease payments | 1,910,212 |
| Less: amount representing interest | <u>(262,125)</u> |
| Present value of minimum lease payments | <u>\$ 1,648,087</u> |

Bond Anticipation Notes Payable

During 2015, the City issued \$3,300,000 of bond anticipation notes of which \$2,000,000 were recorded in governmental activities and \$1,300,000 in business-type activities. These notes were issued for the repayment of existing bond anticipation notes payable which became due for payment during 2015. The City reduced the note obligation by \$400,000 when the 2015 notes were issued. The 2015 notes were issued with a 1.0 percent stated interest rate.

A summary of the City's bond anticipation note transactions for the year ended December 31, 2015 follows:

| <u>Issue</u> | <u>Beginning Balance</u> | <u>Additions</u> | <u>Deletions</u> | <u>Ending Balance</u> |
|--|------------------------------|---------------------|---------------------|---------------------------|
| <u>Governmental Activities</u> | | | | |
| 2014 Road Improvement BAN - 1.0% | 2,200,000 | - | 2,200,000 | - |
| 2015 Road Improvement BAN - 1.0% | - | 2,000,000 | - | 2,000,000 |
| Total Notes Payable | <u>\$ 2,200,000</u> | <u>\$ 2,000,000</u> | <u>\$ 2,200,000</u> | <u>\$ 2,000,000</u> |
| <u>Business-Type Activities</u> | | | | |
| 2014 Various Purpose BAN - 1.0% | 1,500,000 | - | 1,500,000 | - |
| 2015 Various Purpose BAN - 1.0% | - | 1,300,000 | - | 1,300,000 |
| Total Notes Payable | <u>\$ 1,500,000</u> | <u>\$ 1,300,000</u> | <u>\$ 1,500,000</u> | <u>\$ 1,300,000</u> |

In March 2016, the City issued \$2,000,000 of 2016 bond anticipation notes payable to renew the 2015 Road Improvement bond anticipation notes payable. As the new notes extended the maturity date of the bond anticipation notes past 12 months after the date of these financial statements, the bond anticipation notes will be treated as long-term obligations of the City. The City retired the \$1.3 million of 2015 Various Purpose bond anticipation notes in March 2016 when they came due.

Pension Liability and Compensated Absences

The City pays obligations related to employee compensation from the fund benefitting from their service. Internal service funds predominantly serve the governmental funds. Accordingly, \$6,611 of compensated

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

absences and \$181,709 of net pension liability related to the internal service funds are included as part of the long-term liabilities reported for governmental activities.

In the enterprise funds the majority of the compensated absence liability is reported as current since only vacation is accrued in these funds. Most vacation is taken within the next year. The current liability is calculated based on the average payout of vacation in the last three years.

NOTE 13 – INTERFUND BALANCES AND TRANSFERS:

Interfund transfers for the year ended December 31, 2015, consisted of the following:

| <u>Transfer to Fund</u> | <u>Transfer from Fund</u> | <u>Amount</u> |
|-----------------------------|-----------------------------|---------------------|
| General Fund | Nonmajor Governmental Funds | \$ 92 |
| Capital Improvements Fund | General Fund | 250,000 |
| | Nonmajor Governmental Funds | 50,000 |
| Golf Fund | General Fund | 150,000 |
| | Capital Improvements Fund | 250,000 |
| Nonmajor Governmental Funds | General Fund | 408,714 |
| | Capital Improvement Fund | 216,688 |
| | Sewer Fund | 26,827 |
| | Water Fund | 19,077 |
| | Nonmajor Governmental Funds | 50,000 |
| | Internal Service | 37,610 |
| | | <u>\$ 1,459,008</u> |

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to segregate money for anticipated capital projects; to provide additional resources for current operations or debt service; and to return money to the fund from which it was originally provided once a project is completed.

The \$466,688 in transfers out of the Capital Improvement Fund were made to the General Obligation Bond Retirement Fund (a nonmajor governmental fund) and the Golf Course Fund to provide debt service related to capital projects from the income tax proceeds allocated to the Capital Improvement Fund. Transfers out of the nonmajor governmental funds total \$100,092 and included \$50,000 to the Capital Improvement Fund to pay a certain portion of a roadway project with motor vehicle tax money, \$50,000 transferred to other nonmajor governmental funds for specific project costs, and the remaining \$92 to the General Fund. The transfers out of the Sewer Fund, Water Fund, and internal service fund to the General Obligation Bond Retirement Fund were for debt service payments for certain projects.

During 2015, the City financed certain capital assets of the Golf Fund through governmental funds. This transaction is not reported in the governmental funds and is recorded as a capital contribution on the proprietary fund statements. In the Statement of Activities, this transaction is reported as a transfer from the governmental activities to the business-type activities.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

In prior years, the General Fund had advanced funds to the Golf Fund to provide operating funds to the Golf Fund during the start-up phase of the PipeStone Golf Course. These advances are expected to be repaid to the General Fund, once the Golf Fund accumulates sufficient financial resources to repay the advances. During 2015, there was no amount paid on the amount owed to the General Fund. At December 31, 2015 the outstanding balance of the advances outstanding was \$1,037,932 and no additional payment is expected in 2016. Advances outstanding to the Austin Center TIF Fund at year end totaled \$3,409 as the result of \$156,135 of repayments during the year. Finally, during the year the Capital Improvement Fund repaid the final \$12,000 of remaining on previous advances made in previous years.

NOTE 14 – RELATED ORGANIZATION:

The Miamisburg Mound Community Improvement Corporation (MMCIC) was formed in 1994 to promote the industrial, economic, commercial, and civic development of the Mound facility. During 2012, the Mound Development Corporation (MDC) replaced the MMCIC as the new Community Improvement Corporation. The purpose of the MDC remains the same except the Board of Trustees includes ten members, of which seven are appointed by the City Council and three are persons holding the position of Mayor, City Manager and Finance Director. Even though the City appoints a voting majority of the Board, it does not promote its will on the Board. The City has no authority to approve or modify any decisions made by the MDC Board regarding its budget, management of day-to-day activities, or hiring and firing of employees. The City receives no financial benefit from nor has any financial obligation to the operation of the MDC.

NOTE 15 – JOINTLY GOVERNED ORGANIZATIONS:

Hillgrove Union Cemetery

The Hillgrove Union Cemetery (the Cemetery) 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. The Cemetery provides burial grounds and burial services to the public. The Cemetery is a jointly governed organization between the City of Miamisburg and Miami Township.

In September 2006, it was determined the Hillgrove Cemetery Association could no longer operate as a viable organization. Therefore, it was determined that a joint cemetery be established to insure the on-going operations and maintenance of the Hillgrove Cemetery. In accordance with Ohio Revised Code Section 759.27, the City of Miamisburg and Miami Township decided to form a union cemetery to manage and operate Hillgrove Cemetery. The agreement called for each party to equally share any cost to operate, maintain and improve the Cemetery in excess of the revenues it receives.

As a result of this agreement, and in accordance with Ohio Law, a joint council consisting of the council members of the City of Miamisburg and the Trustees of Miami Township governs the Cemetery. The joint council appoints the members of the Board of Trustees. The members of the Board of Trustees consist of the following: one elected member of the legislative body from each of the political subdivisions and one appointed resident from each of the political subdivisions who is not a member of legislative body.

The joint council exercises control over the operation of the Cemetery through budgeting, appropriating and contracting. The Board of Trustees control daily operations of the Cemetery. During 2015, the City contributed \$40,000 to the Hillgrove Union Cemetery.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

Montgomery County Transportation Improvement District

The City is a participant in the Montgomery County Transportation Improvement District (the District), a statutorily created political subdivision created for the purpose of financing, constructing, maintaining, repairing and operating selected transportation projects. The District is a jointly governed entity administered by a Board of Directors that acts as a legislative body and is comprised of seven board members, of whom five are voting and two are non-voting appointed by Montgomery County and State governments. Of the seven, three are elected as officers of the District.

The City entered into a cooperative agreement with the District on December 15, 2005, which was last amended on August 23, 2012, and includes the City of Miamisburg, Miami Township, the City of Springboro, and the Miamisburg City School District related to the Austin Road Interchange Project. This project is intended to enhance and facilitate traffic flow in the southern portion of Montgomery County and further stimulate development of real property in the hope of expanding the employment base in the area. Each entity has agreed to borrow their predetermined respective sum as collateral for the District borrowing monies from the State Infrastructure Bank or from any other appropriate sources in an amount to pay their respective portion of the costs to be incurred for the Austin Road Interchange Project.

The bonds were used to realign Byers Road in order to promote further development within the Austin Center Interchange area. Repayment of the bonds is collateralized by Tax Increment Financing and the full faith and credit of the City.

Austin Center Joint Economic Development District

The City of Miamisburg, City of Springboro and Miami Township have entered into a contract for the creation of the Austin Center Joint Economic District (the District). The purpose of the District is to facilitate economic development, to create and preserve jobs and employment opportunities; and to improve the economic welfare of the State, County, the Township, each City and the District. The District was created in conjunction with the Austin Center Interchange Project. The five-member Board of Directors consists of a representative from each jurisdiction as well as a member appointed by the other four members. The Finance Director of Miamisburg is an appointed member and has been elected Treasurer of the District.

An income tax of 2.25 percent is levied on certain territories within the District and follows the City's income tax legislation. The City has entered into a contract with the District to administer, collect and enforce the income tax on behalf of the District at no cost to the District. An amount equal to not less than one-half of one percent of income tax revenues is required to be set aside for long-term maintenance of the District. The remaining 95.5 percent will be distributed, after operating expenses have been deducted, as follows: 57 percent going to Miami Township, 22 percent to the City of Miamisburg, and 21 percent to the City of Springboro.

Miami Township – Dayton Mall Joint Economic Development District

The City of Miamisburg and Miami Township have entered into a contract for the creation of the Miami Township-Dayton Mall Joint Economic District (the District). The purpose of the District is to facilitate economic development to create or preserve jobs and employment opportunities; and to improve the economic welfare of the people in the State, the County, the Township, the City and the District. There are five board members; 2 members from each governmental entity as well as a member from the business community.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

An income tax of 2.25% is levied on the territory within the District and follows the City's income tax legislation. The City has entered into a contract with the District to administer, collect and enforce the income tax on behalf of the District at no cost to the District. Twenty-five percent of the income tax collected is to be used for long-term maintenance of the District. The remaining seventy-five percent, after operating expenses, are to be redistributed with thirty percent going to the City and seventy percent going to the Township.

Miami Valley Fire District

On August 31, 2012, the City and Miami Township formed the Miami Valley Fire District (MVFD) in accordance with Ohio Revised Code § 505.371 and operations began June 11, 2013. The MVFD provides fire and emergency medical services to the citizens of Miamisburg and Miami Township. The MVFD is a jointly governed organization between the City and the Township. By-laws were adopted by the MVFD and allow for a five member governing Board of Trustees. The City appoints two trustees, the Township appoints two trustees and one trustee is selected by the total membership of the Board of Trustees. Funding for the MVFD is provided by levy funds from both jurisdictions and from the general fund of the City. It is the intention of the MVFD to ultimately pursue a levy of taxes in an amount to replace the current funding for the operation of the MVFD.

The By-laws provide for an Operational Oversight Committee which is occupied by the City Manager and Township Administrator. This committee will review and comment on all budget proposals, personnel policy and operational and procedural matters, with the final budget reviewed by City Council and Township Trustees. The City does not have any equity interest in the MVFD.

NOTE 16 – PUBLIC ENTITY RISK SHARING POOLS:

Miami Valley Risk Management Association

The Miami Valley Risk Management Association, Inc. (MVRMA, Inc.) is a risk sharing insurance pool established for the purpose of enabling the subscribing political subdivisions to obtain liability insurance and providing a formalized, jointly administered self-insurance fund for its members. The members formed a not-for-profit corporation known as MVRMA, Inc. for the purpose of administering the Pool. The subscribing members of the self-insurance pool include the Cities of Beavercreek, Bellbrook, Blue Ash, Centerville, Englewood, Indian Hill, Kettering, Maderia, Mason, Miamisburg, Montgomery, Piqua, Sidney, Springdale, Tipp City, Troy, Vandalia, West Carrollton, Wilmington and Wyoming. The City has no explicit and measurable equity interest in MVRMA and no ongoing financial responsibility for MVRMA.

Ohio Benefits Cooperative

The Ohio Benefits Cooperative (OBC) is a not-for-profit partnership of government and public entities throughout Ohio that have pooled resources to help control rapidly escalating benefit costs. Starting in September 2015, OBC offered a self-insured pooled risk employee benefit program to its members. The City, as well as ten other members, elected to participate in this program. Under the program, the City selects the benefit package to offer its employees and OBC determines the needed contribution rates associated with that specific package. Outside the payment of monthly contribution amounts established for its covered employees, the City transfers all the risks associated with claims submitted through the program to the pool. OBC contracts with third-party administrators to process and pay all program claims incurred by covered member's employees. Stop-loss coverage has been purchased for claims in excess of a set amount for individual claims and in the aggregate for the program.

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 17 – GOVERNMENTAL FUND BALANCES:

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 the resources in the governmental funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

| Fund Balances | General | Municipal Trust | Fire Levy | Austin Center TIF | Capital Improvements | Other Governmental Funds |
|----------------------------|---------------------|---------------------|-------------------|----------------------|-------------------------|--------------------------------|
| Nonspendable: | | | | | | |
| Supplies Inventory | \$ 117,360 | \$ - | \$ - | \$ - | \$ - | \$ 102,857 |
| Restricted: | | | | | | |
| Municipal Trust | - | 5,250,275 | - | - | - | - |
| Court Projects | - | - | - | - | - | 851,155 |
| Transportation | - | - | - | - | - | 615,081 |
| Capital Projects | - | - | - | - | 1,397,089 | - |
| Debt Service | - | - | - | - | - | 286,427 |
| Development | - | - | - | 912,693 | - | 33,741 |
| Security Services | - | - | 119,471 | - | - | 992,394 |
| Committed: | | | | | | |
| Court Projects | - | - | - | - | - | 1,210,264 |
| Capital Projects | - | - | - | - | - | 541,631 |
| Severance Payments | 265,568 | - | - | - | - | - |
| Assigned: | | | | | | |
| Debt Service | - | - | - | - | - | 175,716 |
| Long Term Receivables | 1,037,932 | - | - | - | - | - |
| General Government | 37,701 | - | - | - | - | - |
| Security Person & Property | 16,287 | - | - | - | - | - |
| Leisure Time Activities | 153,443 | - | - | - | - | - |
| Other | 22,094 | - | - | - | - | - |
| Unassigned | 7,333,286 | - | - | - | - | - |
| Total Fund Balance | \$ 8,983,671 | \$ 5,250,275 | \$ 119,471 | \$ 912,693 | \$ 1,397,089 | \$ 4,809,266 |

NOTE 18 – CONTINGENT LIABILITIES:

Litigation

The City is a defendant in various lawsuits and subject to various claims over which litigation has not yet commenced. Although the outcomes of these matters is not presently determinable, in the opinion of management and the law director, the resolution of these matters will not have a material adverse effect on the financial condition of the City.

Federal and State Grants

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

CITY OF MIAMISBURG, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

NOTE 19 – COMMITMENTS:

Encumbrances

Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to ensure effective budgetary control and accountability, as well as to facilitate effective cash planning and control. At December 31, 2015 the City reported the following outstanding encumbrances:

| | <u>Outstanding Encumbrances</u> |
|---------------------------|-------------------------------------|
| General Fund | \$ 85,368 |
| Capital Improvements Fund | 365,037 |
| Other Governmental Funds | <u>208,122</u> |
| | <u>\$ 658,527</u> |

Contractual Commitments

At year end, the City had approximately \$5,756,000 in outstanding contractual commitments associated with engineering services for the water and wastewater systems improvements.

NOTE 20 – SUBSEQUENT EVENTS:

On March 9, 2016, the City issued \$2.0 million in various purpose bond anticipation notes which renewed the notes issued in 2015 for roadway improvements. These notes were issued at 1.75% and will mature on March 8, 2017. In addition, the \$1.3 million of various purpose bond anticipation notes reported in the business-type activities at December 31, 2015 were retired on this date.

THIS PAGE INTENTIONALLY LEFT BLANK

REQUIRED SUPPLEMENTARY INFORMATION

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF MIAMISBURG, OHIO
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
LAST TWO YEARS (1)

| | 2014 | 2013 |
|---|--------------|--------------|
| <u>Ohio Public Employees Retirement</u> | | |
| <u>System - Traditional Plan:</u> | | |
| City's Proportion of the Net Pension Liability | 0.050317% | 0.050317% |
| City's Proportionate Share of the Net Pension Liability | \$ 6,068,793 | \$ 5,931,719 |
| City's Covered-Employee Payroll | \$ 6,168,925 | \$ 6,237,817 |
| City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll | 98.38% | 95.09% |
| Plan Fiduciary Net Pension as a Percentage of the Total Pension Liability | 86.45% | 86.36% |
| <u>Ohio Police and Fire Pension Fund:</u> | | |
| City's Proportion of the Net Pension Liability | 0.133832% | 0.133832% |
| City's Proportionate Share of the Net Pension Liability | \$ 6,933,056 | \$ 6,518,038 |
| City's Covered-Employee Payroll | \$ 2,750,874 | \$ 3,244,924 |
| City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll | 252.03% | 200.87% |
| Plan Fiduciary Net Pension as a Percentage of the Total Pension Liability | 72.20% | 73.00% |

Note: Information prior to 2013 is not available. The City will continue to present information for years available until a full ten-year trend is presented.

(1) Amount presented as of the City's measurement date which is the prior fiscal year.

CITY OF MIAMISBURG, OHIO
SCHEDULE OF THE CITY'S CONTRIBUTIONS
LAST THREE YEARS

| | <u>2015</u> | <u>2014</u> | <u>2013</u> |
|---|------------------|------------------|------------------|
| <u>Ohio Public Employees Retirement System - Traditional Plan:</u> | | | |
| Contractually Required Contribution | \$ 735,997 | \$ 740,271 | \$ 748,538 |
| Contributions in Relation to the Contractually Required Contributions | <u>(735,997)</u> | <u>(740,271)</u> | <u>(748,538)</u> |
| Contribution Deficiency (Excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| City Covered-Employee Payroll | \$ 6,133,308 | \$ 6,168,925 | \$ 6,237,817 |
| Contributions as a Percentage of Covered-Employee Payroll | 12.00% | 12.00% | 12.00% |
| <u>Ohio Police and Fire Pension Fund:</u> | | | |
| Contractually Required Contribution | \$ 562,350 | \$ 560,078 | \$ 554,233 |
| Contributions in Relation to the Contractually Required Contributions | <u>(562,350)</u> | <u>(560,078)</u> | <u>(554,233)</u> |
| Contribution Deficiency (Excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| City Covered-Employee Payroll | \$ 2,799,154 | \$ 2,750,874 | \$ 3,244,924 |
| Contributions as a Percentage of Covered-Employee Payroll | 20.09% | 20.36% | 17.08% |

Note: Information prior to 2013 is not available. The City will continue to present information for years available until a full ten-year trend is presented.

**COMBINING FINANCIAL STATEMENTS AND INDIVIDUAL
FUND SCHEDULES**

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

To account for the proceeds of specific revenue sources (other than expendable trust or major capital projects) that are restricted or committed to expenditure for specific purposes.

Conservancy

To account for the proceeds from a property tax levy used to pay the Miami Conservancy District for flood control of the Great Miami River.

Court Modernization

To account for court costs collected and used for the computerization of the municipal court.

Drug Law Enforcement

To account for fines and costs collected for felonious drug trafficking convictions and sentences. This money may be used in any drug law enforcement activity.

Enforcement and Education

To account for fines imposed by the municipal court for the purpose of education the public and enforcing the laws governing the operation of a motor vehicle while under the influence of alcohol.

Federal Law Enforcement

To account for revenues received from the sale or forfeiture of contraband and/or money seized under the U.S. Department of Justice forfeited property procedures.

Indigent Drivers' Alcohol Treatment

To account for fines imposed by the municipal court for the purpose of paying costs of attendance of indigent OMVI offenders at alcohol and drug addiction treatment programs.

Indigent Drivers' Interlock

To account for fines imposed by the municipal court for the exclusive purpose of funding interlock and SCRAM for indigent offenders.

Law Enforcement

To account for the fines generated in the prosecution of those in possession of contraband and the proceeds gained from the sale of confiscated contraband. This money may be spent for any law enforcement activity.

Law Enforcement Assistance

To account for fines imposed by the municipal court for the purpose of continuing professional training programs for peace officers and trooper.

Motor Vehicle License Tax

To account for \$2.50 of each \$5.00 levied by Montgomery County on each motor vehicle registration in the City. Allowable expenditures include planning, construction, improving, maintaing and repairing roads, bridges and streets.

**NONMAJOR GOVERNMENTAL FUNDS
(Continued)**

SPECIAL REVENUE FUNDS (Continued)

Municipal Court Computer

To account for fines and forfeitures assessed to provide funding for the maintenance of the municipal court computer system.

Municipal Court Probation

To account for the court cost collected and used to pay for the cost of probation services.

Municipal Court Special Projects

To account for fines and forfeitures assessed and collected to fund various special projects of the municipal court.

Police and Fire Pension

To account for property tax revenue used to pay the City's accrued liability for police and fire pension benefits.

State Highway

To account for the portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of state highways within the City.

Street Maintenance and Repair

To account for the portion of the state gasoline tax and motor vehicle registration fees designated for maintenance and repair of designated streets within the City.

Self-Supporting Recreation Programs

To account for the fees charges for recreational programs which were designed to be self-supporting and fee are used to cover operating expenses of those programs (As this fund does not have a significant source of resources that are committed or restricted, it is combined with the General Fund for reporting purposes. Therefore, only a budgetary schedule is presented in this section.)

