



2015

# City of Pickerington, Ohio

## Comprehensive Annual Financial Report



For the year ended  
December 31, 2015





# Dave Yost • Auditor of State

Members of Council and Mayor  
City of Pickerington  
100 Lockville Road  
Pickerington, Ohio 43147

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

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The City of Pickerington 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 1, 2016

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# City of Pickerington, Ohio

*Issued by  
Department of Finance  
Christopher P. Schornack, Director*

**Comprehensive Annual  
Financial Report  
For The Year Ended December 31, 2015**

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## Introductory Section

**City of Pickerington, Ohio**  
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# CITY OF PICKERINGTON

June 29, 2016

To the Honorable Mayor Gray and Members of City Council,  
And Citizens of the City of Pickerington:

The Comprehensive Annual Financial Report (CAFR) of the City of Pickerington, Ohio (the City), for the year ended December 31, 2015 is submitted herewith. State law requires that each general-purpose local government publish within six months of the close of each year a complete set of audited financial statements. This report is published to fulfill that requirement for the year ended December 31, 2015. This report is prepared in conformity with generally accepted accounting principles (GAAP) in the United States of America and audited in accordance with generally accepted auditing standards.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements and complements this letter of transmittal and should be read in conjunction with it.

The City's Finance Department is responsible for management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

In developing and revising the City's accounting and reporting control systems, consideration is given to the adequacy of internal controls to provide reasonable but not absolute assurance regarding the safeguarding of assets from loss, theft or misuse, and reliability of financial records for preparing the City's financial statements in conformity with GAAP and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and the evaluation of costs and benefits requires estimates and judgments by management.

As management, we believe the data presented is accurate in all material aspects and that all disclosures necessary to enable the reader to acquire the maximum understanding of the City's financial activity have been included.

## **Profile of the City**

The first settlers in the attractive, growing community that is now Pickerington, arrived in the area in 1808. In 1815, Abraham Pickering laid out the original plat of old Pickerington. One hundred fifty years later relatively few people lived in the area and Pickerington slumbered as an agricultural and dairy community, seemingly distant from the County seat, Lancaster, and the state capital, Columbus.

The growth and prosperity since 1965 forever changed Pickerington from an old country village to a major city in northwest Fairfield County. Equidistant between Lancaster and Columbus, today Pickerington is both a Columbus suburban community and a transition zone leading to agricultural and open spaces to the east and southeast.

The City's 2015 population as estimated by the United States Census Bureau was 19,408. The unincorporated Violet Township estimated population (excluding Pickerington) was 20,734. As a result of reaching an official population of over 5,000 persons, Pickerington was certified as a city by the Ohio Secretary of State in 1991. Pickerington was the second city incorporated in Fairfield County and is second in size only to Lancaster.

The Municipal Charter, which was enacted in 1980, became effective January 1, 1981, and was amended in 1990, 2000, 2003, 2005, 2007, and again in 2010. This Charter provides for the Mayor-Council-Manager form of government whereby the legislative powers of the City are vested in a seven member City Council. Three members are elected at large for a four-year term each biennium and the remaining four are elected at large for a four-year term the following biennium. Council appoints the Law Director, Finance Director, City Engineer, City Clerk, and concurs on the Mayor's appointment of the City Manager. Council also makes citizen appointments to several boards and commissions. There are four standing Council Committees that Council appoints: Finance, City Administration, Public Safety and Community Affairs, and City Planning, Projects, and Services. Council sets the compensation guidelines for City officials and employees, and enacts ordinances and resolutions relating to City services, tax levies, appropriations, indebtedness, building permits and licenses, and other municipal purposes

The City provides the following services: public safety, operation of water, sewer, and stormwater utilities, parks and recreation, and a State Certified Building Department. Fire Department services are provided by Violet Township, of which the City is a part. Sanitation is awarded on a contract basis every three years. In the fall of 2009, the City entered into an agreement with the Franklin County District Board of Health to provide health services to City residents and this contract is renewed annually.

The annual budget serves as the foundation for the City's financial planning and control. The City complies with the requirements of the Ohio Revised Code in the adoption of the budget. Appropriations for the operation of various City departments are established through the passage of an ordinance by City Council. Budgetary control is facilitated through the maintenance of an encumbrance system for requisitions and purchase orders, and through the use of the City's automated financial system. All departments of the City were required to submit requests for appropriations to the Finance Director before September 30th. The Finance Director uses these requests as the starting point for developing a proposed budget. The City adopts a 5-year Capital Improvement Budget that aids in the preparation of the budget. The City also completes a 5-year financial forecast annually, as a tool to assist Council and management in the budgetary decision making process.

The Finance Director presents the proposed budget for the City Manager's review and approval. The City Manager and the Finance Director then present the proposed budget to the City Council for review, 35 days before the end of the current year. Council is required to hold a public hearing on the proposed budget and to adopt the budget by no later than December 31, the close of the City's fiscal year. Failure to do so allows the budget, as presented by the Manager, to become effective.

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

The General Fund and Police Major Special Revenue Fund are presented as part of the basic financial statements beginning on page 24. For other funds, this comparison is presented in the supplementary section of this report, which starts on page 97.

### **Local Economy**

The City of Pickerington is a residential suburban community with only a small portion utilized for commercial and retail activity. The City is not reliant on its own commercial base but on the larger, more diversified regional base in the Columbus metropolitan area, which includes Fairfield and Franklin counties, for its residents' workplaces. Fairfield County's and Franklin County's unemployment rate of 4.3 percent and 4.1 percent respectively, are lower than both the State's average unemployment rate of 4.9 percent, and the national average of 5.3 percent in 2015. This trend has continued for the last two decades.

There is strong business development interest in the Pickerington market and we believe there will be steady growth in the coming years. Overall, the City of Pickerington saw a total of nearly \$5.7 million in investment in 2015.

Below are a list of commercial development projects which were completed in 2015:

- On June 1, 2015, OhioHealth opened its state-of-the-art Pickerington Medical Campus. The campus offers a range of services such as emergency care, outpatient surgery and a number of physician specialties. The estimated cost of the project was \$42 million and has initially created over 200 jobs in the City of Pickerington.
- Fresenius Medical Group, which offers dialysis services and products, leased 7,628 square feet of space on Hill Road North and invested over \$1 million in improvements.
- OrthoNeuro, a team of healthcare professionals committed to providing the highest quality neuromusculoskeletal care, completed \$700,000 in improvements to 5,600 square feet at the Pickerington Medical Campus.
- Mount Carmel Medical Group renovated 5,338 square feet of existing space on Hill Road North, investing over \$250,000 in the facility. This facility offers a variety of services including primary healthcare, behavioral health, and preventative care.

The following projects are anticipated to begin construction in 2016:

- Spectrum Assisted Living Facility will be constructing a new assisted living facility at the northwest corner of Windmill Drive and Diley Road on a five acre parcel. The facility will cost approximately \$26 million, employ an estimated 50 full-time staff, and will have 132 units. Construction is anticipated to begin the spring of 2016.
- Zettler Hardware anticipates constructing a \$1 million hardware store at the corner of Postage Drive and Hill Road North. The store will employ 15 people and will offer a variety of home improvement goods. Construction is anticipated to begin in the spring of 2016.

Median household incomes within the City of Pickerington are significantly higher than for the State as a whole. According to the 2015 U.S. Census estimates, the City's median family income was \$82,247, the County's was \$60,704, while the State's was \$48,849.

In 2015, Nerdwallet ranked the City of Pickerington as the second best city in Ohio for young families. The analysis ranked 184 cities in Ohio, evaluated home affordability, growth and prosperity, family friendliness, and educational quality. Factors that contributed to Pickerington's rating include a highly rated school system, number of residents under the age of 18, median home value, and the concentration of married couples with children.

During 2015, the Building Department issued a total of 665 permits, which included 104 single family homes, 165 commercial and 396 for home improvement projects. Building Department permits and municipal impact fees totaled over \$1.6 million in 2015.

### **Major Initiatives**

In 2015, construction improvements continued on State Route (SR) 256 from I-70 to Diley Road. The SR 256 paving project added a third southbound lane to SR 256 between SR 204 and Refugee Road, a third northbound lane to SR 256 at SR 204, upgraded nine traffic signals to include mast arms, signal back plates, large street name signs, and additional lighting. The SR 256 paving project is being funded through a \$5 million Ohio Department of Transportation (ODOT) Safety Grant. The federally funded grant award will cover 90 percent of the project and the remaining 10 percent will be covered with local matching funds.

In addition, during 2015 the City participated in the Ohio Department of Transportation (ODOT) Urban Paving Project. ODOT provides municipalities with 80 percent resurfacing costs funding while municipalities are responsible for 20 percent of the resurfacing costs. During 2015, the City was awarded a \$300,000 grant and an interest free loan from the Ohio Public Works Commission to assist in their local share cost of the Urban Paving Project. The project was complete in 2015, which resulted in the resurfacing of 8.34 miles of roadway from the corporation limits at the City of Reynoldsburg to the eastern boundary of the corporation limits.

In 2014, the City received confirmation of \$3.5 million in grant funding from the Ohio Department of Transportation Safety Program for improvements to the intersection of State Route 256 and Refugee Road. The City also applied for an additional \$5.75 million in grant funding from the Mid-Ohio Regional Planning Commission (MORPC) funds for corridor improvements to Refugee Road. The City was awarded the \$5.75 million in grant funding in May 2015. The total grant funding in the amount of \$9.25 million along with \$4.4 million in tax increment financing revenues will allow the City to widen the intersection at State Route 256 and Refugee Road, widen Refugee Road in front of the Ohio Health property, and widen Refugee Road west of Ohio Health. Design work began in 2015 and construction is anticipated for 2018 or 2019.

During 2015, Pickerington City Council accepted the annexations of the Smith-Sanders properties totaling 38.363 acres, at the request of the property owners for future development.

### **Long-Term Financial Planning and Relevant Financial Policies**

Providing first-class municipal services to a community such as Pickerington, which has a small commercial and office tax base, creates numerous challenges, which is the reason the Mayor, City Council, and staff work consistently on the long-term financial health of the City. The City has sought various alternative means to assist in the City funding mechanisms including the use of Tax Increment Financing (TIF) areas. On February 15, 2014, the City entered into a Tax Increment Financing Agreement with Ohio Health Corporation for the purpose of constructing a two-story, approximately 47,300 square foot medical



office building with an ambulatory surgical center and adjacent parking containing approximately 189 parking spaces. The TIF revenues associated with this agreement will be used to help absorb the costs incurred with the Refugee Road widening project.

On April 15, 2014, the City passed an ordinance establishing three Tax Increment Financing areas along State Route 256 (Hill Road). The TIF revenues derived from these parcels will be used for future infrastructure improvements along State Route 256 (Hill Road) and Diley Road (an arterial of SR 256).

The City of Pickerington continues to grow and outpace activity in other area cities, but the rising cost of providing critical City services to our citizens remains a concern. The cost of fuel, road salt, vehicles, police protection, and other supplies and materials is increasing faster than revenues. These increases, coupled with State-mandated collective bargaining which adds to the labor and health care costs, has led City Council to undertake a comprehensive review of all aspects of the General Fund budget. As a result, consideration is being given to contracting for some City services to reduce cost and reduce expenses.

In an effort to provide more cost efficient services to its residents, the City has been promoting regionalism with the local Township, County, and surrounding communities. The City has initiated discussions with several communities for cooperative road salt bidding and the sharing of specialized employees. The City's goal to remain competitive in the future is to continue to focus on the development process and to complete all projects in a timely manner.

To ensure that debt capacity is available during unforeseen and extraordinary events that may require an immediate infusion of capital into the City's infrastructure, facilities, equipment and appurtenances, the City shall make every effort to preserve unvoted general obligation debt capacity of at least \$300 per capita.

Annually, the fee schedule for the City is evaluated to make sure current costs that should be recovered for certain activities are being covered by the fees being charged. The City also periodically surveys other similar cities to ensure those fees and costs are comparable.

The City has adopted several policies that are reviewed and updated on an as needed basis. These policies include an investment policy, debt policy, fund balance reserve policy, and purchasing policy.

The fund balance reserve policy designates the minimum unrestricted General fund balance be twenty-five percent (three months) of the annual operating expenditures and other financing uses (transfers) otherwise known as the annual operating budget. Replenishment should take place in a prompt manner and the government should develop a strategy and timeline for replenishing fund balance.

The Finance Department once again completed a five-year financial forecast in 2015. This forecast was reviewed by Council as a tool for assisting with future decisions regarding the finances of the City. The forecast has been instrumental for successfully renewing the annual street resurfacing program.

### **Awards and Recognitions**

The Finance Director received the Dave Yost, Auditor of State's "Award with Distinction" for outstanding commitment to the highest standards of financial reporting for the years 2005, 2006, and 2008 through 2014 due to the filing of the Comprehensive Annual Financial Report (CAFR) and having no audit citations.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Pickerington for its CAFR for the year ended December 31, 2014. This was the eleventh year the City had filed a CAFR and received this reward. In order to be awarded a Certificate of Achievement, a government must publish an easily

readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Additionally, the City received the Award for Outstanding Achievement in Popular Annual Financial Reporting from GFOA for the City's 2014 Citizen's Report, a condensed, more user-friendly financial report intended to provide highlights of the City's financial condition. 2014 was the fourth year the City completed the Popular Annual Financial Report and received this prestigious award.

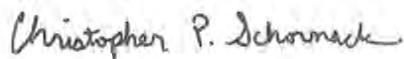
The City received its 23<sup>rd</sup> Tree City USA Award for the year ended December 31, 2015. This prestigious award recognized the City for its annual program of planting new trees and maintaining and removing old trees.

I would like to thank the Mayor, Members of Council, and the City Manager for their support in striving for excellence in financial reporting and disclosure. I would also like to thank Deputy Finance Director, Stephanie Spencer, and the staff from the Local Government Service Section of the Auditor of State for their assistance in preparing and reviewing the CAFR respectively.

The preparation of this comprehensive annual report was made possible by the dedicated service of the executive staff and department heads of the City Manager. I would like to express my appreciation to all staff members who have contributed or assisted in its preparation.

In closing, I would like to thank the residents and taxpayers of the City of Pickerington for entrusting us with the fiscal accountability of the community.

Respectfully submitted,



Christopher P. Schornack  
Finance Director

**City of Pickerington, Ohio  
List of City Officials  
December 31, 2015**

**City Council**

Mayor	Lee Gray
President Pro Tempore	Jeff Fix
Vice President Pro Tempore	Cristie Hammond
Council Member	Tony Barletta
Council Member	Jerry Dailey
Council Member	Brandon Ogden
Council Member	Michael Sabatino
Council Member	Chris Schweitzer

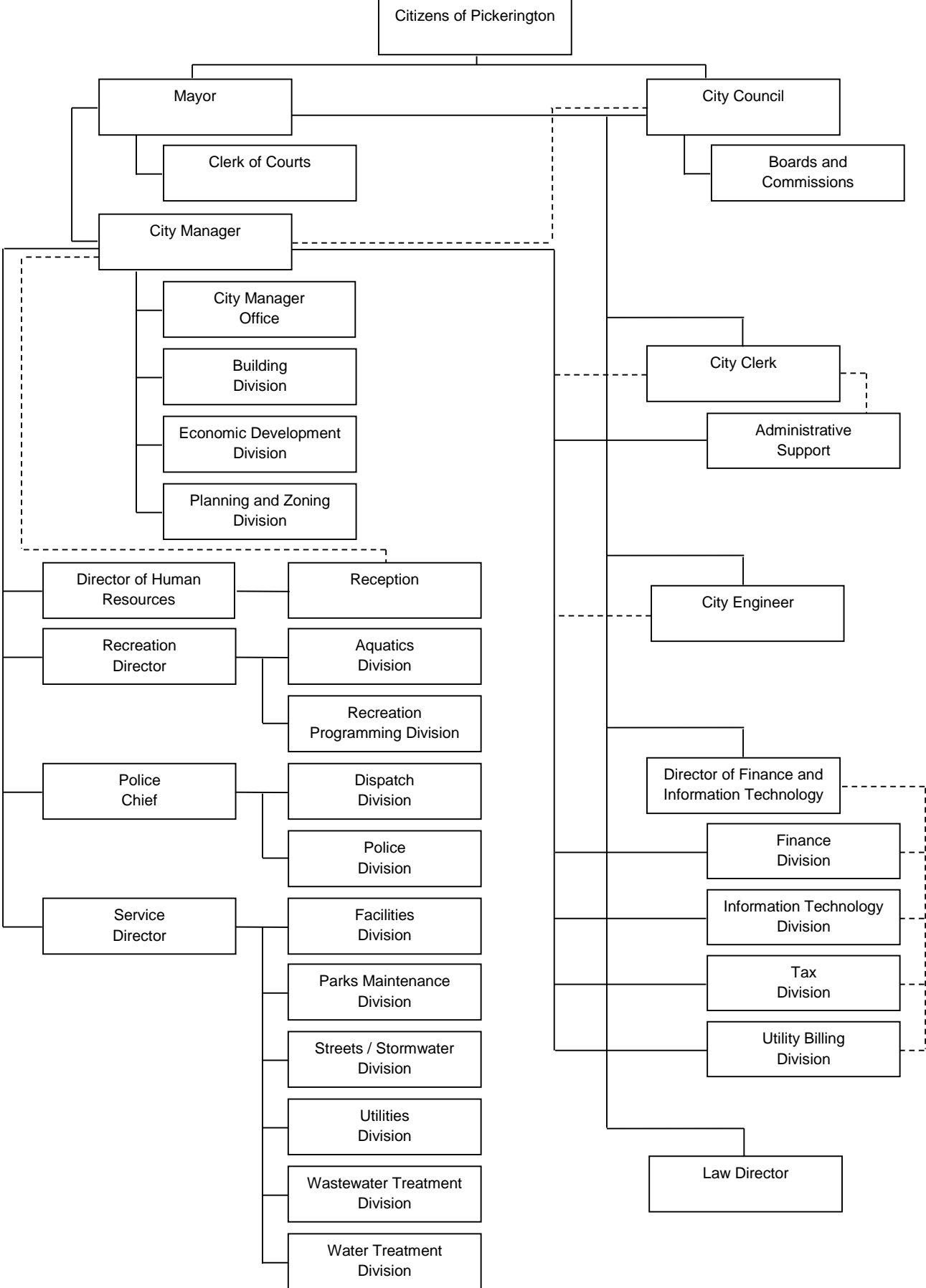
**Appointed Officials**

City Manager	William Vance
Law Director	Frost Brown Todd LLC
Municipal Clerk	Lynda Yartin
City Engineer	Scott Tourville
Finance Director	Christopher Schornack

**Executive Staff**

Deputy Finance Director	Stephanie Spencer
Income Tax Administrator	Kim Pulley
Clerk of Court	Molly Schwartz
Parks and Recreation Director	Rebecca Medinger
Human Resource Director	Gretchen Nihiser
Development Services Director	vacant
Chief of Police	Michael Taylor
Service Director	Edward Drobina

# City of Pickerington Organizational Chart





Government Finance Officers Association

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

Presented to

**City of Pickerington  
Ohio**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2014**

Executive Director/CEO



## Financial Section



## **Julian & Grube, Inc.**

*Serving Ohio Local Governments*

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

### Independent Auditor's Report

City of Pickerington  
Fairfield County  
100 Lockville Road  
Pickerington, Ohio 43147

To the Members of Council and Mayor:

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Pickerington, Fairfield County, Ohio, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the City of Pickerington's basic financial statements as listed in the table of contents.

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

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

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

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

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

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

Independent Auditor's Report  
City of Pickerington

***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Pickerington, Fairfield County, Ohio, 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 and the Police Fund, a major special revenue fund, thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

***Emphasis of Matter***

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

***Other Matters***

***Required Supplementary Information***

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

***Supplementary and Other Information***

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

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

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

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



Independent Auditor's Report  
City of Pickerington

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

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

Julian & Grube, Inc.  
June 29, 2016

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**City of Pickerington, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2015*  
*Unaudited*

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The discussion and analysis of the City of Pickerington's (the City) 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 transmittal letter, the basic 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 2015 are as follows:

- The City's total net position increased by \$9,465,420, from the total net position at the beginning of the year 2015.
- At the end of the current year, the City's governmental activities reported total net position of \$52,690,040, an increase of \$6,909,595 from the prior year.
- At the end of the current year, unassigned fund balance for the General Fund was \$4,014,459 which represents a 15 percent increase from 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 as a financial whole or as an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities and conditions.

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

***Reporting the City as a Whole***

**Statement of Net Position and Statement of Activities**

While this document contains information about the funds used by the City to provide services to our citizens, the view of the City as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 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. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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These two statements report the City's net position and changes in the position. This change in net position is important because it tells the reader whether, for the City as a whole, the financial position of the City has improved or diminished. However, in evaluating the overall position of the City, nonfinancial information such as the condition of City capital assets will also need to be evaluated.

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

Governmental Activities – Most of the City's services are reported here including police, administration, and all departments with the exception of our Water, Sewer, Stormwater, and Aquatic Recreation Center Funds.

Business-Type Activities – Water and sewer services have charges based upon the amount of usage. The City charges fees to recoup the cost of the entire operations of our Water and Sewer Treatment Plants as well as all capital assets associated with the services. The City charges fees for stormwater services based upon set rates. The City also charges fees for pool passes for our Aquatic Recreation Center.

***Reporting the City's Most Significant Funds***

*Fund Financial Statements*

The fund financial statements provide more detailed information about the City's most significant funds – not the City as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial reports provide detailed information about the City's major funds. Based on the restriction on the use of monies, the City has established many funds that account for the multitude of services provided to its residents. However, these fund financial statements focus on the City's most significant funds. The City's major governmental funds are the General Fund, Police Special Revenue Fund, Debt Service Fund, and the State Route 256 Safety Grant Capital Projects Fund.

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

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

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The City maintains a number of individual governmental funds. Information for the major funds, identified earlier, is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances. Data from the other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. The governmental fund financial statements can be found on pages 24 through 33 of this report.

***Proprietary Funds*** The City uses enterprise funds to account for its water, sewer, stormwater, and aquatic recreation center operations. For water and sewer operations, the City charges a fee to customers, based upon the amount of usage, to recover the costs of the services provided, and to cover the capital assets associated with the services. For stormwater operations, the City charges a flat monthly fee. For the aquatic recreation center the City charges a fee for pool passes and concessions. The proprietary fund financial statements can be found on pages 34 through 41 of this report.

***Fiduciary Fund*** The City accounts for resources held for the benefit of parties outside the government as a fiduciary fund. This fund is not reflected in the government-wide financial statements because the resources of this fund are not available to support the City's own programs. The City uses accrual accounting for fiduciary funds, much like that of the proprietary funds. The fiduciary fund financial statement can be found on page 42.

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**The City as a Whole**

Recall that the Statement of Net Position looks at the City as a whole. Table I provides a summary of the City's net position for 2015 compared to 2014.

**Table 1 - Net Position**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	2015	2014	2015	2014	2015	2014
<b>Assets</b>						
Current and Other Assets	\$13,715,592	\$11,780,204	\$8,330,701	\$8,600,140	\$22,046,293	\$20,380,344
Capital Assets, Net	60,970,116	54,307,731	61,931,901	60,508,262	122,902,017	114,815,993
<i>Total Assets</i>	<u>74,685,708</u>	<u>66,087,935</u>	<u>70,262,602</u>	<u>69,108,402</u>	<u>144,948,310</u>	<u>135,196,337</u>
<b>Deferred Outflows of Resources</b>						
Deferred Charge on Refunding Pension	78,825	87,583	17,508	51,586	96,333	139,169
	979,652	649,768	239,761	166,820	1,219,413	816,588
<i>Total Deferred Outflows of Resources</i>	<u>1,058,477</u>	<u>737,351</u>	<u>257,269</u>	<u>218,406</u>	<u>1,315,746</u>	<u>955,757</u>
<b>Liabilities</b>						
Current and Other Liabilities	651,278	580,544	392,606	730,553	1,043,884	1,311,097
Long-term Liabilities:						
Due Within One Year	1,003,942	1,008,583	986,157	1,173,964	1,990,099	2,182,547
Due Within More than One Year:						
Net Pension Liability	7,039,718	6,691,671	1,367,605	1,336,716	8,407,323	8,028,387
Other Amounts	11,924,133	10,419,043	12,843,428	13,735,351	24,767,561	24,154,394
<i>Total Liabilities</i>	<u>20,619,071</u>	<u>18,699,841</u>	<u>15,589,796</u>	<u>16,976,584</u>	<u>36,208,867</u>	<u>35,676,425</u>
<b>Deferred Inflows of Resources</b>						
Property Taxes	2,400,500	2,345,000	0	0	2,400,500	2,345,000
Pension	34,574	0	24,026	0	58,600	0
<i>Total Deferred Inflows of Resources</i>	<u>2,435,074</u>	<u>2,345,000</u>	<u>24,026</u>	<u>0</u>	<u>2,459,100</u>	<u>2,345,000</u>
<b>Net Position</b>						
Net Investment in Capital Assets	49,930,677	43,834,353	48,321,170	45,510,929	98,251,847	89,345,282
Restricted	3,673,535	3,394,427	0	0	3,673,535	3,394,427
Unrestricted (Deficits)	(914,172)	(1,448,335)	6,584,879	6,839,295	5,670,707	5,390,960
<i>Total Net Position</i>	<u>\$52,690,040</u>	<u>\$45,780,445</u>	<u>\$54,906,049</u>	<u>\$52,350,224</u>	<u>\$107,596,089</u>	<u>\$98,130,669</u>

During 2015, the City adopted GASB Statement No. 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.

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Governmental Accounting Standards Board standards are national and apply to all governmental 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.

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 governmental activities and business-type activities net position at December 31, 2014, from \$51,822,348 to \$45,780,445 and from \$53,520,120 to \$52,350,224, respectively.

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Total governmental activities assets increased \$8,597,773. This increase is primarily due to an increase in cash and cash equivalents in the amount of \$1,625,757 and capital assets in the amount of \$6,662,385. The increase in cash and cash equivalents is due to the City issuing \$2.3 million in general obligation bond anticipation notes for the purpose of paying the costs to design, construct, improve, and widen Refugee Road.

The increase in capital assets is a direct result of the design and construction phases of three significant infrastructure projects that occurred during 2015. During 2015, the City began the construction phase of the State Route 256 Safety Grant paving project. On October 27, 2011, the City was awarded a five million grant from the Ohio Department of Transportation to add through lanes, upgrade signal equipment, add medians, and add sidewalks along State Route 256 from I-70 to the Kroger/Giant Eagle traffic signal. The project will be funded by a grant, 90 percent federal funds and a 10 percent local match. During 2015, the City invested \$4,253,937 in federal and local monies to construct a third southbound lane on State Route 256 between State Route 204 and Refugee Road and to construct a third northbound lane on State Route 256 at State Route 204. The City upgraded nine traffic signals to include mast arms, signal back plates, large street name signs, and lighting. In addition, the City continued to enhance the State Route 256 corridor by investing \$278,118 in landscaping and beautification.

During 2015, the City participated in the Ohio Department of Transportation Urban Paving Project. The Ohio Department of Transportation Urban Paving Project provides municipalities with 80 percent of the resurfacing costs. Municipalities are responsible for the remaining 20 percent of the resurfacing costs. During 2015, the City invested \$1,619,907 in federal and local monies to resurface 8.34 miles of roadway from the corporation limits at the City of Reynoldsburg to the eastern boundary of the City's corporation limits.

On June 3, 2014, the City was awarded \$3.5 million in grant funding from the Ohio Department of Transportation for improvements to the intersection of State Route 256 and Refugee Road. In May 2015, the City was awarded additional \$5.75 million in grant funding from the Mid-Ohio Regional Planning Commission for corridor improvements to Refugee Road. The City will bear the entire preliminary and final design costs of the project while the right-of-way acquisition and construction phases will be split between federal and local funding. During 2015, the City invested \$813,616 in local monies to begin the design phase of the Refugee Road widening project.

Total governmental activities long-term liabilities increased \$1,848,496. This increase is primarily due to the City issuing \$2.3 million in general obligation bond anticipation notes for the purpose of paying the costs to design, construct, improve, and widen Refugee Road. The increase in long-term liabilities is offset by scheduled principal payments made during the year in the amount of \$695,000. The City retired \$405,000 in general obligation bonds and \$290,000 in general obligation refunding bonds.

Total business-type activities assets increased \$1,154,200. This increase is primarily due to an increase in capital assets in the amount of \$1,423,639. The increase in capital assets is the result of the completion of water and stormwater infrastructure projects and capital contributions from developers. During 2015, the City completed the New Well Project and the Hereford Drive Raw Water Conversion project in the amounts of \$261,113 and \$210,291, respectively. In addition, the City invested \$339,873 in stormwater infrastructure improvements along State Route 256 as part of the State Route 256 Safety Grant Project administered by the Ohio Department of Transportation. Capital contributions from developers were \$416,670 in 2015.

Total business-type activities liabilities decreased \$1,386,788. This decrease is primarily due to decreases in long-term liabilities in the amount of \$1,048,841. During 2015, the City made principal payments in



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the amount of \$435,000 on outstanding general obligation bonds and general obligation refunding bonds for the water and sewer treatment systems. Principal payments were made in the amount of \$644,965 on the outstanding Ohio Water Development Authority loans.

Table 2 shows the changes in net position for 2015, compared to the changes in net position for 2014.

**Table 2 - Changes in Net Position**

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
<b>Revenues</b>						
Program Revenues						
Charges for Services	\$1,373,319	\$1,591,315	\$6,644,025	\$6,536,992	\$8,017,344	\$8,128,307
Operating Grants and Contributions	1,018,225	1,036,944	0	0	1,018,225	1,036,944
Capital Grants and Contributions	6,804,779	1,027,826	1,548,353	1,912,762	8,353,132	2,940,588
<i>Total Program Revenues</i>	<u>9,196,323</u>	<u>3,656,085</u>	<u>8,192,378</u>	<u>8,449,754</u>	<u>17,388,701</u>	<u>12,105,839</u>
General Revenue						
Property and Other Taxes	2,616,357	2,454,092	0	0	2,616,357	2,454,092
Income Taxes	5,931,529	5,760,828	0	0	5,931,529	5,760,828
Franchise Taxes	257,515	242,630	0	0	257,515	242,630
Grants and Entitlements	406,475	303,657	0	0	406,475	303,657
Investment Earnings	97,950	58,193	7,872	4,414	105,822	62,607
Payment in Lieu of Taxes	115,174	133,817	0	0	115,174	133,817
Impact Fees	415,319	414,332	0	0	415,319	414,332
Gain on Sale of Capital Assets	5,799	5,573	11,352	14,326	17,151	19,899
Miscellaneous	427,916	228,009	17,021	34,621	444,937	262,630
<i>Total General Revenues</i>	<u>10,274,034</u>	<u>9,601,131</u>	<u>36,245</u>	<u>53,361</u>	<u>10,310,279</u>	<u>9,654,492</u>
<i>Total Revenues</i>	<u>19,470,357</u>	<u>13,257,216</u>	<u>8,228,623</u>	<u>8,503,115</u>	<u>27,698,980</u>	<u>21,760,331</u>
<b>Program Expenses</b>						
General Government	2,344,441	2,580,590	0	0	2,344,441	2,580,590
Security of Persons and Property	4,958,894	4,815,421	0	0	4,958,894	4,815,421
Transportation	3,018,986	3,123,529	0	0	3,018,986	3,123,529
Leisure Time Activities	741,811	762,756	0	0	741,811	762,756
Public Health Services	158,281	151,150	0	0	158,281	151,150
Community Environment	713,456	755,498	0	0	713,456	755,498
Interest and Fiscal Charges	276,826	239,011	0	0	276,826	239,011
Water	0	0	2,540,304	2,413,968	2,540,304	2,413,968
Sewer	0	0	2,672,994	2,891,843	2,672,994	2,891,843
Stormwater	0	0	641,289	640,955	641,289	640,955
Aquatic Recreation	0	0	166,278	159,850	166,278	159,850
<i>Total Program Expenses</i>	<u>12,212,695</u>	<u>12,427,955</u>	<u>6,020,865</u>	<u>6,106,616</u>	<u>18,233,560</u>	<u>18,534,571</u>
Increase before transfers	7,257,662	829,261	2,207,758	2,396,499	9,465,420	3,225,760
Transfers	(348,067)	0	348,067	0	0	0
<i>Change in Net Position</i>	<u>6,909,595</u>	<u>829,261</u>	<u>2,555,825</u>	<u>2,396,499</u>	<u>9,465,420</u>	<u>3,225,760</u>
Net Position						
Beginning of Year	45,780,445	n/a	52,350,224	n/a	98,130,669	n/a
<i>Net Position End of Year</i>	<u>\$52,690,040</u>	<u>\$45,780,445</u>	<u>\$54,906,049</u>	<u>\$52,350,224</u>	<u>\$107,596,089</u>	<u>\$98,130,669</u>

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The information necessary to restate 2014 beginning balances and 2014 pension expense amounts for the effects of the initial implementation of GASB 68 is not available. Therefore, 2014 functional expenses still include pension expense of \$649,768 for governmental activities and \$166,820 for business-type activities computed under GASB 27. GASB 27 required recognizing pension expense equal to the contractually required contributions to the plan. Under GASB 68, pension expense represents additional amounts earned, adjusted by deferred inflows/outflows. The contractually required contribution is no longer a component of pension expense. Under GASB 68, 2015 statements report pension expense of \$857,560. Consequently, in order to compare 2015 total program expenses to 2014, the following adjustments are needed:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Total 2015 program expense under GASB 68	\$12,212,695	\$6,020,865	\$18,233,560
Pension expense under GASB 68	(708,796)	(148,764)	(857,560)
2015 contractually required contribution	<u>656,058</u>	<u>166,790</u>	<u>822,848</u>
Adjusted 2015 program expenses	12,159,957	6,038,891	18,198,848
Total 2014 program expenses under GASB 27	<u>12,427,955</u>	<u>6,106,616</u>	<u>18,534,571</u>
Decrease in program expenses not related to pension	<u>(\$267,998)</u>	<u>(\$67,725)</u>	<u>(\$335,723)</u>

***Governmental Activities***

Charges for services accounted for 7 percent of total governmental revenues while operating and capital grants and contributions accounted for 40 percent of total governmental revenues. During 2015, capital grants and contributions increased significantly. This significant increase is primarily due to federal funds received from the Ohio Department of Transportation and capital contributions from developers. During 2015, the City received \$3,997,571 in federal monies for the State Route 256 Safety Grant paving project and \$1,648,638 in federal funds for the State Route 256 Urban Paving project. During 2015, the City accepted \$1,017,744 in street capital contributions from developers. Capital contributions from developers are the result of the completion of Stonecreek Drive located at the Ohio Health Medical Campus site and the completion of Spring Creek Section 2 Phase 2 subdivision.

Charges for services consist of direct charges to citizens which include recreation fees, court fines and forfeitures, police security services, and licenses and permits.

Property and income tax revenue provided 44 percent of total governmental revenues. Of the 44 percent, 31 percent of total governmental revenues were generated from income taxes and 13 percent was generated from property and other local taxes. These revenue sources comprise the largest components of City revenues. During 2015, income taxes and property and other taxes increased four percent. This increase is primarily the result of a large delinquent income tax case settlement, an increase in withholdings, and an increase in delinquent property tax collections. Income taxes, property and other taxes, and grants and contributions combined together, provided 84 percent of the City's total governmental revenues.

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Miscellaneous revenues primarily consists of revenues derived from cellular tower agreements the City maintains with Verizon, T-Mobile, Sprint, and AT&T. During 2015, miscellaneous revenues increased 88 percent due to the payment of an outstanding cellular tower agreement with Sprint from 2012 through August 2015.

The City's security of persons and property activities accounted for \$4,958,894, or 41 percent, of total program expenses. Transportation services expenses were \$3,018,986, or 25 percent, of total program expenses.

The following table presents the total expenses and net cost of each of the City's governmental program activities. The net cost (total program activity expenses less revenues generated by the program) represents the financial burden that was placed on the City's taxpayers by each of these program activities. Costs not covered by program revenues are essentially funded with the City's general revenues, which are primarily composed of income taxes, property taxes, payment in lieu of taxes, intergovernmental revenues, and unrestricted interest earnings.

**Table 3**  
**Governmental Activities**

	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
	2015	2015	2014	2014
General Government	\$2,344,441	\$2,285,366	\$2,580,590	\$2,502,608
Security of Persons and Property	4,958,894	4,413,488	4,815,421	4,254,457
Transportation	3,018,986	(4,780,781)	3,123,529	1,138,428
Leisure Time Activities	741,811	515,728	762,756	576,743
Public Health Services	158,281	158,281	151,150	151,150
Community Environment	713,456	147,464	755,498	(90,527)
Interest and Fiscal Charges	276,826	276,826	239,011	239,011
<b>Totals</b>	<b>\$12,212,695</b>	<b>\$3,016,372</b>	<b>\$12,427,955</b>	<b>\$8,771,870</b>

***Business-Type Activities***

The City's business-type activities are for water, sewer, stormwater, and aquatic recreation services. During 2015, program revenues exceeded expenses by \$2,171,513.

The minimum water rate is \$4.16 per each thousand gallons of water used up to a maximum of 12,000 gallons plus a \$4.50 per month service charge. A water fee of \$6.39 is assessed for each thousand gallons used in excess of 12,000 gallons per month. Sewer fees are calculated on the amount of water used. The minimum sewer rate is \$27.38 per month up to 3,000 gallons of water. A sewer fee of \$9.13 is assessed for each thousand gallons of water used in excess of 3,000 per month. Stormwater fees are assessed at a flat rate of a \$4.50 per month.

**The City's Funds**

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

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

**General Fund**

The General Fund is the primary operating fund of the City. At the end of 2015, unassigned fund balance was \$4,014,459, while total fund balance was \$4,846,960. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance, to total expenditures and other financing uses. Unassigned fund balance represents 47 percent of total General Fund expenditures and other financing uses, while total fund balance represents 57 percent of General Fund expenditures and other financing uses.

The fund balance of the City's General Fund increased by \$289,347 during the current year. The key factors for the increase in fund balance were primarily due to an increase in income tax revenues in the amount of \$321,122 and a decrease in general government expenditures in the amount of \$208,778. The increase in income tax revenues was the result of a large delinquent tax case settlement and an increase in withholdings due to the opening of the Ohio Health Pickerington Medical Campus in June 2015. The decrease in general government expenditures is primarily due a decrease in construction inspections for commercial development, a decrease in legal annexation services, and a decrease in income tax refunds.

