

**CITY OF MARYSVILLE
UNION COUNTY**



SINGLE AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2020

OHIO AUDITOR OF STATE
KEITH FABER



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Columbus, Ohio 43215
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Honorable Mayor and City Council
City of Marysville
209 South Main Street
Marysville, Ohio 43040

We have reviewed the *Independent Auditor's Report* of the City of Marysville, Union County, prepared by Plattenburg & Associates, Inc., for the audit period January 1, 2020 through December 31, 2020. 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 Marysville is responsible for compliance with these laws and regulations.

A handwritten signature in cursive script that reads "Keith Faber".

Keith Faber
Auditor of State
Columbus, Ohio

August 31, 2021

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**CITY OF MARYSVILLE
UNION COUNTY
FOR THE YEAR ENDED DECEMBER 31, 2020**

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City of Marysville
Schedule of Expenditures of Federal Awards
For The Year Ended December 31, 2020

| Federal Grantor/ Pass Through Grantor/ Program Grant Title | Pass Through Entity Number | CFDA Number | Expenditures |
|---|---------------------------------------|------------------------|----------------------------|
| UNITED STATES DEPARTMENT OF TRANSPORTATION | | | |
| <i>Passed through Ohio Department of Transportation</i> | | | |
| Highway Planning and Construction Cluster: | | | |
| US33/SR31 Interchange | PID 106441 | 20.205 | \$1,778,623 |
| Smart Mobility Grant | PID 106432 | 20.205 | <u>142,145</u> |
| Total Highway Planning and Construction Cluster | | | 1,920,768 |
| Total United States Department of Transportation | | | 1,920,768 |
| UNITED STATES DEPARTMENT OF JUSTICE | | | |
| Direct: | | | |
| Bulletproof Vest Partnership Program | N/A | 16.607 | <u>1,373</u> |
| Total United States Department of Justice | | | 1,373 |
| UNITED STATES DEPARTMENT OF THE TREASURY | | | |
| <i>Passed through Ohio Department of Budget Management</i> | | | |
| Coronavirus Relief Fund | HB481-CRF-Local | 21.019 | <u>495,785</u> |
| Total United States Department of the Treasury | | | 495,785 |
| Total Expenditures of Federal Awards | | | <u><u>\$ 2,417,926</u></u> |

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards is a summary of the activity of the City's federal award programs. The schedule has been prepared using the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). The City did not elect to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE B - MATCHING REQUIREMENTS

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

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

Honorable Mayor and City Council
City of Marysville

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Marysville (the City), as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated August 2, 2021.

Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be a material weakness. Finding 2020-001.

Compliance and Other Matters

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

City's Response to Finding

The City's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

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

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.

Cincinnati, Ohio

August 2, 2021

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

Honorable Mayor and City Council
City of Marysville

Report on Compliance for Each Major Federal Program

We have audited the City of Marysville's (the City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2020. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the City, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2020.

Report on Internal Control over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

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

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

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated August 2, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. We have not performed any procedures to the audited financial statements subsequent to August 2, 2021. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
Cincinnati, Ohio
August 11, 2021

**CITY OF MARYSVILLE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended December 31, 2020**

Section I – Summary of Auditor’s Results

Financial Statements

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

Internal control over financial reporting:

- Material weakness(es) identified? Yes
- Significant Deficiency(s) identified? None reported

Noncompliance material to financial statements noted? No

Federal Awards

Internal control over major federal programs:

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

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

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

Identification of major federal programs:
Coronavirus Relief Fund -CFDA# 21.019

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

Auditee qualified as low-risk auditee? Yes

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

2020-001-Material Weakness-Controls Related to Financial Reporting

The presentation of financial statements and related footnotes that are free of material misstatement is the responsibility of the City’s management. Independent auditors are not part of an entity’s internal control structure and should not be relied upon by management to detect misstatements in the financial statements.

Thus, it is important that management develop control procedures related to preparing financial statements and footnotes that enable management to prevent and detect potential misstatements in the financial statements and footnotes in a timely manner prior to audit.

Our audit identified misstatements in the City's financial statements that required adjustment in order to present the financial statements in accordance with accounting principles generally accepted in the United States of America.

We provided adjustments to the City which corrected the misstatements prior to the issuance of the financial statements. The misstatements related to Intergovernmental Revenue, Expenditures, Proceeds of Long-Term Debt, Long-Term Liabilities, Unearned Revenue, Fund Balance, and Net Position.

Recommendation:

Develop a systematic, detailed financial statement preparation and review process.

Management's Response:

The City agrees.

Section III – Federal Award Findings and Questioned Costs

None

CITY OF MARYSVILLE
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
December 31, 2020

The City of Marysville had no prior audit findings or questioned costs.

**CITY OF MARYSVILLE
CORRECTIVE ACTION PLAN
2 CFR 200.511(c)
Year Ended December 31, 2020**

| Finding Number | Planned Corrective Action | Anticipated Completion Date | Responsible Contact Person |
|-------------------|--|--------------------------------|-------------------------------|
| 2020-001 | The City will review the financial statement preparation process with the City's outside consultant to determine the reasons for the adjustments. The process will be updated to avoid future adjustments. | FY2021 | Brad Lutz |

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City of Marysville, Ohio

Comprehensive Annual Financial Report

For the Year Ended December 31, 2020

2020



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2020

Prepared by the Finance Department

Brad Lutz
Finance Director



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UNION COUNTY, OHIO

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INTRODUCTORY SECTION





CITY OF MARYSVILLE

209 South Main Street • Marysville, Ohio 43040

Brad Lutz, City Finance Director

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August 2, 2021

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

We are pleased to present the **Comprehensive Annual Financial Report** Comprehensive Annual Financial Report of the City of Marysville, Ohio, (the City) for the year ended December 31, 2020. The report has been prepared in accordance with Generally Accepted Accounting Principles (GAAP) established by statements of the Governmental Accounting Standards Board (GASB), other authoritative pronouncements and guidelines recommended by the Government Finance Officers Association (GFOA) of the United States and Canada, and audited in accordance with Generally Accepted Auditing Standards (GAAS). GAAP requires a narrative introduction, overview, and analysis called the Management's Discussion and Analysis (MD&A) to accompany the basic financial statements. This Letter of Transmittal (LOT) is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

THE REPORT

State law, along with *Administrative Rules* of the Auditor of State, requires all City governments to publish an Annual Report within 150 days of the close of each fiscal year. This report must present a complete set of financial statements presented in conformity with GAAP. Various City debt service *Trust Agreements* require Audited Annual Reports in accordance with GAAS. Pursuant to these requirements, we hereby issue the Comprehensive Annual Financial Report of the City of Marysville, Ohio, for the fiscal year ended December 31, 2020.

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

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

***Letter of Transmittal
For the Year Ended December 31, 2020***

The firm of Plattenburg, Certified Public Accountants (independent auditor) has audited the financial statements of the City. The objective of the independent audit was to provide reasonable assurance that the financial statements of the City for the year ended December 31, 2020, are free from misstatement. The audit involved examining, on a test basis, evidence supporting amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by the management, and evaluating the overall financial statement presentation. The independent auditor issued an unmodified opinion that the basic financial statements are presented fairly in conformity with GAAP, in all material respects, representing the financial position of the City as of December 31, 2020. The Independent Auditor's Report is presented as the first component of the financial section of this report.

PROFILE OF THE CITY OF MARYSVILLE

City Overview

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

Effective January 1, 2016, the form of government provided by the charter of the City switched from the "mayor-director-council form of government" to the "council-manager form of government." Legislative authority is exercised by a seven-member City Council (the "Council") that meets regularly on the second and fourth Thursdays of each month. Three members of Council are elected from the City at large and four are elected from each of four wards. Council members serve overlapping terms of four years. At the first meeting of each year, the Council elects one of its members to serve as Mayor and one to serve as Vice-Mayor, each for a term of one year.

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

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

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

***Letter of Transmittal
For the Year Ended December 31, 2020***

The Reporting Entity

The accompanying basic financial statements comply with the provisions of GASB Statement No. 14, "*The Financial Reporting Entity*", as amended by GASB Statement No. 39, "*Determining Whether Certain Organizations are Component Units*" and GASB Statement No. 61 "*The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34,*" in that the financial statements include all of the organizations, activities, functions and component units for which the City (The Reporting Entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (1) the City's ability to impose its will over the component unit, or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the City.

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

Budgetary and Accounting Controls

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

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

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

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

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

***Letter of Transmittal
For the Year Ended December 31, 2020***

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

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

LOCAL ECONOMY

The City of Marysville, once a predominantly agricultural area, has transformed into a young and robust municipality. Much of this economic development has been in the area of manufacturing and relates to its two largest corporations: Honda of America Mfg., Inc., and The Scotts Miracle-Gro Company. The first Honda facility (motorcycle production) was built in the late 1970's with two other large facilities (automobile, research and development) constructed in the 1980s outside the City, but within the County, and serves as a major employer for the City's residents. The Scotts Miracle-Gro Company, founded in Marysville in 1868, employs approximately 1,450 people and maintains its World and North American Headquarters as well as its main manufacturing facility in the City.

Industrial developments within the City limits are predominately clustered in the southeastern portion of the City along Industrial Parkway. A significant amount of vacant farmland and potential development sites are also found in this area, including the 206-acre 33 Innovation Park -- in which the first business is set to open in 2021. In addition, a small number of industrial businesses, office and research and development facilities operate on small sites throughout the city. The largest existing research and development facility, the Nestle Product Technology Center, employs approximately 175 people and is located on Collins Avenue. However, other research and development facilities are operated by The Scotts Miracle-Gro Company, ContiTech, Parker Hannifin, and Honda of America Mfg., Inc.

Retail developments such as Coleman's Crossing, City Gate, Cook's Pointe, and Bethel Woods, offer several hundred acres of commercial development. These developments are located along US 33, making Marysville a regional shopping destination. Several big box retailers such as Home Depot, Wal-Mart, Lowe's, Meijer, and Kroger Marketplace have called Marysville home for the past several years. These businesses have spurred additional retail and commercial development in the area and more businesses are currently being planned.

Marysville provides a wide range of residential options throughout the community, from upscale, executive homes to traditional suburban homes, as well as the historic residential area in the neighborhood known as Olde Marysville. The sharp increase in population over the last 10 years has been the catalyst for several large residential developments, including Mill Valley and Scott Farms to the north of US 33 as well as the Green Pastures subdivision in the western portion of the City. Several other residential developments are located along State Route 4/US 36 and State Route 38 in the southwest area of the City.

***Letter of Transmittal
For the Year Ended December 31, 2020***

Uptown Marysville, which includes the historic central business district and seat of County government, is composed of a mix of residential, retail, and office uses in the blocks surrounding the intersection of Fifth and Main streets. The Uptown District has witnessed an extensive amount of investment and new commercial activity within recent years and is quickly emerging as a regional dining, shopping, and entertainment destination.

ECONOMIC DEVELOPMENT

In spite of the Covid-19 pandemic, 2020 was a successful year for economic development in the City thanks to a strong and diverse business community and monetary support provided by the State and Federal governments to local businesses. The strength of our local economy allowed for commercial and industrial businesses to remain open providing much needed jobs to our residents impacted by the pandemic. In fact, Union County's unemployment rate in December of 2020 was 3.3%, which was considerably lower than the State of Ohio and United States at 5.6% and 6.7% respectively.

Some of the economic development highlights from 2020 include:

33 Smart Mobility Corridor

The activation and expansion of the fiber network associated with the 33 Smart Mobility Corridor project continued in 2020 while the installation of DSRCs and other smart infrastructure along US-33 is expected to be complete in 2021.

33 Smart Mobility Corridor Marketing Strategy

Implementation of the 33 Smart Mobility Corridor Marketing Strategy began in 2020 focusing on Union County, Marysville, and the US-33 Corridor. This is a comprehensive economic development marketing plan that includes positioning, marketing goals and strategies, audiences, tactics, timelines, and budgets.

Strategic Destination Analysis & Hospitality Plan

The Union County-Marysville Economic Development Partnership is assisting the Union County Convention & Visitors Bureau with the completion of a Strategic Destination Analysis and Hospitality Plan. The plan includes a SWOT Analysis and will determine the forces that are likely to affect tourism and business travel in Marysville and Union County. Once completed in 2021, the plan will uncover destinations and reasons for business and leisure visits, identify opportunities to improve local amenities, explore the need for meeting space/conference center, and present recommendations on how the community can grow and support the travel and hospitality industry.

33 Innovation Park Attraction Efforts

The City of Marysville and Union County-Marysville Economic Development Partnership continued to work closely with Lee & Associates and other partners to secure the first tenant at the 33 Innovation Park.

Automotive & Mobility Innovation Center (AMIC)

After receiving grant funding through the 2018 Ohio Capital Appropriations Bill, planning began to establish the AMIC at the 33 Innovation Park. The AMIC will be a 18,000 square-foot center of innovation that will house multiple offices, co-working space, data center, and other amenities for companies, governmental agencies, and academia involved with the development and testing of smart mobility technologies. It is anticipated that the AMIC will be open in 2022.

***Letter of Transmittal
For the Year Ended December 31, 2020***

Tax Incentive Impact Study

To better understand the impact that tax incentives have on local governing bodies, the Union County-Marysville Economic Development Partnership hired a consultant to conduct a Tax Incentive Impact Study. The study includes a tax incentive audit, economic impact of previous projects, benchmarking analysis with peer communities, reverse site selection exercise, and tax forecast. It also includes recommendations on how to improve existing tax abatement programs.

FUTURE ECONOMIC DEVELOPMENT

Marysville has moved out of the pandemic stronger than most expected. While new development activity in the City in 2020 was below 2019 levels, projects were not cancelled, only delayed. Many projects initiated prior to March 2020 continue unabated, and many new businesses opened during the pandemic including Home2Suites, Fairfield Inn & Suites, Panera Bread and Texas Roadhouse. Additionally, the construction of new apartment developments also continued with minimal delay. Interest from developers remains very high in general, adding to our confidence that development activity will continue to rebound as we move past the pandemic.

In the months ahead, we will continue to strengthen the City's position within the global marketplace. This includes increased marketing of industrial and commercial development opportunities, growing the 33 Smart Mobility Corridor and related connected vehicle assets, strengthening our workforce to ensure a long-term pipeline of workers, improving the availability of inclusive residential options, enhancing the aesthetics of Marysville's primary gateways and the historic Uptown District, and the redevelopment of under-utilized commercial centers. These efforts will build upon Marysville's recent economic successes and ensure that our community emerges from the current economic challenges stronger than ever.

***Letter of Transmittal
For the Year Ended December 31, 2020***

AWARDS AND ACKNOWLEDGEMENTS

Independent Audit

Included in this report is an unmodified audit opinion rendered on the City's financial statements for the year ended December 31, 2020, issued by Plattenburg, Certified Public Accountants. City management plans to continue to subject the financial statements to an annual independent audit as part of the preparation of a Comprehensive Annual Financial Report, and to meet requirements of certain Revenue Trust Agreements on Revenue Debt. In addition, an annual audit serves to maintain and strengthen the City's accounting and budgetary controls.

Public Disclosure

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

Acknowledgments

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

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

Finally, we would especially like to recognize City staff, all of whom exhibited dedication and professionalism throughout the many hours required in preparing this report.

Respectfully submitted,



Brad Lutz
Director of Finance
City of Marysville, Ohio



Terry Emery
City Manager
City of Marysville, Ohio

CITY OF MARYSVILLE, OHIO

***List of Principal Officials
For the Year Ended December 31, 2020***

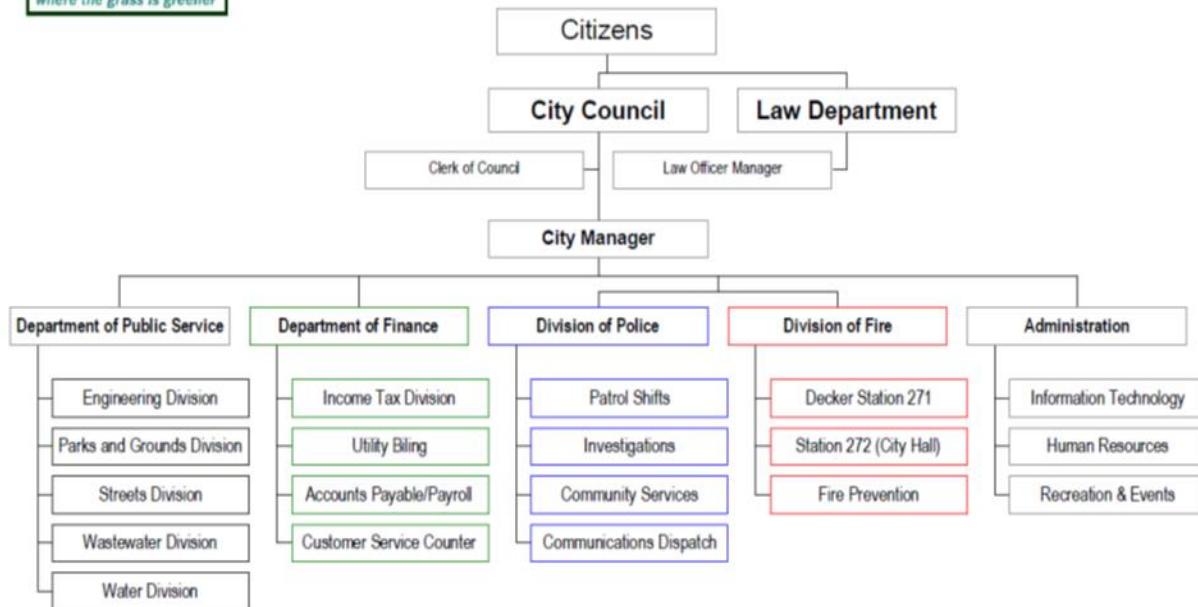
| <i>ELECTED OFFICIALS</i> | <i>OFFICE</i> | <i>TERM EXPIRES</i> |
|-------------------------------------|------------------------|--------------------------------|
| J.R. Rausch | Council President | 12/31/21 |
| Mark Reams | Council Vice-President | 12/31/21 |
| Alan Seymour | Council Member | 12/31/23 |
| Henk Berbee | Council Member | 12/31/21 |
| Deborah Groat | Council Member | 12/31/23 |
| Donald Boerger | Council Member | 12/31/23 |
| Aaron J. Carpenter | Council Member | 12/31/23 |

| <i>ADMINISTRATIVE PERSONNEL</i> | <i>TITLE</i> | <i>TERM OF OFFICE</i> |
|--|---------------------|----------------------------------|
| Terry Emery | City Manager | Appointed |
| Brad Lutz | Director of Finance | Appointed |
| Tim M. Aslaner | Law Director | 12/31/21 |

City Address:

Marysville City Hall
209 South Main Street
Marysville, Ohio 43040

*City Organizational Chart
For the Year Ended December 31, 2020*



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



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Marysville
Ohio**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

December 31, 2019

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Marysville

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 Marysville (the City) as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City, as of December 31, 2020, and the respective changes in financial position, and, where applicable, cash flows thereof and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 2, 2021, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Plattenburg & Associates, Inc.
Plattenburg & Associates, Inc.
Cincinnati, Ohio
August 2, 2021

***Management's Discussion and Analysis
For the Year Ended December 31, 2020***

Unaudited

The discussion and analysis of the City of Marysville's (City) financial performance provides an overall review of the City's financial activities for the fiscal year ended December 31, 2020. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2020 are as follows:

- In total, net position increased \$8,438,251, a 6.3% increase from 2019. The net position of governmental activities decreased \$319,718 from 2019; and the net position of business-type activities increased \$8,757,969 from 2019.
- Total revenues were \$76,249,507. \$34.2 million was general revenues, or 45% of the total revenues; and \$42 million was program specific revenues in the form of charges for services and sales, operating grants and contributions and capital grants and contributions, or roughly 55% of the total revenues.
- The City had \$36.7 million in program expenses related to governmental activities; only \$8.5 million of these expenses were offset by program specific revenues. General revenues (primarily taxes) of \$27.9 million were adequate to provide for the balance on these programs.
- Among major funds, the General Fund had \$27.1 million in revenues and \$19.7 million in expenditures. The General Fund's fund balance, including transfers, increased \$838,039 to \$13,692,850.
- Net position for the proprietary funds increased by \$8,757,969.
- The City maintained a bond credit rating of Aa3, as issued by Moody's Investors Services.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

These statements are as follows:

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

***Management's Discussion and Analysis
For the Year Ended December 31, 2020***

Unaudited

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

Government-wide Statements

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

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

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

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

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

Fund Financial Statements

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

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

CITY OF MARYSVILLE, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2020**

Unaudited

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

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

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The following table provides a comparison of net position between 2020 and 2019:

| | Governmental Activities | | Business-type Activities | | Total | |
|----------------------------------|----------------------------|---------------------|-----------------------------|---------------------|----------------------|----------------------|
| | 2020 | 2019 | 2020 | 2019 | 2020 | 2019 |
| Current and other assets | \$29,151,534 | \$24,604,304 | \$117,225,882 | \$71,649,197 | \$146,377,416 | \$96,253,501 |
| Capital assets, Net | 71,831,939 | 74,421,773 | 181,859,671 | 178,720,998 | 253,691,610 | 253,142,771 |
| Total assets | <u>100,983,473</u> | <u>99,026,077</u> | <u>299,085,553</u> | <u>250,370,195</u> | <u>400,069,026</u> | <u>349,396,272</u> |
| Deferred outflows of resources | 7,733,945 | 12,270,738 | 5,069,805 | 6,029,575 | 12,803,750 | 18,300,313 |
| Net pension liability | 24,866,880 | 31,220,035 | 3,375,888 | 4,797,935 | 28,242,768 | 36,017,970 |
| Net OPEB liability | 7,003,189 | 6,485,616 | 2,527,430 | 2,428,160 | 9,530,619 | 8,913,776 |
| Other long-term liabilities | 28,136,528 | 30,269,382 | 187,098,719 | 149,169,029 | 215,235,247 | 179,438,411 |
| Other liabilities | 5,800,096 | 4,626,427 | 2,767,023 | 1,382,800 | 8,567,119 | 6,009,227 |
| Total liabilities | <u>65,806,693</u> | <u>72,601,460</u> | <u>195,769,060</u> | <u>157,777,924</u> | <u>261,575,753</u> | <u>230,379,384</u> |
| Deferred inflows of resources | 8,466,596 | 3,931,508 | 1,076,788 | 70,305 | 9,543,384 | 4,001,813 |
| Net position (deficit): | | | | | | |
| Net investment in capital assets | 42,367,960 | 43,402,822 | 30,283,148 | 34,348,004 | 72,651,108 | 77,750,826 |
| Restricted | 6,152,252 | 4,903,867 | 4,166,952 | 4,034,002 | 10,319,204 | 8,937,869 |
| Unrestricted | <u>(14,076,083)</u> | <u>(13,542,842)</u> | <u>72,859,410</u> | <u>60,169,535</u> | <u>58,783,327</u> | <u>46,626,693</u> |
| Total net position | <u>\$34,444,129</u> | <u>\$34,763,847</u> | <u>\$107,309,510</u> | <u>\$98,551,541</u> | <u>\$141,753,639</u> | <u>\$133,315,388</u> |

The net pension liability (NPL) is reported by the City pursuant to GASB Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27." For fiscal year 2018, the City adopted GASB Statement 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions," which significantly revises accounting for costs and liabilities related to other postemployment benefits (OPEB). 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 OPEB, the net pension liability and the net OPEB liability to the reported net position and subtracting deferred outflows related to pension and OPEB.

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. Prior accounting for pensions (GASB 27) and postemployment benefits (GASB 45) focused on a funding approach. This approach limited pension and OPEB costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's *net pension liability* or *net OPEB liability*.

***Management's Discussion and Analysis
For the Year Ended December 31, 2020***

Unaudited

GASB 68 and GASB 75 take an earnings approach to pension and OPEB accounting; however, the nature of Ohio's statewide pension/OPEB plans and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

GASB 68 and GASB 75 require the net pension liability and the net OPEB liability to equal the City's proportionate share of each plan's collective:

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

GASB notes that pension and OPEB 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 and other postemployment benefits. GASB noted that the unfunded portion of this 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 these liabilities. 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 Ohio revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

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 retirement system. In Ohio, there is no legal means to enforce the unfunded liability of the pension/OPEB plan *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 retirement system is responsible for the administration of the pension and OPEB plans.

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 or the net OPEB liability. As explained above, changes in benefits, contribution rates, and return on investments affect the balance of these liabilities, 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 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 and the net OPEB liability are satisfied, these liabilities are separately identified within the long-term liability section of the statement of net position.

In accordance with GASB 68 and GASB 75, the City's statements prepared on an accrual basis of accounting include an annual pension expense and an annual OPEB expense for their proportionate share of each plan's *change* in net pension liability and net OPEB liability, respectively, not accounted for as deferred inflows/outflows. As a result of implementing GASB 75, the City is reporting a net OPEB liability and deferred inflows/outflows of resources related to OPEB on the accrual basis of accounting.

CITY OF MARYSVILLE, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2020**

Unaudited

Changes in Net position – The following table shows the changes in net position for the fiscal year 2020 and 2019:

| | Governmental Activities | | Business-type Activities | | Total | |
|--|----------------------------|--------------|-----------------------------|--------------|---------------|---------------|
| | 2020 | 2019 | 2020 | 2019 | 2020 | 2019 |
| Revenues | | | | | | |
| Program revenues: | | | | | | |
| Charges for Services and Sales | \$4,460,095 | \$4,900,594 | \$33,511,634 | \$29,608,615 | \$37,971,729 | \$34,509,209 |
| Operating Grants and Contributions | 1,996,462 | 1,277,486 | 0 | 0 | 1,996,462 | 1,277,486 |
| Capital Grants and Contributions | 2,049,613 | 2,322,314 | 0 | 12,850 | 2,049,613 | 2,335,164 |
| General revenues: | | | | | | |
| Property Taxes | 1,967,654 | 1,727,880 | 0 | 0 | 1,967,654 | 1,727,880 |
| Municipal Income Taxes | 21,121,248 | 19,779,333 | 0 | 0 | 21,121,248 | 19,779,333 |
| Other Local Taxes | 340,291 | 637,277 | 0 | 0 | 340,291 | 637,277 |
| Payments in Lieu of Taxes | 2,429,657 | 1,975,850 | 5,608,350 | 4,626,706 | 8,038,007 | 6,602,556 |
| Grants and Entitlements not Restricted to Specific Programs | 790,159 | 437,707 | 0 | 0 | 790,159 | 437,707 |
| Investment Earnings | 364,000 | 694,486 | 712,364 | 1,089,781 | 1,076,364 | 1,784,267 |
| Miscellaneous | 897,980 | 626,571 | 0 | 0 | 897,980 | 626,571 |
| Total revenues | 36,417,159 | 34,379,498 | 39,832,348 | 35,337,952 | 76,249,507 | 69,717,450 |
| Program Expenses: | | | | | | |
| Security of Persons and Property | 17,673,080 | 5,205,241 | 0 | 0 | 17,673,080 | 5,205,241 |
| Public Health and Welfare Services | 462,547 | 479,165 | 0 | 0 | 462,547 | 479,165 |
| Leisure Time Activities | 548,235 | 528,149 | 0 | 0 | 548,235 | 528,149 |
| Community Environment | 3,352,209 | 4,072,249 | 0 | 0 | 3,352,209 | 4,072,249 |
| Transportation | 6,331,213 | 4,480,840 | 0 | 0 | 6,331,213 | 4,480,840 |
| General Government | 7,116,197 | 6,975,618 | 0 | 0 | 7,116,197 | 6,975,618 |
| Interest and Fiscal Charges | 1,253,396 | 1,106,618 | 0 | 0 | 1,253,396 | 1,106,618 |
| Sewer | 0 | 0 | 18,176,337 | 16,296,752 | 18,176,337 | 16,296,752 |
| Water | 0 | 0 | 9,839,583 | 7,881,026 | 9,839,583 | 7,881,026 |
| Stormwater | 0 | 0 | 986,167 | 1,150,193 | 986,167 | 1,150,193 |
| Sanitation | 0 | 0 | 2,072,292 | 2,001,320 | 2,072,292 | 2,001,320 |
| Total expenses | 36,736,877 | 22,847,880 | 31,074,379 | 27,329,291 | 67,811,256 | 50,177,171 |
| Change in Net Position | (319,718) | 11,531,618 | 8,757,969 | 8,008,661 | 8,438,251 | 19,540,279 |
| Beginning Net Position | 34,763,847 | 23,232,229 | 98,551,541 | 90,542,880 | 133,315,388 | 113,775,109 |
| Ending Net Position | \$34,444,129 | \$34,763,847 | \$107,309,510 | \$98,551,541 | \$141,753,639 | \$133,315,388 |

***Management’s Discussion and Analysis
For the Year Ended December 31, 2020***

Unaudited

Governmental Activities

Net position of the City’s governmental activities had a decrease of \$319,718 from 2019. The small decrease in net position is primarily due to changes in the Police and Fire Net OPEB which is reflected in security of persons and property expenditures as explained below.

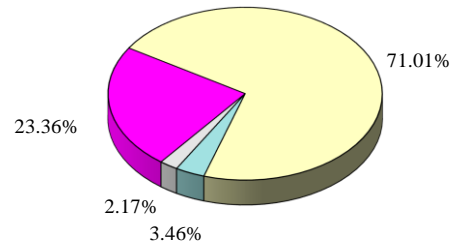
Operating grants and contributions increased by \$718,976 from 2019 due to the City receiving Cares Act money to help offset some of the expenditures in dealing with the Covid-19 pandemic.

Security of Persons and Property expenses increased \$12,467,849 from 2019 on a full accrual basis. This increase is primarily due to changes in the Police and Fire Net Pension and OPEB liability from 2019 to 2020, which is reflected in security of persons and property. See notes 11 and 12.

General Government expenses increased \$140,579 from 2019. This is associated with the increase in expenditures related to cost of living and health insurance.

Property taxes and income taxes made up 5% and 58% respectively of revenues for governmental activities for the City in fiscal year 2020. The City’s reliance upon tax revenues is demonstrated by the following graph indicating 71.01% of total revenues from general tax revenues:

| Revenue Sources | 2020 | Percent of Total |
|--|---------------------|---------------------|
| Grants and Entitlements not Restricted to Specific Programs | \$790,159 | 2.17% |
| Program Revenues | 8,506,170 | 23.36% |
| General Tax Revenues | 25,858,850 | 71.01% |
| General Other | 1,261,980 | 3.46% |
| Total Revenue | <u>\$36,417,159</u> | <u>100.00%</u> |



**Management's Discussion and Analysis
For the Year Ended December 31, 2020**

Unaudited

Business-Type Activities

Net position of the business-type activities increased by \$8,757,969 from 2019.

The City's business-type activities are its sanitation, sewer, water, and stormwater departments. The water and wastewater treatment plants provide services to a resident base in excess of 23,000. The City also provides wastewater treatment for the Village of Milford Center and several small unincorporated areas outside the City limits. The wastewater treatment plant generated operating revenues of \$16,846,805 and had operating expenses of \$13,377,565. The water plant generated operating revenues of \$13,004,505 and had operating expenses of \$7,444,968. The City's goal is to cover the costs of operations as well as building a cash balance in these funds equivalent to one-third of the department's annual operating budget. The City is also generating funds for additional capital expansion to ensure continued capacity and capacity improvements for future growth and development.

FINANCIAL ANALYSIS OF THE CITY'S GOVERNMENTAL FUNDS

The City's governmental funds reported a combined fund balance of \$17,007,731, which is an increase of \$2,187,458 from last year's balance of \$14,820,273. The schedule below indicates the fund balance and the total change in fund balance by fund type as of December 31, 2020 and 2019:

| | Fund Balance December 31, 2020 | Fund Balance December 31, 2019 | Increase (Decrease) |
|------------------------------------|-----------------------------------|-----------------------------------|------------------------|
| General | \$13,692,850 | \$12,854,811 | \$838,039 |
| Debt Service | (240,767) | (101,432) | (139,335) |
| Coleman's Crossing TIF | 1,116,848 | 801,821 | 315,027 |
| Capital Improvements Project (CIP) | (1,153,059) | (1,984,170) | 831,111 |
| Other Governmental | 3,591,859 | 3,249,243 | 342,616 |
| Total | \$17,007,731 | \$14,820,273 | \$2,187,458 |

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

| | 2020 Revenues | 2019 Revenues | Increase (Decrease) |
|------------------------------------|---------------------|---------------------|------------------------|
| Taxes (Income, Property and Other) | \$22,830,332 | \$21,833,938 | \$996,394 |
| Intergovernmental Revenue | 528,174 | 432,284 | 95,890 |
| Charges for Services | 2,752,805 | 2,716,203 | 36,602 |
| Licenses and Permits | 160,236 | 283,421 | (123,185) |
| Investment Earnings | 356,449 | 668,015 | (311,566) |
| Fines and Forfeitures | 467,785 | 802,390 | (334,605) |
| Donations | 139 | 500 | (361) |
| All Other Revenue | 3,832 | 51,807 | (47,975) |
| Total | \$27,099,752 | \$26,788,558 | \$311,194 |

***Management's Discussion and Analysis
For the Year Ended December 31, 2020***

Unaudited

General Fund revenues in 2020 increased approximately 1.1% compared to revenues in fiscal year 2019. The most significant factor contributing to this increase was in taxes reflecting the overall increase in business, employee withholdings, and self-employed income taxes.

| | 2020 | 2019 | Increase |
|------------------------------------|---------------------|---------------------|--------------------|
| | Expenditures | Expenditures | (Decrease) |
| Security of Persons and Property | \$12,843,644 | \$12,078,764 | \$764,880 |
| Public Health and Welfare Services | 435,517 | 410,769 | 24,748 |
| Community Environment | 1,330,584 | 1,386,355 | (55,771) |
| General Government | 5,161,304 | 4,348,602 | 812,702 |
| Total | <u>\$19,771,049</u> | <u>\$18,224,490</u> | <u>\$1,546,559</u> |

General Fund expenditures increased by \$1,546,559 or about 8.5% when compared to the prior year of 2019. The largest increases were in Security of Persons and Property and General Government, an increase of \$764,880 and \$812,702. This is associated with increases in cost of living, merit and health insurance costs that were applied to employees with the Police, Fire and Municipal Court departments for which operating expenditures for these departments are posted to this fund.