CAPITAL PROJECT FUNDS

To account for financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary funds.

Park Capital Improvement

To account for charges collected from developers on a per bedroom basis for each new house built in the City. The money collected is then used for park capital improvements.

Roadway Improvement

To account for cash deposits from developers which are paid in lieu of partial physical improvements to roadways. The City will use the money for designing, planning, engineering and constructing the overall roadway system

**NONMAJOR GOVERNMENTAL FUNDS
(Continued)**

CAPITAL PROJECT FUNDS (Continued)

Sidewalk, Curb and Gutter

To account for monies received from developers for future construction of sidewalks, curbs and gutters.

DEBT SERVICE FUNDS

To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

General Obligation Bond Retirement

To account for transfers from other funds for the payment of general obligation bonded debt.

2012 Taxable Bond Debt Reserve

To account for the resources required to be set-aside per the covenants of the 2012 taxable special obligation bond issued for future debt service requirements.

Special Assessment Bond Retirement

To account for special assessments collected for the payment of special assessment bonded debt with governmental commitment.

CITY OF MIAMISBURG, OHIO

Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2015

| | Nonmajor Special Revenue Funds | Nonmajor Capital Projects Funds | Nonmajor Debt Service Funds | Total Nonmajor Governmental Funds |
|---|---|--|--------------------------------------|--|
| Assets: | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$ 3,649,488 | \$ 541,631 | \$ 462,143 | \$ 4,653,262 |
| Cash and Cash Equivalents in | | | | |
| Segregated Accounts | 33,442 | - | - | 33,442 |
| Receivables: | | | | |
| Taxes | 265,204 | - | - | 265,204 |
| Intergovernmental | 488,471 | - | - | 488,471 |
| Supplies Inventory | 102,857 | - | - | 102,857 |
| Total Assets | <u>\$ 4,539,462</u> | <u>\$ 541,631</u> | <u>\$ 462,143</u> | <u>\$ 5,543,236</u> |
| Liabilities: | | | | |
| Accounts Payable | \$ 39,262 | \$ - | \$ - | \$ 39,262 |
| Accrued Salaries Payable | 13,449 | - | - | 13,449 |
| Intergovernmental Payable | 6,950 | - | - | 6,950 |
| Total Liabilities | <u>59,661</u> | <u>-</u> | <u>-</u> | <u>59,661</u> |
| Deferred Inflow of Resources: | | | | |
| Property Taxes | 245,066 | - | - | 245,066 |
| Unavailable Resources for: | | | | |
| Delinquent Property Taxes | 20,138 | - | - | 20,138 |
| Intergovernmental | 409,105 | - | - | 409,105 |
| Total Deferred Inflow of Resources | <u>674,309</u> | <u>-</u> | <u>-</u> | <u>674,309</u> |
| Fund Balances: | | | | |
| Nonspendable | 102,857 | - | - | 102,857 |
| Restricted | 2,492,371 | - | 286,427 | 2,778,798 |
| Committed | 1,210,264 | 541,631 | - | 1,751,895 |
| Assigned | - | - | 175,716 | 175,716 |
| Total Fund Balances | <u>3,805,492</u> | <u>541,631</u> | <u>462,143</u> | <u>4,809,266</u> |
| Total Liabilities, Deferred Inflow of Resources, and Fund Balances | <u>\$ 4,539,462</u> | <u>\$ 541,631</u> | <u>\$ 462,143</u> | <u>\$ 5,543,236</u> |

CITY OF MIAMISBURG, OHIO

Combining Balance Sheet

Nonmajor Special Revenue Funds

December 31, 2015

| | <u>Conservancy</u> | <u>Court Modernization</u> | <u>Drug Law Enforcement</u> |
|---|--------------------|--------------------------------|---------------------------------|
| Assets: | | | |
| Equity in Pooled Cash and Cash Equivalents | \$ 33,741 | \$ 645,657 | \$ 21,335 |
| Cash and Cash Equivalents in Segregated Accounts | - | 8,881 | 74 |
| Receivables: | | | |
| Taxes | 47,227 | - | - |
| Intergovernmental | 3,082 | - | - |
| Supplies Inventory | - | - | - |
| Total Assets | <u>\$ 84,050</u> | <u>\$ 654,538</u> | <u>\$ 21,409</u> |
| Liabilities: | | | |
| Accounts Payable | \$ - | \$ 18,345 | \$ - |
| Accrued Salaries Payable | - | 1,038 | - |
| Intergovernmental Payable | - | 506 | - |
| Total Liabilities | <u>-</u> | <u>19,889</u> | <u>-</u> |
| Deferred Inflows of Resources: | | | |
| Property Taxes | 43,641 | - | - |
| Unavailable Resources for: | | | |
| Delinquent Property Taxes | 3,586 | - | - |
| Intergovernmental | 3,082 | - | - |
| Total Deferred Inflows of Resources | <u>50,309</u> | <u>-</u> | <u>-</u> |
| Fund Balances: | | | |
| Nonspendable | - | - | - |
| Restricted | 33,741 | - | 21,409 |
| Committed | - | 634,649 | - |
| Total Fund Balances | <u>33,741</u> | <u>634,649</u> | <u>21,409</u> |
| Total Liabilities, Deferred Inflow of Resources, and Fund Balances | <u>\$ 84,050</u> | <u>\$ 654,538</u> | <u>\$ 21,409</u> |

| <u>Enforcement and Education</u> | <u>Federal Law Enforcement</u> | <u>Indigent Drivers' Alcohol Treatment</u> | <u>Indigent Drivers' Interlock</u> | <u>Law Enforcement</u> | <u>Law Enforcement Assistance</u> |
|--------------------------------------|------------------------------------|--|--|----------------------------|---|
| \$ 36,645 | \$ 48,085 | \$ 524,640 | \$ 57,850 | \$ 214,957 | \$ 8,041 |
| 60 | - | 831 | 566 | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>\$ 36,705</u> | <u>\$ 48,085</u> | <u>\$ 525,471</u> | <u>\$ 58,416</u> | <u>\$ 214,957</u> | <u>\$ 8,041</u> |
| \$ - | \$ - | \$ - | \$ 5,225 | \$ - | \$ - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | 5,225 | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 36,705 | 48,085 | 525,471 | 53,191 | 214,957 | 8,041 |
| - | - | - | - | - | - |
| <u>36,705</u> | <u>48,085</u> | <u>525,471</u> | <u>53,191</u> | <u>214,957</u> | <u>8,041</u> |
| <u>\$ 36,705</u> | <u>\$ 48,085</u> | <u>\$ 525,471</u> | <u>\$ 58,416</u> | <u>\$ 214,957</u> | <u>\$ 8,041</u> |

(Continued)

CITY OF MIAMISBURG, OHIO

Combining Balance Sheet

Nonmajor Special Revenue Funds

December 31, 2015

(Continued)

| | <u>Motor Vehicle License Tax</u> | <u>Municipal Court Computer</u> | <u>Municipal Court Probation</u> |
|---|--|---|--|
| Assets: | | | |
| Equity in Pooled Cash and Cash Equivalents | \$ 19,471 | \$ 324,710 | \$ 253,998 |
| Cash and Cash Equivalents in Segregated Accounts | - | 2,574 | 8,259 |
| Receivables: | | | |
| Taxes | - | - | - |
| Intergovernmental | 22,860 | - | - |
| Supplies Inventory | - | - | 458 |
| Total Assets | <u>\$ 42,331</u> | <u>\$ 327,284</u> | <u>\$ 262,715</u> |
| Liabilities: | | | |
| Accounts Payable | \$ - | \$ 6,294 | \$ 5,131 |
| Accrued Salaries Payable | - | - | 1,661 |
| Intergovernmental Payable | - | - | 840 |
| Total Liabilities | <u>-</u> | <u>6,294</u> | <u>7,632</u> |
| Deferred Inflows of Resources: | | | |
| Property Taxes | - | - | - |
| Unavailable Resources for: | | | |
| Delinquent Property Taxes | - | - | - |
| Intergovernmental | 18,942 | - | - |
| Total Deferred Inflows of Resources | <u>18,942</u> | <u>-</u> | <u>-</u> |
| Fund Balances: | | | |
| Nonspendable | - | - | 458 |
| Restricted | 23,389 | - | - |
| Committed | - | 320,990 | 254,625 |
| Total Fund Balances | <u>23,389</u> | <u>320,990</u> | <u>255,083</u> |
| Total Liabilities, Deferred Inflow of Resources, and Fund Balances | <u>\$ 42,331</u> | <u>\$ 327,284</u> | <u>\$ 262,715</u> |

| Municipal Court Special Projects | Police and Fire Pension | State Highway | Street Maintenance and Repair | Total |
|---|----------------------------|-------------------|-------------------------------------|---------------------|
| \$ 844,502 | \$ 84,535 | \$ 80,541 | \$ 450,780 | \$ 3,649,488 |
| 12,197 | - | - | - | 33,442 |
| - | 217,977 | - | - | 265,204 |
| - | 14,220 | 30,192 | 418,117 | 488,471 |
| - | - | - | 102,399 | 102,857 |
| <u>\$ 856,699</u> | <u>\$ 316,732</u> | <u>\$ 110,733</u> | <u>\$ 971,296</u> | <u>\$ 4,539,462</u> |
| \$ 3,824 | \$ - | \$ - | \$ 443 | \$ 39,262 |
| 1,223 | - | 1,475 | 8,052 | 13,449 |
| 497 | - | 719 | 4,388 | 6,950 |
| <u>5,544</u> | <u>-</u> | <u>2,194</u> | <u>12,883</u> | <u>59,661</u> |
| - | 201,425 | - | - | 245,066 |
| - | 16,552 | - | - | 20,138 |
| - | 14,220 | 25,122 | 347,739 | 409,105 |
| <u>-</u> | <u>232,197</u> | <u>25,122</u> | <u>347,739</u> | <u>674,309</u> |
| - | - | - | 102,399 | 102,857 |
| 851,155 | 84,535 | 83,417 | 508,275 | 2,492,371 |
| - | - | - | - | 1,210,264 |
| <u>851,155</u> | <u>84,535</u> | <u>83,417</u> | <u>610,674</u> | <u>3,805,492</u> |
| <u>\$ 856,699</u> | <u>\$ 316,732</u> | <u>\$ 110,733</u> | <u>\$ 971,296</u> | <u>\$ 4,539,462</u> |

CITY OF MIAMISBURG, OHIO
 Combining Balance Sheet
 Nonmajor Capital Project Funds
 December 31, 2015

| | Park Capital Improvement | Roadway Improvement | Sidewalk, Curb and Gutter | Total |
|---|--------------------------------|------------------------|---------------------------------|-------------------|
| Assets: | | | | |
| Equity in Pooled Cash and and Cash Equivalents | \$ 17,063 | \$ 468,263 | \$ 56,305 | \$ 541,631 |
| Total Assets | <u>\$ 17,063</u> | <u>\$ 468,263</u> | <u>\$ 56,305</u> | <u>\$ 541,631</u> |
| Fund Balances: | | | | |
| Committed | <u>17,063</u> | <u>468,263</u> | <u>56,305</u> | <u>541,631</u> |
| Total Fund Balances | <u>\$ 17,063</u> | <u>\$ 468,263</u> | <u>\$ 56,305</u> | <u>\$ 541,631</u> |

CITY OF MIAMISBURG, OHIO

Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2015

| | General Obligation Bond Retirement | 2012 Taxable Bond Debt Reserve | Special Assessment Bond Retirement | Total |
|--|---|--------------------------------------|---|-------------------|
| Assets: | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$ 175,716 | \$ 205,538 | \$ 80,889 | \$ 462,143 |
| Total Assets | <u>\$ 175,716</u> | <u>\$ 205,538</u> | <u>\$ 80,889</u> | <u>\$ 462,143</u> |
| Fund Balances: | | | | |
| Restricted | - | 205,538 | 80,889 | 286,427 |
| Assigned | 175,716 | - | - | 175,716 |
| Total Fund Balances | <u>\$ 175,716</u> | <u>\$ 205,538</u> | <u>\$ 80,889</u> | <u>\$ 462,143</u> |

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF MIAMISBURG, OHIO

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

For the Year Ended December 31, 2015

| | Nonmajor Special Revenue Funds | Nonmajor Capital Projects Funds | Nonmajor Debt Service Funds | Total Nonmajor Governmental Funds |
|--|---|--|--------------------------------------|--|
| Revenues: | | | | |
| Property and Other Taxes | \$ 261,232 | \$ - | \$ - | \$ 261,232 |
| Intergovernmental | 1,027,665 | - | - | 1,027,665 |
| Special Assessments | - | - | 70,736 | 70,736 |
| Charges for Services | - | 3,720 | - | 3,720 |
| Fines, Licenses and Permits | 475,116 | - | - | 475,116 |
| Interest | 212 | 2,034 | 166 | 2,412 |
| Other | 20,816 | 3,167 | 22,935 | 46,918 |
| Total Revenues | <u>1,785,041</u> | <u>8,921</u> | <u>93,837</u> | <u>1,887,799</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Security of Persons and Property | 238,033 | - | - | 238,033 |
| Transportation | 1,127,564 | - | - | 1,127,564 |
| General Government | 531,985 | - | 21,150 | 553,135 |
| Capital Outlay | 105,632 | - | - | 105,632 |
| Debt Service: | | | | |
| Principal Retirement | 6,526 | - | 559,419 | 565,945 |
| Interest and Fiscal Charges | 8,737 | - | 114,926 | 123,663 |
| Bond Issuance Costs | - | - | 17,633 | 17,633 |
| Total Expenditures | <u>2,018,477</u> | <u>-</u> | <u>713,128</u> | <u>2,731,605</u> |
| Excess of Revenues Over(Under) Expenditures | <u>(233,436)</u> | <u>8,921</u> | <u>(619,291)</u> | <u>(843,806)</u> |
| Other Financing Sources (Uses): | | | | |
| Premium on Debt Issued | - | - | - | - |
| Transfers-In | 175,000 | - | 583,916 | 758,916 |
| Transfers-Out | <u>(100,000)</u> | <u>-</u> | <u>(92)</u> | <u>(100,092)</u> |
| Total Other Financing Sources (Uses) | <u>75,000</u> | <u>-</u> | <u>583,824</u> | <u>658,824</u> |
| Net Change in Fund Balance | (158,436) | 8,921 | (35,467) | (184,982) |
| Fund Balance at Beginning of Year (Restated) | <u>3,963,928</u> | <u>532,710</u> | <u>497,610</u> | <u>4,994,248</u> |
| Fund Balance at End of Year | <u>\$ 3,805,492</u> | <u>\$ 541,631</u> | <u>\$ 462,143</u> | <u>\$ 4,809,266</u> |

CITY OF MIAMISBURG, OHIO
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015

| | Conservancy | Court Modernization | Drug Law Enforcement |
|--|------------------|------------------------|-------------------------|
| Revenues: | | | |
| Property and Other Taxes | \$ 46,520 | \$ - | \$ - |
| Intergovernmental | 856 | - | - |
| Fines, Licenses and Permits | - | 114,023 | 2,162 |
| Interest | - | - | - |
| Other | - | - | - |
| Total Revenues | <u>47,376</u> | <u>114,023</u> | <u>2,162</u> |
| Expenditures: | | | |
| Current: | | | |
| Security of Persons and Property | - | - | - |
| Transportation | - | - | - |
| General Government | 77,212 | 160,409 | - |
| Capital Outlay | - | 9,626 | - |
| Debt Service: | | | |
| Principal Retirement | - | - | - |
| Interest and Fiscal Charges | - | - | - |
| Total Expenditures | <u>77,212</u> | <u>170,035</u> | <u>-</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>(29,836)</u> | <u>(56,012)</u> | <u>2,162</u> |
| Other Financing Sources (Uses): | | | |
| Transfers-In | 25,000 | - | - |
| Transfers-Out | - | - | - |
| Total Other Financing Sources (Uses) | <u>25,000</u> | <u>-</u> | <u>-</u> |
| Net Change in Fund Balance | (4,836) | (56,012) | 2,162 |
| Fund Balance, Beginning of Year | <u>38,577</u> | <u>690,661</u> | <u>19,247</u> |
| Fund Balance, End of Year | <u>\$ 33,741</u> | <u>\$ 634,649</u> | <u>\$ 21,409</u> |

| <u>Enforcement and Education</u> | <u>Federal Law Enforcement</u> | <u>Indigent Drivers' Alcohol Treatment</u> | <u>Indigent Drivers' Interlock</u> | <u>Law Enforcement</u> | <u>Law Enforcement Assistance</u> |
|--------------------------------------|------------------------------------|--|--|----------------------------|---|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | 3,776 | - | - | 1,034 | 222 |
| 2,918 | - | 20,520 | 18,995 | - | - |
| - | 184 | - | - | - | - |
| - | - | - | - | - | - |
| <u>2,918</u> | <u>3,960</u> | <u>20,520</u> | <u>18,995</u> | <u>1,034</u> | <u>222</u> |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | 41,841 | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>41,841</u> | <u>-</u> | <u>-</u> |
| <u>2,918</u> | <u>3,960</u> | <u>20,520</u> | <u>(22,846)</u> | <u>1,034</u> | <u>222</u> |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>2,918</u> | <u>3,960</u> | <u>20,520</u> | <u>(22,846)</u> | <u>1,034</u> | <u>222</u> |
| <u>33,787</u> | <u>44,125</u> | <u>504,951</u> | <u>76,037</u> | <u>213,923</u> | <u>7,819</u> |
| <u>\$ 36,705</u> | <u>\$ 48,085</u> | <u>\$ 525,471</u> | <u>\$ 53,191</u> | <u>\$ 214,957</u> | <u>\$ 8,041</u> |

(Continued)

CITY OF MIAMISBURG, OHIO
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015
(Continued)

| | Motor Vehicle License Tax | Municipal Court Computer | Municipal Court Probation |
|--|---------------------------------|--------------------------------|---------------------------------|
| Revenues: | | | |
| Property and Other Taxes | \$ - | \$ - | \$ - |
| Intergovernmental | 55,991 | - | - |
| Fines, Licenses and Permits | - | 34,619 | 119,606 |
| Interest | 28 | - | - |
| Other | - | - | 98 |
| Total Revenues | <u>56,019</u> | <u>34,619</u> | <u>119,704</u> |
| Expenditures: | | | |
| Current: | | | |
| Security of Persons and Property | - | - | - |
| Transportation | - | - | - |
| General Government | - | 37,624 | 123,616 |
| Capital Outlay | - | - | - |
| Debt Service: | | | |
| Principal Retirement | - | - | - |
| Interest and Fiscal Charges | - | - | - |
| Total Expenditures | <u>-</u> | <u>37,624</u> | <u>123,616</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | <u>56,019</u> | <u>(3,005)</u> | <u>(3,912)</u> |
| Other Financing Sources (Uses): | | | |
| Transfers-In | - | - | - |
| Transfers-Out | <u>(50,000)</u> | <u>-</u> | <u>-</u> |
| Total Other Financing Sources (Uses) | <u>(50,000)</u> | <u>-</u> | <u>-</u> |
| Net Change in Fund Balance | 6,019 | (3,005) | (3,912) |
| Fund Balance at Beginning of Year (Restated) | <u>17,370</u> | <u>323,995</u> | <u>258,995</u> |
| Fund Balance at End of Year | <u>\$ 23,389</u> | <u>\$ 320,990</u> | <u>\$ 255,083</u> |

| Municipal Court Special Projects | Police and Fire Pension | State Highway | Street Maintenance and Repair | Total |
|---|----------------------------|------------------|-------------------------------------|---------------------|
| \$ - | \$ 214,712 | \$ - | \$ - | \$ 261,232 |
| - | 33,237 | 63,242 | 869,307 | 1,027,665 |
| 162,273 | - | - | - | 475,116 |
| - | - | - | - | 212 |
| - | - | - | 20,718 | 20,816 |
| <u>162,273</u> | <u>247,949</u> | <u>63,242</u> | <u>890,025</u> | <u>1,785,041</u> |
| - | 238,033 | - | - | 238,033 |
| - | - | 119,917 | 1,007,647 | 1,127,564 |
| 91,283 | - | - | - | 531,985 |
| 96,006 | - | - | - | 105,632 |
| - | 6,526 | - | - | 6,526 |
| - | 8,737 | - | - | 8,737 |
| <u>187,289</u> | <u>253,296</u> | <u>119,917</u> | <u>1,007,647</u> | <u>2,018,477</u> |
| <u>(25,016)</u> | <u>(5,347)</u> | <u>(56,675)</u> | <u>(117,622)</u> | <u>(233,436)</u> |
| - | - | 50,000 | 100,000 | 175,000 |
| - | - | - | (50,000) | (100,000) |
| - | - | 50,000 | 50,000 | 75,000 |
| (25,016) | (5,347) | (6,675) | (67,622) | (158,436) |
| <u>876,171</u> | <u>89,882</u> | <u>90,092</u> | <u>678,296</u> | <u>3,963,928</u> |
| <u>\$ 851,155</u> | <u>\$ 84,535</u> | <u>\$ 83,417</u> | <u>\$ 610,674</u> | <u>\$ 3,805,492</u> |