**Other Major Governmental Funds**

**Police Fund**

The fund balance of the Police Fund at December 31, 2015 is \$401,264, an increase of \$59,933 from the prior year. The increase in fund balance is primarily due to an increase in transfers from the General Fund in the amount of \$150,000. The increase in transfers is offset by an increase in operating expenditures in the amount of \$98,886. The increase in operating expenditures is primarily due to a two percent increase in wages and a four percent increase in health insurance premiums.

**Debt Service Fund**

The fund balance of the Debt Service Fund at December 31, 2015 is \$194,339, a decrease of \$12,754 from the prior year. The decrease is primarily due to an increase in principal and interest expenditures in the amount of \$27,593. This increase in expenditures is offset by an increase in payment in lieu of taxes revenue in the amount of \$84,201. During 2015, the City received significant delinquent collections in the amount of \$73,203 for an outstanding tax increment financing parcel.

**State Route 256 Safety Grant Fund**

The fund balance of the State Route 256 Safety Grant Fund at December 31, 2015 is \$11,259, an increase of \$11,291 from the prior year. The increase in fund balance is primarily due to an increase in transfers from the General Fund. During 2015, the City transferred \$362,923 to the State Route 256 Safety Grant Fund for the local share of the construction phase of the project. During 2014, the City transferred \$22,791 to the State Route 256 Safety Grant Fund for the local share of the right of way acquisition phase of the project.

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***Proprietary Funds***

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The City's major proprietary funds are the Water Fund, the Sewer Fund, and the Stormwater Fund. The Water Fund's net position increased \$665,873, the Sewer Fund's net position increased \$1,277,127, and the Stormwater Fund's net position increased \$265,451.

The increase in the Water Fund's net position is primarily due to an increase in charges for services in the amount of \$51,129 and capital contributions from grants in the amount of \$234,000. During 2015, the City was awarded \$234,000 from the Ohio Public Works Commission for the Mingo Estates Waterline Project.

The increase in the Sewer Fund's net position is primarily due to an increase in capital contributions from customers in the amount of \$95,425 due to an increase in residential and commercial capacity fees in the amounts of \$112,238 and \$19,065, respectively. During 2015, capital contributions from grants increased \$40,000 due to the City receiving a Bureau of Worker's Compensation Safety Grant to purchase a sewer jet vac. Contractual service expenditures decreased from 2014 to 2015 in the amount of \$170,266 due to several costly pump repairs at the wastewater treatment plant that did not reoccur in 2015. In addition, personal services decreased in the amount of \$65,426 primarily due to an employee retiring in 2014 that was not replaced in 2015.

The increase in the Stormwater Fund's net position is primarily due to capital contributions from developers in the amount of \$157,740.

**Budgetary Highlights**

***General Fund***

The City made numerous revisions to the original appropriations approved by City Council. Overall, these changes resulted in an increase in appropriations from the original budget in the amount of \$548,493. The majority of this increase was due to an increase in transfers out in the amount of \$303,500, an increase in general government operating expenditures in the amount of \$121,927, and an increase in community environment expenditures in the amount of \$103,274.

The City transferred from the General Fund to the Street Special Revenue Fund an additional \$295,000. Of the \$295,000 transferred, \$30,000 was utilized for vehicle maintenance on dump trucks and overtime expense related to inclement weather. \$250,000 was utilized for additional street paving. \$15,000 was utilized for State Route 256 landscaping tree removal and replantings. \$10,000 was transferred from the General Fund to the Safe Routes to Schools Capital Projects Fund for the local share of the construction phase of the Long Road sidewalk improvements project.

The increase in general government operating expenditures is primarily due to a damaged parking lot light pole in the amount of \$6,356, a property tax refund in the amount of \$14,676 to Kohl's due to the Board of Tax Appeals decision resulting in a reduction of assessed valuation, an increase in income tax refunds in the amount of \$25,000, and an increase for street light utilities in the amount of \$3,000.

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The increase in community environment expenditures is primarily due to code enforcement contractual mowing in the amount of \$5,000, contractual chief building official and plan review services for residential and commercial development in the amount of \$20,000, and the release of developer bond escrow funds in the amount of \$48,500.

Actual expenditures were less than the final budgeted expenditures by \$1,260,738; general government actual expenditures were \$321,991 less than budgeted, community environment expenditures were \$78,887 less than budgeted, and transfers out were \$824,407 less than budgeted. These differences are based upon the following factors: a decrease in the public information personal services and contractual services in the amounts of \$6,000 and \$12,903, respectively, due to the City not utilizing consulting services for income tax levy public communications; a decrease in land and buildings materials and supplies, contractual services, and capital in the amounts of \$22,958, \$19,245, and \$13,278 due to computer software that was budgeted but deemed unnecessary to purchase, conservative utility estimates, and computers that were budgeted but not purchased; a decrease in the finance department personal services in the amount of \$63,971 due to the newly hired income tax clerk not accepting health care benefits provided by the City that were originally budgeted and a part-time income tax clerk transitioning from the tax department to the receptionist position; a decrease in engineering contractual services in the amount of \$26,599 due to conservative estimates for contractual consulting and engineer inspection services for residential and commercial development; a decrease in the miscellaneous general government department in the amount of \$32,552 due to annexation services that were budgeted and did not occur and conservative worker's compensation estimates; a decrease in council contractual services in the amount of \$11,631 for codification changes that were budgeted but deemed unnecessary; a decrease in personal services in several general government departments primarily due to conservative health insurance estimates; and a decrease in transfers-out due to conservative street and police fund operating estimates.

The City's actual revenues were greater than the final budgeted revenues by \$640,187. This increase is primarily due to an increase in income tax revenues in the amount of \$271,216 due to conservative estimates. In addition, during 2015, the City received additional miscellaneous revenues in the amount of \$81,003 for an outstanding unpaid cellular tower agreement with Sprint from 2012 through August 2015.

At December 31, 2015, the fund balance on a budgetary basis is \$1,352,432 better than initially projected in the original budget.

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**Capital Assets and Debt Administration**

*Capital Assets*

As of December 31, 2015, the City had \$122,902,018 invested in capital assets, net of accumulated depreciation. Table 4 shows 2015 balances compared to 2014.

**Table 4**  
**Capital Assets at December 31, 2015 with comparative as of December 31, 2014**  
**(Net of Accumulated Depreciation)**

	<u>Government Activities</u>		<u>Business-Type Activities</u>		<u>Totals</u>	
	2015	2014	2015	2014	2015	2014
Land	\$6,491,189	\$6,371,937	\$1,883,347	\$1,883,347	\$8,374,536	\$8,255,284
Construction in Progress	7,873,715	1,059,826	541,802	1,366,828	8,415,517	2,426,654
Land Improvements	908,513	535,076	484,352	156,427	1,392,865	691,503
Buildings	3,468,613	3,455,655	24,346,835	23,459,106	27,815,448	26,914,761
Equipment	553,492	477,745	947,211	861,523	1,500,703	1,339,268
Infrastructure	41,421,141	42,111,029	33,544,640	32,633,605	74,965,781	74,744,634
Vehicles	253,453	296,463	183,714	147,426	437,167	443,889
<b>Totals</b>	<b>\$60,970,116</b>	<b>\$54,307,731</b>	<b>\$61,931,901</b>	<b>\$60,508,262</b>	<b>\$122,902,017</b>	<b>\$114,815,993</b>

For additional information on capital assets, see Note 11 to the basic financial statements.

The total increase of \$8,086,024 in the City's capital assets, net of accumulated depreciation, for the current year was primarily due to an increase in construction in progress due to the State Route 256 Safety Grant Project and the State Route 256 Urban Paving Project.

**Debt**

As of December 31, 2015 and December 31, 2014, the City had total long-term debt of \$25,925,986 and \$25,428,952, respectively, as follows:

**Table 5**  
**Outstanding Debt**  
**As of December 31, 2015, with comparative for December 31, 2014**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Totals</u>	
	2015	2014	2015	2014	2015	2014
General Obligation Bonds	\$9,913,520	\$10,632,594	\$3,461,767	\$3,903,131	\$13,375,287	\$14,535,725
Bond Anticipation Notes	2,300,000	0	0	0	2,300,000	0
OWDA Loans	0	0	10,202,178	10,847,143	10,202,178	10,847,143
Capital Leases	25,854	44,457	22,667	1,627	48,521	46,084
<b>Totals</b>	<b>\$12,239,374</b>	<b>\$10,677,051</b>	<b>\$13,686,612</b>	<b>\$14,751,901</b>	<b>\$25,925,986</b>	<b>\$25,428,952</b>

**City of Pickerington, Ohio**  
*Management's Discussion and Analysis*  
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During 2015, the City retired \$644,965 in OWDA loans and \$1,130,000 in general obligation bonds and refunding bonds. During 2015, the City entered into capital leases in the amount of \$37,019 and repaid \$34,582. In addition, the City issued \$2,300,000 in street improvement general obligation bond anticipation notes for the purpose of paying costs to design, construct, improve, and widen Refugee Road.

The City's overall legal debt margin was \$33,604,206 at December 31, 2015. See Note 17 for more detailed information of the City's outstanding debt. The net pension liability under GASB 68 is also reported as a long-term obligation that has been previously disclosed within the management's discussion and analysis.

***Current Finance Related Activities***

- The City's income tax rate of one percent with a one-half percent credit for tax paid to other municipalities has not increased since its inception in 1976, but revenues have continued to increase each year even in times of economic downturn. This is due to mandatory filing and a diligent delinquency collection program which has resulted in strict compliance.
- A contractor registration program was instituted in 1996 that requires all general contractors and individual trades performing work in the City to register with the City. This requirement serves as a control for income tax revenues.
- A three percent hotel/motel tax was instituted in 1995.
- Fees are collected from developers for turn-lanes, traffic lights, sewer fair share, detention pond maintenance, and tree planting in subdivisions.
- Right-of-way fees were instituted in 2002 as a charge for the utility companies who use the City right-of-way for their service lines.
- Capacity fee charges for water, sewer, and stormwater increase an automatic three percent each year.
- Impact fees were instituted in 2005 on new residential and commercial construction in the City.

**Requests for Information**

This financial report is designed to provide the City's citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have any questions about this report, please contact the City's Office by calling (614) 837-3974 or by writing the Finance Director at 100 Lockville Road, Pickerington, Ohio 43147.



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# Basic Financial Statements

**City of Pickerington, Ohio**  
Statement of Net Position  
December 31, 2015

	Governmental Activities	Business - Type Activities	Total
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$8,696,989	\$7,185,422	\$15,882,411
Permissive Motor Vehicle Registration Fees Receivable	18,088	0	18,088
Hotel and Motel Taxes Receivable	6,960	0	6,960
Income Taxes Receivable	890,168	0	890,168
Accounts Receivable	117,774	592,881	710,655
Materials and Supplies Inventory	120,804	246,212	367,016
Prepaid Items	62,875	70,092	132,967
Intergovernmental Receivable	1,222,355	234,000	1,456,355
Accrued Interest Receivable	19,148	2,094	21,242
Property Taxes Receivable	2,456,226	0	2,456,226
Payments in Lieu of Taxes Receivable	104,205	0	104,205
Non-Depreciable Capital Assets	14,364,904	2,425,149	16,790,053
Depreciable Capital Assets, Net	46,605,212	59,506,752	106,111,964
<i>Total Assets</i>	<u>74,685,708</u>	<u>70,262,602</u>	<u>144,948,310</u>
<b>Deferred Outflows of Resources</b>			
Deferred Charge on Refunding	78,825	17,508	96,333
Pension	979,652	239,761	1,219,413
<i>Total Deferred Outflows of Resources</i>	<u>1,058,477</u>	<u>257,269</u>	<u>1,315,746</u>
<b>Liabilities</b>			
Accrued Wages and Benefits	145,342	48,781	194,123
Intergovernmental Payable	101,835	18,527	120,362
Accounts Payable	296,375	75,311	371,686
Contracts Payable	42,052	18,621	60,673
Retainage Payable	26,910	0	26,910
Accrued Interest Payable	38,764	178,627	217,391
Customer Deposits Payable	0	52,739	52,739
Long-Term Liabilities:			
Due Within One Year	1,003,942	986,157	1,990,099
Due In More Than One Year			
Net Pension Liability (See Note 12)	7,039,718	1,367,605	8,407,323
Other Amounts Due in More Than One Year	11,924,133	12,843,428	24,767,561
<i>Total Liabilities</i>	<u>20,619,071</u>	<u>15,589,796</u>	<u>36,208,867</u>
<b>Deferred Inflows of Resources</b>			
Property Taxes	2,400,500	0	2,400,500
Pension	34,574	24,026	58,600
<i>Total Deferred Inflows of Resources</i>	<u>2,435,074</u>	<u>24,026</u>	<u>2,459,100</u>
<b>Net Position</b>			
Net Investment in Capital Assets	49,930,677	48,321,170	98,251,847
Restricted for:			
Capital Projects	1,858,666	0	1,858,666
Debt Service	7,900	0	7,900
Security of Persons and Property	32,162	0	32,162
Transportation Services	1,183,287	0	1,183,287
Other Purposes	587,152	0	587,152
Perpetual Care:			
Expendable	2,823	0	2,823
Non-Expendable	1,545	0	1,545
Unrestricted (Deficit)	(914,172)	6,584,879	5,670,707
<i>Total Net Position</i>	<u>\$52,690,040</u>	<u>\$54,906,049</u>	<u>\$107,596,089</u>

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

**City of Pickerington, Ohio**  
Statement of Activities  
For the Year Ended December 31, 2015

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental Activities:</b>				
General Government	\$2,344,441	\$17,647	\$41,428	\$0
Security of Persons and Property	4,958,894	343,811	201,595	0
Transportation	3,018,986	267,513	771,002	6,761,252
Leisure Time Activities	741,811	178,356	4,200	43,527
Public Health Services	158,281	0	0	0
Community Environment	713,456	565,992	0	0
Interest and Fiscal Charges	276,826	0	0	0
<i>Total Governmental Activities</i>	<u>12,212,695</u>	<u>1,373,319</u>	<u>1,018,225</u>	<u>6,804,779</u>
<b>Business-Type Activities:</b>				
Water	2,540,304	2,345,456	0	846,676
Sewer	2,672,994	3,473,543	0	463,182
Stormwater	641,289	663,249	0	238,495
Aquatic Recreation Center	166,278	161,777	0	0
<i>Total Business-Type Activities</i>	<u>6,020,865</u>	<u>6,644,025</u>	<u>0</u>	<u>1,548,353</u>
<i>Total</i>	<u>\$18,233,560</u>	<u>\$8,017,344</u>	<u>\$1,018,225</u>	<u>\$8,353,132</u>

**General Revenues**

Property and Other Taxes Levied for General Purposes  
Property Taxes Levied for Security of Persons and Property  
Income Taxes Levied for General Purposes  
Franchise Taxes  
Grants and Entitlements not Restricted to Specific Programs  
Investment Earnings  
Payments in Lieu of Taxes  
Impact Fees  
Gain on Sale of Capital Assets  
Miscellaneous  
*Total General Revenues*

Transfers

*Total General Revenues and Transfers*

*Change in Net Position*

Net Position Beginning of Year - Restated (Note 3)

*Net Position End of Year*

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

Net (Expense) Revenue and  
Change in Net Position

Governmental Activities	Business - Type Activities	Total
(\$2,285,366)	\$0	(\$2,285,366)
(4,413,488)	0	(4,413,488)
4,780,781	0	4,780,781
(515,728)	0	(515,728)
(158,281)	0	(158,281)
(147,464)	0	(147,464)
(276,826)	0	(276,826)
<u>(3,016,372)</u>	<u>0</u>	<u>(3,016,372)</u>
0	651,828	651,828
0	1,263,731	1,263,731
0	260,455	260,455
0	(4,501)	(4,501)
<u>0</u>	<u>2,171,513</u>	<u>2,171,513</u>
<u>(3,016,372)</u>	<u>2,171,513</u>	<u>(844,859)</u>
1,023,641	0	1,023,641
1,592,716	0	1,592,716
5,931,529	0	5,931,529
257,515	0	257,515
406,475	0	406,475
97,950	7,872	105,822
115,174	0	115,174
415,319	0	415,319
5,799	11,352	17,151
427,916	17,021	444,937
<u>10,274,034</u>	<u>36,245</u>	<u>10,310,279</u>
<u>(348,067)</u>	<u>348,067</u>	<u>0</u>
<u>9,925,967</u>	<u>384,312</u>	<u>10,310,279</u>
6,909,595	2,555,825	9,465,420
<u>45,780,445</u>	<u>52,350,224</u>	<u>98,130,669</u>
<u>\$52,690,040</u>	<u>\$54,906,049</u>	<u>\$107,596,089</u>

**City of Pickerington, Ohio**  
 Balance Sheet  
 Governmental Funds  
 December 31, 2015

	<u>General</u>	<u>Police</u>	<u>Debt Service</u>
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$4,223,426	\$512,675	\$216,221
Receivables:			
Permissive Motor Vehicle Registration Fees	0	0	0
Property Taxes	882,311	1,573,915	0
Income Taxes	890,168	0	0
Hotel and Motel Taxes	6,960	0	0
Payments in Lieu of Taxes	0	0	14,752
Accounts	104,052	10,000	0
Accrued Interest	19,148	0	0
Intergovernmental	220,021	110,044	0
Materials and Supplies Inventory	16,181	19,552	0
Prepaid Items	19,186	25,857	0
Restricted Assets:			
Equity in Pooled Cash and Cash Equivalents	148,854	0	0
<i>Total Assets</i>	<u>\$6,530,307</u>	<u>\$2,252,043</u>	<u>\$230,973</u>
<b>Liabilities</b>			
Accrued Wages and Benefits	\$31,833	\$98,827	\$0
Accounts Payable	161,409	20,824	0
Contracts Payable	0	0	0
Retainage Payable	0	0	0
Intergovernmental Payable	22,928	48,677	21,882
<i>Total Liabilities</i>	<u>216,170</u>	<u>168,328</u>	<u>21,882</u>
<b>Deferred Inflows of Resources</b>			
Property Taxes	862,000	1,538,500	0
Unavailable Revenue	605,177	143,951	14,752
<i>Total Deferred Inflows of Resources</i>	<u>1,467,177</u>	<u>1,682,451</u>	<u>14,752</u>
<b>Fund Balances</b>			
Nonspendable	184,221	45,409	0
Restricted	0	355,855	194,339
Committed	0	0	0
Assigned	648,280	0	0
Unassigned (Deficit)	4,014,459	0	0
<i>Total Fund Balances</i>	<u>4,846,960</u>	<u>401,264</u>	<u>194,339</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$6,530,307</u>	<u>\$2,252,043</u>	<u>\$230,973</u>

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

State Route 256 Safety Grant	Other Governmental Funds	Total Governmental Funds
\$11,559	\$3,543,647	\$8,507,528
0	18,088	18,088
0	0	2,456,226
0	0	890,168
0	0	6,960
0	89,453	104,205
0	3,722	117,774
0	0	19,148
143,573	748,717	1,222,355
0	85,071	120,804
0	17,832	62,875
0	40,607	189,461
<u>\$155,132</u>	<u>\$4,547,137</u>	<u>\$13,715,592</u>
\$0	\$14,682	\$145,342
300	113,842	296,375
26,717	15,335	42,052
0	26,910	26,910
0	8,348	101,835
<u>27,017</u>	<u>179,117</u>	<u>612,514</u>
0	0	2,400,500
<u>116,856</u>	<u>715,214</u>	<u>1,595,950</u>
<u>116,856</u>	<u>715,214</u>	<u>3,996,450</u>
0	143,510	373,140
11,259	2,304,821	2,866,274
0	1,293,928	1,293,928
0	0	648,280
0	(89,453)	3,925,006
<u>11,259</u>	<u>3,652,806</u>	<u>9,106,628</u>
<u>\$155,132</u>	<u>\$4,547,137</u>	<u>\$13,715,592</u>

**City of Pickerington, Ohio**  
 Reconciliation of Total Governmental Fund Balances to  
 Net Position of Governmental Activities  
 December 31, 2015

<b>Total Fund Balances for Governmental Funds</b>		<b>\$9,106,628</b>
<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.		60,970,116
Other long-term assets are not available to pay for current-period expenditures and therefore are reported as unavailable revenue in the funds:		
Interest	11,173	
Intergovernmental	1,032,273	
Income Taxes	380,463	
Property and Other Local Taxes	55,726	
Payment in Lieu of Taxes	104,205	
Charges for Services	12,110	
<b>Total</b>	<b>1,595,950</b>	1,595,950
Accrued Interest Payable is not due and payable in the current period and therefore is not reported in the funds.		(38,764)
Deferred Outflows of Resources represent deferred charges on refundings which are not reported in the funds.		78,825
Long-term liabilities and accrued interest are not due and payable in the current period and therefore are not reported in the funds:		
General Obligation Bonds and Unamortized Premiums	(4,622,427)	
General Obligation Refunding Bonds and Unamortized Premiums	(5,291,093)	
Long-Term Notes Payable	(2,300,000)	
Compensated Absences	(688,701)	
Capital Leases	(25,854)	
<b>Total</b>	<b>(12,928,075)</b>	(12,928,075)
The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in the governmental funds:		
Deferred Outflows - Pension	979,652	
Net Pension Liability	(7,039,718)	
Deferred Inflows - Pension	(34,574)	
<b>Total</b>	<b>(6,094,640)</b>	(6,094,640)
<b>Net Position of Governmental Activities</b>		<b>\$52,690,040</b>

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.



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**City of Pickerington, Ohio**  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2015

	General	Police	Debt Service
<b>Revenues</b>			
Property Taxes	\$900,563	\$1,606,067	\$0
Hotel and Motel Taxes	130,927	0	0
Permissive Motor Vehicle Registration Fees	0	0	0
Municipal Income Taxes	5,950,233	0	0
Charges for Services	95,061	177,348	0
Licenses and Permits	477,131	0	0
Impact Fees	0	0	0
Fines and Forfeitures	159,031	0	0
Intergovernmental	324,198	190,434	0
Interest	76,445	0	2,775
Payments in Lieu of Taxes	0	0	94,239
Contributions and Donations	41,428	300	0
Other	588,578	15,879	0
<i>Total Revenues</i>	8,743,595	1,990,028	97,014
<b>Expenditures</b>			
Current:			
General Government	2,300,749	0	0
Security of Persons and Property	116,421	4,738,868	0
Transportation	0	0	0
Leisure Time Activities	87,171	0	0
Public Health Services	158,281	0	0
Community Environment	730,544	0	0
Capital Outlay	0	0	0
Debt Service:			
Principal Retirement	11,091	2,629	695,000
Interest and Fiscal Charges	1,971	598	270,243
<i>Total Expenditures</i>	3,406,228	4,742,095	965,243
<i>Excess of Revenues Over (Under) Expenditures</i>	5,337,367	(2,752,067)	(868,229)
<b>Other Financing Sources (Use):</b>			
Proceeds from the Sale of Capital Assets	0	12,000	0
Inception of a Capital Lease	13,998	0	0
Bond Anticipation Notes Issued	0	0	0
Transfers In	0	2,800,000	855,475
Transfers Out	(5,062,018)	0	0
<i>Total Other Financing Sources (Use)</i>	(5,048,020)	2,812,000	855,475
<i>Net Change in Fund Balances</i>	289,347	59,933	(12,754)
Fund Balances at Beginning of Year	4,557,613	341,331	207,093
<i>Fund Balances End of Year</i>	\$4,846,960	\$401,264	\$194,339

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

State Route 256 Safety Grant	Other Governmental Funds	Total Governmental Funds
\$0	\$0	\$2,506,630
0	0	130,927
0	229,371	229,371
0	0	5,950,233
0	166,955	439,364
0	49,543	526,674
0	415,319	415,319
0	11,025	170,056
3,979,936	2,381,649	6,876,217
0	13,853	93,073
0	82,457	176,696
0	4,200	45,928
0	80,974	685,431
<u>3,979,936</u>	<u>3,435,346</u>	<u>18,245,919</u>
0	9,475	2,310,224
0	5,022	4,860,311
0	1,354,746	1,354,746
0	670,991	758,162
0	0	158,281
0	10,000	740,544
4,331,568	3,433,430	7,764,998
0	18,881	727,601
0	570	273,382
<u>4,331,568</u>	<u>5,503,115</u>	<u>18,948,249</u>
<u>(351,632)</u>	<u>(2,067,769)</u>	<u>(702,330)</u>
0	3,351	15,351
0	0	13,998
0	2,300,000	2,300,000
362,923	1,456,170	5,474,568
0	(412,550)	(5,474,568)
<u>362,923</u>	<u>3,346,971</u>	<u>2,329,349</u>
11,291	1,279,202	1,627,019
<u>(32)</u>	<u>2,373,604</u>	<u>7,479,609</u>
<u>\$11,259</u>	<u>\$3,652,806</u>	<u>\$9,106,628</u>

**City of Pickerington, Ohio**  
 Reconciliation of the Statement of Revenues, Expenditures, and Changes  
 in Fund Balances of Governmental Funds to the Statement of Activities  
 For the Year Ended December 31, 2015

**Net Change in Fund Balances - Total Governmental Funds** \$1,627,019

*Amounts reported for governmental activities in the statement of activities are different because*

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period.

Capital Asset Additions	8,411,370	
Capital Contributions from Developers	1,017,744	
Transferred Assets	(348,067)	
Depreciation Expense	<u>(2,409,110)</u>	6,671,937

Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the amount of the proceeds, and the gain on disposal of assets:

Proceeds from Sale of Capital Assets	(15,351)	
Gain on Disposal of Capital Assets	<u>5,799</u>	(9,552)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Property Taxes	(21,200)	
Income Taxes	(18,704)	
Payment in Lieu of Taxes	(61,522)	
Intergovernmental	289,590	
Charges for Services	7,854	
Interest	<u>4,877</u>	200,895

Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

General Obligation Bonds	405,000	
General Obligation Refunding Bonds	290,000	
Capital Leases	<u>32,601</u>	727,601

Interest is reported as an expenditure when due in the governmental funds, but is accrued on outstanding debt on the statement of activities. Premiums are reported as revenues when the debt is first issued; however these amounts are allocated as an expense over the life of the bond on the statement of activities.

Accrued Interest Payable	(18,759)	
Amortization on Premium of General Obligation Bonds	9,554	
Amortization on Premium of General Obligation Refunding Bonds	<u>14,520</u>	\$5,315

(continued)

**City of Pickerington, Ohio**  
 Reconciliation of the Statement of Revenues, Expenditures, and Changes  
 in Fund Balances of Governmental Funds to the Statement of Activities (Continued)  
 For the Year Ended December 31, 2015

Some capital assets were financed through capital leases. In governmental funds, a capital lease arrangement is considered a source of financing, but in the statement of net assets the lease obligation is reported as a liability.	(\$13,998)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:	
Compensated Absences Payable	61,874
Deferred outflows of resources represent the amortization of deferred charges on refundings which are not reported in the funds.	(8,758)
Long-term debt proceeds are other financing sources in the governmental funds, but the issuance increases the long-term liabilities on the statement of activities.	(2,300,000)
Contractually required contributions are reported as expenditures in the governmental funds; however, the statement of net position reports these amounts as deferred outflows.	656,058
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>(708,796)</u>
<i>Change in Net Position of Governmental Activities</i>	<u><u>\$6,909,595</u></u>

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

**City of Pickerington, Ohio**  
Statement of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund  
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		Actual	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
<b>Revenues</b>				
Property and Other Taxes	\$952,500	\$952,500	\$1,032,239	\$79,739
Municipal Income Taxes	5,628,444	5,628,444	5,899,660	271,216
Charges for Services	122,225	122,225	105,828	(16,397)
Licenses and Permits	456,275	456,275	477,487	21,212
Fines and Forfeitures	145,000	145,000	157,167	12,167
Intergovernmental	312,347	312,347	325,489	13,142
Interest	35,000	35,000	65,151	30,151
Contributions and Donations	70,000	70,000	41,428	(28,572)
Other	363,002	363,002	590,531	227,529
<i>Total Revenues</i>	<u>8,084,793</u>	<u>8,084,793</u>	<u>8,694,980</u>	<u>610,187</u>
<b>Expenditures</b>				
Current:				
General Government	2,587,441	2,709,368	2,387,377	321,991
Security of Persons and Property	110,020	113,020	103,195	9,825
Leisure Time Activities	93,400	110,187	87,171	23,016
Public Health Services	160,888	160,893	158,281	2,612
Community Environment	737,160	840,434	761,547	78,887
<i>Total Expenditures</i>	<u>3,688,909</u>	<u>3,933,902</u>	<u>3,497,571</u>	<u>436,331</u>
<i>Excess of Revenues Over Expenditures</i>	<u>4,395,884</u>	<u>4,150,891</u>	<u>5,197,409</u>	<u>1,046,518</u>
<b>Other Financing Source (Use)</b>				
Advances In	294,335	294,335	324,335	30,000
Transfers Out	(5,582,925)	(5,886,425)	(5,062,018)	824,407
<i>Total Other Financing Source (Use)</i>	<u>(5,288,590)</u>	<u>(5,592,090)</u>	<u>(4,737,683)</u>	<u>854,407</u>
<i>Net Change in Fund Balance</i>	(892,706)	(1,441,199)	459,726	1,900,925
Fund Balance at Beginning of Year	3,694,656	3,694,656	3,694,656	0
Prior Year Encumbrances Appropriated	<u>110,802</u>	<u>110,802</u>	<u>110,802</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$2,912,752</u>	<u>\$2,364,259</u>	<u>\$4,265,184</u>	<u>\$1,900,925</u>

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

**City of Pickerington, Ohio**  
Statement of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Police Fund  
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Property Taxes	\$1,505,000	\$1,505,000	\$1,606,067	\$101,067
Charges for Services	104,876	179,876	179,708	(168)
Intergovernmental	182,132	182,132	190,434	8,302
Contributions and Donations	75,000	0	300	300
Other	76,275	76,275	5,819	(70,456)
<i>Total Revenues</i>	<u>1,943,283</u>	<u>1,943,283</u>	<u>1,982,328</u>	<u>39,045</u>
<b>Expenditures</b>				
Current:				
Security of Persons and Property	<u>5,101,820</u>	<u>5,180,403</u>	<u>4,768,497</u>	<u>411,906</u>
<i>Excess of Revenues Under Expenditures</i>	(3,158,537)	(3,237,120)	(2,786,169)	450,951
<b>Other Financing Source</b>				
Transfers In	<u>3,130,000</u>	<u>3,130,000</u>	<u>2,800,000</u>	<u>(330,000)</u>
<i>Net Change in Fund Balance</i>	(28,537)	(107,120)	13,831	120,951
Fund Balance at Beginning of Year	407,138	407,138	407,138	0
Prior Year Encumbrances Appropriated	<u>40,585</u>	<u>40,585</u>	<u>40,585</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$419,186</u>	<u>\$340,603</u>	<u>\$461,554</u>	<u>\$120,951</u>

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

**City of Pickerington, Ohio**  
Statement of Fund Net Position  
Enterprise Funds  
December 31, 2015

	Business - Type Activities - Enterprise Funds		
	Water	Sewer	Stormwater
<b>Assets:</b>			
Current Assets:			
Equity in Pooled Cash and Cash Equivalents	\$3,107,383	\$3,025,779	\$876,974
Accounts Receivable	204,253	325,084	63,544
Intergovernmental Receivable	234,000	0	0
Accrued Interest Receivable	2,094	0	0
Materials and Supplies Inventory	146,345	99,867	0
Prepaid Items	27,021	40,546	0
<i>Total Current Assets</i>	3,721,096	3,491,276	940,518
Noncurrent Assets:			
Restricted Assets:			
Equity in Pooled Cash and Cash Equivalents	26,369	26,370	0
Non-Depreciable Capital Assets	970,024	524,969	354,806
Depreciable Capital Assets, net	21,202,528	28,060,050	9,562,881
<i>Total Noncurrent Assets</i>	22,198,921	28,611,389	9,917,687
<i>Total Assets</i>	25,920,017	32,102,665	10,858,205
<b>Deferred Outflows of Resources:</b>			
Deferred Charge on Refunding	0	17,508	0
Pension	99,413	105,261	35,087
<i>Total Deferred Outflows of Resources</i>	99,413	122,769	35,087
<b>Liabilities:</b>			
Current Liabilities:			
Accrued Wages and Benefits	20,856	21,082	6,843
Intergovernmental Payable	7,496	8,417	2,186
Accounts Payable	35,625	38,479	1,030
Contracts Payable	3,240	2,160	13,221
Accrued Interest Payable	22,490	156,137	0
Current Portion of:			
Compensated Absences Payable	28,885	28,974	6,405
General Obligation Bonds Payable	105,000	145,000	0
Capital Leases Payable	2,161	2,161	0
OWDA Loans Payable	153,746	513,825	0
<i>Total Current Liabilities</i>	379,499	916,235	29,685
Long-Term Liabilities (Net of Current Portion):			
Customer Deposits Payable from Restricted Assets	26,369	26,370	0
Compensated Absences Payable	36,721	41,140	848
General Obligation Bonds Payable	2,068,373	1,143,394	0
Capital Leases Payable	9,173	9,172	0
OWDA Loans Payable	857,702	8,676,905	0
Net Pension Liability	567,056	600,412	200,137
<i>Total Long-Term Liabilities</i>	3,565,394	10,497,393	200,985
<i>Total Liabilities</i>	3,944,893	11,413,628	230,670
<b>Deferred Inflows of Resources:</b>			
Pension	9,962	10,548	3,516
<b>Net Position:</b>			
Net Investment in Capital Assets	19,034,770	18,112,070	9,917,687
Unrestricted	3,029,805	2,689,188	741,419
<i>Total Net Position</i>	\$22,064,575	\$20,801,258	\$10,659,106

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.



Nonmajor Aquatic Recreation Center	Totals
\$122,547	\$7,132,683
0	592,881
0	234,000
0	2,094
0	246,212
2,525	70,092
<u>125,072</u>	<u>8,277,962</u>
0	52,739
575,350	2,425,149
<u>681,293</u>	<u>59,506,752</u>
<u>1,256,643</u>	<u>61,984,640</u>
<u>1,381,715</u>	<u>70,262,602</u>
0	17,508
<u>0</u>	<u>239,761</u>
<u>0</u>	<u>257,269</u>
0	48,781
428	18,527
177	75,311
0	18,621
0	178,627
0	64,264
0	250,000
0	4,322
<u>0</u>	<u>667,571</u>
<u>605</u>	<u>1,326,024</u>
0	52,739
0	78,709
0	3,211,767
0	18,345
0	9,534,607
<u>0</u>	<u>1,367,605</u>
<u>0</u>	<u>14,263,772</u>
<u>605</u>	<u>15,589,796</u>
<u>0</u>	<u>24,026</u>
1,256,643	48,321,170
<u>124,467</u>	<u>6,584,879</u>
<u>\$1,381,110</u>	<u>\$54,906,049</u>

**City of Pickerington, Ohio**  
Statement of Revenues, Expenses, and Changes in Fund Net Position  
Proprietary Funds  
For the Year Ended December 31, 2015

	Business - Type Activities - Enterprise Funds		
	Water	Sewer	Stormwater
<b>Operating Revenues</b>			
Charges for Services	\$2,345,456	\$3,473,543	\$663,249
<i>Total Operating Revenues</i>	2,345,456	3,473,543	663,249
<b>Operating Expenses</b>			
Personal Services	841,073	861,691	287,399
Contractual Services	798,643	954,578	158,688
Materials and Supplies	313,996	63,983	16,713
Depreciation	499,253	402,329	178,489
<i>Total Operating Expenses</i>	2,452,965	2,282,581	641,289
<i>Operating Income (Loss)</i>	(107,509)	1,190,962	21,960
<b>Non-Operating Revenues (Expenses)</b>			
Interest	6,701	1,075	96
Interest and Fiscal Charges	(87,339)	(390,413)	0
Gain on Sale of Capital Assets	3,876	7,476	0
Other Non-Operating Revenues	3,468	4,845	4,900
<i>Total Non-Operating Revenues (Expenses)</i>	(73,294)	(377,017)	4,996
<i>Operating Income (Loss)</i>			
<i>Before Contributions and Transfers</i>	(180,803)	813,945	26,956
Capital Contributions from Developers	199,225	59,705	157,740
Capital Contributions from Customers	413,451	363,477	80,755
Capital Contributions from Grants	234,000	40,000	0
Transfers In	0	0	0
<i>Change in Net Position</i>	665,873	1,277,127	265,451
Net Position Beginning of Year - Restated (Note 3)	21,398,702	19,524,131	10,393,655
<i>Net Position End of Year</i>	\$22,064,575	\$20,801,258	\$10,659,106

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

Nonmajor Aquatic Recreation Center	Total
\$161,777	\$6,644,025
161,777	6,644,025
76,995	2,067,158
47,824	1,959,733
15,566	410,258
25,893	1,105,964
166,278	5,543,113
(4,501)	1,100,912
0	7,872
0	(477,752)
0	11,352
3,808	17,021
3,808	(441,507)
(693)	659,405
0	416,670
0	857,683
0	274,000
348,067	348,067
347,374	2,555,825
1,033,736	52,350,224
\$1,381,110	\$54,906,049

**City of Pickerington, Ohio**  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2015

	<u>Business - Type Activities - Enterprise Funds</u>		
	<u>Water</u>	<u>Sewer</u>	<u>Stormwater</u>
<b>Increase (Decrease) in Cash and Cash Equivalents</b>			
<b>Cash Flows from Operating Activities</b>			
Cash Received from Customers	\$2,332,796	\$3,489,617	\$663,246
Cash Payments for Employee Services and Benefits	(863,646)	(872,288)	(290,638)
Cash Payments for Goods and Services	(1,126,302)	(1,022,014)	(183,772)
Utility Deposits Received	3,475	3,475	0
Utility Deposits Returned	(2,053)	(2,053)	0
Other Non-Operating Revenues	4,855	7,297	4,900
<i>Net Cash Provided by Operating Activities</i>	<u>349,125</u>	<u>1,604,034</u>	<u>193,736</u>
<b>Cash Flows from Investing Activities</b>			
Interest on Investments	<u>5,108</u>	<u>1,075</u>	<u>96</u>
<b>Cash Flows from Capital and Related Financing Activities</b>			
Acquisition of Capital Assets	(999,611)	(601,307)	(435,572)
Proceeds from Sale of Capital Assets	3,876	7,476	0
Tap-In Fees	421,153	363,477	80,755
Capital Grants	0	40,000	0
Principal Paid on General Obligation Refunding Bonds	0	(335,000)	0
Principal Paid on General Obligation Bonds	(100,000)	0	0
Principal Paid on OWDA Loans	(148,299)	(496,666)	0
Principal Paid on Capital Leases	(990)	(991)	0
Interest Paid on General Obligation Refunding Bonds	0	(47,977)	0
Interest Paid on General Obligation Bonds	(52,650)	0	0
Interest Paid on OWDA Loans	(40,877)	(320,490)	0
Interest Paid on Capital Leases	(92)	(92)	0
<i>Net Cash Used for Capital and Related Financing Activities</i>	<u>(917,490)</u>	<u>(1,391,570)</u>	<u>(354,817)</u>
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	(563,257)	213,539	(160,985)
Cash and Cash Equivalents Beginning of Year	<u>3,697,009</u>	<u>2,838,610</u>	<u>1,037,959</u>
<i>Cash and Cash Equivalents End of Year</i>	<u><u>\$3,133,752</u></u>	<u><u>\$3,052,149</u></u>	<u><u>\$876,974</u></u>

Nonmajor Aquatic Recreation Center	Total
\$161,777	\$6,647,436
(77,356)	(2,103,928)
(63,271)	(2,395,359)
0	6,950
0	(4,106)
3,808	20,860
<u>24,958</u>	<u>2,171,853</u>
<u>0</u>	<u>6,279</u>
(4,274)	(2,040,764)
0	11,352
0	865,385
0	40,000
0	(335,000)
0	(100,000)
0	(644,965)
0	(1,981)
0	(47,977)
0	(52,650)
0	(361,367)
0	(184)
<u>(4,274)</u>	<u>(2,668,151)</u>
20,684	(490,019)
<u>101,863</u>	<u>7,675,441</u>
<u>\$122,547</u>	<u>\$7,185,422</u>

(continued)

**City of Pickerington, Ohio**  
Statement of Cash Flows  
Proprietary Funds (Continued)  
For the Year Ended December 31, 2015

	<u>Business - Type Activities - Enterprise Funds</u>		
	<u>Water</u>	<u>Sewer</u>	<u>Stormwater</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities</b>			
Operating Income (Loss)	(\$107,509)	\$1,190,962	\$21,960
Adjustments:			
Other Non-Operating Revenues	4,855	7,297	4,900
Depreciation	499,253	402,329	178,489
(Increases) Decreases in Assets:			
Accounts Receivable	(12,660)	16,074	(3)
Prepaid Items	1,803	7,366	0
Materials and Supplies Inventory	2,288	(11,484)	0
Decrease in Deferred Outflows - Pension	7,577	8,022	2,674
Increases (Decreases) in Liabilities:			
Accounts Payable	(20,243)	(1,458)	22
Accrued Wages and Benefits Payable	3,345	1,485	918
Contracts Payable	3,240	2,160	(8,360)
Compensated Absences Payable	(19,328)	(4,092)	(783)
Customer Deposits Payable	1,422	1,422	0
Intergovernmental Payable	133	(113)	(769)
Net Pension Liability	(10,454)	(11,069)	(3,690)
Decrease in Deferred Inflows - Pension	(4,597)	(4,867)	(1,622)
<i>Net Cash Provided by Operating Activities</i>	<u>\$349,125</u>	<u>\$1,604,034</u>	<u>\$193,736</u>

**Noncash Capital Financing Activities:**

During 2015, capital contributions from customers decreased \$7,702 in the Water Enterprise Fund due to a decrease in receivables for unbilled tap-in fees.