The Debt Service fund balance decreased \$139,335 from 2019. This is due to increased principal and interest payments on existing General Obligation debt in 2020 as compared to the prior year.

The Coleman's Crossing TIF fund balance increased \$315,027 from 2019. This increase can be attributed to an increase in payments in lieu of taxes from 2019.

The Capital Improvement Project (CIP) fund balance increased \$831,111 from 2019. This is due mostly to a decrease in capital expenditures within the fund during 2020 and the increase in transfers in from the general fund during the year.

***Management's Discussion and Analysis
For the Year Ended December 31, 2020***

Unaudited

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund. During the course of fiscal year 2020 the City amended its General Fund budget several times.

In the General Fund, the final budget basis for revenue was \$25.2 million, the same as the original conservative budget estimates of \$25.2 million. Municipal Income Tax revenues exceeded the final budget mainly due to an increase in employer withheld taxes and self-employed residents. Also, the General Fund originally budgeted \$28.6 million for expenditures, including transfers and advances, and the final budgeted expenditures were approximately \$29.9 million.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2020 the City had \$253,691,610 net of accumulated depreciation invested in land, improvements, infrastructure, buildings, machinery and equipment, vehicles and construction in progress. Of this total, \$71,831,939 was related to governmental activities and \$181,859,671 to the business-type activities. The following table shows fiscal year 2020 and 2019 balances:

| | Governmental Activities | | Increase (Decrease) |
|-----------------------------------|----------------------------|--------------|------------------------|
| | 2020 | 2019 | |
| Land | \$6,442,648 | \$6,308,349 | \$134,299 |
| Construction in Progress | 847,571 | 5,579,165 | (4,731,594) |
| Buildings | 29,407,526 | 29,407,526 | 0 |
| Improvements Other Than Buildings | 8,876,908 | 8,876,908 | 0 |
| Machinery and Equipment | 4,973,397 | 3,876,993 | 1,096,404 |
| Vehicles | 7,581,237 | 7,242,982 | 338,255 |
| Infrastructure | 107,840,205 | 102,627,847 | 5,212,358 |
| Less: Accumulated Depreciation | (94,137,553) | (89,497,997) | (4,639,556) |
| Totals | \$71,831,939 | \$74,421,773 | (\$2,589,834) |

CITY OF MARYSVILLE, OHIO

**Management's Discussion and Analysis
For the Year Ended December 31, 2020**

Unaudited

| | Business-Type Activities | | Increase (Decrease) |
|-----------------------------------|-----------------------------|---------------|------------------------|
| | 2020 | 2019 | |
| Land | \$4,195,515 | \$4,195,515 | \$0 |
| Construction in Progress | 12,310,514 | 5,091,214 | 7,219,300 |
| Buildings | 108,182,972 | 108,182,972 | 0 |
| Improvements Other Than Buildings | 28,316,143 | 28,316,143 | 0 |
| Machinery and Equipment | 3,923,408 | 3,812,700 | 110,708 |
| Vehicles | 3,460,410 | 3,084,981 | 375,429 |
| Infrastructure | 108,896,929 | 107,060,090 | 1,836,839 |
| Less: Accumulated Depreciation | (87,426,220) | (81,022,617) | (6,403,603) |
| Totals | \$181,859,671 | \$178,720,998 | \$3,138,673 |

Governmental Activities' increases were associated with investments in replacement vehicles, operating equipment within the Public Service departments and IT equipment. Additional information on the City's capital assets can be found in Note 10.

Debt

At December 31, 2020, the City had \$198.4 million in bonds outstanding, \$5.1 million due within one year. The following table summarizes the City's debt outstanding as of December 31, 2020 and 2019:

| | 2020 | 2019 |
|--------------------------------|---------------|---------------|
| Governmental Activities: | | |
| Bond Anticipation Notes | \$4,035,000 | \$4,435,000 |
| General Obligation Bonds | 17,802,894 | 19,554,221 |
| Special Obligation Bond | 3,536,970 | 3,536,970 |
| Long-Term Loan | 550,000 | 670,000 |
| Compensated Absences | 2,134,601 | 1,972,048 |
| Capital Leases | 77,063 | 101,143 |
| Net Pension Liability | 24,866,880 | 31,220,035 |
| Net OPEB Liability | 7,003,189 | 6,485,616 |
| Total Governmental Activities | 60,006,597 | 67,975,033 |
| Business-Type Activities: | | |
| General Obligation Bonds | \$9,230,000 | \$9,445,000 |
| Mortgage Revenue Bonds | 176,906,361 | 138,769,155 |
| OPWC Loans Payable | 295,683 | 325,251 |
| Compensated Absences | 589,611 | 528,479 |
| Capital Leases | 77,064 | 101,144 |
| Net Pension Liability | 3,375,888 | 4,797,935 |
| Net OPEB Liability | 2,527,430 | 2,428,160 |
| Total Business-Type Activities | 193,002,037 | 156,395,124 |
| Totals | \$253,008,634 | \$224,370,157 |

Additional information on the City's long-term debt can be found in Note 15.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

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

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

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

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, creditors, and investors with a general overview of the City's finances and to reflect the City's accountability for the monies it receives. Questions about this report or additional financial information needs should be directed to Brad Lutz, City Finance Director, 209 South Main Street, Marysville, Ohio, 43040, (937) 645-7364, or e-mail at blutz@marysvilleohio.org.

CITY OF MARYSVILLE, OHIO

**Statement of Net Position
December 31, 2020**

| | Governmental Activities | Business-Type Activities | Total |
|---|------------------------------------|-------------------------------------|--------------------|
| Assets: | | | |
| Cash and Cash Equivalents | \$ 19,854,914 | \$ 62,977,234 | \$ 82,832,148 |
| Cash and Cash Equivalents with Fiscal Agent | 98,156 | 0 | 98,156 |
| Investments | 0 | 40,545,434 | 40,545,434 |
| Receivables: | | | |
| Municipal Income Taxes | 3,651,951 | 0 | 3,651,951 |
| Accounts Intergovernmental | 620,394 | 4,457,064 | 5,077,458 |
| Payments in Lieu of Taxes | 1,231,675 | 0 | 1,231,675 |
| Interest | 1,593,329 | 4,826,759 | 6,420,088 |
| Property Taxes | 5,306 | 41,170 | 46,476 |
| Special Assessments | 1,839,484 | 0 | 1,839,484 |
| Prepaid Items | 111,519 | 0 | 111,519 |
| Prepaid Items | 144,806 | 211,269 | 356,075 |
| Restricted Assets: | | | |
| Cash and Cash Equivalents with Fiscal Agent | 0 | 4,166,952 | 4,166,952 |
| Capital Assets: | | | |
| Capital Assets Not Being Depreciated | 7,290,219 | 16,506,029 | 23,796,248 |
| Capital Assets Being Depreciated, Net | 64,541,720 | 165,353,642 | 229,895,362 |
| Total Assets | 100,983,473 | 299,085,553 | 400,069,026 |
| Deferred Outflows of Resources: | | | |
| Pension | 4,615,224 | 546,458 | 5,161,682 |
| OPEB | 3,118,721 | 440,658 | 3,559,379 |
| Deferred Loss on Early Retirement of Debt | 0 | 4,082,689 | 4,082,689 |
| Total Deferred Outflows of Resources | 7,733,945 | 5,069,805 | 12,803,750 |
| Liabilities: | | | |
| Accounts Payable | 604,040 | 664,074 | 1,268,114 |
| Accrued Wages and Benefits | 438,896 | 106,776 | 545,672 |
| Intergovernmental Payable | 384,224 | 32,414 | 416,638 |
| Contracts Payable | 358,501 | 1,385,578 | 1,744,079 |
| Unearned Revenue | 950,825 | 0 | 950,825 |
| Accrued Interest Payable | 128,610 | 578,181 | 706,791 |
| General Obligation Notes Payable | 2,935,000 | 0 | 2,935,000 |
| Long-Term Liabilities: | | | |
| Due Within One Year | 6,755,778 | 4,428,546 | 11,184,324 |
| Due in More Than One Year | | | |
| Net Pension Liability | 24,866,880 | 3,375,888 | 28,242,768 |
| Net OPEB Liability | 7,003,189 | 2,527,430 | 9,530,619 |
| Other Amounts Due in More Than One Year | 21,380,750 | 182,670,173 | 204,050,923 |
| Total Liabilities | 65,806,693 | 195,769,060 | 261,575,753 |

CITY OF MARYSVILLE, OHIO

| | Governmental Activities | Business-Type Activities | Total |
|--|------------------------------------|-------------------------------------|-----------------------|
| Deferred Inflows of Resources: | | | |
| Property Tax Levy for Next Fiscal Year | 3,371,565 | 0 | 3,371,565 |
| Pension | 3,433,512 | 716,945 | 4,150,457 |
| OPEB | 1,661,519 | 359,843 | 2,021,362 |
| Total Deferred Inflows of Resources | <u>8,466,596</u> | <u>1,076,788</u> | <u>9,543,384</u> |
| Net Position: | | | |
| Net Investment in Capital Assets | 42,367,960 | 30,283,148 | 72,651,108 |
| Restricted For: | | | |
| Capital Projects | 1,427,035 | 0 | 1,427,035 |
| Debt Service | 1,503,375 | 4,166,952 | 5,670,327 |
| Street Repair and Maintenance | 777,553 | 0 | 777,553 |
| State Highway Improvements | 83,263 | 0 | 83,263 |
| Court Improvements | 1,451,841 | 0 | 1,451,841 |
| Alcohol Education and Enforcement | 208,756 | 0 | 208,756 |
| Other Purposes | 700,429 | 0 | 700,429 |
| Unrestricted (Deficit) | <u>(14,076,083)</u> | <u>72,859,410</u> | <u>58,783,327</u> |
| Total Net Position | <u>\$ 34,444,129</u> | <u>\$ 107,309,510</u> | <u>\$ 141,753,639</u> |

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

**Statement of Activities
For the Year Ended December 31, 2020**

| | Expenses | Program Revenues | | |
|---|----------------------|--------------------------------------|--|--|
| | | Charges for Services and Sales | Operating Grants and Contributions | Capital Grants and Contributions |
| Governmental Activities: | | | | |
| Security of Persons and Property - Police | \$ 7,874,777 | \$ 225,897 | \$ 199,343 | \$ 0 |
| Security of Persons and Property - Fire | 7,967,107 | 1,092,841 | 190,660 | 0 |
| Security of Persons and Property - Other | 1,831,196 | 708,003 | 190,751 | 0 |
| Public Health and Welfare Services | 462,547 | 74,397 | 0 | 0 |
| Leisure Time Activities | 548,235 | 2,093,995 | 0 | 0 |
| Community Environment | 3,352,209 | 0 | 5,202 | 86,591 |
| Transportation | 6,331,213 | 103,376 | 1,410,506 | 1,963,022 |
| General Government | 7,116,197 | 161,586 | 0 | 0 |
| Interest and Fiscal Charges | 1,253,396 | 0 | 0 | 0 |
| Total Governmental Activities | 36,736,877 | 4,460,095 | 1,996,462 | 2,049,613 |
| Business-Type Activities: | | | | |
| Sewer | 18,176,337 | 16,846,805 | 0 | 0 |
| Water | 9,839,583 | 13,004,505 | 0 | 0 |
| Stormwater | 986,167 | 1,406,783 | 0 | 0 |
| Sanitation | 2,072,292 | 2,253,541 | 0 | 0 |
| Total Business-Type Activities | 31,074,379 | 33,511,634 | 0 | 0 |
| Totals | \$ 67,811,256 | \$ 37,971,729 | \$ 1,996,462 | \$ 2,049,613 |

General Revenues:

Property Taxes Levied For:

General Purposes

Police Pension

Fire Pension

Municipal Income Taxes

Other Local Taxes

Payments in Lieu of Taxes

Grants and Entitlements not Restricted to Specific Programs

Investment Earnings

Miscellaneous

Total General Revenues and Transfers

Change in Net Position

Net Position Beginning of Year

Net Position End of Year

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

Net (Expense) Revenue
and Changes in Net Position

| Governmental Activities | Business-Type Activities | Total |
|----------------------------|-----------------------------|-----------------------|
| \$ (7,449,537) | \$ 0 | \$ (7,449,537) |
| (6,683,606) | 0 | (6,683,606) |
| (932,442) | 0 | (932,442) |
| (388,150) | 0 | (388,150) |
| 1,545,760 | 0 | 1,545,760 |
| (3,260,416) | 0 | (3,260,416) |
| (2,854,309) | 0 | (2,854,309) |
| (6,954,611) | 0 | (6,954,611) |
| (1,253,396) | 0 | (1,253,396) |
| <u>(28,230,707)</u> | <u>0</u> | <u>(28,230,707)</u> |
| 0 | (1,329,532) | (1,329,532) |
| 0 | 3,164,922 | 3,164,922 |
| 0 | 420,616 | 420,616 |
| 0 | 181,249 | 181,249 |
| <u>0</u> | <u>2,437,255</u> | <u>2,437,255</u> |
| <u>(28,230,707)</u> | <u>2,437,255</u> | <u>(25,793,452)</u> |
| 1,706,368 | 0 | 1,706,368 |
| 130,643 | 0 | 130,643 |
| 130,643 | 0 | 130,643 |
| 21,121,248 | 0 | 21,121,248 |
| 340,291 | 0 | 340,291 |
| 2,429,657 | 5,608,350 | 8,038,007 |
| 790,159 | 0 | 790,159 |
| 364,000 | 712,364 | 1,076,364 |
| 897,980 | 0 | 897,980 |
| <u>27,910,989</u> | <u>6,320,714</u> | <u>34,231,703</u> |
| (319,718) | 8,757,969 | 8,438,251 |
| <u>34,763,847</u> | <u>98,551,541</u> | <u>133,315,388</u> |
| <u>\$ 34,444,129</u> | <u>\$ 107,309,510</u> | <u>\$ 141,753,639</u> |

CITY OF MARYSVILLE, OHIO

**Balance Sheet
Governmental Funds
December 31, 2020**

| | General | Debt Service | Coleman's Crossing TIF |
|---|----------------------|-------------------|---------------------------|
| Assets: | | | |
| Cash and Cash Equivalents | \$ 11,978,861 | \$ 271,415 | \$ 1,116,848 |
| Cash and Cash Equivalents with Fiscal Agent | 98,156 | 0 | 0 |
| Receivables: | | | |
| Municipal Income Taxes | 3,651,951 | 0 | 0 |
| Accounts | 417,894 | 0 | 0 |
| Intergovernmental | 279,388 | 0 | 0 |
| Payments in Lieu of Taxes | 0 | 0 | 1,593,329 |
| Interest | 5,147 | 0 | 0 |
| Property Taxes | 1,595,625 | 0 | 0 |
| Special Assessments | 34,615 | 76,904 | 0 |
| Interfund Loans Receivables | 341,592 | 0 | 0 |
| Prepaid Items | 131,727 | 818 | 0 |
| Total Assets | \$ 18,534,956 | \$ 349,137 | \$ 2,710,177 |
| Liabilities: | | | |
| Accounts Payable | \$ 414,860 | \$ 500 | \$ 0 |
| Accrued Wages and Benefits Payable | 414,728 | 0 | 0 |
| Intergovernmental Payable | 376,101 | 0 | 0 |
| Contracts Payable | 15,581 | 0 | 0 |
| Unearned Revenue | 0 | 0 | 0 |
| Interfund Loans Payable | 0 | 5,000 | 0 |
| Compensated Absences Payable | 37,078 | 0 | 0 |
| Accrued Interest Payable | 0 | 7,500 | 0 |
| General Obligation Notes Payable | 0 | 500,000 | 0 |
| Total Liabilities | 1,258,348 | 513,000 | 0 |
| Deferred Inflows of Resources: | | | |
| Unavailable Amounts | 2,041,215 | 76,904 | 0 |
| Property Tax for Next Fiscal Year | 1,542,543 | 0 | 1,593,329 |
| Total Deferred Inflows of Resources | 3,583,758 | 76,904 | 1,593,329 |
| Fund Balances: | | | |
| Nonspendable | 131,727 | 818 | 0 |
| Restricted | 0 | 0 | 1,116,848 |
| Committed | 1,936,431 | 0 | 0 |
| Assigned | 100,995 | 0 | 0 |
| Unassigned | 11,523,697 | (241,585) | 0 |
| Total Fund Balances | 13,692,850 | (240,767) | 1,116,848 |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | \$ 18,534,956 | \$ 349,137 | \$ 2,710,177 |

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

| Capital Improvements Project (CIP) | Other Governmental Funds | Total Governmental Funds |
|--|--------------------------------|--------------------------------|
| \$ 1,637,156 | \$ 4,850,634 | \$ 19,854,914 |
| 0 | 0 | 98,156 |
| 0 | 0 | 3,651,951 |
| 0 | 202,500 | 620,394 |
| 0 | 952,287 | 1,231,675 |
| 0 | 0 | 1,593,329 |
| 67 | 92 | 5,306 |
| 0 | 243,859 | 1,839,484 |
| 0 | 0 | 111,519 |
| 0 | 0 | 341,592 |
| 0 | 12,261 | 144,806 |
| <u>\$ 1,637,223</u> | <u>\$ 6,261,633</u> | <u>\$ 29,493,126</u> |
| | | |
| \$ 26,991 | \$ 161,689 | \$ 604,040 |
| 0 | 24,168 | 438,896 |
| 0 | 8,123 | 384,224 |
| 319,836 | 23,084 | 358,501 |
| 0 | 950,825 | 950,825 |
| 0 | 336,592 | 341,592 |
| 0 | 0 | 37,078 |
| 8,455 | 0 | 15,955 |
| <u>2,435,000</u> | <u>0</u> | <u>2,935,000</u> |
| <u>2,790,282</u> | <u>1,504,481</u> | <u>6,066,111</u> |
| | | |
| 0 | 929,600 | 3,047,719 |
| 0 | 235,693 | 3,371,565 |
| 0 | 1,165,293 | 6,419,284 |
| | | |
| 0 | 12,261 | 144,806 |
| 0 | 2,865,323 | 3,982,171 |
| 0 | 714,275 | 2,650,706 |
| 0 | 0 | 100,995 |
| (1,153,059) | 0 | 10,129,053 |
| <u>(1,153,059)</u> | <u>3,591,859</u> | <u>17,007,731</u> |
| | | |
| <u>\$ 1,637,223</u> | <u>\$ 6,261,633</u> | <u>\$ 29,493,126</u> |



CITY OF MARYSVILLE, OHIO

***Reconciliation Of Total Governmental Fund Balances
To Net Position Of Governmental Activities
December 31, 2020***

Total Governmental Fund Balances \$ 17,007,731

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

Capital Assets used in governmental activities are not resources and therefore are not reported in the funds. 71,831,939

Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.

| | | |
|------------------------|------------------|-----------|
| Municipal Income Taxes | 1,506,250 | |
| Property Taxes | 61,248 | |
| Charges for Services | 155,434 | |
| Special Assessments | 111,519 | |
| Intergovernmental | <u>1,213,268</u> | 3,047,719 |

The net pension/OPEB liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in governmental funds:

| | | |
|-----------------------------|--------------------|--------------|
| Deferred Outflows - Pension | 4,615,224 | |
| Deferred Inflows - Pension | (3,433,512) | |
| Deferred Outflows - OPEB | 3,118,721 | |
| Deferred Inflows - OPEB | (1,661,519) | |
| Net Pension Liability | (24,866,880) | |
| Net OPEB Liability | <u>(7,003,189)</u> | (29,231,155) |

Accrued interest on outstanding debt is not due and payable in the current period and, therefore, is not reported in the funds: it is reported when due. (112,655)

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.

| | | |
|----------------------------------|--------------------|--------------|
| General Obligation Bonds Payable | (21,339,864) | |
| Capital Leases Payable | (77,063) | |
| Long-Term Loans Payable | (550,000) | |
| Long-Term Notes Payable | (4,035,000) | |
| Compensated Absences Payable | <u>(2,097,523)</u> | (28,099,450) |

Net Position of Governmental Activities \$ 34,444,129

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2020**

| | General | Debt Service | Coleman's Crossing TIF |
|--|-------------------|------------------|---------------------------|
| Revenues: | | | |
| Property Taxes | \$ 1,709,287 | \$ 0 | \$ 0 |
| Municipal Income Tax | 20,765,241 | 0 | 0 |
| Other Local Taxes | 355,804 | 0 | 0 |
| Payments in Lieu of Taxes | 0 | 0 | 2,429,657 |
| Intergovernmental Revenues | 528,174 | 0 | 0 |
| Charges for Services | 2,752,805 | 67,500 | 0 |
| Licenses and Permits | 160,236 | 0 | 0 |
| Investment Earnings | 356,449 | 0 | 0 |
| Donations | 139 | 0 | 0 |
| Fines and Forfeitures | 467,785 | 0 | 0 |
| All Other Revenue | 3,832 | 0 | 0 |
| Total Revenue | 27,099,752 | 67,500 | 2,429,657 |
| Expenditures: | | | |
| Current: | | | |
| Security of Persons and Property - Police | 5,813,430 | 0 | 0 |
| Security of Persons and Property - Fire | 6,038,519 | 0 | 0 |
| Security of Persons and Property - Other | 991,695 | 0 | 0 |
| Public Health and Welfare Services | 435,517 | 0 | 0 |
| Leisure Time Activities | 0 | 0 | 0 |
| Community Environment | 1,330,584 | 0 | 1,197,991 |
| Transportation | 0 | 0 | 0 |
| General Government | 5,161,304 | 500 | 0 |
| Capital Outlay | 0 | 0 | 0 |
| Debt Service: | | | |
| Principal Retirement | 0 | 6,110,000 | 465,000 |
| Interest and Fiscal Charges | 0 | 805,025 | 451,639 |
| Total Expenditures | 19,771,049 | 6,915,525 | 2,114,630 |
| Excess (Deficiency) of Revenues Over Expenditures | 7,328,703 | (6,848,025) | 315,027 |

CITY OF MARYSVILLE, OHIO

| Capital Improvements Project (CIP) | Other Governmental Funds | Total Governmental Funds |
|--|--------------------------------|--------------------------------|
| \$ 0 | \$ 261,286 | \$ 1,970,573 |
| 0 | 0 | 20,765,241 |
| 0 | 0 | 355,804 |
| 0 | 0 | 2,429,657 |
| 12,273 | 4,040,490 | 4,580,937 |
| 0 | 176,202 | 2,996,507 |
| 0 | 822,199 | 982,435 |
| 5,102 | 2,449 | 364,000 |
| 0 | 0 | 139 |
| 0 | 128,583 | 596,368 |
| 79,273 | 24,734 | 107,839 |
| <u>96,648</u> | <u>5,455,943</u> | <u>35,149,500</u> |

| | | |
|------------------|------------------|-------------------|
| 0 | 138,945 | 5,952,375 |
| 0 | 140,462 | 6,178,981 |
| 0 | 622,661 | 1,614,356 |
| 0 | 0 | 435,517 |
| 0 | 210,748 | 210,748 |
| 0 | 183,658 | 2,712,233 |
| 0 | 1,346,794 | 1,346,794 |
| 0 | 238,970 | 5,400,774 |
| 3,582,447 | 2,569,589 | 6,152,036 |
| 0 | 0 | 6,575,000 |
| 8,455 | 0 | 1,265,119 |
| <u>3,590,902</u> | <u>5,451,827</u> | <u>37,843,933</u> |

(3,494,254) 4,116 (2,694,433)

(Continued)

CITY OF MARYSVILLE, OHIO

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2020**

| | General | Debt Service | Coleman's Crossing TIF |
|---|----------------------|---------------------|---------------------------|
| Other Financing Sources (Uses): | | | |
| Sale of Capital Assets | 666,247 | 0 | 0 |
| Refunding General Obligation Bonds Issued | 0 | 9,050,000 | 0 |
| General Obligation Notes Issued | 0 | 4,035,000 | 0 |
| Premium on Refunding Bonds Issued | 0 | 615,969 | 0 |
| Payments to Refunding Bonds Escrow Agent | 0 | (9,485,325) | 0 |
| Transfers In | 0 | 2,493,046 | 0 |
| Transfers Out | (7,156,911) | 0 | 0 |
| Total Other Financing Sources (Uses) | (6,490,664) | 6,708,690 | 0 |
| Net Change in Fund Balances | 838,039 | (139,335) | 315,027 |
| Fund Balances (Deficit) at Beginning of Year | 12,854,811 | (101,432) | 801,821 |
| Fund Balances (Deficit) End of Year | \$ 13,692,850 | \$ (240,767) | \$ 1,116,848 |

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

| <u>Capital Improvements Project (CIP)</u> | <u>Other Governmental Funds</u> | <u>Total Governmental Funds</u> |
|---|---|---|
| 0 | 0 | 666,247 |
| 0 | 0 | 9,050,000 |
| 0 | 0 | 4,035,000 |
| 0 | 0 | 615,969 |
| 0 | 0 | (9,485,325) |
| 4,325,365 | 338,500 | 7,156,911 |
| <u>0</u> | <u>0</u> | <u>(7,156,911)</u> |
| <u>4,325,365</u> | <u>338,500</u> | <u>4,881,891</u> |
| 831,111 | 342,616 | 2,187,458 |
| <u>(1,984,170)</u> | <u>3,249,243</u> | <u>14,820,273</u> |
| <u>\$ (1,153,059)</u> | <u>\$ 3,591,859</u> | <u>\$ 17,007,731</u> |

CITY OF MARYSVILLE, 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, 2020***

Net Change in Fund Balances - Total Governmental Funds \$ 2,187,458

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 Outlay | 2,673,836 | |
| Depreciation | <u>(5,263,670)</u> | (2,589,834) |

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

| | | |
|------------------------|----------------|---------|
| Municipal Income Taxes | 356,007 | |
| Property Taxes | (2,919) | |
| Charges for Services | (1,050) | |
| Special Assessments | 9,590 | |
| Intergovernmental | <u>239,784</u> | 601,412 |

Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows:

| | | |
|---------|---------------|-----------|
| Pension | 2,100,310 | |
| OPEB | <u>35,665</u> | 2,135,975 |

Except for amounts reported as deferred inflows/outflows, changes in the net pension and OPEB liabilities are reported as pension/OPEB expense in the statement of activities:

| | | |
|---------|--------------------|-------------|
| Pension | (3,887,112) | |
| OPEB | <u>(1,037,301)</u> | (4,924,413) |

(Continued)

CITY OF MARYSVILLE, OHIO

The issuance of long-term debt provides current financial resources to governmental funds, but has no effect on net position. In addition, repayment of bond, note and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

| | | |
|--|---------------|-----------|
| Long-Term Notes Issued | (4,035,000) | |
| Long-Term Note Principal | 4,435,000 | |
| General Obligation Bonds Issued | (9,050,000) | |
| Premium on New General Obligation Bonds Issued | (615,969) | |
| General Obligation Bonds Principal | 11,315,000 | |
| Amortization of Premium on G.O. Bonds | 102,296 | |
| Long-Term Loan Principal | 120,000 | |
| Capital Lease Principal | <u>24,080</u> | 2,295,407 |

Interest is reported as an expenditure when due in the governmental funds but is accrued on outstanding debt on the statement of net position.

Premiums are reported as revenues when the debt is first issued; however, these amounts are deferred and amortized on the statement of net position.

| | | |
|--------------------------|--|--------|
| Accrued Interest Payable | | 99,752 |
|--------------------------|--|--------|

Some expenses reported on the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

| | | |
|--|--|------------------|
| Increase in Compensated Absences Payable | | <u>(125,475)</u> |
|--|--|------------------|

Change in Net Position of Governmental Activities \$ (319,718)

See accompanying notes to the basic financial statements



CITY OF MARYSVILLE, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2020**

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|---------------------|---------------------|---------------------|---|
| Revenues: | | | | |
| Property Taxes | \$ 1,780,300 | \$ 1,780,300 | \$ 1,709,287 | \$ (71,013) |
| Municipal Income Tax | 18,841,928 | 18,841,928 | 20,910,618 | 2,068,690 |
| Other Local Taxes | 452,000 | 452,000 | 399,545 | (52,455) |
| Intergovernmental Revenue | 420,965 | 420,965 | 531,808 | 110,843 |
| Charges for Services | 2,583,717 | 2,583,717 | 2,795,731 | 212,014 |
| Licenses and Permits | 161,750 | 161,750 | 160,236 | (1,514) |
| Investment Earnings | 150,000 | 150,000 | 191,936 | 41,936 |
| Donations | 0 | 0 | 139 | 139 |
| Fines and Forfeitures | 751,500 | 751,500 | 520,185 | (231,315) |
| All Other Revenues | 12,000 | 12,000 | 3,832 | (8,168) |
| Total Revenues | 25,154,160 | 25,154,160 | 27,223,317 | 2,069,157 |
| Expenditures: | | | | |
| Current: | | | | |
| Security of Persons and Property | 13,407,096 | 13,582,998 | 13,019,738 | 563,260 |
| Public Health and Welfare Services | 440,500 | 458,354 | 456,691 | 1,663 |
| Community Environment | 1,966,055 | 2,312,832 | 2,231,039 | 81,793 |
| General Government | 5,108,763 | 5,854,870 | 5,157,500 | 697,370 |
| Total Expenditures | 20,922,414 | 22,209,054 | 20,864,968 | 1,344,086 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 4,231,746 | 2,945,106 | 6,358,349 | 3,413,243 |
| Other Financing Sources (Uses): | | | | |
| Sale of Capital Assets | 10,000 | 10,000 | 666,247 | 656,247 |
| Transfers Out | (7,667,177) | (7,667,177) | (7,193,191) | 473,986 |
| Advances In | 0 | 0 | 5,000 | 5,000 |
| Total Other Financing Sources (Uses): | (7,657,177) | (7,657,177) | (6,521,944) | 1,135,233 |
| Net Change In Fund Balance | (3,425,431) | (4,712,071) | (163,595) | 4,548,476 |
| Fund Balance at Beginning of Year | 9,288,545 | 9,288,545 | 9,288,545 | 0 |
| Prior Year Encumbrances | 787,288 | 787,288 | 787,288 | 0 |
| Fund Balance at End of Year | \$ 6,650,402 | \$ 5,363,762 | \$ 9,912,238 | \$ 4,548,476 |

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

**Statement of Net Position
Proprietary Funds
December 31, 2020**

| | Business-Type Activities | | |
|---|--------------------------|--------------------|------------------|
| | Enterprise Funds | | |
| | Sewer | Water | Stormwater |
| Assets: | | | |
| <i>Current Assets:</i> | | | |
| Cash and Cash Equivalents | \$ 31,755,129 | \$ 30,109,420 | \$ 918,230 |
| Investments | 0 | 40,545,434 | 0 |
| Receivables: | | | |
| Accounts | 2,458,457 | 1,318,938 | 252,893 |
| Payments in Lieu of Taxes Receivable | 4,826,759 | 0 | 0 |
| Interest | 7,110 | 34,060 | 0 |
| Prepaid Items | 92,848 | 118,128 | 293 |
| Restricted Assets: | | | |
| Cash and Cash Equivalents with Fiscal Agent | 3,898,317 | 268,635 | 0 |
| Total Current Assets | 43,038,620 | 72,394,615 | 1,171,416 |
| <i>Non Current Assets:</i> | | | |
| Land | 2,533,015 | 1,662,500 | 0 |
| Construction in Progress | 4,021 | 12,306,493 | 0 |
| Depreciable Capital Assets, Net | 126,310,002 | 36,973,716 | 1,841,394 |
| Total Non Current Assets | 128,847,038 | 50,942,709 | 1,841,394 |
| Total Assets | 171,885,658 | 123,337,324 | 3,012,810 |
| Deferred Outflows of Resources: | | | |
| Pension | 232,318 | 238,861 | 37,921 |
| OPEB | 187,288 | 192,545 | 30,628 |
| Deferred Loss on Early Retirement of Debt | 3,116,959 | 965,730 | 0 |
| Total Deferred Outflows of Resources | 3,536,565 | 1,397,136 | 68,549 |
| Liabilities: | | | |
| <i>Current Liabilities:</i> | | | |
| Accounts Payable | 143,849 | 324,126 | 47,547 |
| Accrued Wages and Benefits | 46,043 | 47,272 | 6,014 |
| Intergovernmental Payable | 14,160 | 14,358 | 1,667 |
| Contracts Payable | 25,408 | 1,321,125 | 39,045 |
| Compensated Absences Payable - Current | 201,581 | 129,071 | 13,437 |
| Capital Leases Payable - Current | 0 | 0 | 12,366 |
| General Obligation Bonds - Current | 220,000 | 0 | 0 |
| Mortgage Revenue Bonds - Current | 2,581,140 | 1,222,097 | 0 |
| Ohio Public Works Commission Loan - Current | 0 | 29,568 | 0 |
| Total Current Liabilities | 3,232,181 | 3,087,617 | 120,076 |