CITY OF MIAMISBURG, OHIO

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

Nonmajor Capital Project Funds

For the Year Ended December 31, 2015

| | Park Capital Improvement | Roadway Improvement | Sidewalk, Curb and Gutter | Total |
|--|--------------------------------|------------------------|---------------------------------|-------------------|
| Revenues: | | | | |
| Intergovernmental | \$ - | \$ - | \$ - | \$ - |
| Charges for Services | 3,720 | - | - | 3,720 |
| Interest | - | 1,809 | 225 | 2,034 |
| Other | - | 3,167 | - | 3,167 |
| Total Revenues | <u>3,720</u> | <u>4,976</u> | <u>225</u> | <u>8,921</u> |
| Expenditures: | | | | |
| Total Expenditures | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Change in Fund Balance | 3,720 | 4,976 | 225 | 8,921 |
| Fund Balance, Beginning of Year (Restated) | <u>13,343</u> | <u>463,287</u> | <u>56,080</u> | <u>532,710</u> |
| Fund Balance, End of Year | <u>\$ 17,063</u> | <u>\$ 468,263</u> | <u>\$ 56,305</u> | <u>\$ 541,631</u> |

CITY OF MIAMISBURG, OHIO

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

Nonmajor Debt Service Funds

For the Year Ended December 31, 2015

| | General Obligation Bond Retirement | 2012 Taxable Bond Debt Reserve | Special Assessment Bond Retirement | Total |
|--|---|--------------------------------------|---|----------------|
| Revenues: | | | | |
| Special Assessments | \$ - | \$ - | \$ 70,736 | \$ 70,736 |
| Interest | - | 166 | - | 166 |
| Other | 22,935 | - | - | 22,935 |
| Total Revenues | 22,935 | 166 | 70,736 | 93,837 |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 14,934 | - | 6,216 | 21,150 |
| Debt Service: | | | | |
| Principal Retirement | 476,234 | - | 83,185 | 559,419 |
| Interest and Fiscal Charges | 99,726 | - | 15,200 | 114,926 |
| Issuance Costs | 17,633 | - | - | 17,633 |
| Total Expenditures | 608,527 | - | 104,601 | 713,128 |
| Excess of Revenues Over(Under) Expenditures | (585,592) | 166 | (33,865) | (619,291) |
| Other Financing Sources (Uses) | | | | |
| Transfers In | 583,916 | - | - | 583,916 |
| Transfers Out | - | (92) | - | (92) |
| Total Other Financing Sources (Uses) | 583,916 | (92) | - | 583,824 |
| Net Change in Fund Balance | (1,676) | 74 | (33,865) | (35,467) |
| Fund Balance, Beginning of Year | 177,392 | 205,464 | 114,754 | 497,610 |
| Fund Balance, End of Year | \$ 175,716 | \$ 205,538 | \$ 80,889 | \$ 462,143 |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Conservancy Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|------------------------------------|------------------|------------------|------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Property and Other Taxes | \$ 44,600 | \$ 44,600 | \$ 46,520 | \$ 1,920 |
| Intergovernmental | 6,082 | 6,082 | 856 | (5,226) |
| Other | - | - | - | - |
| Total Revenues | 50,682 | 50,682 | 47,376 | (3,306) |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 75,000 | 80,000 | 77,212 | 2,788 |
| Total Expenditures | 75,000 | 80,000 | 77,212 | 2,788 |
| Other Financing Sources: | | | | |
| Transfers In | 25,000 | 25,000 | 25,000 | - |
| Total Other Financing Uses | 25,000 | 25,000 | 25,000 | - |
| Net Change in Fund Balance | 682 | (4,318) | (4,836) | (518) |
| Fund Balance at Beginning of Year | 38,577 | 38,577 | 38,577 | - |
| Fund Balance at End of Year | \$ 39,259 | \$ 34,259 | \$ 33,741 | \$ (518) |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Court Modernization Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|--------------------------------------|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Fines, Licenses and Permits | \$ 120,000 | \$ 120,000 | \$ 114,992 | \$ (5,008) |
| Total Revenues | <u>120,000</u> | <u>120,000</u> | <u>114,992</u> | <u>(5,008)</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | <u>157,469</u> | <u>232,469</u> | <u>229,772</u> | <u>2,697</u> |
| Total Expenditures | <u>157,469</u> | <u>232,469</u> | <u>229,772</u> | <u>2,697</u> |
| Net Change in Fund Balance | (37,469) | (112,469) | (114,780) | (2,311) |
| Fund Balance at Beginning of Year | 677,844 | 677,844 | 677,844 | - |
| Prior Year Encumbrances Appropriated | <u>5,169</u> | <u>5,169</u> | <u>5,169</u> | <u>-</u> |
| Fund Balance at End of Year | <u>\$ 645,544</u> | <u>\$ 570,544</u> | <u>\$ 568,233</u> | <u>\$ (2,311)</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Law Enforcement Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|-----------------------------------|------------------|------------------|------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Fines, Licenses and Permits | \$ 2,000 | \$ 2,000 | \$ 2,298 | \$ 298 |
| Total Revenues | 2,000 | 2,000 | 2,298 | 298 |
| Expenditures: | | | | |
| Capital Outlay | 3,000 | 3,000 | - | 3,000 |
| Total Expenditures | 3,000 | 3,000 | - | 3,000 |
| Net Change in Fund Balance | (1,000) | (1,000) | 2,298 | 3,298 |
| Fund Balance at Beginning of Year | 19,038 | 19,038 | 19,038 | - |
| Fund Balance at End of Year | <u>\$ 18,038</u> | <u>\$ 18,038</u> | <u>\$ 21,336</u> | <u>\$ 3,298</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Enforcement and Education Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|-----------------------------------|------------------|------------------|------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Fines, Licenses and Permits | \$ 3,000 | \$ 3,000 | \$ 2,933 | \$ (67) |
| Total Revenues | 3,000 | 3,000 | 2,933 | (67) |
| Expenditures: | | | | |
| Current: | | | | |
| Security of Persons and Property | 5,000 | 5,000 | - | 5,000 |
| Total Expenditures | 5,000 | 5,000 | - | 5,000 |
| Net Change in Fund Balance | (2,000) | (2,000) | 2,933 | 4,933 |
| Fund Balance at Beginning of Year | 33,712 | 33,712 | 33,712 | - |
| Fund Balance at End of Year | <u>\$ 31,712</u> | <u>\$ 31,712</u> | <u>\$ 36,645</u> | <u>\$ 4,933</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Federal Law Enforcement Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with |
|-----------------------------------|------------------|------------------|------------------|--------------------|
| | Original | Final | | Final Budget |
| | | | | Positive(Negative) |
| Revenues: | | | | |
| Fines, Licenses and Permits | \$ 300 | \$ 300 | \$ 3,776 | \$ 3,476 |
| Interest | - | - | 338 | 338 |
| Total Revenues | <u>300</u> | <u>300</u> | <u>4,114</u> | <u>3,814</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Security of Persons and Property | <u>15,000</u> | <u>15,000</u> | <u>-</u> | <u>15,000</u> |
| Total Expenditures | <u>15,000</u> | <u>15,000</u> | <u>-</u> | <u>15,000</u> |
| Net Change in Fund Balance | (14,700) | (14,700) | 4,114 | 18,814 |
| Fund Balance at Beginning of Year | <u>44,143</u> | <u>44,143</u> | <u>44,143</u> | <u>-</u> |
| Fund Balance at End of Year | <u>\$ 29,443</u> | <u>\$ 29,443</u> | <u>\$ 48,257</u> | <u>\$ 18,814</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Indigent Drivers' Alcohol Treatment Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|-----------------------------------|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Fines, Licenses and Permits | \$ 30,000 | \$ 30,000 | \$ 20,779 | \$ (9,221) |
| Total Revenues | 30,000 | 30,000 | 20,779 | (9,221) |
| Expenditures: | | | | |
| Current: | | | | |
| Security of Persons and Property | 40,000 | 40,000 | - | 40,000 |
| Total Expenditures | 40,000 | 40,000 | - | 40,000 |
| Net Change in Fund Balance | (10,000) | (10,000) | 20,779 | 30,779 |
| Fund Balance at Beginning of Year | 503,861 | 503,861 | 503,861 | - |
| Fund Balance at End of Year | <u>\$ 493,861</u> | <u>\$ 493,861</u> | <u>\$ 524,640</u> | <u>\$ 30,779</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Indigent Drivers' Interlock Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|--|------------------|------------------|------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Fines, Licenses and Permits | \$ 20,000 | \$ 20,000 | \$ 19,135 | \$ (865) |
| Total Revenues | 20,000 | 20,000 | 19,135 | (865) |
| Expenditures: | | | | |
| Current: | | | | |
| Security of Persons and Property | 30,000 | 41,000 | 39,164 | 1,836 |
| Total Security of Persons and Property | 30,000 | 41,000 | 39,164 | 1,836 |
| Total Expenditures | 30,000 | 41,000 | 39,164 | 1,836 |
| Net Change in Fund Balance | (10,000) | (21,000) | (20,029) | 971 |
| Fund Balance at Beginning of Year | 77,880 | 77,880 | 77,880 | - |
| Fund Balance at End of Year | <u>\$ 67,880</u> | <u>\$ 56,880</u> | <u>\$ 57,851</u> | <u>\$ 971</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|-----------------------------------|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ 3,000 | \$ 3,000 | \$ 1,034 | \$ (1,966) |
| Total Revenues | 3,000 | 3,000 | 1,034 | (1,966) |
| Expenditures: | | | | |
| Current: | | | | |
| Security of Persons and Property | 46,200 | 46,200 | - | 46,200 |
| Total Expenditures | 46,200 | 46,200 | - | 46,200 |
| Net Change in Fund Balance | (43,200) | (43,200) | 1,034 | 44,234 |
| Fund Balance at Beginning of Year | 213,923 | 213,923 | 213,923 | - |
| Fund Balance at End of Year | <u>\$ 170,723</u> | <u>\$ 170,723</u> | <u>\$ 214,957</u> | <u>\$ 44,234</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Assistance Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|--|------------------|-----------------|-----------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ - | \$ - | \$ 222 | \$ 222 |
| Total Revenues | - | - | 222 | 222 |
| Expenditures: | | | | |
| Current: | | | | |
| Security of Persons and Property | \$ 1,000 | \$ 1,000 | \$ - | \$ 1,000 |
| Total Security of Persons and Property | 1,000 | 1,000 | - | 1,000 |
| Total Expenditures | 1,000 | 1,000 | - | 1,000 |
| Net Change in Fund Balance | (1,000) | (1,000) | 222 | 1,222 |
| Fund Balance at Beginning of Year | 7,819 | 7,819 | 7,819 | - |
| Fund Balance at End of Year | <u>\$ 6,819</u> | <u>\$ 6,819</u> | <u>\$ 8,041</u> | <u>\$ 1,222</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Motor Vehicle License Tax Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|-----------------------------------|------------------|-----------------|------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ 45,000 | \$ 45,000 | \$ 55,618 | \$ 10,618 |
| Interest | 100 | 100 | 81 | (19) |
| Total Revenues | <u>45,100</u> | <u>45,100</u> | <u>55,699</u> | <u>10,599</u> |
| Total Expenditures | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Other Financing Uses: | | | | |
| Transfers Out | <u>(50,000)</u> | <u>(50,000)</u> | <u>(50,000)</u> | <u>-</u> |
| Total Other Financing Uses | <u>(50,000)</u> | <u>(50,000)</u> | <u>(50,000)</u> | <u>-</u> |
| Net Change in Fund Balance | (4,900) | (4,900) | 5,699 | 10,599 |
| Fund Balance at Beginning of Year | <u>13,828</u> | <u>13,828</u> | <u>13,828</u> | <u>-</u> |
| Fund Balance at End of Year | <u>\$ 8,928</u> | <u>\$ 8,928</u> | <u>\$ 19,527</u> | <u>\$ 10,599</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Municipal Court Computer Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|--------------------------------------|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Fines, Licenses and Permits | \$ 35,000 | \$ 35,000 | \$ 34,969 | \$ (31) |
| Total Revenues | <u>35,000</u> | <u>35,000</u> | <u>34,969</u> | <u>(31)</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | <u>53,610</u> | <u>53,610</u> | <u>44,215</u> | <u>9,395</u> |
| Total Expenditures | <u>53,610</u> | <u>53,610</u> | <u>44,215</u> | <u>9,395</u> |
| Net Change in Fund Balance | (18,610) | (18,610) | (9,246) | 9,364 |
| Fund Balance at Beginning of Year | 320,236 | 320,236 | 320,236 | - |
| Prior Year Encumbrances Appropriated | <u>1,110</u> | <u>1,110</u> | <u>1,110</u> | <u>-</u> |
| Fund Balance at End of Year | <u>\$ 302,736</u> | <u>\$ 302,736</u> | <u>\$ 312,100</u> | <u>\$ 9,364</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Municipal Court Probation Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|--------------------------------------|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Fines, Licenses and Permits | \$ 140,000 | \$ 140,000 | \$ 122,755 | \$ (17,245) |
| Miscellaneous | - | - | 98 | 98 |
| Total Revenues | <u>140,000</u> | <u>140,000</u> | <u>122,853</u> | <u>(17,147)</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General Government: | <u>128,838</u> | <u>128,838</u> | <u>120,659</u> | <u>8,179</u> |
| Total Expenditures | <u>128,838</u> | <u>128,838</u> | <u>120,659</u> | <u>8,179</u> |
| Net Change in Fund Balance | 11,162 | 11,162 | 2,194 | (8,968) |
| Fund Balance at Beginning of Year | 248,444 | 248,444 | 248,444 | - |
| Prior Year Encumbrances Appropriated | <u>1,118</u> | <u>1,118</u> | <u>1,118</u> | - |
| Fund Balance at End of Year | <u>\$ 260,724</u> | <u>\$ 260,724</u> | <u>\$ 251,756</u> | <u>\$ (8,968)</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Municipal Court Special Projects Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|--------------------------------------|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Fines, Licenses and Permits | \$ 165,000 | \$ 165,000 | \$ 163,992 | \$ (1,008) |
| Total Revenues | <u>165,000</u> | <u>165,000</u> | <u>163,992</u> | <u>(1,008)</u> |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | <u>186,173</u> | <u>336,173</u> | <u>240,434</u> | <u>95,739</u> |
| Total Expenditures | <u>186,173</u> | <u>336,173</u> | <u>240,434</u> | <u>95,739</u> |
| Net Change in Fund Balance | (21,173) | (171,173) | (76,442) | 94,731 |
| Fund Balance at Beginning of Year | 863,704 | 863,704 | 863,704 | - |
| Prior Year Encumbrances Appropriated | <u>673</u> | <u>673</u> | <u>673</u> | <u>-</u> |
| Fund Balance at End of Year | <u>\$ 843,204</u> | <u>\$ 693,204</u> | <u>\$ 787,935</u> | <u>\$ 94,731</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Police and Fire Pension Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with |
|-----------------------------------|------------------|------------------|------------------|--------------------|
| | Original | Final | | Final Budget |
| | | | | Positive(Negative) |
| Revenues: | | | | |
| Property and Other Taxes | \$ 207,000 | \$ 207,000 | \$ 214,712 | \$ 7,712 |
| Intergovernmental | 26,914 | 26,914 | 33,237 | 6,323 |
| Total Revenues | <u>233,914</u> | <u>233,914</u> | <u>247,949</u> | <u>14,035</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Security of Persons and Property | 4,000 | 4,000 | 3,296 | 704 |
| Total Expenditures | <u>4,000</u> | <u>4,000</u> | <u>3,296</u> | <u>704</u> |
| Other Financing Uses: | | | | |
| Transfers Out | (250,000) | (250,000) | (250,000) | - |
| Total Other Financing Uses | <u>(250,000)</u> | <u>(250,000)</u> | <u>(250,000)</u> | <u>-</u> |
| Net Change in Fund Balances | (20,086) | (20,086) | (5,347) | 14,739 |
| Fund Balance at Beginning of Year | 89,882 | 89,882 | 89,882 | - |
| Fund Balance at End of Year | <u>\$ 69,796</u> | <u>\$ 69,796</u> | <u>\$ 84,535</u> | <u>\$ 14,739</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
State Highway Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|---------------------------------------|------------------|------------------|------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Intergovernmental | \$ 59,000 | \$ 59,000 | \$ 63,379 | \$ 4,379 |
| Total Revenues | <u>59,000</u> | <u>59,000</u> | <u>63,379</u> | <u>4,379</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Transportation | <u>126,220</u> | <u>126,220</u> | <u>124,023</u> | <u>2,197</u> |
| Total Expenditures | <u>126,220</u> | <u>126,220</u> | <u>124,023</u> | <u>2,197</u> |
| Other Financing Uses: | | | | |
| Transfers In | <u>50,000</u> | <u>50,000</u> | <u>50,000</u> | <u>-</u> |
| Total Other Financing Uses | <u>50,000</u> | <u>50,000</u> | <u>50,000</u> | <u>-</u> |
| Net Change in Fund Balance | (17,220) | (17,220) | (10,644) | 6,576 |
| Fund Balance at Beginning of Year | 79,861 | 79,861 | 79,861 | - |
| Prior Years Encumbrances Appropriated | <u>7,091</u> | <u>7,091</u> | <u>7,091</u> | <u>-</u> |
| Fund Balance at End of Year | <u>\$ 69,732</u> | <u>\$ 69,732</u> | <u>\$ 76,308</u> | <u>\$ 6,576</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Maintenance and Repair Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with |
|--------------------------------------|-------------------|-------------------|-------------------|--------------------|
| | Original | Final | | Final Budget |
| | | | | Positive(Negative) |
| Revenues: | | | | |
| Intergovernmental | \$ 800,000 | \$ 800,000 | \$ 870,240 | \$ 70,240 |
| Miscellaneous | 1,000 | 1,000 | 20,718 | 19,718 |
| Total Revenues | 801,000 | 801,000 | 890,958 | 89,958 |
| Expenditures: | | | | |
| Current: | | | | |
| Transportation | 1,023,924 | 1,023,924 | 1,010,315 | 13,609 |
| Total Expenditures | 1,023,924 | 1,023,924 | 1,010,315 | 13,609 |
| Other Financing Sources: | | | | |
| Transfers In | 100,000 | 100,000 | 100,000 | - |
| Transfers Out | (50,000) | (50,000) | (50,000) | - |
| Total Other Financing Uses | 50,000 | 50,000 | 50,000 | - |
| Net Change in Fund Balance | (172,924) | (172,924) | (69,357) | 103,567 |
| Fund Balance at Beginning of Year | 414,022 | 414,022 | 414,022 | - |
| Prior Year Encumbrances Appropriated | 44,427 | 44,427 | 44,427 | - |
| Fund Balance at End of Year | \$ 285,525 | \$ 285,525 | \$ 389,092 | \$ 103,567 |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Self-Supporting Recreation Programs Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|--------------------------------------|------------------|------------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Charges for Services | \$ 316,400 | \$ 316,400 | \$ 288,897 | \$ (27,503) |
| Total Revenues | 316,400 | 316,400 | 288,897 | (27,503) |
| Expenditures: | | | | |
| Current: | | | | |
| Leisure Time Activities | 310,540 | 310,540 | 229,799 | 80,741 |
| Total Leisure Time Activities | 310,540 | 310,540 | 229,799 | 80,741 |
| Total Expenditures | 310,540 | 310,540 | 229,799 | 80,741 |
| Net Change in Fund Balances | 5,860 | 5,860 | 59,098 | 53,238 |
| Fund Balance at Beginning of Year | 78,594 | 78,594 | 78,594 | - |
| Prior Year Encumbrances Appropriated | 3,735 | 3,735 | 3,735 | - |
| Fund Balance at End of Year | <u>\$ 88,189</u> | <u>\$ 88,189</u> | <u>\$ 141,427</u> | <u>\$ 53,238</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Capital Improvement Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|---|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Municipal Income Taxes | \$ 2,435,319 | \$ 2,435,319 | \$ 2,525,752 | \$ 90,433 |
| Intergovernmental | - | - | 18,492 | 18,492 |
| Special Assessment | 30,000 | 30,000 | 117,044 | 87,044 |
| Other | 500 | 500 | 25,950 | 25,450 |
| Total Revenues | 2,465,819 | 2,465,819 | 2,687,238 | 221,419 |
| Expenditures: | | | | |
| Capital Outlay | 2,486,241 | 2,808,041 | 2,595,476 | 212,565 |
| Total Expenditures | 2,486,241 | 2,808,041 | 2,595,476 | 212,565 |
| Other Financing Sources (Uses): | | | | |
| Transfers In | 300,000 | 300,000 | 300,000 | - |
| Advances Out | (12,480) | (12,480) | (12,480) | - |
| Transfers Out | (466,688) | (466,688) | (466,688) | - |
| Total Other Financing Sources (Uses) | (179,168) | (179,168) | (179,168) | - |
| Net Change in Fund Balance | (199,590) | (521,390) | (87,406) | 433,984 |
| Fund Balance at Beginning of Year | 403,067 | 403,067 | 403,067 | - |
| Prior Year Encumbrances Appropriated | 530,409 | 530,409 | 530,409 | - |
| Fund Balance at End of Year | \$ 733,886 | \$ 412,086 | \$ 846,070 | \$ 433,984 |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Park Capital Improvement Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|-----------------------------------|------------------|------------------|------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Charges for Services | \$ 8,000 | \$ 8,000 | \$ 3,720 | \$ (4,280) |
| Total Revenues | 8,000 | 8,000 | 3,720 | (4,280) |
| Expenditures: | | | | |
| Total Expenditures | - | - | - | - |
| Net Change in Fund Balance | 8,000 | 8,000 | 3,720 | (4,280) |
| Fund Balance at Beginning of Year | 13,343 | 13,343 | 13,343 | - |
| Fund Balance at End of Year | <u>\$ 21,343</u> | <u>\$ 21,343</u> | <u>\$ 17,063</u> | <u>\$ (4,280)</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Roadway Improvement Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|-----------------------------------|-------------------|-------------------|-------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Interest | \$ 4,000 | \$ 4,000 | \$ 3,320 | \$ (680) |
| Other | - | - | 3,167 | 3,167 |
| Total Revenues | <u>4,000</u> | <u>4,000</u> | <u>6,487</u> | <u>2,487</u> |
| Expenditures: | | | | |
| Total Expenditures | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Change in Fund Balance | 4,000 | 4,000 | 6,487 | 2,487 |
| Fund Balance at Beginning of Year | <u>463,470</u> | <u>463,470</u> | <u>463,470</u> | <u>-</u> |
| Fund Balance at End of Year | <u>\$ 467,470</u> | <u>\$ 467,470</u> | <u>\$ 469,957</u> | <u>\$ 2,487</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Sidewalk, Curb and Gutter Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|-----------------------------------|------------------|------------------|------------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Interest | \$ 500 | \$ 500 | \$ 402 | \$ (98) |
| Total Revenues | 500 | 500 | 402 | (98) |
| Expenditures: | | | | |
| Total Expenditures | - | - | - | - |
| Net Change in Fund Balances | 500 | 500 | 402 | (98) |
| Fund Balance at Beginning of Year | 56,103 | 56,103 | 56,103 | - |
| Fund Balance at End of Year | <u>\$ 56,603</u> | <u>\$ 56,603</u> | <u>\$ 56,505</u> | <u>\$ (98)</u> |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
General Obligation Bond Retirement Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive(Negative) |
|-----------------------------------|------------------|------------|------------|---|
| | Original | Final | | |
| Revenues: | | | | |
| Total Revenues | \$ - | \$ - | \$ - | \$ - |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 20,000 | 20,000 | 14,934 | 5,066 |
| Debt Service: | | | | |
| Principal Retirement | 2,238,583 | 2,238,583 | 2,230,734 | 7,849 |
| Interest and Fiscal Charges | 114,726 | 114,726 | 114,623 | 103 |
| Issuance Costs | 20,000 | 20,000 | 17,633 | 2,367 |
| Total Expenditures | 2,393,309 | 2,393,309 | 2,377,924 | 10,319 |
| Other Financing Sources: | | | | |
| Premium from Sale of Bonds | - | - | 22,935 | 22,935 |
| Transfers In | 2,353,313 | 2,353,313 | 2,353,313 | - |
| Total Other Financing Sources | 2,353,313 | 2,353,313 | 2,376,248 | 22,935 |
| Net Change in Fund Balance | (39,996) | (39,996) | (1,676) | 33,254 |
| Fund Balance at Beginning of Year | 177,392 | 177,392 | 177,392 | - |
| Fund Balance at End of Year | \$ 137,396 | \$ 137,396 | \$ 175,716 | \$ 33,254 |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Assessment Bond Retirement Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with |
|-----------------------------------|------------------|-----------|-----------|--------------------|
| | Original | Final | | Final Budget |
| | | | | Positive(Negative) |
| Revenues: | | | | |
| Special Assessments | \$ 67,000 | \$ 67,000 | \$ 70,736 | \$ 3,736 |
| Total Revenues | 67,000 | 67,000 | 70,736 | 3,736 |
| Expenditures: | | | | |
| Current: | | | | |
| General Government | 6,216 | 6,216 | 6,216 | - |
| Debt Service: | | | | |
| Principal Retirement | 83,343 | 83,343 | 83,185 | 158 |
| Interest and Fiscal Charges | 15,200 | 15,200 | 15,200 | - |
| Total Expenditures | 104,759 | 104,759 | 104,601 | 158 |
| Net Change in Fund Balance | (37,759) | (37,759) | (33,865) | 3,894 |
| Fund Balance at Beginning of Year | 114,754 | 114,754 | 114,754 | - |
| Fund Balance at End of Year | \$ 76,995 | \$ 76,995 | \$ 80,889 | \$ 3,894 |