During 2015, developers contributed \$199,225, \$59,705, and \$157,740 in the form of water, sewer, and stormwater lines, respectively.

During 2015, the water and sewer enterprise funds entered into a capital lease which resulted in a non-cash transaction in the amount of \$11,511 and \$11,510, respectively.

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.

Nonmajor Aquatic Recreation Center	Total
(\$4,501)	\$1,100,912
3,808	20,860
25,893	1,105,964
0	3,411
88	9,257
0	(9,196)
0	18,273
31	(21,648)
0	5,748
0	(2,960)
0	(24,203)
0	2,844
(361)	(1,110)
0	(25,213)
0	(11,086)
\$24,958	\$2,171,853

**City of Pickerington, Ohio**  
Statement of Fiduciary Assets and Liabilities  
Agency Fund  
December 31, 2015

<b>Assets</b>	
Cash and Cash Equivalents in Segregated Accounts	<u>\$6,938</u>
<i>Total Assets</i>	<u><u>\$6,938</u></u>
<b>Liabilities</b>	
Undistributed Monies	<u>\$6,938</u>
<i>Total Liabilities</i>	<u><u>\$6,938</u></u>

The accompanying Notes to the Basic Financial Statements are an integral part of this statement.



**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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**NOTE 1 - REPORTING ENTITY**

The City of Pickerington (the "City") is a charter municipal corporation operating under the laws of the State of Ohio. Pickerington was recognized as a village by the State of Ohio in 1930. The Village of Pickerington adopted a charter on November 4, 1980. On April 29, 1991, Pickerington was declared a City.

The municipal government provided by the charter is known as a mayor-council-manager form of government. Legislative power is vested in a seven-member council, each member elected to a four year term. The Mayor is elected by the citizens of Pickerington for a four year term. The Mayor appoints, with the concurrence of a majority vote of Council, the City Manager. The City Manager is the chief executive officer and the head of the administrative agencies of the City. He appoints all department heads and employees, except as otherwise provided in the Charter. The City Manager is responsible to the Mayor for the proper administration of all affairs of the City.

**Reporting Entity**

The financial 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 that are not legally separate from the City. Services provided by the primary government include police protection, street maintenance and repairs, community and economic development, parks and recreation, and water, sewer, and stormwater services. A staff provides support (i.e., payroll processing, accounts payable, revenue collection) to the service providers. The operation and control of these activities is provided by the City Council through the budgetary process and by the City Manager through administrative and managerial requirements and procedures.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or the levying of taxes, and there is a potential for the organization to provide specific financial benefit to, or impose specific financial burdens on, the primary government. No potential component units met these criteria.

The following potential component units have been excluded from the City's financial statements because the City is not financially accountable for them nor are the entities fiscally dependent on the City:

- Pickerington Local School District
- Pickerington Public Library
- Pickerington Senior Citizens Center, Inc.

The City is associated with three jointly governed organizations and two insurance purchasing pools. These organizations are the Fairfield, Hocking, and Athens Counties Council of Governments on Major Crimes Investigations, Fairfield County Regional Planning Commission, the Mid-Ohio Regional Planning Commission (MORPC), the Central Ohio Risk Management Association Inc. (CORMA), and the Ohio Municipal League Workers' Compensation Group Rating Program. These organizations are discussed in Notes 19 and 20 to the basic financial statements.

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**A. 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 which provide a more detailed level of financial information.

***Government-wide Financial Statements*** The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities. The statement of net position presents the financial condition of the governmental and business-type activities of the City. 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. The policy of the City is to not allocate indirect expenses to functions in the statement of activities. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function 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 fund is presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

**B. 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.

***Governmental Funds*** Governmental funds are those through which most governmental functions of the City are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid.

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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The difference between governmental fund assets and deferred outflows of resources and liabilities and deferred inflows of resources is reported as fund balance. The City reports the following 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.

Police Fund – This fund is used to account for property taxes and transfers to pay for police protection.

Debt Service Fund – This fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

State Route 256 Safety Grant Fund – This fund is used to account for grant monies from the Ohio Department of Transportation restricted for expenditures associated with the State Route 256 Safety Grant infrastructure project within the City.

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

***Proprietary funds*** 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; the City has no internal service funds.

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

Water Fund –This fund is used to account for water services provided to individuals and commercial users. The costs of providing these services are financed primarily through user charges.

Sewer Fund –This fund is used to account for sanitary sewer services provided to individuals and commercial users. The costs of providing these services are financed primarily through user charges.

Stormwater Fund –This fund is used to account for stormwater services provided to individuals and commercial users. The costs of providing these services are financed primarily through a flat rate monthly charge.

The nonmajor Aquatic Recreation Center Enterprise Fund is used to account for monies collected from fees charged for pool passes and expenditures related to the upkeep and operation and maintenance of the facility.

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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***Fiduciary funds*** Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

The City's fiduciary fund is classified as an agency fund. The agency fund accounts for assets held by the City's Mayor's Court for distribution to other governments or individuals.

**C. 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 operation of the City are included on the statement of net position. The statement of activities presents increases (e.g. revenues) and decreases (e.g. expenses) in total net position.

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

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

**D. Basis of Accounting**

Basis of accounting 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 the modified accrual basis of accounting arise in the recognition of revenue, in the recording of deferred outflows/inflows of resources, and in the presentation of expenses versus expenditures.

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

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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The non-exchange transactions, in which the City receives value without directly giving equal value in return, includes income taxes, property taxes, payments in lieu of taxes, impact fees, intergovernmental grants, and donations. Revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes and payments in lieu of taxes is recognized in the year in which the taxes are levied. Revenues from impact fees are recognized in the year in which resources are required to be used or when use is first permitted. Revenues from intergovernmental grants are recognized in the year eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements in which the resources are provided to the City on a reimbursable basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue resources are considered to be both measurable and available at year end: interest, federal and state grants, state-levied local shared taxes (including motor vehicle registration fees and gasoline taxes), income taxes, and fees and rentals.

***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, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the 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 in Note 12.

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 until that time. For the City, deferred inflows of resources include property taxes, pension, and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2015, but which were levied to finance 2016 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes, income taxes, interest, charges for services, payment in lieu of taxes, and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities found on page 26. Deferred inflows of resources related to pension are reported on the government-wide statement of net position. (See Note 12)

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

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

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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E. Budgetary Process

All funds, other than the agency fund, are legally required to be budgeted and appropriated. The Indigent Drivers Interlock and Alcohol Monitoring Special Revenue Fund, the Municipal Building Capital Projects Fund, and the Cemetery Permanent Fund were not budgeted because the City did not anticipate any financial activity within these funds. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates.

The certificate of estimated resources establishes a limit on the amount the City Council may appropriate. The appropriations resolution is the City Council's authorization to spend resources and sets annual limits on the expenditures plus encumbrances at the level of control selected by the City Council. The legal level of budgetary control is at the fund, program, department, and object level. Any budgetary modifications at this level may only be made by resolution of the City Council.

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 final amended certificate approved.

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

F. Cash and Cash Equivalents

To improve cash management, cash received by the City is pooled. Cash balances, except cash by a fiscal agent or held in segregated accounts, are pooled and invested in short term investments in order to provide improved cash management. Individual fund integrity is maintained through the City's records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the financial statements.

Investments with an original maturity of three months or less at the time of purchase and investments of the cash management pool are presented on the financial statements as cash equivalents.

During 2015, investments were limited to federal agency securities, commercial paper, nonnegotiable certificates of deposit, and the State Treasury Asset Reserve of Ohio (STAR Ohio).

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as nonnegotiable certificates of deposit are reported at cost. The City's nonnegotiable certificates of deposit are shown as cash equivalents because they are purchased from the cash management pool.

STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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of 1940. Investments in STAR Ohio are valued at STAR Ohio's net asset value per share which is the price the investment could be sold for on December 31, 2015.

Provisions of the Ohio Revised Code restrict investment procedures. During 2015, interest was distributed to the General Fund, the Debt Service Fund, certain special revenue funds, capital projects funds, permanent fund, and enterprise funds according to City ordinances. Interest revenue credited to the General Fund during 2015 amounted to \$76,445, which includes \$47,736 assigned from other City funds.

The City has a segregated bank account for monies held separate from the City's central bank account. This bank account is presented on the financial statements as "Cash and Cash Equivalents in Segregated Accounts", for the mayor's court bank account since the funds are not deposited into the City treasury.

G. Receivables and Payables

Receivables and payables to be recorded on the City's financial statements are recorded to the extent that the amounts are determined material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation and in the case of receivables, collectibility.

H. Materials and Supplies Inventory

Inventories represent supplies held for consumption, are presented at cost on a first-in, first-out basis and are expended/expensed when used.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2015 are recorded as prepaid items using the consumption method recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

J. Restricted Assets

Restricted cash and cash equivalents in the General Fund represent the amount of unclaimed monies and developer deposits that are not available for appropriation. Restricted cash and cash equivalents in the Tax Increment Financing Agreement Equity Construction Capital Projects Fund represent developer deposits that are not available for appropriation. Restricted cash and cash equivalents in the Cemetery Permanent Fund represent the principal portion of cemetery funds bequeathed to the City. Restricted cash and cash equivalents in the Water and Sewer Enterprise Funds represent resources set aside by the City for the repayment of water and sewer deposits.

K. Capital Assets and Depreciation

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

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The City was able to estimate the historical cost for the initial reporting of infrastructure by backtrending (i.e., estimating current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition 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 not capitalized. Interest costs incurred during the construction of capital assets utilized by the enterprise fund are also capitalized.

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

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

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Building	50 years	50 -60 years
Improvements to Land Other than Buildings	20 years	20 years
Equipment	3-15 years	3-20 years
Vehicles	4-15 years	8-15 years
Infrastructure	10-75 years	65 years

The City's infrastructure consists of streets, curbs and gutters, traffic lights, water, sewer, and stormwater lines, and does not include infrastructure (roads) acquired prior to December 31, 1980.

L. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the City has identified as probable of receiving payment in the future. 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 City records a liability for accumulated unused vacation time when earned for all employees with more than one year of service. The City records a liability for accumulated unused sick leave for employees after five years of service.

The entire compensated absences liability is reported on the government-wide financial statements. On governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Compensated Absences Payable" in the fund from which the employees who have accumulated leave are paid, there are no such amounts reported at December 31, 2015. The non-current portion of the liability is not reported. For enterprise funds, the entire amount of compensated absences is reported as a fund liability.



**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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M. 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.

N. Accrued Liabilities and Long-Term Obligations

The City reports all payables, accrued liabilities, and long-term obligations in the government-wide financial statements and it reports all payables, accrued liabilities, and long-term obligations payable from proprietary funds in the proprietary fund financial statements.

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

O. Bond Premiums

On government-wide financial statements, bond premiums are deferred and amortized over the term of the bonds using the effective interest method. Bond premiums are presented as an increase of the face amount of the bonds payable. On the governmental fund statements, bond premiums are recorded in the year the bonds are issued. Premiums received on debt issuances are reported as other financing sources.

P. 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 are 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. It also includes the long-term amount of loans and notes receivable, prepaids, as well as property acquired for resale, unless the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned.

Restricted – The restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by State constitution or external resource providers. 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 or enabling legislation (City ordinances).

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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Enabling legislation authorizes the City to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the City can be compelled by an external party such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for the purposes specified by the legislation.

Committed – The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (ordinance) of City Council. Those committed amounts cannot be used for any other purpose unless City Council removes or changes the specified use by taking the same type of action (ordinance) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for the 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. These amounts are assigned by the City Council. In the General Fund, assigned amounts represent intended uses established by City Council or a City official delegated that authority by City Charter or ordinance, or by State Statute. State Statute authorizes the finance director to assign fund balance for purchases on order provided such amounts have been lawfully appropriated. The City Council assigned fund balance to cover a gap between estimated revenue and appropriations in 2016's appropriated budget.

Unassigned – Unassigned fund balance is the residual classification for the General Fund and includes amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance.

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.

#### Q. Net Position

Net position represents the difference between all other elements in a statement of financial position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations or other governments. Net position restricted for other purposes primarily include activities related to the City's parks, law enforcement, and street and state highway maintenance and repairs.

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

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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R. Contributions of Capital

Contributions of capital in the proprietary fund financial statements arise from outside contributions of capital assets or resources restricted for capital acquisition or construction and from tap-in fees to the extent they exceed the cost of the connection to the system, or from grants or outside contributions of resources for capital acquisition or construction.

S. Internal Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Internal allocations of overhead expenses from one program to another or within the same program are eliminated on the Statement of Activities. Payments for interfund services provided and used are not eliminated.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment should be reported as internal transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and non-operating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

T. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans or interfund services provided and used are classified as “interfund receivables/payables”. These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

U. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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.

V. 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 water, sewer, and stormwater utility services. Operating expenses are necessary costs that have been incurred in order to provide the good or service that is the primary activity of the fund. Revenues and expenses not meeting the definition are reported as non-operating.

W. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City that are either unusual in nature or infrequent in occurrence. Neither type of item occurred during 2015.

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

**NOTE 3 – CHANGE IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF NET POSITION**

For 2015, the City implemented the Governmental Accounting Standards Board (GASB) Statement No. 68, “Accounting and Financial Reporting for Pensions”- an amendment of GASB Statement No. 27 and GASB Statements 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 as reported December 31, 2014:

	Governmental Activities	Business-Type Activities
Net Position December 31, 2014	\$51,822,348	\$53,520,120
Adjustments:		
Net Pension Liability	(6,691,671)	(1,336,716)
Deferred Outflow - Payment Subsequent to Measurement Date	649,768	166,820
Restated Net Position December 31, 2014	\$45,780,445	\$52,350,224

	Water	Sewer	Stormwater
Net Position December 31, 2014	\$21,883,781	\$20,037,744	\$10,564,859
Adjustments:			
Net Pension Liability	(554,248)	(586,851)	(195,617)
Deferred Outflow - Payment Subsequent to Measurement Date	69,169	73,238	24,413
Restated Net Position December 31, 2014	\$21,398,702	\$19,524,131	\$10,393,655

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 – ACCOUNTABILITY**

The Tax Increment Financing Agreement Equity Construction Capital Projects Fund had a deficit fund balance in the amount of \$50,391 as of December 31, 2015.

The deficit is a result of the recognition of payables in accordance with generally accepted accounting principles. The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

**City of Pickerington, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2015**

**NOTE 5 – 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 government funds.

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

Fund Balances	General	Police	Debt Service	State Route 256 Safety Grant	Other Governmental Funds	Total
<b><u>Nonspendable:</u></b>						
Prepays	\$19,186	\$25,857	\$0	\$0	\$17,832	\$62,875
Materials and Supplies Inventory	16,181	19,552	0	0	85,071	120,804
Unclaimed Monies	12,259	0	0	0	0	12,259
Developer Deposits	136,595	0	0	0	39,062	175,657
Cemetery Care	0	0	0	0	1,545	1,545
<b>Total Nonspendable</b>	<b>184,221</b>	<b>45,409</b>	<b>0</b>	<b>0</b>	<b>143,510</b>	<b>373,140</b>
<b><u>Restricted for:</u></b>						
Street Improvements	0	0	0	11,259	2,257,258	2,268,517
Community Development	0	0	0	0	370	370
Security of Persons and Property	0	355,855	0	0	0	355,855
Law Enforcement	0	0	0	0	10,283	10,283
Drug and Alcohol Enforcement	0	0	0	0	8,522	8,522
Debt Service	0	0	194,339	0	0	194,339
Cemetery Care	0	0	0	0	2,823	2,823
Other Purposes	0	0	0	0	25,565	25,565
<b>Total Restricted</b>	<b>0</b>	<b>355,855</b>	<b>194,339</b>	<b>11,259</b>	<b>2,304,821</b>	<b>2,866,274</b>
<b><u>Committed to:</u></b>						
Street Improvements	0	0	0	0	403,500	403,500
Security of Persons and Property	0	0	0	0	134,835	134,835
Parks and Recreation	0	0	0	0	453,544	453,544
Urban Forestry	0	0	0	0	62,262	62,262
Municipal Improvements	0	0	0	0	239,787	239,787
<b>Total Committed</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,293,928</b>	<b>1,293,928</b>
<b><u>Assigned to:</u></b>						
Subsequent Year's Appropriations	648,280	0	0	0	0	648,280
<b>Unassigned (Deficit):</b>	<b>4,014,459</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(89,453)</b>	<b>3,925,006</b>
<b>Total Fund Balances</b>	<b>\$4,846,960</b>	<b>\$401,264</b>	<b>\$194,339</b>	<b>\$11,259</b>	<b>\$3,652,806</b>	<b>\$9,106,628</b>

On January 2, 2013, City Council approved a minimum unassigned fund balance policy in the General Fund equal to 25 percent, three months, of the adopted annual operating expenditures and other financing uses. The fund balance policy is to ensure that the City can continue its necessary public service operations regardless of any unanticipated event that could adversely affect the financial condition of the City. If the fund balance falls below the targeted range, the City's replenishment plan will be to control operating expenditures and use budget surpluses. The plan is to replenish the General Fund unassigned fund balance within a three year

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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period. The City will set a goal to replenish 80 percent the first year, 90 percent in two years, and 100 percent in three years.

**NOTE 6 - BUDGETARY BASIS OF ACCOUNTING**

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

The Statements of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual, for the General Fund and Police Major Special Revenue Fund are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

The major differences between the budget basis and the GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year-end encumbrances are treated as expenditures (budget basis) rather than restricted, committed, or assigned fund balance.
4. Unrecorded cash and fair market value adjustments are reported on the GAAP basis, but not on the budgetary basis.

The adjustments necessary to convert the results of operations for the year on the GAAP basis to the budget basis are as follows:

Net Change in Fund Balances General and Police Special Revenue Fund		
	General	Police
GAAP Basis	\$289,347	\$59,933
Net Adjustment for Revenue Accruals	262,786	(19,402)
Net Adjustment for Expenditure Accruals	(6,496)	24,241
Beginning of Year:		
Unreported Cash	11,188	180
Fair Value Adjustment for Investments	9,996	0
End of Year:		
Unreported Cash	(13,037)	(478)
Fair Value Adjustment for Investments	4,787	0
Encumbrances	(98,845)	(50,643)
Budget Basis	\$459,726	\$13,831

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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**NOTE 7 - DEPOSITS AND INVESTMENTS**

Monies held by the City are classified by State Statute into three categories.

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

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

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

Interim monies held by the City can be deposited or invested in the following securities:

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. No-load money market mutual funds consisting exclusively of obligations describe in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
4. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
5. Bonds and other obligations of the State of Ohio or Ohio; and with certain limitations bonds and other obligations of political subdivisions of the State of Ohio.
6. The State Treasurer's investment pool (STAR Ohio);
7. Not to exceed forty percent of the interim monies available for investment at any one time if training requirements have been met in either of the following:

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
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- Commercial paper for a period not to exceed two hundred seventy days. A single issuer shall not exceed in the aggregate five percent of interim fund available for investment at the time of purchase;
  - Bankers acceptance notes for a period not to exceed one hundred eighty days.
8. Written repurchase agreements in the securities listed above provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and the term of the agreement must not exceed thirty days.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited.

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

Cash on Hand

At year end, the City had \$14,472 in undeposited cash on hand which is included on the financial statements of the City as part of “Equity in Pooled Cash and Cash Equivalents”.

**Deposits:** Custodial credit risk for deposits is the risk that in the event of bank failure, the City will not be able to recover deposits or collateral securities that are in the possession of an outside party. At year end, none of the City’s bank balance of \$8,650,435 was exposed to custodial credit risk because it was all insured and collateralized.

The City has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the City or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledge to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

**Investments:** Investments are reported at fair value. As of December 31, 2015, the City had the following investments.

	Fair Value	Maturity	Percent of Total Investments	Rating	Rating Agency
Federal Home Loan Bank Notes	\$1,124,803	3/1/2016 to 8/24/2017	14.12%	Aaa	Moody's
Federal National Mortgage Association Notes	3,471,868	3/28/2017 to 5/27/2020	43.60%	Aaa	Moody's
Federal Home Loan Mortgage Corporation Notes	2,114,829	11/27/2017 to 9/30/2020	26.55%	Aaa	Moody's
Commercial Paper	1,000,518	7/11/2016	12.56%	P-1	Moody's
STAR Ohio	252,068	Average 49 Days	3.17%	Aaa	Moody's
Total	<u>\$7,964,086</u>		<u>100.00%</u>		



**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
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Interest Rate Risk

The City's investment policy addresses interest rate risk to the extent that it allows the Finance Director to invest funds primarily in short-term securities so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity. State statute requires that an investment mature within five years from the date of purchase, unless matched to a specific obligation or debt of the City, and that an investment must be purchased with the expectation that it will be held to maturity. The stated intent of the policy is to avoid the need to sell securities prior to maturity.

Credit Risk

The City's investment policy addresses credit risk to the extent that it limits the Finance Director to invest public funds in a diversified portfolio to minimize potential losses on individual investments and provide maximum security with the highest investment return.

Concentration of Credit Risk

Concentration of credit risk is defined by the Governmental Accounting Standards Board as having five percent or more invested in the securities of a single issuer. The City places no limit on the amount it may invest in any one issuer. The percentage of total investments is listed in the table above.

NOTE 8 - 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 2014 taxes.

2015 real property taxes are levied after October 1, 2015 on assessed value as of January 1, 2015, the lien date. Real property taxes which are levied in 2015 are collected in and intended to finance 2016. Assessed values are established by State law at 35 percent of the appraised market value.

Real property taxes are payable annually and semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Public utility property tax revenues received in 2015 represent the collection of 2014 taxes. Public utility property taxes received in 2015 became a lien on December 31, 2014, were levied after October 1, 2015, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentage of true value.

The County Treasurer collects property taxes on behalf of Fairfield County, including the City of Pickerington. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and public utility property taxes and outstanding delinquencies which are measurable as of December 31, 2015 and for which there is an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2015 operations is offset to deferred inflows of resources – property taxes. On the accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on the modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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The full tax rate for all City operations for the year ended December 31, 2015, was \$7.80 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:

	<u>2015</u>
Real Property/ Public Utility Real	<u>\$428,423,770</u>
Public Utility Personal	<u>2,432,110</u>
Total Assessed Value	<u><u>\$430,855,880</u></u>

**NOTE 9 - INCOME TAX**

The City levies a municipal income tax of one 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 of the City; however, the City allows a credit for income taxes paid to another municipality equal to 50 percent of the amount obtained by multiplying the lower of the tax rate of such other municipality or of the City by the taxable income earned in or attributable to the municipality of employment.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration semi-annually.

Income tax proceeds are used for general municipal operations, maintenance, new equipment, extension and enlargement of municipal services and facilities and capital improvements of the City of Pickerington. In 2015, the proceeds were receipted into the General Fund.

**NOTE 10 - RECEIVABLES**

Receivables at December 31, 2015 consisted primarily of taxes, payment in lieu of taxes, intergovernmental receivables arising from grants, entitlements and shared revenues, interest on investments, and utility accounts. All receivables except property taxes and payment in lieu of taxes are expected to be received within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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A summary of intergovernmental receivables follows:

<u>Governmental Activities</u>	
Homestead and Rollback	\$139,250
Local Government Subsidies	97,496
Estate Taxes	73,275
Gasoline Tax	305,940
Motor Vehicle License Tax	61,573
Law Enforcement Assistance Grant	2,240
Drug Use Prevention Grant	12,507
Safe Routes to Schools Grant	308,048
State Route 256 Safety Grant	143,573
OPWC - Urban Paving Project Grant	70,916
911 Wireless Assistance	1,508
Miscellaneous Reimbursements	<u>6,029</u>
Total Governmental Activities	1,222,355
<u>Business-Type Activities</u>	
OPWC - Mingo Estates	<u>234,000</u>
Total	<u><u>\$1,456,355</u></u>

Payment in Lieu of Taxes

Historically, the City has entered into Tax Increment Financing Agreements with various developers for the purpose of constructing several retail and commercial centers.

To encourage these improvements, the property owners were granted an exemption from paying real property taxes on the new construction; however, the property owner is required to make payments in lieu of taxes. Payment in lieu of taxes are made to Fairfield County and distributed to the City in an amount equal to the real property taxes that otherwise would have been due in that current year. These payments are being used to finance public improvements and will continue over ten to thirty years. The City is not able to record a receivable for all future payments because the payments are based upon projected collections.

As of December 31, 2015, the Equity Construction Tax Increment Financing Agreement remains outstanding. A receivable has been recorded in the Tax Increment Financing Agreement Equity Construction Capital Projects Fund in the amount of \$89,453 which represents amounts measurable at December 31, 2015. In addition, a receivable has been recorded in the Debt Service Fund in the amount of \$14,752 which represents delinquent collections for the remaining expired Tax Increment Financing Agreements.

On February 15, 2014, the City entered into a Tax Increment Financing Agreement with Ohio Health Corporation for the purpose of constructing a two-story, approximately 47,300 square foot medical office building with an ambulatory surgical center and adjacent parking containing approximately 189 parking spaces. The City is estimating to collect payment in lieu of taxes starting in 2017.

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
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**NOTE 11– CAPITAL ASSETS**

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

	Balance December 31, 2014	Additions	Reductions	Transfers	Balance December 31, 2015
<b>Governmental Activities:</b>					
Non-Depreciable Capital Assets:					
Land	\$6,371,937	\$119,252	\$0	\$0	\$6,491,189
Construction in Progress	1,059,826	7,144,934	(331,045)	0	7,873,715
Total Non Depreciable Capital Assets	<u>7,431,763</u>	<u>7,264,186</u>	<u>(331,045)</u>	<u>0</u>	<u>14,364,904</u>
Depreciable Capital Assets:					
Land Improvements	1,795,940	807,820	0	(348,067)	2,255,693
Buildings	5,116,182	109,640	0	0	5,225,822
Equipment	1,740,497	187,362	(50,220)	0	1,877,639
Infrastructure	67,503,719	1,322,973	0	0	68,826,692
Vehicles	1,019,757	68,178	(71,205)	0	1,016,730
Total Depreciable Capital Assets	<u>77,176,095</u>	<u>2,495,973</u>	<u>(121,425)</u>	<u>(348,067)</u>	<u>79,202,576</u>
Accumulated Depreciation:					
Land Improvements	(1,260,864)	(86,316)	0	0	(1,347,180)
Buildings	(1,660,527)	(96,682)	0	0	(1,757,209)
Equipment	(1,262,752)	(108,343)	46,948	0	(1,324,147)
Infrastructure	(25,392,690)	(2,012,861)	0	0	(27,405,551)
Vehicles	(723,294)	(104,908)	64,925	0	(763,277)
Total Accumulated Depreciation	<u>(30,300,127)</u>	<u>(2,409,110) *</u>	<u>111,873</u>	<u>0</u>	<u>(32,597,364)</u>
Total Depreciable Capital Assets, Net	<u>46,875,968</u>	<u>86,863</u>	<u>(9,552)</u>	<u>(348,067)</u>	<u>46,605,212</u>
Governmental Capital Assets, Net	<u>\$54,307,731</u>	<u>\$7,351,049</u>	<u>(\$340,597)</u>	<u>(\$348,067)</u>	<u>\$60,970,116</u>

During 2015, developers contributed \$1,017,744 in infrastructure. This amount is reflected within Capital Grants and Contributions on the Statement of Activities.

During 2015, the Parks Impact Fee Capital Projects Fund contributed a splashpad valued at \$348,067 to the Aquatic Recreation Center Enterprise Fund. This amount is reflected as a transfer on the Statement of Activities.

\*Depreciation expense was charged to governmental activities as follows:

<b>Governmental Activities:</b>	
General Government	\$77,651
Security of Persons and Property	194,247
Transportation	2,047,307
Leisure Time Activities	88,051
Community Environment	1,854
Total Depreciation Expense	<u>\$2,409,110</u>

**City of Pickerington, Ohio**  
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	Balance December 31, 2014	Additions	Reductions	Transfers	Balance December 31, 2015
<b><u>Business - Type Activities:</u></b>					
Non-Depreciable Capital Assets:					
Land	\$1,883,347	\$0	\$0	\$0	\$1,883,347
Construction in Progress	1,366,828	1,364,425	(2,189,451)	0	541,802
Total Non Depreciable Capital Assets	<u>3,250,175</u>	<u>1,364,425</u>	<u>(2,189,451)</u>	<u>0</u>	<u>2,425,149</u>
Depreciable Capital Assets:					
Land Improvements	243,801	0	0	348,067	591,868
Buildings	28,649,304	1,125,778	0	0	29,775,082
Equipment	3,962,347	276,376	0	0	4,238,723
Infrastructure	41,444,337	1,534,481	0	0	42,978,818
Vehicles	476,764	69,927	(66,637)	0	480,054
Total Depreciable Capital Assets	<u>74,776,553</u>	<u>3,006,562</u>	<u>(66,637)</u>	<u>348,067</u>	<u>78,064,545</u>
Accumulated Depreciation:					
Land Improvements	(87,374)	(20,142)	0	0	(107,516)
Buildings	(5,190,198)	(238,049)	0	0	(5,428,247)
Equipment	(3,100,824)	(190,688)	0	0	(3,291,512)
Infrastructure	(8,810,732)	(623,446)	0	0	(9,434,178)
Vehicles	(329,338)	(33,639)	66,637	0	(296,340)
Total Accumulated Depreciation	<u>(17,518,466)</u>	<u>(1,105,964)</u>	<u>66,637</u>	<u>0</u>	<u>(18,557,793)</u>
Total Depreciable Capital Assets, Net	<u>57,258,087</u>	<u>1,900,598</u>	<u>0</u>	<u>348,067</u>	<u>59,506,752</u>
Business - Type Activities Capital Assets, Net	<u>\$60,508,262</u>	<u>\$3,265,023</u>	<u>(\$2,189,451)</u>	<u>\$348,067</u>	<u>\$61,931,901</u>

During 2015, developers contributed \$199,225, \$59,705, and \$157,740 in the form of water, sewer, and stormwater infrastructure, respectively.

**NOTE 12 - 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.

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
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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.

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 basis of accounting.

Plan Description - Ohio Public Employees Retirement System (OPERS)

Plan Description - City employees, other than full-time police officers, participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional pension plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan and the combined plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features. While members (e.g. 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):

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

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

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

When a benefit recipient has received benefits for 12 months, an annual cost of living adjustment (COLA) is provided. This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. For those retiring prior to January 7, 2013, the COLA will continue to be a 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>
<b>2015 Statutory Maximum Contribution Rates</b>	
Employer	14.0 %
Employee	10.0 %
<b>2015 Actual Contribution Rates</b>	
Employer:	
Pension	12.0 %
Post-employment Health Care Benefits	<u>2.0</u>
Total Employer	<u>14.0 %</u>
Employee	<u>10.0 %</u>

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$406,804 for 2015. Of this amount, \$14,192 is reported as an intergovernmental payable.

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
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Plan Description - Ohio Police and Fire Pension Fund (OP&F)

Plan Description – City police participate in the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial information and required supplementary information for the plan. That report may be obtained by visiting the OP&F website at [www.op-f.org](http://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 after 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.



**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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Funding Policy – The City has no firefighters. The Ohio Revised Code (ORC) provides statutory authority for member and employer contributions as follows:

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

Employer contribution rates are expressed as a percentage of covered payroll. The City’s contractually required contributions to OP&F was \$416,044 for 2015. Of this amount \$14,416 is reported as an intergovernmental payable.

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	\$3,335,622	\$5,071,701	\$8,407,323
Proportion of the Net Pension Liability	0.027656%	0.979014%	
Pension Expense	\$362,839	\$494,721	\$857,560

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

	OPERS	OP&F	Total
<b>Deferred Outflows of Resources</b>			
Net difference between projected and actual earnings on pension plan investments	\$177,979	\$218,586	\$396,565
City contributions subsequent to the measurement date	406,804	416,044	822,848
<b>Total Deferred Outflows of Resources</b>	<b>\$584,783</b>	<b>\$634,630</b>	<b>\$1,219,413</b>
<b>Deferred Inflows of Resources</b>			
Differences between expected and actual experience	\$58,600	\$0	\$58,600

\$822,848 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
Year Ending December 31:			
2016	\$17,456	\$54,646	\$72,102
2017	17,456	54,646	72,102
2018	39,971	54,646	94,617
2019	44,496	54,648	99,144
<b>Total</b>	<b>\$119,379</b>	<b>\$218,586</b>	<b>\$337,965</b>

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 COLA or Ad Hoc COLA	4.25 to 10.05 percent including wage inflation 3 percent, simple
Investment Rate of Return	8 percent
Actuarial Cost Method	Individual Entry Age

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

**City of Pickerington, Ohio**  
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allowances were based on the RP-2000 Mortality Table with no projections. For males, 120 percent of the disabled male mortality rates were used set forward two years. For females, 100 percent of the disabled female mortality rates were used.

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

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

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>Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)</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	18.00	4.59
Total	<u>100.00 %</u>	<u>5.28 %</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.

**City of Pickerington, Ohio**  
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***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:

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
City's proportionate share of the net pension liability	\$6,136,590	\$3,335,622	\$976,533

**Actuarial Assumptions – OP&F**

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

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

Valuation Date	January 1, 2014
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.25 percent
Projected Salary Increases	4.25 percent to 11 percent
Payroll Increases	3.75 percent
Inflation Assumptions	3.25 percent
Cost of Living Adjustments	2.60 percent and 3.00 percent

Rates of death are based on the RP-2000 Combined Table, age-adjusted as follows. For active members, set back six years. For disability retirements, set forward five years for police. For service retirements, set back zero years for police. 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.

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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:

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

\* 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.

	1% Decrease (7.25%)	Current Discount Rate (8.25%)	1% Increase (9.25%)
City's proportionate share of the net pension liability	\$7,014,929	\$5,071,701	\$3,426,377

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
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**NOTE 13 - POSTEMPLOYMENT BENEFITS**

**A. Ohio Public Employees Retirement System**

Plan Description – Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: the traditional pension plan—a cost sharing, multiple-employer defined benefit pension plan; the member-directed plan—a defined contribution plan; and the combined plan—a cost sharing, multiple employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing multiple-employer defined benefit post-employment health care plan for qualifying members of both the traditional pension and the combined plans. Members of the member-directed plan do not qualify for ancillary benefits, including post-employment health care coverage. The plan includes a medical plan, prescription drug program and Medicare Part B premium reimbursement.

In order to qualify for post-employment health care coverage, age-and-service retirees under the traditional pension and combined plans must have ten 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 health care benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

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

Funding Policy – The post-employment health care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). The Ohio Revised Code provides the statutory authority requiring public employers to fund post retirement health care through contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of postemployment health care.

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2015, state and local employers contributed at a rate of 14 percent of covered payroll. This is the maximum employer contribution rate permitted by the Ohio Revised Code.

Each year, the OPERS retirement board determines the portion of the employer contribution rate that will be set aside for funding of postemployment health care benefits. The portion of the employer contribution allocated to health care for members in both the traditional and combined plans was 2 percent for 2015. Effective January 1, 2016, the portion of employer contributions allocated to health care remained at 2 percent for both plans, as recommended by the OPERS Actuary.

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

The City's contributions allocated to fund postemployment health care benefits for the years ended December 31, 2015, 2014, and 2013 were \$68,027, \$67,814 and \$34,132 respectively. For 2015, 96.52 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2014 and 2013.

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

**B. 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 health care benefits including coverage for medical, prescription drugs, dental, vision, Medicare Part B Premium, and long-term care to retirees, qualifying benefit recipients and their eligible dependents.