CITY OF MARYSVILLE, OHIO

| Sanitation | Total |
|------------|---------------|
| \$ 194,455 | \$ 62,977,234 |
| 0 | 40,545,434 |
| 426,776 | 4,457,064 |
| 0 | 4,826,759 |
| 0 | 41,170 |
| 0 | 211,269 |
| 0 | 4,166,952 |
| 621,231 | 117,225,882 |
| 0 | 4,195,515 |
| 0 | 12,310,514 |
| 228,530 | 165,353,642 |
| 228,530 | 181,859,671 |
| 849,761 | 299,085,553 |
| 37,358 | 546,458 |
| 30,197 | 440,658 |
| 0 | 4,082,689 |
| 67,555 | 5,069,805 |
| 148,552 | 664,074 |
| 7,447 | 106,776 |
| 2,229 | 32,414 |
| 0 | 1,385,578 |
| 6,920 | 351,009 |
| 12,366 | 24,732 |
| 0 | 220,000 |
| 0 | 3,803,237 |
| 0 | 29,568 |
| 177,514 | 6,617,388 |

(Continued)

CITY OF MARYSVILLE, OHIO

**Statement of Net Position
Proprietary Funds
December 31, 2020**

| | Business-Type Activities | | |
|---------------------------------------|--------------------------|----------------------|---------------------|
| | Enterprise Funds | | |
| | Sewer | Water | Stormwater |
| <i>Long Term Liabilities:</i> | | | |
| Compensated Absences Payable | 98,709 | 118,634 | 8,210 |
| Net Pension Liability | 1,435,624 | 1,476,068 | 233,995 |
| Net OPEB Liability | 1,074,812 | 1,105,087 | 175,186 |
| Accrued Interest Payable | 402,716 | 172,767 | 1,349 |
| Capital Leases Payable | 0 | 0 | 26,166 |
| General Obligation Bonds Payable | 9,010,000 | 0 | 0 |
| Revenue Bonds Payable | 115,451,311 | 57,651,813 | 0 |
| OPWC Loans Payable | 0 | 266,115 | 0 |
| <i>Total Long-Term Liabilities</i> | <u>127,473,172</u> | <u>60,790,484</u> | <u>444,906</u> |
| Total Liabilities | <u>130,705,353</u> | <u>63,878,101</u> | <u>564,982</u> |
| Deferred Inflows of Resources: | | | |
| Pension | 304,887 | 313,474 | 49,695 |
| OPEB | 153,027 | 157,336 | 24,942 |
| Total Deferred Inflows of Resources | <u>457,914</u> | <u>470,810</u> | <u>74,637</u> |
| Net Position: | | | |
| Net Investment in Capital Assets | 4,701,546 | 23,588,742 | 1,802,862 |
| Restricted For: | | | |
| Debt Service | 3,898,317 | 268,635 | 0 |
| Unrestricted | 35,659,093 | 36,528,172 | 638,878 |
| Total Net Position | <u>\$ 44,258,956</u> | <u>\$ 60,385,549</u> | <u>\$ 2,441,740</u> |

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

| <u>Sanitation</u> | <u>Total</u> |
|-------------------|-----------------------|
| 13,049 | 238,602 |
| 230,201 | 3,375,888 |
| 172,345 | 2,527,430 |
| 1,349 | 578,181 |
| 26,166 | 52,332 |
| 0 | 9,010,000 |
| 0 | 173,103,124 |
| 0 | 266,115 |
| <u>443,110</u> | <u>189,151,672</u> |
| <u>620,624</u> | <u>195,769,060</u> |
| 48,889 | 716,945 |
| <u>24,538</u> | <u>359,843</u> |
| <u>73,427</u> | <u>1,076,788</u> |
| 189,998 | 30,283,148 |
| 0 | 4,166,952 |
| 33,267 | 72,859,410 |
| <u>\$ 223,265</u> | <u>\$ 107,309,510</u> |

CITY OF MARYSVILLE, OHIO

**Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2020**

| | Business-Type Activities | | |
|---|--------------------------|--------------------|------------------|
| | Enterprise Funds | | |
| | Sewer | Water | Stormwater |
| Operating Revenues: | | | |
| Charges for Services | \$ 16,846,805 | \$ 13,004,505 | \$ 1,406,783 |
| Other Operating Revenue | 0 | 0 | 0 |
| Total Operating Revenues | 16,846,805 | 13,004,505 | 1,406,783 |
| Operating Expenses: | | | |
| Personal Services | 2,257,206 | 2,214,830 | 344,080 |
| Contractual Services | 4,823,421 | 2,636,134 | 421,984 |
| Materials and Supplies | 731,491 | 672,795 | 94,398 |
| Utilities | 776,025 | 124,937 | 3,502 |
| Depreciation | 4,789,422 | 1,796,272 | 122,502 |
| Total Operating Expenses | 13,377,565 | 7,444,968 | 986,466 |
| Operating Income | 3,469,240 | 5,559,537 | 420,317 |
| Nonoperating Revenue (Expenses): | | | |
| Investment Earnings | 226,906 | 485,458 | 0 |
| Interest Expense | (4,798,772) | (2,394,615) | 299 |
| Payments in Lieu of Taxes | 5,608,350 | 0 | 0 |
| Total Nonoperating Revenues (Expenses) | 1,036,484 | (1,909,157) | 299 |
| Change in Net Position | 4,505,724 | 3,650,380 | 420,616 |
| Net Position Beginning of Year | 39,753,232 | 56,735,169 | 2,021,124 |
| Net Position End of Year | \$ 44,258,956 | \$ 60,385,549 | \$ 2,441,740 |

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

| <u>Sanitation</u> | <u>Total</u> |
|-------------------|-----------------------|
| \$ 2,251,463 | \$ 33,509,556 |
| 2,078 | 2,078 |
| <u>2,253,541</u> | <u>33,511,634</u> |
| 318,466 | 5,134,582 |
| 1,660,342 | 9,541,881 |
| 40,471 | 1,539,155 |
| 3,344 | 907,808 |
| 49,968 | 6,758,164 |
| <u>2,072,591</u> | <u>23,881,590</u> |
| 180,950 | 9,630,044 |
| 0 | 712,364 |
| 299 | (7,192,789) |
| 0 | 5,608,350 |
| <u>299</u> | <u>(872,075)</u> |
| 181,249 | 8,757,969 |
| 42,016 | 98,551,541 |
| <u>\$ 223,265</u> | <u>\$ 107,309,510</u> |

CITY OF MARYSVILLE, OHIO

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2020**

| | Business-Type Activities | | |
|--|--------------------------|--------------|-------------|
| | Enterprise Funds | | |
| | Sewer | Water | Stormwater |
| <u>Cash Flows from Operating Activities:</u> | | | |
| Cash Received from Customers | \$15,820,375 | \$12,709,377 | \$1,305,491 |
| Cash Payments for Goods and Services | (6,502,593) | (3,582,692) | (516,259) |
| Cash Payments to Employees | (1,979,512) | (1,958,015) | (322,936) |
| Net Cash Provided by Operating Activities | 7,338,270 | 7,168,670 | 466,296 |
| <u>Cash Flows from Capital and Related Financing Activities:</u> | | | |
| Acquisition and Construction of Assets | (943,110) | (7,332,294) | (130,955) |
| Payments in Lieu of Taxes | 5,380,446 | 0 | 0 |
| Premium on Mortgage Revenue Bonds Issued | 0 | 1,380,443 | 0 |
| Mortgage Revenue Bonds Issued | 0 | 40,465,000 | 0 |
| Principal Paid on General Obligation Bonds | (215,000) | 0 | 0 |
| Principal Paid on Mortgage Revenue Bonds | (2,215,000) | (1,095,000) | 0 |
| Principal Paid on Ohio Public Works Commission Loan | 0 | (29,568) | 0 |
| Interest Paid on All Debt | (4,937,241) | (2,298,490) | 0 |
| Net Cash Provided (Used) for Capital and Related Financing Activities | (2,929,905) | 31,090,091 | (130,955) |
| <u>Cash Flows from Investing Activities:</u> | | | |
| Investments Purchased | 0 | (40,545,434) | 0 |
| Receipts of Interest | 256,462 | 437,862 | 0 |
| Net Cash Provided (Used) by Investing Activities | 256,462 | (40,107,572) | 0 |
| Net Increase (Decrease) in Cash and Cash Equivalents | 4,664,827 | (1,848,811) | 335,341 |
| Cash and Cash Equivalents at Beginning of Year | 30,988,619 | 32,226,866 | 582,889 |
| Cash and Cash Equivalents at End of Year | \$35,653,446 | \$30,378,055 | \$918,230 |

CITY OF MARYSVILLE, OHIO

| <u>Sanitation</u> | <u>Totals</u> |
|-------------------|---------------------|
| \$2,071,046 | \$31,906,289 |
| (1,703,424) | (12,304,968) |
| <u>(312,171)</u> | <u>(4,572,634)</u> |
| 55,451 | 15,028,687 |
| 0 | (8,406,359) |
| 0 | 5,380,446 |
| 0 | 1,380,443 |
| 0 | 40,465,000 |
| 0 | (215,000) |
| 0 | (3,310,000) |
| 0 | (29,568) |
| <u>0</u> | <u>(7,235,731)</u> |
| 0 | 28,029,231 |
| 0 | (40,545,434) |
| <u>0</u> | <u>694,324</u> |
| 0 | (39,851,110) |
| 55,451 | 3,206,808 |
| 139,004 | 63,937,378 |
| <u>\$194,455</u> | <u>\$67,144,186</u> |

(Continued)

CITY OF MARYSVILLE, OHIO

**Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2020**

| | Business-Type Activities | | |
|--|--------------------------|--------------------|------------------|
| | Enterprise Funds | | |
| | Sewer | Water | Stormwater |
| <u>Reconciliation of Operating Income to Net Cash</u> | | | |
| <u>Provided by Operating Activities:</u> | | | |
| Operating Income | \$3,469,240 | \$5,559,537 | \$420,317 |
| Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities: | | | |
| Depreciation Expense | 4,789,422 | 1,796,272 | 122,502 |
| Changes in Assets and Liabilities: | | | |
| Increase in Accounts Receivable | (1,026,430) | (295,128) | (101,292) |
| Decrease in Deferred Outflows of Resources | 323,377 | 331,912 | 58,138 |
| Decrease (Increase) in Prepaids | 34,467 | (72,646) | 187 |
| Increase (Decrease) in Accounts Payable | (210,819) | (78,733) | 14,304 |
| Decrease in Capital Lease Payable | 0 | 0 | (12,040) |
| Increase in Accrued | | | |
| Wages and Benefits | 20,762 | 25,786 | 2,245 |
| Increase in Compensated Absences | 45,735 | 11,595 | 1,398 |
| Decrease in Net Pension Liability | (586,968) | (603,115) | (110,099) |
| Increase (Decrease) in Net OPEB Liability | 51,209 | 52,846 | 1,045 |
| Increase in Deferred Inflows of Resources | 428,275 | 440,344 | 69,591 |
| Total Adjustments | <u>3,869,030</u> | <u>1,609,133</u> | <u>45,979</u> |
| Net Cash Provided | | | |
| by Operating Activities | <u>\$7,338,270</u> | <u>\$7,168,670</u> | <u>\$466,296</u> |

Schedule of Noncash Investing, Capital and Financing Activities:

As of December 31, 2020, the Sewer Fund, Water Fund and Stormwater Fund had outstanding liabilities of \$44,779, \$1,604,667 and \$39,045 for the purchase of certain capital assets.

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

| <u>Sanitation</u> | <u>Totals</u> |
|-------------------|---------------------|
| \$180,950 | \$9,630,044 |
| 49,968 | 6,758,164 |
| (182,495) | (1,605,345) |
| 61,466 | 774,893 |
| 4,385 | (33,607) |
| 8,043 | (267,205) |
| (12,040) | (24,080) |
| 2,192 | 50,985 |
| 2,404 | 61,132 |
| (121,865) | (1,422,047) |
| (5,830) | 99,270 |
| <u>68,273</u> | <u>1,006,483</u> |
| <u>(125,499)</u> | <u>5,398,643</u> |
| <u>\$55,451</u> | <u>\$15,028,687</u> |

CITY OF MARYSVILLE, OHIO

***Statement of Net Position
Fiduciary Funds
December 31, 2020***

| | Custodial Funds |
|---------------------------|--------------------|
| Assets: | |
| Cash and Cash Equivalents | \$ 257,026 |
| Total Assets | <u>257,026</u> |
| Liabilities: | |
| Intergovernmental Payable | <u>257,026</u> |
| Total Liabilities | <u>257,026</u> |
| Total Net Position | <u><u>\$ 0</u></u> |

See accompanying notes to the basic financial statements

CITY OF MARYSVILLE, OHIO

***Statement of Changes in Net Position
Fiduciary Funds
For the Year Ended December 31, 2020***

| | <u>Custodial Funds</u> |
|--|----------------------------|
| Additions: | |
| Contributions: | |
| Fines, Licenses and Permits for Distribution | \$ 1,133,063 |
| Amounts Received as Fiscal Agent | <u>245,830</u> |
| Total Contributions | <u>1,378,893</u> |
| Deductions: | |
| Distributions to Other Governments | <u>1,378,893</u> |
| Total Deductions | <u>1,378,893</u> |
| Net Change in Fiduciary Net Position | 0 |
| Fiduciary Net Position at Beginning of Year | <u>0</u> |
| Fiduciary Net Position End of Year | <u><u>\$ 0</u></u> |

See accompanying notes to the basic financial statements

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

The financial statements are presented as of December 31, 2020 and for the year then ended and have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the "GASB") is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

A. Reporting Entity

The accompanying basic financial statements comply with the provisions of the GASB Statement No. 14, "*The Financial Reporting Entity*," as amended by GASB Statement No. 39 "*Determining Whether Certain Organizations are Component Units*," and GASB Statement No. 61 "*The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34*," in that the financial statements include all organizations, activities, functions and component units for which the City (the primary government) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the City's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the City.

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

The City is associated with the Marysville/Union County Joint Recreation District, the Union County Community Improvement Corporation, the Mid-Ohio Regional Planning Commission, the Union County Council of Governments and the Marysville/Union County Port Authority; each is a jointly governed organization. These organizations are more fully described in Note 20 to the basic financial statements.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting

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

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

Governmental Funds

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

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

Debt Service Fund - This fund is used to account for resources that are used for payment of principal, interest and fiscal charges on general obligation debt.

Coleman's Crossing TIF Fund - This fund is used to account for the debt proceeds used for and the payments in lieu of tax receipts realized by the development of the Coleman's Crossing area. These proceeds will be utilized to repay the debt issued for completion of this project, along with the compensation payment to the Marysville Exempted School District. Also, with the addition on the Cook's Pointe TIF in 2018, this fund was utilized to account for community environment investments within the northern boundaries of the City.

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

Proprietary Funds

All proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that 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. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in total net position.

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

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

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

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

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

Fiduciary Funds

These funds are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. The City's only fiduciary funds are custodial funds. These funds operate on a full accrual basis of accounting. The City has four custodial funds. The four funds are the Municipal Court Fund, which accounts for monies that flow through the municipal court office, the Law Library Fund, which is used to account for monies collected from traffic fines until they are remitted to other entities, the Union County Port Authority Fund and the US 33 Council of Governments Fund.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements

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

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

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

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and deferred outflows of resources and current liabilities and deferred inflows of resources, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements (Continued)

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

D. Basis of Accounting

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

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

Special assessment installments, which are measurable, but not available at December 31, are recorded as deferred inflow of resources – unavailable amount. Property taxes measurable as of December 31, 2020, but which are not intended to finance 2020 operations and delinquent property taxes, whose availability is indeterminate, are recorded as deferred inflow of resources as further described in Note 6 “Taxes”.

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

E. Deferred Inflows/Outflows 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 (expenses/expenditures) until then. For the City, deferred outflows related to pension/OPEB are explained in notes 11 and 12.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. On the government-wide statement of net position and governmental funds balance sheet, property taxes that are intended to finance future fiscal periods are reported as deferred inflows. In addition, the governmental funds balance sheet reports deferred inflows which arise only under a modified accrual basis of accounting. Accordingly, the item, *unavailable amounts*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable amounts for delinquent property taxes, income taxes, special assessments, charges for services, interest and state levied shared taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Deferred inflows of resources related to pension/OPEB are reported on the government-wide statement of net position. (See Note 11 and 12)

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Budgetary Process

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

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

1. Tax Budget

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

The budget commission has waived the filing of the budget.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Budgetary Process (Continued)

2. Estimated Resources

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by October 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or if actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during 2020.

3. Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 through December 31. The appropriation ordinance establishes spending controls at the fund, department and object level, the legal level of control. The appropriation ordinance may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified by the County Budget Commission. The allocation of appropriations among departments and objects within a fund may be modified during the year by an ordinance of City Council. During 2020, several supplemental appropriations were necessary to budget the use of contingency funds, intergovernmental grant proceeds and capital improvement projects. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual--General Fund" are provided on the budgetary basis to provide a comparison of actual results with the final budget, including all amendments and modifications.

4. Encumbrances

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Budgetary Process (Continued)

5. Lapsing of Appropriations

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

6. Budgetary Basis of Accounting

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

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Budgetary Process (Continued)

6. Budgetary Basis of Accounting (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund:

| <u>Net Change In Fund Balance</u> | |
|--|---------------------------|
| | <u>General Fund</u> |
| GAAP Basis (as reported) | \$838,039 |
| Increase (Decrease): | |
| Accrued Revenues at December 31, 2020 received during 2021 | (2,799,539) |
| Accrued Revenues at December 31, 2019 received during 2020 | 3,116,024 |
| Accrued Expenditures at December 31, 2020 paid during 2021 | 1,114,638 |
| Accrued Expenditures at December 31, 2019 paid during 2020 | (771,345) |
| 2019 Prepays for 2020 | 88,402 |
| 2020 Prepays for 2021 | (131,727) |
| 2019 Adjustment to Fair Value | 247,514 |
| 2020 Adjustment to Fair Value | (435,434) |
| Outstanding Encumbrances | (1,429,827) |
| 2019 Cash With Fiscal Agent | 97,816 |
| 2020 Cash With Fiscal Agent | (98,156) |
| Budget Basis | <u><u>(\$163,595)</u></u> |

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits, the State Treasury Asset Reserve (STAR Ohio) and certificates of deposit with original maturity dates of three months or less. The STAR Ohio is considered an investment for purposes of GASB Statement No. 3, but it is reported as a cash equivalent in the basic financial statements because it is a highly liquid instrument which is readily convertible to cash. The City also invests in STAR Plus, a federally insured cash account powered by the Federally Insured Cash Account (FICA) program. STAR Plus enables political subdivisions to generate a competitive yield on cash deposits in a network of carefully selected FDIC-insured banks via a single, convenient account. All deposits with STAR Plus have full FDIC insurance, with no term commitment on deposits. The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintained its own cash and investment account. For purposes of the Statement of Cash Flows, the proprietary funds' shares of equity in pooled certificates of deposit are considered to be cash equivalents. See Note 5, "Cash, Cash Equivalents and Investments." Investment earnings of \$323,591 earned by other funds were credited to the General Fund as required by local statute.

H. Investments

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. The City allocates interest among certain funds based upon percentages mandated by City ordinance. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the City records all its investments at fair value except for nonparticipating investment contracts (certificates of deposit) which are reported at cost, which approximates fair value. All investments, other than certificates of deposit, are considered, including those with a maturity of one year or less, and included in the calculation of the change in fair value. Fair value is determined by quoted market prices. See Note 5, "Cash, Cash Equivalents and Investments."

The City has invested funds in the STAR Ohio during 2020. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2020.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2020, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Capital Assets and Depreciation

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

1. Property, Plant and Equipment - Governmental Activities

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

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

2. Property, Plant and Equipment – Business Type Activities

Contributed capital assets are recorded at acquisition value at the date received. Capital assets include land, construction in progress, buildings, building improvements, machinery, equipment, vehicles and infrastructure. Infrastructure is defined as long-lived capital assets that normally are stationary in nature and normally can be preserved for a significant number of years. Examples of infrastructure include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems.

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

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2020**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Capital Assets and Depreciation (Continued)

3. Depreciation

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

| Description | Governmental and Business-Type Activities Estimated Lives (in years) |
|--|--|
| Buildings | 40 |
| Improvements other than Buildings/Infrastructure | 10 - 15 |
| Infrastructure | 10 - 40 |
| Machinery and Equipment | 5 - 10 |
| Vehicles | 5 - 10 |

K. Long-Term Debt

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

| Obligation | Fund |
|---------------------------------------|---|
| General Obligation Bonds | Debt Service Fund |
| Mortgage Revenue Bonds | Water Fund Sewer Fund |
| Capital Leases | General Fund |
| Long-Term Loan Payable | Debt Service Fund |
| Long-Term Notes Payable | Debt Service Fund |
| Ohio Public Works Commission Loans | Water Fund Sewer Fund |
| Compensated Absences | General Fund Street Maintenance Fund Water Fund Sewer Fund Sanitation Fund Stormwater Fund |
| Pension and OPEB Liabilities | General Fund Water Fund Sewer Fund Sanitation Fund Stormwater Fund |

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Compensated Absences

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

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

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

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

M. Net Position

Net position represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflow of resources. 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 either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. Fund Balances

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

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

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

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

Assigned – Assigned fund balance consists of amounts that are constrained by the City’s intent to be used for specific purposes, but are neither restricted nor committed. The City has no formal policy authorizing a body or official to assign amounts for specific purposes.

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

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

O. Pensions/Other Postemployment Benefits (OPEB)

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. Interfund Activity

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

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

Q. Estimates

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

R. Operating Revenues and Expenses

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

S. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Council and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2020.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

U. Fair Value

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Active markets are those in which transactions for the asset or liability occur in sufficient frequency and volume to provide pricing information on an ongoing basis. Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Level 2 inputs are significant other observable inputs. Investments classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. Level 3 inputs are significant unobservable inputs.

NOTE 2 – CHANGE IN ACCOUNTING PRINCIPLES

For 2020, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 83, "Certain Asset Retirement Obligations," Statement No. 84, "Fiduciary Activities," Statement No. 88, "Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements," and Statement No. 90, "Majority Equity Interests—an amendment of GASB Statements No. 14 and No. 61."

GASB Statement No. 83 establishes criteria for determining the timing and pattern of recognition of a liability and a corresponding deferred outflow of resources for asset retirement obligations. This had no effect on beginning net position/fund balance.

GASB Statement No. 88 revises the information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements. This Statement requires that additional essential information related to debt be disclosed in notes to financial statements. This had no effect on beginning net position/fund balance.

GASB Statement No. 90 establishes criteria for reporting a government's majority equity interest in a legally separate organization. This had no effect on beginning net position/fund balance.

GASB Statement No. 84 establishes criteria for identifying fiduciary activities of all state and local governments.

The implementation of GASB 84 had the following effect on the presentation of the financial statements of the City for 2020:

- Agency funds are now referred to as custodial funds

Custodial funds now present a Statement of Changes in Fiduciary Net Position for the fiduciary fund.

NOTE 3 - COMPLIANCE AND ACCOUNTABILITY

A. Fund Deficits

The fund deficits at December 31, 2020 of \$1,153,059 in the Capital Improvements Project (CIP) Fund, (capital projects fund) arose from the recording of general obligation notes payable within the individual fund. The fund deficit of \$240,767 in the Debt Service Fund arose from the recording of general obligation notes payable within the individual fund. The General Fund provides transfers when cash is required, not when accruals occur.

CITY OF MARYSVILLE, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2020**

NOTE 4 – FUND BALANCE CLASSIFICATION

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

| Fund Balances | General Fund | Debt Service Fund | Coleman's Crossing TIF Fund | Capital Improvements Project Fund (CIP) | Other Governmental Funds | Total Governmental Funds |
|----------------------------------|---------------------|-------------------------|-----------------------------------|---|--------------------------------|--------------------------------|
| Nonspendable: | | | | | | |
| Prepaid Items | \$131,727 | \$818 | \$0 | \$0 | \$12,261 | \$144,806 |
| Restricted: | | | | | | |
| Coleman's Crossing TIF | 0 | 0 | 1,116,848 | 0 | 0 | 1,116,848 |
| Street Maintenance | 0 | 0 | 0 | 0 | 374,613 | 374,613 |
| Police Pension | 0 | 0 | 0 | 0 | 8,288 | 8,288 |
| Fire Pension | 0 | 0 | 0 | 0 | 8,288 | 8,288 |
| Police Grant | 0 | 0 | 0 | 0 | 15,951 | 15,951 |
| Fire Grant | 0 | 0 | 0 | 0 | 8,182 | 8,182 |
| Law Enforcement Trust | 0 | 0 | 0 | 0 | 46,160 | 46,160 |
| Mandatory Drug Fine | 0 | 0 | 0 | 0 | 117,810 | 117,810 |
| Alcohol Treatment and Education | 0 | 0 | 0 | 0 | 35,139 | 35,139 |
| Indigent Drivers Treatment | 0 | 0 | 0 | 0 | 173,617 | 173,617 |
| State Highway Improvements | 0 | 0 | 0 | 0 | 45,044 | 45,044 |
| Federal Law Enforcement | 0 | 0 | 0 | 0 | 505 | 505 |
| Court Computer and Research | 0 | 0 | 0 | 0 | 385,491 | 385,491 |
| Municipal Court Computer | 0 | 0 | 0 | 0 | 183,832 | 183,832 |
| Municipal Court Special Projects | 0 | 0 | 0 | 0 | 601,716 | 601,716 |
| Court Probation Fee | 0 | 0 | 0 | 0 | 280,802 | 280,802 |
| CHIP Grant | 0 | 0 | 0 | 0 | 61,876 | 61,876 |
| Safe Routes to School | 0 | 0 | 0 | 0 | 3,676 | 3,676 |
| Municipal Court Local Interlock | 0 | 0 | 0 | 0 | 206,306 | 206,306 |
| Municipal Court State Interlock | 0 | 0 | 0 | 0 | 268,472 | 268,472 |
| Northwest 33 Grant | 0 | 0 | 0 | 0 | 39,555 | 39,555 |
| Total Restricted | <u>0</u> | <u>0</u> | <u>1,116,848</u> | <u>0</u> | <u>2,865,323</u> | <u>3,982,171</u> |
| Committed: | | | | | | |
| Incentive Funds | 566 | 0 | 0 | 0 | 0 | 566 |
| Capital Reserve | 1,935,865 | 0 | 0 | 0 | 0 | 1,935,865 |
| Swimming Pool | 0 | 0 | 0 | 0 | 10,955 | 10,955 |
| City Events | 0 | 0 | 0 | 0 | 8,011 | 8,011 |
| Street Tree | 0 | 0 | 0 | 0 | 237,155 | 237,155 |
| Parkland Development | 0 | 0 | 0 | 0 | 373,323 | 373,323 |
| Eljer Park | 0 | 0 | 0 | 0 | 31,523 | 31,523 |
| Cemetery Maintenance | 0 | 0 | 0 | 0 | 40,742 | 40,742 |
| Cemetery Endowment | 0 | 0 | 0 | 0 | 12,566 | 12,566 |
| Total Committed | <u>1,936,431</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>714,275</u> | <u>2,650,706</u> |
| Assigned: | | | | | | |
| Purchase Orders | 33,563 | 0 | 0 | 0 | 0 | 33,563 |
| Fiscal Year 2021 Appropriations | 67,432 | 0 | 0 | 0 | 0 | 67,432 |
| Total Assigned | <u>100,995</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>100,995</u> |
| Unassigned | 11,523,697 | (241,585) | 0 | (1,153,059) | 0 | 10,129,053 |
| Total Fund Balances | <u>\$13,692,850</u> | <u>(\$240,767)</u> | <u>\$1,116,848</u> | <u>(\$1,153,059)</u> | <u>\$3,591,859</u> | <u>\$17,007,731</u> |

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS

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

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

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

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

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

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

A. Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned. The City's policy is to place deposits with major local banks.

Ohio law requires that deposits be either insured or be protected by eligible securities pledged to the City and deposited with a qualified trustee by the financial institution as security for repayment whose market value at all times shall be at least 105 percent of the deposits being secured, or participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS requires the total market value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State. Although all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the City to a successful claim by the FDIC.

CITY OF MARYSVILLE, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2020**

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

A. Deposits (Continued)

At year end the carrying amount of the City's deposits was \$22,361,358 and \$21,858,924 of the City's bank balance of \$22,858,924 was exposed to custodial credit risk because it was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, not in the City's name.

B. Investments

The City's investments at December 31, 2020 are summarized below:

| | Fair Value | Credit Rating | Fair Value Hierarchy | Investment Maturities (in Years) | | |
|---------------------|----------------------|-------------------------------------|-------------------------|----------------------------------|---------------------|--------------------|
| | | | | less than 1 | 1-3 | 3-5 |
| STAR Ohio * | \$28,956,713 | AAAm ¹ | N/A | \$28,956,713 | \$0 | \$0 |
| FNMA | 4,710,944 | AAA ¹ / Aaa ² | Level 2 | 0 | 4,130,887 | 580,057 |
| FHLMC | 13,872,254 | AAA ¹ / Aaa ² | Level 2 | 0 | 11,667,817 | 2,204,437 |
| FHLB | 780,429 | AAA ¹ / Aaa ² | Level 2 | 0 | 0 | 780,429 |
| FFCB | 20,662,352 | AAA ¹ / Aaa ² | Level 2 | 7,212,585 | 13,054,200 | 395,567 |
| Commercial Paper | 17,162,872 | AAA ¹ / Aaa ² | Level 2 | 17,162,872 | 0 | 0 |
| U.S. Treasury Notes | 3,435,449 | AAA ¹ / Aaa ² | Level 1 | 3,435,449 | 0 | 0 |
| U.S. Treasury Bills | 1,999,386 | AAA ¹ / Aaa ² | Level 1 | 1,999,386 | 0 | 0 |
| Negotiable CD's | 13,957,959 | AAA ¹ / Aaa ² | Level 2 | 6,736,450 | 6,109,250 | 1,112,259 |
| Total Investments | <u>\$105,538,358</u> | | | <u>\$65,503,455</u> | <u>\$34,962,154</u> | <u>\$5,072,749</u> |

* STAR Ohio is reported at its share price (Net Asset Value per Share).

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 5 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments (Continued)

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

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of a government’s investment in a single issuer. The City’s investment policy allows investments in money market accounts, certificates of deposit or within financial institutions within the State of Ohio as designated by the Federal Reserve Board. The City has invested 4% of its investments in FNMA, 13% in FHLMC, less than 1% in FHLB, 20% in FFEB, 16% in Commercial Paper, 3% in Treasury Notes, 2% in Treasury Bills, 13% in negotiable CD’s and 28% in STAR Ohio.

NOTE 6 - TAXES

A. Property Taxes

Property taxes include amounts levied against all real estate and public utility property, and tangible personal property used in business and located in the City. Real property taxes (other than public utility) collected during 2020 were levied after October 1, 2019 on assessed values as of January 1, 2019, the lien date. Assessed values were established by the County Auditor at 35% of appraised market value. All property is required to be reappraised every six years, and equalization adjustments are made in the third year following reappraisal. The last revaluation was completed in 2013 and the equalization adjustment was completed in 2016. Real property taxes are payable annually or semi-annually. The first payment is due January 20; the remainder is payable by June 20.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 6 - TAXES (Continued)

A. Property Taxes (Continued)

Public utility real property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Certain public utility tangible personal property is currently assessed at 100% of its true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

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

The full tax rate for the City's operations for the year ended December 31, 2020 was \$5.20 per \$1,000 of assessed value. The assessed value upon which the 2020 receipts were based was \$479,647,040. This amount constitutes \$466,091,650 in real property assessed value and \$13,555,390 in public utility assessed value.

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

B. Income Tax

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 7 – TAX ABATEMENT DISCLOSURES

As of December 31, 2020, the City of Marysville provides tax incentives under two programs: Enterprise Zone (EZ) and Community Reinvestment Area (CRA).

Real Estate Tax Abatements

Pursuant to Ohio Revised Code Chapter 5709, the City established a Community Reinvestment area in 2002 and an Enterprise Zone in 1990, both of which included certain land within the boundaries of the City of Marysville. The City of Marysville authorizes incentives through the passage of public ordinances, based upon each businesses investment criteria, and through a contractual application process with each business, including proof that the improvements have been made. The abatement equals an agreed upon percentage of the additional property tax resulting from the increase in assessed value as a result of the improvements. The amount of the abatement is deducted from the recipient's property tax bill. The establishment of the CRA and EZ gave the City the ability to maintain and expand businesses located in the City and created new jobs by abating or reducing assessed valuation of properties, resulting in abated taxes, from new or improved business real estate for office and industrial uses. The City of Marysville also enters into various contracts with the benefitting business and the Marysville City School District for payments in lieu of taxes when required by Section 5709.82 of the Ohio Revised Code.