CITY OF MIAMISBURG, OHIO
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
KMCN Debt Service Reserve Fund
For the Year Ended December 31, 2015

| | Budgeted Amounts | | Actual | Variance with |
|-----------------------------------|-------------------|-------------------|-------------------|--------------------|
| | Original | Final | | Final Budget |
| | | | | Positive(Negative) |
| Revenues: | | | | |
| Interest | \$ 250 | \$ 250 | \$ 166 | \$ (84) |
| Total Revenues | 250 | 250 | 166 | (84) |
| Expenditures: | | | | |
| Total Expenditures | - | - | - | - |
| Other Financing Sources: | | | | |
| Operating Transfers Out | (600) | (600) | (92) | 508 |
| Total Other Financing Sources | (600) | (600) | (92) | 508 |
| Net Change in Fund Balance | (350) | (350) | 74 | 424 |
| Fund Balance at Beginning of Year | 205,464 | 205,464 | 205,464 | - |
| Fund Balance at End of Year | <u>\$ 205,114</u> | <u>\$ 205,114</u> | <u>\$ 205,538</u> | <u>\$ 424</u> |

THIS PAGE INTENTIONALLY LEFT BLANK

COMBINING STATEMENTS – PROPRIETARY FUNDS

INTERNAL SERVICE FUNDS

To account for the financing of goods and services provided by one department to other departments within the City.

City Garage

To account for the operation of the City garage in which all City vehicles are repaired and maintained.

Civic Center Building and Land

To account for the rent paid by all departments housed in the Civic Center which is then used to operate and maintain the Civic Center.

Service Center Building and Land

To account for the rent paid by all departments housed in the Service Center which is then used to operate and maintain the Service Center.

CITY OF MIAMISBURG, OHIO
Combining Statement of Net Position
Internal Service Funds
December 31, 2015

| | City Garage | Civic Center Building and Land | Service Center Building and Land | Total |
|--|---------------------|--------------------------------------|--|---------------------|
| Assets: | | | | |
| Current Assets: | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$ 743,075 | \$ 227,526 | \$ 454,572 | \$ 1,425,173 |
| Supplies Inventory | 192,659 | 8,420 | - | 201,079 |
| Total Current Assets | <u>935,734</u> | <u>235,946</u> | <u>454,572</u> | <u>1,626,252</u> |
| Non-current Assets | | | | |
| Capital Assets: | | | | |
| Nondepreciable Capital Assets | - | 90,700 | 88,000 | 178,700 |
| Depreciable Capital Assets, net | 250,848 | 1,139,852 | 93,943 | 1,484,643 |
| Total Capital Assets | <u>250,848</u> | <u>1,230,552</u> | <u>181,943</u> | <u>1,663,343</u> |
| Total Assets | <u>1,186,582</u> | <u>1,466,498</u> | <u>636,515</u> | <u>3,289,595</u> |
| Deferred Outflow of Resources: | | | | |
| Pensions | <u>17,388</u> | <u>16,303</u> | <u>-</u> | <u>33,691</u> |
| Liabilities: | | | | |
| Current Liabilities: | | | | |
| Accounts Payable | 8,029 | 11,463 | 4,175 | 23,667 |
| Accrued Salaries Payable | 2,691 | 3,288 | - | 5,979 |
| Intergovernmental Payable | 1,417 | 1,819 | - | 3,236 |
| Compensated Absences Payable | 925 | 5,686 | - | 6,611 |
| Total Current Liabilities | <u>13,062</u> | <u>22,256</u> | <u>4,175</u> | <u>39,493</u> |
| Long Term Liabilities | | | | |
| Net Pension Liability | <u>117,362</u> | <u>64,347</u> | <u>-</u> | <u>181,709</u> |
| Total Long Term Liabilities | <u>117,362</u> | <u>64,347</u> | <u>-</u> | <u>181,709</u> |
| Total Liabilities | <u>130,424</u> | <u>86,603</u> | <u>4,175</u> | <u>221,202</u> |
| Deferred Inflow of Resources: | | | | |
| Pensions | <u>1,749</u> | <u>1,640</u> | <u>-</u> | <u>3,389</u> |
| Net Position: | | | | |
| Net Investment in Capital Assets | 250,848 | 1,230,552 | 181,943 | 1,663,343 |
| Unrestricted | <u>820,949</u> | <u>164,006</u> | <u>450,397</u> | <u>1,435,352</u> |
| Total Net Position | <u>\$ 1,071,797</u> | <u>\$ 1,394,558</u> | <u>\$ 632,340</u> | <u>\$ 3,098,695</u> |

CITY OF MIAMISBURG, OHIO
Combining Statement of Revenues, Expenses and
Changes in Net Position
Internal Service Funds
For the Year Ended December 31, 2015

| | City Garage | Civic Center Building and Land | Service Center Building and Land | Total |
|--|----------------|--------------------------------------|--|--------------|
| Operating Revenues: | | | | |
| Charges for Services | \$ 529,750 | \$ 350,000 | \$ 150,000 | \$ 1,029,750 |
| Total Operating Revenue | 529,750 | 350,000 | 150,000 | 1,029,750 |
| Operating Expenses: | | | | |
| Personal Services | 139,547 | 118,629 | - | 258,176 |
| Contractual Services | 121,616 | 150,511 | 48,328 | 320,455 |
| Supplies and Materials | 170,329 | 27,227 | 12,284 | 209,840 |
| Depreciation | 12,230 | 79,634 | 16,850 | 108,714 |
| Total Operating Expenses | 443,722 | 376,001 | 77,462 | 897,185 |
| Operating Income (Loss) | 86,028 | (26,001) | 72,538 | 132,565 |
| Transfers Out | - | - | (37,610) | (37,610) |
| Change in Net Position | 86,028 | (26,001) | 34,928 | 94,955 |
| Net Position, Beginning of Year - restated | 985,769 | 1,420,559 | 597,412 | 3,003,740 |
| Net Position, End of Year | \$ 1,071,797 | \$ 1,394,558 | \$ 632,340 | \$ 3,098,695 |

CITY OF MIAMISBURG, OHIO
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2015

| | City Garage | Civic Center Building and Land | Service Center Building and Land | Total |
|--|-------------------|--------------------------------------|--|---------------------|
| <u>Increase (Decrease) in Cash and Cash Equivalents</u> | | | | |
| Cash Flows from Operating Activities: | | | | |
| Cash Received from Interfund Services Provided | \$ 529,750 | \$ 350,000 | \$ 150,000 | \$ 1,029,750 |
| Cash Payments to Employees for Services and Benefits | (138,305) | (121,548) | - | (259,853) |
| Cash Payments to Suppliers for Goods and Services | (291,662) | (198,548) | (62,830) | (553,040) |
| Net Cash Provided by Operating Activities | 99,783 | 29,904 | 87,170 | 216,857 |
| Cash Flows from Noncapital Financing Activities: | | | | |
| Transfers Out | - | - | (37,610) | (37,610) |
| Net Increase in Cash and Cash Equivalents | 99,783 | 29,904 | 49,560 | 179,247 |
| Cash and Cash Equivalents Beginning of Year | 643,292 | 197,622 | 405,012 | 1,245,926 |
| Cash and Cash Equivalents End of Year | <u>\$ 743,075</u> | <u>\$ 227,526</u> | <u>\$ 454,572</u> | <u>\$ 1,425,173</u> |
| <u>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:</u> | | | | |
| Operating Income (Loss) | \$ 86,028 | \$ (26,001) | \$ 72,538 | \$ 132,565 |
| Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities: | | | | |
| Depreciation | 12,230 | 79,634 | 16,850 | 108,714 |
| Changes in Assets and Liabilities | | | | |
| (Increase) Decrease in Supplies Inventory | 2,227 | 3,177 | 524 | 5,928 |
| (Increase) Decrease in Deferred Outflows - Pension | (3,022) | (8,536) | - | (11,558) |
| Decrease in Accounts Payable | (1,944) | (23,987) | (2,742) | (28,673) |
| Increase (Decrease) in Accrued Salaries Payable | 455 | 1,062 | - | 1,517 |
| Increase (Decrease) in Intergovernmental Payable | (61) | 561 | - | 500 |
| Increase (Decrease) in Compensated Absences Payable | (128) | 245 | - | 117 |
| Increase (Decrease) in Net Pension Liability | 2,249 | 2,109 | - | 4,358 |
| Increase (Decrease) in Deferred Inflows - Pension | 1,749 | 1,640 | - | 3,389 |
| Net Cash Provided by Operating Activities | <u>\$ 99,783</u> | <u>\$ 29,904</u> | <u>\$ 87,170</u> | <u>\$ 216,857</u> |

COMBINING STATEMENTS – FIDUCIARY FUNDS

AGENCY FUNDS

To account for assets held by the City as an agent for individuals, private organizations, other governmental units.

Austin Center JEDD – Treasurer

To account for the financial activity associated with the Austin Center Joint Economic Development District (JEDD). The Finance Director is the Treasurer of the Austin Center JEDD.

Board of Building Standard Assessment

To account for a State assessed fee collected for the acceptance and approval of plans and specifications and for making inspections. The monies are distributed to the State monthly.

Dayton Mall JEDD

To account for income taxes collected within the Dayton Mall Joint Economic Development District for distribution to the City and to Miami Township.

Downtown Development

To account for grants and donations received to support the Downtown Development group who is responsible for planning downtown development and attracting new businesses to the City's downtown area.

Municipal Court

To account for the collection and distribution of court fines and forfeitures.

Satellite Juvenile Court

To account for the collection of court fines and forfeitures associated with the satellite juvenile court established within the City.

Austin Center JEDD

To account for the collection of income taxes within the Austin Center Joint Economic Development District for subsequent distribution to the City, Miami Township and the City of Springboro.

CITY OF MIAMISBURG, OHIO
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2015

| | Balance 1/1/2015 | Additions | Reductions | Balance 12/31/2015 |
|---|---------------------|------------|------------|-----------------------|
| <i><u>Austin Center JEDD - Treasurer:</u></i> | | | | |
| Asset: | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$ 333,038 | \$ 710,133 | \$ 610,144 | \$ 433,027 |
| Total Assets | \$ 333,038 | \$ 710,133 | \$ 610,144 | \$ 433,027 |
| Liabilities: | | | | |
| Undistributed Monies | \$ 333,038 | \$ 710,133 | \$ 610,144 | \$ 433,027 |
| Total Liabilities | \$ 333,038 | \$ 710,133 | \$ 610,144 | \$ 433,027 |
| <i><u>Board of Building Standards Assessment:</u></i> | | | | |
| Assets: | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$ 253 | \$ 2,240 | \$ 2,302 | \$ 191 |
| Total Assets | \$ 253 | \$ 2,240 | \$ 2,302 | \$ 191 |
| Liabilities: | | | | |
| Undistributed Monies | \$ 253 | \$ 2,240 | \$ 2,302 | \$ 191 |
| Total Liabilities | \$ 253 | \$ 2,240 | \$ 2,302 | \$ 191 |
| <i><u>Dayton Mall JEDD:</u></i> | | | | |
| Assets: | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$ 234,872 | \$ 686,630 | \$ 657,553 | \$ 263,949 |
| Total Assets | \$ 234,872 | \$ 686,630 | \$ 657,553 | \$ 263,949 |
| Liabilities: | | | | |
| Undistributed Monies | \$ 234,872 | \$ 686,630 | \$ 657,553 | \$ 263,949 |
| Total Liabilities | \$ 234,872 | \$ 686,630 | \$ 657,553 | \$ 263,949 |
| <i><u>Downtown Development:</u></i> | | | | |
| Assets: | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$ 96,948 | \$ 141,610 | \$ 133,394 | \$ 105,164 |
| Total Assets | \$ 96,948 | \$ 141,610 | \$ 133,394 | \$ 105,164 |
| Liabilities: | | | | |
| Undistributed Monies | \$ 96,948 | \$ 141,610 | \$ 133,394 | \$ 105,164 |
| Total Liabilities | \$ 96,948 | \$ 141,610 | \$ 133,394 | \$ 105,164 |

(continued)

CITY OF MIAMISBURG, OHIO
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2015
(Continued)

| | Balance 1/1/2015 | Additions | Reductions | Balance 12/31/2015 |
|--|---------------------|---------------------|---------------------|-----------------------|
| <i><u>Municipal Court:</u></i> | | | | |
| Assets: | | | | |
| Cash and Cash Equivalents with Fiscal Agents | \$ 145,457 | \$ 143,232 | \$ 145,457 | \$ 143,232 |
| Liabilities: | | | | |
| Intergovernmental Payable | \$ 46,456 | \$ 35,932 | \$ 46,456 | \$ 35,932 |
| Undistributed Monies | 99,001 | 107,300 | 99,001 | 107,300 |
| Total Liabilities | <u>\$ 145,457</u> | <u>\$ 143,232</u> | <u>\$ 145,457</u> | <u>\$ 143,232</u> |
| <i><u>Satellite Juvenile Court:</u></i> | | | | |
| Assets: | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$ 31,880 | \$ 37,699 | \$ 32,921 | \$ 36,658 |
| Total Assets | <u>\$ 31,880</u> | <u>\$ 37,699</u> | <u>\$ 32,921</u> | <u>\$ 36,658</u> |
| Liabilities: | | | | |
| Undistributed Monies | \$ 31,880 | \$ 37,699 | \$ 32,921 | \$ 36,658 |
| Total Liabilities | <u>\$ 31,880</u> | <u>\$ 37,699</u> | <u>\$ 32,921</u> | <u>\$ 36,658</u> |
| <i><u>Austin Center JEDD:</u></i> | | | | |
| Asset: | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$ 37,235 | \$ 596,609 | \$ 614,764 | \$ 19,080 |
| Total Assets | <u>\$ 37,235</u> | <u>\$ 596,609</u> | <u>\$ 614,764</u> | <u>\$ 19,080</u> |
| Liabilities: | | | | |
| Undistributed Monies | \$ 37,235 | \$ 596,609 | \$ 614,764 | \$ 19,080 |
| Total Liabilities | <u>\$ 37,235</u> | <u>\$ 596,609</u> | <u>\$ 614,764</u> | <u>\$ 19,080</u> |
| <i><u>Total - All Agency Funds</u></i> | | | | |
| Assets: | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$ 734,226 | \$ 2,174,921 | \$ 2,051,078 | \$ 858,069 |
| Cash and Cash Equivalents with Fiscal Agents | 145,457 | 143,232 | 145,457 | 143,232 |
| Total Assets | <u>\$ 879,683</u> | <u>\$ 2,318,153</u> | <u>\$ 2,196,535</u> | <u>\$ 1,001,301</u> |
| Liabilities | | | | |
| Due to Other Governments | \$ 46,456 | \$ 35,932 | \$ 46,456 | \$ 35,932 |
| Undistributed Monies | 833,227 | 2,282,221 | 2,150,079 | 965,369 |
| Total Liabilities | <u>\$ 879,683</u> | <u>\$ 2,318,153</u> | <u>\$ 2,196,535</u> | <u>\$ 1,001,301</u> |

THIS PAGE INTENTIONALLY LEFT BLANK

**STATISTICAL
SECTION**

STATISTICAL SECTION

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

Contents:

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time. These schedules can be found on pages 131 to 137.

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the City's most significant local revenue source, income and property taxes. These schedules can be found on pages 138 to 145.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt as well as the City's ability to issue additional debt in the future. These schedules can be found on pages 146 to 152.

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. These schedules can be found on pages 153 to 155.

Operating Information

These schedules contain information about the City's operation and resources to help the reader understand how the City's financial information relates to the services provided and activities performed. These schedules can be found on pages 156 to 161.

Sources: Unless otherwise noted, the information in these schedules is derived from the City's annual financial reports for the relevant year.

THIS PAGE INTENTIONALLY LEFT BLANK

City of Miamisburg, Ohio
Net Position By Component
Last Ten Years (1)
(Accrual Basis of Accounting)

| | 2015 | 2014 (4) | 2013 (3) | 2012 | 2011 (2) | 2010 | 2009 | 2008 | 2007 | 2006 |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Governmental Activities | | | | | | | | | | |
| Net Investment in Capital Assets | \$ 43,581,036 | \$ 38,804,827 | \$ 41,575,646 | \$ 41,230,475 | \$ 33,669,503 | \$ 31,803,534 | \$ 36,691,746 | \$ 32,148,600 | \$ 31,081,774 | \$ 15,965,795 |
| Restricted: | | | | | | | | | | |
| Municipal Trust | 5,250,275 | 5,266,220 | 5,290,835 | 5,350,676 | 5,430,081 | 5,446,835 | 5,468,041 | 5,580,681 | 5,376,268 | 5,217,516 |
| Debt Service | - | 144,856 | 187,335 | 179,683 | 75,163 | 111,871 | 81,112 | 61,426 | - | - |
| Capital Projects | 1,780,449 | 1,661,240 | 1,349,994 | 1,768,875 | 582,625 | 543,966 | 193,297 | 33,247 | 489,657 | 290,546 |
| Other Purposes | 3,195,493 | 4,477,032 | 4,474,990 | 4,202,528 | 3,953,590 | 3,626,420 | 2,250,569 | 2,653,516 | 2,301,712 | 1,670,984 |
| Unrestricted | 2,631,416 | 1,334,511 | 9,837,710 | 8,312,095 | 6,643,419 | 4,662,424 | 459,262 | 5,640,514 | 6,791,326 | 8,245,909 |
| Total Governmental Activities Net Position | 56,438,669 | 51,688,686 | 62,716,510 | 61,044,332 | 50,354,381 | 46,195,050 | 45,144,027 | 46,117,984 | 46,040,737 | 31,390,750 |
| Business Type - Activities | | | | | | | | | | |
| Net Investment in Capital Assets | 29,306,506 | 29,196,142 | 23,405,788 | 22,055,668 | 20,518,904 | 21,378,043 | 21,549,370 | 20,539,213 | 19,753,510 | 19,010,341 |
| Restricted: | | | | | | | | | | |
| Debt Service | - | - | 704,134 | 702,229 | 700,810 | 699,453 | 698,187 | 1,474,741 | 1,536,664 | 1,607,742 |
| Unrestricted | 10,731,719 | 7,317,348 | 6,569,968 | 4,141,624 | 3,987,706 | 2,715,106 | 2,382,407 | 3,801,318 | 5,466,150 | 5,773,163 |
| Total Business-Type Activities Net Position | 40,038,225 | 36,513,490 | 30,679,890 | 26,899,521 | 25,207,420 | 24,792,602 | 24,629,964 | 25,815,272 | 26,756,324 | 26,391,246 |
| Primary Government | | | | | | | | | | |
| Net Investment in Capital Assets | 72,887,542 | 68,000,969 | 64,981,434 | 63,286,143 | 54,188,407 | 53,181,577 | 58,241,116 | 52,687,813 | 50,835,284 | 34,976,136 |
| Restricted | 10,226,217 | 11,549,348 | 12,007,288 | 12,203,991 | 10,742,269 | 10,428,545 | 8,691,206 | 9,803,611 | 9,704,301 | 8,786,788 |
| Unrestricted | 13,363,135 | 8,651,859 | 16,407,678 | 12,453,719 | 10,631,125 | 7,377,530 | 2,841,669 | 9,441,832 | 12,257,476 | 14,019,072 |
| Total Primary Government Net Position | 96,476,894 | 88,202,176 | 93,396,400 | 87,943,853 | 75,561,801 | 70,987,652 | 69,773,991 | 71,933,256 | 72,797,061 | 57,781,996 |

(1) The City implemented the reporting requirements of GASB Statement No. 63 in 2012.