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

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

OP&F issues a publicly available financial report that includes financial 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](http://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 by Ohio Revised Code to contribute to the pension plan at rates expressed as a percentage of payroll of active pension plan members, currently, 19.5 percent of covered payroll for police employers. 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 administered as an Internal Revenue 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 to the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2015, the employer contribution allocated to the health care plan was .5 percent of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

The OP&F Board of Trustees is also 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 Pickerington, Ohio**  
Notes to the Basic Financial Statements  
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The City's contributions to OP&F which were allocated to fund postemployment health care benefits for police were \$11,000 for the year ended December 31, 2015, \$10,846 for the year ended December 31, 2014, and \$74,735 for the year ended December 31, 2013. 96.55 percent has been contributed for police for 2015 with the balance for police being reported as an intergovernmental payable. The full amount has been contributed for 2014 and 2013.

**NOTE 14 – OTHER EMPLOYEE BENEFITS**

**A. Compensated Absences**

Vacation leave is earned at varying rates based upon length of service. A maximum number of vacation hours may be accumulated based on length of service. Any unused vacation exceeding the maximum allowance is eliminated from the employee's leave balance. At the time of termination of employment or death, an employee (or his estate) is paid for his unused vacation leave.

City employees, except Police Officers, earn sick leave at the rate of three and one tenths hours per eighty hours of service and can be accumulated without limit. Police Officers earn sick leave at the rate of four hours per eighty hours of service and can be accumulated without limit. In the case of death or retirement all employees, except Police Officers, hired prior to July 1, 2012 who have ten years of service, are paid fifty percent of their accumulated sick leave up to a maximum payment equal to seventy-five days. In the case of death or retirement all employees, except Police Officers, hired on or after July 1, 2012 who have ten years of service, are paid twenty-five percent of their accumulated sick leave up to a maximum payment equal to thirty-seven and a half days. In the case of death all Police Officers shall be paid a lump sum of all unused sick leave to his or her surviving spouse or estate. In the case of retirement Police Officers hired prior to January 1, 2013 who have ten or more years of service, are paid fifty percent of their accumulated sick leave up to a maximum of payment equal to seventy-five days. In the case of retirement Police Officers hired on or after January 1, 2013 who have ten or more years of service, are paid twenty-five percent of their accumulated sick leave up to a maximum payment equal to thirty-seven and a half days.

After sixty or more days have been accumulated, City employees, except Police Officers, are eligible to sell back sick leave at one-third of their current hourly rate, retaining not less than sixty days accumulation. The maximum annual sell back for City employees, except Police Officers, is thirty days. After seventy-five or more days have been accumulated Police Officers are eligible to sell back one-third of their annual accrued sick leave at their current hourly rate, retaining not less than seventy days accumulation. Police Officers expecting to retire in three years or less may sell back their accrued sick leave over forty-five days at one-fourth their current hourly rate. The formula depends on the number of sick days taken in the preceding calendar year.

**B. Insurance Options**

The City provides health and major medical insurance for all eligible employees through Anthem Blue Cross Blue Shield. The City also provides prescription drug insurance to its employees through the same insurance carrier. The City offers dental coverage through Delta Dental of Ohio, life insurance coverage through Sun Life Financial, and vision coverage through the Vision Service Plan, Inc.



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**NOTE 15 - RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During 2015, the City contracted with CORMA for the following insurance coverages:

Coverage	Limit of Insurance	Deductible
Property Insurance	\$300,000,000	\$25,000
Inland Marine		
Electronic Data Processing Data and Media	8,500,000	100,000
Earthquake, Volcanic Eruption, Landslide and Mine Subsidence	25,000,000	100,000
Flood	25,000,000	250,000
Contractors Equipment	10,000,000	25,000
Utility Services Combined Direct Damage	2,500,000	25,000
Underground Tanks and Pipes	6,000,000	100,000
Fine Arts	4,000,000	25,000
Boiler and Machinery	50,000,000	10,000
Commercial Umbrella Liability		
Aggregate Limit	20,000,000	n/a
Each Claim Limit	15,000,000	n/a
Commercial General Liability:		
Aggregate Limit	2,000,000	150,000
Each Claim Limit	1,000,000	150,000
Commercial Auto Coverage:		
Liability	1,000,000	150,000
Comprehensive Limit	1,000,000	150,000
Collision Limit	1,000,000	150,000
Professional Liability Coverage		
Public Officials Liability		
Per Occurance	1,000,000	150,000
Aggregate	1,000,000	150,000
Law Enforcement Liability		
Per Occurance	1,000,000	150,000
Aggregate	1,000,000	150,000
Commercial Crime Policy		
Employee Theft-Per Loss Coverage	1,000,000	25,000
Forgery Alterations	500,000	25,000
Money & Securities on premises	100,000	25,000
Money & Securities in transit	100,000	25,000
Computer Fraud	500,000	25,000

Settlements have not exceeded coverage in any of the last three years.

Any member may withdraw from CORMA at any term anniversary date upon ninety days prior written notice. Such notice shall be addressed to the President of CORMA and shall be accompanied by a resolution or ordinance of the governing body of the member determining to withdraw. Upon withdraw from CORMA the City would have no further obligation.

The City participates in the Ohio Municipal League Workers' Compensation Group Rating Program (the Program), an insurance purchasing pool (see Note 20). The Program is intended to achieve lower workers' compensation rates while establishing safer working conditions and environments for the participants.

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The workers' compensation experience of the participating municipalities is calculated as one experience in order to create a lower workers' compensation premium rate. Each municipality pays its workers' compensation premium to the State based on the rate for the Program rather than the municipality's individual rate.

In order to allocate the savings derived by the formation of the Program, and to maximize the number of participants in the Program, annual calculations are made of the total savings accrued to the Program through its formation. This savings is then compared to the overall savings percentage of the Program. Collections of rate contributions from or payments of rate equalization rebates to the various participants are then made. Participation in the Program is limited to municipalities that can meet the Program's selection criteria. The firm of Gates McDonald & Company performs claims administration, actuarial cost control, and consulting services for participants. Each year the City pays an enrollment fee to the Program to cover the costs of administering the program.

**NOTE 16 - CAPITAL LEASES - LESSEE DISCLOSURE**

The City has outstanding capital leases for copiers. Each lease meets the criteria of a capital lease as defined as transferring benefits and risks of ownership to the lessee. Capital lease payments are reflected as debt service expenditures in the basic financial statements for governmental funds.

Equipment acquired by lease has been capitalized in the government-wide statements governmental activities in the amount of \$35,154 and business-type activities in the amount of \$23,021, which is equal to the present value of the future minimum lease payments at the time of acquisition.

A corresponding liability for all capitalized assets, was recorded in the government-wide statements for governmental activities and business-type activities; respectively. Governmental activities capitalized leased assets are reflected net of accumulated depreciation in the amount of \$22,328. Business-type capitalized lease assets are reflected net of accumulated depreciation in the amount of \$23,021. Principal payments toward governmental activities capital leases during 2015 totaled \$32,601. Principal payments toward business-type activities capital leases during 2015 totaled \$1,981.

The following is a schedule of the future minimum lease payments at December 31, 2015 for governmental and business-type activities:

Year	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2016	\$6,883	\$1,846	\$4,322	\$673
2017	6,686	1,236	4,465	530
2018	4,750	751	4,612	383
2019	4,796	294	4,764	231
2020	2,739	45	4,504	74
Total	<u>\$25,854</u>	<u>\$4,172</u>	<u>\$22,667</u>	<u>\$1,891</u>

**City of Pickerington, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2015**

**NOTE 17 - LONG-TERM OBLIGATIONS**

Changes in the City's long-term obligations during 2015 consist of the following:

	Outstanding 12/31/2014	Additions	Reductions	Outstanding 12/31/2015	Amounts Due Within One Year
<b><u>Governmental Activities:</u></b>					
<b><u>General Obligation Bonds:</u></b>					
Street Improvement Advance Refunding Bonds					
2012 - \$1,045,000					
Serial Bonds - 2.0%-2.25%	\$1,015,000	\$0	\$90,000	\$925,000	\$95,000
Unamortized Premium on Serial Bonds	32,185	0	3,218	28,967	0
Various Purpose General Obligation Bonds					
2012 - \$5,660,000					
Police Facility Serial Bonds - 2.0%	2,215,000	0	255,000	1,960,000	265,000
Courtight Road Street Improvement					
Serial Bonds - 2.0%-2.5%	1,230,000	0	90,000	1,140,000	95,000
Windmill/Diley TIF Serial Bonds - 2.0%-2.5%	705,000	0	50,000	655,000	55,000
Windmill/Diley TIF Term Bonds - 2.5% - 3.0%	440,000	0	0	440,000	0
Real Estate Acquisition Serial Bonds - 2.0% - 2.5%	175,000	0	10,000	165,000	15,000
Real Estate Acquisition Term Bonds - 2.5% - 3.0%	100,000	0	0	100,000	0
Unamortized Premium on Serial and Term Bonds	171,981	0	9,554	162,427	0
Street Improvement Refunding Bonds					
2013 - \$4,740,000					
Serial Bonds - 1.25%-3.75%	1,770,000	0	200,000	1,570,000	200,000
Term Bonds - 2.25%-3.0%	2,575,000	0	0	2,575,000	0
Unamortized Premium on Serial and Term Bonds	203,428	0	11,302	192,126	0
<b>Total General Obligation Bonds</b>	<b>10,632,594</b>	<b>0</b>	<b>719,074</b>	<b>9,913,520</b>	<b>725,000</b>
<b><u>Long-Term Bond Anticipation Notes:</u></b>					
Street Improvement Notes					
2015 - \$2,300,000 - 1.0%	0	2,300,000	0	2,300,000	0
<b>Total Long-Term Bond Anticipation Notes</b>	<b>0</b>	<b>2,300,000</b>	<b>0</b>	<b>2,300,000</b>	<b>0</b>
<b><u>Net Pension Liability:</u></b>					
OPERS	1,923,566	44,451	0	1,968,017	0
OP&F	4,768,105	303,596	0	5,071,701	0
<b>Total Net Pension Liability</b>	<b>6,691,671</b>	<b>348,047</b>	<b>0</b>	<b>7,039,718</b>	<b>0</b>

(continued)

**City of Pickerington, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Year Ended December 31, 2015**

(continued)

	Outstanding 12/31/14	Additions	Reductions	Outstanding 12/31/15	Amounts Due Within One Year
<b><u>Governmental Activities:</u></b>					
Compensated Absences	\$750,575	\$249,397	\$311,271	\$688,701	\$272,059
Capital Leases Payable	44,457	13,998	32,601	25,854	6,883
Total Governmental Activities	<u>\$18,119,297</u>	<u>\$2,911,442</u>	<u>\$1,062,946</u>	<u>\$19,967,793</u>	<u>\$1,003,942</u>
<b><u>Business-Type Activities:</u></b>					
<b><u>General Obligation Bonds:</u></b>					
Wastewater Treatment Plant Various Purpose Utility General Obligation Refunding Bonds 2003 - \$2,165,000					
Serial Bonds - 1.5%-3.625%	\$190,000	\$0	\$190,000	\$0	\$0
Unamortized Premium on Serial Bonds	1,256	0	1,256	0	0
Sanitary Sewer Current Refunding Bonds 2011 - \$1,955,000					
Serial Bonds - 2.25%-2.5%	440,000	0	145,000	295,000	145,000
Term Bonds - 2.8%-3.5%	980,000	0	0	980,000	0
Unamortized Premium on Serial Bonds	15,068	0	1,674	13,394	0
Various Purpose General Obligation Bonds 2012 - \$2,410,000 - Water					
Serial Bonds - 2.0%-2.5%	1,365,000	0	100,000	1,265,000	105,000
Term Bonds - 2.5%-3.0%	850,000	0	0	850,000	0
Unamortized Premium on Serial and Term Bonds	61,807	0	3,434	58,373	0
Total General Obligation Bonds	<u>3,903,131</u>	<u>0</u>	<u>441,364</u>	<u>3,461,767</u>	<u>250,000</u>
<b><u>OWDA Loans:</u></b>					
2001 - OWDA Sewer Loan \$819,398 - 4.64%	374,792	0	46,463	328,329	48,643
2008 - OWDA Sewer Loan \$10,973,040 - 3.30%	9,312,604	0	450,203	8,862,401	465,182
2011 - OWDA Water Loan \$1,573,855 - 3.64%	1,159,747	0	148,299	1,011,448	153,746
Total OWDA Loans	<u>10,847,143</u>	<u>0</u>	<u>644,965</u>	<u>10,202,178</u>	<u>667,571</u>
<b><u>Net Pension Liability - OPERS</u></b>					
Water	554,248	12,808	0	567,056	0
Sewer	586,851	13,561	0	600,412	0
Stormwater	195,617	4,520	0	200,137	0
Total Net Pension Liability - OPERS	<u>1,336,716</u>	<u>30,889</u>	<u>0</u>	<u>1,367,605</u>	<u>0</u>
Compensated Absences Payable	157,414	56,771	71,212	142,973	64,264
Capital Leases Payable	1,627	23,021	1,981	22,667	4,322
Total Business-Type Activities	<u>\$16,246,031</u>	<u>\$110,681</u>	<u>\$1,159,522</u>	<u>\$15,197,190</u>	<u>\$986,157</u>

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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**Governmental Activities:**

***General Obligation Bonds***

On November 21, 2012, the City issued \$1,045,000 in street improvement general obligation advance refunding bonds to partially advance refund the 2004 street improvement general obligation serial bonds. The \$1,045,000 general obligation advance refunding bonds were issued for a twelve year period with a final maturity at December 1, 2024. The \$1,045,000 bond issue consists of serial bonds which were issued at a premium in the amount of \$38,621. The amount of premium amortized during 2015 was \$3,218. Issuance costs associated with the bond issue were \$21,441. The partial advance refunding resulted in a difference between the net carrying amount of the debt and the acquisition price, in the amount of \$105,099. This difference is being reported in the accompanying financial statements as deferred outflows of resources – deferred charge on refunding and is being amortized to interest expense over the life of the bonds using the straight-line method. The issuance resulted in a difference (savings) between the cash flows required to service the old debt and the cash flows required to service the new debt of \$169,679. The issuance resulted in a total economic gain of \$131,080.

On November 21, 2012, the date of the refunding, \$1,085,273 was deposited in an irrevocable trust to provide for all future debt service payments on the partially advance refunded 2004 street improvement general obligation serial bonds. As all of the legal steps had been taken to refund the debt, the balance of the outstanding bonds refunded was removed from the City’s financial statements. On December 1, 2014, the debt was called, paid in full, and the escrow account was closed.

General obligation bonded debt service requirements to maturity are as follows:

	2012 Street Improvement General Obligation Advance Refunding Bonds		
Year	Principal	Interest	Total
2016	\$95,000	19,050	\$114,050
2017	95,000	17,150	112,150
2018	100,000	15,250	115,250
2019	100,000	13,250	113,250
2020	100,000	11,250	111,250
2021-2024	435,000	23,825	458,825
Total	<u>\$925,000</u>	<u>\$99,775</u>	<u>\$1,024,775</u>

On November 21, 2012, the City issued \$8,070,000 in various purpose general obligation bonds. The various purpose general obligation bonds issued include \$5,660,000 in governmental general obligation bonds and \$2,410,000 in business-type general obligation bonds. The business-type activity is addressed below in the business-type activity section of this note.

The various purpose general obligation bonds include the following: \$2,715,000 of these various purpose general obligation bonds was issued to refinance the 2002 police facilities lease for the purpose of acquiring, constructing, equipping, and furnishing a police building. \$1,405,000 of these various purpose general obligation bonds was issued to retire the Courtright Road street improvement bond anticipation notes for the purpose of constructing street improvements known as the Courtright Road realignment and sidewalks, curbs and gutters, and other street improvements in the downtown area of the City. \$1,245,000 of these various

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

purpose general obligation bonds include both serial and term bonds originally issued in the amount of \$805,000 and \$440,000, respectively. The \$1,245,000 various purpose general obligation bonds was issued to retire the TIF Windmill/Diley Road revenue anticipation notes for the purpose of street improvements in the Windmill/ Diley Road areas including constructing turn lane improvements for State Route 256 to establish an exit point for the realignment of Diley Road. \$295,000 of these various purpose general obligation bonds include both serial and term bonds originally issued in the amount of \$195,000 and \$100,000, respectively. The \$295,000 various purpose general obligation bonds were issued to retire the Real Estate Acquisition bond anticipation notes for the purpose of acquiring real property for the City.

The \$5,660,000 various purpose general obligation bonds were sold at a premium of \$191,089 that is being amortized over the term of the bonds. The amount of premium amortized during 2015 was \$9,554. Issuance costs associated with the bond issue were \$103,716.

General obligation bonded debt service requirements to maturity are as follows:

2012 Various Purpose General Obligation Bonds			
Year	Principal	Interest	Total
2016	\$430,000	\$96,175	\$526,175
2017	435,000	87,575	522,575
2018	440,000	78,875	518,875
2019	450,000	70,075	520,075
2020	460,000	61,075	521,075
2021-2025	1,510,000	180,675	1,690,675
2026-2030	540,000	66,475	606,475
2031-2032	195,000	8,700	203,700
Total	\$4,460,000	\$649,625	\$5,109,625

The various purpose general obligation bonds maturing on December 1, 2028, 2030, and 2032 are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

Year	Issue		
	\$435,000	\$455,000	\$500,000
2027	\$215,000	\$0	\$0
2029	0	225,000	0
2031	0	0	250,000
Total mandatory sinking fund payments	215,000	225,000	250,000
Amount due at stated maturity	220,000	230,000	250,000
Total	\$435,000	\$455,000	\$500,000
Stated Maturity	12/1/2028	12/1/2030	12/1/2032

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

The bonds maturing on and after December 1, 2023 are subject to optional redemption, at the option of the City, in whole or in part in such order of maturity as the City shall determine, in integral multiples of \$5,000 and by lot within a maturity, on any date commencing December 1, 2022 at the redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the redemption date.

On January 3, 2013, the City issued \$4,740,000 in street improvement general obligation refunding bonds to refund the 2005 State Infrastructure Bank Loan. The \$4,740,000 were issued for a twenty year period with a final maturity at December 1, 2032. The \$4,740,000 were issued at a premium in the amount of \$226,032. The amount of premium amortized during 2015 was \$11,302. Issuance costs associated with the bond issuance were \$59,840. In 2015, the City would have been required to make a balloon payment in the amount of \$3,608,277; therefore, the City refinanced the debt by issuing a twenty year bond. The issuance resulted in an increase in total debt service by \$931,274, these payments will be spread over the next twenty years rather than over the next two years. The issuance resulted in a total economic gain of \$40,198.

General obligation bonded debt service requirements to maturity are as follows:

2013 Street Improvement General Obligation Refunding Bonds			
Year	Principal	Interest	Total
2016	\$200,000	\$108,550	\$308,550
2017	205,000	106,050	311,050
2018	205,000	101,950	306,950
2019	215,000	94,263	309,263
2020	220,000	89,962	309,962
2021-2025	1,175,000	361,213	1,536,213
2026-2030	1,335,000	206,725	1,541,725
2031-2032	590,000	26,700	616,700
Total	<u>\$4,145,000</u>	<u>\$1,095,413</u>	<u>\$5,240,413</u>

The various purpose general obligation bonds maturing on December 1, 2023, 2025, 2027, 2029, and 2031 are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

Year	Issue				
	\$465,000	\$485,000	\$515,000	\$540,000	\$570,000
2022	\$230,000	\$0	\$0	\$0	\$0
2024	0	240,000	0	0	0
2026	0	0	255,000	0	0
2028	0	0	0	265,000	0
2030	0	0	0	0	280,000
Total mandatory sinking fund payments	<u>230,000</u>	<u>240,000</u>	<u>255,000</u>	<u>265,000</u>	<u>280,000</u>
Amount due at stated maturity	<u>235,000</u>	<u>245,000</u>	<u>260,000</u>	<u>275,000</u>	<u>290,000</u>
Total	<u>\$465,000</u>	<u>\$485,000</u>	<u>\$515,000</u>	<u>\$540,000</u>	<u>\$570,000</u>
Stated Maturity	12/1/2023	12/1/2025	12/1/2027	12/1/2029	12/1/2031

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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The bonds maturing on and after December 1, 2021 are subject to optional redemption, at the option of the City, in whole or in part in such order of maturity as the City shall determine, in integral multiples of \$5,000 and by lot within a maturity, on any date commencing December 1, 2020 at the redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the redemption date.

***Long-Term Bond Anticipation Notes Payable***

On January 6, 2015, the City issued \$2,300,000 in street improvement general obligation bond anticipation notes for the purpose of paying the costs to design, construct, improve, and widen Refugee Road, improve and widen the intersection of Refugee Road and State Route 256 including but not limited to the construction and addition of thru lanes and turn lanes, design, improve and construct the intersection of Refugee Road and Stonecreek Drive South extension including but not limited to the construction of thru lanes and turn lanes and sidewalks and curbs related thereto, the acquisition of right-of-way, landscaping, and other necessary street improvements.

***Compensated Absences Payable***

The City will pay compensated absences from the General Fund and the Police, Street, State Highway, and Parks and Recreation Special Revenue Funds.

***Capital Leases Payable***

The City has outstanding capital leases for copiers. These leases will be repaid through the General Fund and Police Special Revenue Fund.

**Business-Type Activities:**

***General Obligation Bonds***

The 2003 various purpose utility general obligation refunding bonds originally were issued in the amount of \$3,375,000 with interest rates varying from 1.5 percent to 3.6 percent. The proceeds were used to refund the 1994 water system improvement general obligation bonds in the amount of \$1,095,000 and 1995 wastewater treatment plant improvement general obligation bonds in the amount of \$1,910,000. The general obligation refunding bonds were sold at a premium of \$15,935, which will be amortized over the life of the bonds. The amount of premium amortized during 2015 was \$1,256. Issuance costs associated with the bond issue were \$64,662. These refunding outstanding serial bonds will be repaid from Sewer Enterprise Fund revenues.

The advance refunding resulted in a difference between the net carrying amount of the debt and the acquisition price. This difference, reported in the accompanying financial statements as deferred outflow of resources – deferred charge on refunding, is being amortized to interest expense through the year 2015 for the wastewater treatment plant improvement general obligation bonds using the straight-line method. The total amount amortized for 2015 is \$31,889.

The 2011 general obligation current refunding bonds originally were issued in the amount of \$1,955,000 with interest rates varying from 2.25 percent to 3.5 percent. The proceeds were used to refund \$1,920,000 of outstanding 1999 sanitary sewer improvement general obligation bonds. The general obligation bonds were sold at a premium of \$21,764, which will be amortized over the life of the bonds. The amount of premium amortized during 2015 was \$1,674. Issuance costs associated with the bond issue were \$50,331. The current refunding resulted in a difference between the net carrying amount of the debt and the acquisition price, in the amount of \$28,453. This difference is being reported in the accompanying financial statements as deferred



**City of Pickerington, Ohio**  
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**For the Year Ended December 31, 2015**

outflow of resources – deferred charge on refunding and is being amortized to interest expense over the life of the bonds using the straight-line method. The issuance resulted in a difference (savings) between the cash flows required to service the old debt and the cash flows required to service the new debt of \$265,385. The issuance resulted in a total economic gain of \$223,277. These general obligation bonds will be paid from Sewer Enterprise revenues.

On November 21, 2012, the City issued \$8,070,000 in various purpose general obligation bonds. The various purpose general obligation bonds issued include \$2,410,000 in business-type general obligation bonds and \$5,660,000 in governmental general obligation bonds. The governmental activity and the term bond disclosure are addressed above in the governmental activity section of this note.

The \$2,410,000 various purpose general obligation bonds were sold at a premium of \$68,675 that is being amortized over the term of the bonds. The amount of premium amortized during 2015 was \$3,434. Issuance costs associated with the bond issue were \$43,683.

Principal and interest requirements to retire the City's general obligation bonds payable from the Sewer and Water Enterprise Funds outstanding at December 31, 2015 were:

Year	Sewer General Obligation Bonds		Water General Obligation Bonds		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	\$145,000	\$37,828	\$105,000	\$50,650	\$250,000	\$88,478
2017	150,000	34,565	105,000	48,550	255,000	83,115
2018	150,000	31,190	110,000	46,450	260,000	77,640
2019	155,000	26,990	110,000	44,250	265,000	71,240
2020	160,000	22,650	110,000	42,050	270,000	64,700
2021-2025	515,000	36,080	595,000	175,050	1,110,000	211,130
2026-2030	0	0	675,000	100,275	675,000	100,275
2031-2032	0	0	305,000	13,800	305,000	13,800
Total	<u>\$1,275,000</u>	<u>\$189,303</u>	<u>\$2,115,000</u>	<u>\$521,075</u>	<u>\$3,390,000</u>	<u>\$710,378</u>

***OWDA Loans***

The City has pledged future water customer revenues, net of specified operating expenses, to repay \$1,573,855 in water system OWDA Loans issued in 2011. Proceeds from this loan provided financing for the water reverse osmosis system project. The loan is payable solely from water customer net revenues and is payable through 2021. Annual principal and interest payments on the loan are expected to require less than 48 percent of net revenues. The total principal and interest remaining to be paid on the loan is \$1,135,056 related to finalized terms and amortization schedules. Principal and interest paid for the current year and total customer net revenues were \$189,176 and \$401,913, respectively.

The City has pledged future sewer customer revenues, net of specified operating expenses, to repay \$11,792,438 in sewer system OWDA Loans issued in 2001 and 2008. Proceeds from these loans provided financing for various sewer projects. The loans are payable solely from sewer customer net revenues and are payable through 2030. Annual principal and interest payments on the loans are expected to require less than 52 percent of net revenues. The total principal and interest remaining to be paid on the loans is \$11,687,447 related to finalized terms and amortization schedules. Principal and interest paid for the current year and total customer net revenues were \$817,156 and \$1,599,211, respectively.

**City of Pickerington, Ohio**  
**Notes to the Basic Financial Statements**  
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Principal and interest requirements to retire the City's OWDA loans outstanding at December 31, 2015 were:

Year	Sewer OWDA		Water OWDA		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	\$513,825	\$303,330	\$153,746	\$35,430	\$667,571	\$338,760
2017	531,586	285,569	159,393	29,783	690,979	315,352
2018	549,969	267,186	165,248	23,928	715,217	291,114
2019	568,997	248,158	171,317	17,859	740,314	266,017
2020	588,691	228,464	177,610	11,566	766,301	240,030
2021-2025	2,989,120	843,376	184,134	5,042	3,173,254	848,418
2026-2030	3,448,542	320,634	0	0	3,448,542	320,634
Total	\$9,190,730	\$2,496,717	\$1,011,448	\$123,608	\$10,202,178	\$2,620,325

***Compensated Absences Payable***

The City will pay compensated absences from the Water, Sewer, and Stormwater Enterprise Funds.

***Capital Leases Payable***

The City has an outstanding capital leases for a copier. These leases will be repaid from the Water and Sewer Enterprise Funds.

***Legal Debt Margin***

As of December 31, 2015, the City's overall legal debt margin (the ability to issue additional amounts of general obligation bonded debt) was \$33,604,206.

**NOTE 18 - SIGNIFICANT COMMITMENTS**

**A. Encumbrances**

Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control.

**City of Pickerington, Ohio**  
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At year end the amount of encumbrances expected to be honored upon performance by the vendor in the next fiscal year were as follows:

<u>Governmental Funds</u>	
General	\$98,845
Police	50,643
State Route 256 Safety Grant Fund	10,727
Other Governmental Funds	815,483
<b>Total Governmental Funds</b>	<b>975,698</b>
<u>Proprietary Funds</u>	
Water	316,128
Sewer	82,104
Stormwater	78,910
<b>Total Proprietary Funds</b>	<b>477,142</b>
<b>Total</b>	<b>\$1,452,840</b>

**B. Contractual Commitments**

As of December 31, 2015, the City had the following material contractual purchase commitments. The amount for each project is as follows:

Project	Fund	Purchase Commitments	Amount Paid as of December 31, 2015	Amount Remaining on Contracts
Center St., Milnor, and Meadows Intersection	Street Construction	\$91,170	\$59,256	\$31,914
Center St., Milnor, and Meadows Intersection	Sewer	18,000	9,000	9,000
Center St., Milnor, and Meadows Intersection	Stormwater	5,000	2,925	2,075
State Route 256 Landscaping	Street	149,760	138,338	11,422
State Route 256 Landscaping	State Route 256 Highway	137,760	134,623	3,137
Victory Park/Sycamore Park Bike Path	Park Impact Fee	39,049	33,246	5,803
ODOT Safety Grant	State Route 256 Safety Grant	46,749	41,281	5,468
Ohio Health Refugee Road	Ohio Health MOB TIF	998,490	437,683	560,807
199 Lockville Slip Design	Stormwater	27,600	22,325	5,275
251 E. Columbus Street Slip Design and Repair	Stormwater	72,300	18,326	53,974
New Meter System	Water	87,480	0	87,480
New Meter System	Sewer	37,500	0	37,500
Refugee Road - Inverness Glen	Water	8,900	0	8,900
New Well	Water	284,547	238,393	46,154
Mingo Waterline	Water	240,000	116,187	123,813
Hereford Drive - Raw Water Conversion	Water	20,000	11,584	8,416
<b>Total</b>		<b>\$2,264,305</b>	<b>\$1,263,167</b>	<b>\$1,001,138</b>

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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**NOTE 19 - JOINTLY GOVERNED ORGANIZATIONS**

**A. Fairfield, Hocking, and Athens Counties Council of Governments on Major Crimes Investigations**

The Fairfield, Hocking, and Athens Counties Council of Governments on Major Crimes Investigations was created in 2001 under Ohio Revised Code Section 167.01. Its stated purpose is to provide additional police protection to the citizens of Fairfield, Hocking, and Athens counties to reduce the influence and effects of illegal drug trafficking activities, as well as other major crimes activities. The Unit has a seven-member Governing Board that consists of one County Commissioner or designee from each county, and the Mayor, City Manager, or designee from the cities of Lancaster, Pickerington, Logan, and Athens. The Unit also has a twelve member Operating Board that handles the daily operations and reports to the Governing Board. The Operating Board is made up of the Fairfield, Hocking, and Athens County Sheriffs and Prosecuting Attorneys, as well as the Chiefs of Police from the four cities listed above, and the Chiefs of Police from the City of Nelsonville and of the Ohio University. The Unit's revenues will consist of an annual grant applied for by the Fairfield County Commissioners, which is in turn given to the Unit, along with local matches from each of the involved entities. In 2015, the City made no contributions to the Unit. Continued existence of the Board is not dependent upon the City's continued participation, no equity interest exists, and no debt is outstanding.

**B. Fairfield County Regional Planning Commission**

The City is a participant in the Fairfield County Regional Planning Commission, a statutorily created political subdivision of the State. Fairfield County, its municipalities, and its townships jointly govern the Commission. There are 42 board members that govern the Commission. The City of Pickerington has one member on the Board. Each member's control over the operation of the Commission is limited to its representation of the board. The Commission makes studies, maps, plans, recommendations, and reports concerning the physical, environmental, social, economic, and governmental characteristics, functions, and services of the County. The City contributed \$4,551 to the Commission during 2015. Continued existence of the Board is not dependent upon the City's continued participation, no equity interest exists, and no debt is outstanding. Financial statements can be obtained from the Fairfield County Regional Planning Commission 210 East Main Street, Lancaster, Ohio 43130.

**C. Mid-Ohio Regional Planning Commission (MORPC)**

The City is a participant in the Mid-Ohio Regional Planning Commission (MORPC), a jointly governed organization. The organization is composed of 74 representatives appointed by member governments who make up the Commission, the policy-making body of the organization, and the oversight board. MORPC is a voluntary association of local governments in central and south central Ohio and a regional planning agency whose membership includes 42 political subdivisions in and around Franklin, Ross, Fayette, Delaware, Pickaway, Madison, Licking, and Fairfield counties, Ohio. The purpose of the organization is to improve the quality of life for member communities by improving housing conditions, to promote and support livability/sustainability measures as a means of addressing regional growth challenges, and to administer and facilitate the availability of regional environmental infrastructure program funding to the full advantage of MORPC's members. Each participant's degree of control is limited to its representation on the Board. The City contributed \$9,755 in membership dues to the Mid-Ohio Regional Planning Commission during 2015.

**City of Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

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NOTE 20 - POOLS

A. Central Ohio Risk Management Association Inc. (CORMA)

The Central Ohio Risk Management Association Inc. (CORMA) is a shared risk pool which is administered by eight cities in Central Ohio. Its present members in addition to the City of Pickerington are the Cities of Dublin, Grove City, Upper Arlington, Westerville, Groveport, Canal Winchester, and Powell.

CORMA was formed as an Ohio non-profit corporation for the purpose of establishing the CORMA Insurance/Self-Insurance Program, a group primary and excess insurance/self-insurance and risk management program. Each member has a representative on the Board of Trustees that approves bylaws, establish policies and contract with service providers for the best savings. Member cities agree to jointly participate in coverage of losses and pay all contributions necessary for the specified insurance coverage provided by CORMA. Coverage includes comprehensive general liability, property insurance, crime insurance, employee benefits liability, law enforcement liability, public officials' liability, automotive liability, and healthcare professional liability.

B. Ohio Municipal League Workers' Compensation Group Rating Program

The City is participating in a group rating plan for workers' compensation called The Ohio Municipal League Workers' Compensation Group Rating Program, as established under Section 4123.29 of the Ohio Revised Code. The group rating plan is sponsored by the Ohio Municipal League. The Ohio Municipal League is governed by a Board of Trustees, elected by membership. The Board consists of all past presidents of the League, as long as they are municipal officials, and 28 trustees (also municipal officials) elected for two year terms. The Board exercises general oversight over operation of the workers' compensation group. League staff maintains direct and on-going liaison with the program contract operator, Gates McDonald.

NOTE 21 - CONTINGENT LIABILITIES

A. Litigation

The City is of the opinion that the ultimate disposition of claims and legal proceedings will not have a material effect, if any, on the financial condition of the City.

B. 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 Pickerington, Ohio**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2015

**NOTE 22 - INTERFUND ACTIVITY**

Interfund transfers during 2015, consisted of the following:

	Transfer to				Totals
	Major Funds			Other Nonmajor Governmental	
	Police	Debt Service	State Route 256 Safety Grant		
<u>Transfer from</u>					
Major Funds:					
General Fund	\$2,800,000	\$442,925	\$362,923	\$1,456,170	\$5,062,018
Other Nonmajor					
Governmental	0	412,550	0	0	412,550
<b>Totals</b>	<b>\$2,800,000</b>	<b>\$855,475</b>	<b>\$362,923</b>	<b>\$1,456,170</b>	<b>\$5,474,568</b>

The transfer from/to were used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to spend them; to move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments come due, to use unrestricted revenue collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. All transfers are considered allowable in accordance with Ohio Revised Code Sections 5705.14, 5705.15, and 5705.16.

**NOTE 23 – SUBSEQUENT EVENT**

On February 10, 2016, the City issued \$2,300,000 in street improvement general obligation bond anticipation notes. These bond anticipation notes retired the \$2,300,000 street improvement general obligation bond anticipation notes issued on January 6, 2015. These notes were issued for the purpose of paying the costs to design, construct, improve, and widen Refugee Road, improve and widen the intersection of Refugee Road and State Route 256 including but not limited to the construction and addition of thru lanes and turn lanes, design, improve and construct the intersection of Refugee Road and Stonecreek Drive South extension including but not limited to the construction of thru lanes and turn lanes and sidewalks and curbs related thereto, the acquisition of right-of-way, landscaping and other necessary street improvements.

**Required  
Supplementary  
Information**

**City of Pickerington, Ohio**  
*Required Supplementary Information*  
*Schedule of the City's Proportionate Share of the Net Pension Liability*  
*Ohio Public Employees Retirement System - Traditional Plan*  
*Last Two Years (1)*

	2014	2013
City's Proportion of the Net Pension Liability	0.027656%	0.027656%
City's Proportionate Share of the Net Pension Liability	\$3,335,622	\$3,260,282
City's Covered-Employee Payroll	\$3,390,642	\$3,196,831
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	98.38%	101.98%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	86.45%	86.36%

(1) Information prior to 2013 is not available.

Amounts presented as of the City's measurement date which is the prior fiscal year end.



**City of Pickerington, Ohio**  
*Required Supplementary Information*  
*Schedule of the City's Proportionate Share of the Net Pension Liability*  
*Ohio Police and Fire Pension Fund*  
*Last Two Years (1)*

	2014	2013
City's Proportion of the Net Pension Liability	0.0979014%	0.0979014%
City's Proportionate Share of the Net Pension Liability	\$5,071,701	\$4,768,105
City's Covered-Employee Payroll	\$2,156,374	\$2,086,027
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	235.20%	228.57%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	72.20%	73.00%

(1) Information prior to 2013 is not available.

Amounts presented as of the City's measurement date which is the prior fiscal year end.

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**City of Pickerington, Ohio**  
*Required Supplementary Information*  
*Schedule of City Contributions*  
*Ohio Public Employees Retirement System - Traditional Plan*  
*Last Three Years (1)*

	2015	2014	2013
Contractually Required Contribution	\$406,804	\$406,877	\$415,588
Contributions in Relation to the Contractually Required Contribution	(406,804)	(406,877)	(415,588)
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered-Employee Payroll	\$3,390,029	\$3,390,642	\$3,196,831
Contributions as a Percentage of Covered-Employee Payroll	12.00%	12.00%	13.00%

(1) Information prior to 2013 is not available.

**City of Pickerington, Ohio**  
*Required Supplementary Information*  
*Schedule of City Contributions*  
*Ohio Police and Fire Pension Fund*  
*Last Ten Years*

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Contractually Required Contribution	\$416,044	\$409,711	\$331,332	\$252,738
Contributions in Relation to the Contractually Required Contribution	<u>(416,044)</u>	<u>(409,711)</u>	<u>(331,332)</u>	<u>(252,738)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered-Employee Payroll	\$2,189,706	\$2,156,374	\$2,086,027	\$1,982,259
Contributions as a Percentage of Covered-Employee Payroll:	19.00%	19.00%	15.88%	12.75%

2011	2010	2009	2008	2007	2006
\$244,601	\$245,279	\$248,202	\$229,456	\$225,135	\$185,713
(244,601)	(245,279)	(248,202)	(229,456)	(225,135)	(185,713)
\$0	\$0	\$0	\$0	\$0	\$0
\$1,918,439	\$1,923,757	\$1,946,682	\$1,799,655	\$1,765,765	\$1,580,536
12.75%	12.75%	12.75%	12.75%	12.75%	11.75%

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**Combining Statements  
and  
Individual Fund Schedules**

## **GENERAL FUND**

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The General Fund accounts for all financial resources received and used for services traditionally provided by a city government and not required to be accounted for in other funds.