Income Tax Abatement Programs

The City of Marysville created the Income Tax Abatement program in 2006. The purpose of the program is to maintain Marysville's competitiveness as a site for location of new businesses and the expansion of existing businesses. Pursuant to Ohio Revised Code Chapter 718 and City ordinance, the City provides an incentive to the company based upon the company's gross annual payroll, the amount of income tax generated annually and the number of jobs created or retained by the business. The abatement is administered as a refund based upon the company's payroll taxes. Also, the time period of the incentive in years, is determined by how many new jobs are to be created by the company. The cap on the incentive is 50% of the income tax collected per year, with an incentive period of no more than 10 years.

City Council's Incentive Criteria for Decision Making

The City of Marysville has offered tax incentives and Community Reinvestment Act (CRA) and Enterprise Zone abatements to various businesses based upon substantial project investment in the City. As a general guideline, the City considers CRA applications for projects that have a residential building that is less than two units and is owner occupied, the building meets zoning and building regulations, the CRA encourages private investment that will repair, construct and improve a building and it creates new employment opportunities. The minimum property tax abatement is seven years for new improvements of at least \$7,500 and the maximum property tax abatement is fifteen years with at least \$350,000 worth of new improvements. For EZ applications, the City of Marysville generally requires projects to have at least \$700,000 dollar real estate investment into a property, along with the retention and creation of at least 15 jobs with a minimum payroll of at least \$750,000.

CITY OF MARYSVILLE, OHIO

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 7 – TAX ABATEMENT DISCLOSURES (Continued)

Below is the information relevant to the disclosure of those programs for the year ended December 31, 2020.

| <u>Tax Abatement</u> | <u>Total Amount of Taxes Abated (Incentives Abated For the Year 2020 In Actual Dollars)</u> |
|---|---|
| <i>Auto Tools Inc. (2012 - 2022) (EZ)</i> | |
| - Gross Dollar amount of taxes abated during 2020 | \$310,428 |
| <i>Evolution AG (2017 - 2027) (EZ)</i> | |
| - Gross Dollar amount of taxes abated during 2020 | 4,594 |
| <i>Heritage Co-Op (2015 - 2024) (EZ)</i> | |
| - Gross Dollar amount of taxes abated during 2020 | 68,341 |
| <i>KTH Parts Industries (2016 - 2026) (EZ)</i> | |
| - Gross Dollar amount of taxes abated during 2020 | 168,671 |
| <i>Richwood Bank (2012 - 2022) (EZ)</i> | |
| - Gross Dollar amount of taxes abated during 2020 | 75,304 |
| <i>AutoTool (2012 - 2022) (EZ)</i> | |
| - Gross Dollar amount of taxes abated during 2020 | 310,435 |
| <i>Sumitomo (2015 - 2025) (EZ)</i> | |
| - Gross Dollar amount of taxes abated during 2020 | 1,939,217 |
| Total | <u><u>\$2,876,990</u></u> |

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 8 - RECEIVABLES

Receivables at December 31, 2020 consisted of taxes, payments in lieu of taxes, interest, accounts receivable, special assessments and intergovernmental receivables arising from shared revenues.

NOTE 9 - TRANSFERS

Following is a summary of transfers in and out for all funds for 2020:

| <u>Transfers In:</u> | <u>Transfers Out:</u> |
|-----------------------------------|-----------------------|
| | General Fund |
| Debt Service Fund | \$2,493,046 |
| Capital Improvements Project Fund | 4,325,365 |
| Other Governmental Funds | 338,500 |
| Total | <u>\$7,156,911</u> |

Transfers are used to move unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

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

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2020**

NOTE 10 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at December 31, 2020:

Historical Cost:

| Class | December 31, 2019 | Additions | Deletions | December 31, 2020 |
|--|----------------------|-------------|---------------|----------------------|
| <i>Capital assets not being depreciated:</i> | | | | |
| Land | \$6,308,349 | \$134,299 | \$0 | \$6,442,648 |
| Construction in Progress | 5,579,165 | 44,390 | (4,775,984) | 847,571 |
| Subtotal | 11,887,514 | 178,689 | (4,775,984) | 7,290,219 |
| <i>Capital assets being depreciated:</i> | | | | |
| Buildings | 29,407,526 | 0 | 0 | 29,407,526 |
| Improvements Other Than Buildings | 8,876,908 | 0 | 0 | 8,876,908 |
| Machinery and Equipment | 3,876,993 | 1,647,018 | (550,614) | 4,973,397 |
| Vehicles | 7,242,982 | 411,755 | (73,500) | 7,581,237 |
| Infrastructure | 102,627,847 | 5,212,358 | 0 | 107,840,205 |
| Subtotal | 152,032,256 | 7,271,131 | (624,114) | 158,679,273 |
| Total Cost | \$163,919,770 | \$7,449,820 | (\$5,400,098) | \$165,969,492 |

Accumulated Depreciation:

| Class | December 31, 2019 | Additions | Deletions | December 31, 2020 |
|-----------------------------------|----------------------|-----------------|-----------|----------------------|
| Buildings | (\$6,584,020) | (\$748,018) | \$0 | (\$7,332,038) |
| Improvements Other Than Buildings | (4,116,784) | (435,426) | 0 | (4,552,210) |
| Machinery and Equipment | (2,050,781) | (778,846) | 550,614 | (2,279,013) |
| Vehicles | (4,389,865) | (316,014) | 73,500 | (4,632,379) |
| Infrastructure | (72,356,547) | (2,985,366) | 0 | (75,341,913) |
| Total Depreciation | (\$89,497,997) | (\$5,263,670) * | \$624,114 | (\$94,137,553) |
| <i>Net Value:</i> | \$74,421,773 | | | \$71,831,939 |

* Depreciation expenses were charged to governmental functions as follows:

| | |
|---|-------------|
| General Government | \$783,347 |
| Security of Persons and Property - Police | 587,479 |
| Security of Persons and Property - Fire | 467,948 |
| Security of Persons and Property - Other | 1,210 |
| Public Health and Welfare Services | 3,232 |
| Transportation | 2,837,283 |
| Community Environment | 273,992 |
| Leisure Time Activities | 309,179 |
| Total Depreciation Expense | \$5,263,670 |

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2020**

NOTE 10 - CAPITAL ASSETS (continued)

B. Business-Type Activities Capital Assets

Summary by Category at December 31, 2020:

Historical Cost:

| Class | December 31, 2019 | Additions | Deletions | December 31, 2020 |
|--|----------------------|--------------|---------------|----------------------|
| <i>Capital assets not being depreciated:</i> | | | | |
| Land | \$4,195,515 | \$0 | \$0 | \$4,195,515 |
| Construction in Progress | 5,091,214 | 8,037,393 | (818,093) | 12,310,514 |
| Subtotal | 9,286,729 | 8,037,393 | (818,093) | 16,506,029 |
| <i>Capital assets being depreciated:</i> | | | | |
| Buildings | 108,182,972 | 0 | 0 | 108,182,972 |
| Improvements Other Than Buildings | 28,316,143 | 0 | 0 | 28,316,143 |
| Machinery and Equipment | 3,812,700 | 429,933 | (319,225) | 3,923,408 |
| Vehicles | 3,084,981 | 410,765 | (35,336) | 3,460,410 |
| Infrastructure | 107,060,090 | 1,836,839 | 0 | 108,896,929 |
| Subtotal | 250,456,886 | 2,677,537 | (354,561) | 252,779,862 |
| Total Cost | \$259,743,615 | \$10,714,930 | (\$1,172,654) | \$269,285,891 |

Accumulated Depreciation:

| Class | December 31, 2019 | Additions | Deletions | December 31, 2020 |
|-----------------------------------|----------------------|---------------|-----------|----------------------|
| Buildings | (\$30,538,298) | (\$2,693,895) | \$0 | (\$33,232,193) |
| Improvements Other Than Buildings | (8,401,862) | (796,507) | 0 | (9,198,369) |
| Machinery and Equipment | (2,439,161) | (394,573) | 319,225 | (2,514,509) |
| Vehicles | (1,957,002) | (139,228) | 35,336 | (2,060,894) |
| Infrastructure | (37,686,294) | (2,733,961) | 0 | (40,420,255) |
| Total Depreciation | (\$81,022,617) | (\$6,758,164) | \$354,561 | (\$87,426,220) |
| <i>Net Value:</i> | \$178,720,998 | | | \$181,859,671 |

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 11 – DEFINED BENEFIT PENSION PLANS

Net Pension Liability

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

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

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

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

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

Plan Description – Ohio Public Employees Retirement System (OPERS)

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

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2020**

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

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 Comprehensive Annual Financial Report referenced above for additional information, including requirements for reduced and unreduced benefits):

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

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

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

When a benefit recipient has received benefits for 12 months, an annual cost of living adjustment (COLA) is provided. This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. For those retiring prior to January 7, 2013, the COLA will continue to be a 3.00% 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 3.00%.

Benefits in the Combined Plan consist of both an age-and-service formula benefit (defined benefit) and a defined contribution element. The defined benefit element is calculated on the basis of age, FAS, and years of service. Eligibility regarding age and years of service in the Combined Plan is the same as the Traditional Pension Plan. The benefit formula for the defined benefit component of the plan for State and Local members in transition Groups A and B applies a factor of 1.00% to the member’s FAS for the first 30 years of service.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2020**

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

A factor of 1.25% is applied to years of service in excess of 30. The benefit formula for transition Group C applies a factor of 1.0% to the member’s FAS and the first 35 years of service and a factor of 1.25% is applied to years in excess of 35. Persons retiring before age 65 with less than 30 years of service credit receive a percentage reduction in benefit. The defined contribution portion of the benefit is based on accumulated member contributions plus or minus any investment gains or losses on those contributions. Members retiring under the Combined Plan receive a 3.00% COLA adjustment on the defined benefit portion of their benefit.

Defined contribution plan benefits are established in the plan documents, which may be amended by the OPERS’s Board of Trustees. Member-Directed Plan and Combined Plan members who have met the retirement eligibility requirements may apply for retirement benefits. The amount available for defined contribution benefits in the Combined Plan consists of the member’s contributions plus or minus the investment gains or losses resulting from the member’s investment selections. The amount available for defined contribution benefits in the Member-Directed Plan consists of the members’ contributions, vested employer contributions and investment gains or losses resulting from the members’ investment selections. Employer contributions and associated investment earnings vest over a five-year period, at a rate of 20% each year. For additional information, see the Plan Statement in the OPERS Comprehensive Annual Financial Report.

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

| | <u>State and Local</u> |
|--|----------------------------|
| 2020 Statutory Maximum Contribution Rates | |
| Employer | 14.0 % |
| Employee | 10.0 % |
| 2020 Actual Contribution Rates | |
| Employer: | |
| Pension | 14.0 % |
| Post-employment Health Care Benefits | <u>0.0</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 \$921,679 for 2020. Of this amount, \$57,706 is reported as accrued wages and benefits.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

Plan Description – Ohio Police & Fire Pension Fund (OPF)

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

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

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

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

Under normal service retirement, retired members who are at least 55 years old and have been receiving OPF 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 3.00% 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 3.00% of their base pension or disability benefit.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

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

| | <u>Police</u> | <u>Firefighters</u> |
|--|----------------|---------------------|
| 2020 Statutory Maximum Contribution Rates | | |
| Employer | 19.50 % | 24.00 % |
| Employee: | | |
| January 1, 2020 through December 31, 2020 | 12.25 % | 12.25 % |
| 2020 Actual Contribution Rates | | |
| Employer: | | |
| Pension | 19.00 % | 23.50 % |
| Post-employment Health Care Benefits | <u>0.50</u> | <u>0.50</u> |
| Total Employer | <u>19.50 %</u> | <u>24.00 %</u> |
| Employee: | | |
| January 1, 2020 through December 31, 2020 | 12.25 % | 12.25 % |

Employer contribution rates are expressed as a percentage of covered payroll. The City’s contractually required contribution to OPF was \$1,526,210 for 2020. Of this amount, \$119,889 is reported as accrued wages and benefits.

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, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. OPF’s total pension liability was measured as of December 31, 2019, and was determined by rolling forward the total pension liability as of January 1, 2019, to December 31, 2019. 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:

| | <u>OPERS</u> | <u>OP&F</u> | <u>Total</u> |
|--|--------------------|--------------------|--------------|
| Proportionate Share of the Net Pension Liability | \$8,951,874 | \$19,290,894 | \$28,242,768 |
| Proportion of the Net Pension Liability-2020 | 0.045290% | 0.286362% | |
| Proportion of the Net Pension Liability-2019 | <u>0.045307%</u> | <u>0.289236%</u> | |
| Percentage Change | <u>(0.000017%)</u> | <u>(0.002874%)</u> | |
| Pension Expense | \$1,606,588 | \$2,802,923 | \$4,409,511 |

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2020**

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

At December 31, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | <u>OPERS</u> | <u>OP&F</u> | <u>Total</u> |
|--|--------------------|--------------------|--------------------|
| Deferred Outflows of Resources | | | |
| Changes in assumptions | \$478,137 | \$473,542 | \$951,679 |
| Differences between expected and actual experience | 0 | 730,223 | 730,223 |
| Change in proportionate share | 48,020 | 983,871 | 1,031,891 |
| City contributions subsequent to the measurement date | 921,679 | 1,526,210 | 2,447,889 |
| Total Deferred Outflows of Resources | <u>\$1,447,836</u> | <u>\$3,713,846</u> | <u>\$5,161,682</u> |
| Deferred Inflows of Resources | | | |
| Net difference between projected and actual earnings on pension plan investments | \$1,785,702 | \$931,906 | \$2,717,608 |
| Differences between expected and actual experience | 113,184 | 994,909 | 1,108,093 |
| Change in proportionate share | 2,240 | 322,516 | 324,756 |
| Total Deferred Inflows of Resources | <u>\$1,901,126</u> | <u>\$2,249,331</u> | <u>\$4,150,457</u> |

\$2,447,889 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, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

| Year Ending December 31: | <u>OPERS</u> | <u>OP&F</u> | <u>Total</u> |
|--------------------------|----------------------|-------------------|----------------------|
| 2021 | (\$162,365) | \$126,993 | (\$35,372) |
| 2022 | (577,511) | 167,468 | (410,043) |
| 2023 | 73,945 | 572,583 | 646,528 |
| 2024 | (709,038) | (830,030) | (1,539,068) |
| 2025 | 0 | (98,709) | (98,709) |
| Total | <u>(\$1,374,969)</u> | <u>(\$61,695)</u> | <u>(\$1,436,664)</u> |

Actuarial Assumptions - OPERS

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

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, 2019 and December 31, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | December 31, 2019 |
|--|--|
| Wage Inflation | 3.25 percent |
| Future Salary Increases, including inflation | 3.25 to 10.75 percent including wage inflation |
| COLA or Ad Hoc COLA (Pre 1/7/13 retirees) | 3 percent simple |
| COLA or Ad Hoc COLA (Post 1/7/13 retirees) | 1.4 percent simple through 2020. 2.15 percent simple, thereafter |
| Investment Rate of Return | 7.2 percent |
| Actuarial Cost Method | Individual Entry Age |
| | December 31, 2018 |
| Wage Inflation | 3.25 percent |
| Future Salary Increases, including inflation | 3.25 to 10.75 percent including wage inflation |
| COLA or Ad Hoc COLA (Pre 1/7/13 retirees) | 3 percent simple |
| COLA or Ad Hoc COLA (Post 1/7/13 retirees) | 3 percent simple through 2018. 2.15 percent simple, thereafter |
| Investment Rate of Return | 7.2 percent |
| Actuarial Cost Method | Individual Entry Age |

Pre-retirement mortality rates are based on the RP-2014 Employees mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates are based on the RP-2014 Healthy Annuitant mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates for disabled retirees are based on the RP-2014 Disabled mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to all of the above described tables.

The most recent experience study was completed for the five year period ended December 31, 2015.

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.

During 2019, OPERS managed investments in three investment portfolios: the Defined Benefit portfolio, the Health Care portfolio, and the Defined Contribution portfolio. The Defined Benefit portfolio contains the investment assets for the Traditional Pension Plan, the defined benefit component of the Combined Plan and the annuitized accounts of the Member-Directed Plan. 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 annual money-weighted rate of return expressing investment performance, net of investment expenses and adjusted for the changing amounts actually invested, for the Defined Benefit portfolio was 17.2% for 2019.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

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 2019 and the long-term expected real rates of return:

| Asset Class | Target Allocation | Weighted Average Long-Term Expected Real Rate of Return (Arithmetic) |
|------------------------|----------------------|---|
| Fixed Income | 25.00 % | 1.83 % |
| Domestic Equities | 19.00 | 5.75 |
| Real Estate | 10.00 | 5.20 |
| Private Equity | 12.00 | 10.70 |
| International Equities | 21.00 | 7.66 |
| Other investments | 13.00 | 4.98 |
| Total | 100.00 % | 5.61 % |

Discount Rate The discount rate used to measure the total pension liability was 7.2 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the statutorily required rates. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefits payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the City’s proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.2 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 (6.2 percent) or one-percentage-point higher (8.2 percent) than the current rate:

| | 1% Decrease (6.20%) | Current Discount Rate (7.20%) | 1% Increase (8.20%) |
|--|------------------------|-------------------------------------|------------------------|
| City's proportionate share of the net pension liability | \$14,764,540 | \$8,951,874 | \$3,726,461 |

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

Actuarial Assumptions – OPF

OPF’s total pension liability as of December 31, 2019 is based on the results of an actuarial valuation date of January 1, 2019, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OPF’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. Assumptions considered were: withdrawal rates, disability retirement, service retirement, DROP elections, mortality, percent married and forms of the payment, DROP interest rate, CPI-based COLA, investment returns, salary increases and payroll growth.

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, prepared as of January 1, 2019, compared with January 1, 2018, are presented below.

| | January 1, 2019 | January 1, 2018 |
|----------------------------|--|--|
| Valuation Date | January 1, 2019, with actuarial liabilities rolled forward to December 31, 2019 | January 1, 2018, with actuarial liabilities rolled forward to December 31, 2018 |
| Actuarial Cost Method | Entry Age Normal | Entry Age Normal |
| Investment Rate of Return | 8.0 percent | 8.0 percent |
| Projected Salary Increases | 3.75 percent to 10.5 percent | 3.75 percent to 10.5 percent |
| Payroll Growth | Inflation rate of 2.75 percent plus productivity increase rate of 0.5 | Inflation rate of 2.75 percent plus productivity increase rate of 0.5 |
| Cost of Living Adjustments | 3.00 percent simple; 2.2 percent simple for increases based on the lesser of the increase in CPI and 3 percent | 3.00 percent simple; 2.2 percent simple for increases based on the lesser of the increase in CPI and 3 percent |

For the January 1, 2019 valuation, mortality for non-disabled participants is based on the RP-2014 Total Employee and Healthy Annuitant Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Buck Modified 2016 Improvement Scale. Rates for surviving beneficiaries are adjusted by 120 percent.

| Age | Police | Fire |
|------------|--------|------|
| 67 or less | 77 % | 68 % |
| 68-77 | 105 | 87 |
| 78 and up | 115 | 120 |

For the January 1, 2019 valuation, mortality for disabled retirees is based on the RP-2014 Disabled Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Buck Modified 2016 Improvement Scale.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

| <u>Age</u> | <u>Police</u> | <u>Fire</u> |
|------------|---------------|-------------|
| 59 or less | 35 % | 35 % |
| 60-69 | 60 | 45 |
| 70-79 | 75 | 70 |
| 80 and up | 100 | 90 |

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

Best estimates of the long-term expected geometric real rates of return for each major asset class included in OPF’s target asset allocation as of December 31, 2019 are summarized below:

| <u>Asset Class</u> | <u>Target Allocation</u> | <u>Long Term Expected Real Rate of Return</u> |
|------------------------------|------------------------------|---|
| Cash and Cash Equivalents | 0.00 % | 1.00 % |
| Domestic Equity | 16.00 | 5.40 |
| Non-US Equity | 16.00 | 5.80 |
| Private Markets | 8.00 | 8.00 |
| Core Fixed Income * | 23.00 | 2.70 |
| High Yield Fixed Income | 7.00 | 4.70 |
| Private Credit | 5.00 | 5.50 |
| U.S. Inflation Linked Bonds* | 17.00 | 2.50 |
| Master Limited Partnerships | 8.00 | 6.60 |
| Real Assets | 8.00 | 7.40 |
| Private Real Estate | 12.00 | 6.40 |
| Total | <u>120.00 %</u> | |

* levered 2x

OPF’s Board of Trustees has incorporated the “risk parity” concept into OPF’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.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 11 – DEFINED BENEFIT PENSION PLANS (Continued)

Discount Rate For 2019, the total pension liability was calculated using the discount rate of 8.00 percent. The discount rate used for 2018 was 8.00 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 8.00 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 8.00 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 (7.00 percent), or one percentage point higher (9.00 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 | \$26,736,509 | \$19,290,894 | \$13,063,376 |

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 12 - DEFINED BENEFIT OPEB PLANS

Net OPEB Liability

The net OPEB liability reported on the statement of net position represents a liability to employees for OPEB. OPEB is a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. OPEB 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 OPEB is a present obligation because it was created as a result of employment exchanges that already have occurred.

The net OPEB liability represents the City’s proportionate share of each OPEB plan’s collective actuarial present value of projected benefit payments attributable to past periods of service, net of each OPEB plan’s fiduciary net position. The net OPEB liability calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting these estimates 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 OPEB are financed; however, the City does receive the benefit of employees’ services in exchange for compensation including OPEB.

GASB 75 assumes the liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The Ohio revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. Any change to benefits or funding could significantly affect the net OPEB liability. Resulting adjustments to the net OPEB liability would be effective when the changes are legally enforceable. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

Plan Description – Ohio Public Employees Retirement System (OPERS)

Plan Description - The 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 trust, which funds multiple health care plans including medical coverage, prescription drug coverage and deposits to a Health Reimbursement Arrangement to qualifying benefit recipients of both the traditional pension and the combined plans. This trust is also used to fund health care for member-directed plan participants, in the form of a Retiree Medical Account (RMA). At retirement or refund, member directed plan participants may be eligible for reimbursement of qualified medical expenses from their vested RMA balance.

In order to qualify for postemployment health care coverage, age and service retirees under the traditional pension and combined plans must have 20 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 75. See OPERS' Comprehensive Annual Financial Report referenced below for additional information.

The Ohio Revised Code permits, but does not require OPERS to provide health care to its eligible benefit recipients. Authority to establish and amend health care coverage is provided to the Board in Chapter 145 of the Ohio Revised Code.

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

Funding Policy - The Ohio Revised Code provides the statutory authority requiring public employers to fund postemployment health care through their contributions to OPERS. When funding is approved by OPERS' Board of Trustees, a portion of each employer's contribution to OPERS is set aside to fund OPERS health care plans. Beginning in 2018, health care is not being funded.

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2020, state and local employers contributed at a rate of 14.0 percent of earnable salary and public safety and law enforcement employers contributed at 18.1 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

Each year, the OPERS Board determines the portion of the employer contribution rate that will be set aside to fund health care plans. The portion of employer contributions allocated to health care for members in the Traditional Pension Plan and Combined Plan was 0 percent during calendar year 2020. The OPERS Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited into the RMA for participants in the Member-Directed Plan for 2020 was 4.0 percent.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$0 for 2020.

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

Plan Description – The City contributes to the Ohio Police and Fire Pension Fund (OP&F) sponsored healthcare program, a cost-sharing, multiple-employer defined post-employment health care plan administered by a third-party provider. This program is not guaranteed and is subject to change at any time upon action of the Board of Trustees. On January 1, 2019, OP&F implemented a new model for health care. Under this new model, OP&F provides eligible retirees with a fixed stipend earmarked to pay for health care and Medicare Part B reimbursements.

A retiree is eligible for the OP&F health care stipend unless they have access to any other group coverage including employer and retirement coverage. The eligibility of spouses and dependent children could increase the stipend amount. If the spouse or dependents have access to any other group coverage including employer or retirement coverage, they are not eligible for stipend support from OP&F. Even if an OP&F member or their dependents are not eligible for a stipend, they can use the services of the third-party administrator to select and enroll in a plan. The stipend provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in Governmental Accounting Standards Board (GASB) Statement No. 75.

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. The report may be obtained by visiting the OP&F website at www.op-f.org or by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy – The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F defined benefit pension plan. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently 19.5 percent and 24 percent of covered payroll for police and fire employer units, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.5 percent of covered payroll for police employer units and 24 percent of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

OP&F maintains funds for health care in two separate accounts. There is one account for health care benefits and one account for Medicare Part B reimbursements. A separate health care trust accrual account is maintained for health care benefits under IRS Code Section 115 trust. An Internal Revenue Code 401(h) account is maintained for Medicare Part B reimbursements.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2020, the portion of employer contributions allocated to health care was 0.5 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.

The City's contractually required contribution to OP&F was \$35,665 for 2020.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The net OPEB liability and total OPEB liability for OPERS were determined by an actuarial valuation as of December 31, 2018, rolled forward to the measurement date of December 31, 2019, by incorporating the expected value of health care cost accruals, the actual health care payment, and interest accruals during the year. OP&F's total OPEB liability was measured as of December 31, 2019, and was determined by rolling forward the total OPEB liability as of January 1, 2019, to December 31, 2019. The City's proportion of the net OPEB liability was based on the City's share of contributions to the retirement plan relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

| | <u>OPERS</u> | <u>OP&F</u> | <u>Total</u> |
|---|-------------------|--------------------|--------------|
| Proportionate Share of the Net OPEB Liability | \$6,702,008 | \$2,828,611 | \$9,530,619 |
| Proportion of the Net OPEB Liability-2020 | 0.048521% | 0.286362% | |
| Proportion of the Net OPEB Liability-2019 | <u>0.048167%</u> | <u>0.289236%</u> | |
| Percentage Change | <u>0.0003540%</u> | <u>(0.002874%)</u> | |
| OPEB Expense | \$895,661 | \$425,419 | \$1,321,080 |

CITY OF MARYSVILLE, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2020**

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

At December 31, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

| | <u>OPERS</u> | <u>OP&F</u> | <u>Total</u> |
|---|--------------------|--------------------|--------------------|
| Deferred Outflows of Resources | | | |
| Changes in assumptions | \$1,060,856 | \$1,653,714 | \$2,714,570 |
| Differences between expected and actual experience | 181 | 0 | 181 |
| Change in proportionate share | 105,426 | 703,537 | 808,963 |
| City contributions subsequent to the measurement date | 0 | 35,665 | 35,665 |
| Total Deferred Outflows of Resources | <u>\$1,166,463</u> | <u>\$2,392,916</u> | <u>\$3,559,379</u> |
| Deferred Inflows of Resources | | | |
| Net difference between projected and actual earnings on OPEB plan investments | \$341,266 | \$130,162 | \$471,428 |
| Changes in assumptions | 0 | 602,820 | 602,820 |
| Differences between expected and actual experience | 612,930 | 304,189 | 917,119 |
| Change in proportionate share | 0 | 29,995 | 29,995 |
| Total Deferred Inflows of Resources | <u>\$954,196</u> | <u>\$1,067,166</u> | <u>\$2,021,362</u> |

\$35,665 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

| Year Ending December 31: | <u>OPERS</u> | <u>OP&F</u> | <u>Total</u> |
|--------------------------|------------------|--------------------|--------------------|
| 2021 | \$264,233 | \$248,004 | \$512,237 |
| 2022 | 93,589 | 248,005 | 341,594 |
| 2023 | 273 | 274,704 | 274,977 |
| 2024 | (145,828) | 232,611 | 86,783 |
| 2025 | 0 | 229,020 | 229,020 |
| 2026 | 0 | 35,440 | 35,440 |
| 2027 | 0 | 22,301 | 22,301 |
| Total | <u>\$212,267</u> | <u>\$1,290,085</u> | <u>\$1,502,352</u> |

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

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 and include the types of coverage provided at the time of each valuation and the historical pattern of sharing of costs between OPERS and plan members. The total OPEB liability was determined by an actuarial valuation as of December 31, 2018, rolled forward to the measurement date of December 31, 2019. The actuarial valuation used the following actuarial assumptions applied to all prior periods included in the measurement in accordance with the requirements of GASB 74:

| | |
|--|---|
| Wage Inflation | 3.25 percent |
| Projected Salary Increases, including inflation | 3.25 to 10.75 percent including wage inflation |
| Single Discount Rate: | |
| Current measurement date | 3.16 percent |
| Prior Measurement date | 3.96 percent |
| Investment Rate of Return: | |
| Current measurement date | 6.00 percent |
| Prior Measurement date | 6.00 percent |
| Municipal Bond Rate: | |
| Current measurement date | 2.75 percent |
| Prior Measurement date | 3.71 percent |
| Health Care Cost Trend Rate: | |
| Current measurement date | 10.5 percent initial, 3.5 percent ultimate in 2030 |
| Prior Measurement date | 10.0 percent, initial 3.25 percent, ultimate in 2029 |
| Actuarial Cost Method | Individual Entry Age Normal |

Pre-retirement mortality rates are based on the RP-2014 Employees mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates are based on the RP-2014 Healthy Annuitant mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates for disabled retirees are based on the RP-2014 Disabled mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to all of the above described tables.

The most recent experience study was completed for the five year period ended December 31, 2015.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

The long-term expected rate of return on health care 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.

During 2019, OPERS managed investments in three investment portfolios: the Defined Benefit portfolio, the Health Care portfolio and the Defined Contribution portfolio. The Health Care portfolio includes the assets for health care expenses for the Traditional Pension Plan, Combined Plan and Member-Directed Plan eligible members. Within the Health Care portfolio, contributions into the plans are assumed to be received continuously throughout the year based on the actual payroll payable at the time contributions are made, and health care-related payments are assumed to occur mid-year. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money-weighted rate of return expressing investment performance, net of investment expenses and adjusted for the changing amounts actually invested, for the Health Care portfolio was 19.7 percent for 2019.

The allocation of investment assets with the Health Care portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Assets are managed on a total return basis with a long-term objective of continuing to offer a sustainable health care program for current and future retirees. OPERS' primary goal is to achieve and maintain a fully funded status for the benefits provided through the defined pension plans. Health care is a discretionary benefit. The table below displays the Board-approved asset allocation policy for 2019 and the long-term expected real rates of return:

| Asset Class | Target Allocation | Weighted Average Long-Term Expected Real Rate of Return (Arithmetic) |
|------------------------------|-------------------|--|
| Fixed Income | 36.00 % | 1.53 % |
| Domestic Equities | 21.00 | 5.75 |
| Real Estate Investment Trust | 6.00 | 5.69 |
| International Equities | 23.00 | 7.66 |
| Other investments | 14.00 | 4.90 |
| Total | 100.00 % | 4.55 % |

Discount Rate A single discount rate of 3.16 percent was used to measure the OPEB liability on the measurement date of December 31, 2019. A single discount rate of 3.96 percent was used to measure the OPEB liability on the measurement date of December 31, 2018. Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate was based on an expected rate of return on the health care investment portfolio of 6.00 percent and a municipal bond rate of 2.75 percent.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2020**

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

The projection of cash flows used to determine this single discount rate assumed that employer contributions will be made at rates equal to the actuarially determined contribution rate. Based on these assumptions, the health care fiduciary net position and future contributions were sufficient to finance health care costs through 2034. As a result, the long-term expected rate of return on health care investments was applied to projected costs through the year 2034, and the municipal bond rate was applied to all health care costs after that date.

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate The following table presents the City's proportionate share of the net OPEB liability calculated using the single discount rate of 3.16 percent, as well as what the City's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is one-percentage-point lower (2.16 percent) or one-percentage-point higher (4.16 percent) than the current rate:

| | 1% Decrease (2.16%) | Current Discount Rate (3.16%) | 1% Increase (4.16%) |
|---|------------------------|-------------------------------------|------------------------|
| City's proportionate share of the net OPEB liability | \$8,770,656 | \$6,702,008 | \$5,045,699 |

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate Changes in the health care cost trend rate may also have a significant impact on the net OPEB liability. The following table presents the net OPEB liability calculated using the assumed trend rates, and the expected net OPEB liability if it were calculated using a health care cost trend rate that is 1.0 percent lower or 1.0 percent higher than the current rate.

Retiree health care valuations use a health care cost-trend assumption that changes over several years built into the assumption. The near-term rates reflect increases in the current cost of health care; the trend starting in 2020 is 10.50 percent. If this trend continues for future years, the projection indicates that years from now virtually all expenditures will be for health care. A more reasonable alternative is that in the not-too-distant future, the health plan cost trend will decrease to a level at, or near, wage inflation. On this basis, the actuaries project premium rate increases will continue to exceed wage inflation for approximately the next decade, but by less each year, until leveling off at an ultimate rate, assumed to be 3.50 percent in the most recent valuation.

| | 1% Decrease | Current Health Care Cost Trend Rate Assumption | 1% Increase |
|---|-------------|--|-------------|
| City's proportionate share of the net OPEB liability | \$6,504,240 | \$6,702,008 | \$6,897,260 |

Changes between Measurement Date and Reporting Date

On January 15, 2020, the Board approved several changes to the health care plan offered to Medicare and pre-Medicare retirees in efforts to decrease costs and increase the solvency of the health care plan. These changes are effective January 1, 2022, and include changes to base allowances and eligibility for Medicare retirees, as well as replacing OPERS-sponsored medical plans for pre-Medicare retirees with monthly allowances, similar to the program for Medicare retirees. These changes are not reflected in the current year financial statements but are expected to decrease the associated OPEB liability.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

Actuarial Assumptions – OP&F

OP&F’s total OPEB liability as of December 31, 2019, is based on the results of an actuarial valuation date of January 1, 2019, and rolled-forward using generally accepted actuarial procedures. The total OPEB liability is determined by OP&F’s actuaries in accordance with GASB Statement No. 74, 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.