(2) The City implemented the reporting requirements of GASB Statement No. 65 in 2012 which required a restatement of prior period amounts.

(3) In 2014, the City corrected an error which resulted in reduction of Governmental Activities net investment in capital assets by \$3,898,180 for 2013.

(4) The City implemented the reporting requirements of GASB Statement No. 68 in 2015, which required restatement of 2014 amounts.

City of Mansfield, Ohio
Changes in Net Position
Last Ten Years
(Accrual Basis of Accounting)

| | 2015 | 2014 | 2013 (2) | 2012 | 2011 (1) | 2010 | 2009 | 2008 | 2007 | 2006 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Program Revenues | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| Charges for Services: | | | | | | | | | | |
| Security of Persons and Property: | \$ 5,080 | \$ 5,109 | \$ 9,419 | \$ 265,122 | \$ 567,655 | \$ 1,011,739 | \$ 1,022,282 | \$ 983,893 | \$ 1,017,066 | \$ 893,889 |
| Leisure Time Activities | 605,370 | 590,422 | 685,367 | 1,178,423 | 692,596 | 668,336 | 593,632 | 616,500 | 586,618 | 547,029 |
| Community Environment | 260,497 | 217,382 | 112,175 | 127,665 | 63,356 | 291,919 | 284,746 | 320,648 | 201,449 | 310,865 |
| Basic Utility Services | 1,003,585 | 1,009,600 | 995,062 | 1,082,230 | 1,002,079 | 949,217 | 1,018,456 | 986,333 | 1,068,192 | 1,007,896 |
| General Government | 2,077,521 | 2,091,556 | 2,166,095 | 1,729,115 | 2,049,765 | 1,138,058 | 1,461,596 | 1,594,748 | 1,118,124 | 1,332,743 |
| Subtotal - Charges for Services | 3,952,053 | 3,914,069 | 3,968,118 | 4,382,555 | 4,375,451 | 4,059,269 | 4,380,712 | 4,442,122 | 3,991,449 | 4,092,422 |
| Operating Grants and Contributions: | | | | | | | | | | |
| Security of Persons and Property: | 110,552 | 77,699 | 41,570 | 42,228 | 56,297 | 132,150 | 39,951 | 138,875 | 84,098 | 115,035 |
| Leisure Time Activities | 131,341 | 24,081 | - | - | - | - | - | 11,465 | 24,872 | 37,297 |
| Community Environment | - | - | - | - | - | - | 8,772 | - | - | - |
| Transportation | 973,739 | 992,786 | 979,554 | 927,709 | 1,060,996 | 1,004,170 | 1,122,105 | 1,019,846 | 981,109 | 1,013,223 |
| General Government | 10,477 | 75,238 | 44,432 | 47,317 | 77,350 | 191,516 | 220,140 | 413,161 | 250,461 | 30,148 |
| Subtotal - Operating Grants and Contributions | 1,226,109 | 1,169,804 | 1,065,556 | 1,017,254 | 1,194,643 | 1,327,836 | 1,390,968 | 1,583,347 | 1,340,540 | 1,195,703 |
| Capital Grants and Contributions: | | | | | | | | | | |
| Security of Persons and Property: | - | - | - | - | - | - | 11,637 | 503,070 | 208,677 | - |
| Community Environment | - | - | - | - | - | 310,624 | 136,000 | - | 4,508 | 443,287 |
| Transportation | 3,146,718 | 2,685,263 | 387,482 | 7,185,845 | 904,465 | - | - | - | - | - |
| General Government | 169,882 | 143,989 | 200,000 | - | - | - | 30,600 | - | 1,402,172 | - |
| Subtotal - Capital Grants and Contributions | 3,316,600 | 2,829,252 | 587,482 | 7,185,845 | 904,465 | 310,624 | 178,237 | 503,070 | 1,615,357 | 443,287 |
| Total Governmental Activities Program Revenues | 8,494,762 | 7,913,125 | 5,621,156 | 12,585,654 | 6,474,559 | 5,697,729 | 5,949,917 | 6,528,539 | 6,947,346 | 5,731,412 |
| Business-Type Activities: | | | | | | | | | | |
| Charges for Services: | | | | | | | | | | |
| Golf | 1,399,261 | 1,469,746 | 1,502,329 | 1,599,858 | 1,558,513 | 1,689,899 | 1,672,297 | 1,644,286 | 1,659,869 | 1,505,366 |
| Sewer | 3,652,148 | 3,026,099 | 2,675,787 | 2,636,684 | 2,184,296 | 1,700,900 | 1,475,619 | 1,369,694 | 1,453,371 | 1,326,014 |
| Water | 3,432,986 | 3,005,233 | 2,792,152 | 2,690,988 | 2,296,597 | 2,026,227 | 1,849,310 | 1,707,907 | 1,852,262 | 1,695,581 |
| Capital Grants and Contributions | | | | | | | | | | |
| Golf | - | - | - | - | - | 57,547 | - | 14,126 | 17,470 | 59,974 |
| Sewer | 53,169 | 89,945 | 303,599 | 347,000 | 44,952 | - | - | - | - | 37,920 |
| Water | - | 239,879 | 475,264 | - | 67,524 | - | - | - | 298,919 | 154,753 |
| Total Business-Type Activities Program Revenues | 8,537,564 | 7,830,902 | 7,749,131 | 7,274,530 | 6,151,882 | 5,474,573 | 4,997,226 | 4,736,013 | 5,281,891 | 4,779,608 |
| Total Primary Government Program Revenues | \$ 17,032,326 | \$ 15,744,027 | \$ 13,370,287 | \$ 19,860,184 | \$ 12,626,441 | \$ 11,172,302 | \$ 10,947,143 | \$ 11,264,552 | \$ 12,229,237 | \$ 10,511,020 |

(1) - The City implemented the reporting requirements of GASB Statement No. 63 and No. 65 in 2012 which required a restatement of prior period amounts.

(2) - In 2014, the City corrected an error which resulted in a restatement of 2013 amounts.

City of Miami Springs, Ohio
Changes in Net Position (continued)
Last Ten Years
(Accrual Basis of Accounting)

| | 2015 | 2014 | 2013 (2) | 2012 | 2011 (1) | 2010 | 2009 | 2008 | 2007 | 2006 |
|--|---------------------|---------------------|---------------------|---------------------|--------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Expenses | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| Security of Persons and Property: | \$ 9,751,142 | \$ 9,394,211 | \$ 9,442,560 | \$ 9,109,364 | \$ 9,151,582 | \$ 8,682,865 | \$ 9,048,896 | \$ 8,910,476 | \$ 8,779,507 | \$ 8,606,873 |
| Public Health Services | 2,224 | 3,285 | 6,126 | 9,325 | 8,702 | 9,322 | 5,189 | 1,380 | 3,475 | 9,884 |
| Leisure Time Activities | 3,122,085 | 2,707,770 | 2,766,182 | 2,464,942 | 2,427,929 | 2,220,395 | 2,203,493 | 2,054,304 | 2,077,411 | 1,969,571 |
| Community Environment | 778,992 | 1,168,094 | 1,297,561 | 1,117,200 | 1,083,510 | 887,618 | 1,070,540 | 943,936 | 916,536 | 887,794 |
| Basic Utility Services | 967,919 | 993,050 | 1,433,419 | 1,292,645 | 1,383,118 | 941,785 | 890,876 | 874,726 | 868,692 | 923,728 |
| Transportation | 2,118,542 | 2,723,471 | 1,994,936 | 1,569,191 | 1,533,720 | 1,590,104 | 1,439,492 | 1,513,635 | 1,951,024 | 1,173,430 |
| General Government | 6,710,086 | 6,630,144 | 6,050,093 | 5,247,946 | 5,417,040 | 5,198,985 | 6,081,250 | 6,014,203 | 5,297,905 | 5,087,104 |
| Interest and Fiscal Charges | 406,769 | 441,355 | 479,419 | 748,521 | 544,955 | 265,724 | 301,379 | 134,109 | 144,190 | 171,176 |
| Total Governmental Activities Expenses | 23,857,759 | 24,061,380 | 23,470,296 | 21,559,134 | 21,479,556 | 19,796,798 | 21,041,115 | 20,446,769 | 20,038,740 | 18,829,560 |
| Business-Type Activities | | | | | | | | | | |
| Golf | 1,691,877 | 1,716,202 | 1,723,137 | 1,756,065 | 1,963,235 | 1,762,108 | 1,720,317 | 1,905,208 | 1,829,296 | 1,743,078 |
| Sewer | 3,067,950 | 2,918,350 | 2,825,684 | 3,195,455 | 2,864,108 | 2,573,324 | 3,085,042 | 2,726,099 | 2,343,763 | 2,374,619 |
| Water | 2,684,128 | 2,584,436 | 2,393,685 | 2,814,406 | 2,716,833 | 2,705,388 | 2,660,067 | 2,826,912 | 2,665,685 | 2,353,812 |
| Total Business-Type Activities Expenses | 7,443,955 | 7,218,988 | 6,942,506 | 7,765,926 | 7,544,176 | 7,040,820 | 7,465,426 | 7,458,219 | 6,838,744 | 6,471,509 |
| Total Primary Government Program Expenses | 31,301,714 | 31,280,368 | 30,412,802 | 29,325,060 | 29,023,732 | 26,837,618 | 28,506,541 | 27,904,988 | 26,877,484 | 25,301,069 |
| Net (Expense)/Revenue | | | | | | | | | | |
| Governmental Activities | (15,362,997) | (16,148,255) | (17,849,140) | (11,990,454) | (8,893,902) | (13,322,239) | (15,091,198) | (13,918,230) | (13,091,394) | (13,098,148) |
| Business-Type Activities | 1,093,609 | 611,914 | 806,625 | (16,795) | (269,646) | (888,938) | (2,468,200) | (2,722,206) | (1,556,853) | (1,691,901) |
| Total Primary Government Net Expense | (14,269,388) | (15,536,341) | (17,042,515) | (12,007,249) | (9,163,548) | (14,211,177) | (17,559,398) | (16,640,436) | (14,648,247) | (14,790,049) |
| General Revenues and Other Changes in Net Position | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Taxes: | | | | | | | | | | |
| Property and Other Local Taxes Levied For: | | | | | | | | | | |
| General Purposes | 1,357,899 | 1,425,268 | 1,249,447 | 1,170,672 | 1,569,761 | 1,669,722 | 1,504,078 | 1,749,705 | 1,732,272 | 1,712,858 |
| Other Purposes | 1,340,998 | 1,402,515 | 1,435,799 | 1,353,385 | 1,532,927 | 1,677,390 | 994,699 | 1,123,285 | 1,151,441 | 1,132,468 |
| Municipal Income Taxes levied for: | | | | | | | | | | |
| General Purposes | 12,660,254 | 11,478,860 | 12,145,304 | 11,831,232 | 10,680,041 | 7,379,111 | 7,522,016 | 6,145,700 | 6,909,874 | 7,547,850 |
| Capital Projects | 2,580,179 | 2,329,231 | 2,473,215 | 2,422,504 | 2,174,017 | 1,399,176 | 1,220,828 | 1,855,092 | 2,180,161 | 1,354,033 |
| Payment in Lien of Taxes | 673,574 | 556,827 | 505,729 | 180,612 | 49,438 | 22,241 | - | - | - | - |
| Grants and Entitlements not Restricted to | | | | | | | | | | |
| Specific Programs | 889,783 | 638,700 | 1,440,711 | 1,789,278 | 2,017,365 | 2,137,921 | 2,012,500 | 1,727,951 | 1,156,369 | 1,447,287 |
| Investment Income | 117,747 | 232,954 | 2,316 | 193,488 | 319,280 | 278,303 | 280,973 | 881,549 | 1,083,796 | 744,658 |
| Miscellaneous | 1,061,921 | 1,572,227 | 1,484,964 | 1,144,270 | 1,096,499 | 815,670 | 586,051 | 782,195 | 607,466 | 562,205 |
| Transfers | (569,375) | (4,976,032) | (1,216,167) | (422,010) | (275,000) | (229,442) | (3,904) | (270,000) | (250,000) | (87,439) |
| Total Governmental Activities | 20,112,980 | 14,660,550 | 19,521,318 | 19,663,431 | 19,164,328 | 15,150,092 | 14,117,241 | 13,995,477 | 14,571,379 | 14,413,920 |
| Business-Type Activities | | | | | | | | | | |
| Municipal Income Taxes levied for: | | | | | | | | | | |
| Other Purpose - Debt Service | 1,835,898 | 1,657,337 | 1,759,789 | 1,725,021 | 1,476,243 | 1,436,609 | 1,222,115 | 1,399,690 | 1,452,594 | 1,439,893 |
| Investment Income | 25,853 | 42,388 | (2,212) | 9,735 | 14,237 | 17,162 | 48,434 | 102,326 | 218,069 | 208,277 |
| Miscellaneous | - | - | - | 28,731 | 41,632 | 45,672 | 8,439 | 9,138 | 1,268 | 20,631 |
| Transfers | 569,375 | 4,976,032 | 1,216,167 | 422,010 | 275,000 | 229,442 | 3,904 | 270,000 | 250,000 | 87,439 |
| Total Business-Type Activities Expenses | 2,431,126 | 6,675,757 | 2,973,744 | 2,183,497 | 1,807,112 | 1,728,885 | 1,282,892 | 1,781,154 | 1,921,931 | 1,756,240 |
| Total Primary Government General Revenues and Other Changes in Net Position | 22,544,106 | 21,336,307 | 22,495,062 | 21,846,928 | 20,971,440 | 16,878,977 | 15,400,133 | 15,776,631 | 16,493,310 | 16,170,160 |
| Change in Net Position | | | | | | | | | | |
| Governmental Activities | 4,749,983 | (1,487,705) | 1,672,178 | 7,672,977 | 10,270,426 | 1,827,853 | (973,957) | 77,247 | 1,479,985 | 1,315,772 |
| Business-Type Activities | 3,524,735 | 7,287,671 | 3,780,369 | 2,166,702 | 1,537,466 | 839,947 | (1,185,308) | (941,052) | 365,078 | 64,339 |
| Total Primary Government Change in Net Position | 8,274,718 | 5,799,966 | 5,452,547 | 9,839,679 | 11,807,892 | 2,667,800 | (2,159,265) | (863,805) | 1,845,063 | 1,380,111 |

(1) - The City implemented the reporting requirements of GASB Statement No. 63 and No. 65 in 2012 which required a restatement of prior period amounts.

(2) - In 2014, the City corrected an error which resulted in a restatement of 2013 amounts.

City of Miamisburg, Ohio
Fund Balances, Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)

| | 2015 | 2014 (3) | 2013 (2) | 2012 | 2011 (1) |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|
| General Fund | | | | | |
| Nonspendable | \$ 117,360 | \$ 146,234 | \$ 161,149 | \$ 167,091 | \$ 4,233,433 |
| Committed | 265,568 | 217,981 | 209,160 | 130,787 | 148,837 |
| Assigned | 1,267,457 | 2,148,941 | 3,801,787 | 3,719,511 | 318,640 |
| Unassigned | 7,333,286 | 5,439,857 | 4,206,495 | 5,412,410 | 2,039,404 |
| Reserved | - | - | - | - | - |
| Unreserved | - | - | - | - | - |
| Total General Fund | <u>8,983,671</u> | <u>7,953,013</u> | <u>8,378,591</u> | <u>9,429,799</u> | <u>6,740,314</u> |
| All Other Governmental Funds | | | | | |
| Nonspendable | 102,857 | 273,213 | 46,939 | 138,680 | 127,587 |
| Restricted | 10,458,326 | 9,664,193 | 11,396,874 | 9,013,747 | 7,747,080 |
| Committed | 1,751,895 | 1,805,358 | 1,919,680 | 1,810,949 | 1,689,327 |
| Assigned | 175,716 | 177,392 | 171,327 | 179,683 | 75,163 |
| Unassigned | - | - | (1,824,823) | (2,101,134) | (2,314,497) |
| Reserved | - | - | - | - | - |
| Unreserved, Undesignated, Reported in: | | | | | |
| Special Revenue funds | - | - | - | - | - |
| Debt Service funds | - | - | - | - | - |
| Capital Projects funds | - | - | - | - | - |
| Municipal Trust fund | - | - | - | - | - |
| Total All Other Governmental Funds | <u>12,488,794</u> | <u>11,920,156</u> | <u>11,709,997</u> | <u>9,041,925</u> | <u>7,324,660</u> |
| Total Governmental Funds | <u>\$ 21,472,465</u> | <u>\$ 19,873,169</u> | <u>\$ 20,088,588</u> | <u>\$ 18,471,724</u> | <u>\$ 14,064,974</u> |

(1) - The City implemented the financial reporting requirements of GASB Statement No. 54 in 2011.

(2) - In 2014 the City made certain corrections of errors that affected the fund balances reported for 2013.

(3) - For 2014, the City combined the self-supporting recreation fund with the General Fund for reporting purposes.

| | 2010 | 2009 | 2008 | 2007 | 2006 |
|----|-------------------|---------------------|----------------------|----------------------|----------------------|
| \$ | - | \$ - | \$ - | \$ - | \$ - |
| | - | - | - | - | - |
| | - | - | - | - | - |
| | - | - | - | - | - |
| | 1,868,140 | 2,002,009 | 1,980,836 | 2,098,141 | 1,336,814 |
| | 2,555,131 | 2,272,349 | 3,187,212 | 3,188,294 | 4,305,392 |
| | <u>4,423,271</u> | <u>4,274,358</u> | <u>5,168,048</u> | <u>5,286,435</u> | <u>5,642,206</u> |
| | - | - | - | - | - |
| | - | - | - | - | - |
| | - | - | - | - | - |
| | - | - | - | - | - |
| | 266,768 | 223,907 | 701,775 | 1,199,245 | 293,245 |
| | 2,881,805 | (1,785,222) | 2,066,898 | 2,006,868 | 1,954,039 |
| | 250,502 | 285,223 | 308,381 | 330,309 | 343,660 |
| | 392,098 | (23,737) | 206,720 | 309,319 | 1,448,146 |
| | 5,446,835 | 5,468,041 | 5,580,681 | 5,376,268 | 5,217,516 |
| | <u>9,238,008</u> | <u>4,168,212</u> | <u>8,864,455</u> | <u>9,222,009</u> | <u>9,256,606</u> |
| \$ | <u>13,661,279</u> | <u>\$ 8,442,570</u> | <u>\$ 14,032,503</u> | <u>\$ 14,508,444</u> | <u>\$ 14,898,812</u> |

City of Miamisburg, Ohio
Changes in Fund Balances, Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)

| | 2015 | 2014 | 2013 (2) | 2012 |
|---|---------------------|---------------------|---------------------|---------------------|
| Revenues | | | | |
| Municipal Income Taxes (1) | \$ 15,059,411 | \$ 14,270,835 | \$ 14,099,249 | \$ 13,612,626 |
| Property and Other Taxes | 2,668,423 | 2,780,701 | 2,665,908 | 2,548,389 |
| Payment in Lieu of Taxes | 673,574 | 556,827 | 505,729 | 180,612 |
| Intergovernmental | 2,469,678 | 2,377,020 | 2,659,355 | 4,041,526 |
| Special Assessments | 247,106 | 198,070 | 147,542 | 143,246 |
| Charges for Services | 2,235,403 | 2,221,575 | 2,249,696 | 2,609,750 |
| Fines, Licenses and Permits | 1,455,434 | 1,475,250 | 1,613,708 | 1,617,854 |
| Interest | 117,747 | 254,350 | (19,080) | 193,488 |
| Donations | 27,718 | 32,776 | 34,330 | 22,622 |
| Other | 1,068,330 | 1,565,893 | 1,462,278 | 1,126,956 |
| <i>Total Revenues</i> | <u>26,022,824</u> | <u>25,733,297</u> | <u>25,418,715</u> | <u>26,097,069</u> |
| Expenditures | | | | |
| Current: | | | | |
| Security of Persons and Property | 8,950,471 | 9,239,302 | 8,748,441 | 9,261,018 |
| Public Health Services | 2,115 | 3,285 | 5,754 | 9,052 |
| Leisure Time Activities | 2,249,762 | 2,456,054 | 2,365,825 | 2,282,885 |
| Community Environment | 1,008,162 | 1,014,969 | 1,240,573 | 1,027,211 |
| Basic Utility Services | 992,335 | 1,023,726 | 1,364,114 | 1,229,390 |
| Transportation | 1,255,938 | 987,260 | 1,263,309 | 1,019,658 |
| General Government | 6,282,915 | 6,531,844 | 5,524,780 | 5,002,683 |
| Economic Development | - | - | - | - |
| Capital Outlay | 2,186,216 | 3,010,483 | 1,829,283 | 4,790,010 |
| Debt Service: | | | | |
| Principal Retirement | 3,373,129 | 1,252,386 | 1,199,544 | 703,019 |
| Interest and Fiscal Charges | 188,366 | 193,417 | 239,419 | 173,461 |
| Debt Issuance Costs | 17,633 | 18,273 | 18,480 | 117,707 |
| <i>Total Expenditures</i> | <u>26,507,042</u> | <u>25,730,999</u> | <u>23,799,522</u> | <u>25,616,094</u> |
| <i>Excess of Revenues Over</i> <i>(Under) Expenditures</i> | <u>(484,218)</u> | <u>2,298</u> | <u>1,619,193</u> | <u>480,975</u> |
| Other Financing Sources (Uses) | | | | |
| Special Obligation Bonds Issued | 400,000 | - | - | 2,305,000 |
| Note Proceeds | 2,000,000 | - | - | - |
| Loan Proceeds | - | - | 341,999 | - |
| Inception of Capital Lease | - | - | - | 1,986,649 |
| Special Assessment Bonds Issued | - | - | - | - |
| General Obligation Bonds Issued | - | - | - | - |
| Premium on Issued Debt | - | 23,865 | 22,686 | 19,383 |
| Transfers In | 1,059,008 | 1,314,543 | 1,043,164 | 1,552,285 |
| Transfers Out | (1,375,494) | (1,556,125) | (1,410,178) | (1,937,542) |
| <i>Total Other Financing Sources (Uses)</i> | <u>2,083,514</u> | <u>(217,717)</u> | <u>(2,329)</u> | <u>3,925,775</u> |
| <i>Net Change in Fund Balances</i> | <u>\$ 1,599,296</u> | <u>\$ (215,419)</u> | <u>\$ 1,616,864</u> | <u>\$ 4,406,750</u> |
| Debt Service as a Percentage of Noncapital Expenditures | 13.6% | 5.9% | 6.4% | 4.1% |

(1) - Voters approved increasing income tax rate from 1.75% to 2.25% effective January 1, 2011.