**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund  
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Property and Other Taxes	\$952,500	\$952,500	\$1,032,239	\$79,739
Municipal Income Taxes	5,628,444	5,628,444	5,899,660	271,216
Charges for Services	122,225	122,225	105,828	(16,397)
Licenses and Permits	456,275	456,275	477,487	21,212
Fines and Forfeitures	145,000	145,000	157,167	12,167
Intergovernmental	312,347	312,347	325,489	13,142
Interest	35,000	35,000	65,151	30,151
Contributions and Donations	70,000	70,000	41,428	(28,572)
Other	363,002	363,002	590,531	227,529
<i>Total Revenues</i>	<u>8,084,793</u>	<u>8,084,793</u>	<u>8,694,980</u>	<u>610,187</u>
<b>Expenditures</b>				
Current:				
General Government				
Council				
Personal Services	139,297	139,394	127,716	11,678
Contractual Services	15,000	30,843	15,710	15,133
Materials and Supplies	1,800	1,800	116	1,684
Total Council	<u>156,097</u>	<u>172,037</u>	<u>143,542</u>	<u>28,495</u>
Mayor				
Personal Services	49,682	49,682	45,927	3,755
Contractual Services	2,250	2,250	989	1,261
Materials and Supplies	3,250	3,443	3,250	193
Total Mayor	<u>55,182</u>	<u>55,375</u>	<u>50,166</u>	<u>5,209</u>
City Manager				
Personal Services	131,280	131,281	127,811	3,470
Contractual Services	2,500	2,500	2,407	93
Materials and Supplies	750	750	201	549
Total City Manager	<u>134,530</u>	<u>134,531</u>	<u>130,419</u>	<u>4,112</u>
Receptionist				
Personal Services	44,550	44,550	36,399	8,151
Materials and Supplies	700	700	0	700
Total Receptionist	<u>45,250</u>	<u>45,250</u>	<u>36,399</u>	<u>8,851</u>
Facilities Operations Administration				
Personal Services	89,053	89,077	84,163	4,914
Contractual Services	750	750	442	308
Materials and Supplies	750	750	585	165
Total Facilities Operations Administration	<u>90,553</u>	<u>90,577</u>	<u>85,190</u>	<u>5,387</u>
Human Resources Department				
Personal Services	90,595	90,596	82,064	8,532
Contractual Services	23,500	24,672	16,075	8,597
Materials and Supplies	1,900	1,900	199	1,701
Total Human Resources Department	<u>\$115,995</u>	<u>\$117,168</u>	<u>\$98,338</u>	<u>\$18,830</u>

(continued)

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund (Continued)  
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Public Information				
Personal Services	\$6,000	\$6,000	\$0	\$6,000
Contractual Services	34,250	35,875	22,973	12,902
Total Public Information	<u>40,250</u>	<u>41,875</u>	<u>22,973</u>	<u>18,902</u>
Land and Buildings				
Personal Services	1,000	1,000	0	1,000
Contractual Services	231,441	263,955	240,730	23,225
Materials and Supplies	75,000	79,463	57,501	21,962
Capital Outlay	69,100	73,000	59,722	13,278
Total Land and Buildings	<u>376,541</u>	<u>417,418</u>	<u>357,953</u>	<u>59,465</u>
Engineer				
Personal Services	28,693	28,693	25,850	2,843
Contractual Services	172,750	192,757	158,043	34,714
Materials and Supplies	2,000	2,049	534	1,515
Total Engineer	<u>203,443</u>	<u>223,499</u>	<u>184,427</u>	<u>39,072</u>
Law Director				
Contractual Services	<u>275,500</u>	<u>285,560</u>	<u>284,805</u>	<u>755</u>
Mayor's Court Clerk				
Personal Services	92,022	92,022	85,210	6,812
Contractual Services	38,800	39,820	29,128	10,692
Materials and Supplies	5,800	6,300	3,900	2,400
Total Mayor's Court Clerk	<u>136,622</u>	<u>138,142</u>	<u>118,238</u>	<u>19,904</u>
Administrative Assistant				
Personal Services	44,358	44,359	42,958	1,401
Materials and Supplies	500	500	87	413
Total Administrative Assistant	<u>44,858</u>	<u>44,859</u>	<u>43,045</u>	<u>1,814</u>
Finance Director				
Personal Services	385,830	385,832	329,201	56,631
Contractual Services	273,750	301,012	293,277	7,735
Materials and Supplies	15,000	16,679	11,739	4,940
Total Finance Director	<u>674,580</u>	<u>703,523</u>	<u>634,217</u>	<u>69,306</u>
Municipal Clerk				
Personal Services	107,350	107,350	100,358	6,992
Contractual Services	500	500	500	0
Materials and Supplies	2,500	2,514	1,375	1,139
Total Municipal Clerk	<u>\$110,350</u>	<u>\$110,364</u>	<u>\$102,233</u>	<u>\$8,131</u>

(continued)

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund (Continued)  
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Miscellaneous				
Personal Services	\$32,170	\$32,170	\$22,681	\$9,489
Contractual Services	13,000	14,530	2,824	11,706
Total Miscellaneous	<u>45,170</u>	<u>46,700</u>	<u>25,505</u>	<u>21,195</u>
Other General Government				
Election Expenses	5,000	5,000	0	5,000
Auditor and Treasurer Fees	39,000	39,000	31,944	7,056
Miscellaneous Dues	38,520	38,490	37,983	507
Total Other General Government	<u>82,520</u>	<u>82,490</u>	<u>69,927</u>	<u>12,563</u>
<i>Total General Government</i>	<u>2,587,441</u>	<u>2,709,368</u>	<u>2,387,377</u>	<u>321,991</u>
Security of Persons and Property				
Street Lighting				
Contractual Services	109,770	112,770	103,195	9,575
Materials and Supplies	250	250	0	250
<i>Total Security of Persons and Property</i>	<u>110,020</u>	<u>113,020</u>	<u>103,195</u>	<u>9,825</u>
Leisure Time Activities				
Contractual Services	93,400	110,187	87,171	23,016
<i>Total Leisure Time Activities</i>	<u>93,400</u>	<u>110,187</u>	<u>87,171</u>	<u>23,016</u>
Public Health Services				
Contractual Services	153,888	153,893	153,892	1
Materials and Supplies	7,000	7,000	4,389	2,611
<i>Total Public Health Services</i>	<u>160,888</u>	<u>160,893</u>	<u>158,281</u>	<u>2,612</u>
Community Environment				
Development Department				
Personal Services	134,266	134,266	123,699	10,567
Contractual Services	67,000	70,029	67,440	2,589
Materials and Supplies	2,500	2,500	574	1,926
Total Development Department	<u>203,766</u>	<u>206,795</u>	<u>191,713</u>	<u>15,082</u>
Building Inspection				
Personal Services	180,193	180,192	169,603	10,589
Contractual Services	154,000	247,862	214,993	32,869
Materials and Supplies	3,000	3,000	1,051	1,949
Total Building Inspection	<u>\$337,193</u>	<u>\$431,054</u>	<u>\$385,647</u>	<u>\$45,407</u>

(continued)

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund (Continued)  
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Planning and Zoning				
Personal Services	\$165,901	\$166,954	\$158,026	\$8,928
Contractual Services	23,300	28,631	22,556	6,075
Materials and Supplies	7,000	7,000	3,605	3,395
Total Planning and Zoning	<u>196,201</u>	<u>202,585</u>	<u>184,187</u>	<u>18,398</u>
<i>Total Community Environment</i>	<u>737,160</u>	<u>840,434</u>	<u>761,547</u>	<u>78,887</u>
<i>Total Expenditures</i>	<u>3,688,909</u>	<u>3,933,902</u>	<u>3,497,571</u>	<u>436,331</u>
<i>Excess of Revenues Over Expenditures</i>	<u>4,395,884</u>	<u>4,150,891</u>	<u>5,197,409</u>	<u>1,046,518</u>
<b>Other Financing Source (Use)</b>				
Advances In	294,335	294,335	324,335	30,000
Transfers Out	(5,582,925)	(5,886,425)	(5,062,018)	824,407
<i>Total Other Financing Source (Use)</i>	<u>(5,288,590)</u>	<u>(5,592,090)</u>	<u>(4,737,683)</u>	<u>854,407</u>
<i>Net Change in Fund Balance</i>	(892,706)	(1,441,199)	459,726	1,900,925
Fund Balance at Beginning of Year	3,694,656	3,694,656	3,694,656	0
Prior Year Encumbrances Appropriated	<u>110,802</u>	<u>110,802</u>	<u>110,802</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$2,912,752</u>	<u>\$2,364,259</u>	<u>\$4,265,184</u>	<u>\$1,900,925</u>

## NONMAJOR GOVERNMENTAL FUNDS

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### Special Revenue Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.

### Capital Projects Funds

Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlay, including the acquisition or construction of capital facilities and other capital assets (other than those financed by proprietary funds).

### Permanent Fund

The permanent fund is used to account for and report resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs – that is for the benefit of the government or its citizenry.

**City of Pickerington, Ohio**  
Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2015

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$1,238,224	\$2,302,600	\$2,823	\$3,543,647
Receivables:				
Permissive Motor Vehicle Registration Fees	7,235	10,853	0	18,088
Payments in Lieu of Taxes	0	89,453	0	89,453
Accounts	3,722	0	0	3,722
Intergovernmental	369,753	378,964	0	748,717
Materials and Supplies Inventory	85,071	0	0	85,071
Prepaid Items	17,832	0	0	17,832
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	0	39,062	1,545	40,607
<i>Total Assets</i>	<u>\$1,721,837</u>	<u>\$2,820,932</u>	<u>\$4,368</u>	<u>\$4,547,137</u>
<b>Liabilities</b>				
Accrued Wages and Benefits	\$14,682	\$0	\$0	\$14,682
Accounts Payable	24,389	89,453	0	113,842
Contracts Payable	5,038	10,297	0	15,335
Retainage Payable	13,455	13,455	0	26,910
Intergovernmental Payable	8,348	0	0	8,348
<i>Total Liabilities</i>	<u>65,912</u>	<u>113,205</u>	<u>0</u>	<u>179,117</u>
<b>Deferred Inflows of Resources</b>				
Unavailable Revenue	246,797	468,417	0	715,214
<b>Fund Balances</b>				
Fund Balances:				
Nonspendable	102,903	39,062	1,545	143,510
Restricted	1,059,552	1,242,446	2,823	2,304,821
Committed	246,673	1,047,255	0	1,293,928
Unassigned (Deficit)	0	(89,453)	0	(89,453)
<i>Total Fund Balances</i>	<u>1,409,128</u>	<u>2,239,310</u>	<u>4,368</u>	<u>3,652,806</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$1,721,837</u>	<u>\$2,820,932</u>	<u>\$4,368</u>	<u>\$4,547,137</u>

**City of Pickerington, 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 Permanent Fund	Total Nonmajor Governmental Funds
<b>Revenues</b>				
Permissive Motor Vehicle Registration Fees	\$87,972	\$141,399	\$0	\$229,371
Charges for Services	128,813	38,142	0	166,955
Licenses and Permits	49,543	0	0	49,543
Impact Fees	0	415,319	0	415,319
Fines and Forfeitures	11,025	0	0	11,025
Intergovernmental	760,400	1,621,249	0	2,381,649
Interest	593	13,256	4	13,853
Payments in Lieu of Taxes	0	82,457	0	82,457
Contributions and Donations	4,200	0	0	4,200
Other	80,974	0	0	80,974
<i>Total Revenues</i>	<u>1,123,520</u>	<u>2,311,822</u>	<u>4</u>	<u>3,435,346</u>
<b>Expenditures</b>				
Current:				
General Government	9,475	0	0	9,475
Security of Persons and Property	5,022	0	0	5,022
Transportation	1,354,746	0	0	1,354,746
Leisure Time Activities	670,991	0	0	670,991
Community Environment	10,000	0	0	10,000
Capital Outlay	0	3,433,430	0	3,433,430
Debt Service:				
Principal Retirement	18,881	0	0	18,881
Interest and Fiscal Charges	570	0	0	570
<i>Total Expenditures</i>	<u>2,069,685</u>	<u>3,433,430</u>	<u>0</u>	<u>5,503,115</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(946,165)</u>	<u>(1,121,608)</u>	<u>4</u>	<u>(2,067,769)</u>
<b>Other Financing Sources (Use)</b>				
Proceeds from the Sale of Capital Assets	3,351	0	0	3,351
Bond Anticipation Notes Issued	0	2,300,000	0	2,300,000
Transfers In	1,365,000	91,170	0	1,456,170
Transfers Out	0	(412,550)	0	(412,550)
<i>Total Other Financing Sources (Use)</i>	<u>1,368,351</u>	<u>1,978,620</u>	<u>0</u>	<u>3,346,971</u>
<i>Net Changes in Fund Balances</i>	422,186	857,012	4	1,279,202
Fund Balances at Beginning of Year	<u>986,942</u>	<u>1,382,298</u>	<u>4,364</u>	<u>2,373,604</u>
<i>Fund Balances at End of Year</i>	<u>\$1,409,128</u>	<u>\$2,239,310</u>	<u>\$4,368</u>	<u>\$3,652,806</u>

## SPECIAL REVENUE FUNDS

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Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.

The following are reported as special revenue funds:

**Major Special Revenue Fund:**

Police Fund - To account for property taxes and transfers restricted to pay for police protection.

**Nonmajor Special Revenue Funds:**

Street Fund - To account for the portion of state gasoline tax and motor vehicle registration fees restricted for maintenance and repair of dedicated streets within the City.

State Highway Fund - To account for that portion of state gasoline tax and motor vehicle registration fees restricted for maintenance of state highways within the City.

Parks and Recreation Fund - To account for the revenue received from charges for services, donations, and transfers from the General Fund committed to provide leisure time activities for the citizens of the City.

Computer Fund - To account for the receipt and disbursement of computer funds restricted for the clerk of courts office.

Operation of a Motor Vehicle Under the Influence Enforcement and Education Fund – The OMVI Enforcement and Education Fund is created as authorized per section 4511.99, Ohio Revised Code. To account for restricted funds to be used by the City for informing the public of the laws governing the operation of a motor vehicle while under the influence of alcohol, and other information relating to the operation of a motor vehicle and the consumption of alcoholic beverages.

Law Enforcement Trust Fund - To account for seized contraband and intergovernmental receipts restricted for law enforcement purposes as established by Section 2981.13, Ohio Revised Code.

Mandatory Drug Law Enforcement Fund - To account for fine monies collected and restricted for subsidizing law enforcement efforts that pertain to drug offenses.

Immobilization Fund - To account for the deposit of restricted fees and intergovernmental receipts received by the police department as a result of the immobilization of motor vehicles.

Urban Forestry Fund - To account for committed funds which are received from developers for the costs of planting trees.

Community Development Block Grant Revolving Loan Fund - To account for restricted federal grant monies received and expenditures incurred associated with commercial development projects.

Indigent Drivers Interlock and Alcohol Monitoring Fund – To account for restricted driver license reinstatement fees collected and disbursed by the Ohio Department of Public Safety to be used for an immobilizing or disabling device, including a certified ignition interlock device, or an alcohol monitoring device used by an offender or juvenile offender who is ordered to use the device and determined by a county, juvenile, or municipal court judge not to have the means to pay for the person's use of the device. No budgetary schedule was presented because no activity occurred during 2015.



**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Police Fund  
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Property Taxes	\$1,505,000	\$1,505,000	\$1,606,067	\$101,067
Charges for Services	104,876	179,876	179,708	(168)
Intergovernmental	182,132	182,132	190,434	8,302
Contributions and Donations	75,000	0	300	300
Other	76,275	76,275	5,819	(70,456)
<i>Total Revenues</i>	<u>1,943,283</u>	<u>1,943,283</u>	<u>1,982,328</u>	<u>39,045</u>
<b>Expenditures</b>				
Current:				
Security of Persons and Property				
Personal Services	4,378,900	4,413,576	4,077,036	336,540
Contractual Services	418,061	462,271	441,079	21,192
Materials and Supplies	162,250	175,447	122,354	53,093
Capital Outlay	142,609	129,109	128,028	1,081
<i>Total Expenditures</i>	<u>5,101,820</u>	<u>5,180,403</u>	<u>4,768,497</u>	<u>411,906</u>
<i>Excess of Revenues Under Expenditures</i>	(3,158,537)	(3,237,120)	(2,786,169)	450,951
<b>Other Financing Source</b>				
Transfers In	<u>3,130,000</u>	<u>3,130,000</u>	<u>2,800,000</u>	<u>(330,000)</u>
<i>Net Change in Fund Balance</i>	(28,537)	(107,120)	13,831	120,951
Fund Balance at Beginning of Year	407,138	407,138	407,138	0
Prior Year Encumbrances Appropriated	<u>40,585</u>	<u>40,585</u>	<u>40,585</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$419,186</u>	<u>\$340,603</u>	<u>\$461,554</u>	<u>\$120,951</u>

**City of Pickerington, Ohio**  
Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2015

	Street	State Highway	Parks and Recreation	Computer	Operation of a Motor Vehicle Under the Influence Enforcement and Education
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$820,472	\$106,922	\$199,207	\$25,626	\$4,922
Receivables:					
Permissive Motor Vehicle Registration Fees	7,235	0	0	0	0
Accounts	3,722	0	0	0	0
Intergovernmental	339,948	27,565	0	0	0
Materials and Supplies Inventory	65,906	0	19,165	0	0
Prepaid Items	12,571	0	5,261	0	0
<i>Total Assets</i>	<u>\$1,249,854</u>	<u>\$134,487</u>	<u>\$223,633</u>	<u>\$25,626</u>	<u>\$4,922</u>
<b>Liabilities</b>					
Accrued Wages and Benefits	\$7,386	\$347	\$6,949	\$0	\$0
Accounts Payable	11,470	799	5,259	61	0
Contracts Payable	5,038	0	0	0	0
Retainage Payable	13,455	0	0	0	0
Intergovernmental Payable	5,258	502	2,588	0	0
<i>Total Liabilities</i>	<u>42,607</u>	<u>1,648</u>	<u>14,796</u>	<u>61</u>	<u>0</u>
<b>Deferred Inflows of Resources</b>					
Unavailable Revenue	228,286	18,511	0	0	0
<b>Fund Balances</b>					
Nonspendable	78,477	0	24,426	0	0
Restricted	900,484	114,328	0	25,565	4,922
Committed	0	0	184,411	0	0
<i>Total Fund Balances</i>	<u>978,961</u>	<u>114,328</u>	<u>208,837</u>	<u>25,565</u>	<u>4,922</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$1,249,854</u>	<u>\$134,487</u>	<u>\$223,633</u>	<u>\$25,626</u>	<u>\$4,922</u>

Law Enforcement Trust	Mandatory Drug Law Enforcement	Immobilization	Urban Forestry	Community Development Block Grant Revolving Loan	Indigent Drivers Interlock and Alcohol Monitoring	Total Nonmajor Special Revenue Funds
\$6,354	\$1,689	\$1,445	\$69,062	\$370	\$2,155	\$1,238,224
0	0	0	0	0	0	7,235
0	0	0	0	0	0	3,722
2,240	0	0	0	0	0	369,753
0	0	0	0	0	0	85,071
0	0	0	0	0	0	17,832
<u>\$8,594</u>	<u>\$1,689</u>	<u>\$1,445</u>	<u>\$69,062</u>	<u>\$370</u>	<u>\$2,155</u>	<u>\$1,721,837</u>
\$0	\$0	\$0	\$0	\$0	\$0	\$14,682
0	0	0	6,800	0	0	24,389
0	0	0	0	0	0	5,038
0	0	0	0	0	0	13,455
0	0	0	0	0	0	8,348
0	0	0	6,800	0	0	65,912
0	0	0	0	0	0	246,797
0	0	0	0	0	0	102,903
8,594	1,689	1,445	0	370	2,155	1,059,552
0	0	0	62,262	0	0	246,673
8,594	1,689	1,445	62,262	370	2,155	1,409,128
<u>\$8,594</u>	<u>\$1,689</u>	<u>\$1,445</u>	<u>\$69,062</u>	<u>\$370</u>	<u>\$2,155</u>	<u>\$1,721,837</u>

**City of Pickerington, Ohio**  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2015

	Street	State Highway	Parks and Recreation	Computer	Operation of a Motor Vehicle Under the Influence Enforcement and Education	Law Enforcement Trust
<b>Revenues</b>						
Permissive Motor Vehicle Registration Fees	\$87,972	\$0	\$0	\$0	\$0	\$0
Charges for Services	0	0	128,813	0	0	0
Licenses and Permits	0	0	0	0	0	0
Fines and Forfeitures	0	0	0	9,622	1,303	0
Intergovernmental	701,071	56,844	0	0	0	2,240
Interest	503	86	0	0	0	0
Contributions and Donations	0	0	4,200	0	0	0
Other	75,603	384	4,987	0	0	0
<i>Total Revenues</i>	<u>865,149</u>	<u>57,314</u>	<u>138,000</u>	<u>9,622</u>	<u>1,303</u>	<u>2,240</u>
<b>Expenditures</b>						
Current:						
General Government	0	0	0	9,475	0	0
Security of Persons and Property	0	0	0	0	855	3,919
Transportation	1,315,994	38,752	0	0	0	0
Leisure Time Activities	0	0	619,931	0	0	0
Community Environment	0	0	0	0	0	0
Debt Service:						
Principal Retirement	18,881	0	0	0	0	0
Interest and Fiscal Charges	570	0	0	0	0	0
<i>Total Expenditures</i>	<u>1,335,445</u>	<u>38,752</u>	<u>619,931</u>	<u>9,475</u>	<u>855</u>	<u>3,919</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(470,296)</u>	<u>18,562</u>	<u>(481,931)</u>	<u>147</u>	<u>448</u>	<u>(1,679)</u>
<b>Other Financing Sources</b>						
Proceeds from the Sale of Capital Assets	0	0	3,351	0	0	0
Transfers In	800,000	0	550,000	0	0	0
<i>Total Other Financing Sources</i>	<u>800,000</u>	<u>0</u>	<u>553,351</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Changes in Fund Balances</i>	329,704	18,562	71,420	147	448	(1,679)
Fund Balances at Beginning of Year	<u>649,257</u>	<u>95,766</u>	<u>137,417</u>	<u>25,418</u>	<u>4,474</u>	<u>10,273</u>
<i>Fund Balances at End of Year</i>	<u>\$978,961</u>	<u>\$114,328</u>	<u>\$208,837</u>	<u>\$25,565</u>	<u>\$4,922</u>	<u>\$8,594</u>

Mandatory Drug Law Enforcement	Immobilization	Urban Forestry	Community Development Block Grant Revolving Loan	Indigent Drivers Interlock and Alcohol Monitoring	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$0	\$87,972
0	0	0	0	0	128,813
0	0	49,543	0	0	49,543
100	0	0	0	0	11,025
0	245	0	0	0	760,400
0	0	0	4	0	593
0	0	0	0	0	4,200
0	0	0	0	0	80,974
<u>100</u>	<u>245</u>	<u>49,543</u>	<u>4</u>	<u>0</u>	<u>1,123,520</u>
0	0	0	0	0	9,475
248	0	0	0	0	5,022
0	0	0	0	0	1,354,746
0	0	51,060	0	0	670,991
0	0	0	10,000	0	10,000
0	0	0	0	0	18,881
0	0	0	0	0	570
<u>248</u>	<u>0</u>	<u>51,060</u>	<u>10,000</u>	<u>0</u>	<u>2,069,685</u>
<u>(148)</u>	<u>245</u>	<u>(1,517)</u>	<u>(9,996)</u>	<u>0</u>	<u>(946,165)</u>
0	0	0	0	0	3,351
0	0	15,000	0	0	1,365,000
0	0	15,000	0	0	1,368,351
(148)	245	13,483	(9,996)	0	422,186
1,837	1,200	48,779	10,366	2,155	986,942
<u>\$1,689</u>	<u>\$1,445</u>	<u>\$62,262</u>	<u>\$370</u>	<u>\$2,155</u>	<u>\$1,409,128</u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Street Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Permissive Motor Vehicle Registration Fees	\$78,000	\$87,972	\$9,972
Intergovernmental	610,000	702,229	92,229
Interest	250	503	253
Other	7,500	73,868	66,368
<i>Total Revenues</i>	<u>695,750</u>	<u>864,572</u>	<u>168,822</u>
<b>Expenditures</b>			
Current:			
Transportation			
Street			
Personal Services	412,115	366,846	45,269
Contractual Services	820,729	485,111	335,618
Materials and Supplies	294,542	240,668	53,874
Capital Outlay	316,311	282,575	33,736
<i>Total Expenditures</i>	<u>1,843,697</u>	<u>1,375,200</u>	<u>468,497</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,147,947)</u>	<u>(510,628)</u>	<u>637,319</u>
<b>Other Financing Source</b>			
Transfers In	884,924	800,000	(84,924)
<i>Net Change in Fund Balance</i>	(263,023)	289,372	552,395
Fund Balance at Beginning of Year	453,529	453,529	0
Prior Year Encumbrances Appropriated	34,531	34,531	0
<i>Fund Balance at End of Year</i>	<u>\$225,037</u>	<u>\$777,432</u>	<u>\$552,395</u>

**City of Pickerington, 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

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$48,000	\$56,937	\$8,937
Interest	45	86	41
Other	667	384	(283)
<i>Total Revenues</i>	<u>48,712</u>	<u>57,407</u>	<u>8,695</u>
<b>Expenditures</b>			
Current:			
Transportation			
State Highway			
Personal Services	16,210	13,602	2,608
Contractual Services	11,000	10,309	691
Materials and Supplies	21,500	16,237	5,263
<i>Total Expenditures</i>	<u>48,710</u>	<u>40,148</u>	<u>8,562</u>
<i>Net Change in Fund Balance</i>	2	17,259	17,257
Fund Balance at Beginning of Year	<u>88,252</u>	<u>88,252</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$88,254</u></u>	<u><u>\$105,511</u></u>	<u><u>\$17,257</u></u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Parks and Recreation Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Charges for Services	\$113,000	\$129,044	\$16,044
Contributions and Donations	21,500	4,200	(17,300)
Other	11,676	5,054	(6,622)
<i>Total Revenues</i>	<u>146,176</u>	<u>138,298</u>	<u>(7,878)</u>
<b>Expenditures</b>			
Current:			
Leisure Time Activities			
Parks and Recreation			
Personal Services	344,623	319,498	25,125
Contractual Services	309,402	249,730	59,672
Materials and Supplies	42,938	39,965	2,973
Capital Outlay	33,000	22,989	10,011
<i>Total Expenditures</i>	<u>729,963</u>	<u>632,182</u>	<u>97,781</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(583,787)</u>	<u>(493,884)</u>	<u>89,903</u>
<b>Other Financing Sources</b>			
Proceeds from the Sale of Capital Assets	0	3,351	3,351
Transfers In	561,000	550,000	(11,000)
<i>Total Other Financing Sources</i>	<u>561,000</u>	<u>553,351</u>	<u>(7,649)</u>
<i>Net Change in Fund Balance</i>	(22,787)	59,467	82,254
Fund Balance at Beginning of Year	101,415	101,415	0
Prior Year Encumbrances Appropriated	22,060	22,060	0
<i>Fund Balance at End of Year</i>	<u>\$100,688</u>	<u>\$182,942</u>	<u>\$82,254</u>



**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Computer Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Fines and Forfeitures	\$8,500	\$9,586	\$1,086
<b>Expenditures</b>			
Current:			
General Government			
Computer			
Contractual Services	9,609	9,119	490
Materials and Supplies	1,500	295	1,205
<i>Total Expenditures</i>	<u>11,109</u>	<u>9,414</u>	<u>1,695</u>
<i>Net Change in Fund Balance</i>	(2,609)	172	2,781
Fund Balance at Beginning of Year	24,386	24,386	0
Prior Year Encumbrances Appropriated	<u>409</u>	<u>409</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$22,186</u></u>	<u><u>\$24,967</u></u>	<u><u>\$2,781</u></u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Operation of a Motor Vehicle Under the Influence Enforcement and Education Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Fines and Forfeitures	\$700	\$1,178	\$478
<b>Expenditures</b>			
Current:			
Security of Persons and Property			
Operation of a Motor Vehicle Under the Influence Enforcement and Education			
Contractual Services	685	0	685
Materials and Supplies	1,416	1,220	196
<i>Total Expenditures</i>	<u>2,101</u>	<u>1,220</u>	<u>881</u>
<i>Net Change in Fund Balance</i>	(1,401)	(42)	1,359
Fund Balance at Beginning of Year	4,424	4,424	0
Prior Year Encumbrances Appropriated	<u>416</u>	<u>416</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$3,439</u>	<u>\$4,798</u>	<u>\$1,359</u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Law Enforcement Trust Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
<i>Total Revenues</i>	\$0	\$0	\$0
<b>Expenditures</b>			
Current:			
Security of Persons and Property			
Law Enforcement Trust			
Contractual Services	2,272	0	2,272
Materials and Supplies	8,000	6,694	1,306
<i>Total Expenditures</i>	10,272	6,694	3,578
<i>Net Change in Fund Balance</i>	(10,272)	(6,694)	3,578
Fund Balance at Beginning of Year	10,273	10,273	0
<i>Fund Balance at End of Year</i>	\$1	\$3,579	\$3,578

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Mandatory Drug Law Enforcement Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
<i>Total Revenues</i>	\$0	\$0	\$0
<b>Expenditures</b>			
Current:			
Security of Persons and Property			
Mandatory Drug Law Enforcement			
Materials and Supplies	250	248	2
<i>Net Change in Fund Balance</i>	(250)	(248)	2
Fund Balance at Beginning of Year	1,837	1,837	0
<i>Fund Balance at End of Year</i>	<u>\$1,587</u>	<u>\$1,589</u>	<u>\$2</u>

**City of Pickerington, Ohio**  
 Schedule of Revenues, Expenditures, and Changes  
 In Fund Balance - Budget (Non-GAAP Basis) and Actual  
 Immobilization Fund  
 For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$125	\$245	\$120
<b>Expenditures</b>			
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	125	245	120
Fund Balance at Beginning of Year	<u>1,200</u>	<u>1,200</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$1,325</u></u>	<u><u>\$1,445</u></u>	<u><u>\$120</u></u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Urban Forestry Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Licenses and Permits	\$40,000	\$49,543	\$9,543
<b>Expenditures</b>			
Current:			
Leisure Time Activities			
Urban Forestry			
Contractual Services	51,050	39,802	11,248
Materials and Supplies	30,000	26,880	3,120
<i>Total Expenditures</i>	<u>81,050</u>	<u>66,682</u>	<u>14,368</u>
<i>Excess of Revenues Under Expenditures</i>	(41,050)	(17,139)	23,911
<b>Other Financing Source</b>			
Transfers In	40,000	15,000	(25,000)
<i>Net Change in Fund Balance</i>	(1,050)	(2,139)	(1,089)
Fund Balance at Beginning of Year	49,301	49,301	0
<i>Fund Balance at End of Year</i>	<u>\$48,251</u>	<u>\$47,162</u>	<u>(\$1,089)</u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Community Development Block Grant Revolving Loan Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Interest	\$50	\$4	(\$46)
<b>Expenditures</b>			
Current:			
Community Environment			
Community Development Block Grant Revolving Loan			
Contractual Services	10,000	10,000	0
<i>Net Change in Fund Balance</i>	(9,950)	(9,996)	(46)
Fund Balance at Beginning of Year	10,366	10,366	0
<i>Fund Balance at End of Year</i>	\$416	\$370	(\$46)

## DEBT SERVICE FUNDS

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Debt Service Funds are used to account for and report financial resources, and the accumulation of resources, that are restricted, committed, or assigned to expenditures for principal and interest on general obligation debt.

The following is included in the debt service fund:

**Major Debt Service Fund:**

Debt Service Fund - To account for revenue restricted for the retirement of principal, interest, and related costs for general obligation bonds, general obligation refunding bonds, and loans.



**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Debt Service Fund  
For the Year Ended December 31, 2015

	Final	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Payment in Lieu of Taxes	\$0	\$94,239	\$94,239
Interest	0	2,775	2,775
<i>Total Revenues</i>	<u>0</u>	<u>97,014</u>	<u>97,014</u>
<b>Expenditures</b>			
Debt Service:			
Principal Retirement	695,000	695,000	0
Interest and Fiscal Charges	248,361	248,361	0
<i>Total Expenditures</i>	<u>943,361</u>	<u>943,361</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(943,361)	(846,347)	97,014
<b>Other Financing Source</b>			
Transfers In	855,475	855,475	0
<i>Net Change in Fund Balance</i>	(87,886)	9,128	97,014
Fund Balance at Beginning of Year	<u>207,093</u>	<u>207,093</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$119,207</u>	<u>\$216,221</u>	<u>\$97,014</u>

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## CAPITAL PROJECTS FUNDS

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Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlay, including the acquisition or construction of capital facilities and other capital assets (other than those financed by proprietary funds).

### **Major Capital Project Fund:**

State Route 256 Safety Grant Fund – To account for grant monies from the Ohio Department of Transportation restricted for expenditures associated with the State Route 256 Safety Grant infrastructure project within the City.

### **Nonmajor Capital Projects Funds:**

State Route 256 Highway Fund - To account for the permissive motor vehicle registration fees restricted for expenditures related to the widening and improvement of State Route 256.

Street Construction Fund – To account for restricted revenues and expenditures associated with street construction projects.

Street Impact Fee Fund - To account for the committed street impact fee revenues and expenditures related to street capital improvement projects.

Park Capital Improvement Fund - To account for building permit monies committed for capital improvements to the City's parks.

Police Impact Fee Fund - To account for committed police impact fee revenues and expenditures associated with the building and maintenance of the police station.

Safe Routes to Schools - To account for restricted grant monies and related expenditures from the Ohio Department of Transportation for Safe Routes to School infrastructure and non infrastructure projects within the City.

Tax Increment Financing Agreement Equity Construction Fund – A tax increment financing agreement to account for payment in lieu of taxes received from Fairfield County and directly distributed to the developer to retire debt issued by the developer for the construction of private improvements including three to five office buildings, a strip center of retail stores, and an outlot development consisting of two to three buildings.

Street Improvement Trust Fund - To account for monies received from developers committed by the City for future capital improvements to the City.

Sidewalk Improvement Trust Fund - To account for monies received from developers committed by the City for future capital improvements to the City.

Municipal Building Fund – To account for note proceeds that are restricted for expenditures associated with capital improvements to the municipal building. No budgetary schedule was presented because there was no cash activity only GAAP activity.

Park Impact Fee Fund - To account for park impact fee revenues committed by the City for expenditures related to park capital improvements.

(continued)

## **CAPITAL PROJECTS FUNDS (Continued)**

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Municipal Facility Impact Fee Fund – To account for municipal facility impact fee revenues committed by the City for expenditures related to municipal facility capital improvements.

Ohio Health Medical Office Building Tax Increment Financing Fund – A tax increment financing agreement with Ohio Health for the purpose of constructing a left turn lane and a right turn lane and to install traffic signals at the intersection of Refugee Road and the Stonecreek Drive Extension.