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 and the historical pattern of sharing benefit costs between the employers and plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

Actuarial calculations reflect a long-term perspective. For a newly hired employee, actuarial calculations will take into account the employee’s entire career with the employer and also take into consideration the benefits, if any, paid to the employee after termination of employment until the death of the employee and any applicable contingent annuitant. In many cases, actuarial calculations reflect several decades of service with the employer and the payment of benefits after termination.

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, are presented below.

| Valuation Date | January 1, 2019, with actuarial liabilities rolled forward to December 31, 2019 | January 1, 2018, with actuarial liabilities rolled forward to December 31, 2018 |
|----------------------------|--|--|
| Actuarial Cost Method | Entry Age Normal | Entry Age Normal |
| Investment Rate of Return | 8.0 percent | 8.0 percent |
| Projected Salary Increases | 3.75 percent to 10.5 percent | 3.75 percent to 10.5 percent |
| Payroll Growth | Inflation rate of 2.75 percent plus productivity increase rate of 0.5 | Inflation rate of 2.75 percent plus productivity increase rate of 0.5 |
| Single discount rate | 3.56 percent | 4.66 percent |
| Cost of Living Adjustments | 3.00 percent simple; 2.2 percent simple for increases based on the lesser of the increase in CPI and 3 percent | 3.00 percent simple; 2.2 percent simple for increases based on the lesser of the increase in CPI and 3 percent |

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

Mortality for non-disabled participants is based on the RP-2014 Total Employee and Healthy Annuitant Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Buck Modified 2016 Improvement Scale. Rates for surviving beneficiaries are adjusted by 120 percent.

| <u>Age</u> | <u>Police</u> | <u>Fire</u> |
|------------|---------------|-------------|
| 67 or less | 77 % | 68 % |
| 68-77 | 105 | 87 |
| 78 and up | 115 | 120 |

Mortality for disabled retirees is based on the RP-2014 Disabled Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Buck Modified 2016 Improvement Scale.

| <u>Age</u> | <u>Police</u> | <u>Fire</u> |
|------------|---------------|-------------|
| 59 or less | 35 % | 35 % |
| 60-69 | 60 | 45 |
| 70-79 | 75 | 70 |
| 80 and up | 100 | 90 |

The most recent experience study was completed for the five year period ended December 31, 2016. The prior experience study was completed December 31, 2011.

The long-term expected rate of return on OPEB 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 expected. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2019, are summarized below:

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

| Asset Class | Target Allocation | Long Term Expected Real Rate of Return |
|------------------------------|-------------------|--|
| Cash and Cash Equivalents | 0.00 % | 1.00 % |
| Domestic Equity | 16.00 | 5.40 |
| Non-US Equity | 16.00 | 5.80 |
| Private Markets | 8.00 | 8.00 |
| Core Fixed Income * | 23.00 | 2.70 |
| High Yield Fixed Income | 7.00 | 4.70 |
| Private Credit | 5.00 | 5.50 |
| U.S. Inflation Linked Bonds* | 17.00 | 2.50 |
| Master Limited Partnerships | 8.00 | 6.60 |
| Real Assets | 8.00 | 7.40 |
| Private Real Estate | 12.00 | 6.40 |
| Total | 120.00 % | |

* 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 For 2019, the total OPEB liability was calculated using the discount rate of 3.56 percent. For 2018, the total OPEB liability was calculated using the discount rate of 4.66 percent. The projection of cash flows used to determine the discount rate assumed the contribution from employers and from members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return of 8 percent. Based on those assumptions, OP&F's fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, a municipal bond rate of 2.75 percent at December 31, 2019 and 4.13 percent at December 31, 2018, was blended with the long-term rate of 8 percent, which resulted in a blended discount rate of 3.56 percent for 2019 and 4.66 percent for 2018. The municipal bond rate was determined using the Bond Buyers General Obligation 20-year Municipal Bond Index Rate. The OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments until 2034. The long-term expected rate of return on health care investments was applied to projected costs through 2034, and the municipal bond rate was applied to all health care costs after that date.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate The net OPEB liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net OPEB liability calculated using the discount rate of 3.56 percent, as well as what the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (2.56 percent), or one percentage point higher (4.56 percent) than the current rate.

| | 1% Decrease (2.56%) | Current Discount Rate (3.56%) | 1% Increase (4.56%) |
|---|------------------------|-------------------------------------|------------------------|
| City's proportionate share of the net OPEB liability | \$3,507,293 | \$2,828,611 | \$2,264,671 |

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate The total OPEB liability is based on a medical benefit that is a flat dollar amount; therefore, it is unaffected by a health care cost trend rate. An increase or decrease in the trend rate would have no effect on the total OPEB liability.

Changes between Measurement Date and Report Date There was a decrease in the discount rate from 4.66 percent at the prior measurement date to 3.56 percent at the current measurement date. There are no changes to benefit terms.

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 13 – COMPENSATED ABSENCES

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

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

At December 31, 2020, the City's accumulated, unpaid compensated absences amounted to \$2,724,212, of which \$2,134,601 is recorded as a liability of the Governmental Activities and \$589,611 is recorded as a liability of the Business-Type Activities.

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 14 - NOTES PAYABLE

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

| | Issue Date | Balance December 31, 2019 | Issued (Retired) | Balance December 31, 2020 |
|---|---------------|---------------------------------|-------------------------|---------------------------------|
| Governmental Activities: | | | | |
| Debt Service Funds Notes Payable: | | | | |
| 3.00% MSC BAN | 3/29/19 | \$100,000 | (\$100,000) | \$0 |
| 2.00% MSC BAN | 3/29/20 | 0 | 500,000 | 500,000 |
| Total Debt Service Funds Notes Payable: | | <u>100,000</u> | <u>400,000</u> | <u>500,000</u> |
| Capital Projects Fund Note Payable: | | | | |
| 3.00% MSC BAN | 8/28/19 | \$2,435,000 | (\$2,435,000) | \$0 |
| 1.00% MSC BAN | 8/28/20 | 0 | 2,435,000 | 2,435,000 |
| Total Capital Project Fund Notes Payable: | | <u>2,435,000</u> | <u>0</u> | <u>2,435,000</u> |
| Total Governmental Notes Payable | | <u><u>\$2,535,000</u></u> | <u><u>\$400,000</u></u> | <u><u>\$2,935,000</u></u> |

The 2019 MSCBAN Notes of \$2,435,000 bearing a rate of 3.0% matured on August 28, 2020 and were reissued as 2020 MSCBAN Notes of \$2,435,000 bearing a rate of 1.0%. The notes were issued to finance the cost of construction of the new Municipal Service Complex. These notes will be retired from the City's Capital Improvement Fund.

CITY OF MARYSVILLE, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2020**

NOTE 15 - LONG-TERM DEBT

Long-term debt of the City at December 31, 2020 was as follows:

| Date Purchased | Description | Balance December 31, 2019 | Additions | (Reductions) | Balance December 31, 2020 | Amount Due Within One Year |
|---|---------------------------------|---------------------------------|---------------------|-----------------------|---------------------------------|----------------------------------|
| Governmental Activities: | | | | | | |
| Bond Anticipation Notes | | | | | | |
| 2019 | MSC BAN | \$1,700,000 | \$0 | (\$1,700,000) | \$0 | \$0 |
| 2019 | MSC BAN | 2,735,000 | 0 | (2,735,000) | 0 | 0 |
| 2020 | MSC BAN | 0 | 4,035,000 | 0 | 4,035,000 | 4,035,000 |
| Total Bond Anticipation Notes | | 4,435,000 | 4,035,000 | (4,435,000) | 4,035,000 | 4,035,000 |
| General Obligation Bonds: | | | | | | |
| 2007 | Various Purpose Refunding Bonds | 760,000 | 0 | (760,000) | 0 | 0 |
| | Premium | 27,137 | 0 | (27,137) | 0 | 0 |
| 2011 | Facility Construction Bonds | 9,960,000 | 0 | (9,960,000) | 0 | 0 |
| | Premium | 15,024 | 0 | (15,024) | 0 | 0 |
| 2014 | TIF Bonds | 8,660,000 | 0 | (465,000) | 8,195,000 | 475,000 |
| | Premium | 132,060 | 0 | (8,804) | 123,256 | 8,804 |
| 2020 | Various Purpose Refunding Bonds | 0 | 9,050,000 | (130,000) | 8,920,000 | 730,000 |
| | Premium | 0 | 615,969 | (51,331) | 564,638 | 51,331 |
| Total General Obligation Bonds | | 19,554,221 | 9,665,969 | (11,417,296) | 17,802,894 | 1,265,135 |
| Special Obligation Bond: | | | | | | |
| 2018 | TIF Bonds | 3,536,970 | 0 | 0 | 3,536,970 | 0 |
| Direct Borrowing: | | | | | | |
| Long-Term Loan: | | | | | | |
| 2014 | Park Construction/Improvement | 670,000 | 0 | (120,000) | 550,000 | 130,000 |
| Other Long-Term Obligations: | | | | | | |
| | Compensated Absences Payable | 1,972,048 | 2,134,601 | (1,972,048) | 2,134,601 | 1,300,912 |
| | Capital Leases Payable | 101,143 | 0 | (24,080) | 77,063 | 24,731 |
| | Net Pension Liability | 31,220,035 | 0 | (6,353,155) | 24,866,880 | 0 |
| | Net OPEB Liability | 6,485,616 | 517,573 | 0 | 7,003,189 | 0 |
| Total Other Long-Term Obligations | | 39,778,842 | 2,652,174 | (8,349,283) | 34,081,733 | 1,325,643 |
| Total Governmental Activities Long-Term Debt | | \$67,975,033 | \$16,353,143 | (\$24,321,579) | \$60,006,597 | \$6,755,778 |

2020 MSC Bond Anticipation Notes

In March 2021, the City issued \$4,035,000 of 2021 bond anticipation notes payable to renew the 2020 MSC bond anticipation notes payable. As the new notes extended the maturity date of the bond anticipation notes past 12 months after the date of the financial statements, the bond anticipation notes will be treated as long-term obligations of the City.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 15- LONG-TERM DEBT (Continued)

2020 Various Improvement Refunding Bonds

The Various Improvement general obligation bonds are serial bonds issued for the purpose of advance refunding a portion of the 2007 Various Improvement Bonds issued December 1, 2007 and the 2011 Facility Construction Bonds issued December 1, 2011. The refunding was undertaken for the purpose of reducing interest rates and debt service on the prior bonds. The 2020 bonds are not subject to redemption prior to maturity. The amount of \$9,485,325 from the 2020 bonds was placed in an escrow fund to defease the 2007 and 2011 bonds which was redeemed each June 1 and December 1 annually. Bonds bear an interest rate from 2.00 to 3.00%. These bonds will be retired from the City's Debt Service Fund. \$9,484,638 was outstanding as of December 31, 2020. The advanced refunding resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$1,577,402.

2014 Coleman's Crossing Tax Increment Financing Bonds

The Coleman's Tax Increment Financing general obligation bonds are serial bonds issued for the purpose of financing certain public improvements within the Coleman's Crossing Tax Increment Financing District. The bonds mature on December 1, 2034 in the amount of \$10,730,000, at a redemption price equal to 100 percent of the principal plus accrued interest to the redemption date. Bonds bear an interest rate from 3.00 to 4.00%. These bonds will be retired from the City's Coleman's Crossing TIF Fund. \$8,318,256 was outstanding as of December 31, 2020.

2014 Partners' Park Construction Loan

The Park Construction Loan is a loan issued for the purpose of constructing a new park called the Partners' Park in the City of Marysville. Local businesses have agreed to make payments to the City over the next nine years in order to pay off the balance of the loan along with the City of Marysville. The final payment on the loan is scheduled for 2024 and the loan carries an interest rate of 3.99%. The loan had an outstanding balance of \$550,000 at December 31, 2020.

2018 Cook's Pointe Tax Increment Financing Special Obligation Bonds

The Cook's Pointe Tax Increment Financing special obligation bonds are serial bonds issued for the purpose of financing certain public improvements within the Cook's Pointe Tax Increment Financing District. The bonds mature on December 1, 2049. The bonds are purchased at 100% of the principal amount advanced by the original purchaser, pursuant to the terms of the bonds, with the principal to be advanced not to exceed \$4,870,000, with the initial draw in the amount of \$128,532. The bonds shall be subject to redemption at the option of the City, either in whole or in part, in such order of maturity as the City shall determine, on any date prior to maturity at a redemption price equal to 100% of the principal amount redeemed plus, in each case, accrued interest to the dated fixed for redemption. The bonds bear an interest rate of 4.75%. These bonds will be retired from the City's Coleman's Crossing TIF Fund. \$3,536,970 was outstanding as of December 31, 2020 with only interest paid during the year.

CITY OF MARYSVILLE, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2020**

NOTE 15- LONG-TERM DEBT (Continued)

| Date Purchased | Description | Balance December 31, 2019 | Additions | (Reductions) | Balance December 31, 2020 | Amount Due Within One Year |
|--|--------------------------------------|---------------------------------|---------------------|----------------------|---------------------------------|----------------------------------|
| Business-Type Activities: | | | | | | |
| General Obligation Bond: | | | | | | |
| 2015 | Sewer System | \$9,445,000 | \$0 | (\$215,000) | \$9,230,000 | \$220,000 |
| Mortgage Revenue Bonds: | | | | | | |
| 2015 | Sewer System Refunding | 27,470,000 | 0 | (1,085,000) | 26,385,000 | 1,140,000 |
| | Premium on Sale of Bonds | 1,353,963 | 0 | (79,645) | 1,274,318 | 79,645 |
| 2015 | Sewer System Refunding | 13,910,000 | 0 | (265,000) | 13,645,000 | 280,000 |
| | Premium on Sale of Bonds | 776,680 | 0 | (45,687) | 730,993 | 45,687 |
| 2016 | Sewer System Refunding | 66,160,000 | 0 | (490,000) | 65,670,000 | 515,000 |
| | Premium on Sale of Bonds | 1,929,604 | 0 | (80,412) | 1,849,192 | 80,412 |
| 2016 | Sewer System Refunding | 8,060,000 | 0 | (375,000) | 7,685,000 | 385,000 |
| | Premium on Sale of Bonds | 848,345 | 0 | (55,396) | 792,949 | 55,396 |
| 2016 | Water System Refunding | 16,530,000 | 0 | (870,000) | 15,660,000 | 870,000 |
| | Premium on Sale of Bonds | 1,730,563 | 0 | (91,082) | 1,639,481 | 91,082 |
| 2020 | Water System Improvements | 0 | 40,465,000 | (225,000) | 40,240,000 | 215,000 |
| | Premium on Sale of Bonds | 0 | 1,380,443 | (46,015) | 1,334,428 | 46,015 |
| Total Mortgage Revenue Bonds | | 138,769,155 | 41,845,443 | (3,708,237) | 176,906,361 | 3,803,237 |
| Direct Borrowing: | | | | | | |
| Ohio Public Works Commission Loan: | | | | | | |
| | Cherry Street and Ninth Street Water | 325,251 | 0 | (29,568) | 295,683 | 29,568 |
| Other Long-Term Obligations: | | | | | | |
| | Compensated Absences Payable | 528,479 | 589,611 | (528,479) | 589,611 | 351,009 |
| | Capital Lease Payable | 101,144 | 0 | (24,080) | 77,064 | 24,732 |
| | Net Pension Liability | 4,797,935 | 0 | (1,422,047) | 3,375,888 | 0 |
| | Net OPEB Liability | 2,428,160 | 99,270 | 0 | 2,527,430 | 0 |
| Total Other Long-Term Obligations | | 7,855,718 | 688,881 | (1,974,606) | 6,569,993 | 375,741 |
| Total Business-Type Activities Long-Term Debt | | \$156,395,124 | \$42,534,324 | (\$5,927,411) | \$193,002,037 | \$4,428,546 |

The City's outstanding OPWC loan from direct borrowing contains a provision that in an event of default, the amount of such default shall bear interest thereafter at the rate of 8% per annum until the date of payment and outstanding amounts become immediately due. Also, the lender may direct the County Treasurer to pay the outstanding amount from a portion of the local government funds that would otherwise be appropriated to the City.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 15- LONG-TERM DEBT (Continued)

2020 Water System Mortgage Revenue Refunding Bonds

The Water System Mortgage Revenue Bonds were issued to provide additional resources for constructing and installing certain water system improvements. The bonds mature on December 1, 2049. The bonds bear an interest rate from 3.00 to 4.00%. These bonds will be retired from the City's Water Fund. \$41,574,428 was outstanding as of December 31, 2020.

2015 Sewer System General Obligation Bonds

The Sewer System general obligation bonds are serial bonds issued to provide additional resources for constructing and installing certain sewer treatment system improvements. The bonds mature on December 1, 2047 in the amount of \$10,270,000, at a redemption price equal to 100 percent of the principal plus accrued interest to the redemption date. Bonds bear an interest rate from 2.00 to 4.00%. These bonds will be retired from the City's Sewer Fund. \$9,230,000 was outstanding as of December 31, 2020.

2015 Sewer System Mortgage Revenue Refunding Bonds

The Sewer System Mortgage Revenue Bonds are term bonds issued to advance refund \$31,470,000, including a call premium of \$2,757,302, of mortgage revenue bonds issued in 2006 and to currently refund \$14,875,000 of outstanding mortgage revenue bond anticipation notes issued in 2014 and to provide additional resources for constructing and installing certain sewer treatment system improvements. Refinancing of the bonds resulted in a cash savings of \$2,972,847 (net present value savings of \$2,197,225) or 7.52%. The amount of \$32,723,026 from the 2006 bonds was placed in an escrow fund to defease the 2006 bonds. The refunding bonds are not included in the City's debt since the City has in-substance satisfied its obligations through the advance refunding. The bonds bear an interest rate from 3.00 to 5.00%. These bonds will be retired from the City's Sewer Fund.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 15- LONG-TERM DEBT (Continued)

2015 Sewer System Mortgage Revenue Bonds (Continued)

Fund assets, whose uses are restricted under the bond indenture, are presented as restricted assets on the statement of net position. Restricted assets relating to the sewer mortgage revenue bonds at December 31, 2020, were as follows:

| Restricted Assets Held by the Trustee | |
|--|-------------|
| Mortgage Revenue Bond Current Debt Service | \$313,071 |
| Mortgage Revenue Bond Reserve Fund | \$3,585,248 |

2016 Sewer System Mortgage Revenue Refunding Bonds

The Sewer System Mortgage Revenue Bonds are term bonds issued to advance refund \$79,125,000, including a call premium of \$3,265,785, of mortgage revenue bonds issued in 2006 and 2007. Refinancing of the bonds resulted in a cash savings of \$19,022,224 (net of funds on hand present value savings of \$7,710,179) or 3.51%. The amount of \$83,254,632 from the 2006 and 2007 bonds was placed in an escrow fund to defease the 2006 and 2007 bonds. The refunding bonds are not included in the City's debt since the City has in-substance satisfied its obligations through the advance refunding. The bonds bear an interest rate from 2.00 to 5.00%. These bonds will be retired from the City's Sewer Fund.

2016 Water System Mortgage Revenue Refunding Bonds

The Water System Mortgage Revenue Bonds are term bonds issued to advance refund \$20,130,000, including a call premium of \$2,094,892, of mortgage revenue bonds issued in 2007. Refinancing of the bonds resulted in a cash savings of \$5,649,521 (net present value savings of \$3,375,234) or 2.3%. The amount of \$21,303,469 from the 2007 bonds was placed in an escrow fund to defease the 2007 bonds. The refunding bonds are not included in the City's debt since the City has in-substance satisfied its obligations through the advance refunding. The bonds bear an interest rate from 4.00 to 5.00%. These bonds will be retired from the City's Water Fund.

The City has pledged future customer revenues, net of specified operating expenses, to repay Water Revenue Bonds, series 2016. A description of what these bonds have been used for can be found above. The principal and interest remaining to be paid on these bonds is \$21,523,800. Principal and interest paid for the current year and total customer net revenues were \$1,513,800 and \$5,615,200, respectively.

The City has pledged future customer revenues, net of specified operating expenses, to repay Sewer Revenue Bonds, series 2015 and 2016. A description of what these bonds have been used for can be found above. The principal and interest remaining to be paid on these bonds is \$187,468,068. Principal and interest paid for the current year and total customer net revenues were \$6,819,544 and \$3,477,812, respectively.

The City has pledged future customer revenues, net of specified operating expenses, to repay Water Revenue Bonds, series 2020. A description of what these bonds have been used for can be found above. The principal and interest remaining to be paid on these bonds is \$70,075,450. Principal and interest paid for the current year and total customer net revenues were \$1,006,614 and \$5,615,200, respectively.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2020**

NOTE 15 - LONG-TERM DEBT (Continued)

A. Future Long-Term Financing Requirements

A summary of the City's future long-term debt funding requirements including principal and interest payments as of December 31, 2020 follows:

| Years | <u>Governmental Activities</u> | | <u>Long-Term Loan</u> | | <u>Special Obligation Bond</u> | |
|-----------|---------------------------------------|--------------------|-----------------------|-----------------|--------------------------------|-----------------|
| | <u>General Obligation Bonds/Notes</u> | | | | | |
| | <u>Principal</u> | <u>Interest</u> | <u>Principal</u> | <u>Interest</u> | <u>Principal</u> | <u>Interest</u> |
| 2021 | \$1,205,000 | \$461,138 | \$130,000 | \$20,647 | \$0 | \$0 |
| 2022 | 1,230,000 | 432,648 | 135,000 | 15,461 | 0 | 0 |
| 2023 | 1,265,000 | 402,838 | 140,000 | 9,974 | 5,000 | 0 |
| 2024 | 1,295,000 | 372,538 | 145,000 | 4,389 | 220,000 | 0 |
| 2025 | 1,325,000 | 336,338 | 0 | 0 | 230,000 | 0 |
| 2026-2030 | 7,165,000 | 1,156,490 | 0 | 0 | 1,320,000 | 0 |
| 2031-2035 | 3,630,000 | 269,464 | 0 | 0 | 1,340,000 | 0 |
| 2036-2040 | 0 | 0 | 0 | 0 | 165,000 | 0 |
| 2041-2045 | 0 | 0 | 0 | 0 | 210,000 | 0 |
| 2046-2049 | 0 | 0 | 0 | 0 | 46,970 | 0 |
| Totals | <u>\$17,115,000</u> | <u>\$3,431,454</u> | <u>\$550,000</u> | <u>\$50,471</u> | <u>\$3,536,970</u> | <u>\$0</u> |

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2020**

NOTE 15 - LONG-TERM DEBT (Continued)

A. Future Long-Term Financing Requirements (Continued)

| Years | Business-Type Activities | | | | | |
|-----------|---------------------------------|--------------------|------------------------|----------------------|------------------|------------|
| | General Obligation Bonds | | Mortgage Revenue Bonds | | OPWC Loans | |
| | Principal | Interest | Principal | Interest | Principal | Interest |
| 2021 | \$220,000 | \$326,400 | \$3,405,000 | \$6,579,394 | \$29,568 | \$0 |
| 2022 | 225,000 | 322,000 | 3,550,000 | 6,428,994 | 29,568 | 0 |
| 2023 | 230,000 | 316,938 | 3,700,000 | 6,272,144 | 29,568 | 0 |
| 2024 | 235,000 | 311,188 | 3,860,000 | 6,125,194 | 29,568 | 0 |
| 2025 | 240,000 | 305,312 | 4,025,000 | 5,955,244 | 29,568 | 0 |
| 2026-2030 | 1,335,000 | 1,408,282 | 22,630,000 | 27,273,220 | 147,843 | 0 |
| 2031-2035 | 1,575,000 | 1,167,970 | 27,290,000 | 22,627,772 | 0 | 0 |
| 2036-2040 | 1,880,000 | 832,914 | 33,995,000 | 17,023,881 | 0 | 0 |
| 2041-2045 | 2,260,000 | 253,712 | 53,465,000 | 10,295,125 | 0 | 0 |
| 2046-2047 | 1,030,000 | 62,200 | 13,365,000 | 1,011,350 | 0 | 0 |
| Totals | <u>\$9,230,000</u> | <u>\$5,306,916</u> | <u>\$169,285,000</u> | <u>\$109,592,318</u> | <u>\$295,683</u> | <u>\$0</u> |

NOTE 16 - CAPITAL LEASES

The City leases a street sweeper under a capital lease. The original cost of the street sweeper was \$257,639 and the related liability is reported in both the Government-Wide Statement of Net Position and the enterprise funds.

The following is a schedule of future minimum lease payments under the capital lease together with the present value of the net minimum lease payments as of December 31, 2020:

| Year Ending December 31, | Governmental Capital Lease | Sanitation Fund | Stormwater Fund |
|--|----------------------------------|--------------------|--------------------|
| 2021 | \$27,674 | \$13,838 | \$13,838 |
| 2022 | 27,674 | 13,838 | 13,838 |
| 2023 | 27,674 | 13,838 | 13,838 |
| Minimum Lease Payments | 83,022 | 41,514 | 41,514 |
| Less amount representing interest at the City's incremental borrowing rate of interest | (5,958) | (2,982) | (2,982) |
| Present value of minimum lease payments | <u>\$77,064</u> | <u>\$38,532</u> | <u>\$38,532</u> |

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 17 - 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 2020, the City contracted for the following insurance coverage:

| Type of Coverage | Coverage Limit | Deductible |
|----------------------------|--------------------|------------|
| Buildings | \$153,757,660 | \$5,000 |
| Personal Property | 5,513,648 | 5,000 |
| Boiler and Machinery | 100,000,000 | 5,000 |
| Builders Risk | 14,600,000 | 5,000 |
| General Liability | 5,000,000 | 0 |
| Miscellaneous Property | 3,097,265 | 500 |
| Employee Benefit Liability | 1,000,000 | 1,000 |
| Wrongful Acts | 5,000,000 | 1,000 |
| Law Enforcement | 5,000,000 | 2,000 |
| Automobile Liability | 5,000,000 | 0 |
| Electronic Data Processing | 25,000 – 1,882,062 | 500 |

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

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

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 18 - CONSTRUCTION COMMITMENTS

As of December 31, 2020, the City had the following commitments with respect to capital projects:

| <u>Capital Projects</u> | <u>Remaining Construction Commitment</u> | <u>Expected Date of Completion</u> |
|--|--|--|
| SR 31 Phase 2 Construction | \$2,384,708 | 2021 |
| Marysville Thoroughfare Plan | 7,074 | 2021 |
| Uptown Alley Improvements | 6,843 | 2021 |
| UCJRF Restroom / Concession Building | 173,731 | 2021 |
| US 33 Smart Mobility Corridor Improvements | 146,913 | 2021 |
| Stormwater Improvements Design | 14,427 | 2021 |
| Walnut Street Bridge Replace. Design | 18,860 | 2021 |
| Raymond Road Culvert Extensions | 37,600 | 2021 |
| Wastewater Pump Station #2 Redesign | 205,766 | 2021 |
| Wasterwater Square Dr. Pump Station / Force Main | 101,967 | 2021 |
| New Water Treatment Plant | 36,387,179 | 2021 |
| Water Well #6 Design & Const. Inspct. | 18,933 | 2021 |
| East 6th Street Waterline Replacement | 190,902 | 2021 |
| Design of water main relocation on US 42 | 57,001 | 2021 |
| Total | <u><u>\$39,751,904</u></u> | |

NOTE 19 - CONTINGENCIES

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 20 - JOINTLY GOVERNED ORGANIZATIONS

Marysville/Union County Joint Recreation District

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

Union County Community Improvement Corporation

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

Mid-Ohio Regional Planning Commission

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

Marysville/Union County Port Authority

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

Union County Council of Governments (COG) – The Council of Governments (COG) is a jointly governed organization involving the City of Marysville, Union County, and Marysville Exempted Village School District. The COG was established to work together in an innovative and collaborative way and bring new technology and shared services to each member of the Council of Governments to meet current and future needs. The COG's board consist of one member from each entity.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2020***

NOTE 21 – SIGNIFICANT COMMITMENTS

Significant encumbrances outstanding at year-end in the General Fund are \$743,964 and are reported as assigned fund balance. Also, in the Covid Aid and Relief Fund (special revenue fund), and in the CIP Fund (capital projects fund) there are significant encumbrances outstanding in the amounts of \$813,091 and \$1,917,785, respectively. These amounts are reported as part of the restricted and unassigned fund balances, respectively.

NOTE 22 - SUBSEQUENT EVENTS

On March 25, 2021 the City issued \$4,035,000 in one year General Obligation Notes to pay for Various Improvements within the City. The notes, which mature on March 24, 2022, have an interest rate of .075%.

On March 30, 2021 the City issued \$3,200,000 in TIF special obligation revenue bonds to pay for construction of certain public infrastructure improvements in connection with the Woodside Development. The bonds, which mature on December 1, 2035, have an interest rate of 2.00%.

NOTE 23 – ASSET RETIREMENT OBLIGATIONS (ARO)

Ohio Revised Code Section 6111.44 requires the City to submit any changes to their sewage system to the Ohio EPA for approval. Through this review process, the City would be responsible to address any public safety issues associated with their wastewater treatment facilities. At this time, due to limitations associated with the existing plant's age and building materials within the plant, the engineer consulted would not have a reasonable estimate to calculate a liability for this year.



REQUIRED SUPPLEMENTARY INFORMATION

CITY OF MARYSVILLE, OHIO

***Schedule of City's Proportionate Share of the Net Pension Liability
Last Seven Years***

Ohio Public Employees Retirement System

| Year | 2014 | 2015 | 2016 |
|--|-------------|-------------|-------------|
| City's proportion of the net pension liability (asset) | 0.041447% | 0.041447% | 0.043217% |
| City's proportionate share of the net pension liability (asset) | \$4,886,061 | \$4,998,971 | \$7,485,699 |
| City's covered payroll | \$5,383,100 | \$5,029,150 | \$6,144,925 |
| City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll | 90.77% | 99.40% | 121.82% |
| Plan fiduciary net position as a percentage of the total pension liability | 86.36% | 86.45% | 81.08% |

Source: Finance Director's Office and the Ohio Public Employees Retirement System

Ohio Police and Fire Pension Fund

| Year | 2014 | 2015 | 2016 |
|--|--------------|--------------|--------------|
| City's proportion of the net pension liability (asset) | 0.2542020% | 0.2542020% | 0.266357% |
| City's proportionate share of the net pension liability (asset) | \$12,380,435 | \$13,168,723 | \$17,134,926 |
| City's covered payroll | \$4,554,046 | \$5,277,461 | \$4,940,981 |
| City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll | 271.86% | 249.53% | 346.79% |
| Plan fiduciary net position as a percentage of the total pension liability | 73.00% | 72.20% | 66.77% |

Source: Finance Director's Office and the Ohio Police and Fire Pension Fund

Notes: The City implemented GASB Statement 68 in 2015.

Information prior to 2014 is not available.

The schedule is reported as of the measurement date of the Net Pension Liability.

See accompanying notes to required supplementary information

CITY OF MARYSVILLE, OHIO

| <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> |
|-------------|-------------|--------------|-------------|
| 0.042688% | 0.044418% | 0.045307% | 0.045290% |
| \$9,693,733 | \$6,968,253 | \$12,408,669 | \$8,951,874 |
| \$5,609,933 | \$5,695,600 | \$6,207,657 | \$6,414,571 |
| 172.80% | 122.34% | 199.89% | 139.56% |
| 77.25% | 84.66% | 74.70% | 82.17% |

| <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> |
|--------------|--------------|--------------|--------------|
| 0.266451% | 0.286303% | 0.289236% | 0.286362% |
| \$16,876,781 | \$17,571,728 | \$23,609,301 | \$19,290,894 |
| \$6,425,132 | \$6,620,931 | \$6,906,819 | \$7,199,821 |
| 262.67% | 265.40% | 341.83% | 267.94% |
| 68.36% | 70.91% | 63.07% | 69.89% |

CITY OF MARYSVILLE, OHIO

***Schedule of City Pension Contributions
Last Eight Years***

Ohio Public Employees Retirement System

| Year | <u>2013</u> | <u>2014</u> | <u>2015</u> |
|--|----------------|----------------|----------------|
| Contractually required contribution | \$699,803 | \$603,498 | \$737,391 |
| Contributions in relation to the contractually required contribution | <u>699,803</u> | <u>603,498</u> | <u>737,391</u> |
| Contribution deficiency (excess) | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| City's covered payroll | \$5,383,100 | \$5,029,150 | \$6,144,925 |
| Contributions as a percentage of covered payroll | 13.00% | 12.00% | 12.00% |

Source: Finance Director's Office and the Ohio Public Employees Retirement System

Ohio Police and Fire Pension Fund

| Year | <u>2013</u> | <u>2014</u> | <u>2015</u> |
|--|----------------|------------------|----------------|
| Contractually required contribution | \$777,831 | \$1,074,491 | \$992,643 |
| Contributions in relation to the contractually required contribution | <u>777,831</u> | <u>1,074,491</u> | <u>992,643</u> |
| Contribution deficiency (excess) | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| City's covered payroll | \$4,554,046 | \$5,277,461 | \$4,940,981 |
| Contributions as a percentage of covered payroll | 17.08% | 20.36% | 20.09% |

Source: Finance Director's Office and the Ohio Police and Fire Pension Fund

Notes: The City implemented GASB Statement 68 in 2015.