(2) - In 2014 the City made certain corrections of errors that affected the fund balances reported for 2013.

| | 2011 | 2010 | 2009 | 2008 | 2007 | 2006 |
|----|--------------------|---------------------|-----------------------|---------------------|---------------------|--------------------|
| \$ | 12,689,452 | \$ 8,971,342 | \$ 8,640,328 | \$ 8,913,851 | \$ 9,086,267 | \$ 8,787,895 |
| | 3,092,314 | 3,326,843 | 2,483,216 | 2,877,033 | 2,875,970 | 2,871,766 |
| | 49,438 | 22,241 | - | - | - | - |
| | 4,251,581 | 3,907,065 | 3,770,201 | 3,228,929 | 2,674,980 | 2,976,349 |
| | 113,631 | 174,382 | 217,691 | 195,778 | 95,421 | 187,574 |
| | 2,777,376 | 2,419,707 | 2,752,542 | 2,829,380 | 2,313,506 | 2,470,870 |
| | 1,527,772 | 1,518,506 | 1,404,889 | 1,413,801 | 1,544,736 | 1,457,455 |
| | 319,280 | 278,303 | 280,973 | 881,549 | 1,083,796 | 744,658 |
| | 11,150 | 15,613 | 26,677 | 33,570 | 52,095 | 81,702 |
| | 1,007,235 | 815,670 | 586,051 | 782,195 | 607,466 | 562,205 |
| | <u>25,839,229</u> | <u>21,449,672</u> | <u>20,162,568</u> | <u>21,156,086</u> | <u>20,334,237</u> | <u>20,140,474</u> |
| | 8,608,236 | 8,726,762 | 8,916,458 | 8,729,410 | 8,365,268 | 8,563,341 |
| | 8,349 | 9,322 | 5,189 | 1,380 | 3,436 | 9,807 |
| | 2,274,424 | 2,153,280 | 2,101,886 | 1,952,885 | 1,983,775 | 1,903,058 |
| | 966,244 | 906,064 | 1,076,751 | 885,914 | 932,600 | 875,220 |
| | 1,223,404 | 894,392 | 844,559 | 694,472 | 952,755 | 760,214 |
| | 1,094,136 | 1,093,654 | 929,014 | 1,092,716 | 1,378,056 | 1,096,223 |
| | 5,105,123 | 4,216,315 | 4,651,647 | 4,825,155 | 4,222,182 | 4,035,685 |
| | - | - | 4,128,000 | - | - | - |
| | 6,821,941 | 1,757,670 | 2,388,194 | 2,662,985 | 2,124,744 | 2,308,825 |
| | 458,415 | 450,498 | 424,565 | 420,716 | 403,910 | 354,469 |
| | 253,389 | 255,626 | 302,827 | 134,988 | 145,279 | 173,963 |
| | 78,846 | 232,123 | 49,393 | - | - | - |
| | <u>26,892,507</u> | <u>20,695,706</u> | <u>25,818,483</u> | <u>21,400,621</u> | <u>20,512,005</u> | <u>20,080,805</u> |
| | <u>(1,053,278)</u> | <u>753,966</u> | <u>(5,655,915)</u> | <u>(244,535)</u> | <u>(177,768)</u> | <u>59,669</u> |
| | - | - | - | - | - | - |
| | - | - | - | - | - | - |
| | - | - | - | - | - | - |
| | - | - | - | - | - | - |
| | 345,000 | - | - | - | - | 470,000 |
| | 1,280,605 | 4,580,000 | - | - | - | - |
| | 69,664 | 77,432 | 33,187 | - | - | - |
| | 1,152,025 | 800,555 | 1,013,656 | 881,243 | 765,233 | 1,079,336 |
| | <u>(1,390,321)</u> | <u>(993,244)</u> | <u>(980,861)</u> | <u>(1,112,649)</u> | <u>(977,833)</u> | <u>(1,129,702)</u> |
| | <u>1,456,973</u> | <u>4,464,743</u> | <u>65,982</u> | <u>(231,406)</u> | <u>(212,600)</u> | <u>419,634</u> |
| \$ | <u>403,695</u> | <u>\$ 5,218,709</u> | <u>\$ (5,589,933)</u> | <u>\$ (475,941)</u> | <u>\$ (390,368)</u> | <u>\$ 479,303</u> |
| | 3.8% | 3.5% | 3.9% | 3.1% | 3.1% | 3.1% |

City of Miamisburg, Ohio
Assessed Valuation and Estimated Actual Values of Taxable Property
Last Ten Years

| Collection Year | Real Property | | | Tangible Personal Property | |
|-----------------|--------------------------|--------------------------|------------------------|----------------------------|------------------------|
| | Assessed Value | | Estimated Actual Value | Public Utility | |
| | Residential/Agricultural | Commercial Industrial/PU | | Assessed Value | Estimated Actual Value |
| 2015 | \$ 282,261,780 | \$ 101,751,750 | \$ 1,097,181,514 | \$ 21,667,530 | \$ 55,646,157 |
| 2014 | 298,681,300 | 101,828,460 | 1,144,313,600 | 28,655,180 | 73,591,712 |
| 2013 | 298,543,670 | 104,436,070 | 1,151,370,686 | 27,891,820 | 71,631,265 |
| 2012 | 298,652,040 | 106,737,950 | 1,158,257,114 | 27,016,880 | 69,384,260 |
| 2011 | 314,605,850 | 113,741,830 | 1,223,850,514 | 27,110,010 | 69,623,435 |
| 2010 | 314,374,910 | 116,420,660 | 1,230,844,486 | 27,375,610 | 70,305,544 |
| 2009 | 314,229,780 | 120,500,090 | 1,242,085,343 | 28,262,290 | 72,582,699 |
| 2008 | 318,368,090 | 117,014,930 | 1,243,951,486 | 26,990,210 | 69,315,767 |
| 2007 | 304,498,180 | 113,633,380 | 1,194,661,600 | 28,585,880 | 73,413,737 |
| 2006 | 266,321,275 | 103,569,385 | 1,056,830,457 | 28,417,130 | 72,980,357 |

Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax is being phased out beginning in 2006. For collection year 2006 both types of general business tangible personal property were assessed at 18.75 percent. The percentage will be 12.5 percent for 2007, 6.25 percent for 2008 and zero for 2009.

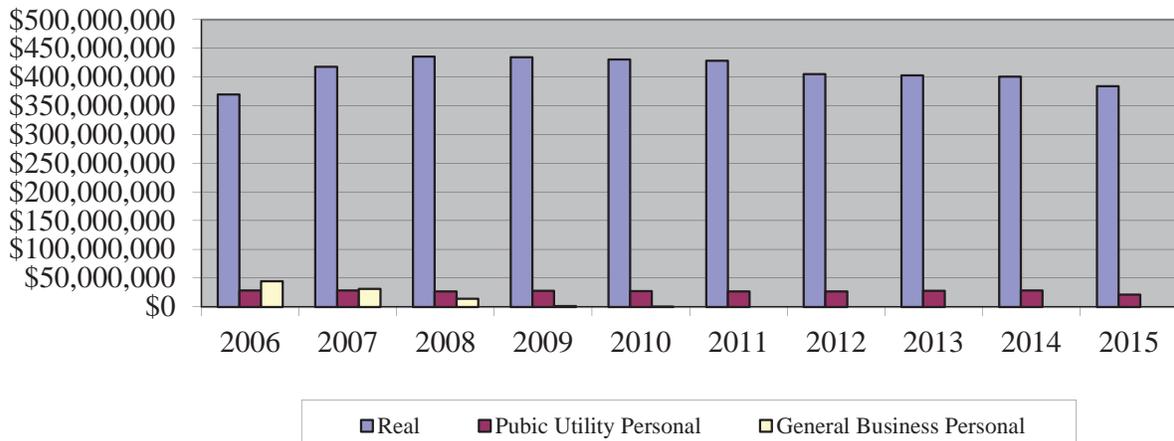
The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10%, 2 1/2% and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10% rollback for commercial/industrial property has been eliminated.

Source: County Auditor

Tangible Personal Property

| General Business | | Total | | | Total Tax Rate Millage |
|------------------|------------------------|----------------|------------------------|--------|------------------------|
| Assessed Value | Estimated Actual Value | Assessed Value | Estimated Actual Value | Ratio | |
| \$ - | \$ - | \$ 405,681,060 | \$ 1,152,827,671 | 35.19% | 94.90 |
| - | - | 429,164,940 | 1,217,905,312 | 35.24% | 94.90 |
| - | - | 430,871,560 | 1,223,001,951 | 35.23% | 94.90 |
| - | - | 432,406,870 | 1,227,641,374 | 35.22% | 93.10 |
| - | - | 455,457,690 | 1,293,473,949 | 35.21% | 92.22 |
| 248,160 | 2,481,600 | 458,419,340 | 1,303,631,630 | 35.16 | 84.38 |
| 1,515,190 | 24,243,040 | 464,507,350 | 1,338,911,082 | 34.69 | 77.76 |
| 14,220,702 | 113,765,616 | 476,593,932 | 1,427,032,868 | 33.40 | 75.91 |
| 31,213,063 | 166,469,669 | 477,930,503 | 1,434,545,006 | 33.32 | 75.91 |
| 44,653,249 | 178,612,996 | 442,961,039 | 1,308,423,810 | 33.85 | 77.06 |

Assessed Value of Taxable Property



City of Miamisburg, Ohio
Property Tax Rates (Full) - Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuation)
Last Ten Years

| | 2015 | 2014 | 2013 | 2012 |
|---|---------------------|---------------------|---------------------|---------------------|
| Unvoted Millage | | | | |
| Operating | 2.40 | 2.40 | 2.40 | 2.40 |
| Fire Pension | 0.30 | 0.30 | 0.30 | 0.30 |
| Police Pension | 0.30 | 0.30 | 0.30 | 0.30 |
| Miami Conservancy District | 0.13 | 0.13 | 0.13 | 0.13 |
| <i>Total Unvoted Millage</i> | <u>3.13</u> | <u>3.13</u> | <u>3.13</u> | <u>3.13</u> |
| Charter Millage | | | | |
| 1977 Charter/Current Expense | 0.90 | 0.90 | 0.90 | 0.90 |
| 1990 Fire and EMS | 3.00 | 3.00 | 3.00 | 3.00 |
| <i>Total Charter Millage</i> | <u>3.90</u> | <u>3.90</u> | <u>3.90</u> | <u>3.90</u> |
| Total Millage | <u><u>7.03</u></u> | <u><u>7.03</u></u> | <u><u>7.03</u></u> | <u><u>7.03</u></u> |
| Overlapping Rates by Taxing District | | | | |
| Miamisburg City School District | 62.03 | 60.86 | 60.76 | 60.62 |
| Montgomery County | 21.94 | 20.94 | 20.94 | 20.94 |
| Montgomery County JVS | 2.58 | 2.58 | 2.58 | 2.58 |
| Miami Township | 0.18 | 0.18 | 0.18 | 0.18 |
| Library | 3.31 | 3.31 | 3.31 | 1.75 |
| Total Tax Rate | <u><u>97.07</u></u> | <u><u>94.90</u></u> | <u><u>94.80</u></u> | <u><u>93.10</u></u> |

Source: County Auditor

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

Charter millage is consistently applied to all types of property.

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

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

| 2011 | 2010 | 2009 | 2008 | 2007 | 2006 |
|-------|-------|-------|-------|-------|-------|
| 2.40 | 2.40 | 2.40 | 2.40 | 2.40 | 2.40 |
| 0.30 | 0.30 | 0.30 | 0.30 | 0.30 | 0.30 |
| 0.30 | 0.30 | 0.30 | 0.30 | 0.30 | 0.30 |
| 0.13 | 0.13 | 0.13 | 0.13 | 0.13 | 0.13 |
| 3.13 | 3.13 | 3.13 | 3.13 | 3.13 | 3.13 |
| 0.90 | 0.90 | 0.90 | 0.90 | 0.90 | 0.90 |
| 3.00 | 3.00 | 3.00 | 3.00 | 3.00 | 3.00 |
| 3.90 | 3.90 | 3.90 | 3.90 | 3.90 | 3.90 |
| 7.03 | 7.03 | 7.03 | 7.03 | 7.03 | 7.03 |
| 59.74 | 51.90 | 51.55 | 46.48 | 46.63 | 46.63 |
| 20.94 | 20.94 | 20.24 | 20.24 | 18.24 | 18.24 |
| 2.58 | 2.58 | 2.58 | 2.58 | 2.58 | 2.58 |
| 0.18 | 0.18 | 0.18 | 0.18 | 0.18 | 0.18 |
| 1.75 | 1.75 | 1.25 | 1.25 | 1.25 | 1.25 |
| 92.22 | 84.38 | 82.83 | 77.76 | 75.91 | 75.91 |

City of Miamisburg, Ohio
Principal Taxpayers - Real Estate Tax
Collection Years 2015 and 2006

| Taxpayer | <i>Collection Year 2015</i> | |
|---------------------------------|---|--|
| | Real Property Assessed Valuation (1) | Percentage of Real Assessed Valuation |
| Dayton Power and Light | \$25,135,430 (2) | 6.20 % |
| Kettering Medical Center | 8,569,260 | 2.11 |
| Mehland Devlopers | 4,975,270 | 1.23 |
| Bank of New York Mellon Trust | 3,002,770 | 0.74 |
| Hieronymus Management | 2,924,870 | 0.65 |
| Cole Lo Miamisburg | 2,639,180 | 0.64 |
| Dayton Theater LLC | 2,596,760 | 0.51 |
| Monarch Marking Systems | 2,081,800 | 0.51 |
| HD Development | 2,054,760 | 0.40 |
| Matt Castrucci LLC | 1,642,690 | 0.42 |
| Total | \$55,622,790 | 13.71 % |
| Total Assessed Valuation | \$405,681,060 | |

| Taxpayer | <i>Collection Year 2006</i> | |
|---------------------------------|---|--|
| | Real Property Assessed Valuation (1) | Percentage of Real Assessed Valuation |
| Dayton Power and Light | \$28,766,400 | 6.49 % |
| Paxar Americas, Inc. | 6,242,830 | 1.41 |
| Kettering Medical Center | 6,081,120 | 1.37 |
| Interstate Ford | 4,194,860 | 0.95 |
| Hieronymus Management | 3,226,870 | 0.73 |
| One Prestige Place Office | 3,151,800 | 0.71 |
| Ohio Bell | 2,834,230 | 0.64 |
| Dayton Theater, LLC | 2,783,480 | 0.62 |
| Plaza Associates | 2,745,720 | 0.62 |
| Dayton Corners Associates | 2,547,810 | 0.58 |
| Total | \$62,575,120 | 14.13 % |
| Total Assessed Valuation | \$442,961,039 | |

Source: County Auditor

(1) The amounts presented represent the assessed values for Tax Years 2014 and 2005.

(2) \$20,249,250 is from public utility personal

City of Miamisburg, Ohio
Principal Income Tax Withholders
2015 and 2006

| <i>2015</i> | | |
|---|---------------------|----------------------------------|
| Employer | Withholdings (1) | Percentage of Total Withholdings |
| Kettering Medical Center Network | \$2,107,166 | 15.68 % |
| Yaskawa America Inc. (Motoman) | 636,911 | 4.74 |
| Avery Dennison | 631,911 | 4.70 |
| Miamisburg Board of Education | 518,640 | 3.86 |
| Evenflo Company | 280,035 | 2.08 |
| Dayton Superior | 311,508 | 2.32 |
| Alliance Physicians Inc. | 310,240 | 2.31 |
| O'Neil & Associates, Inc. | 267,441 | 1.99 |
| DFAS | 219,921 | 1.64 |
| United Grinding | 208,409 | 1.55 |
| Total | \$5,492,182 | 40.87 % |
| Total Withholdings within the City | \$13,438,801 | |

| <i>2006</i> | | |
|---|--------------------|----------------------------------|
| Employer | Withholdings (1) | Percentage of Total Withholdings |
| Kettering Medical Center Network | \$912,589 | 11.33 % |
| Paxar Americas, Inc. | 592,889 | 7.36 |
| Miamisburg Board of Education | 491,676 | 6.10 |
| City of Miamisburg | 192,450 | 2.39 |
| CH2M Hill Mound, Inc. | 180,231 | 2.24 |
| Reed Elsevier Inc. | 167,729 | 2.08 |
| Huffy Corporation | 126,307 | 1.57 |
| O'Neil and Associates | 126,083 | 1.57 |
| Ceva Logistics US, Inc. | 101,214 | 1.26 |
| Dayton Power and Light | 91,730 | 1.14 |
| Total | \$2,982,898 | 37.04 % |
| Total Withholdings within the City | \$8,053,684 | |

(1) Source: City of Miamisburg Income Tax Department

City of Miamisburg, Ohio
Property Tax Levies And Collections
Last Ten Years

| Year | Total Tax Levy | Current Tax Collections | Percent of Current Tax Collections To Tax Levy | Delinquent Tax Collections | Total Tax Collections |
|------|----------------------|-------------------------------|---|----------------------------------|-----------------------------|
| 2015 | \$ 2,841,732 | \$ 2,684,348 | 94.46% | \$ 123,475 | \$ 2,807,823 |
| 2014 | 3,001,747 | 2,864,664 | 95.43% | 69,726 | 2,934,390 |
| 2013 | 3,013,501 | 2,932,677 | 97.32% | 77,747 | 3,010,424 |
| 2012 | 3,024,440 | 2,912,930 | 96.31% | 38,352 | 2,951,282 |
| 2011 | 3,201,868 | 3,104,366 | 96.95% | 43,167 | 3,147,533 |
| 2010 | 3,201,641 | 3,137,632 | 98.00% | 48,693 | 3,186,325 |
| 2009 | 2,604,981 | 2,522,146 | 96.82% | 857 | 2,523,003 |
| 2008 | 2,681,428 | 2,594,854 | 96.77% | 70,519 | 2,665,373 |
| 2007 | 2,739,664 | 2,629,436 | 95.98% | 80,044 | 2,709,480 |
| 2006 | 2,733,168 | 2,646,896 | 96.84% | 116,301 | 2,763,197 |

Source: County Auditor

Note: The County does not identify delinquent collections by the year for which the tax was levied. The City continues to work in conjunction with the County to resolve this issue, however, the information needed will not likely be available until a new computer system is implemented at the County. The cost of such a new system currently makes this option impractical.

| Percent of Total Tax Collections To Tax Levy | Accumulated Outstanding Delinquent Taxes | Percentage of Delinquent Taxes to Total Tax Levy |
|--|---|--|
| 98.81% | \$ 183,250 | 6.45% |
| 97.76% | 152,776 | 5.09% |
| 99.90% | 105,693 | 3.51% |
| 97.58% | 86,355 | 2.86% |
| 98.30% | 110,688 | 3.46% |
| 99.52% | 75,843 | 2.37% |
| 96.85% | 69,132 | 2.65% |
| 99.40% | 64,484 | 2.40% |
| 98.90% | 67,928 | 2.48% |
| 101.10% | 60,784 | 2.22% |

City of Miamisburg, Ohio
*Ratio of Outstanding Debt to
Total Personal Income and Debt Per Capita
Last Ten Years*

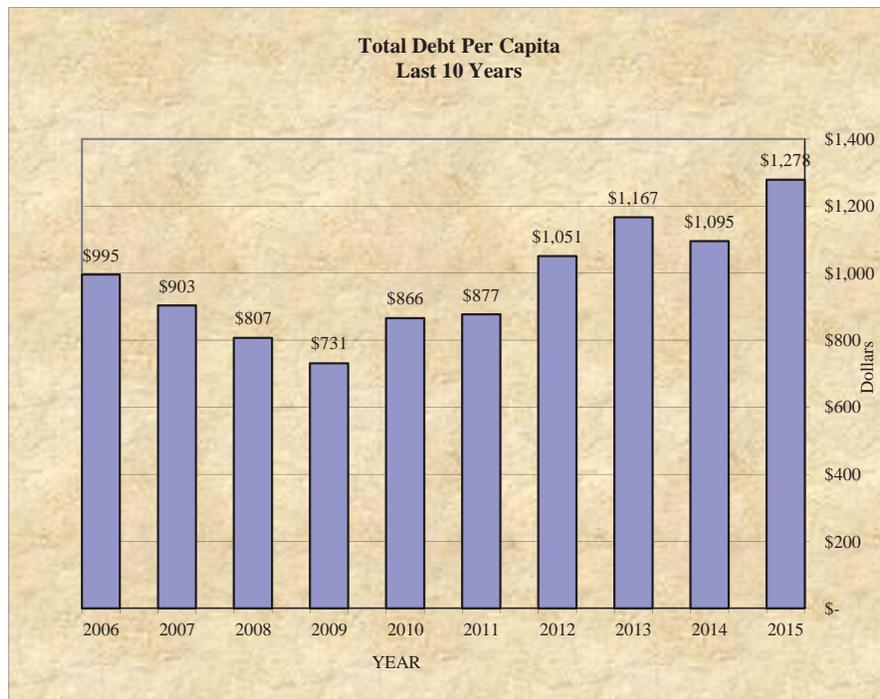
| Year | Governmental Activities | | | | | |
|------|---|--------------------------------------|--------------------------------|------------------|--------------|--------------------------------|
| | General Obligation Bonds and Notes (1) | Capital Appreciation Bonds (2) | Special Obligation Bonds | Capital Lease | OPWC Loan | Special Assessment Bonds |
| 2015 | \$ 2,407,148 | \$ 4,960,694 | \$ 2,315,000 | \$ 1,648,087 | \$ 320,163 | \$ 338,143 |
| 2014 | 2,945,836 | 5,246,580 | 2,045,000 | 1,765,048 | 331,397 | 421,328 |
| 2013 | 3,899,524 | 5,516,978 | 2,175,000 | 1,879,215 | 341,999 | 500,465 |
| 2012 | 1,393,212 | 5,858,377 | 2,305,000 | 1,986,649 | - | 574,668 |
| 2011 | 1,625,000 | 5,731,646 | - | - | - | 646,252 |
| 2010 | 1,910,000 | 4,580,000 | - | - | - | 340,193 |
| 2009 | 2,265,000 | - | - | - | - | 430,403 |
| 2008 | 2,605,000 | - | - | - | - | 509,898 |
| 2007 | 2,940,000 | - | - | - | - | 590,752 |
| 2006 | 3,265,000 | - | - | - | - | 665,000 |

Note: Population and Personal Income data are presented
in the following tables.