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
State Route 256 Safety Grant Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$4,499,592	\$3,974,478	(\$525,114)
<b>Expenditures</b>			
Capital Outlay			
State Route 256 Safety Grant			
Capital Outlay	4,898,952	4,338,352	560,600
<i>Excess of Revenues Under Expenditures</i>	(399,360)	(363,874)	35,486
<b>Other Financing Source</b>			
Transfers In	397,576	362,923	(34,653)
<i>Net Change in Fund Balance</i>	(1,784)	(951)	833
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	1,784	1,784	0
<i>Fund Balance at End of Year</i>	<u>\$0</u>	<u>\$833</u>	<u>\$833</u>

**City of Pickerington, Ohio**  
Combining Balance Sheet  
Nonmajor Capital Projects Funds  
December 31, 2015

	<u>State Route 256 Highway</u>	<u>Street Construction</u>	<u>Street Impact Fee</u>	<u>Park Capital Improvement</u>
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$190,362	\$32,079	\$272,203	\$625
Receivables:				
Permissive Motor Vehicle Registration Fees	10,853	0	0	0
Payments in Lieu of Taxes	0	0	0	0
Intergovernmental	70,916	0	0	0
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Assets</i>	<u>\$272,131</u>	<u>\$32,079</u>	<u>\$272,203</u>	<u>\$625</u>
<b>Liabilities</b>				
Accounts Payable	\$0	\$0	\$0	\$0
Contracts Payable	5,038	0	0	0
Retainage Payable	<u>13,455</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Liabilities</i>	<u>18,493</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Deferred Inflows of Resources</b>				
Unavailable Revenue	<u>70,916</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balances</b>				
Nonspendable	0	0	0	0
Restricted	182,722	32,079	0	0
Committed	0	0	272,203	625
Unassigned (Deficit)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Fund Balances (Deficit)</i>	<u>182,722</u>	<u>32,079</u>	<u>272,203</u>	<u>625</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$272,131</u>	<u>\$32,079</u>	<u>\$272,203</u>	<u>\$625</u>

<u>Police Impact Fee</u>	<u>Safe Routes to Schools</u>	<u>Tax Increment Financing Agreement Equity Construction</u>	<u>Street Improvement Trust</u>	<u>Sidewalk Improvement Trust</u>
\$134,835	\$0	\$0	\$129,584	\$1,713
0	0	0	0	0
0	0	89,453	0	0
0	308,048	0	0	0
0	0	0	0	0
0	0	39,062	0	0
<u>\$134,835</u>	<u>\$308,048</u>	<u>\$128,515</u>	<u>\$129,584</u>	<u>\$1,713</u>
\$0	\$0	\$89,453	\$0	\$0
0	0	0	0	0
0	0	0	0	0
<u>0</u>	<u>0</u>	<u>89,453</u>	<u>0</u>	<u>0</u>
0	308,048	89,453	0	0
0	0	39,062	0	0
0	0	0	0	0
134,835	0	0	129,584	1,713
0	0	(89,453)	0	0
<u>134,835</u>	<u>0</u>	<u>(50,391)</u>	<u>129,584</u>	<u>1,713</u>
<u>\$134,835</u>	<u>\$308,048</u>	<u>\$128,515</u>	<u>\$129,584</u>	<u>\$1,713</u>

(continued)

**City of Pickerington, Ohio**  
Combining Balance Sheet  
Nonmajor Capital Projects Funds (Continued)  
December 31, 2015

	Park Impact Fee	Municipal Facility Impact Fee	Ohio Health Medical Office Building Tax Increment Financing	Total Nonmajor Capital Projects Funds
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$268,508	\$239,787	\$1,032,904	\$2,302,600
Receivables:				
Permissive Motor Vehicle Registration Fees	0	0	0	10,853
Payments in Lieu of Taxes	0	0	0	89,453
Intergovernmental	0	0	0	378,964
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	0	0	0	39,062
<i>Total Assets</i>	<u>\$268,508</u>	<u>\$239,787</u>	<u>\$1,032,904</u>	<u>\$2,820,932</u>
<b>Liabilities</b>				
Accounts Payable	\$0	\$0	\$0	\$89,453
Contracts Payable	0	0	5,259	10,297
Retainage Payable	0	0	0	13,455
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>5,259</u>	<u>113,205</u>
<b>Deferred Inflows of Resources</b>				
Unavailable Revenue	0	0	0	468,417
<b>Fund Balances</b>				
Nonspendable	0	0	0	39,062
Restricted	0	0	1,027,645	1,242,446
Committed	268,508	239,787	0	1,047,255
Unassigned (Deficit)	0	0	0	(89,453)
<i>Total Fund Balances (Deficit)</i>	<u>268,508</u>	<u>239,787</u>	<u>1,027,645</u>	<u>2,239,310</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$268,508</u>	<u>\$239,787</u>	<u>\$1,032,904</u>	<u>\$2,820,932</u>



**City of Pickerington, Ohio**  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Nonmajor Capital Projects Funds  
For the Year Ended December 31, 2015

	State Route 256 Highway	Street Construction	Street Impact Fee	Park Capital Improvement	Police Impact Fee
<b>Revenues</b>					
Permissive Motor Vehicle Registration Fees	\$141,399	\$0	\$0	\$0	\$0
Charges for Services	0	0	0	0	0
Impact Fees	0	0	89,435	0	84,852
Intergovernmental	1,577,722	0	0	43,527	0
Interest	0	0	324	0	126
Payment in Lieu of Taxes	0	0	0	0	0
<i>Total Revenues</i>	<u>1,719,121</u>	<u>0</u>	<u>89,759</u>	<u>43,527</u>	<u>84,978</u>
<b>Expenditures</b>					
Capital Outlay	1,766,770	59,256	0	43,527	0
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(47,649)</u>	<u>(59,256)</u>	<u>89,759</u>	<u>0</u>	<u>84,978</u>
<b>Other Financing Sources (Use)</b>					
Bond Anticipation Notes Issued	0	0	0	0	0
Transfers In	0	91,170	0	0	0
Transfers Out	(12,550)	0	(150,000)	0	(50,000)
<i>Total Other Financing Sources (Use)</i>	<u>(12,550)</u>	<u>91,170</u>	<u>(150,000)</u>	<u>0</u>	<u>(50,000)</u>
<i>Net Changes in Fund Balances</i>	(60,199)	31,914	(60,241)	0	34,978
Fund Balances (Deficits) at Beginning of Year	242,921	165	332,444	625	99,857
<i>Fund Balances (Deficit) at End of Year</i>	<u>\$182,722</u>	<u>\$32,079</u>	<u>\$272,203</u>	<u>\$625</u>	<u>\$134,835</u>

(continued)

**City of Pickerington, Ohio**  
Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
Nonmajor Capital Projects Funds (Continued)  
For the Year Ended December 31, 2015

	Tax Increment Financing Agreement Equity Construction	Street Improvement Trust	Sidewalk Improvement Trust	Municipal Building
<b>Revenues</b>				
Permissive Motor Vehicle Registration Fees	\$0	\$0	\$0	\$0
Charges for Services	0	0	0	0
Impact Fees	0	0	0	0
Intergovernmental	0	0	0	0
Interest	0	205	1	0
Payment in Lieu of Taxes	82,457	0	0	0
<i>Total Revenues</i>	<u>82,457</u>	<u>205</u>	<u>1</u>	<u>0</u>
<b>Expenditures</b>				
Capital Outlay	51,657	0	0	933
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>30,800</u>	<u>205</u>	<u>1</u>	<u>(933)</u>
<b>Other Financing Sources (Use)</b>				
Bond Anticipation Notes Issued	0	0	0	0
Transfers In	0	0	0	0
Transfers Out	0	(150,000)	0	0
<i>Total Other Financing Sources (Use)</i>	<u>0</u>	<u>(150,000)</u>	<u>0</u>	<u>0</u>
<i>Net Changes in Fund Balances</i>	30,800	(149,795)	1	(933)
Fund Balances (Deficits) at Beginning of Year	<u>(81,191)</u>	<u>279,379</u>	<u>1,712</u>	<u>933</u>
<i>Fund Balances (Deficit) at End of Year</i>	<u><u>(\$50,391)</u></u>	<u><u>\$129,584</u></u>	<u><u>\$1,713</u></u>	<u><u>\$0</u></u>

<u>Park Impact Fee</u>	<u>Municipal Facility Impact Fee</u>	<u>Ohio Health Medical Office Building Tax Increment Financing</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$0	\$0	\$0	\$141,399
0	0	38,142	38,142
178,227	62,805	0	415,319
0	0	0	1,621,249
305	235	12,060	13,256
0	0	0	82,457
<u>178,532</u>	<u>63,040</u>	<u>50,202</u>	<u>2,311,822</u>
<u>408,379</u>	<u>0</u>	<u>1,102,908</u>	<u>3,433,430</u>
<u>(229,847)</u>	<u>63,040</u>	<u>(1,052,706)</u>	<u>(1,121,608)</u>
0	0	2,300,000	2,300,000
0	0	0	91,170
0	(50,000)	0	(412,550)
<u>0</u>	<u>(50,000)</u>	<u>2,300,000</u>	<u>1,978,620</u>
(229,847)	13,040	1,247,294	857,012
<u>498,355</u>	<u>226,747</u>	<u>(219,649)</u>	<u>1,382,298</u>
<u>\$268,508</u>	<u>\$239,787</u>	<u>\$1,027,645</u>	<u>\$2,239,310</u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
State Route 256 Highway Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Permissive Motor Vehicle Registration Fees	\$120,000	\$141,398	\$21,398
Intergovernmental	1,648,638	1,577,722	(70,916)
<i>Total Revenues</i>	<u>1,768,638</u>	<u>1,719,120</u>	<u>(49,518)</u>
<b>Expenditures</b>			
Current:			
State Route 256 Highway			
Capital Outlay	1,769,907	1,769,907	0
Debt Service:			
Principal Retirement	70,917	70,917	0
<i>Total Expenditures</i>	<u>1,840,824</u>	<u>1,840,824</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	<u>(72,186)</u>	<u>(121,704)</u>	<u>(49,518)</u>
<b>Other Financing Source (Use)</b>			
OPWC Loan Proceeds	70,917	0	(70,917)
Transfers Out	(12,550)	(12,550)	0
<i>Total Other Financing Source (Use)</i>	<u>58,367</u>	<u>(12,550)</u>	<u>(70,917)</u>
<i>Net Change in Fund Balance</i>	(13,819)	(134,254)	(120,435)
Fund Balance at Beginning of Year	<u>232,069</u>	<u>232,069</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$218,250</u>	<u>\$97,815</u>	<u>(\$120,435)</u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Street Construction Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$180,000	\$0	(\$180,000)
<b>Expenditures</b>			
Current:			
Capital Outlay			
Street Construction			
Capital Outlay	305,000	91,170	213,830
<i>Excess of Revenues Under Expenditures</i>	(125,000)	(91,170)	33,830
<b>Other Financing Source</b>			
Transfers In	125,000	91,170	(33,830)
<i>Net Change in Fund Balance</i>	0	0	0
Fund Balance at Beginning of Year	165	165	0
<i>Fund Balance at End of Year</i>	<u>\$165</u>	<u>\$165</u>	<u>\$0</u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Street Impact Fee Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Impact Fees	\$70,000	\$89,435	\$19,435
Interest	100	324	224
<i>Total Revenues</i>	<u>70,100</u>	<u>89,759</u>	<u>19,659</u>
<b>Expenditures</b>			
Capital Outlay			
Street Impact Fee			
Contractual Services	1,600	784	816
<i>Excess of Revenues Over Expenditures</i>	68,500	88,975	20,475
<b>Other Financing Use</b>			
Transfers Out	(150,000)	(150,000)	0
<i>Net Change in Fund Balance</i>	(81,500)	(61,025)	20,475
Fund Balance at Beginning of Year	333,228	333,228	0
<i>Fund Balance at End of Year</i>	<u>\$251,728</u>	<u>\$272,203</u>	<u>\$20,475</u>

**City of Pickerington, 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

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$43,527	\$43,527	\$0
<b>Expenditures</b>			
Capital Outlay			
Park Capital Improvement			
Capital Outlay	43,527	43,527	0
<i>Net Change in Fund Balance</i>	0	0	0
Fund Balance at Beginning of Year	625	625	0
<i>Fund Balance at End of Year</i>	\$625	\$625	\$0

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Police Impact Fee Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Impact Fees	\$68,500	\$84,852	\$16,352
Interest	80	126	46
<i>Total Revenues</i>	<u>68,580</u>	<u>84,978</u>	<u>16,398</u>
<b>Expenditures</b>			
Capital Outlay			
Police Impact Fee			
Contractual Services	1,650	804	846
<i>Excess of Revenues Over Expenditures</i>	66,930	84,174	17,244
<b>Other Financing Use</b>			
Transfers Out	(50,000)	(50,000)	0
<i>Net Change in Fund Balance</i>	16,930	34,174	17,244
Fund Balance at Beginning of Year	<u>100,661</u>	<u>100,661</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$117,591</u></u>	<u><u>\$134,835</u></u>	<u><u>\$17,244</u></u>



**City of Pickerington, Ohio**  
 Schedule of Revenues, Expenditures, and Changes  
 In Fund Balance - Budget (Non-GAAP Basis) and Actual  
 Safe Routes to Schools Fund  
 For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$320,000	\$0	(\$320,000)
<b>Expenditures</b>			
Capital Outlay			
Safe Routes to Schools			
Capital Outlay	320,000	0	320,000
<i>Net Change in Fund Balance</i>	0	0	0
Fund Balance at Beginning of Year	0	0	0
<i>Fund Balance at End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Tax Increment Financing Agreement Equity Construction Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Payment in Lieu of Taxes	\$82,458	\$82,457	(\$1)
<b>Expenditures</b>			
Capital Outlay			
Tax Increment Financing Agreement Equity Construction			
Contractual Services	82,458	82,457	1
<i>Net Change in Fund Balance</i>	0	0	0
Fund Balance at Beginning of Year	0	0	0
<i>Fund Balance at End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Street Improvement Trust Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Interest	\$100	\$205	\$105
<b>Expenditures</b>			
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	100	205	105
<b>Other Financing Use</b>			
Transfers Out	<u>(150,000)</u>	<u>(150,000)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(149,900)	(149,795)	105
Fund Balance at Beginning of Year	<u>279,379</u>	<u>279,379</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$129,479</u></u>	<u><u>\$129,584</u></u>	<u><u>\$105</u></u>

**City of Pickerington, Ohio**  
 Schedule of Revenues, Expenditures, and Changes  
 In Fund Balance - Budget (Non-GAAP Basis) and Actual  
 Sidewalk Improvement Trust Fund  
 For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Interest	\$2	\$1	(\$1)
<b>Expenditures</b>			
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	2	1	(1)
Fund Balance at Beginning of Year	<u>1,712</u>	<u>1,712</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$1,714</u></u>	<u><u>\$1,713</u></u>	<u><u>(\$1)</u></u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Park Impact Fee Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Impact Fees	\$145,000	\$178,227	\$33,227
Interest	250	305	55
<i>Total Revenues</i>	<u>145,250</u>	<u>178,532</u>	<u>33,282</u>
<b>Expenditures</b>			
Capital Outlay			
Park Impact Fee			
Contractual Services	3,500	1,738	1,762
Capital Outlay	620,099	414,182	205,917
<i>Total Expenditures</i>	<u>623,599</u>	<u>415,920</u>	<u>207,679</u>
<i>Net Change in Fund Balance</i>	(478,349)	(237,388)	240,961
Fund Balance at Beginning of Year	386,467	386,467	0
Prior Year Encumbrances Appropriated	<u>113,626</u>	<u>113,626</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$21,744</u>	<u>\$262,705</u>	<u>\$240,961</u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Municipal Facility Impact Fee Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Impact Fees	\$49,750	\$62,805	\$13,055
Interest	45	235	190
<i>Total Revenues</i>	<u>49,795</u>	<u>63,040</u>	<u>13,245</u>
<b>Expenditures</b>			
Capital Outlay			
Municipal Facility Impact Fee			
Contractual Services	1,100	539	561
<i>Excess of Revenues Over Expenditures</i>	48,695	62,501	13,806
<b>Other Financing Use</b>			
Transfers Out	(50,000)	(50,000)	0
<i>Net Change in Fund Balance</i>	(1,305)	12,501	13,806
Fund Balance at Beginning of Year	227,286	227,286	0
<i>Fund Balance at End of Year</i>	<u>\$225,981</u>	<u>\$239,787</u>	<u>\$13,806</u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Ohio Health Medical Office Building Tax Increment Financing Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Charges for Services	\$0	\$38,142	\$38,142
Interest	0	12,060	(12,060)
<i>Total Revenues</i>	<u>0</u>	<u>50,202</u>	<u>(50,202)</u>
<b>Expenditures</b>			
Current:			
Capital Outlay			
Ohio Health MOB Tax Increment Financing			
Contractual Services	77,895	77,895	0
Capital Outlay	1,664,268	1,597,778	66,490
<i>Total Expenditures</i>	<u>1,742,163</u>	<u>1,675,673</u>	<u>66,490</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,742,163)</u>	<u>(1,625,471)</u>	<u>116,692</u>
<b>Other Financing Source (Use)</b>			
Bond Anticipation Notes Issued	2,300,000	2,300,000	0
Advances Out	(324,335)	(324,335)	0
<i>Total Other Financing Source (Use)</i>	<u>1,975,665</u>	<u>1,975,665</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	233,502	350,194	116,692
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>121,903</u>	<u>121,903</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$355,405</u></u>	<u><u>\$472,097</u></u>	<u><u>\$116,692</u></u>

## PERMANENT FUND

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The permanent fund is used to account for and report resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the reporting government's programs – that is for the benefit of the government or its citizenry.

Cemetery Fund – To account for receiving and disbursing funds restricted for the perpetual care of certain cemetery lots which are located in the City. The Cemetery Fund was not budgeted because the City did not anticipate any financial activity but activity did occur.



**City of Pickerington, Ohio**  
Schedule of Revenues, Expenditures, and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Cemetery Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Interest Income	\$0	\$4	\$4
<b>Expenditures</b>			
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	4	4
Fund Balance at Beginning of Year	<u>4,364</u>	<u>4,364</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$4,364</u></u>	<u><u>\$4,368</u></u>	<u><u>\$4</u></u>

## ENTERPRISE FUNDS

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The enterprise funds are maintained to account for the operations of city government that provide goods or services to the general public in a manner similar to private business enterprises. The costs of providing these goods or services are financed through user charges.

**Major Enterprise Funds:**

Water Fund – To account for water services provided to individuals and commercial users.

Sewer Fund – To account for sewer services provided to individuals and commercial users.

Stormwater Fund – To account for monies collected from stormwater utility charges to be utilized for the safe and efficient capture and conveyance of stormwater.

**Nonmajor Enterprise Fund:**

Aquatic Recreation Center Fund – To account for monies collected from fees charged for pool passes and concessions and expenditures related to the upkeep and operation and maintenance of the facility.

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenses, and Changes  
In Fund Equity - Budget (Non-GAAP Basis) and Actual  
Water Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Charges for Services	\$2,352,372	\$2,332,796	(\$19,576)
Tap-in Fees	373,310	429,241	55,931
Utility Deposits Received	5,000	3,475	(1,525)
Interest	750	6,258	5,508
Grants	234,000	0	(234,000)
Other Non-Operating Revenues	24,056	4,855	(19,201)
Proceeds from the Sale of Capital Assets	0	3,876	3,876
<i>Total Revenues</i>	<u>2,989,488</u>	<u>2,780,501</u>	<u>(208,987)</u>
<b>Expenses</b>			
Current:			
Personal Services	1,056,173	866,066	190,107
Contractual Services	793,232	725,186	68,046
Materials and Supplies	336,566	327,147	9,419
Utility Deposits Applied	5,002	923	4,079
Utility Deposits Returned	10,048	1,180	8,868
Capital Outlay	1,785,484	1,388,319	397,165
Debt Service:			
Principal Retirement	248,299	248,299	0
Interest and Fiscal Charges	93,527	93,527	0
<i>Total Expenses</i>	<u>4,328,331</u>	<u>3,650,647</u>	<u>677,684</u>
<i>Net Change in Fund Equity</i>	(1,338,843)	(870,146)	468,697
Fund Equity at Beginning of Year	3,138,162	3,138,162	0
Prior Year Encumbrances Appropriated	549,706	549,706	0
<i>Fund Equity at End of Year</i>	<u>\$2,349,025</u>	<u>\$2,817,722</u>	<u>\$468,697</u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenses, and Changes  
In Fund Equity - Budget (Non-GAAP Basis) and Actual  
Sewer Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Charges for Services	\$3,558,023	\$3,489,617	(\$68,406)
Tap-in Fees	218,075	363,477	145,402
Utility Deposits Received	5,000	3,475	(1,525)
Interest	350	1,076	726
Grants	0	40,000	40,000
Other Non-Operating Revenues	27,828	7,297	(20,531)
Proceeds from the Sale of Capital Assets	0	7,476	7,476
<i>Total Revenues</i>	<u>3,809,276</u>	<u>3,912,418</u>	<u>103,142</u>
<b>Expenses</b>			
Current:			
Personal Services	1,109,289	875,093	234,196
Contractual Services	1,113,046	969,101	143,945
Materials and Supplies	84,395	77,078	7,317
Utility Deposits Applied	5,001	922	4,079
Utility Deposits Returned	10,049	1,181	8,868
Capital Outlay	1,004,834	657,474	347,360
Debt Service:			
Principal Retirement	831,666	831,666	0
Interest and Fiscal Charges	368,467	368,467	0
<i>Total Expenses</i>	<u>4,526,747</u>	<u>3,780,982</u>	<u>745,765</u>
<i>Net Change in Fund Equity</i>	(717,471)	131,436	848,907
Fund Equity at Beginning of Year	2,303,095	2,303,095	0
Prior Year Encumbrances Appropriated	535,481	535,481	0
<i>Fund Equity at End of Year</i>	<u>\$2,121,105</u>	<u>\$2,970,012</u>	<u>\$848,907</u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenses, and Changes  
In Fund Equity - Budget (Non-GAAP Basis) and Actual  
Stormwater Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Charges for Services	\$651,000	\$663,246	\$12,246
Tap-in Fees	64,160	80,755	16,595
Interest	15	96	81
Other Non-Operating Revenues	7,846	4,900	(2,946)
<i>Total Revenues</i>	<u>723,021</u>	<u>748,997</u>	<u>25,976</u>
<b>Expenses</b>			
Current:			
Personal Services	308,098	290,792	17,306
Contractual Services	150,376	104,766	45,610
Materials and Supplies	17,977	17,503	474
Capital Outlay	765,432	575,831	189,601
<i>Total Expenses</i>	<u>1,241,883</u>	<u>988,892</u>	<u>252,991</u>
<i>Net Change in Fund Equity</i>	(518,862)	(239,895)	278,967
Fund Equity at Beginning of Year	1,027,758	1,027,758	0
Prior Year Encumbrances Appropriated	<u>10,201</u>	<u>10,201</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u><u>\$519,097</u></u>	<u><u>\$798,064</u></u>	<u><u>\$278,967</u></u>

**City of Pickerington, Ohio**  
Schedule of Revenues, Expenses, and Changes  
In Fund Equity - Budget (Non-GAAP Basis) and Actual  
Aquatic Recreation Center Fund  
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance Positive (Negative)
<b>Revenues</b>			
Charges for Services	\$147,000	\$161,777	\$14,777
Other Non-Operating Revenues	235	3,808	3,573
<i>Total Revenues</i>	<u>147,235</u>	<u>165,585</u>	<u>18,350</u>
<b>Expenses</b>			
Current:			
Personal Services	85,934	77,356	8,578
Contractual Services	88,617	51,979	36,638
Materials and Supplies	16,500	15,566	934
<i>Total Expenses</i>	<u>191,051</u>	<u>144,901</u>	<u>46,150</u>
<i>Net Change in Fund Equity</i>	(43,816)	20,684	64,500
Fund Equity at Beginning of Year	<u>101,863</u>	<u>101,863</u>	0
<i>Fund Equity at End of Year</i>	<u><u>\$58,047</u></u>	<u><u>\$122,547</u></u>	<u><u>\$64,500</u></u>

## AGENCY FUND

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Agency funds account for resources held in a purely custodial capacity (assets equal liabilities) for individuals, private organizations, or other governments.

Mayor's Court Fund – To account for assets held by the mayor's court for distribution to other governments or individuals.

**City of Pickerington, Ohio**  
Statement of Changes in Assets and Liabilities  
Agency Fund  
For the Year Ended December 31, 2015

	<u>Balance</u> <u>1/1/15</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12/31/15</u>
<b>Mayor's Court</b>				
<b>Assets</b>				
Cash and Cash Equivalents in Segregated Accounts	<u>\$5,946</u>	<u>\$73,817</u>	<u>\$72,825</u>	<u>\$6,938</u>
<i>Total Assets</i>	<u><u>\$5,946</u></u>	<u><u>\$73,817</u></u>	<u><u>\$72,825</u></u>	<u><u>\$6,938</u></u>
<b>Liabilities</b>				
Undistributed Monies	<u>\$5,946</u>	<u>\$73,817</u>	<u>\$72,825</u>	<u>\$6,938</u>
<i>Total Liabilities</i>	<u><u>\$5,946</u></u>	<u><u>\$73,817</u></u>	<u><u>\$72,825</u></u>	<u><u>\$6,938</u></u>





## Statistical Section

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# Statistical Section

This part of the City of Pickerington, Ohio'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.

<b><u>Contents</u></b>	<b><u>Page(s)</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	<b>S2 - S15</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the City's most significant local revenue sources, income taxes and property taxes.	<b>S17 - S27</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	<b>S28 - S35</b>
<b>Economic and Demographic Information</b> These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	<b>S36 - S38</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the city provides and the activities it performs.	<b>S40 - S49</b>

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2004; schedules presenting government-wide information include information beginning in that year.

**City of Pickerington, Ohio**  
**Net Position by Component**  
**Last Ten Years**  
**(Accrual Basis of Accounting)**

	2015	2014 (2)	2013	2012
Governmental Activities				
Net Investment in Capital Assets	\$49,930,677	\$43,834,353	\$43,715,619	\$44,046,257
Restricted:				
Capital Projects	1,858,666	2,033,368	1,866,186	1,730,788
Debt Service	7,900	99,644	111,923	250,962
Security of Persons and Property	32,162	0	10,347	8,298
Transportation Services	1,183,287	833,903	768,366	751,177
Other Purposes	587,152	423,148	510,120	373,339
Perpetual Care:				
Expendable	2,823	2,819	2,814	2,810
Non-Expendable	1,545	1,545	1,545	1,545
Unrestricted	(914,172)	(1,448,335)	4,006,167	3,712,593
<i>Total Governmental Activities Net Position</i>	<u>52,690,040</u>	<u>45,780,445</u>	<u>50,993,087</u>	<u>50,877,769</u>
Business-Type-Activities				
Net Investment in Capital Assets	48,321,170	45,510,929	43,755,897	42,935,198
Unrestricted	<u>6,584,879</u>	<u>6,839,295</u>	<u>7,367,724</u>	<u>6,084,632</u>
<i>Total Business-Type Activities Net Position</i>	<u>54,906,049</u>	<u>52,350,224</u>	<u>51,123,621</u>	<u>49,019,830</u>
Primary Government				
Net Investment in Capital Assets	98,251,847	89,345,282	87,471,516	86,981,455
Restricted	3,673,535	3,394,427	3,271,301	3,118,919
Unrestricted	<u>5,670,707</u>	<u>5,390,960</u>	<u>11,373,891</u>	<u>9,797,225</u>
<i>Total Primary Government Net Position</i>	<u>\$107,596,089</u>	<u>\$98,130,669</u>	<u>\$102,116,708</u>	<u>\$99,897,599</u>

(1) Restated net position.

(2) The City reported the impact of GASB Statement No. 68 beginning in 2014.

<u>2011 (1)</u>	<u>2010</u>	<u>2009 (1)</u>	<u>2008 (1)</u>	<u>2007 (1)</u>	<u>2006</u>
\$42,835,157	\$41,960,655	\$43,487,617	\$39,034,496	\$29,131,270	\$29,992,870
2,090,799	1,758,477	2,050,326	2,127,980	6,024,383	2,306,000
0	0	0	0	0	0
218,989	233,528	198,648	18,540	1,291	142,909
652,107	621,243	765,398	628,181	558,230	574,042
710,710	274,748	278,252	291,614	300,241	409,823
2,804	2,798	0	0	0	0
1,545	1,545	0	0	0	0
<u>4,103,182</u>	<u>3,535,264</u>	<u>3,565,295</u>	<u>2,989,047</u>	<u>2,001,791</u>	<u>2,791,432</u>
<u>50,615,293</u>	<u>48,388,258</u>	<u>50,345,536</u>	<u>45,089,858</u>	<u>38,017,206</u>	<u>36,217,076</u>
41,184,090	39,844,968	35,699,418	34,996,281	32,707,886	32,033,382
<u>6,112,319</u>	<u>6,220,761</u>	<u>5,653,899</u>	<u>4,837,129</u>	<u>5,650,267</u>	<u>5,682,945</u>
<u>47,296,409</u>	<u>46,065,729</u>	<u>41,353,317</u>	<u>39,833,410</u>	<u>38,358,153</u>	<u>37,716,327</u>
84,019,247	81,805,623	79,187,035	74,030,777	61,839,156	62,026,252
3,676,954	2,892,339	3,292,624	3,066,315	6,884,145	3,432,774
<u>10,215,501</u>	<u>9,756,025</u>	<u>9,219,194</u>	<u>7,826,176</u>	<u>7,652,058</u>	<u>8,474,377</u>
<u>\$97,911,702</u>	<u>\$94,453,987</u>	<u>\$91,698,853</u>	<u>\$84,923,268</u>	<u>\$76,375,359</u>	<u>\$73,933,403</u>

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

	2015	2014	2013	2012
<b><u>Program Revenues</u></b>				
Governmental Activities:				
Charges for Services:				
General Government	\$17,647	\$15,521	\$16,001	\$15,192
Security of Persons and Property	343,811	345,909	360,825	345,660
Transportation	267,513	219,272	211,518	205,874
Leisure Time Activities	178,356	164,588	173,020	158,116
Community Environment	565,992	846,025	835,911	803,697
Subtotal Charges for Services	<u>1,373,319</u>	<u>1,591,315</u>	<u>1,597,275</u>	<u>1,528,539</u>
Operating Grants and Contributions:				
General Government	41,428	62,461	48,934	39,007
Security of Persons and Property	201,595	215,055	196,721	201,495
Transportation	771,002	738,003	720,682	722,616
Leisure Time Activities	4,200	21,425	14,050	24,690
Subtotal Operating Grants and Contributions	<u>1,018,225</u>	<u>1,036,944</u>	<u>980,387</u>	<u>987,808</u>
Capital Grants and Contributions:				
Transportation	6,761,252	1,027,826	368,548	946,086
Leisure Time Activities	43,527	0	0	0
Community Environment	0	0	0	0
Subtotal Capital Grants and Contributions	<u>6,804,779</u>	<u>1,027,826</u>	<u>368,548</u>	<u>946,086</u>
<i>Total Governmental Activities Program Revenues</i>	<u>9,196,323</u>	<u>3,656,085</u>	<u>2,946,210</u>	<u>3,462,433</u>
Business-Type Activities:				
Charges for Services:				
Water	2,345,456	2,294,327	2,341,402	2,386,759
Sewer	3,473,543	3,433,951	3,445,634	3,432,059
Stormwater	663,249	646,971	630,931	590,771
Aquatic Recreation	161,777	161,743	169,595	191,108
Subtotal Charges for Services	<u>6,644,025</u>	<u>6,536,992</u>	<u>6,587,562</u>	<u>6,600,697</u>
Operating Grants and Contributions:				
Stormwater	0	0	139,537	0
Subtotal Operating Grants and Contributions	<u>0</u>	<u>0</u>	<u>139,537</u>	<u>0</u>
Capital Grants and Contributions:				
Water	846,676	1,079,407	760,559	518,251
Sewer	463,182	507,182	395,887	280,917
Stormwater	238,495	326,173	582,008	172,822
Aquatic Recreation	0	0	0	0
Subtotal Capital Grants and Contributions	<u>1,548,353</u>	<u>1,912,762</u>	<u>1,738,454</u>	<u>971,990</u>
<i>Total Business-Type Activities Program Revenues</i>	<u>8,192,378</u>	<u>8,449,754</u>	<u>8,465,553</u>	<u>7,572,687</u>
<i>Total Primary Government Program Revenues</i>	<u>\$17,388,701</u>	<u>\$12,105,839</u>	<u>\$11,411,763</u>	<u>\$11,035,120</u>

2011	2010	2009	2008	2007	2006
\$11,684	\$14,495	\$13,206	\$12,153	\$24,279	\$35,902
358,371	333,103	238,185	227,099	227,265	252,630
198,064	196,698	192,112	199,872	282,605	162,253
125,161	120,889	132,472	168,184	188,873	239,945
677,077	668,879	471,434	473,219	469,709	774,038
<u>1,370,357</u>	<u>1,334,064</u>	<u>1,047,409</u>	<u>1,080,527</u>	<u>1,192,731</u>	<u>1,464,768</u>
12,743	14,136	17,289	7,144	8,069	9,197
185,062	253,854	270,211	251,683	209,065	41,588
672,226	677,532	665,735	730,654	616,904	547,022
27,420	24,419	20,460	21,351	17,420	2,695
<u>897,451</u>	<u>969,941</u>	<u>973,695</u>	<u>1,010,832</u>	<u>851,458</u>	<u>600,502</u>
2,203,576	1,351,949	4,631,410	10,128,435	542,128	1,628,431
0	0	0	36,875	0	0
30,800	0	0	0	0	0
<u>2,234,376</u>	<u>1,351,949</u>	<u>4,631,410</u>	<u>10,165,310</u>	<u>542,128</u>	<u>1,628,431</u>
<u>4,502,184</u>	<u>3,655,954</u>	<u>6,652,514</u>	<u>12,256,669</u>	<u>2,586,317</u>	<u>3,693,701</u>
2,193,255	2,007,822	1,807,976	1,636,814	1,717,300	1,399,689
3,456,645	3,311,157	2,787,985	2,238,365	1,751,962	1,423,713
561,066	427,243	209,067	206,463	199,056	196,415
184,833	201,063	239,937	268,511	0	0
<u>6,395,799</u>	<u>5,947,285</u>	<u>5,044,965</u>	<u>4,350,153</u>	<u>3,668,318</u>	<u>3,019,817</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
271,787	747,029	363,969	447,058	669,874	963,603
143,271	139,507	189,811	209,471	395,217	925,235
59,242	133,383	750,078	177,259	93,074	388,762
0	0	0	288,970	0	0
<u>474,300</u>	<u>1,019,919</u>	<u>1,303,858</u>	<u>1,122,758</u>	<u>1,158,165</u>	<u>2,277,600</u>
<u>6,870,099</u>	<u>6,967,204</u>	<u>6,348,823</u>	<u>5,472,911</u>	<u>4,826,483</u>	<u>5,297,417</u>
<u>\$11,372,283</u>	<u>\$10,623,158</u>	<u>\$13,001,337</u>	<u>\$17,729,580</u>	<u>\$7,412,800</u>	<u>\$8,991,118</u>

(continued)

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

	<u>2015 (1)</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<b><u>Expenses</u></b>				
<b>Governmental Activities:</b>				
General Government	\$2,344,441	\$2,580,590	\$2,580,817	\$2,675,205
Security of Persons and Property	4,958,894	4,815,421	4,613,122	4,462,428
Transportation	3,018,986	3,123,529	3,056,389	3,232,743
Leisure Time Activities	741,811	762,756	715,567	647,569
Public Health Services	158,281	151,150	121,588	127,888
Community Environment	713,456	755,498	638,098	777,125
Interest and Fiscal Charges	276,826	239,011	291,767	353,602
<i>Total Governmental Activities Expenses</i>	<u>12,212,695</u>	<u>12,427,955</u>	<u>12,017,348</u>	<u>12,276,560</u>
 <b>Business-Type Activities:</b>				
Water	2,540,304	2,413,968	2,460,768	2,219,353
Sewer	2,672,994	2,891,843	3,032,690	2,870,268
Stormwater	641,289	640,955	738,935	612,881
Aquatic Recreation	166,278	159,850	130,794	200,923
<i>Total Business-Type Activities Expenses</i>	<u>6,020,865</u>	<u>6,106,616</u>	<u>6,363,187</u>	<u>5,903,425</u>
<i>Total Primary Government Program Expenses</i>	<u>18,233,560</u>	<u>18,534,571</u>	<u>18,380,535</u>	<u>18,179,985</u>
 <b>Net (Expense)/ Revenue</b>				
Governmental Activities	(3,016,372)	(8,771,870)	(9,071,138)	(8,814,127)
Business-Type Activities	2,171,513	2,343,138	2,102,366	1,669,262
<i>Total Primary Government Net Expense</i>	<u>(\$844,859)</u>	<u>(\$6,428,732)</u>	<u>(\$6,968,772)</u>	<u>(\$7,144,865)</u>

(1) Expenses are first impacted by the implementation of GASB Statement No. 68 beginning in 2015.



<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$2,345,620	\$3,000,709	\$2,486,109	\$2,436,997	\$2,358,695	\$1,974,274
4,218,379	4,239,816	4,151,605	4,009,308	3,829,576	3,567,445
3,480,642	2,952,265	2,279,416	5,441,557	659,246	2,611,586
588,605	561,867	679,915	816,074	845,507	766,520
99,439	93,643	103,452	139,550	122,046	142,208
547,932	614,957	565,244	775,088	1,276,233	1,238,791
378,619	419,544	556,662	577,476	589,252	606,962
<u>11,659,236</u>	<u>11,882,801</u>	<u>10,822,403</u>	<u>14,196,050</u>	<u>9,680,555</u>	<u>10,907,786</u>
1,980,410	2,202,930	1,963,643	1,993,851	1,992,516	1,945,301
2,853,379	2,374,695	2,235,878	2,358,467	2,059,272	1,968,812
643,564	447,488	474,946	427,739	429,984	545,446
196,381	181,941	274,966	219,399	0	0
<u>5,673,734</u>	<u>5,207,054</u>	<u>4,949,433</u>	<u>4,999,456</u>	<u>4,481,772</u>	<u>4,459,559</u>
<u>17,332,970</u>	<u>17,089,855</u>	<u>15,771,836</u>	<u>19,195,506</u>	<u>14,162,327</u>	<u>15,367,345</u>
(7,157,052)	(8,226,847)	(4,169,889)	(1,939,381)	(7,094,238)	(7,214,085)
<u>1,196,365</u>	<u>1,760,150</u>	<u>1,399,390</u>	<u>473,455</u>	<u>344,711</u>	<u>837,858</u>
<u>(\$5,960,687)</u>	<u>(\$6,466,697)</u>	<u>(\$2,770,499)</u>	<u>(\$1,465,926)</u>	<u>(\$6,749,527)</u>	<u>(\$6,376,227)</u>

(continued)

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

	2015	2014	2013	2012
<b><u>General Revenues and Other Changes in Net Position</u></b>				
Governmental Activities:				
Property and Other Taxes Levied for General Purposes	\$1,023,641	\$959,759	\$1,017,220	\$960,929
Property Taxes Levied for Security of Persons and Property	1,592,716	1,494,333	1,528,904	1,470,711
Income Taxes Levied for General Purposes	5,931,529	5,760,828	5,220,794	5,029,644
Franchise Taxes	257,515	242,630	250,997	265,146
Grants and Entitlements not Restricted to Specific Programs	406,475	303,657	321,059	387,648
Investment Earnings	97,950	58,193	19,398	66,069
Payment in Lieu of Taxes	115,174	133,817	71,004	212,666
Impact Fees	415,319	414,332	547,854	553,211
Gain on Sale of Capital Assets	5,799	5,573	0	0
Miscellaneous	427,916	228,009	186,992	130,579
<i>Total Governmental Activities</i>	<u>10,274,034</u>	<u>9,601,131</u>	<u>9,164,222</u>	<u>9,076,603</u>
Business-Type Activities:				
Investment Earnings	7,872	4,414	4,646	28,563
Gain on Sale of Capital Assets	11,352	14,326	0	0
Miscellaneous	17,021	34,621	19,013	25,596
<i>Total Business-Type Activities</i>	<u>36,245</u>	<u>53,361</u>	<u>23,659</u>	<u>54,159</u>
<i>Total Primary Government General Revenues and Other Changes in Net Position</i>	<u>10,310,279</u>	<u>9,654,492</u>	<u>9,187,881</u>	<u>9,130,762</u>
<b>Increase Before Transfers</b>				
Governmental Activities	7,257,662	829,261	93,084	262,476
Business-Type Activities	2,207,758	2,396,499	2,126,025	1,723,421
<i>Total Primary Government Increase Before Transfers</i>	<u>9,465,420</u>	<u>3,225,760</u>	<u>2,219,109</u>	<u>1,985,897</u>
<b>Transfers In (Out)</b>				
Governmental Activities	(348,067)	0	22,234	0
Business-Type Activities	348,067	0	(22,234)	0
<b>Increase (Decrease) After Transfers</b>				
Governmental Activities	6,909,595	829,261	115,318	262,476
Business-Type Activities	2,555,825	2,396,499	2,103,791	1,723,421
<i>Total Primary Government Increase After Transfers</i>	<u>\$9,465,420</u>	<u>\$3,225,760</u>	<u>\$2,219,109</u>	<u>\$1,985,897</u>

(1) Restated payment in lieu of taxes.