Information prior to 2013 is not available.

See accompanying notes to required supplementary information

CITY OF MARYSVILLE, OHIO

| <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> |
|----------------|----------------|----------------|----------------|----------------|
| \$673,192 | \$740,428 | \$869,072 | \$898,040 | \$921,679 |
| <u>673,192</u> | <u>740,428</u> | <u>869,072</u> | <u>898,040</u> | <u>921,679</u> |
| <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| \$5,609,933 | \$5,695,600 | \$6,207,657 | \$6,414,571 | \$6,583,421 |
| 12.00% | 13.00% | 14.00% | 14.00% | 14.00% |

| <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> |
|------------------|------------------|------------------|------------------|------------------|
| \$1,290,809 | \$1,330,145 | \$1,387,580 | \$1,446,444 | \$1,526,210 |
| <u>1,290,809</u> | <u>1,330,145</u> | <u>1,387,580</u> | <u>1,446,444</u> | <u>1,526,210</u> |
| <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| \$6,425,132 | \$6,620,931 | \$6,906,819 | \$7,199,821 | \$7,165,305 |
| 20.09% | 20.09% | 20.09% | 20.09% | 21.30% |



CITY OF MARYSVILLE, OHIO

***Schedule of City's Proportionate Share of the Net Other Postemployment Benefits (OPEB) Liability
Last Four Years***

Ohio Public Employees Retirement System

| Year | 2017 | 2018 | 2019 | 2020 |
|---|-------------|-------------|-------------|-------------|
| City's proportion of the net OPEB liability (asset) | 0.044330% | 0.046190% | 0.048167% | 0.048521% |
| City's proportionate share of the net OPEB liability (asset) | \$4,477,483 | \$5,015,892 | \$6,279,839 | \$6,702,008 |
| City's covered payroll | \$5,609,933 | \$5,695,600 | \$6,207,657 | \$6,414,571 |
| City's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll | 79.81% | 88.07% | 101.16% | 104.48% |
| Plan fiduciary net position as a percentage of the total OPEB liability | 54.50% | 54.14% | 46.33% | 47.80% |

Source: Finance Director's Office and the Ohio Public Employees Retirement System

Ohio Police and Fire Pension Fund

| Year | 2017 | 2018 | 2019 | 2020 |
|---|--------------|--------------|-------------|-------------|
| City's proportion of the net OPEB liability (asset) | 0.266451% | 0.286303% | 0.289236% | 0.286362% |
| City's proportionate share of the net OPEB liability (asset) | \$12,647,846 | \$16,221,546 | \$2,633,937 | \$2,828,611 |
| City's covered payroll | \$6,425,132 | \$6,620,931 | \$6,906,819 | \$7,199,821 |
| City's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll | 196.85% | 245.00% | 38.14% | 39.29% |
| Plan fiduciary net position as a percentage of the total OPEB liability | 15.96% | 14.13% | 46.57% | 47.08% |

Source: Finance Director's Office and the Ohio Police and Fire Pension Fund

Notes: The City implemented GASB Statement 75 in 2018.

Information prior to 2017 is not available.

The schedule is reported as of the measurement date of the Net OPEB Liability.

See accompanying notes to required supplementary information

CITY OF MARYSVILLE, OHIO

***Schedule of City's Other Postemployment Benefit (OPEB) Contributions
Last Eight Years***

Ohio Public Employees Retirement System

| Year | <u>2013</u> | <u>2014</u> | <u>2015</u> |
|--|---------------|----------------|----------------|
| Contractually required contribution | \$53,831 | \$100,583 | \$122,899 |
| Contributions in relation to the contractually required contribution | <u>53,831</u> | <u>100,583</u> | <u>122,899</u> |
| Contribution deficiency (excess) | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| City's covered payroll | \$5,383,100 | \$5,029,150 | \$6,144,925 |
| Contributions as a percentage of covered payroll | 1.00% | 2.00% | 2.00% |

Source: Finance Director's Office and the Ohio Public Employees Retirement System

Ohio Police and Fire Pension Fund

| Year | <u>2013</u> | <u>2014</u> | <u>2015</u> |
|--|---------------|---------------|---------------|
| Contractually required contribution | \$22,770 | \$26,387 | \$24,705 |
| Contributions in relation to the contractually required contribution | <u>22,770</u> | <u>26,387</u> | <u>24,705</u> |
| Contribution deficiency (excess) | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| City's covered payroll | \$4,554,046 | \$5,277,461 | \$4,940,981 |
| Contributions as a percentage of covered payroll | 0.50% | 0.50% | 0.50% |

Source: Finance Director's Office and the Ohio Police and Fire Pension Fund

Notes: The City implemented GASB Statement 75 in 2018.

Information prior to 2013 is not available.

See accompanying notes to required supplementary information

CITY OF MARYSVILLE, OHIO

| <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> |
|----------------|---------------|-------------|-------------|-------------|
| \$112,199 | \$56,956 | \$0 | \$0 | \$0 |
| <u>112,199</u> | <u>56,956</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> |
| \$5,609,933 | \$5,695,600 | \$6,207,657 | \$6,414,571 | \$6,583,421 |
| 2.00% | 1.00% | 0.00% | 0.00% | 0.00% |

| <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> |
|---------------|---------------|---------------|---------------|---------------|
| \$32,126 | \$31,023 | \$32,365 | \$33,825 | \$35,665 |
| <u>32,126</u> | <u>31,023</u> | <u>32,365</u> | <u>33,825</u> | <u>35,665</u> |
| <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| \$6,425,132 | \$6,620,931 | \$6,906,819 | \$7,199,821 | \$7,165,305 |
| 0.50% | 0.50% | 0.50% | 0.50% | 0.53% |

***Notes to the Required Supplementary Information
For the Year Ended December 31, 2020***

NET PENSION LIABILITY – COST SHARING PLANS

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

Changes in benefit terms: There were no changes in benefit terms for the period 2014-2020.

Changes in assumptions:

2014-2016: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions.

2017: The following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date:

- Reduction in actuarial assumed rate of return from 8.00% to 7.50%
- Decrease in wage inflation from 3.75% to 3.25%
- Change in future salary increases from a range of 4.25%-10.02% to 3.25%-10.75%
- Amounts reported beginning in 2017 use mortality rates based on the RP-2014 Healthy Annuitant mortality Table.

2018: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions.

2019: The following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date:

- Reduction in actuarial assumed rate of return from 7.50% to 7.20%

2020: The following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date:

- Change in COLA from 3.00% to 1.4% for post 1/7/13 retirees.

OHIO POLICE AND FIRE (OP&F) PENSION FUND

Changes in benefit terms: There were no changes in benefit terms for the period 2014-2020.

Changes in assumptions:

2014-2017: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions.

***Notes to the Required Supplementary Information
For the Year Ended December 31, 2020***

NET PENSION LIABILITY – COST SHARING PLANS (Continued)

OHIO POLICE AND FIRE (OP&F) PENSION FUND (Continued)

2018: The following were the most significant changes of assumptions that affected total pension liability since the prior measurement date:

- Reduction in actuarial assumed rate of return from 8.25% to 8.00%
- Decrease salary increases from 3.75% to 3.25%
- Change in payroll growth from 3.75% to 3.25%
- Reduce DROP interest rate from 4.5% to 4.0%
- Reduce CPI-based COLA from 2.6% to 2.2%
- Inflation component reduced from 3.25% to 2.75%
- For the January 1, 2017, valuation, mortality for non-disabled participants is based on the RP-2014 Total Employee and Healthy Annuitant Mortality Tables rolled back to 2006
- For the January 1, 2017, valuation, mortality for disabled retirees is based on the RP-2014 Disabled Mortality Tables rolled back to 2006

2019-2020: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions.

NET OPEB LIABILITY - COST SHARING PLANS

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

Changes in benefit terms: There were no changes in benefit terms for the periods 2018-2020.

Changes in assumptions:

For 2018, the single discount rate changed from 4.23% to 3.85%.

2019: The following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The single discount rate changed from 3.85% to 3.96%.
- Reduction in actuarial assumed rate of return from 6.50% to 6.00%
- Change in health care cost trend rate from 7.5% to 10%
- The Municipal Bond Rate changed from 3.31% to 3.71%

2020: The following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The single discount rate changed from 3.96% to 3.16%.
- Change in health care cost trend rate from 10.0% to 10.5%
- The Municipal Bond Rate changed from 3.71% to 2.75%

***Notes to the Required Supplementary Information
For the Year Ended December 31, 2020***

NET OPEB LIABILITY - COST SHARING PLANS (Continued)

OHIO POLICE AND FIRE (OP&F) PENSION FUND

Changes in benefit terms:

2018: There were no changes in benefit terms.

2019: The retiree health care model and the current self-insured health care plan were replaced with a stipend-based health care model.

2020: There were no changes in benefit terms.

Changes in assumptions:

2018: The single discount rate changed from 3.79% to 3.24%.

2019: The following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The single discount rate changed from 3.24% to 4.66%.

2020: The following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The single discount rate changed from 4.66% to 3.56%.

*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

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

Nonmajor Governmental Funds

Special Revenue Funds

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

Veyance Incentive Fund

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

Univenture Financial Incentive Fund

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

Pool Fund

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

City Events Fund

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

Police Pension Fund

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

Fire Pension Fund

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

Police Grant Fund

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

Fire Grant Fund

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

(Continued)

Special Revenue Funds (Continued)

Street Tree Fund

To accumulate dedicated revenues for the financial support of expenditures associated with the Urban Forestry Program.

Street Maintenance Fund

To account for that portion of the state levied and controlled gasoline tax and motor vehicle license fees designated for local street construction, maintenance and repair. Ninety-two and one-half percent of the tax and fees are allocated to this fund.

Law Enforcement Trust Fund

To account for the proceeds from the confiscation of contraband.

Mandatory Drug Fine Fund

To account for mandatory fines collected for drug agencies.

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

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

Driving Under the Influence (DUI) Indigent Drivers Treatment Fund

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

State Highway Fund

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

Federal Law Enforcement Fund

To account for federal proceeds from the confiscation of contraband.

Court Computer and Research Fund

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

Municipal Court Computer Fund

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

Municipal Court Special Projects Fund

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

(Continued)

Special Revenue Funds (Continued)

Court Probation Fee Fund

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

Eljer Park Fund

To account for the insurance liability for Eljer Park.

Cemetery Maintenance Fund

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

Cemetery Endowment Fund

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

Municipal Court Local Interlock Fund

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

Municipal Court State Interlock Fund

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

Community Housing Improvement Program (CHIP) Grant Fund

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

Covid Aid And Relief Fund

This fund is used to account for Coronavirus Relief funds received through passage of the CARES Act. These funds can be used for necessary expenditures incurred due to the Covid-19 public health emergency. (Only the Balance Sheet is presented for this fund as there is no activity for the year in the Statement of Revenues, Expenditures and Changes in Fund Balances.

Debt Service Fund

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

Partners Park Fund

To account for monies pledged by area businesses for the construction of Partners Park (Only the Balance Sheet is presented for this fund as there is no activity for the year in the Statement of Revenues, Expenditures and Changes in Fund Balances. This fund is not part of the City's appropriated budget; therefore no budgetary schedule is presented.)

Capital Projects Funds

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

Parkland Development Fund

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

OPWC Grant Fund

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

Community Development Block Grant (CDBG) Formula Grant Fund

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

Safe Routes to Schools Grant Fund

To account for the activity related to the capital improvements funded by the Safe Routes to School Grant.

NW 33 Grant Fund

To account for grant revenues and expenditures associated with the Route 33 Construction project.

State Route 31 Fund

To account for revenues and expenditures associated with the reconstruction project on State Route 31. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

CITY OF MARYSVILLE, OHIO

**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2020**

| | Nonmajor Special Revenue Funds | Nonmajor Debt Service Fund | Nonmajor Capital Projects Funds | Total Nonmajor Governmental Funds |
|---|--------------------------------------|-------------------------------|---------------------------------------|---|
| Assets: | | | | |
| Cash and Cash Equivalents | \$ 4,093,264 | \$ 0 | \$ 757,370 | \$ 4,850,634 |
| Receivables: | | | | |
| Accounts | 0 | 202,500 | 0 | 202,500 |
| Intergovernmental | 740,962 | 0 | 211,325 | 952,287 |
| Interest | 92 | 0 | 0 | 92 |
| Property Taxes | 243,859 | 0 | 0 | 243,859 |
| Prepaid Items | 12,261 | 0 | 0 | 12,261 |
| Total Assets | \$ 5,090,438 | \$ 202,500 | \$ 968,695 | \$ 6,261,633 |
| Liabilities: | | | | |
| Accounts Payable | \$ 155,918 | \$ 0 | \$ 5,771 | \$ 161,689 |
| Accrued Wages and Benefits Payable | 24,168 | 0 | 0 | 24,168 |
| Intergovernmental Payable | 8,123 | 0 | 0 | 8,123 |
| Contracts Payable | 0 | 0 | 23,084 | 23,084 |
| Unearned Revenue | 950,825 | 0 | 0 | 950,825 |
| Interfund Loans Payable | 0 | 0 | 336,592 | 336,592 |
| Total Liabilities | 1,139,034 | 0 | 365,447 | 1,504,481 |
| Deferred Inflows of Resources: | | | | |
| Unavailable Amounts | 540,406 | 202,500 | 186,694 | 929,600 |
| Property Tax Levy for Next Fiscal Year | 235,693 | 0 | 0 | 235,693 |
| Total Deferred Inflows of Resources | 776,099 | 202,500 | 186,694 | 1,165,293 |
| Fund Balances: | | | | |
| Nonspendable | 12,261 | 0 | 0 | 12,261 |
| Restricted | 2,822,092 | 0 | 43,231 | 2,865,323 |
| Committed | 340,952 | 0 | 373,323 | 714,275 |
| Total Fund Balances | 3,175,305 | 0 | 416,554 | 3,591,859 |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | \$ 5,090,438 | \$ 202,500 | \$ 968,695 | \$ 6,261,633 |

CITY OF MARYSVILLE, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2020**

| | Nonmajor Special Revenue Funds | Nonmajor Capital Projects Funds | Total Nonmajor Governmental Funds |
|--|--------------------------------------|---------------------------------------|---|
| Revenues: | | | |
| Property Taxes | \$ 261,286 | \$ 0 | \$ 261,286 |
| Intergovernmental Revenues | 1,966,246 | 2,074,244 | 4,040,490 |
| Charges for Services | 176,202 | 0 | 176,202 |
| Licenses and Permits | 226,688 | 595,511 | 822,199 |
| Investment Earnings | 2,449 | 0 | 2,449 |
| Fines and Forfeitures | 128,583 | 0 | 128,583 |
| All Other Revenue | 24,734 | 0 | 24,734 |
| Total Revenue | 2,786,188 | 2,669,755 | 5,455,943 |
| Expenditures: | | | |
| Current: | | | |
| Security of Persons and Property - Police | 138,945 | 0 | 138,945 |
| Security of Persons and Property - Fire | 140,462 | 0 | 140,462 |
| Security of Persons and Property - Other | 622,661 | 0 | 622,661 |
| Leisure Time Activities | 210,748 | 0 | 210,748 |
| Community Environment | 178,658 | 5,000 | 183,658 |
| Transportation | 1,346,794 | 0 | 1,346,794 |
| General Government | 238,970 | 0 | 238,970 |
| Capital Outlay | 0 | 2,569,589 | 2,569,589 |
| Total Expenditures | 2,877,238 | 2,574,589 | 5,451,827 |
| Excess (Deficiency) of Revenues Over Expenditures | (91,050) | 95,166 | 4,116 |
| Other Financing Sources (Uses): | | | |
| Transfers In | 333,500 | 5,000 | 338,500 |
| Total Other Financing Sources (Uses) | 333,500 | 5,000 | 338,500 |
| Net Change In Fund Balance | 242,450 | 100,166 | 342,616 |
| Fund Balances at Beginning of Year | 2,932,855 | 316,388 | 3,249,243 |
| Fund Balances End of Year | \$ 3,175,305 | \$ 416,554 | \$ 3,591,859 |

CITY OF MARYSVILLE, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2020**

| | Pool | City Events | Police Pension | Fire Pension |
|---|------------------|------------------|-------------------|-------------------|
| Assets: | | | | |
| Cash and Cash Equivalents | \$ 11,302 | \$ 31,523 | \$ 8,288 | \$ 8,288 |
| Receivables: | | | | |
| Intergovernmental | 0 | 0 | 9,279 | 7,431 |
| Interest | 0 | 0 | 0 | 0 |
| Property Taxes | 0 | 0 | 122,819 | 121,040 |
| Prepaid Items | 54 | 4 | 0 | 0 |
| Total Assets | \$ 11,356 | \$ 31,527 | \$ 140,386 | \$ 136,759 |
| Liabilities: | | | | |
| Accounts Payable | \$ 137 | \$ 20,370 | \$ 0 | \$ 0 |
| Accrued Wages and Benefits Payable | 210 | 2,351 | 0 | 0 |
| Intergovernmental Payable | 0 | 791 | 0 | 0 |
| Unearned Revenue | 0 | 0 | 0 | 0 |
| Total Liabilities | 347 | 23,512 | 0 | 0 |
| Deferred Inflows of Resources: | | | | |
| Unavailable Amounts | 0 | 0 | 13,362 | 11,514 |
| Property Tax for Next Fiscal Year | 0 | 0 | 118,736 | 116,957 |
| Total Deferred Inflows of Resources | 0 | 0 | 132,098 | 128,471 |
| Fund Balances: | | | | |
| Nonspendable | 54 | 4 | 0 | 0 |
| Restricted | 0 | 0 | 8,288 | 8,288 |
| Committed | 10,955 | 8,011 | 0 | 0 |
| Total Fund Balances | 11,009 | 8,015 | 8,288 | 8,288 |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | \$ 11,356 | \$ 31,527 | \$ 140,386 | \$ 136,759 |

CITY OF MARYSVILLE, OHIO

| Police Grant | Fire Grant | Street Tree | Street Maintenance | Law Enforcement Trust | Mandatory Drug Fine |
|------------------|-----------------|-------------------|--------------------|-----------------------|---------------------|
| \$ 15,951 | \$ 8,182 | \$ 250,861 | \$ 252,457 | \$ 46,148 | \$ 117,810 |
| 5,939 | 0 | 0 | 664,440 | 0 | 0 |
| 0 | 0 | 0 | 59 | 12 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 37 | 12,166 | 0 | 0 |
| <u>\$ 21,890</u> | <u>\$ 8,182</u> | <u>\$ 250,898</u> | <u>\$ 929,122</u> | <u>\$ 46,160</u> | <u>\$ 117,810</u> |
| \$ 0 | \$ 0 | \$ 11,331 | \$ 44,840 | \$ 0 | \$ 0 |
| 0 | 0 | 2,096 | 19,131 | 0 | 0 |
| 0 | 0 | 279 | 7,000 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>0</u> | <u>0</u> | <u>13,706</u> | <u>70,971</u> | <u>0</u> | <u>0</u> |
| 5,939 | 0 | 0 | 471,372 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>5,939</u> | <u>0</u> | <u>0</u> | <u>471,372</u> | <u>0</u> | <u>0</u> |
| 0 | 0 | 37 | 12,166 | 0 | 0 |
| 15,951 | 8,182 | 0 | 374,613 | 46,160 | 117,810 |
| 0 | 0 | 237,155 | 0 | 0 | 0 |
| <u>15,951</u> | <u>8,182</u> | <u>237,192</u> | <u>386,779</u> | <u>46,160</u> | <u>117,810</u> |
| <u>\$ 21,890</u> | <u>\$ 8,182</u> | <u>\$ 250,898</u> | <u>\$ 929,122</u> | <u>\$ 46,160</u> | <u>\$ 117,810</u> |

(Continued)

CITY OF MARYSVILLE, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2020**

| | DUI Alcohol Education and Enforcement | DUI Indigent Drivers Treatment | State Highway | Federal Law Enforcement |
|---|---|--------------------------------------|------------------|----------------------------|
| Assets: | | | | |
| Cash and Cash Equivalents | \$ 35,139 | \$ 173,617 | \$ 32,336 | \$ 505 |
| Receivables: | | | | |
| Intergovernmental | 0 | 0 | 53,873 | 0 |
| Interest | 0 | 0 | 8 | 0 |
| Property Taxes | 0 | 0 | 0 | 0 |
| Prepaid Items | 0 | 0 | 0 | 0 |
| Total Assets | \$ 35,139 | \$ 173,617 | \$ 86,217 | \$ 505 |
| Liabilities: | | | | |
| Accounts Payable | \$ 0 | \$ 0 | \$ 2,954 | \$ 0 |
| Accrued Wages and Benefits Payable | 0 | 0 | 0 | 0 |
| Intergovernmental Payable | 0 | 0 | 0 | 0 |
| Unearned Revenue | 0 | 0 | 0 | 0 |
| Total Liabilities | 0 | 0 | 2,954 | 0 |
| Deferred Inflows of Resources: | | | | |
| Unavailable Amounts | 0 | 0 | 38,219 | 0 |
| Property Tax for Next Fiscal Year | 0 | 0 | 0 | 0 |
| Total Deferred Inflows of Resources | 0 | 0 | 38,219 | 0 |
| Fund Balances: | | | | |
| Nonspendable | 0 | 0 | 0 | 0 |
| Restricted | 35,139 | 173,617 | 45,044 | 505 |
| Committed | 0 | 0 | 0 | 0 |
| Total Fund Balances | 35,139 | 173,617 | 45,044 | 505 |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | \$ 35,139 | \$ 173,617 | \$ 86,217 | \$ 505 |

CITY OF MARYSVILLE, OHIO

| <u>Court Computer and Research</u> | <u>Municipal Court Computer</u> | <u>Municipal Court Special Projects</u> | <u>Court Probation Fee</u> | <u>Eljer Park</u> | <u>Cemetery Maintenance</u> |
|--|---|---|--------------------------------|-------------------|---------------------------------|
| \$ 385,491 | \$ 183,832 | \$ 601,716 | \$ 281,235 | \$ 31,523 | \$ 40,742 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>\$ 385,491</u> | <u>\$ 183,832</u> | <u>\$ 601,716</u> | <u>\$ 281,235</u> | <u>\$ 31,523</u> | <u>\$ 40,742</u> |
| \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 0 | 0 | 0 | 380 | 0 | 0 |
| 0 | 0 | 0 | 53 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>0</u> | <u>0</u> | <u>0</u> | <u>433</u> | <u>0</u> | <u>0</u> |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 385,491 | 183,832 | 601,716 | 280,802 | 0 | 0 |
| 0 | 0 | 0 | 0 | 31,523 | 40,742 |
| <u>385,491</u> | <u>183,832</u> | <u>601,716</u> | <u>280,802</u> | <u>31,523</u> | <u>40,742</u> |
| <u>\$ 385,491</u> | <u>\$ 183,832</u> | <u>\$ 601,716</u> | <u>\$ 281,235</u> | <u>\$ 31,523</u> | <u>\$ 40,742</u> |

(Continued)

CITY OF MARYSVILLE, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2020**

| | Cemetery Endowment | Municipal Court Local Interlock | Municipal Court State Interlock | CHIP Grant |
|---|-----------------------|---------------------------------------|---------------------------------------|------------------|
| Assets: | | | | |
| Cash and Cash Equivalents | \$ 12,553 | \$ 206,306 | \$ 268,472 | \$ 61,876 |
| Receivables: | | | | |
| Intergovernmental | 0 | 0 | 0 | 0 |
| Interest | 13 | 0 | 0 | 0 |
| Property Taxes | 0 | 0 | 0 | 0 |
| Prepaid Items | 0 | 0 | 0 | 0 |
| Total Assets | <u>\$ 12,566</u> | <u>\$ 206,306</u> | <u>\$ 268,472</u> | <u>\$ 61,876</u> |
| Liabilities: | | | | |
| Accounts Payable | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Accrued Wages and Benefits Payable | 0 | 0 | 0 | 0 |
| Intergovernmental Payable | 0 | 0 | 0 | 0 |
| Unearned Revenue | 0 | 0 | 0 | 0 |
| Total Liabilities | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Deferred Inflows of Resources: | | | | |
| Unavailable Amounts | 0 | 0 | 0 | 0 |
| Property Tax for Next Fiscal Year | 0 | 0 | 0 | 0 |
| Total Deferred Inflows of Resources | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Fund Balances: | | | | |
| Nonspendable | 0 | 0 | 0 | 0 |
| Restricted | 0 | 206,306 | 268,472 | 61,876 |
| Committed | 12,566 | 0 | 0 | 0 |
| Total Fund Balances | <u>12,566</u> | <u>206,306</u> | <u>268,472</u> | <u>61,876</u> |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | <u>\$ 12,566</u> | <u>\$ 206,306</u> | <u>\$ 268,472</u> | <u>\$ 61,876</u> |

CITY OF MARYSVILLE, OHIO

| <u>Covid Aid and Relief</u> | <u>Total Nonmajor Special Revenue Funds</u> |
|-----------------------------|---|
| \$ 1,027,111 | \$ 4,093,264 |
| 0 | 740,962 |
| 0 | 92 |
| 0 | 243,859 |
| 0 | 12,261 |
| <u>\$ 1,027,111</u> | <u>\$ 5,090,438</u> |
| | |
| \$ 76,286 | \$ 155,918 |
| 0 | 24,168 |
| 0 | 8,123 |
| <u>950,825</u> | <u>950,825</u> |
| <u>1,027,111</u> | <u>1,139,034</u> |
| | |
| 0 | 540,406 |
| <u>0</u> | <u>235,693</u> |
| <u>0</u> | <u>776,099</u> |
| | |
| 0 | 12,261 |
| 0 | 2,822,092 |
| 0 | 340,952 |
| <u>0</u> | <u>3,175,305</u> |
| | |
| <u>\$ 1,027,111</u> | <u>\$ 5,090,438</u> |

CITY OF MARYSVILLE, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| | <u>Pool</u> | <u>City Events</u> | <u>Police Pension</u> | <u>Fire Pension</u> |
|--|------------------|--------------------|-----------------------|---------------------|
| Revenues: | | | | |
| Property Taxes | \$ 0 | \$ 0 | \$ 130,643 | \$ 130,643 |
| Intergovernmental Revenues | 0 | 3,995 | 14,594 | 14,594 |
| Charges for Services | 145,360 | 29,226 | 0 | 0 |
| Licenses and Permits | 0 | 0 | 0 | 0 |
| Investment Earnings | 0 | 0 | 0 | 0 |
| Fines and Forfeitures | 0 | 0 | 0 | 0 |
| All Other Revenue | 0 | 0 | 0 | 0 |
| Total Revenue | <u>145,360</u> | <u>33,221</u> | <u>145,237</u> | <u>145,237</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Security of Persons and Property - Police | 0 | 0 | 136,949 | 0 |
| Security of Persons and Property - Fire | 0 | 0 | 0 | 136,949 |
| Security of Persons and Property - Other | 0 | 0 | 0 | 0 |
| Leisure Time Activities | 210,748 | 0 | 0 | 0 |
| Community Environment | 0 | 0 | 0 | 0 |
| Transportation | 0 | 0 | 0 | 0 |
| General Government | 0 | 238,970 | 0 | 0 |
| Total Expenditures | <u>210,748</u> | <u>238,970</u> | <u>136,949</u> | <u>136,949</u> |
| Excess (Deficiency) of Revenues Over Expenditures | (65,388) | (205,749) | 8,288 | 8,288 |
| Other Financing Sources (Uses): | | | | |
| Transfers In | <u>76,000</u> | <u>207,500</u> | <u>0</u> | <u>0</u> |
| Total Other Financing Sources (Uses) | <u>76,000</u> | <u>207,500</u> | <u>0</u> | <u>0</u> |
| Net Change In Fund Balance | 10,612 | 1,751 | 8,288 | 8,288 |
| Fund Balances at Beginning of Year | <u>397</u> | <u>6,264</u> | <u>0</u> | <u>0</u> |
| Fund Balances End of Year | <u>\$ 11,009</u> | <u>\$ 8,015</u> | <u>\$ 8,288</u> | <u>\$ 8,288</u> |

CITY OF MARYSVILLE, OHIO

| Police Grant | Fire Grant | Street Tree | Street Maintenance | Law Enforcement Trust | Mandatory Drug Fine |
|------------------|-----------------|-------------------|--------------------|-----------------------|---------------------|
| \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 1,373 | 0 | 0 | 1,250,638 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 165,785 | 56,337 | 0 | 0 |
| 0 | 0 | 0 | 1,562 | 290 | 0 |
| 0 | 0 | 0 | 0 | 0 | 1,473 |
| 0 | 0 | 0 | 4,123 | 631 | 0 |
| <u>1,373</u> | <u>0</u> | <u>165,785</u> | <u>1,312,660</u> | <u>921</u> | <u>1,473</u> |
| 698 | 0 | 0 | 0 | 0 | 0 |
| 0 | 3,513 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 178,658 | 0 | 0 | 0 |
| 0 | 0 | 0 | 1,180,034 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>698</u> | <u>3,513</u> | <u>178,658</u> | <u>1,180,034</u> | <u>0</u> | <u>0</u> |
| 675 | (3,513) | (12,873) | 132,626 | 921 | 1,473 |
| <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> |
| 675 | (3,513) | (12,873) | 132,626 | 921 | 1,473 |
| <u>15,276</u> | <u>11,695</u> | <u>250,065</u> | <u>254,153</u> | <u>45,239</u> | <u>116,337</u> |
| <u>\$ 15,951</u> | <u>\$ 8,182</u> | <u>\$ 237,192</u> | <u>\$ 386,779</u> | <u>\$ 46,160</u> | <u>\$ 117,810</u> |

(Continued)

CITY OF MARYSVILLE, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| | DUI Acohol Education and Enforcement | DUI Indigent Drivers Treatment | State Highway | Federal Law Enforcement |
|--|--|--------------------------------------|------------------|----------------------------|
| Revenues: | | | | |
| Property Taxes | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Intergovernmental Revenues | 0 | 0 | 103,779 | 0 |
| Charges for Services | 0 | 0 | 0 | 0 |
| Licenses and Permits | 0 | 0 | 0 | 0 |
| Investment Earnings | 0 | 0 | 182 | 0 |
| Fines and Forfeitures | 1,029 | 4,211 | 0 | 0 |
| All Other Revenue | 0 | 0 | 19,980 | 0 |
| Total Revenue | 1,029 | 4,211 | 123,941 | 0 |
| Expenditures: | | | | |
| Current: | | | | |
| Security of Persons and Property - Police | 300 | 0 | 0 | 998 |
| Security of Persons and Property - Fire | 0 | 0 | 0 | 0 |
| Security of Persons and Property - Other | 0 | 0 | 0 | 0 |
| Leisure Time Activities | 0 | 0 | 0 | 0 |
| Community Environment | 0 | 0 | 0 | 0 |
| Transportation | 0 | 0 | 166,760 | 0 |
| General Government | 0 | 0 | 0 | 0 |
| Total Expenditures | 300 | 0 | 166,760 | 998 |
| Excess (Deficiency) of Revenues Over Expenditures | 729 | 4,211 | (42,819) | (998) |
| Other Financing Sources (Uses): | | | | |
| Transfers In | 0 | 0 | 50,000 | 0 |
| Total Other Financing Sources (Uses) | 0 | 0 | 50,000 | 0 |
| Net Change In Fund Balance | 729 | 4,211 | 7,181 | (998) |
| Fund Balances at Beginning of Year | 34,410 | 169,406 | 37,863 | 1,503 |
| Fund Balances End of Year | \$ 35,139 | \$ 173,617 | \$ 45,044 | \$ 505 |

CITY OF MARYSVILLE, OHIO

| Court Computer and Research | Municipal Court Computer | Municipal Court Special Projects | Court Probation Fee | Eljer Park | Cemetery Maintenance |
|-----------------------------------|--------------------------------|--|------------------------|------------------|-------------------------|
| \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 1,616 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 4,566 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 17,844 | 19,658 | 40,661 | 11,889 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>17,844</u> | <u>19,658</u> | <u>42,277</u> | <u>11,889</u> | <u>0</u> | <u>4,566</u> |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 18 | 12,097 | 23,912 | 13,293 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>18</u> | <u>12,097</u> | <u>23,912</u> | <u>13,293</u> | <u>0</u> | <u>0</u> |
| 17,826 | 7,561 | 18,365 | (1,404) | 0 | 4,566 |
| <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> |
| 17,826 | 7,561 | 18,365 | (1,404) | 0 | 4,566 |
| <u>367,665</u> | <u>176,271</u> | <u>583,351</u> | <u>282,206</u> | <u>31,523</u> | <u>36,176</u> |
| <u>\$ 385,491</u> | <u>\$ 183,832</u> | <u>\$ 601,716</u> | <u>\$ 280,802</u> | <u>\$ 31,523</u> | <u>\$ 40,742</u> |

(Continued)