(1) - Includes premium on bonds

(2) - Includes accreted interest on capital appreciation bonds

| Business-Type Activities | | | | | |
|---|------------------------------|------------------------|---------------|-------------------------------------|---------------|
| General Obligation Bonds and Notes (1) | Mortgage Revenue Bonds | OPWC/ OWDA Loans | Total Debt | Percentage of Personal Income | Per Capita |
| \$ 3,682,884 | \$ 3,380,000 | \$ 6,746,627 | \$ 25,798,746 | 4.55 % | \$ 1,278 |
| 4,239,198 | 3,835,000 | 1,274,862 | 22,104,249 | 3.95 % | \$ 1,095 |
| 4,060,512 | 5,140,000 | 27,843 | 23,541,536 | 4.33 % | \$ 1,167 |
| 3,421,826 | 5,620,000 | 43,406 | 21,203,138 | 4.10 % | \$ 1,051 |
| 3,885,000 | 5,751,387 | 51,188 | 17,690,473 | 3.42 % | \$ 877 |
| 4,395,000 | 6,173,026 | 74,526 | 17,472,745 | 3.38 % | \$ 866 |
| 4,885,000 | 6,574,664 | 90,088 | 14,245,155 | 3.25 % | \$ 731 |
| 5,260,000 | 7,242,062 | 105,654 | 15,722,614 | 3.58 % | \$ 807 |
| 5,665,000 | 8,286,137 | 121,217 | 17,603,106 | 4.01 % | \$ 903 |
| 6,055,000 | 9,275,212 | 136,780 | 19,396,992 | 4.42 % | \$ 995 |



City of Miamisburg, Ohio
*Ratio of General Obligation Bonded Debt to Assessed
Value and Bonded Debt Per Capita
Last Ten Years*

| Year | Population (1) | Estimated Actual Value of Taxable Property (2) | Gross Bonded Debt (3) | Ratio of Net Bonded Debt to Estimated Actual Value of Taxable Property | Net Bonded Debt Per Capital |
|------|----------------|---|-----------------------------|--|-----------------------------------|
| 2015 | 20,181 b \$ | 1,152,827,671 \$ | 11,050,726 | 0.96 % | \$ 547.58 |
| 2014 | 20,181 b | 1,217,905,312 | 12,431,614 | 1.02 | 616.01 |
| 2013 | 20,181 b | 1,223,001,951 | 13,477,014 | 1.10 | 667.81 |
| 2012 | 20,181 b | 1,227,641,374 | 10,673,415 | 0.87 | 528.88 |
| 2011 | 20,181 b | 1,293,473,949 | 11,241,646 | 0.87 | 557.04 |
| 2010 | 20,181 b | 1,303,631,630 | 10,885,000 | 0.83 | 539.37 |
| 2009 | 19,489 a | 1,338,911,082 | 8,605,000 | 0.64 | 441.53 |
| 2008 | 19,489 a | 1,427,032,868 | 9,320,000 | 0.65 | 478.22 |
| 2007 | 19,489 a | 1,434,545,006 | 8,605,000 | 0.60 | 441.53 |
| 2006 | 19,489 a | 1,308,423,810 | 9,320,000 | 0.65 | 478.22 |

Sources:

(1) U. S. Bureau of Census, Census of Population.

(a) 2000 Federal Census

(b) 2010 Federal Census

(2) Montgomery County Auditor

(3) Includes all general obligation bonded debt with the exception of Special Assessment debt.

City of Miamisburg, Ohio
Computation of Direct and Overlapping Governmental Activities Debt
December 31, 2015

| Jurisdiction | Governmental Activities Debt Outstanding | Percentage Applicable to City (1) | Amount Applicable to City |
|---------------------------------|--|---|---------------------------------|
| Direct - City of | | | |
| General Obligation Bonds | \$5,367,842 | 100% | \$5,367,842 |
| Special Obligation Bonds | 2,315,000 | 100% | 2,315,000 |
| Special Assessment Bonds | 338,143 | 100% | 338,143 |
| Long-term Notes Payable | 2,000,000 | 100% | 2,000,000 |
| Capital Lease | 1,648,087 | 100% | 1,648,087 |
| OPWC Loan Payable | 320,163 | 100% | 320,163 |
| Police Pension | 200,661 | 100% | 200,661 |
| <i>Total Direct Debt</i> | <u>12,189,896</u> | | <u>12,189,896</u> |
| Overlapping (1) | | | |
| Miamisburg City School District | 80,606,602 | 95.0% | 76,576,272 |
| Montgomery County | <u>39,001,338</u> | 4.5% | <u>1,755,060</u> |
| <i>Total Overlapping Debt</i> | <u>119,607,940</u> | | <u>78,331,332</u> |
| Total | <u><u>\$131,797,836</u></u> | | <u><u>\$90,521,228</u></u> |

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

(2) Source: Montgomery County CAFR and Miamisburg City School District CAFR

City of Miamisburg, Ohio

Legal Debt Margin

Last Ten Years

| | 2015 | 2014 | 2013 | 2012 |
|---|----------------------|----------------------|----------------------|----------------------|
| Total Assessed Property Value | <u>\$405,681,060</u> | <u>\$429,164,940</u> | <u>\$430,871,560</u> | <u>\$432,406,870</u> |
| Overall Legal Debt Limit (10 ½ % of Assessed Valuation) | <u>42,596,511</u> | <u>45,062,319</u> | <u>45,241,514</u> | <u>45,402,721</u> |
| Total Gross Indebtedness | 20,573,716 | 22,104,249 | 20,573,716 | 22,566,785 |
| Less: | | | | |
| General Obligation Bonds Issued in Anticipation of the Collection of Special Assessments | (338,143) | (421,328) | (500,465) | (574,668) |
| General Obligation Bonds Issued in Anticipation of the Collection of Municipal Income Tax to be Applied to Debt Service | (212,565) | (225,000) | (387,875) | (403,300) |
| General Obligation Bonds to be Paid from Proprietary Funds Revenue | (2,382,884) | (2,739,198) | (5,140,000) | (5,620,000) |
| Mortgage Revenue Refunding Bonds to be Paid from Enterprise Fund Revenues | (3,380,000) | (3,835,000) | (3,035,000) | (3,365,000) |
| Notes to be Paid from Enterprise Fund Revenue | (1,300,000) | (1,500,000) | (975,000) | (975,000) |
| General Obligation Bond Retirement Fund Balance | <u>(175,716)</u> | <u>(177,392)</u> | <u>(171,327)</u> | <u>(179,683)</u> |
| Total Net Debt Applicable to Debt Limit | <u>12,784,408</u> | <u>13,206,331</u> | <u>10,364,049</u> | <u>11,449,134</u> |
| Legal Debt Margin Within 10 ½ % Limitations | <u>\$29,812,103</u> | <u>\$31,855,988</u> | <u>\$34,877,465</u> | <u>\$33,953,587</u> |
| Legal Debt Margin as a Percentage of the Debt Limit | 69.99% | 70.69% | 77.09% | 74.78% |
| Unvoted Debt Limitation (5 ½ % of Assessed Valuation) | <u>\$22,312,458</u> | <u>\$23,604,072</u> | <u>\$23,697,936</u> | <u>\$23,782,378</u> |
| Total Gross Indebtedness | 20,573,716 | 22,104,249 | 20,573,716 | 22,566,785 |
| Less: | | | | |
| General Obligation Bonds Issued in Anticipation of the Collection of Special Assessments | (338,143) | (421,328) | (500,465) | (574,668) |
| General Obligation Bonds Issued in Anticipation of the Collection of Municipal Income Tax to be Applied to Debt Service | (212,565) | (225,000) | (387,875) | (403,300) |
| General Obligation Bonds to be Paid from Proprietary Funds Revenue | (2,382,884) | (2,739,198) | (5,140,000) | (5,620,000) |
| Mortgage Revenue Refunding Bonds to be Paid from Enterprise Fund Revenues | (3,380,000) | (3,835,000) | (3,035,000) | (3,365,000) |
| Notes to be Paid from Enterprise Fund Revenue | (1,300,000) | (1,500,000) | (975,000) | (975,000) |
| General Obligation Bond Retirement Fund Balance | <u>(175,716)</u> | <u>(177,392)</u> | <u>(171,327)</u> | <u>(179,683)</u> |
| Net Debt Within 5 ½ % Limitations | <u>12,784,408</u> | <u>13,206,331</u> | <u>10,364,049</u> | <u>11,449,134</u> |
| Unvoted Legal Debt Margin Within 5 ½ % Limitations | <u>\$9,528,050</u> | <u>\$10,397,741</u> | <u>\$13,333,887</u> | <u>\$12,333,244</u> |
| Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation | 42.70% | 44.05% | 56.27% | 51.86% |

Source: City Financial Records

| 2011 | 2010 | 2009 | 2008 | 2007 | 2006 |
|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| <u>\$455,457,690</u> | <u>\$458,419,340</u> | <u>\$464,507,350</u> | <u>\$476,593,932</u> | <u>\$477,930,503</u> | <u>\$442,961,039</u> |
| 47,823,057 | 48,134,031 | 48,773,272 | 50,042,363 | 50,182,703 | 46,510,909 |
| 25,824,086 | 18,584,719 | 19,577,491 | 16,720,549 | 18,141,966 | 19,886,777 |
| (646,252) | (340,193) | (430,403) | (509,898) | (590,752) | (665,000) |
| (200,000) | (395,000) | (580,000) | (760,000) | (935,000) | (1,105,000) |
| (6,085,000) | (6,540,000) | (6,975,000) | (7,400,000) | (7,780,000) | (8,150,000) |
| (3,885,000) | (4,000,000) | (4,305,000) | (4,730,000) | (5,675,000) | (6,565,000) |
| (1,026,188) | (74,525) | (90,088) | (136,777) | (121,217) | (136,777) |
| (75,163) | (83,352) | (93,411) | (102,969) | (104,795) | (104,775) |
| <u>13,906,483</u> | <u>7,151,649</u> | <u>7,103,589</u> | <u>3,080,905</u> | <u>2,935,202</u> | <u>3,160,225</u> |
| <u>\$33,916,574</u> | <u>\$40,982,382</u> | <u>\$41,669,683</u> | <u>\$46,961,458</u> | <u>\$47,247,501</u> | <u>\$43,350,684</u> |
| 70.92% | 85.14% | 85.44% | 93.84% | 94.15% | 93.21% |
| <u>\$25,050,173</u> | <u>\$25,213,064</u> | <u>\$25,547,904</u> | <u>\$26,212,666</u> | <u>\$26,286,178</u> | <u>\$24,362,857</u> |
| 25,824,086 | 18,584,719 | 19,577,491 | 19,886,777 | 18,141,966 | 19,886,777 |
| (646,252) | (340,193) | (430,403) | (509,898) | (590,752) | (665,000) |
| (200,000) | (395,000) | (580,000) | (760,000) | (935,000) | (1,105,000) |
| (6,085,000) | (6,540,000) | (6,975,000) | (7,400,000) | (7,780,000) | (8,150,000) |
| (3,885,000) | (4,000,000) | (4,305,000) | (4,730,000) | (5,675,000) | (6,565,000) |
| (1,026,188) | (74,525) | (90,088) | (136,777) | (121,217) | (136,777) |
| (75,163) | (83,352) | (93,411) | (102,969) | (104,795) | (104,775) |
| <u>13,906,483</u> | <u>7,151,649</u> | <u>7,103,589</u> | <u>6,247,133</u> | <u>2,935,202</u> | <u>3,160,225</u> |
| <u>\$11,143,690</u> | <u>\$18,061,415</u> | <u>\$18,444,315</u> | <u>\$19,965,533</u> | <u>\$23,350,976</u> | <u>\$21,202,632</u> |
| 44.49% | 71.64% | 72.20% | 76.17% | 88.83% | 87.03% |

City of Miamisburg, Ohio
Pledged Revenue Coverage
Water System and Sewer System Mortgage Revenue Bonds
Last Ten Years

| Year | Revenues (1) | Direct Operating Expenses (2) | Net Available Revenues | Debt Service | | Coverage |
|---------------------|--------------|-------------------------------------|---------------------------|--------------|----------|----------|
| | | | | Principal | Interest | |
| <u>SEWER</u> | | | | | | |
| 2015 | \$ 4,493,505 | \$ 2,439,945 | \$ 2,053,560 | \$ 165,000 | \$ 6,928 | 11.94 |
| 2014 | 4,288,254 | 2,098,813 | 2,189,441 | 525,000 | 38,237 | 3.89 |
| 2013 | 4,024,708 | 2,324,895 | 1,699,813 | 385,000 | 178,210 | 3.02 |
| 2012 | 3,661,624 | 2,606,984 | 1,054,640 | 375,000 | 192,190 | 1.86 |
| 2011 | 3,103,318 | 2,226,065 | 877,253 | 365,000 | 205,602 | 1.54 |
| 2010 | 2,175,160 | 1,845,507 | 329,653 | 350,000 | 218,183 | 0.58 |
| 2009 | 1,655,257 | 2,384,623 | (729,366) | 340,000 | 229,796 | (1.28) |
| 2008 | 2,390,213 | 1,989,377 | 400,836 | 800,000 | 264,795 | 0.38 |
| 2007 | 1,654,668 | 1,550,503 | 104,165 | 760,000 | 297,190 | 0.10 |
| 2006 | 2,016,274 | 1,546,299 | 469,975 | 735,000 | 327,740 | 0.44 |
| <u>WATER</u> | | | | | | |
| 2015 | 4,427,527 | 2,181,142 | 2,246,385 | 120,000 | 8,185 | 17.52 |
| 2014 | 3,400,415 | 1,973,497 | 1,426,918 | 65,000 | 9,870 | 19.06 |
| 2013 | 3,203,020 | 1,972,901 | 1,230,119 | 95,000 | 57,669 | 8.06 |
| 2012 | 3,416,769 | 2,327,522 | 1,089,247 | 290,000 | 68,729 | 3.04 |
| 2011 | 2,895,450 | 2,184,334 | 711,116 | 285,000 | 95,441 | 1.87 |
| 2010 | 3,032,011 | 2,168,989 | 863,022 | 270,000 | 89,429 | 2.40 |
| 2009 | 2,897,230 | 2,100,973 | 796,257 | 315,000 | 68,586 | 2.08 |
| 2008 | 2,093,852 | 2,236,475 | (142,623) | 295,000 | 100,622 | (0.36) |
| 2007 | 3,104,827 | 2,032,812 | 1,072,015 | 280,000 | 115,962 | 2.71 |
| 2006 | 2,465,845 | 1,753,546 | 712,299 | 270,000 | 130,546 | 1.78 |

(1) Revenues are equal to operating revenues and income tax revenues used to pay mortgage revenue debt.

(2) Direct operating expenses do not include depreciation and amortization expense.

Source: City's financial records

City of Miamisburg, Ohio

Principal Employers

2015 and 2006

2015

| Employer | Employees (1) | Percentage of Total City Employment |
|---|---------------|---|
| Kettering Medical Center Network | 4,510 | 34.38% |
| Miamisburg Board of Education | 918 | 7.00% |
| Avery Dennison | 655 | 4.99% |
| Motoman | 350 | 2.67% |
| Kroger LTD Partnership | 322 | 2.45% |
| Heartland of Miamisburg | 242 | 1.84% |
| Matt Castrucci | 209 | 1.59% |
| Evenflo | 191 | 1.46% |
| O'Neil | 190 | 1.45% |
| Reed Elsevier | 184 | 1.40% |
| Total | 7,771 | 59.23% |
| Total Employment within the City (2) | 13,120 | |

2006

| Employer | Employees | Percentage of Total City Employment |
|---|---------------|---|
| Kettering Medical Center Network | 1,200 | 11.96% |
| Miamisburg Board of Education | 674 | 6.72% |
| Paxar Americas, Inc. | 601 | 5.99% |
| Kroger LTD Partnership | 312 | 3.11% |
| Heartland Employment Service, LLC | 274 | 2.73% |
| Dayton Power and Light | 250 | 2.49% |
| Ceva Logistics U.S., Inc. | 249 | 2.48% |
| City of Miamisburg | 202 | 2.01% |
| Reed Elsevier | 184 | 1.83% |
| O'Neil and Associates | 128 | 1.28% |
| Total | 3,946 | 39.33% |
| Total Employment within the City (1) | 10,033 | |

(1) Source: City of Miamisburg Income Tax Department

(2) Source: U. S. Census Bureau fact finder

City of Miamisburg, Ohio
Demographic and Economic Statistics
Last Ten Years

| Year | Population (1) | Total Personal Income (4) | Personal Income Per Capita (1) | Median Household Income (1) | Median Age (1) |
|------|----------------|------------------------------|--------------------------------------|-----------------------------------|-------------------|
| 2015 | 20,181 | \$ 566,440,308 | \$ 28,068 | \$ 52,171 | 41 |
| 2014 | 20,181 | 559,619,130 | 27,730 | 52,007 | 41 |
| 2013 | 20,181 | 543,191,796 | 26,916 | 52,302 | 40 |
| 2012 | 20,181 | 517,279,392 | 25,632 | 49,293 | 40 |
| 2011 | 20,181 | 517,279,392 | 25,632 | 49,293 | 40 |
| 2010 | 20,181 | 517,279,392 | 25,632 | 48,316 | 40 |
| 2009 | 19,489 | 438,580,456 | 22,504 | 48,316 | 38 |
| 2008 | 19,489 | 438,580,456 | 22,504 | 48,316 | 38 |
| 2007 | 19,489 | 438,580,456 | 22,504 | 48,316 | 38 |
| 2006 | 19,489 | 438,580,456 | 22,504 | 48,316 | 38 |

- (1) Source: U. S. Census Bureau fact finder 2013 estimates
(2) Source: Miamisburg City School District
(3) Source: Ohio Bureau of Employment Services. Available by county only.
(4) Total personal income is the computation of per capita personal income multiplied by population.

| Educational Attainment: Bachelor's Degree or Higher (1) | School Enrollment (2) | Montgomery County Unemployment Rate (3) | Median Value of Residential Property (1) | Total Assessed Property Value |
|---|-----------------------|---|--|-------------------------------|
| 2,694 | 5,548 | 4.7 | \$ 136,400 | \$ 405,681,060 |
| 3,169 | 5,621 | 5.0 | 136,800 | 429,164,940 |
| 3,136 | 5,689 | 8.0 | 145,300 | 430,871,560 |
| 2,825 | 5,301 | 8.1 | 146,419 | 432,406,870 |
| 2,825 | 5,338 | 8.5 | 146,419 | 455,457,690 |
| 2,825 | 5,723 | 10.9 | 146,419 | 458,419,340 |
| 2,421 | 5,810 | 7.4 | 117,100 | 464,507,350 |
| 2,421 | 5,715 | 6.4 | 117,100 | 476,593,932 |
| 2,421 | 5,749 | 6.2 | 117,100 | 477,930,503 |
| 2,421 | 5,548 | 5.8 | 117,100 | 442,961,039 |