2011 (1)	2010	2009	2008	2007	2006
\$966,394	\$984,192	\$972,149	\$979,584	\$906,955	\$869,092
1,484,938	1,453,677	1,423,744	1,399,961	1,373,786	1,345,209
5,117,727	4,643,326	4,527,504	4,671,505	4,156,569	4,010,850
256,095	245,377	189,705	93,439	34,616	16,897
498,744	496,743	595,467	960,300	551,593	692,089
59,449	92,724	145,561	336,461	455,624	478,126
528,809	738,217	939,085	655,079	652,684	425,912
367,399	264,926	323,888	485,964	625,041	922,709
8,200	0	0	0	0	0
96,332	244,404	322,661	234,740	137,500	146,869
<u>9,384,087</u>	<u>9,163,586</u>	<u>9,439,764</u>	<u>9,817,033</u>	<u>8,894,368</u>	<u>8,907,753</u>
28,740	58,010	78,236	122,874	268,569	164,892
0	0	0	0	0	0
5,575	235	28,084	73,928	28,546	153,811
<u>34,315</u>	<u>58,245</u>	<u>106,320</u>	<u>196,802</u>	<u>297,115</u>	<u>318,703</u>
<u>9,418,402</u>	<u>9,221,831</u>	<u>9,546,084</u>	<u>10,013,835</u>	<u>9,191,483</u>	<u>9,226,456</u>
2,227,035	936,739	5,269,875	7,877,652	1,800,130	1,693,668
1,230,680	1,818,395	1,505,710	670,257	641,826	1,156,561
<u>3,457,715</u>	<u>2,755,134</u>	<u>6,775,585</u>	<u>8,547,909</u>	<u>2,441,956</u>	<u>2,850,229</u>
0	(2,894,017)	(14,197)	(805,000)	0	0
0	2,894,017	14,197	805,000	0	0
2,227,035	(1,957,278)	5,255,678	7,072,652	1,800,130	1,693,668
1,230,680	4,712,412	1,519,907	1,475,257	641,826	1,156,561
<u>\$3,457,715</u>	<u>\$2,755,134</u>	<u>\$6,775,585</u>	<u>\$8,547,909</u>	<u>\$2,441,956</u>	<u>\$2,850,229</u>

**City of Pickerington, Ohio**  
**Program Revenues by Function/ Program**  
**Last Ten Years**  
**(Accrual Basis of Accounting)**

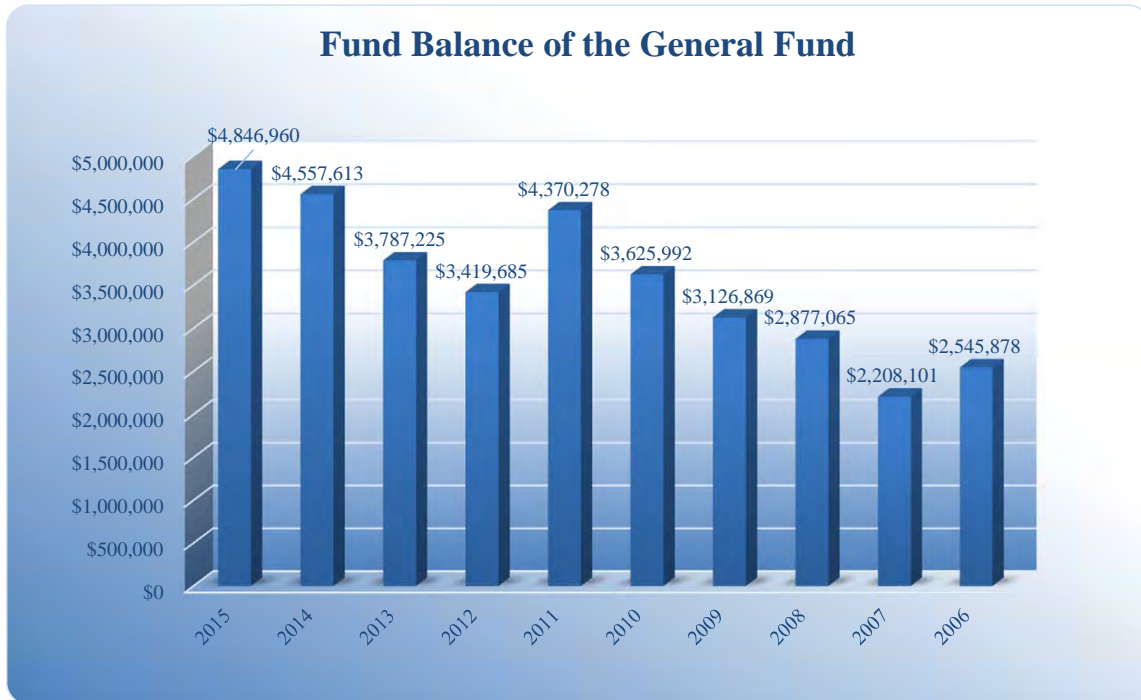
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
<b><u>Program Revenues</u></b>				
Governmental Activities:				
General Government	\$59,075	\$77,982	\$64,935	\$54,199
Security of Persons and Property	545,406	560,964	557,546	547,155
Transportation	7,799,767	1,985,101	1,300,748	1,874,576
Leisure Time Activities	226,083	186,013	187,070	182,806
Community Environment	565,992	846,025	835,911	803,697
Total Governmental Activities	<u>9,196,323</u>	<u>3,656,085</u>	<u>2,946,210</u>	<u>3,462,433</u>
Business-Type Activities:				
Water	3,192,132	3,373,734	3,101,961	2,905,010
Sewer	3,936,725	3,941,133	3,841,521	3,712,976
Stormwater	901,744	973,144	1,352,476	763,593
Aquatic Recreation	161,777	161,743	169,595	191,108
Total Business-Type Activities	<u>8,192,378</u>	<u>8,449,754</u>	<u>8,465,553</u>	<u>7,572,687</u>
<i>Total Primary Government</i>	<u><u>\$17,388,701</u></u>	<u><u>\$12,105,839</u></u>	<u><u>\$11,411,763</u></u>	<u><u>\$11,035,120</u></u>

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$24,427	\$28,631	\$30,495	\$19,297	\$32,348	\$45,099
543,433	586,957	508,396	478,782	436,330	294,218
3,073,866	2,226,179	5,489,257	11,058,961	1,441,637	2,337,706
152,581	145,308	152,932	226,410	206,293	242,640
<u>707,877</u>	<u>668,879</u>	<u>471,434</u>	<u>473,219</u>	<u>469,709</u>	<u>774,038</u>
<u>4,502,184</u>	<u>3,655,954</u>	<u>6,652,514</u>	<u>12,256,669</u>	<u>2,586,317</u>	<u>3,693,701</u>
2,465,042	2,754,851	2,171,945	2,083,872	2,387,174	2,363,292
3,599,916	3,450,664	2,977,796	2,447,836	2,147,179	2,348,948
620,308	560,626	959,145	383,722	292,130	585,177
<u>184,833</u>	<u>201,063</u>	<u>239,937</u>	<u>557,481</u>	<u>0</u>	<u>0</u>
<u>6,870,099</u>	<u>6,967,204</u>	<u>6,348,823</u>	<u>5,472,911</u>	<u>4,826,483</u>	<u>5,297,417</u>
<u>\$11,372,283</u>	<u>\$10,623,158</u>	<u>\$13,001,337</u>	<u>\$17,729,580</u>	<u>\$7,412,800</u>	<u>\$8,991,118</u>

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

	2015	2014	2013	2012	2011
<b>General Fund</b>					
Nonspendable	\$184,221	\$112,377	\$128,029	\$50,555	\$451,029
Committed	0	0	8,465	0	0
Assigned	648,280	955,515	124,946	641,911	975,595
Unassigned	4,014,459	3,489,721	3,525,785	2,727,219	2,943,654
Reserved	0	0	0	0	0
Unreserved	0	0	0	0	0
<i>Total General Fund</i>	<u>4,846,960</u>	<u>4,557,613</u>	<u>3,787,225</u>	<u>3,419,685</u>	<u>4,370,278</u>
<b>All Other Governmental Funds</b>					
Nonspendable	188,919	157,057	157,577	127,190	133,924
Restricted	2,866,274	1,466,933	1,482,237	1,565,488	1,569,175
Committed	1,293,928	1,598,878	1,483,958	1,080,264	732,768
Unassigned (Deficits)	(89,453)	(300,872)	(80,410)	(74,002)	(2,133,529)
Reserved	0	0	0	0	0
Unreserved, Undesignated, Reported in:					
Special Revenue Funds	0	0	0	0	0
Debt Service Funds	0	0	0	0	0
Capital Projects Funds (Deficits)	0	0	0	0	0
<i>Total All Other Governmental Funds</i>	<u>4,259,668</u>	<u>2,921,996</u>	<u>3,043,362</u>	<u>2,698,940</u>	<u>302,338</u>
<b>Total Governmental Funds</b>	<u><u>\$9,106,628</u></u>	<u><u>\$7,479,609</u></u>	<u><u>\$6,830,587</u></u>	<u><u>\$6,118,625</u></u>	<u><u>\$4,672,616</u></u>

Note: The City implemented Governmental Accounting Standards Board Statement No. 54 in 2011.



<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$426,935	\$0	\$0	\$0	\$0
0	0	0	0	0
695,552	0	0	0	0
2,503,505	0	0	0	0
0	81,324	36,857	90,016	288,182
0	3,045,545	2,840,208	2,118,085	2,257,696
<u>3,625,992</u>	<u>3,126,869</u>	<u>2,877,065</u>	<u>2,208,101</u>	<u>2,545,878</u>
98,153	0	0	0	0
1,122,312	0	0	0	0
595,454	0	0	0	0
(2,718,465)	0	0	0	0
0	62,242	277,276	351,091	409,864
0	1,168,950	846,020	796,472	1,036,284
0	68,407	64,721	99,649	118,724
0	(2,050,122)	(2,080,815)	(1,435,161)	(1,702,384)
<u>(902,546)</u>	<u>(750,523)</u>	<u>(892,798)</u>	<u>(187,949)</u>	<u>(137,512)</u>
<u>\$2,723,446</u>	<u>\$2,376,346</u>	<u>\$1,984,267</u>	<u>\$2,020,152</u>	<u>\$2,408,366</u>

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

	2015 (3)	2014 (3)	2013 (3)	2012 (3)	2011 (3)
<b>Revenues</b>					
Property and Other Taxes	\$2,506,630	\$2,398,110	\$2,428,550	\$2,323,491	\$2,441,729
Hotel and Motel Taxes (2)	130,927	131,414	123,573	108,149	101,141
Permissive Motor Vehicle Registration Fees	229,371	219,272	211,518	205,874	198,064
Municipal Income Taxes	5,950,233	5,629,111	5,160,857	5,058,025	5,040,931
Charges for Services	439,364	655,088	578,885	630,293	545,526
Licenses and Permits	526,674	552,266	635,913	515,134	434,901
Impact Fees	415,319	414,332	547,854	553,211	367,399
Fines and Forfeitures	170,056	163,208	168,184	177,238	191,866
Intergovernmental	6,876,217	1,437,964	1,622,373	1,401,522	1,699,146
Interest	93,073	57,178	19,330	68,904	60,493
Payments in Lieu of Taxes	176,696	80,223	171,537	728,745	889,381
Rent	0	0	0	0	0
Contributions and Donations	45,928	91,461	49,084	66,222	40,413
Other	685,431	486,846	459,624	371,625	338,685
<i>Total Revenues</i>	<u>18,245,919</u>	<u>12,316,473</u>	<u>12,177,282</u>	<u>12,208,433</u>	<u>12,349,675</u>
<b>Expenditures</b>					
Current:					
General Government	2,310,224	2,518,065	2,521,939	2,766,970	2,473,392
Security of Persons and Property	4,860,311	4,746,507	4,563,421	4,384,265	4,087,623
Transportation	1,354,746	1,076,791	1,448,963	1,547,483	706,954
Leisure Time Activities	758,162	762,477	678,486	597,519	549,167
Public Health Services	158,281	151,150	121,588	127,888	99,073
Community Environment	740,544	753,043	676,204	757,051	505,464
Capital Outlay	7,764,998	716,828	485,257	377,048	588,452
Debt Service:					
Refunded Notes/ Bonds/ Loans Redeemed	0	0	4,875,204	5,892,000	2,025,000
Current Refunding Principal Retirement	0	0	0	0	270,000
Principal Retirement	727,601	717,704	704,276	2,162,302	835,877
Interest and Fiscal Charges	273,382	256,424	329,249	355,737	383,495
Bond Issuance Costs	0	0	59,840	125,157	0
<i>Total Expenditures</i>	<u>18,948,249</u>	<u>11,698,989</u>	<u>16,464,427</u>	<u>19,093,420</u>	<u>12,524,497</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(702,330)</u>	<u>617,484</u>	<u>(4,287,145)</u>	<u>(6,884,987)</u>	<u>(174,822)</u>
<b>Other Financing Sources (Uses):</b>					
Proceeds from the Sale of Capital Assets	15,351	23,341	33,075	23,600	8,200
Inception of a Capital Lease	13,998	8,197	0	92,959	32,724
Refunding Bonds Issued	0	0	4,740,000	1,045,000	0
Payment to Refunded Bond Escrow Agent	0	0	0	(1,085,273)	0
Premium on Refunding Bond Issuance	0	0	226,032	38,621	0
General Obligation Bonds Issued	0	0	0	5,660,000	0
Premium on General Obligation Bond Issuance	0	0	0	191,089	0
Notes Issued	2,300,000	0	0	2,365,000	2,025,000
Loans Issued	0	0	0	0	58,068
Transfers In	5,474,568	4,352,066	4,447,291	5,852,225	4,106,860
Transfers Out	(5,474,568)	(4,352,066)	(4,447,291)	(5,852,225)	(4,106,860)
<i>Total Other Financing Sources (Uses)</i>	<u>2,329,349</u>	<u>31,538</u>	<u>4,999,107</u>	<u>8,330,996</u>	<u>2,123,992</u>
<i>Net Change in Fund Balances</i>	<u>\$1,627,019</u>	<u>\$649,022</u>	<u>\$711,962</u>	<u>\$1,446,009</u>	<u>\$1,949,170</u>
<i>Debt Service as a Percentage of Noncapital Expenditures</i>	9.5%	9.1%	38.7%	49.6%	33.6%

(1) Includes, General, Special Revenue, Capital Projects, and Debt Service Funds.

(2) Prior to 2007, hotel and motel taxes were combined with property and other taxes.

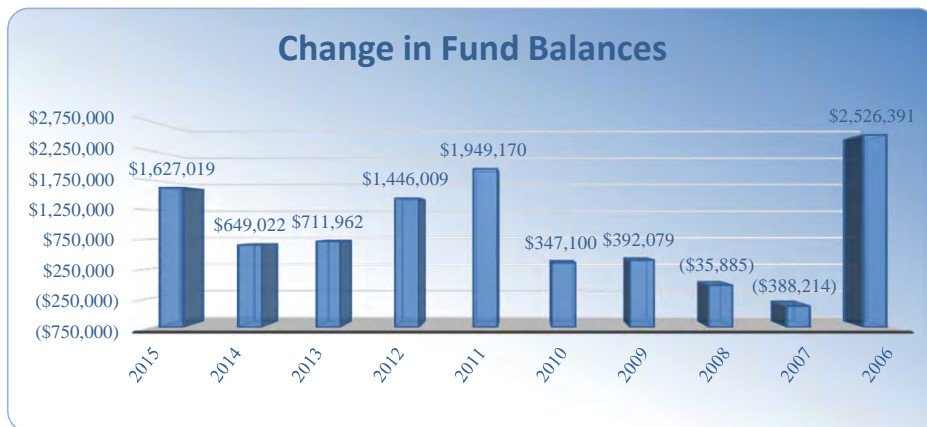
(3) Includes, General, Special Revenue, Capital Projects, Debt Service, and the Permanent Fund.

The City established the Permanent Fund during 2010.



2010 (3)	2009 (1)	2008 (1)	2007 (1)	2006 (1)
\$2,292,735	\$2,265,277	\$2,239,984	\$2,163,962	\$2,163,404
104,494	99,378	116,672	120,875	0
196,698	192,112	187,372	179,605	162,253
4,753,299	4,545,475	4,604,900	4,111,715	3,978,315
535,238	356,126	399,134	467,173	588,978
429,038	335,713	367,840	391,619	568,193
264,926	323,888	485,964	625,041	922,709
172,465	154,033	129,921	149,039	131,273
2,851,331	6,222,723	9,999,439	1,590,508	2,188,653
99,328	160,969	333,264	474,959	435,426
588,786	655,079	499,189	435,003	588,302
850	9,200	3,605	750	11,271
39,305	51,317	59,790	108,592	13,288
489,781	513,194	327,351	171,897	163,766
12,818,274	15,884,484	19,754,425	10,990,738	11,915,831
2,604,829	2,388,797	2,348,840	2,239,363	1,911,991
4,035,685	4,100,220	3,955,781	3,723,538	3,425,707
990,005	732,827	714,092	912,332	439,144
532,160	605,402	780,295	802,152	724,720
93,643	103,446	139,550	122,046	142,208
653,044	585,665	751,771	1,223,401	1,238,791
1,992,242	5,801,436	11,976,399	2,666,657	2,544,059
2,295,000	2,780,000	3,205,000	3,445,000	2,910,000
485,000	695,000	240,000	200,000	225,000
913,707	792,868	885,687	214,688	88,121
446,075	565,608	628,717	621,508	515,277
0	0	0	0	0
15,041,390	19,151,269	25,626,132	16,170,685	14,165,018
(2,223,116)	(3,266,785)	(5,871,707)	(5,179,947)	(2,249,187)
0	0	0	124,084	1,095
16,249	0	655,000	22,665	31,683
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
2,295,000	2,780,000	3,475,000	3,445,000	3,645,000
258,967	893,061	1,855,822	1,199,984	1,097,800
4,416,872	4,580,968	3,895,862	3,749,296	2,842,529
(4,416,872)	(4,595,165)	(4,045,862)	(3,749,296)	(2,842,529)
2,570,216	3,658,864	5,835,822	4,791,733	4,775,578
\$347,100	\$392,079	(\$35,885)	(\$388,214)	\$2,526,391

31.5%      36.2%      35.3%      31.1%      30.8%



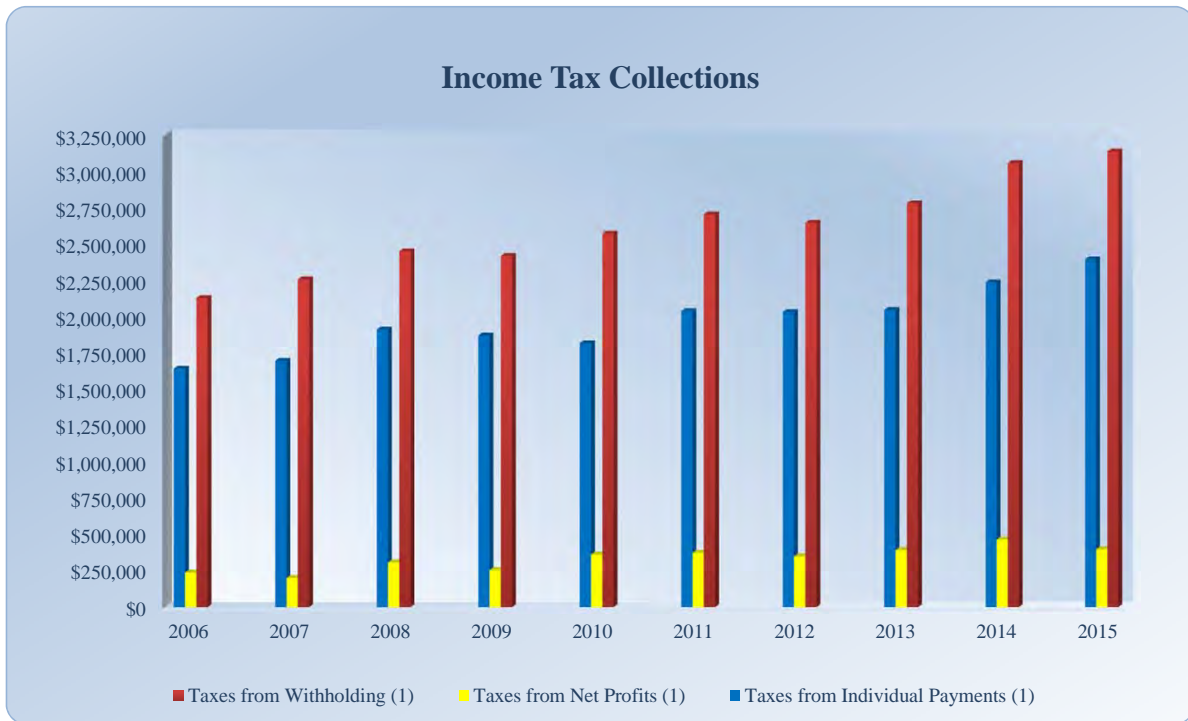
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**City of Pickerington, Ohio**  
**Income Tax Revenue Base and Collections**  
 Last Ten Years

Tax Year	Tax Rate	Total Tax Collected	Taxes from Withholding (1)	Percentage of Taxes from Withholding	Taxes from Net Profits (1)	Percentage of Taxes from Net Profits	Taxes from Individual Payments (1)	Percentage of Taxes from Individual Payments
2015	1%	\$5,931,529	\$3,137,199	52.89%	\$399,681	6.74%	\$2,394,649	40.37%
2014	1%	5,760,828	3,057,322	53.07%	466,037	8.09%	2,237,469	38.84%
2013	1%	5,220,794	2,779,983	53.25%	393,592	7.54%	2,047,219	39.21%
2012	1%	5,029,644	2,646,137	52.61%	350,288	6.96%	2,033,219	40.42%
2011	1%	5,117,727	2,704,270	52.84%	374,826	7.32%	2,038,631	39.83%
2010	1%	4,643,326	2,571,767	55.39%	363,204	7.82%	1,818,328	39.16%
2009	1%	4,527,504	2,418,654	53.42%	255,503	5.64%	1,871,318	41.33%
2008	1%	4,671,505	2,450,369	52.45%	308,373	6.60%	1,912,763	40.95%
2007	1%	4,156,569	2,257,671	54.32%	201,113	4.84%	1,697,786	40.85%
2006	1%	4,010,850	2,129,466	53.09%	238,314	5.94%	1,643,070	40.97%

(1) Cash basis of accounting.

Source: Income Tax Reports, City Income Tax Department



**City of Pickerington, Ohio**  
 Assessed and Estimated Actual Value 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	\$322,316,580	\$106,107,190	\$1,224,067,914	\$2,432,110	\$9,728,440
2014	316,206,460	101,475,730	1,193,377,686	2,354,830	9,419,320
2013	330,707,500	100,510,450	1,232,051,286	2,194,040	8,776,160
2012	328,205,010	88,973,120	1,191,937,514	2,128,700	8,514,800
2011	325,334,960	90,181,070	1,187,188,657	2,034,220	8,136,880
2010	336,705,590	88,760,630	1,215,617,771	1,829,700	7,318,800
2009	333,329,450	87,299,750	1,201,797,714	1,798,870	7,195,480
2008	323,467,550	94,060,140	1,192,936,257	1,798,370	7,193,480
2007	296,541,550	74,459,960	1,060,004,314	2,404,130	9,616,520
2006	274,074,910	67,709,680	976,527,400	2,570,000	10,280,000

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 was phased out beginning in 2006. Both types of general business tangible personal property were assessed at 12.5 for 2007, 6.25 percent for 2008 and zero for 2009. Beginning in 2007, House Bill 66 switched telephone companies from being public utilities to general business taxpayers and began a four year phase out of tangible personal property tax on local and inter-exchange telephone companies. No tangible personal property taxes were levied or collected in 2009 from general business taxpayers (except telephone companies whose last year to pay tangible personal property tax is 2010).

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 percent, 2 1/2 percent and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10 percent rollback for commercial/ industrial property has been eliminated.

Values are shown net of exempt property.

Source: Fairfield County, Ohio; County Auditor

Tangible Personal Property		Total		Ratio	Weighted Average Tax Rate
General Business		Assessed Value	Estimated Actual Value		
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
\$0	\$0	\$430,855,880	\$1,233,796,354	35%	\$6.410920
0	0	420,037,020	1,202,797,006	35%	\$6.426140
0	0	433,411,990	1,240,827,446	35%	\$6.245325
0	0	419,306,830	1,200,452,314	35%	\$6.251845
0	0	417,550,250	1,195,325,537	35%	\$6.235038
160,660	3,213,200	427,456,580	1,226,149,771	35%	\$6.079482
301,040	3,010,400	422,729,110	1,212,003,594	35%	\$6.075933
366,870	5,869,920	419,692,930	1,205,999,657	35%	\$6.018366
2,416,455	19,331,640	375,822,095	1,088,952,474	35%	\$6.343404
3,365,560	17,949,653	347,720,150	1,004,757,053	35%	\$6.402955



**City of Pickerington, Ohio**  
Property Tax Rates, Direct and Overlapping Governments  
(per \$1,000 of assessed value)  
Last Ten Years (1)

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b>Unvoted Millage</b>					
Operating	2.300000	2.300000	2.300000	2.300000	2.300000
<b>Voted Millage - by levy</b>					
2000 Police					
Residential/Agricultural Real	4.183113	4.188839	3.949935	3.930394	3.921990
Commercial/Industrial/Public Utility/Mineral Real	3.859785	3.898884	3.896222	3.993935	3.946811
General Business/Public Utility Personal	5.500000	5.500000	5.500000	5.500000	5.500000
<b><u>Total Millage By Type of Property</u></b>					
Residential/Agricultural Real	6.483113	6.488839	6.249935	6.230394	6.221990
Commercial/Industrial/Public Utility/Mineral Real	6.159785	6.198884	6.196222	6.293935	6.246811
General Business/Public Utility Personal	7.800000	7.800000	7.800000	7.800000	7.800000
<b>Total Direct Rate</b>	<u>6.410920</u>	<u>6.426140</u>	<u>6.245325</u>	<u>6.251845</u>	<u>6.235038</u>
<b>Overlapping Rates by Taxing District</b>					
Fairfield County					
Residential/Agricultural Real	7.859879	7.857379	7.940718	7.935674	7.933207
Commercial/Industrial/Public Utility/Mineral Real	7.901993	7.768445	7.796534	7.834249	7.832841
General Business/Public Utility Personal	8.550000	8.550000	8.550000	8.550000	8.550000
Violet Township					
Residential/Agricultural Real	11.741320	7.951975	7.711161	7.691960	7.680260
Commercial/Industrial/Public Utility/Mineral Real	10.806266	6.877246	6.897248	6.972694	6.827467
General Business/Public Utility Personal	16.150000	12.350000	12.350000	12.350000	12.350000
Pickerington Local School District					
Residential/Agricultural Real	47.347988	47.362613	47.352162	47.688395	42.555875
Commercial/Industrial/Public Utility/Mineral Real	45.314184	44.732973	46.307840	46.719990	41.097131
General Business/Public Utility Personal	84.700000	84.700000	85.500000	85.900000	80.820000
Eastland Joint Vocational School					
Residential/Agricultural Real	2.000000	2.000000	2.000000	2.000000	2.000000
Commercial/Industrial/Public Utility/Mineral Real	2.000000	2.000000	2.000000	2.000000	2.000000
General Business/Public Utility Personal	2.000000	2.000000	2.000000	2.000000	2.000000

(1) Property tax rates shown are based on collection year.

Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes. Real property is reappraised every six years and property values are updated in the third year following each reappraisal.

Rates may only be raised by obtaining the approval of the majority of the voters at a public election.

Source: Fairfield County, Ohio; County Auditor

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<u>2.300000</u>	<u>2.300000</u>	<u>2.300000</u>	<u>2.300000</u>	<u>2.300000</u>
3.735578	3.729792	3.724974	3.860104	3.898059
3.907448	3.910638	3.654629	4.679109	4.809866
<u>5.500000</u>	<u>5.500000</u>	<u>5.500000</u>	<u>5.500000</u>	<u>5.500000</u>
6.035578	6.029792	6.024974	6.160104	6.198059
6.207448	6.210638	5.954629	6.979109	7.109866
<u>7.800000</u>	<u>7.800000</u>	<u>7.800000</u>	<u>7.800000</u>	<u>7.800000</u>
<u>6.079482</u>	<u>6.075933</u>	<u>6.018366</u>	<u>6.343404</u>	<u>6.402955</u>
7.833735	6.752542	6.759145	7.061557	7.077422
7.774519	6.569894	6.388102	7.097903	7.144626
8.550000	7.550000	7.550000	7.550000	7.550000
7.366401	7.364177	7.174830	7.578948	7.610399
6.555080	6.466813	6.115701	7.538961	7.736581
12.350000	12.350000	12.150000	12.150000	12.150000
40.828533	40.400605	40.924329	40.400316	36.794741
40.291587	39.210458	38.406104	41.717053	38.656987
80.250000	79.850000	80.350000	80.750000	77.050000
2.000000	2.000000	2.000000	2.000000	2.000000
2.000000	2.000000	2.000000	2.000000	2.000000
2.000000	2.000000	2.000000	2.000000	2.000000

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**City of Pickerington, Ohio**  
Principal Taxpayers  
Real Estate Tax  
2015 and 2006 (1)

Name of Taxpayer	2015	
	Assessed Value	Percent of Real Property Assessed Value
Pickerington Apartments LLC	\$5,946,260	1.39%
Lakes Edge LLC	4,964,150	1.16%
AERC Turnberry Inc.	4,685,330	1.09%
Regency Centers LP	4,663,240	1.09%
Pickerington Square LP	4,383,130	1.02%
Pickerington Plaza Limited Partnership	3,691,120	0.86%
B&G Realty LLC	3,683,350	0.86%
Walker's Corner II LLC	2,503,920	0.58%
Pickerington Assisted Living LLC	2,436,010	0.57%
Kohls	2,078,370	0.49%
Totals	<u>\$39,034,880</u>	<u>9.11%</u>
Total Assessed Valuation	<u>\$428,423,770</u>	

Name of Taxpayer	2006	
	Assessed Value	Percent of Real Property Assessed Value
Pickerington Apartments LLC	\$5,922,760	1.73%
Dominion Homes Inc.	4,183,440	1.23%
Regency Centers LP	4,126,610	1.21%
Lakes Edge Partnership	3,325,000	0.97%
M/I Homes of Central Ohio	2,981,320	0.87%
Pickerington Plaza Limited Par	2,933,820	0.86%
Centex Homes	2,295,540	0.67%
Homewood Corporation	2,266,540	0.66%
Hill Road Plaza	2,229,290	0.65%
DDR Commercial LP	2,139,730	0.63%
Totals	<u>\$32,404,050</u>	<u>9.48%</u>
Total Assessed Valuation	<u>\$341,784,590</u>	

(1) The amounts presented represent the assessed values upon which 2015 and 2006 collections were based.

Source: Fairfield County, Ohio; County Auditor

**City of Pickerington, Ohio**

Principal Taxpayers

Public Utilities Tax

2015 and 2006 (1)

<u>Name of Taxpayer</u>	2015	
	<u>Assessed Value</u>	<u>Percent of Public Utility Assessed Value</u>
Columbia Gas of Ohio Inc.	\$1,032,750	42.46%
South Central Power Co.	622,810	25.61%
Ohio Power Company	551,210	22.66%
Total	<u>\$2,206,770</u>	<u>90.73%</u>
Total Assessed Valuation	<u>\$2,432,110</u>	

<u>Name of Taxpayer</u>	2006	
	<u>Assessed Value</u>	<u>Percent of Public Utility Assessed Value</u>
Columbia Gas of Ohio Inc.	\$543,720	21.15%
South Central Power Co.	527,540	20.53%
Ohio Bell Telephone Company	497,070	19.34%
Columbus Southern Power Company	345,370	13.44%
Total	<u>\$1,913,700</u>	<u>74.46%</u>
Total Assessed Valuation	<u>\$2,570,000</u>	

(1) The amounts presented represent the assessed values upon which 2015 and 2006 collections were based.

Source: Fairfield County, Ohio; County Auditor

**City of Pickerington, Ohio**  
Principal Taxpayers  
Tangible Personal Property Tax  
2010 and 2006 (1)

Name of Taxpayer	2010	
	Assessed Value	Percent of Tangible Personal Property Assessed Value
Ohio Bell Telephone Company	\$96,880	60.30%
New Par	26,380	16.42%
Cincinnati SMSA Ltd Partnership	20,100	12.51%
T-Mobile Central LLC	15,910	9.90%
Sprint Nextel Corporation	1,250	0.78%
Total	\$160,520	99.91%
Total Assessed Valuation	\$160,660	

Name of Taxpayer	2006	
	Assessed Value	Percent of Tangible Personal Property Assessed Value
Insight Communication of Central Ohio	\$803,420	23.87%
Kroger Co.	543,800	16.16%
Barnes & Noble Booksellers, Inc.	399,480	11.87%
Bed, Bath & Beyond Inc.	304,720	9.05%
Discount Drug Mart, Inc.	274,620	8.16%
Kohl's Department Stores Inc.	256,480	7.62%
Hook Superx Inc.	191,110	5.68%
Sears Roebuck & Co.	184,450	5.48%
Pickerington Apartments	175,874	5.23%
GE Commercial Finance Business	175,080	5.20%
Total	\$3,309,034	98.32%
Total Assessed Valuation	\$3,365,560	

(1) The amounts presented represent the assessed values upon which 2010 and 2006 collections were based. 2010 was the final year of collection for tangible personal property taxes.

Source: Fairfield County, Ohio; County Auditor

**City of Pickerington, Ohio**  
Property Tax Levies and Collections (1)  
Real, Public Utility, and Tangible Personal Property  
Last Ten Years (3)

	2015	2014	2013	2012	2011
<b><u>Real and Public Utility Property</u></b>					
Current Tax Levy	\$2,758,980	\$2,696,129	\$2,688,390	\$2,611,468	\$2,596,780
Current Tax Collections	2,717,953	2,619,187	2,626,923	2,544,501	2,527,996
Percent of Current Collections to Levy	98.51%	97.15%	97.71%	97.44%	97.35%
Delinquent Tax Collections (2)	73,859	59,347	63,832	39,601	164,598
Total Tax Collections	2,791,812	2,678,534	2,690,755	2,584,102	2,692,594
Ratio of Total Collections to Levy	101.19%	99.35%	100.09%	98.95%	103.69%
Outstanding Delinquent Taxes (4)	55,727	76,927	132,697	152,358	158,337
Ratio of Outstanding Delinquent Taxes to Tax Levy	2.02%	2.85%	4.94%	5.83%	6.10%
<b><u>Tangible Personal Property</u></b>					
Current Tax Levy	\$0	\$0	\$0	\$0	\$0
Current Tax Collections	0	0	0	0	0
Percent of Current Collections to Levy	0.00%	0.00%	0.00%	0.00%	0.00%
Delinquent Tax Collections (2)	0	0	0	0	0
Total Tax Collections	0	0	0	0	0
Ratio of Total Collections to Levy	0.00%	0.00%	0.00%	0.00%	0.00%
Outstanding Delinquent Taxes	0	0	0	0	0
Ratio of Outstanding Delinquent Taxes to Tax Levy	0.00%	0.00%	0.00%	0.00%	0.00%

Source: Fairfield County, Ohio; County Auditor

- (1) Includes State reimbursements of homestead and rollback exemptions.
- (2) Delinquent tax collections include amounts collected from penalties, interest, and other delinquent collections.  
The County does not identify delinquent tax collections by tax year.
- (3) The year presented represents the collection year.
- (4) Outstanding Delinquent Taxes exclude penalties and other additional delinquent charges.

Note: Fairfield County's current reporting system does not track delinquency tax collections by tax year. Outstanding delinquencies are tracked in total by the date the parcel is first certified delinquent. Penalties and interest are applied to the total outstanding delinquent balance. The presentation will be updated as new information becomes available.

2010	2009	2008	2007	2006
\$2,498,285	\$2,546,399	\$2,347,367	\$2,389,961	\$2,238,955
2,366,863	2,426,968	2,242,048	2,243,689	2,126,477
94.74%	95.31%	95.51%	93.88%	94.98%
91,961	69,636	67,304	75,769	58,773
2,458,824	2,496,604	2,309,352	2,319,458	2,185,250
98.42%	98.04%	98.38%	97.05%	97.60%
249,895	209,255	168,310	146,272	142,872
10.00%	8.22%	7.17%	6.12%	6.38%
\$1,256	\$2,308	\$22,147	\$37,284	\$52,415
0	2,308	18,345	34,016	45,326
0.00%	100.00%	82.83%	91.23%	86.48%
0	2,370	499	326	966
0	4,678	18,844	34,341	46,292
0.00%	202.69%	85.09%	92.11%	88.32%
2,593	2,130	9,707	8,858	14,114
206.45%	92.29%	43.83%	23.76%	26.93%

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

Governmental Activities				
Year	General Obligation Bonds (3)	Bond Anticipation Notes (6) & (8)	State Infrastructure Bank Loan (4) & (7)	Capital Leases (5) & (6)
2015	\$9,913,520	\$2,300,000	\$0	\$25,854
2014	10,632,594	0	0	44,457
2013	11,342,171	0	0	68,964
2012 (2)	7,075,716	0	4,875,204	98,240
2011	1,187,077	2,025,000	5,480,929	2,998,858
2010	1,252,974	2,295,000	5,997,677	3,162,195
2009	1,313,871	2,780,000	6,283,561	3,454,802
2008	1,369,768	3,475,000	6,070,951	3,746,958
2007	1,420,665	3,445,000	4,459,206	3,683,568
2006	1,471,562	3,645,000	3,645,680	3,825,591

Note: Details regarding the City's outstanding debt can be found in the Notes to the Basic Financial Statements.

- (1) See S36 and S37 for personal income and population data
- (2) The City implemented Governmental Accounting Standards Board Statement No. 63 in 2012.
- (3) 2004 was the first year general obligation bonds payable from property taxes were issued.
- (4) During 2005, the City entered into a State Infrastructure Bank Loan agreement with the Ohio Department of Transportation in the amount of \$7,737,113 for the purpose of financing the Diley Road Widening and Realignment Project.
- (5) During 2002, the City entered into a lease with First Star Bank for the construction of a new police facility.
- (6) During 2012, the City retired all outstanding bond anticipation notes, and the police facility capital lease with proceeds from the issuance of general obligation bonds.
- (7) During 2013, the City retired the outstanding State Infrastructure Bank Loan with proceeds from the issuance of general obligation bonds.
- (8) During 2015, the City issued \$2,300,000 in general obligation bond anticipation notes for the Refugee Road widening project.