CITY OF MARYSVILLE, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| | Cemetery Endowment | Municipal Court Local Interlock | Municipal Court State Interlock | CHIP Grant |
|--|-----------------------|---------------------------------------|---------------------------------------|------------------|
| Revenues: | | | | |
| Property Taxes | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Intergovernmental Revenues | 0 | 0 | 0 | 5,202 |
| Charges for Services | 0 | 0 | 0 | 0 |
| Licenses and Permits | 0 | 0 | 0 | 0 |
| Investment Earnings | 415 | 0 | 0 | 0 |
| Fines and Forfeitures | 0 | 15,595 | 16,223 | 0 |
| All Other Revenue | 0 | 0 | 0 | 0 |
| Total Revenue | <u>415</u> | <u>15,595</u> | <u>16,223</u> | <u>5,202</u> |
| Expenditures: | | | | |
| Current: | | | | |
| Security of Persons and Property - Police | 0 | 0 | 0 | 0 |
| Security of Persons and Property - Fire | 0 | 0 | 0 | 0 |
| Security of Persons and Property - Other | 0 | 1,270 | 0 | 0 |
| Leisure Time Activities | 0 | 0 | 0 | 0 |
| Community Environment | 0 | 0 | 0 | 0 |
| Transportation | 0 | 0 | 0 | 0 |
| General Government | 0 | 0 | 0 | 0 |
| Total Expenditures | <u>0</u> | <u>1,270</u> | <u>0</u> | <u>0</u> |
| Excess (Deficiency) of Revenues Over Expenditures | 415 | 14,325 | 16,223 | 5,202 |
| Other Financing Sources (Uses): | | | | |
| Transfers In | 0 | 0 | 0 | 0 |
| Total Other Financing Sources (Uses) | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Net Change In Fund Balance | 415 | 14,325 | 16,223 | 5,202 |
| Fund Balances at Beginning of Year | <u>12,151</u> | <u>191,981</u> | <u>252,249</u> | <u>56,674</u> |
| Fund Balances End of Year | <u>\$ 12,566</u> | <u>\$ 206,306</u> | <u>\$ 268,472</u> | <u>\$ 61,876</u> |

CITY OF MARYSVILLE, OHIO

| <u>Covid Aid and Relief</u> | <u>Total Nonmajor Special Revenue Funds</u> |
|-----------------------------|---|
| \$ 0 | \$ 261,286 |
| 572,071 | 1,966,246 |
| 0 | 176,202 |
| 0 | 226,688 |
| 0 | 2,449 |
| 0 | 128,583 |
| 0 | 24,734 |
| <u>572,071</u> | <u>2,786,188</u> |
| 0 | 138,945 |
| 0 | 140,462 |
| 572,071 | 622,661 |
| 0 | 210,748 |
| 0 | 178,658 |
| 0 | 1,346,794 |
| 0 | 238,970 |
| <u>572,071</u> | <u>2,877,238</u> |
| 0 | (91,050) |
| <u>0</u> | <u>333,500</u> |
| <u>0</u> | <u>333,500</u> |
| 0 | 242,450 |
| 0 | 2,932,855 |
| <u>\$ 0</u> | <u>\$ 3,175,305</u> |



CITY OF MARYSVILLE, OHIO

**Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2020**

| | Parkland Development | Safe Routes to School Grant | Northwest 33 Grant | Total Nonmajor Capital Projects Funds |
|---|-------------------------|--------------------------------|-----------------------|---|
| Assets: | | | | |
| Cash and Cash Equivalents | \$ 373,323 | \$ 123,601 | \$ 260,446 | \$ 757,370 |
| Receivables: | | | | |
| Intergovernmental | 150,000 | 0 | 61,325 | 211,325 |
| Total Assets | <u>\$ 523,323</u> | <u>\$ 123,601</u> | <u>\$ 321,771</u> | <u>\$ 968,695</u> |
| Liabilities: | | | | |
| Accounts Payable | \$ 0 | \$ 0 | \$ 5,771 | \$ 5,771 |
| Contracts Payable | 0 | 0 | 23,084 | 23,084 |
| Interfund Loans Payable | 0 | 119,925 | 216,667 | 336,592 |
| Total Liabilities | <u>0</u> | <u>119,925</u> | <u>245,522</u> | <u>365,447</u> |
| Deferred Inflows of Resources: | | | | |
| Unavailable Amounts | 150,000 | 0 | 36,694 | 186,694 |
| Total Deferred Inflows of Resources | <u>150,000</u> | <u>0</u> | <u>36,694</u> | <u>186,694</u> |
| Fund Balances: | | | | |
| Restricted | 0 | 3,676 | 39,555 | 43,231 |
| Committed | 373,323 | 0 | 0 | 373,323 |
| Total Fund Balances | <u>373,323</u> | <u>3,676</u> | <u>39,555</u> | <u>416,554</u> |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | <u>\$ 523,323</u> | <u>\$ 123,601</u> | <u>\$ 321,771</u> | <u>\$ 968,695</u> |

CITY OF MARYSVILLE, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2020**

| | Parkland Development | OPWC Grant | CDBG Formula Grant | Safe Routes to School Grant |
|--|-------------------------|-----------------|-----------------------|--------------------------------|
| Revenues: | | | | |
| Intergovernmental Revenues | \$ 0 | \$ 184,399 | \$ 0 | \$ 0 |
| Licenses and Permits | 595,511 | 0 | 0 | 0 |
| Total Revenue | 595,511 | 184,399 | 0 | 0 |
| Expenditures: | | | | |
| Community Environment | 0 | 0 | 5,000 | 0 |
| Capital Outlay | 313,032 | 155,289 | 0 | 0 |
| Total Expenditures | 313,032 | 155,289 | 5,000 | 0 |
| Excess (Deficiency) of Revenues Over Expenditures | 282,479 | 29,110 | (5,000) | 0 |
| Other Financing Sources (Uses): | | | | |
| Transfers In | 0 | 0 | 5,000 | 0 |
| Total Other Financing Sources (Uses) | 0 | 0 | 5,000 | 0 |
| Net Change In Fund Balance | 282,479 | 29,110 | 0 | 0 |
| Fund Balances (deficit) at Beginning of Year | 90,844 | (29,110) | 0 | 3,676 |
| Fund Balances End of Year | \$ 373,323 | \$ 0 | \$ 0 | \$ 3,676 |

CITY OF MARYSVILLE, OHIO

| Northwest 33 Grant | State Route 31 | Total Nonmajor Capital Project Funds |
|-----------------------|------------------|--|
| \$ 111,222 | \$ 1,778,623 | \$ 2,074,244 |
| <u>0</u> | <u>0</u> | <u>595,511</u> |
| 111,222 | 1,778,623 | 2,669,755 |
| 0 | 0 | 5,000 |
| <u>322,645</u> | <u>1,778,623</u> | <u>2,569,589</u> |
| 322,645 | 1,778,623 | 2,574,589 |
| (211,423) | 0 | 95,166 |
| 0 | 0 | 5,000 |
| <u>0</u> | <u>0</u> | <u>5,000</u> |
| (211,423) | 0 | 100,166 |
| <u>250,978</u> | <u>0</u> | <u>316,388</u> |
| <u>\$ 39,555</u> | <u>\$ 0</u> | <u>\$ 416,554</u> |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2020***

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|---|-------------------|-------------------|-------------------|---|
| Revenues: | | | | |
| Property Taxes | \$ 1,780,300 | \$ 1,780,300 | \$ 1,709,287 | \$ (71,013) |
| Municipal Income Taxes | 18,841,928 | 18,841,928 | 20,910,618 | 2,068,690 |
| Other Local Taxes | 452,000 | 452,000 | 399,545 | (52,455) |
| Intergovernmental Revenues | 420,965 | 420,965 | 531,808 | 110,843 |
| Charges for Services | 2,583,717 | 2,583,717 | 2,795,731 | 212,014 |
| Licenses and Permits | 161,750 | 161,750 | 160,236 | (1,514) |
| Investment Earnings | 150,000 | 150,000 | 191,936 | 41,936 |
| Donations | 0 | 0 | 139 | 139 |
| Fines and Forfeitures | 751,500 | 751,500 | 520,185 | (231,315) |
| All Other Revenues | 12,000 | 12,000 | 3,832 | (8,168) |
| Total Revenues | 25,154,160 | 25,154,160 | 27,223,317 | 2,069,157 |
| Expenditures: | | | | |
| Security of Persons and Property: | | | | |
| Police: | | | | |
| Personal Services | 5,632,554 | 5,679,728 | 5,500,765 | 178,963 |
| Materials and Supplies | 102,200 | 104,146 | 94,110 | 10,036 |
| Contractual Services | 260,000 | 274,540 | 254,121 | 20,419 |
| Total Police | 5,994,754 | 6,058,414 | 5,848,996 | 209,418 |
| Fire: | | | | |
| Personal Services | 5,996,464 | 6,029,382 | 5,710,555 | 318,827 |
| Materials and Supplies | 98,782 | 112,876 | 112,876 | 0 |
| Contractual Services | 276,225 | 321,672 | 321,672 | 0 |
| Capital Outlay | 0 | 10,474 | 10,474 | 0 |
| Total Fire | 6,371,471 | 6,474,404 | 6,155,577 | 318,827 |
| Municipal Court: | | | | |
| Personal Services | 875,271 | 873,101 | 856,441 | 16,660 |
| Materials and Supplies | 104,000 | 114,476 | 114,476 | 0 |
| Contractual Services | 61,600 | 62,603 | 44,248 | 18,355 |
| Total Municipal Court | 1,040,871 | 1,050,180 | 1,015,165 | 35,015 |
| Total Security of Persons and Property | 13,407,096 | 13,582,998 | 13,019,738 | 563,260 |

(Continued)

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2020***

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-----------------|--------------|-----------|---|
| Public Health and Welfare Services: | | | | |
| Cemetery: | | | | |
| Street Lighting: | | | | |
| Contractual Services | 440,500 | 458,354 | 456,691 | 1,663 |
| Total Public Health and Welfare Services | 440,500 | 458,354 | 456,691 | 1,663 |
| Community Environment: | | | | |
| Public Service: | | | | |
| Personal Services | 381,256 | 393,556 | 377,785 | 15,771 |
| Materials and Supplies | 23,000 | 32,179 | 20,676 | 11,503 |
| Contractual Services | 35,600 | 36,517 | 23,111 | 13,406 |
| Total Public Service | 439,856 | 462,252 | 421,572 | 40,680 |
| Buildings and Grounds: | | | | |
| Personal Services | 686,199 | 693,449 | 654,458 | 38,991 |
| Materials and Supplies | 81,000 | 89,348 | 88,714 | 634 |
| Contractual Services | 309,000 | 317,783 | 316,295 | 1,488 |
| Capital Outlay | 450,000 | 750,000 | 750,000 | 0 |
| Total Buildings and Grounds | 1,526,199 | 1,850,580 | 1,809,467 | 41,113 |
| Total Community Environment | 1,966,055 | 2,312,832 | 2,231,039 | 81,793 |
| General Government: | | | | |
| City Council: | | | | |
| Personal Services | 114,249 | 120,478 | 118,451 | 2,027 |
| Materials and Supplies | 3,500 | 4,098 | 4,098 | 0 |
| Contractual Services | 48,360 | 48,360 | 15,566 | 32,794 |
| Total City Council | 166,109 | 172,936 | 138,115 | 34,821 |
| City Administrator: | | | | |
| Personal Services | 321,437 | 323,860 | 291,781 | 32,079 |
| Materials and Supplies | 4,500 | 4,711 | 3,015 | 1,696 |
| Contractual Services | 361,158 | 752,966 | 439,155 | 313,811 |
| Total City Administrator | 687,095 | 1,081,537 | 733,951 | 347,586 |
| Human Resources: | | | | |
| Personal Services | 273,778 | 279,555 | 274,260 | 5,295 |
| Materials and Supplies | 5,000 | 5,633 | 4,209 | 1,424 |
| Contractual Services | 20,200 | 54,357 | 24,638 | 29,719 |
| Total Human Resources | 298,978 | 339,545 | 303,107 | 36,438 |

(Continued)

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2020***

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|-------------------|-------------------|-------------------|---|
| Law Director: | | | | |
| Personal Services | 233,220 | 236,168 | 231,020 | 5,148 |
| Materials and Supplies | 3,500 | 3,500 | 3,113 | 387 |
| Contractual Services | 55,080 | 116,705 | 108,205 | 8,500 |
| Total Law Director | <u>291,800</u> | <u>356,373</u> | <u>342,338</u> | <u>14,035</u> |
| Finance: | | | | |
| Personal Services | 748,322 | 754,788 | 729,647 | 25,141 |
| Materials and Supplies | 50,000 | 56,321 | 50,713 | 5,608 |
| Contractual Services | 198,700 | 236,995 | 195,488 | 41,507 |
| Total Finance | <u>997,022</u> | <u>1,048,104</u> | <u>975,848</u> | <u>72,256</u> |
| Information Technology: | | | | |
| Personal Services | 460,360 | 463,109 | 430,151 | 32,958 |
| Materials and Supplies | 15,000 | 17,800 | 17,800 | 0 |
| Contractual Services | 476,037 | 535,708 | 400,463 | 135,245 |
| Total Information Technology | <u>951,397</u> | <u>1,016,617</u> | <u>848,414</u> | <u>168,203</u> |
| City Engineer: | | | | |
| Personal Services | 886,362 | 887,988 | 863,957 | 24,031 |
| Materials and Supplies | 99,800 | 113,337 | 113,337 | 0 |
| Contractual Services | 730,200 | 838,433 | 838,433 | 0 |
| Total City Engineer | <u>1,716,362</u> | <u>1,839,758</u> | <u>1,815,727</u> | <u>24,031</u> |
| Total General Government | <u>5,108,763</u> | <u>5,854,870</u> | <u>5,157,500</u> | <u>697,370</u> |
| Total Expenditures | <u>20,922,414</u> | <u>22,209,054</u> | <u>20,864,968</u> | <u>1,344,086</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 4,231,746 | 2,945,106 | 6,358,349 | 3,413,243 |

(Continued)

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2020**

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|--|------------------------|---------------------|---------------------|---|
| Other Financing Sources (Uses): | | | | |
| Sale of Capital Assets | 10,000 | 10,000 | 666,247 | 656,247 |
| Transfers Out | (7,667,177) | (7,667,177) | (7,193,191) | 473,986 |
| Advances In | <u>0</u> | <u>0</u> | <u>5,000</u> | <u>5,000</u> |
| Total Other Financing Sources (Uses) | <u>(7,657,177)</u> | <u>(7,657,177)</u> | <u>(6,521,944)</u> | <u>1,135,233</u> |
| Net Change In Fund Balance | (3,425,431) | (4,712,071) | (163,595) | 4,548,476 |
| Fund Balance at Beginning of Year | 9,288,545 | 9,288,545 | 9,288,545 | 0 |
| Prior Year Encumbrances | <u>787,288</u> | <u>787,288</u> | <u>787,288</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 6,650,402</u> | <u>\$ 5,363,762</u> | <u>\$ 9,912,238</u> | <u>\$ 4,548,476</u> |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Debt Service Fund– Debt Service Fund
For the Year Ended December 31, 2020**

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|--------------|-------------|---|
| Revenues: | | | | |
| Charges for Services | \$ 67,500 | \$ 67,500 | \$ 67,500 | \$ 0 |
| Total Revenues | 67,500 | 67,500 | 67,500 | 0 |
| Expenditures: | | | | |
| Debt Service: | | | | |
| Principal Retirement | 8,515,000 | 8,645,000 | 8,645,000 | 0 |
| Interest and Fiscal Charges | 828,342 | 860,050 | 856,301 | 3,749 |
| Total Expenditures | 9,343,342 | 9,505,050 | 9,501,301 | 3,749 |
| Excess (Deficiency) of Revenues | | | | |
| Over (Under) Expenditures | (9,275,842) | (9,437,550) | (9,433,801) | 3,749 |
| Other Financing Sources (Uses): | | | | |
| Refunding General Obligation Bonds Issued | 9,050,000 | 9,050,000 | 9,050,000 | 0 |
| General Obligation Notes Issued | 6,270,000 | 6,270,000 | 6,970,000 | 700,000 |
| Premium on Refunding Bonds Issued | 615,969 | 615,969 | 615,969 | 0 |
| Payments to Refunding Bonds Escrow Agent | (9,485,325) | (9,485,325) | (9,485,325) | 0 |
| Premium on General Obligation Notes Issued | 0 | 0 | 31,161 | 31,161 |
| Transfers In | 2,825,197 | 2,825,197 | 2,518,411 | (306,786) |
| Total Other Financing Sources (Uses) | 9,275,841 | 9,275,841 | 9,700,216 | 424,375 |
| Net Change In Fund Balance | (1) | (161,709) | 266,415 | 428,124 |
| Fund Balance at Beginning of Year | 5,000 | 5,000 | 5,000 | 0 |
| Fund Balance at End of Year | \$ 4,999 | \$ (156,709) | \$ 271,415 | \$ 428,124 |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Debt Service Fund– Coleman’s Crossing TIF Fund
For the Year Ended December 31, 2020***

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|-------------------|---------------------|---|
| Revenues: | | | | |
| Payments in Lieu of Taxes | \$ 1,995,641 | \$ 1,995,641 | \$ 2,429,657 | \$ 434,016 |
| Total Revenues | <u>1,995,641</u> | <u>1,995,641</u> | <u>2,429,657</u> | <u>434,016</u> |
| Expenditures: | | | | |
| Community Environment: | | | | |
| Contractual Services | 1,171,268 | 1,384,794 | 1,367,092 | 17,702 |
| Debt Service: | | | | |
| Principal Retirement | 465,000 | 465,000 | 465,000 | 0 |
| Interest and Fiscal Charges | <u>451,638</u> | <u>451,639</u> | <u>451,639</u> | <u>0</u> |
| Total Expenditures | <u>2,087,906</u> | <u>2,301,433</u> | <u>2,283,731</u> | <u>17,702</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (92,265) | (305,792) | 145,926 | 451,718 |
| Other Financing Sources (Uses): | | | | |
| Special Obligation Bonds Issued | <u>168,550</u> | <u>337,101</u> | <u>168,551</u> | <u>(168,550)</u> |
| Total Other Financing Sources (Uses) | <u>168,550</u> | <u>337,101</u> | <u>168,551</u> | <u>(168,550)</u> |
| Net Change In Fund Balance | 76,285 | 31,309 | 314,477 | 283,168 |
| Fund Balance at Beginning of Year | 800,384 | 800,384 | 800,384 | 0 |
| Prior Year Encumbrances | <u>1,987</u> | <u>1,987</u> | <u>1,987</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 878,656</u> | <u>\$ 833,680</u> | <u>\$ 1,116,848</u> | <u>\$ 283,168</u> |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Capital Projects Fund – Capital Improvement Projects (CIP) Fund
For the Year Ended December 31, 2020***

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|--------------|--------------|---|
| Revenues: | | | | |
| Intergovernmental Revenues | \$ 0 | \$ 0 | \$ 12,273 | \$ 12,273 |
| Investment Earnings | 0 | 0 | 5,035 | 5,035 |
| All Other Revenues | 100,000 | 100,000 | 79,273 | (20,727) |
| Total Revenues | 100,000 | 100,000 | 96,581 | (3,419) |
| Expenditures: | | | | |
| Capital Outlay: | | | | |
| Engineering | 4,419,795 | 5,416,578 | 5,479,935 | (63,357) |
| Total Expenditures | 4,419,795 | 5,416,578 | 5,479,935 | (63,357) |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (4,319,795) | (5,316,578) | (5,383,354) | (66,776) |
| Other Financing Sources (Uses): | | | | |
| Transfers In | 4,319,795 | 4,219,795 | 4,300,000 | 80,205 |
| Total Other Financing Sources (Uses) | 4,319,795 | 4,219,795 | 4,300,000 | 80,205 |
| Net Change In Fund Balance | 0 | (1,096,783) | (1,083,354) | 13,429 |
| Fund Balance at Beginning of Year | 831 | 831 | 831 | 0 |
| Prior Year Encumbrances | 801,893 | 801,893 | 801,893 | 0 |
| Fund Balance at End of Year | \$ 802,724 | \$ (294,059) | \$ (280,630) | \$ 13,429 |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|---------------|---------------|---|
| Revenues: | | | | |
| Total Revenues | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Expenditures: | | | | |
| Total Expenditures | 0 | 0 | 0 | 0 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | 0 | 0 | 0 |
| Fund Balance at Beginning of Year | 567 | 567 | 567 | 0 |
| Fund Balance at End of Year | <u>\$ 567</u> | <u>\$ 567</u> | <u>\$ 567</u> | <u>\$ 0</u> |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020***

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|--------------|----------|---|
| Revenues: | | | | |
| Total Revenues | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Expenditures: | | | | |
| General Government: | | | | |
| Contractual Services | 40,000 | 40,000 | 36,280 | 3,720 |
| Total Expenditures | 40,000 | 40,000 | 36,280 | 3,720 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (40,000) | (40,000) | (36,280) | 3,720 |
| Other Financing Sources (Uses): | | | | |
| Transfers In | 40,000 | 40,000 | 36,280 | (3,720) |
| Total Other Financing Sources (Uses) | 40,000 | 40,000 | 36,280 | (3,720) |
| Net Change In Fund Balance | 0 | 0 | 0 | 0 |
| Fund Balance at Beginning of Year | 0 | 0 | 0 | 0 |
| Fund Balance at End of Year | \$ 0 | \$ 0 | \$ 0 | \$ 0 |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020***

| | POOL FUND | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|-------------------|----------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Charges for Services | \$ 157,500 | \$ 158,000 | \$ 145,360 | \$ (12,640) |
| Total Revenues | <u>157,500</u> | <u>158,000</u> | <u>145,360</u> | <u>(12,640)</u> |
| Expenditures: | | | | |
| Leisure Time Activities: | | | | |
| Personal Services | 120,305 | 128,326 | 124,842 | 3,484 |
| Materials and Supplies | 69,397 | 69,521 | 48,699 | 20,822 |
| Contractual Services | 49,360 | 49,360 | 48,900 | 460 |
| Total Expenditures | <u>239,062</u> | <u>247,207</u> | <u>222,441</u> | <u>24,766</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (81,562) | (89,207) | (77,081) | 12,126 |
| Other Financing Sources (Uses): | | | | |
| Transfers In | 81,562 | 81,562 | 76,000 | (5,562) |
| Total Other Financing Sources (Uses) | <u>81,562</u> | <u>81,562</u> | <u>76,000</u> | <u>(5,562)</u> |
| Net Change In Fund Balance | 0 | (7,645) | (1,081) | 6,564 |
| Fund Balance at Beginning of Year | 0 | 0 | 0 | 0 |
| Prior Year Encumbrances | 1,389 | 1,389 | 1,389 | 0 |
| Fund Balance at End of Year | <u>\$ 1,389</u> | <u>\$ (6,256)</u> | <u>\$ 308</u> | <u>\$ 6,564</u> |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| | CITY EVENTS FUND | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|------------------|------------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Intergovernmental Revenues | \$ 0 | \$ 0 | \$ 4,495 | \$ 4,495 |
| Charges for Services | 103,425 | 103,425 | 29,226 | (74,199) |
| Total Revenues | <u>103,425</u> | <u>103,425</u> | <u>33,721</u> | <u>(69,704)</u> |
| Expenditures: | | | | |
| General Government: | | | | |
| Personal Services | 106,469 | 109,451 | 105,502 | 3,949 |
| Materials and Supplies | 31,824 | 32,246 | 30,614 | 1,632 |
| Contractual Services | 138,664 | 167,156 | 125,555 | 41,601 |
| Total Expenditures | <u>276,957</u> | <u>308,853</u> | <u>261,671</u> | <u>47,182</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (173,532) | (205,428) | (227,950) | (22,522) |
| Other Financing Sources (Uses): | | | | |
| Transfers In | 175,466 | 175,466 | 207,500 | 32,034 |
| Total Other Financing Sources (Uses) | <u>175,466</u> | <u>175,466</u> | <u>207,500</u> | <u>32,034</u> |
| Net Change In Fund Balance | 1,934 | (29,962) | (20,450) | 9,512 |
| Fund Balance at Beginning of Year | 0 | 0 | 0 | 0 |
| Prior Year Encumbrances | 42,662 | 42,662 | 42,662 | 0 |
| Fund Balance at End of Year | <u>\$ 44,596</u> | <u>\$ 12,700</u> | <u>\$ 22,212</u> | <u>\$ 9,512</u> |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|--------------|------------|---|
| Revenues: | | | | |
| Property Taxes | \$ 123,030 | \$ 123,030 | \$ 130,643 | \$ 7,613 |
| Intergovernmental Revenues | 13,670 | 13,670 | 14,594 | 924 |
| Total Revenues | 136,700 | 136,700 | 145,237 | 8,537 |
| Expenditures: | | | | |
| Security of Persons and Property - Police: | | | | |
| Personal Services | 134,423 | 134,423 | 134,423 | 0 |
| Contractual Services | 2,277 | 2,526 | 2,526 | 0 |
| Total Expenditures | 136,700 | 136,949 | 136,949 | 0 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | (249) | 8,288 | 8,537 |
| Fund Balance at Beginning of Year | 0 | 0 | 0 | 0 |
| Fund Balance at End of Year | \$ 0 | \$ (249) | \$ 8,288 | \$ 8,537 |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| | FIRE PENSION FUND | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|--------------|------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Property Taxes | \$ 123,030 | \$ 123,030 | \$ 130,643 | \$ 7,613 |
| Intergovernmental Revenues | 13,670 | 13,670 | 14,594 | 924 |
| Total Revenues | 136,700 | 136,700 | 145,237 | 8,537 |
| Expenditures: | | | | |
| Security of Persons and Property - Fire: | | | | |
| Personal Services | 134,423 | 134,423 | 134,423 | 0 |
| Contractual Services | 2,277 | 2,526 | 2,526 | 0 |
| Total Expenditures | 136,700 | 136,949 | 136,949 | 0 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | (249) | 8,288 | 8,537 |
| Fund Balance at Beginning of Year | 0 | 0 | 0 | 0 |
| Fund Balance at End of Year | \$ 0 | \$ (249) | \$ 8,288 | \$ 8,537 |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|------------------|------------------|---|
| Revenues: | | | | |
| Intergovernmental Revenues | \$ 3,000 | \$ 3,000 | \$ 1,373 | \$ (1,627) |
| Total Revenues | <u>3,000</u> | <u>3,000</u> | <u>1,373</u> | <u>(1,627)</u> |
| Expenditures: | | | | |
| Security of Persons and Property - Police: | | | | |
| Contractual Services | <u>3,000</u> | <u>3,000</u> | <u>698</u> | <u>2,302</u> |
| Total Expenditures | <u>3,000</u> | <u>3,000</u> | <u>698</u> | <u>2,302</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | 0 | 675 | 675 |
| Fund Balance at Beginning of Year | <u>15,276</u> | <u>15,276</u> | <u>15,276</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 15,276</u> | <u>\$ 15,276</u> | <u>\$ 15,951</u> | <u>\$ 675</u> |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| | FIRE GRANT FUND | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|------------------|-----------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Intergovernmental Revenues | \$ 31,000 | \$ 31,000 | \$ 0 | \$ (31,000) |
| Total Revenues | <u>31,000</u> | <u>31,000</u> | <u>0</u> | <u>(31,000)</u> |
| Expenditures: | | | | |
| Security of Persons and Property - Fire: | | | | |
| Personal Services | 27,000 | 6,057 | 14 | 6,043 |
| Contractual Services | <u>4,000</u> | <u>24,943</u> | <u>3,601</u> | <u>21,342</u> |
| Total Expenditures | <u>31,000</u> | <u>31,000</u> | <u>3,615</u> | <u>27,385</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | 0 | (3,615) | (3,615) |
| Fund Balance at Beginning of Year | <u>11,695</u> | <u>11,695</u> | <u>11,695</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 11,695</u> | <u>\$ 11,695</u> | <u>\$ 8,080</u> | <u>\$ (3,615)</u> |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| STREET TREE FUND | | | | |
|--|--------------------|-------------------|-------------------|---|
| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
| Revenues: | | | | |
| Licenses and Permits | 100,000 | 100,000 | 165,785 | 65,785 |
| Total Revenues | <u>100,000</u> | <u>100,000</u> | <u>165,785</u> | <u>65,785</u> |
| Expenditures: | | | | |
| Transportation: | | | | |
| Personal Services | 93,203 | 96,008 | 93,108 | 2,900 |
| Materials and Supplies | 2,854 | 2,854 | 2,747 | 107 |
| Contractual Services | 69,246 | 93,748 | 93,748 | 0 |
| Total Expenditures | <u>165,303</u> | <u>192,610</u> | <u>189,603</u> | <u>3,007</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (65,303) | (92,610) | (23,818) | 68,792 |
| Fund Balance at Beginning of Year | 247,172 | 247,172 | 247,172 | 0 |
| Prior Year Encumbrances | 5,207 | 5,207 | 5,207 | 0 |
| Fund Balance at End of Year | <u>\$ 187,076</u> | <u>\$ 159,769</u> | <u>\$ 228,561</u> | <u>\$ 68,792</u> |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020***

| STREET MAINTENANCE FUND | | | | |
|--|--------------------|-------------------|------------------|---|
| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental Revenues | \$ 1,293,679 | \$ 1,293,679 | \$ 1,264,987 | \$ (28,692) |
| Licenses and Permits | 98,000 | 98,000 | 56,337 | (41,663) |
| Investment Earnings | 1,000 | 1,000 | 1,640 | 640 |
| All Other Revenues | 15,000 | 15,000 | 4,123 | (10,877) |
| Total Revenues | <u>1,407,679</u> | <u>1,407,679</u> | <u>1,327,087</u> | <u>(80,592)</u> |
| Expenditures: | | | | |
| Transportation: | | | | |
| Personal Services | 777,004 | 783,401 | 741,605 | 41,796 |
| Materials and Supplies | 342,280 | 335,564 | 350,564 | (15,000) |
| Contractual Services | 197,500 | 222,715 | 222,282 | 433 |
| Capital Outlay | 31,535 | 33,740 | 33,103 | 637 |
| Total Expenditures | <u>1,348,319</u> | <u>1,375,420</u> | <u>1,347,554</u> | <u>27,866</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 59,360 | 32,259 | (20,467) | (52,726) |
| Fund Balance at Beginning of Year | 33,977 | 33,977 | 33,977 | 0 |
| Prior Year Encumbrances | 59,705 | 59,705 | 59,705 | 0 |
| Fund Balance at End of Year | <u>\$ 153,042</u> | <u>\$ 125,941</u> | <u>\$ 73,215</u> | <u>\$ (52,726)</u> |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020***

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|------------------|------------------|---|
| Revenues: | | | | |
| Investment Earnings | 0 | 0 | 278 | 278 |
| All Other Revenues | \$ 0 | \$ 0 | \$ 1,130 | \$ 1,130 |
| Total Revenues | <u>0</u> | <u>0</u> | <u>1,408</u> | <u>1,408</u> |
| Expenditures: | | | | |
| Total Expenditures | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | 0 | 1,408 | 1,408 |
| Fund Balance at Beginning of Year | <u>44,740</u> | <u>44,740</u> | <u>44,740</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 44,740</u> | <u>\$ 44,740</u> | <u>\$ 46,148</u> | <u>\$ 1,408</u> |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|-------------------|-------------------|---|
| Revenues: | | | | |
| Fines and Forfeitures | \$ 12,000 | \$ 12,000 | \$ 1,500 | \$ (10,500) |
| Total Revenues | <u>12,000</u> | <u>12,000</u> | <u>1,500</u> | <u>(10,500)</u> |
| Expenditures: | | | | |
| Security of Persons and Property - Police: | | | | |
| Materials and Supplies | <u>3,000</u> | <u>3,000</u> | <u>0</u> | <u>3,000</u> |
| Total Expenditures | <u>3,000</u> | <u>3,000</u> | <u>0</u> | <u>3,000</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 9,000 | 9,000 | 1,500 | (7,500) |
| Fund Balance at Beginning of Year | <u>116,310</u> | <u>116,310</u> | <u>116,310</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 125,310</u> | <u>\$ 125,310</u> | <u>\$ 117,810</u> | <u>\$ (7,500)</u> |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020***