City of Miamishburg, Ohio
Operating Indicators by Function/Program
Last Ten Years

| Function/Program | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 | 2007 | 2006 |
|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| General Government | | | | | | | | | | |
| Council and Clerk | | | | | | | | | | |
| Number of ordinances passed | 64 | 71 | 62 | 5,672 | 6,064 | 6,427 | 7,240 | 7,196 | 6,766 | 6,845 |
| Number of resolutions passed | 26 | 23 | 18 | 33 | 33 | 20 | 24 | 27 | 24 | 44 |
| Number of planning commission docket items | 20 | 26 | 24 | 21 | 24 | 22 | 18 | 25 | 40 | 37 |
| Zoning Board of Appeals docket items | 16 | 18 | 14 | 18 | 17 | 23 | 21 | 31 | 30 | 31 |
| Finance Department | | | | | | | | | | |
| Number of checks/ vouchers issued | 5,677 | 6,093 | 5,280 | 5,672 | 6,064 | 6,427 | 7,240 | 7,196 | 6,766 | 6,845 |
| Amount of checks written | \$41,314,261 | \$27,754,542 | \$21,037,004 | \$26,511,286 | \$19,412,272 | \$32,499,493 | \$34,490,816 | \$29,553,137 | \$27,756,135 | \$27,057,283 |
| Interest earnings for fiscal year (cash basis) | \$193,075 | \$169,093 | \$179,568 | \$274,047 | \$294,136 | \$410,771 | \$542,500 | \$709,357 | \$878,190 | \$824,714 |
| Agency Ratings - Moody's Financial Services | Aa3 | Aa3 | Aa3 | Aa3 | Aa2 | Aa2 | A1 | A1 | A1 | A1 |
| Health insurance costs as a % of General Fund expenditures | 7.80% | 7.35% | 7.40% | 6.05% | 6.70% | 7.94% | 7.34% | 6.89% | 8.24% | 7.08% |
| General Fund receipts (cash basis in thousands) | \$19,041 | \$18,918 | \$18,343 | \$25,221 | \$22,165 | \$14,937 | \$14,777 | \$15,253 | \$14,108 | \$14,417 |
| General Fund expenditures (cash basis in thousands) | \$18,150 | \$19,063 | \$17,814 | \$24,548 | \$20,189 | \$14,773 | \$15,908 | \$15,842 | \$14,409 | \$14,176 |
| General Fund cash balances (in thousands) | \$6,724 | \$5,833 | \$5,978 | \$5,448 | \$4,775 | \$2,799 | \$2,635 | \$3,767 | \$4,335 | \$4,657 |
| Income Tax Department | | | | | | | | | | |
| Number of individual returns | 6,845 | 8,250 | 6,885 | 6,739 | 7,112 | 7,057 | 7,076 | 6,630 | 7,314 | 6,329 |
| Number of business returns | 1,327 | 1,917 | 1,464 | 1,414 | 1,414 | 1,396 | 1,346 | 1,279 | 1,322 | 1,437 |
| Number of business withholding accounts | 1,787 | 2,447 | 2,273 | 1,450 | 1,869 | 1,187 | 1,556 | 1,363 | 1,308 | 1,463 |
| Amount of penalties and interest collected | \$37,202 | \$33,302 | \$28,093 | \$32,053 | \$31,607 | \$52,365 | \$26,966 | \$12,857 | \$22,910 | \$21,203 |
| Municipal Court | | | | | | | | | | |
| Number of civil cases | 2,005 | 1,935 | 1,989 | 2,420 | 2,537 | 2,563 | 2,423 | 2,922 | 2,702 | 2,337 |
| Number of criminal cases | 2,519 | 2,440 | 2,486 | 2,373 | 2,668 | 2,435 | 2,517 | 2,590 | 2,579 | 2,263 |
| Number of traffic cases | 6,151 | 5,762 | 6,552 | 7,056 | 6,880 | 6,379 | 7,084 | 9,258 | 9,532 | 8,700 |
| Civil Service | | | | | | | | | | |
| Number of police entry tests administered | 0 | 2 | 1 | 2 | 1 | 0 | 1 | 2 | 0 | 2 |
| Number of hires of Fire/Medics from certified lists* | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 1 | 1 | 3 |
| Number of promotions from police certified lists | 0 | 0 | 2 | 1 | 0 | 1 | 1 | 0 | 0 | 1 |
| Building Department Indicators | | | | | | | | | | |
| Number of permits issued | 994 | 542 | 644 | 771 | 841 | 803 | 889 | 923 | 1,029 | 1,037 |
| Estimated value of Construction | \$43,014,065 | \$10,851,345 | \$16,041,116 | \$15,625,054 | \$9,529,895 | \$38,782,485 | \$30,225,435 | \$15,992,959 | \$13,790,101 | \$46,840,220 |
| Amount of revenue generated from permits | \$112,860 | \$78,600 | \$148,082 | \$91,883 | \$107,508 | \$184,634 | \$150,431 | \$187,594 | \$236,798 | \$274,846 |
| Security of Persons & Property | | | | | | | | | | |
| Police | | | | | | | | | | |
| Total calls for services | 19,407 | 21,943 | 20,066 | 26,855 | 27,516 | 26,157 | 22,761 | 28,089 | 33,612 | 28,047 |
| Number of traffic citations issued | 2027 | 2368 | 2,619 | 2,514 | 2,342 | 1,924 | 3,029 | 4,885 | 2,020 | 3,145 |
| Number of parking citations issued | 271 | 283 | 389 | 153 | 180 | 147 | 370 | 385 | 587 | 617 |
| Number of criminal arrests | 880 | 803 | 843 | 928 | 813 | 962 | 1,580 | 1,737 | 2,365 | 830 |
| Part 1 Offenses (major offenses) | 728 | 528 | 842 | 701 | 940 | 688 | 674 | 832 | 845 | 948 |
| Animal Warden service calls responded to per annual report | 6 | 12 | 11 | 12 | 8 | 50 | 31 | 35 | 27 | 75 |
| Police Dept. auxiliary hours worked | 50 | 100 | 100 | 100 | 100 | 100 | - | 100 | 100 | 100 |
| DUI Arrests | 71 | 106 | 170 | 187 | 180 | 155 | 89 | 110 | 185 | 160 |
| Motor vehicle accidents | 182 | 265 | 197 | 277 | 325 | 386 | 502 | 674 | 733 | 529 |
| Fatalities from motor vehicle accidents | 2 | 2 | - | 1 | 1 | - | - | 1 | 3 | 1 |
| Gasoline costs of fleet | \$79,914 | \$117,870 | \$107,643 | \$103,236 | \$87,972 | \$84,743 | \$76,145 | \$104,177 | \$87,800 | \$76,465 |
| Juvenile referrals to Miamishburg courts | 171 | 37 | 81 | 72 | 60 | 39 | 71 | 41 | 48 | 51 |
| Juvenile arrests | 112 | 231 | 164 | 203 | 137 | 179 | 372 | 392 | 337 | 222 |

Source: City department records

City of Miami
Operating Indicators by Function/Program
Last Ten Years
(Continued)

| Function/Program | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 | 2007 | 2006 |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Fire* | | | | | | | | | | |
| EMS calls | 0 | 0 | 0 | 0 | 2,466 | 2,346 | 2,376 | 2,478 | 2,347 | 2,309 |
| Ambulance billing collections (net) | \$0 | \$0 | \$0 | \$0 | \$516,163 | \$458,350 | \$531,649 | \$471,440 | \$461,545 | \$487,852 |
| Fire calls | 0 | 0 | 0 | 0 | 1,183 | 1,085 | 1,192 | 1,410 | 1,424 | 1,411 |
| Fires with loss | 0 | 0 | 0 | 0 | 14 | 32 | 41 | 38 | 41 | 39 |
| Fires with losses exceeding \$10K | 0 | 0 | 0 | 0 | 5 | 6 | 3 | 2 | 3 | 4 |
| Fire losses \$ | \$0 | \$0 | \$0 | \$0 | \$162,150 | \$464,270 | \$136,000 | \$228,250 | \$72,350 | \$218,200 |
| Fire safety inspectors | 0 | 0 | 0 | 0 | 856 | 930 | 1,007 | 1,104 | 307 | 301 |
| Leisure Time Activities | | | | | | | | | | |
| Recreation | | | | | | | | | | |
| Aquatic center receipts (cash basis) | \$312,920 | \$316,087 | \$319,290 | \$378,830 | \$369,496 | \$373,482 | \$326,383 | \$349,649 | \$331,434 | \$310,933 |
| Recreation program receipts (cash basis) | \$288,897 | \$293,636 | \$289,481 | \$289,481 | \$315,090 | \$280,781 | \$261,058 | \$224,758 | \$167,202 | \$173,774 |
| Trees planted per year | 74 | 45 | 169 | 222 | 75 | 25 | 183 | 154 | 154 | 219 |
| Holiday lights set up (hours) | 310 | 285 | 328 | 305 | 384 | 319 | 276 | 208 | 189 | 160 |
| Events supported per year | 39 | 35 | 38 | 26 | 28 | 30 | 25 | 23 | 21 | 24 |
| Events coordinated per year | 41 | 41 | 47 | 42 | 30 | 27 | 28 | 37 | 14 | 7 |
| Recreation programs offered | 638 | 594 | 591 | 565 | 626 | 572 | 569 | 590 | 534 | 420 |
| New programs offered | 53 | 50 | 55 | 52 | 71 | 81 | 162 | 177 | 174 | 116 |
| Aquatic center attendance | 42,514 | 44,056 | 53,931 | 59,429 | 60,320 | 59,180 | 54,796 | 59,118 | 57,805 | 51,794 |
| PipeStone rounds played | 27,354 | 30,999 | 28,120 | 30,749 | 30,279 | 34,173 | 33,897 | 33,478 | 34,241 | 33,111 |
| Mound rounds played | 23,419 | 21,875 | 23,374 | 26,486 | 21,598 | 25,129 | 26,410 | 25,313 | 25,176 | 25,616 |
| Basic Utility Services | | | | | | | | | | |
| Refuse collected (tons) | 6,137 | 6,901 | 5,738 | 6,463 | 6,469 | 6,901 | 6,993 | 7,678 | 7,755 | 7,969 |
| Co-mingled items collected for recycling | 1,363 | 1,127 | 1,463 | 1,044 | 1,145 | 1,127 | 1,527 | 1,528 | 909 | 809 |
| Percentage of residential recycling participation | 60% | 75% | 79% | 75% | 75% | 75% | 75% | 75% | 75% | 75% |
| Percentage of refuse wastewater diverted to recycling | 18% | 14% | 20% | 15% | 15% | 14% | 8% | 8% | 11% | 8% |
| Transportation | | | | | | | | | | |
| Road Salt applied (tons) | 2,030 | 4,398 | 3,569 | 719 | 2,342 | 3,165 | 2,769 | 5,725 | 4,598 | 3,648 |
| Asphalt used for street and utility repairs (tons) | 365 | 1,304 | 802 | 843 | 786 | 479 | 480 | 485 | 766 | 946 |
| Gravel used for street and utility repairs (tons) | 391 | 1,125 | 2,459 | 2,360 | 2,550 | 835 | 558 | 507 | 877 | 341 |
| Leaves collected and recycled (cubic yards) | 2,996 | 3,129 | 2,883 | 2,322 | 3,268 | 2,164 | 4,053 | 2,609 | 4,622 | 6,051 |
| Water Department | | | | | | | | | | |
| Water Rates per 1st 3000 Cu ft of water used | \$43.57 | \$36.92 | \$33.56 | \$29.96 | \$26.75 | \$23.89 | \$23.89 | \$19.11 | \$19.11 | \$19.11 |
| Total water treated and distributed | 683.15 MG | 728.53 MG | 772.81 MG | 869.03 MG | 848.24 MG | 839.56 MG | 776.34 MG | 848.40 MGD | 940.87 MG | 801.79 MG |
| Avg. number of water accounts billed monthly | 2,506 | 2,505 | 2,525 | 2,443 | 2,636 | 2,558 | 2,550 | 2,610 | 2,600 | 2,600 |
| Total Water Collections Annually (cash basis) | \$3,255,796 | \$2,906,002 | \$2,619,795 | \$2,609,490 | \$2,229,328 | \$2,016,246 | \$1,724,246 | \$1,763,675 | \$1,792,426 | \$1,705,508 |
| Average daily water production | 1.92 MGD | 2.05 MGD | 2.12 MGD | 2.38 MGD | 2.32 MGD | 2.35 MGD | 2.177 MGD | 2.346 MGD | 2.567 MGD | 2.197 MGD |
| Wastewater Department | | | | | | | | | | |
| Wastewater Rates per 1st 300 Cu ft of water used | \$60.10 | \$48.86 | \$44.42 | \$39.96 | \$34.49 | \$25.74 | \$25.74 | \$20.59 | \$20.59 | \$20.59 |
| Total wastewater treated | 701.86MG | 748.11MG | 792.082MG | 888.66 MG | 866.87 MG | 858.25 MG | 999.80 MG | 1307.76 MG | 1259.05 MG | 1275.58 MG |
| Sanitary sewer lines cleaned by vac jet (miles) | 27 | 51 | 42 | 11 | 38 | 51 | 49 | 41 | 72 | 50 |
| Average Daily Flow | 3.39 MGD | 2.82 MGD | 3.32 MGD | 2.61 MGD | 4.45 MGD | 2.8 MGD | 2.7 MGD | 3.6 MGD | 3.5 MGD | 3.5 MGD |
| Total flow of wastewater treatment plant | 1.24 BGY | 1.03 BGY | 1.21 BGY | 0.953 BGY | 1.63 BGY | 1.03 BGY | 1.31 BGY | 1.31 BGY | 1.26 BGY | 1.27 BGY |

*During 2012 the City became a member of the Miami Valley Fire District which includes Miami Township.

Source: City department records

City of Miami
Full-Time Equivalent City Government Employees by Function/Program
Last Ten Years

| Function/Program | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 | 2007 | 2006 |
|---------------------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| General Government | | | | | | | | | | |
| Council | 4.00 | 4.00 | 4.00 | 4.00 | 8.00 | 8.00 | 8.00 | 8.00 | 8.00 | 8.00 |
| Finance | 5.50 | 5.50 | 5.00 | 6.00 | 7.00 | 6.00 | 6.00 | 6.00 | 6.50 | 6.50 |
| Tax | 3.50 | 3.00 | 3.00 | 3.00 | 3.00 | 3.00 | 3.00 | 3.00 | 2.50 | 2.50 |
| City Manager | 2.00 | 2.00 | 2.00 | 2.00 | 2.00 | 2.00 | 4.50 | 4.50 | 4.50 | 4.50 |
| Law | 2.50 | 2.50 | 2.50 | 2.50 | 2.50 | 1.50 | 2.50 | 3.00 | 3.00 | 3.00 |
| Administration | 5.50 | 5.50 | 5.50 | 10.00 | 14.00 | 12.50 | 9.50 | 15.00 | 15.00 | 15.00 |
| Engineer | 3.00 | 3.00 | 5.00 | 4.00 | 4.00 | 4.00 | 5.00 | 5.00 | 5.00 | 5.00 |
| Planning | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | 0.00 | 0.00 | 1.00 | 1.00 | 1.00 |
| Court | 18.50 | 18.50 | 18.50 | 18.00 | 15.00 | 15.50 | 16.50 | 16.00 | 16.00 | 16.00 |
| Public Building | 3.50 | 3.00 | 3.00 | 5.00 | 5.50 | 4.50 | 4.50 | 6.50 | 6.50 | 6.50 |
| Security of Persons and Property | | | | | | | | | | |
| Police | 35.00 | 35.00 | 35.00 | 34.00 | 34.00 | 35.00 | 40.00 | 35.00 | 35.00 | 35.00 |
| Police - Dispatchers/Office/Other | 3.50 | 3.50 | 3.50 | 3.50 | 3.00 | 4.50 | 3.50 | 9.00 | 9.00 | 9.00 |
| Fire ¹ | - | - | - | - | 29.00 | 30.00 | 32.00 | 40.00 | 40.00 | 40.00 |
| Fire - Secretary - Other ¹ | - | - | - | - | 0.50 | 0.50 | 1.00 | 1.00 | 1.00 | 1.00 |
| Leisure Time Activities | | | | | | | | | | |
| Recreation | 10.50 | 14.00 | 15.00 | 13.00 | 10.00 | 8.00 | 10.00 | 8.50 | 8.50 | 8.50 |
| Senior Center | 1.50 | 2.00 | 1.50 | 1.50 | 4.00 | 4.50 | 5.00 | 3.50 | 3.50 | 3.50 |
| Community Development | | | | | | | | | | |
| Building | 2.50 | 3.00 | 3.00 | 3.00 | 1.50 | 2.50 | 2.50 | 2.00 | 2.00 | 2.00 |
| Economic Development | 2.00 | 2.00 | 2.00 | 1.50 | 1.50 | 1.50 | 1.50 | 2.00 | 2.00 | 2.00 |
| Transportation | | | | | | | | | | |
| Service | 1.50 | 1.50 | 2.50 | 2.50 | 2.50 | 3.00 | 4.00 | 3.00 | 3.00 | 3.00 |
| Street M&R | 9.34 | 9.50 | 9.50 | 10.00 | 9.00 | 11.00 | 10.00 | 9.50 | 9.50 | 9.50 |
| Basic Utility Services | | | | | | | | | | |
| Refuse ² | - | - | - | 5.00 | 6.00 | 6.00 | 6.00 | 4.00 | 4.00 | 4.00 |
| Water | 8.83 | 10.50 | 10.00 | 10.00 | 9.00 | 10.00 | 10.00 | 12.00 | 11.00 | 11.00 |
| Wastewater | 10.83 | 9.50 | 9.00 | 5.00 | 10.00 | 10.00 | 9.00 | 6.00 | 6.00 | 6.00 |
| Totals: | 134.50 | 138.50 | 140.50 | 144.50 | 182.00 | 183.50 | 194.00 | 204.00 | 202.50 | 202.50 |

¹ During 2012 the City became a member of the Miami Valley Fire District which includes Miami Township.

² During 2013 the City entered into a contract with Rumpke for all refuse services.

Source: City Payroll Department

Method: Using 1.0 for each full-time employee and 0.50 for each part-time employee at year end. (Seasonal employees were not included).
 One full-time employee is charged to three functions.

City of Miamisburg, Ohio
Capital Assets Statistics by Function/Program
Last Ten Years

| Function/Program | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 2008 | 2007 | 2006 |
|--|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| General Government | | | | | | | | | | |
| Square Footage Occupied | 35,000 | 35,000 | 35,000 | 35,000 | 35,000 | 35,000 | 35,000 | 35,000 | 35,000 | 35,000 |
| Inspection Vehicles | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | (A) |
| Municipal Court Vehicles | 2 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | (A) |
| Police | | | | | | | | | | |
| Stations | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Vehicles | 31 | 30 | 33 | 31 | 31 | 31 | 30 | 31 | 33 | (A) |
| Fire* | | | | | | | | | | |
| Stations | N/A | N/A | N/A | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Square Footage of Building | N/A | N/A | N/A | 3,850 | 3,850 | 3,850 | 3,850 | 3,850 | 3,850 | 3,850 |
| Vehicles | N/A | N/A | N/A | 21 | 21 | 21 | 21 | 21 | 22 | (A) |
| Recreation | | | | | | | | | | |
| Number of Parks | 21 | 21 | 21 | 21 | 21 | 21 | 21 | 21 | 21 | 20 |
| Number of Pools | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Number of Tennis Courts | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 | 3 |
| Number of Golf Courses | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Number of Libraries (County owned) | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Number of Skateboarding Areas | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Number of Baseball Diamonds | 12 | 12 | 12 | 12 | 12 | 12 | 12 | 12 | 12 | 12 |
| Number of Tot Lots | 19 | 19 | 19 | 19 | 19 | 19 | 19 | 19 | 19 | 19 |
| Number of Soccer Fields | 15 | 15 | 15 | 15 | 15 | 15 | 15 | 15 | 15 | 15 |
| Carnegie Center multi-purpose facility | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Square Footage of Senior Center Building | 14,148 | 14,148 | 14,148 | 14,148 | 14,148 | 14,148 | 14,148 | 14,148 | 14,148 | 14,148 |
| Vehicles | 12 | 12 | 13 | 13 | 13 | 13 | 13 | 15 | 12 | 12 |
| Transportation | | | | | | | | | | |
| Streets (miles) | 117 | 117 | 115 | 115 | 115 | 115 | 115 | 115 | 115 | 115 |
| Service Vehicles | 23 | 23 | 23 | 28 | 28 | 32 # | 32 | 31 | 31 | 31 |
| Wastewater | | | | | | | | | | |
| Sanitary Sewers (miles) | 79 | 79 | 78 | 76 | 76 | 76 | 76 | 76 | 76 | 76 |
| Storm Sewers (miles) | 48 | 48 | 48 | 47 | 47 | 47 | 47 | 47 | 47 | 47 |
| Vehicles | 6 | 8 | 8 | 6 | 6 | 8 | 6 | 6 | 6 | 6 |
| Water Department | | | | | | | | | | |
| Water Lines (miles) | 91 | 91 | 90 | 89 | 88 | 88 | 88 | 88 | 88 | 88 |
| Vehicles | 12 | 12 | 12 | 12 | 12 | 10 | 12 | 12 | 12 | 12 |

*During 2012 the City became a member of the Miami Valley Fire District which includes Miami Township.

Source: City Department Records

Note:

(A) Information was not practical to obtain for prior years

THIS PAGE INTENTIONALLY LEFT BLANK



Dave Yost • Auditor of State

CITY OF MIAMISBURG

MONTGOMERY 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
OCTOBER 4, 2016**