Business-Type Activities

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General Obligation Bonds (6)	Bond Anticipation Notes (6)	Revenue Note	OWDA Loan	Issue Two Notes	Capital Leases	Total Debt	Percentage of Personal Income (1)	Per Capita (1)
\$3,461,767	\$0	\$0	\$10,202,178	\$0	\$22,667	\$25,925,986	4.20%	\$1,336
3,903,131	0	0	10,847,143	0	1,627	25,428,952	4.25%	1,332
4,464,996	0	0	11,470,272	0	2,765	27,349,168	4.73%	1,463
5,006,375	0	0	12,087,014	0	12,173	29,154,722	5.07%	1,584
2,960,645	2,780,000	0	12,565,368	0	25,152	30,023,029	5.54%	1,641
3,160,584	3,989,000	0	11,530,965	0	31,678	31,420,073	5.96%	1,767
3,506,230	3,682,000	0	7,596,594	0	42,123	28,659,181	7.59%	1,960
3,846,876	4,325,000	0	974,369	6,299	75,563	23,890,784	6.28%	1,650
4,167,522	5,150,000	0	783,965	18,903	85,037	23,213,866	6.18%	1,598
4,483,168	2,287,500	2,700,000	836,526	31,507	134,633	23,061,167	6.58%	1,699

**City of Pickerington, Ohio**  
Ratio of General Obligation Bonded Debt  
to Estimated Actual Property Value and Per Capita  
Last Ten Years

<u>Year</u>	<u>Population (1)</u>	<u>Estimated Actual Property Value</u>	<u>General Obligation Bonded Debt (2) (3)</u>	<u>General Obligation Bonded Debt to Actual Property Value</u>	<u>General Obligation Bonded Debt Per Capita</u>
2015	19,408	\$1,233,796,354	\$13,375,287	1.08%	\$689.16
2014	19,085	1,202,797,006	14,535,725	1.21%	761.63
2013	18,692	1,240,827,446	15,807,167	1.27%	845.66
2012	18,408	1,200,452,314	12,082,091	1.01%	656.35
2011	18,291	1,195,325,537	4,147,722	0.35%	226.76
2010	17,780	1,226,149,771	4,413,558	0.36%	248.23
2009	14,621	1,212,003,594	4,820,101	0.40%	329.67
2008	14,476	1,205,999,657	5,216,644	0.43%	360.37
2007	14,526	1,088,952,474	5,588,187	0.51%	384.70
2006	13,573	1,004,757,053	5,954,730	0.59%	438.72

(1) Population estimates from Mid Ohio Regional Planning Commission for years 2006-2009.  
Population estimates from the U.S. Census Bureau for years 2010-2015.

(2) The City implemented Governmental Accounting Standards Board Statement No. 63 in 2012.

(3) Although the general obligation debt service fund is restricted for debt service, it is not specifically restricted to the payment of principal; therefore, these resources are not shown as a deduction from general obligation bonded debt.

Source: City financial records



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

<u>Jurisdiction</u>	<u>Governmental Activities Debt Outstanding</u>	<u>Percentage Applicable to City of Pickerington</u>	<u>Amount Applicable to the City of Pickerington</u>
<b><u>Direct - City of Pickerington</u></b>			
General Obligation Bonds	\$9,913,520	100%	\$9,913,520
Bond Anticipation Notes	2,300,000	100%	2,300,000
Capital Leases	25,854	100%	25,854
Total Direct Debt	<u>12,239,374</u>		<u>12,239,374</u>
<b><u>Overlapping Debt</u></b>			
Fairfield County	43,277,367	12.78%	5,530,848
Violet Township	2,290,000	43.11%	987,219
Pickerington Local School District	<u>117,864,987</u>	38.61%	<u>45,507,671</u>
Total Overlapping Debt	<u>163,432,354</u>		<u>52,025,738</u>
Total Direct and Overlapping Debt	<u><u>\$175,671,728</u></u>		<u><u>\$64,265,112</u></u>

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

**City of Pickerington, Ohio**  
**Pledged Revenue Coverage**  
**Revenue Debt - Water**  
**Last Ten Years**

Year	Gross Revenues (1)	Less: Operating Expenses (2)	Net Available Revenue	Issue Two (3)	OWDA		Total		Coverage
				Debt Service	Debt Service		Debt Service		
				Principal	Principal	Interest	Principal	Interest	
2015	\$2,355,625	\$1,953,712	\$401,913	\$0	\$148,299	\$40,877	\$148,299	\$40,877	2.12
2014	2,311,279	1,807,845	503,434	0	143,044	46,132	143,044	46,132	2.66
2013	2,351,312	1,840,132	511,180	0	137,976	51,200	137,976	51,200	2.70
2012	2,417,945	1,548,311	869,634	0	133,088	56,088	133,088	56,088	4.60
2011 (4)	0	0	0	0	0	0	0	0	0.00
2010	0	0	0	0	0	0	0	0	0.00
2009	1,855,965	1,343,124	512,841	6,299	0	0	6,299	0	81.42
2008	1,711,350	1,349,980	361,370	12,604	0	0	12,604	0	28.67
2007	1,885,694	1,262,435	623,259	12,604	0	0	12,604	0	49.45
2006	1,522,382	1,236,880	285,502	12,604	0	0	12,604	0	22.65

- (1) Includes investment income and other non-operating revenues.
- (2) Direct operating expenses does not include depreciation.
- (3) The Issue Two notes were issued interest free.
- (4) In 2011, the City issued \$1,493,755 in OWDA loans. Principal and interest payments were not due until January 2012.

**City of Pickerington, Ohio**  
**Pledged Revenue Coverage**  
**Revenue Debt - Sewer**  
**Last Ten Years**

Year	Gross Revenues (1)	Less: Operating Expenses (2)	Net Available Revenue	Sewer OWDA Debt Service		Coverage
				Principal	Interest	
2015	\$3,479,463	\$1,880,252	\$1,599,211	\$496,666	\$320,490	1.96
2014	3,449,685	2,096,017	1,353,668	480,085	337,070	1.66
2013	3,456,971	2,176,523	1,280,448	478,766	353,503	1.54
2012	3,454,126	1,947,285	1,506,841	425,366	325,049	2.01
2011	3,464,112	1,736,827	1,727,285	510,394	433,953	1.83
2010	3,327,414	1,466,376	1,861,038	61,373	32,173	19.89
2009	2,831,561	1,495,676	1,335,885	58,280	35,266	14.28
2008	2,327,131	1,571,812	755,319	55,345	38,201	8.07
2007	1,872,509	1,256,262	616,247	52,561	40,985	6.59
2006	1,508,156	1,185,516	322,640	49,920	43,626	3.45

(1) Includes investment income and other non-operating revenues.

(2) Direct operating expenses does not include depreciation.

**City of Pickerington, Ohio**  
**Legal Debt Margin**  
**Last Ten Years**

	2015	2014	2013	2012
Total Assessed Property Value	<u>\$430,855,880</u>	<u>\$420,037,020</u>	<u>\$433,411,990</u>	<u>\$419,306,830</u>
Overall Legal Debt Limit (10 ½ % of Assessed Valuation)	<u>45,239,867</u>	<u>44,103,887</u>	<u>45,508,259</u>	<u>44,027,217</u>
Debt Outstanding:				
General Obligation Bonds Payable	\$12,920,000	\$14,050,000	\$15,290,000	\$11,760,000
Notes Payable	2,300,000	0	0	0
Loans Payable (1)	0	0	0	4,875,204
Issue Two Notes Payable	0	0	0	0
OWDA Loans Payable	<u>10,202,178</u>	<u>10,847,143</u>	<u>11,470,272</u>	<u>12,087,014</u>
Total Gross Indebtedness Outstanding	25,422,178	24,897,143	26,760,272	28,722,218
Less: Debt Exempt from Limitation				
General Obligation Bonds Payable	(3,390,000)	(3,825,000)	(4,380,000)	(4,915,000)
Notes Payable	0	0	0	0
Issue Two Notes Payable	0	0	0	0
OWDA Loans Payable	(10,202,178)	(10,847,143)	(11,470,272)	(12,087,014)
Amount Available in Debt Service Fund for General Obligations	<u>(194,339)</u>	<u>(207,093)</u>	<u>(274,430)</u>	<u>(347,654)</u>
Total Net Debt Applicable to Debt Limit	<u>11,635,661</u>	<u>10,017,907</u>	<u>10,635,570</u>	<u>11,372,550</u>
Legal Debt Margin Within 10 ½ % Limitations	<u>\$33,604,206</u>	<u>\$34,085,980</u>	<u>\$34,872,689</u>	<u>\$32,654,667</u>
Legal Debt Margin as a Percentage of the Debt Limit	74.28%	77.29%	76.63%	74.17%
Unvoted Debt Limitation (5 ½ % of Assessed Valuation)	<u>\$23,697,073</u>	<u>\$23,102,036</u>	<u>\$23,837,659</u>	<u>\$23,061,876</u>
Total Gross Indebtedness	25,422,178	24,897,143	26,760,272	28,722,218
Less:				
General Obligation Bonds Payable	(3,390,000)	(3,825,000)	(4,380,000)	(4,915,000)
Notes Payable	0	0	0	0
Issue Two Notes Payable	0	0	0	0
OWDA Loans Payable	(10,202,178)	(10,847,143)	(11,470,272)	(12,087,014)
Amount Available in Debt Service Fund for General Obligations	<u>(194,339)</u>	<u>(207,093)</u>	<u>(274,430)</u>	<u>(347,654)</u>
Net Debt Within 5 ½ % Limitations	<u>11,635,661</u>	<u>10,017,907</u>	<u>10,635,570</u>	<u>11,372,550</u>
Unvoted Legal Debt Margin Within 5 ½ % Limitations	<u>\$12,061,412</u>	<u>\$13,084,129</u>	<u>\$13,202,089</u>	<u>\$11,689,326</u>
Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation	50.90%	56.64%	55.38%	50.69%

(1) During 2008 and 2010, the State Infrastructure Bank Loan was restated.

Sources: Fairfield County, Ohio; County Auditor, and City financial records.

2011	2010	2009	2008	2007	2006
<u>\$417,550,250</u>	<u>\$427,456,580</u>	<u>\$422,729,110</u>	<u>\$419,692,930</u>	<u>\$375,822,095</u>	<u>\$347,720,150</u>
<u>43,842,776</u>	<u>44,882,941</u>	<u>44,386,557</u>	<u>44,067,758</u>	<u>39,461,320</u>	<u>36,510,616</u>
\$4,110,000	\$4,535,000	\$4,965,000	\$5,385,000	\$5,780,000	\$6,170,000
8,373,750	10,720,500	10,966,250	11,801,000	12,664,250	12,950,500
5,480,929	5,997,677	6,283,561	6,070,951	4,459,206	3,645,680
0	0	0	6,299	18,903	31,507
<u>12,565,368</u>	<u>11,530,965</u>	<u>7,596,594</u>	<u>974,369</u>	<u>783,965</u>	<u>836,526</u>
30,530,047	32,784,142	29,811,405	24,237,619	23,706,324	23,634,213
(2,935,000)	(3,295,000)	(3,665,000)	(4,030,000)	(4,375,000)	(4,715,000)
(3,989,000)	(5,682,000)	(4,864,000)	(5,150,000)	(5,762,500)	(5,525,000)
0	0	0	(6,299)	(18,903)	(31,507)
<u>(12,565,368)</u>	<u>(11,530,965)</u>	<u>(7,596,594)</u>	<u>(974,369)</u>	<u>(783,965)</u>	<u>(836,526)</u>
<u>(44,039)</u>	<u>(18,122)</u>	<u>(68,407)</u>	<u>(64,721)</u>	<u>(99,649)</u>	<u>(118,724)</u>
<u>10,996,640</u>	<u>12,258,055</u>	<u>13,617,404</u>	<u>14,012,230</u>	<u>12,666,307</u>	<u>12,407,456</u>
<u>\$32,846,136</u>	<u>\$32,624,886</u>	<u>\$30,769,153</u>	<u>\$30,055,528</u>	<u>\$26,795,013</u>	<u>\$24,103,160</u>
74.92%	72.69%	69.32%	68.20%	67.90%	66.02%
<u>\$22,965,264</u>	<u>\$23,510,112</u>	<u>\$23,250,101</u>	<u>\$23,083,111</u>	<u>\$20,670,215</u>	<u>\$19,124,608</u>
30,530,047	32,784,142	29,811,405	24,237,619	23,706,324	23,634,213
(2,935,000)	(3,295,000)	(3,665,000)	(4,030,000)	(4,375,000)	(4,715,000)
(3,989,000)	(5,682,000)	(4,864,000)	(5,150,000)	(5,762,500)	(5,525,000)
0	0	0	(6,299)	(18,903)	(31,507)
<u>(12,565,368)</u>	<u>(11,530,965)</u>	<u>(7,596,594)</u>	<u>(974,369)</u>	<u>(783,965)</u>	<u>(836,526)</u>
<u>(44,039)</u>	<u>(18,122)</u>	<u>(68,407)</u>	<u>(64,721)</u>	<u>(99,649)</u>	<u>(118,724)</u>
<u>10,996,640</u>	<u>12,258,055</u>	<u>13,617,404</u>	<u>14,012,230</u>	<u>12,666,307</u>	<u>12,407,456</u>
<u>\$11,968,624</u>	<u>\$11,252,057</u>	<u>\$9,632,697</u>	<u>\$9,070,881</u>	<u>\$8,003,908</u>	<u>\$6,717,152</u>
52.12%	47.86%	41.43%	39.30%	38.72%	35.12%

**City of Pickerington, Ohio**  
Demographic and Economic Statistics  
Last Ten Years

Year	Population (1)	Total Personal Income (6)	Personal Income Per Capita (2)	Median Household Income (2)	Median Age (2)
2015	19,408	\$616,922,096	\$31,787	\$82,247	35.3
2014	19,085	598,257,495	31,347	81,540	36
2013	18,692	578,087,484	30,927	81,480	35.3
2012	18,408	574,826,616	31,227	80,783	32.9
2011	18,291	542,072,076	29,636	75,985	34
2010	17,780	526,928,080	29,636	75,985	34
2009	14,621	377,792,019	25,839	63,664	32.7
2008	14,476	374,045,364	25,839	63,664	32.7
2007	14,526	375,337,314	25,839	63,664	32.7
2006	13,573	350,712,747	25,839	63,664	32.7

(1) Population estimates from Mid Ohio Regional Planning Commission for years 2006-2009.  
Population estimates from the U.S. Census Bureau for years 2010-2015.

(2) Source: U.S. Census Estimates

(3) Source: Ohio Department of Education.

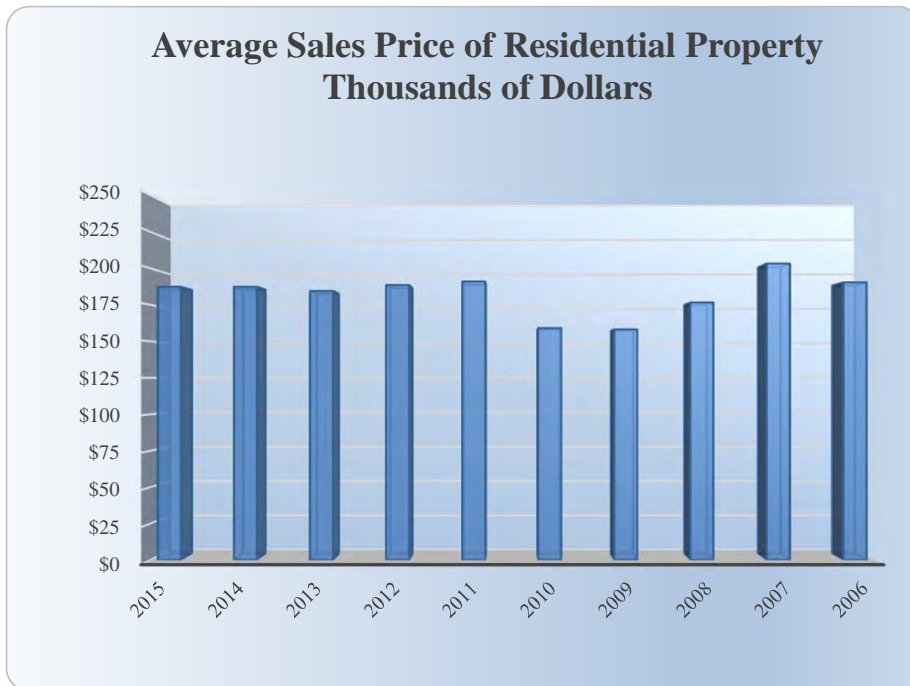
(4) Source: Ohio Bureau of Employment Services. The unemployment rate for the City is not available; therefore, the County rate was used.

(5) Source: Fairfield County, Ohio; County Auditor

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



Educational Attainment: Bachelor's Degree or Higher (2)	School Enrollment (3)	Fairfield County Unemployment Rate (4)	Average Sales Price of Residential Property (5)	Total Assessed Property Value (5)
39.3%	10,042	4.3%	\$187,300	\$430,855,880
38.8	10,080	4.8	187,400	420,037,020
40.1	10,116	5.6	184,500	433,411,990
41.2	10,285	5.8	188,600	419,306,830
41.0	10,326	7.7	190,985	417,550,250
41.0	10,287	7.9	159,126	427,456,580
31.6	9,867	8.5	158,224	422,729,110
31.6	9,820	5.8	176,570	419,692,930
31.6	10,016	5.0	203,188	375,822,095
31.6	9,792	4.5	190,341	347,720,150



**City of Pickerington, Ohio**  
Principal Employers  
2015 and 2006

2015

Employer	Nature of Business	Employees	Percentage of Total City Employment
Pickerington Local School District	School System	1,212	12.69%
Kroger Company, Inc.	Supermarket	385	4.03%
Kohl's Department Stores	Retail	379	3.97%
Ohio Health Corporation	Health Care Facility	274	2.87%
Roosters	Restaurant	247	2.58%
Cracker Barrel Restaurant	Restaurant	243	2.54%
Tamarkin Co Inc.	Supermarket	221	2.31%
Pickerington Nursing and Rehab	Health Care Facility	216	2.26%
McDonalds	Restaurant	173	1.81%
Gratzi Pickerington LLC	Restaurant	151	1.58%
Total		<u>3,501</u>	<u>36.64%</u>
Total Employment within the City		<u>9,554</u>	

2006

Employer	Nature of Business	Employees	Percentage of Total City Employment
Pickerington Local School District	School System	1,084	14.85%
State of Ohio	Government	371	5.08%
Kroger Company, Inc.	Supermarket	332	4.54%
Kohl's Department Stores	Retail	329	4.51%
Cracker Barrel Restaurant	Restaurant	294	4.03%
Kindred Nursing Center	Health Care Facility	201	2.75%
Defense Accounting Office	Government	154	2.11%
City of Pickerington	Government	110	1.51%
American Motorcycle Association	Museum and Organization	105	1.44%
R.G. Barry Corporation	Manufacturing	97	1.33%
Total		<u>3,077</u>	<u>42.15%</u>
Total Employment within the City		<u>7,300</u>	

Source: City Income Tax Department and US Census.



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**City of Pickerington, Ohio**  
 Full-Time Equivalent City Government Employees by Function/Program  
 Last Ten Years

Function/Program	2015	2014	2013	2012	2011
<b>General Government</b>					
Council	7.00	7.00	7.00	7.00	7.00
Mayor	1.00	1.00	1.00	1.00	1.00
Clerk of Courts	1.00	1.00	1.00	1.00	1.00
City Manager	1.00	1.00	1.00	1.00	1.00
Finance Director	1.00	1.00	1.00	1.00	1.00
Human Resources	1.50	1.50	1.50	1.00	1.00
Income Tax	3.50	3.50	3.50	4.50	4.00
Municipal Records	2.00	2.00	2.00	2.00	2.00
Finance Department	2.00	2.00	2.00	2.00	2.00
Facilities Operations	2.00	2.00	2.00	1.00	1.00
Secretary/ Administrative	2.50	2.50	2.50	2.50	3.00
City Engineer	1.00	1.00	1.00	1.00	1.00
Staff Engineer	0.00	0.00	0.00	1.00	1.00
Engineer Inspectors	0.00	0.00	0.00	2.00	2.00
<b>Security of Persons and Property</b>					
Police Chief	1.00	1.00	1.00	1.00	1.00
Police Commanders	2.00	2.00	2.00	2.00	2.00
Police Patrol Officers	22.00	22.00	22.00	21.00	19.00
Police Detectives	3.00	3.00	3.00	3.00	3.00
Police Dispatchers/Office	11.00	11.00	11.00	8.50	10.50
<b>Leisure Time Activities</b>					
Parks & Recreation Director	1.00	1.00	1.00	1.00	1.00
Recreation	1.00	1.00	1.00	1.00	0.50
Parks	2.00	2.00	2.00	2.00	2.00
<b>Community Development</b>					
Building	2.00	2.00	2.00	2.00	3.00
Economic Development	4.00	4.00	4.00	3.00	2.50
<b>Transportation</b>					
Equipment Maintenance	0.00	0.00	0.00	0.00	0.00
Street Maintenance & Repair	5.00	5.00	5.00	5.00	5.00
<b>Basic Utility Services</b>					
Service Director	1.00	1.00	1.00	1.00	1.00
Secretary/ Administrative	4.00	4.00	4.00	4.00	3.00
Water	6.00	6.00	6.00	6.00	5.00
Sewer	4.00	5.00	6.00	6.00	6.00
Stormwater	3.00	3.00	2.00	2.00	2.00
Totals:	<u>97.50</u>	<u>98.50</u>	<u>98.50</u>	<u>96.50</u>	<u>94.50</u>

Source: City financial records

Method: Using 1.0 for each full-time employee and 0.50 for each permanent part-time employee at year end (excludes temporary and seasonal employees). Amounts include elected officials.

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
7.00	7.00	7.00	7.00	7.00
1.00	1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00	3.00
1.00	1.00	1.00	1.00	1.00
3.00	3.00	4.00	4.00	4.00
1.00	1.00	1.50	1.50	1.50
2.00	2.00	2.00	2.00	2.00
1.00	1.00	1.00	1.00	1.00
3.00	3.00	3.00	3.00	3.00
1.00	1.00	0.00	0.00	0.00
1.00	1.00	0.00	0.00	0.00
2.00	2.00	0.00	0.00	0.00
1.00	1.00	1.00	1.00	1.00
2.00	2.00	2.00	2.00	2.00
20.00	19.00	20.00	20.00	19.00
3.00	2.00	3.00	3.00	3.00
9.50	11.50	10.00	10.00	10.00
1.00	1.00	1.00	1.00	1.00
2.00	2.00	2.00	2.00	2.00
2.00	3.00	3.00	3.00	3.00
3.00	3.00	7.00	7.00	7.00
3.00	3.00	4.00	4.00	4.00
0.00	0.00	1.00	1.00	1.00
5.00	5.00	5.00	6.00	6.00
1.00	1.00	1.00	1.00	1.00
3.00	3.00	2.00	2.00	2.00
5.00	5.00	5.00	5.00	6.00
6.00	5.00	5.00	5.00	3.00
2.00	2.00	2.00	2.00	2.00
<u>94.50</u>	<u>94.50</u>	<u>97.50</u>	<u>98.50</u>	<u>98.50</u>

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

Function/Program	2015	2014	2013	2012
<b>General Government</b>				
<i><b>Council and Clerk</b></i>				
Number of Ordinances Passed	44	67	81	77
Number of Resolutions Passed	50	41	30	49
<i><b>Finance Department</b></i>				
Number of checks/ vouchers issued	4,286	4,346	4,158	4,612
Number of P.O.'s issued	3,255	3,279	3,285	3,028
Interest earnings for fiscal year (1)	\$74,285	\$60,953	\$40,631	\$43,491
General Fund Receipts (1)	\$9,019,315	\$8,376,598	\$7,973,116	\$7,880,393
General Fund Expenditures (1)	\$8,559,589	\$7,965,622	\$8,116,822	\$8,588,715
General Fund Cash Balances	\$4,223,426	\$3,726,214	\$3,185,607	\$3,084,553
<i><b>Income Tax Department</b></i>				
Forms Prepared/ Mailed				
Number of Tax Returns (4)	10,754	10,439	10,346	10,035
Withholding Forms (4)	1,535	3,005	2,684	2,362
Estimate Statements	2,986	3,007	2,686	2,914
Federal 1099-G	2,003	2,220	2,217	2,153
Collections				
Tax (2)	\$5,931,529	\$5,760,828	\$5,220,794	\$5,029,644
Refunds	\$245,768	\$298,232	\$223,352	\$249,591
<i><b>Utilities Billing</b></i>				
Shut-off notices processed	3,977	3,940	3,651	3,739
Work Orders Processed	1,744	1,808	2,138	1,714
New Accounts Added	137	138	102	88
Utility Bills Mailed	70,067	67,624	66,795	65,907
<i><b>Building Department Indicators</b></i>				
Construction Permits Issued				
New Residential	104	108	104	98
Commercial	165	213	172	144
Minor	396	335	319	284
Inspection Statistics				
Residential	2,970	2,564	2,343	2,175
Commercial	708	914	697	680
Contractor Registration Statistics				
Registrations	445	427	468	374

(1) Cash basis of accounting.

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Source: City financial records

2011	2010	2009	2008	2007	2006
82	102	93	96	104	197
27	22	30	18	21	77
7,527	7,710	7,765	8,318	8,169	7,491
2,899	2,703	2,609	2,866	2,701	2,355
\$50,736	\$92,091	\$150,287	\$189,661	\$280,207	\$264,867
\$8,531,965	\$7,714,298	\$7,251,584	\$7,445,994	\$6,523,944	\$6,682,503
\$7,780,851	\$7,448,350	\$3,376,774	\$3,532,008	\$3,769,106	\$3,732,306
\$3,536,083	\$3,145,938	\$2,854,677	\$2,282,464	\$1,455,533	\$2,195,013
10,145	9,921	9,643	9,680	9,705	9,212
2,189	1,921	1,865	1,835	1,824	1,948
2,720	2,800	3,071	2,979	2,690	2,755
1,988	1,959	2,336	2,286	2,129	1,900
\$5,117,727	\$4,643,326	\$4,527,504	\$4,671,505	\$4,156,569	\$4,010,850
\$226,016	\$205,136	\$213,084	\$235,826	\$190,544	\$177,072
4,188	3,916	3,761	3,118	2,083	1,848
1,313	1,466	1,211	2,045	1,452	1,884
75	82	95	75	130	175
65,186	64,483	63,554	62,877	60,951	58,805
52	66	70	50	130	234
169	93	100	98	102	142
230	273	200	93	124	135
1,376	1,881	1,749	1,603	3,338	5,346
861	417	709	732	912	1,632
328	337	253	337	337	396

(continued)

**City of Pickerington, Ohio**  
 Operating Indicators by Function/Program (Continued)  
 Last Ten Years

Function/Program	2015	2014	2013	2012
<b>Security of Persons &amp; Property</b>				
<i>Police</i>				
Total Calls for Services	32,735	34,488	32,829	37,792
Total Reports Taken	2,746	2,053	2,031	1,998
OMVI/DUI	53	66	45	50
Juvenile/ Adult Traffic Citations	2,603	2,626	2,516	2,701
Juvenile Education				
Enforcement Program	0	0	0	1
Serious Crime/ Incidents				
Accidents	595	560	564	483
Homicides	0	1	0	0
Fatal Accidents	1	2	0	0
Rapes	11	2	7	8
Auto Theft	12	17	19	12
Robbery	12	4	6	10
Burglary	39	41	55	43
Assaults	42	40	40	56
Suicides	0	3	3	1
<b>Leisure Time Activities</b>				
<i>Parks &amp; Recreation</i>				
Park Land and Acreage	157.33	157.33	157.33	157.33
Street Trees				
Number of trees planted	503	250	233	94
Number of trees pruned	600	138	262	706
Number of trees removed	233	52	75	86
Recreation Activities (3)				
Basketball Leagues	0 teams	0 teams	0 teams	0 teams
Co-Rec Volleyball League	8 teams	5 teams	5 teams	7 teams
Softball Leagues	29 teams	24 teams	24 teams	32 teams
<b>Community Development</b>				
<i>Planning &amp; Zoning Indicators</i>				
Comprehensive Sign Plans	13	7	17	8
Rezoning	2	0	4	3
Annexations	1	0	0	1
Certificates of Appropriateness	9	8	14	16
Lot Splits	1	1	1	3
Subdivision Plats	3	0	1	0
Planned Unit Developments	1	1	0	0
Complaints Received	383	433	294	259
Inspections Completed	377	424	270	252
Unresolved Issues	6	9	24	7
<b>Streets and Equipment Maintenance</b>				
Storm Sewers				
Inlets	3	17	1	17
Collapsed Lines	0	70	320	0
Ditches	230	969	0	0

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 (9) During 2015, the City began tracking the amount of caustic and bisulfite used annually.

Source: City financial records

2011	2010	2009	2008	2007	2006
38,011	31,344	37,243	36,489	35,687	30,290
1,939	1,919	1,999	1,935	2,246	2,299
35	48	41	39	68	61
2,841	2,525	2,431	2,215	2,620	2,602
10	1	3	3	7	27
432	468	491	493	574	584
0	0	0	0	1	0
1	1	0	0	1	1
5	6	8	4	1	4
11	5	15	25	13	24
8	9	15	2	13	13
52	42	52	55	36	50
51	57	57	54	50	53
1	0	0	3	0	2
157.33	157.33	157.33	157.33	157.33	157.33
148	88	216	176	288	450
940	633	700	265	265	275
39	33	61	61	61	31
0 teams	5 teams	8 teams	8 teams	6 teams	n/a
9 teams	9 teams	11 teams	11 teams	11 teams	n/a
35 teams	40 teams	41 teams	41 teams	41 teams	n/a
19	14	13	17	25	25
2	3	4	1	3	6
1	0	2	0	0	0
13	13	13	15	22	24
1	4	3	7	9	4
3	0	0	0	1	2
1	1	1	1	0	2
272	305	930	792	627	272
238	398	888	731	532	680
34	50	42	61	55	38
17	9	14	12	15	36
65	465	500	600	1,475	250
0	270	300	250	900	600

(continued)

**City of Pickerington, Ohio**  
 Operating Indicators by Function/Program (Continued)  
 Last Ten Years

Function/Program	2015	2014	2013	2012
<b>Streets and Equipment Maintenance (continued)</b>				
Leaf Pick Up				
Loads	104	82	98	127
Days	33	44	31	98
Snow Removal				
Salt (tons)	1,600.00	2,400.00	1,284.62	558.00
Hours	1,125.5	661.0	698.5	149.5
Sand/Chloride (gallons)	0.00	0.00	0.00	0.00
Signs				
Repair/Replace	10	93	153	99
New	62	43	19	22
Mosquito Fogging (hrs)	176.00	104.00	31.50	9.90
Street Maintenance				
Striped (miles)	8.00	12.78	10.80	2.00
Street Sweeping (cu. yd.)	26	130	21	98
Berming (miles)	5.00	0.00	0.00	2.00
Crack Sealing (sq. yards or tons) (6)	153,662	137,703	60,737	87,621
<b>Water Department</b>				
Revenue Collected (1)	\$2,332,796	\$2,308,794	\$2,327,814	\$2,385,321
Water Processed (Million Gallons Per Day)				
Raw Water	693.72	678.22	720.03	721.16
Avg./Day	1.90	1.85	1.97	1.98
Water to System	459.93	483.80	499.60	508.51
Avg./Day	1.26	1.33	1.37	1.39
Chemical Usage (in 1000s)				
Chlorine	5,685	5,577	6,090	5,733
Avg./Day	15.57	15.28	16.68	15.71
Fluoride	20,444	20,290	20,736	20,656
Avg./Day	56.01	55.59	56.81	56.59
Phosphate	25,859	24,371	24,537	26,812
Avg./Day	70.84	66.77	67.22	73.45
Potassium	20,916	21,808	19,967	18,874
Avg./Day	57.30	59.75	54.70	51.71
Caustic (9)	12,930	n/a	n/a	n/a
Avg./Day	35.42	n/a	n/a	n/a
Bisulfite (9)	16,601	n/a	n/a	n/a
Avg./Day	45.48	n/a	n/a	n/a
Annual Water Pumpage (in 1000s)				
Raw Water	693,720	678,223	720,033	721,164
Treated Water	459,929	532,328	546,520	606,241
Plant Use	64,000	277,000	68,000	156,500
<b>Sewer Department</b>				
Revenue Collected (1)	\$3,489,617	\$3,430,884	\$3,428,190	\$3,423,016
Treated Water (total for year)	775.96	716.97	795.42	793.90
Average (Gallons Per Day)	2.130	1.964	2.180	2.170
Sludge Hauled (tons)	241.14	254.33	183.69	266.00
<b>Aquatic Recreation Center (5)</b>				
Revenue Collected (1)	\$161,777	\$161,743	\$169,595	\$191,108
Number of Memberships Sold	387	457	559	624
Number of Day Passes Sold (8)	5,098	1,760	0	n/a
Number of Patrons (7)	1,300	1,588	1,887	2,119

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Source: City financial records



2011	2010	2009	2008	2007	2006
95	86	141	115	110	115
44	40	43	42	50	45
2,616.00	2,514.33	1,170.00	1,800.00	1,750.00	199.00
374.8	863.5	644.0	389.5	174.0	240.0
0.00	34.28	20	0	0	0
89	58	63	93	75	147
17	25	13	27	37	37
32.50	98	68	120	52	260
0.44	0.59	18.44	6.00	17.00	19.48
121	52	211	110	140	150
2.00	1.50	5.00	2.00	6.00	6.00
143,890	1.90	3.05	0.00	1.25	0.00
\$2,174,947	\$1,994,091	\$1,796,125	\$1,604,908	\$1,588,040	\$1,261,700
576.69	557.00	549.90	576.40	590.96	551.13
1.58	1.53	1.51	1.58	1.62	1.51
477.90	503.10	501.71	521.72	536.99	494.76
1.30	1.38	1.37	1.43	1.47	1.36
7,247	8,316	7,846	7,813	7,347	6,007
19.85	22.79	21.49	21.40	20.12	16.46
16,798	17,382	16,699	17,535	18,298	17,429
46.02	47.62	45.75	48.04	50.13	47.50
26,134	27,428	26,714	25,420	25,920	24,368
71.60	75.15	73.18	69.64	71.01	66.76
18,632	19,111	19,249	14,499	12,745	12,537
51.04	52.36	52.74	39.72	34.91	34.34
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
576,694	557,004	549,900	569,530	590,957	551,130
517,123	503,100	501,709	515,860	536,990	516,750
4,861	61,250	46,538	58,110	50,850	52,800
\$3,463,565	\$3,260,014	\$2,735,204	\$2,177,967	\$1,731,150	\$1,383,818
703.00	440.41	420.74	498.55	456.32	492.81
1.920	1.210	1.152	1.370	1.250	1.360
183.26	278.66	308.27	376.50	304.17	158.00
\$185,440	\$201,701	\$267,661	\$269,419	\$0	\$0
585	636	684	672	0	0
n/a	n/a	n/a	n/a	n/a	n/a
2,091	0	0	0	0	0

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

Function/Program	2015	2014	2013	2012
<b>General Government</b>				
Square Footage of Municipal Building	9,280	9,280	9,280	9,280
Square Footage of Building Department	2,547	2,547	2,547	2,547
Vehicles	5	5	6	6
<b>Police</b>				
Stations	1	1	1	1
Square Footage of Building	20,531	20,531	20,531	20,531
Vehicles	17	16	17	17
Motorcycle	0	0	0	0
<b>Leisure Time Activities</b>				
Number of Parks	7	7	7	7
Number of Tennis Courts	3	3	5	5
Number of Skateboarding Areas	1	1	1	1
Number of Baseball and Softball Diamonds	4	4	4	4
Number of Soccer Fields	3	3	3	3
Disc Golf Course	1	1	1	1
Vehicles	2	2	4	4
Basketball Courts	3	3	2	2
<b>Transportation</b>				
Streets (miles)	74.49	73.80	73.80	73.80
Service Vehicles	17	20	22	16
<b>Service Complex (2)</b>				
Square Footage of Cold Storage Building	4,368	4,368	4,368	4,368
<b>Sewer</b>				
Sanitary Sewers (feet)	424,618	423,945	421,299	421,299
Square Footage of Building	800	800	800	800
Vehicles	2	2	3	3
<b>Water</b>				
Square Footage of Building	13,667	13,667	13,667	13,667
Water Lines (feet)	346,857	345,094	341,101	341,101
Vehicles	5	3	3	3
<b>Stormwater</b>				
Storm Sewers (feet)	218,200	218,072	218,072	218,072
<b>Utilities</b>				
Square Footage of Utilities Complex	1,658	1,658	1,658	1,658
<b>Aquatic Recreation Center (1)</b>				
Acreage	3.89	3.89	3.89	3.89
Square Footage of Adult Swimming Pool	9,350	9,350	9,350	9,350
Square Footage of Youth Swimming Pool (3)	0	250	250	250
Square Footage of Splashpad (4)	2,036	0	0	0

(1) During 2008, the City purchased the Aquatic Recreation Center.

(2) During 2008, the City constructed a cold storage building to be used by all departments.

(3) During 2015, the City enclosed the youth swimming pool with concrete since it did not meet ADA requirements.

(4) During 2015, the City installed a Splashpad at the Aquatic Recreation Center.

n/a - Information was not available.

Source: City financial records

2011	2010	2009	2008	2007	2006
9,280	9,280	9,280	9,280	9,280	7,744
2,547	2,547	2,547	2,547	2,547	2,547
6	6	5	5	5	5
1	1	1	1	1	1
20,531	20,531	20,531	20,531	20,531	20,531
20	18	18	17	16	15
1	1	1	1	1	1
7	7	7	7	7	7
5	5	5	5	5	1
1	1	1	1	1	1
4	4	4	4	4	4
3	3	3	3	4	4
1	1	0	0	0	0
4	5	8	8	8	8
2	2	2	2	2	2
73.80	73.80	73.80	73.80	58.23	58.23
15	17	15	15	15	15
4,368	4,368	4,368	4,368	0	0
421,299	409,840	409,840	409,840	397,807	397,807
800	800	800	800	800	800
3	3	3	2	2	2
13,667	13,667	13,667	13,667	13,667	13,667
341,101	351,814	312,377	312,377	307,498	307,498
3	3	3	2	2	2
217,687	217,687	214,807	210,987	204,969	204,969
1,658	1,658	1,658	1,658	1,658	1,658
3.89	3.89	3.89	3.89	0	0
9,350	9,350	9,350	9,350	0	0
250	250	250	250	0	0
0	0	0	0	0	0

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**CITY OF PICKERINGTON  
FAIRFIELD COUNTY, OHIO**

*SUPPLEMENTAL REPORT*

FOR THE YEAR ENDED  
DECEMBER 31, 2015

**CHRIS SCHORNACK, FINANCE DIRECTOR**

**CITY OF PICKERINGTON  
FAIRFIELD COUNTY, OHIO**

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**Julian & Grube, Inc.**  
*Serving Ohio Local Governments*

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

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

City of Pickerington  
Fairfield County  
100 Lockville Road  
Pickerington, Ohio 43147

To the Members of Council and Mayor:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Pickerington, Fairfield County, Ohio, as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the City of Pickerington's basic financial statements and have issued our report thereon dated June 29, 2016, wherein we noted as discussed in Note 3, the City of Pickerington adopted Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement No. 27* and No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - an Amendment of GASB Statement No. 68*.

***Internal Control Over Financial Reporting***

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

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

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

Members of Council and Mayor  
City of Pickerington

***Compliance and Other Matters***

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

***Purpose of this Report***

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

A handwritten signature in cursive script that reads "Julian & Grube, Inc." The signature is written in black ink on a white background.

Julian & Grube, Inc.  
June 29, 2016





# Dave Yost • Auditor of State

**CITY OF PICKERINGTON**

**FAIRFIELD COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
SEPTEMBER 27, 2016**