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|------------------|------------------|---|
| Revenues: | | | | |
| Fines and Forfeitures | \$ 1,500 | \$ 1,500 | \$ 1,017 | \$ (483) |
| Total Revenues | <u>1,500</u> | <u>1,500</u> | <u>1,017</u> | <u>(483)</u> |
| Expenditures: | | | | |
| Security of Persons and Property - Police: | | | | |
| Contractual Services | <u>750</u> | <u>750</u> | <u>300</u> | <u>450</u> |
| Total Expenditures | <u>750</u> | <u>750</u> | <u>300</u> | <u>450</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 750 | 750 | 717 | (33) |
| Fund Balance at Beginning of Year | <u>34,375</u> | <u>34,375</u> | <u>34,375</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 35,125</u> | <u>\$ 35,125</u> | <u>\$ 35,092</u> | <u>\$ (33)</u> |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| DUI INDIGENT DRIVERS TREATMENT FUND | | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|-------------------|-------------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Fines and Forfeitures | \$ 0 | \$ 0 | \$ 4,211 | \$ 4,211 |
| Total Revenues | <u>0</u> | <u>0</u> | <u>4,211</u> | <u>4,211</u> |
| Expenditures: | | | | |
| Total Expenditures | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | 0 | 4,211 | 4,211 |
| Fund Balance at Beginning of Year | <u>169,406</u> | <u>169,406</u> | <u>169,406</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 169,406</u> | <u>\$ 169,406</u> | <u>\$ 173,617</u> | <u>\$ 4,211</u> |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020***

| STATE HIGHWAY FUND | | | | |
|--|--------------------|-----------------|--------------------|---|
| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
| Revenues: | | | | |
| Intergovernmental Revenues | \$ 105,136 | \$ 105,136 | \$ 104,943 | \$ (193) |
| Investment Earnings | 1,000 | 1,000 | 216 | (784) |
| All Other Revenues | 15,000 | 15,000 | 19,980 | 4,980 |
| Total Revenues | <u>121,136</u> | <u>121,136</u> | <u>125,139</u> | <u>4,003</u> |
| Expenditures: | | | | |
| Transportation: | | | | |
| Materials and Supplies | 130,180 | 132,369 | 133,069 | (700) |
| Contractual Services | 79,000 | 82,703 | 82,703 | 0 |
| Total Expenditures | <u>209,180</u> | <u>215,072</u> | <u>215,772</u> | <u>(700)</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (88,044) | (93,936) | (90,633) | 3,303 |
| Other Financing Sources (Uses): | | | | |
| Transfers In | 68,157 | 68,157 | 50,000 | (18,157) |
| Total Other Financing Sources (Uses) | <u>68,157</u> | <u>68,157</u> | <u>50,000</u> | <u>(18,157)</u> |
| Net Change In Fund Balance | (19,887) | (25,779) | (40,633) | (14,854) |
| Fund Balance at Beginning of Year | 20,164 | 20,164 | 20,164 | 0 |
| Prior Year Encumbrances | 8,367 | 8,367 | 8,367 | 0 |
| Fund Balance at End of Year | <u>\$ 8,644</u> | <u>\$ 2,752</u> | <u>\$ (12,102)</u> | <u>\$ (14,854)</u> |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| COURT COMPUTER AND RESEARCH FUND | | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|-------------------|-------------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Fines and Forfeitures | \$ 27,000 | \$ 27,000 | \$ 19,797 | \$ (7,203) |
| Total Revenues | <u>27,000</u> | <u>27,000</u> | <u>19,797</u> | <u>(7,203)</u> |
| Expenditures: | | | | |
| Security of Persons and Property - Other: | | | | |
| Contractual Services | 27,000 | 27,018 | 19 | 26,999 |
| Total Expenditures | <u>27,000</u> | <u>27,018</u> | <u>19</u> | <u>26,999</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | (18) | 19,778 | 19,796 |
| Fund Balance at Beginning of Year | 363,807 | 363,807 | 363,807 | 0 |
| Prior Year Encumbrances | <u>18</u> | <u>18</u> | <u>18</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 363,825</u> | <u>\$ 363,807</u> | <u>\$ 383,603</u> | <u>\$ 19,796</u> |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020***

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|-------------------|-------------------|---|
| Revenues: | | | | |
| Fines and Forfeitures | \$ 27,000 | \$ 27,000 | \$ 19,867 | \$ (7,133) |
| Total Revenues | <u>27,000</u> | <u>27,000</u> | <u>19,867</u> | <u>(7,133)</u> |
| Expenditures: | | | | |
| Security of Persons and Property - Other: | | | | |
| Contractual Services | <u>50,000</u> | <u>50,000</u> | <u>50,000</u> | <u>0</u> |
| Total Expenditures | <u>50,000</u> | <u>50,000</u> | <u>50,000</u> | <u>0</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (23,000) | (23,000) | (30,133) | (7,133) |
| Fund Balance at Beginning of Year | 165,470 | 165,470 | 165,470 | 0 |
| Prior Year Encumbrances | <u>8,703</u> | <u>8,703</u> | <u>8,703</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 151,173</u> | <u>\$ 151,173</u> | <u>\$ 144,040</u> | <u>\$ (7,133)</u> |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020***

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|--------------|------------|---|
| Revenues: | | | | |
| Charges for Services | \$ 3,000 | \$ 3,000 | \$ 1,616 | \$ (1,384) |
| Fines and Forfeitures | 55,000 | 55,000 | 41,016 | (13,984) |
| Total Revenues | 58,000 | 58,000 | 42,632 | (15,368) |
| Expenditures: | | | | |
| Security of Persons and Property - Other: | | | | |
| Contractual Services | 100,000 | 100,000 | 0 | 100,000 |
| Capital Outlay | 24,100 | 24,100 | 37,235 | (13,135) |
| Total Expenditures | 124,100 | 124,100 | 37,235 | 86,865 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (66,100) | (66,100) | 5,397 | 71,497 |
| Fund Balance at Beginning of Year | 579,007 | 579,007 | 579,007 | 0 |
| Fund Balance at End of Year | \$ 512,907 | \$ 512,907 | \$ 584,404 | \$ 71,497 |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|-------------------|-------------------|---|
| Revenues: | | | | |
| Fines and Forfeitures | \$ 15,000 | \$ 15,000 | \$ 11,507 | \$ (3,493) |
| Total Revenues | <u>15,000</u> | <u>15,000</u> | <u>11,507</u> | <u>(3,493)</u> |
| Expenditures: | | | | |
| Security of Persons and Property - Other: | | | | |
| Personal Services | 13,247 | 13,391 | 12,982 | 409 |
| Contractual Services | <u>32,000</u> | <u>32,000</u> | <u>0</u> | <u>32,000</u> |
| Total Expenditures | <u>45,247</u> | <u>45,391</u> | <u>12,982</u> | <u>32,409</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (30,247) | (30,391) | (1,475) | 28,916 |
| Fund Balance at Beginning of Year | 281,276 | 281,276 | 281,276 | 0 |
| Prior Year Encumbrances | <u>144</u> | <u>144</u> | <u>144</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 251,173</u> | <u>\$ 251,029</u> | <u>\$ 279,945</u> | <u>\$ 28,916</u> |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020***

| | ELJER PARK FUND | | | Variance with Final Budget Positive (Negative) |
|--|----------------------------|---------------------|------------------|---|
| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | |
| Revenues: | | | | |
| Total Revenues | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> |
| Expenditures: | | | | |
| Total Expenditures | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | 0 | 0 | 0 |
| Fund Balance at Beginning of Year | <u>31,523</u> | <u>31,523</u> | <u>31,523</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 31,523</u> | <u>\$ 31,523</u> | <u>\$ 31,523</u> | <u>\$ 0</u> |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020***

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|------------------|------------------|---|
| Revenues: | | | | |
| Licenses and Permits | \$ 3,500 | \$ 3,500 | \$ 4,566 | \$ 1,066 |
| Total Revenues | <u>3,500</u> | <u>3,500</u> | <u>4,566</u> | <u>1,066</u> |
| Expenditures: | | | | |
| Total Expenditures | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 3,500 | 3,500 | 4,566 | 1,066 |
| Fund Balance at Beginning of Year | <u>36,176</u> | <u>36,176</u> | <u>36,176</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 39,676</u> | <u>\$ 39,676</u> | <u>\$ 40,742</u> | <u>\$ 1,066</u> |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|------------------|------------------|---|
| Revenues: | | | | |
| Investment Earnings | \$ 250 | \$ 250 | \$ 473 | \$ 223 |
| Total Revenues | <u>250</u> | <u>250</u> | <u>473</u> | <u>223</u> |
| Expenditures: | | | | |
| Security of Persons and Property: | | | | |
| Materials and Supplies | <u>300</u> | <u>300</u> | <u>0</u> | <u>300</u> |
| Total Expenditures | <u>300</u> | <u>300</u> | <u>0</u> | <u>300</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (50) | (50) | 473 | 523 |
| Fund Balance at Beginning of Year | <u>12,080</u> | <u>12,080</u> | <u>12,080</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 12,030</u> | <u>\$ 12,030</u> | <u>\$ 12,553</u> | <u>\$ 523</u> |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020***

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|-------------------|-------------------|---|
| Revenues: | | | | |
| Fines and Forfeitures | \$ 25,000 | \$ 25,000 | \$ 15,823 | \$ (9,177) |
| Total Revenues | <u>25,000</u> | <u>25,000</u> | <u>15,823</u> | <u>(9,177)</u> |
| Expenditures: | | | | |
| Security of Persons and Property - Other: | | | | |
| Contractual Services | <u>25,000</u> | <u>25,000</u> | <u>1,395</u> | <u>23,605</u> |
| Total Expenditures | <u>25,000</u> | <u>25,000</u> | <u>1,395</u> | <u>23,605</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | 0 | 14,428 | 14,428 |
| Fund Balance at Beginning of Year | 189,181 | 189,181 | 189,181 | 0 |
| Prior Year Encumbrances | <u>472</u> | <u>472</u> | <u>472</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 189,653</u> | <u>\$ 189,653</u> | <u>\$ 204,081</u> | <u>\$ 14,428</u> |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|-------------------|-------------------|---|
| Revenues: | | | | |
| Fines and Forfeitures | \$ 25,000 | \$ 25,000 | \$ 15,703 | \$ (9,297) |
| Total Revenues | <u>25,000</u> | <u>25,000</u> | <u>15,703</u> | <u>(9,297)</u> |
| Expenditures: | | | | |
| Security of Persons and Property - Other: | | | | |
| Contractual Services | <u>25,000</u> | <u>25,000</u> | <u>0</u> | <u>25,000</u> |
| Total Expenditures | <u>25,000</u> | <u>25,000</u> | <u>0</u> | <u>25,000</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | 0 | 15,703 | 15,703 |
| Fund Balance at Beginning of Year | <u>251,700</u> | <u>251,700</u> | <u>251,700</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 251,700</u> | <u>\$ 251,700</u> | <u>\$ 267,403</u> | <u>\$ 15,703</u> |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| | CHIP GRANT FUND | | | Variance with Final Budget Positive (Negative) |
|--|------------------------|------------------|------------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Intergovernmental Revenues | \$ 0 | \$ 0 | \$ 5,202 | \$ 5,202 |
| Total Revenues | <u>0</u> | <u>0</u> | <u>5,202</u> | <u>5,202</u> |
| Expenditures: | | | | |
| Total Expenditures | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | 0 | 5,202 | 5,202 |
| Fund Balance at Beginning of Year | <u>56,674</u> | <u>56,674</u> | <u>56,674</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 56,674</u> | <u>\$ 56,674</u> | <u>\$ 61,876</u> | <u>\$ 5,202</u> |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020**

| FEDERAL LAW ENFORCEMENT FUND | | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|-----------------|---------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Total Revenues | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Expenditures: | | | | |
| Security of Persons and Property - Police: | | | | |
| Materials and Supplies | 0 | 0 | 499 | (499) |
| Total Expenditures | 0 | 0 | 499 | (499) |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | 0 | (499) | (499) |
| Fund Balance at Beginning of Year | 1,004 | 1,004 | 1,004 | 0 |
| Fund Balance at End of Year | <u>\$ 1,004</u> | <u>\$ 1,004</u> | <u>\$ 505</u> | <u>\$ (499)</u> |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020***

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|--------------|--------------|---|
| Revenues: | | | | |
| Intergovernmental Revenues | \$ 0 | \$ 221,241 | \$ 1,522,896 | \$ 1,301,655 |
| Total Revenues | 0 | 221,241 | 1,522,896 | 1,301,655 |
| Expenditures: | | | | |
| Security of Persons and Property - Other: | | | | |
| Materials and Supplies | 0 | 0 | 90,983 | (90,983) |
| Contractual Services | 0 | 0 | 170,500 | (170,500) |
| Capital Outlay | 0 | 221,241 | 1,047,394 | (826,153) |
| Total Expenditures | 0 | 221,241 | 1,308,877 | (1,087,636) |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | 0 | 214,019 | 214,019 |
| Fund Balance at Beginning of Year | 0 | 0 | 0 | 0 |
| Fund Balance at End of Year | \$ 0 | \$ 0 | \$ 214,019 | \$ 214,019 |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2020**

| PARKLAND DEVELOPMENT FUND | | | | |
|--|--------------------|---------------------|-------------------|---|
| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
| Revenues: | | | | |
| Licenses and Permits | \$ 50,000 | \$ 50,000 | \$ 595,511 | \$ 545,511 |
| Total Revenues | <u>50,000</u> | <u>50,000</u> | <u>595,511</u> | <u>545,511</u> |
| Expenditures: | | | | |
| Capital Outlay: | | | | |
| Parks and Recreation | 15,000 | 697,118 | 682,105 | 15,013 |
| Total Expenditures | <u>15,000</u> | <u>697,118</u> | <u>682,105</u> | <u>15,013</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 35,000 | (647,118) | (86,594) | 560,524 |
| Fund Balance at Beginning of Year | 2,000 | 2,000 | 2,000 | 0 |
| Prior Year Encumbrances | <u>457,917</u> | <u>457,917</u> | <u>457,917</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 494,917</u> | <u>\$ (187,201)</u> | <u>\$ 373,323</u> | <u>\$ 560,524</u> |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2020***

| OPWC GRANT FUND | | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|------------------|---------------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Intergovernmental Revenues | \$ 600,000 | \$ 674,914 | \$ 184,399 | \$ (490,515) |
| Total Revenues | <u>600,000</u> | <u>674,914</u> | <u>184,399</u> | <u>(490,515)</u> |
| Expenditures: | | | | |
| Capital Outlay: | | | | |
| Street Maintenance | 600,000 | 625,277 | 621,480 | 3,797 |
| Total Expenditures | <u>600,000</u> | <u>625,277</u> | <u>621,480</u> | <u>3,797</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | 49,637 | (437,081) | (486,718) |
| Fund Balance at Beginning of Year | (74,913) | (74,913) | (74,913) | 0 |
| Prior Year Encumbrances | <u>74,913</u> | <u>74,913</u> | <u>74,913</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 0</u> | <u>\$ 49,637</u> | <u>\$ (437,081)</u> | <u>\$ (486,718)</u> |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2020***

| CDBG FORMULA GRANT FUND | | | | Variance with Final Budget Positive (Negative) |
|--|--------------------|-----------------|--------------|---|
| | Original Budget | Final Budget | Actual | |
| Revenues: | | | | |
| Intergovernmental Revenues | \$ 0 | \$ 5,000 | \$ 0 | \$ (5,000) |
| Total Revenues | <u>0</u> | <u>5,000</u> | <u>0</u> | <u>(5,000)</u> |
| Expenditures: | | | | |
| Community Environment: | | | | |
| Contractual Services | 0 | 5,000 | 5,000 | 0 |
| Total Expenditures | <u>0</u> | <u>5,000</u> | <u>5,000</u> | <u>0</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | 0 | (5,000) | (5,000) |
| Other Financing Sources (Uses): | | | | |
| Transfers In | 0 | 0 | 5,000 | 5,000 |
| Advances Out | 0 | 0 | (5,000) | (5,000) |
| Total Other Financing Sources (Uses) | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Net Change In Fund Balance | 0 | 0 | (5,000) | (5,000) |
| Fund Balance at Beginning of Year | 0 | 0 | 0 | 0 |
| Prior Year Encumbrances | <u>5,000</u> | <u>5,000</u> | <u>5,000</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 5,000</u> | <u>\$ 5,000</u> | <u>\$ 0</u> | <u>\$ (5,000)</u> |

CITY OF MARYSVILLE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2020***

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|-------------------|-------------------|---|
| Revenues: | | | | |
| Total Revenues | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Expenditures: | | | | |
| Total Expenditures | 0 | 0 | 0 | 0 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | 0 | 0 | 0 |
| Fund Balance at Beginning of Year | 123,601 | 123,601 | 123,601 | 0 |
| Fund Balance at End of Year | <u>\$ 123,601</u> | <u>\$ 123,601</u> | <u>\$ 123,601</u> | <u>\$ 0</u> |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2020**

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|------------------|-------------------|---|
| Revenues: | | | | |
| Intergovernmental Revenues | \$ 152,796 | \$ 374,644 | \$ 86,591 | \$ (288,053) |
| Total Revenues | <u>152,796</u> | <u>374,644</u> | <u>86,591</u> | <u>(288,053)</u> |
| Expenditures: | | | | |
| Capital Outlay: | | | | |
| Street Maintenance | <u>800,000</u> | <u>1,024,643</u> | <u>589,567</u> | <u>435,076</u> |
| Total Expenditures | <u>800,000</u> | <u>1,024,643</u> | <u>589,567</u> | <u>435,076</u> |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | (647,204) | (649,999) | (502,976) | 147,023 |
| Fund Balance at Beginning of Year | 425,357 | 425,357 | 425,357 | 0 |
| Prior Year Encumbrances | <u>224,643</u> | <u>224,643</u> | <u>224,643</u> | <u>0</u> |
| Fund Balance at End of Year | <u>\$ 2,796</u> | <u>\$ 1</u> | <u>\$ 147,024</u> | <u>\$ 147,023</u> |

CITY OF MARYSVILLE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2020**

| | Original Budget | Final Budget | Actual | Variance with Final Budget Positive (Negative) |
|--|--------------------|--------------|--------------|---|
| Revenues: | | | | |
| Intergovernmental Revenues | \$ 0 | \$ 1,778,623 | \$ 1,778,623 | \$ 0 |
| Total Revenues | 0 | 1,778,623 | 1,778,623 | 0 |
| Expenditures: | | | | |
| Capital Outlay: | | | | |
| Street Maintenance | 0 | 1,778,623 | 1,778,623 | 0 |
| Total Expenditures | 0 | 1,778,623 | 1,778,623 | 0 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | 0 | 0 | 0 | 0 |
| Fund Balance at Beginning of Year | 0 | 0 | 0 | 0 |
| Fund Balance at End of Year | \$ 0 | \$ 0 | \$ 0 | \$ 0 |



Fiduciary Funds

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

Custodial Funds

Law Library Fund

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

NW 33 COG Fund

To account for monies that are used for any financial activities of the NW 33 Council of Governments which, are required to be accounted for by the City of Marysville.

Union County Port Authority Fund

To account for monies that are due to the Port Authority. (The Statement of Changes in Net Position is not presented because there was no activity in the fund during the year.)

Municipal Court Fund

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

CITY OF MARYSVILLE, OHIO

**Combining Statement of Net Position
Fiduciary Funds
December 31, 2020**

| | Marysville- Union County Law Library | Northwest 33 COG | Marysville- Union County Port Authority | Municipal Court | Total Custodial Funds |
|---------------------------------------|--|---------------------|---|--------------------|--------------------------|
| Assets: | | | | | |
| Equity in Pooled Cash and Investments | \$ 18,406 | \$ 144,862 | \$ 11,922 | \$ 81,836 | \$ 257,026 |
| Total Assets | <u>18,406</u> | <u>144,862</u> | <u>11,922</u> | <u>81,836</u> | <u>257,026</u> |
| Liabilities: | | | | | |
| Intergovernmental Payable | 18,406 | 144,862 | 11,922 | 81,836 | 257,026 |
| Total Liabilities | <u>\$ 18,406</u> | <u>\$ 144,862</u> | <u>\$ 11,922</u> | <u>\$ 81,836</u> | <u>\$ 257,026</u> |
| Total Net Position | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> |

CITY OF MARYSVILLE, OHIO

**Combining Statement of Changes in Net Position
Fiduciary Funds
For The Year Ended December 31, 2020**

| | Marysville- Union County Law Library | Northwest 33 COG | Municipal Court | Total Custodial Funds |
|--|--|---------------------|--------------------|--------------------------|
| Additions: | | | | |
| Income Taxes Collected for Distribution | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Fines, Licenses and Permits for Distribution | 61,635 | 0 | 1,071,428 | 1,133,063 |
| Amounts Received as Fiscal Agent | 0 | 245,830 | 0 | 245,830 |
| Total Additions | <u>61,635</u> | <u>245,830</u> | <u>1,071,428</u> | <u>1,378,893</u> |
| Deductions: | | | | |
| Distributions to Other Governments | 61,635 | 245,830 | 1,071,428 | 1,378,893 |
| Total Deductions | <u>61,635</u> | <u>245,830</u> | <u>1,071,428</u> | <u>1,378,893</u> |
| Change in Fiduciary Net Position | 0 | 0 | 0 | 0 |
| Fiduciary Net Position at Beginning of Year | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| Fiduciary Net Position End of Year | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> |



STATISTICAL SECTION



STATISTICAL TABLES

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

Contents

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

Sources Note:

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

CITY OF MARYSVILLE, OHIO

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

| | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> |
|---|---------------------|---------------------|---------------------|----------------------|
| Governmental Activities: | | | | |
| Net Investment in Capital Assets | \$22,891,629 | \$40,546,400 | \$30,698,813 | \$33,084,267 |
| Restricted | 4,161,559 | 3,180,891 | 3,409,352 | 4,190,442 |
| Unrestricted (Deficit) | 10,362,675 | (2,212,537) | 9,792,995 | 10,932,563 |
| Total Governmental Activities Net Position | <u>\$37,415,863</u> | <u>\$41,514,754</u> | <u>\$43,901,160</u> | <u>\$48,207,272</u> |
| Business-type Activities: | | | | |
| Net Investment in Capital Assets | \$20,372,662 | \$28,647,456 | \$26,595,566 | \$36,566,689 |
| Restricted | 5,070,401 | 4,830,844 | 7,300,290 | 7,379,220 |
| Unrestricted | 28,690,074 | 18,497,461 | 21,203,974 | 26,658,581 |
| Total Business-type Activities Net Position | <u>\$54,133,137</u> | <u>\$51,975,761</u> | <u>\$55,099,830</u> | <u>\$70,604,490</u> |
| Primary Government: | | | | |
| Net Investment in Capital Assets | \$43,264,291 | \$69,193,856 | \$57,294,379 | \$69,650,956 |
| Restricted | 9,231,960 | 8,011,735 | 10,709,642 | 11,569,662 |
| Unrestricted | 39,052,749 | 16,284,924 | 30,996,969 | 37,591,144 |
| Total Primary Government Net Position | <u>\$91,549,000</u> | <u>\$93,490,515</u> | <u>\$99,000,990</u> | <u>\$118,811,762</u> |

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

| 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| \$35,308,591 | \$38,722,222 | \$39,732,395 | \$43,776,985 | \$43,402,822 | \$42,367,960 |
| 4,544,708 | 4,328,948 | 4,718,106 | 4,091,422 | 4,903,867 | 6,152,252 |
| (2,335,330) | (5,058,505) | (6,931,927) | (24,636,178) | (13,542,842) | (14,076,083) |
| <u>\$37,517,969</u> | <u>\$37,992,665</u> | <u>\$37,518,574</u> | <u>\$23,232,229</u> | <u>\$34,763,847</u> | <u>\$34,444,129</u> |
| | | | | | |
| \$35,897,563 | \$33,175,505 | \$36,233,245 | \$34,996,804 | \$34,348,004 | \$30,283,148 |
| 7,907,006 | 4,983,330 | 4,162,899 | 3,901,174 | 4,034,002 | 4,166,952 |
| 25,718,878 | 38,372,241 | 42,714,278 | 51,644,902 | 60,169,535 | 72,859,410 |
| <u>\$69,523,447</u> | <u>\$76,531,076</u> | <u>\$83,110,422</u> | <u>\$90,542,880</u> | <u>\$98,551,541</u> | <u>\$107,309,510</u> |
| | | | | | |
| \$71,206,154 | \$71,897,727 | \$75,965,640 | \$78,773,789 | \$77,750,826 | \$72,651,108 |
| 12,451,714 | 9,312,278 | 8,881,005 | 7,992,596 | 8,937,869 | 10,319,204 |
| 23,383,548 | 33,313,736 | 35,782,351 | 27,008,724 | 46,626,693 | 58,783,327 |
| <u>\$107,041,416</u> | <u>\$114,523,741</u> | <u>\$120,628,996</u> | <u>\$113,775,109</u> | <u>\$133,315,388</u> | <u>\$141,753,639</u> |

CITY OF MARYSVILLE, OHIO

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

| | 2011 | 2012 | 2013 |
|---|---------------------|---------------------|---------------------|
| Expenses | | | |
| Governmental Activities: | | | |
| Security of Persons and Property | \$8,357,902 | \$10,066,129 | \$8,915,295 |
| Public Health Services | 352,838 | 345,051 | 325,370 |
| Leisure Time Activities | 306,972 | 322,349 | 226,792 |
| Community Environment | 2,341,633 | 1,439,869 | 2,096,032 |
| Transportation | 3,516,857 | 2,477,865 | 3,698,119 |
| General Government | 3,444,437 | 3,339,059 | 4,052,416 |
| Interest and Fiscal Charges | 803,104 | 1,286,722 | 1,145,930 |
| <i>Total Governmental Activities Expenses</i> | <u>19,123,743</u> | <u>19,277,044</u> | <u>20,459,954</u> |
| Business-type Activities: | | | |
| Sewer | 14,315,809 | 13,872,985 | 12,049,523 |
| Water | 5,457,933 | 6,146,165 | 5,475,924 |
| Stormwater | 434,154 | 524,399 | 614,393 |
| Sanitation | 1,333,054 | 1,436,775 | 1,481,877 |
| <i>Total Business-type Activities Expenses</i> | <u>21,540,950</u> | <u>21,980,324</u> | <u>19,621,717</u> |
| <i>Total Primary Government Expenses</i> | <u>\$40,664,693</u> | <u>\$41,257,368</u> | <u>\$40,081,671</u> |
| Program Revenues | | | |
| Governmental Activities: | | | |
| Charges for Services | | | |
| Security of Persons and Property | \$1,693,413 | \$1,793,546 | \$1,544,874 |
| Public Health Services | 45,625 | 52,503 | 50,830 |
| Leisure Time Activities | 799,970 | 890,687 | 640,659 |
| Transportation | 145,493 | 44,951 | 202,097 |
| General Government | 97,056 | 95,067 | 150,535 |
| Operating Grants and Contributions | 1,658,421 | 984,900 | 1,360,249 |
| Capital Grants and Contributions | 493,053 | 1,105,468 | 614,619 |
| <i>Total Governmental Activities Program Revenues</i> | <u>4,933,031</u> | <u>4,967,122</u> | <u>4,563,863</u> |

CITY OF MARYSVILLE, OHIO

| 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| \$10,901,293 | \$11,103,602 | \$13,511,380 | \$13,706,093 | \$14,030,632 | \$5,205,241 | \$17,673,080 |
| 328,238 | 298,204 | 331,180 | 431,163 | 334,933 | 479,165 | 462,547 |
| 245,142 | 247,763 | 407,116 | 446,269 | 415,980 | 528,149 | 548,235 |
| 2,168,919 | 1,698,722 | 1,936,951 | 3,011,885 | 5,869,580 | 4,072,249 | 3,352,209 |
| 4,392,905 | 4,145,044 | 5,216,711 | 3,874,024 | 3,456,475 | 4,480,840 | 6,331,213 |
| 2,510,588 | 3,958,514 | 4,895,555 | 6,478,340 | 5,516,227 | 6,975,618 | 7,116,197 |
| 1,027,765 | 1,050,086 | 1,040,563 | 1,022,991 | 1,019,344 | 1,106,618 | 1,253,396 |
| <u>21,574,850</u> | <u>22,501,935</u> | <u>27,339,456</u> | <u>28,970,765</u> | <u>30,643,171</u> | <u>22,847,880</u> | <u>36,736,877</u> |
| 14,540,972 | 16,798,276 | 15,005,676 | 15,359,155 | 16,127,090 | 16,296,752 | 18,176,337 |
| 5,554,327 | 5,826,144 | 6,071,788 | 6,169,630 | 6,080,070 | 7,881,026 | 9,839,583 |
| 546,592 | 560,112 | 752,302 | 810,021 | 803,617 | 1,150,193 | 986,167 |
| 1,420,437 | 1,402,778 | 1,470,201 | 1,579,169 | 1,811,190 | 2,001,320 | 2,072,292 |
| <u>22,062,328</u> | <u>24,587,310</u> | <u>23,299,967</u> | <u>23,917,975</u> | <u>24,821,967</u> | <u>27,329,291</u> | <u>31,074,379</u> |
| <u>\$43,637,178</u> | <u>\$47,089,245</u> | <u>\$50,639,423</u> | <u>\$52,888,740</u> | <u>\$55,465,138</u> | <u>\$50,177,171</u> | <u>\$67,811,256</u> |
| \$2,005,468 | \$2,412,513 | \$2,140,911 | \$1,970,210 | \$2,401,628 | \$2,285,404 | \$2,026,741 |
| 44,005 | 80,804 | 59,773 | 80,133 | 57,552 | 77,945 | 74,397 |
| 1,065,397 | 936,102 | 1,066,751 | 1,273,458 | 1,386,989 | 1,669,173 | 2,093,995 |
| 15,560 | 48,765 | 12,407 | 39,260 | 34,513 | 470,676 | 103,376 |
| 279,906 | 476,090 | 402,699 | 204,742 | 219,336 | 397,396 | 161,586 |
| 910,770 | 913,154 | 926,520 | 894,694 | 1,029,207 | 1,277,486 | 1,996,462 |
| 2,301,339 | 307,759 | 934,011 | 428,165 | 1,671,702 | 2,322,314 | 2,049,613 |
| <u>6,622,445</u> | <u>5,175,187</u> | <u>5,543,072</u> | <u>4,890,662</u> | <u>6,800,927</u> | <u>8,500,394</u> | <u>8,506,170</u> |

(Continued)

CITY OF MARYSVILLE, OHIO

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

| | 2011 | 2012 | 2013 |
|---|-----------------------|-----------------------|-----------------------|
| Business-type Activities: | | | |
| Charges for Services | | | |
| Sewer | 8,648,140 | 9,555,924 | 11,284,134 |
| Water | 7,161,890 | 7,154,859 | 7,959,229 |
| Stormwater | 544,835 | 589,363 | 622,277 |
| Sanitation | 1,360,247 | 1,384,509 | 1,398,336 |
| Operating Grants and Contributions | 0 | 0 | 0 |
| Capital Grants and Contributions | 414,314 | 0 | 104,761 |
| <i>Total Business-type Activities Program Revenues</i> | <u>18,129,426</u> | <u>18,684,655</u> | <u>21,368,737</u> |
| <i>Total Primary Government Program Revenues</i> | <u>23,062,457</u> | <u>23,651,777</u> | <u>25,932,600</u> |
| Net (Expense)/Revenue | | | |
| Governmental Activities | (14,190,712) | (14,309,922) | (15,896,091) |
| Business-type Activities | (3,411,524) | (3,295,669) | 1,747,020 |
| <i>Total Primary Government</i> | <u>(\$17,602,236)</u> | <u>(\$17,605,591)</u> | <u>(\$14,149,071)</u> |
| General Revenues and Other Changes in Net Position | | | |
| Governmental Activities: | | | |
| Property Taxes | \$1,661,203 | \$1,582,703 | \$1,530,536 |
| Municipal Income Taxes | 12,619,829 | 14,043,831 | 14,262,601 |
| Other Local Taxes | 349,027 | 357,269 | 401,347 |
| Payments in Lieu of Taxes | 1,336,532 | 1,486,927 | 1,362,698 |
| Grants and Entitlements not | | | |
| Restricted to Specific Programs | 927,470 | 691,055 | 514,798 |
| Gain on Sale of Capital Assets | 0 | 1,670 | 14,354 |
| Investment Earnings | 55,002 | 82,533 | 12,981 |
| Miscellaneous | 35,623 | 162,825 | 102,075 |
| Premium on Issued Debt | 101,978 | 0 | 81,107 |
| Transfers | 179,000 | 0 | 0 |
| <i>Total Governmental Activities</i> | <u>17,265,664</u> | <u>18,408,813</u> | <u>18,282,497</u> |
| Business-type Activities: | | | |
| Payments in Lieu of Taxes | 1,363,801 | 1,008,786 | 1,409,981 |
| Gain (Loss) on Sale of Capital Assets | 0 | 17,778 | 4,512 |
| Investment Earnings | 74,867 | 111,729 | (37,444) |
| Miscellaneous | 0 | 0 | 0 |
| Transfers | (179,000) | 0 | 0 |
| <i>Total Business-type Activities</i> | <u>1,259,668</u> | <u>1,138,293</u> | <u>1,377,049</u> |
| <i>Total Primary Government</i> | <u>\$18,525,332</u> | <u>\$19,547,106</u> | <u>\$19,659,546</u> |
| Change in Net Position | | | |
| Governmental Activities | \$3,074,952 | \$4,098,891 | \$2,386,406 |
| Business-type Activities | (2,151,856) | (2,157,376) | 3,124,069 |
| <i>Total Primary Government Change in Net Position</i> | <u>\$923,096</u> | <u>\$1,941,515</u> | <u>\$5,510,475</u> |

CITY OF MARYSVILLE, OHIO

| 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| 12,100,783 | 11,627,312 | 14,199,970 | 14,346,619 | 15,405,998 | 15,362,890 | 16,846,805 |
| 8,487,914 | 8,101,146 | 10,291,048 | 10,179,773 | 10,777,054 | 11,256,068 | 13,004,505 |
| 622,692 | 903,869 | 747,639 | 937,476 | 987,240 | 1,100,683 | 1,406,783 |
| 1,398,107 | 1,363,086 | 1,684,933 | 1,354,501 | 1,581,766 | 1,888,974 | 2,253,541 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 12,462,705 | 642,000 | 0 | 21,677 | 0 | 12,850 | 0 |
| 35,072,201 | 22,637,413 | 26,923,590 | 26,840,046 | 28,752,058 | 29,621,465 | 33,511,634 |
| 41,694,646 | 27,812,600 | 32,466,662 | 31,730,708 | 35,552,985 | 38,121,859 | 42,017,804 |
| (14,952,405) | (17,326,748) | (21,796,384) | (24,080,103) | (23,842,244) | (14,347,486) | (28,230,707) |
| 13,009,873 | (1,949,897) | 3,623,623 | 2,922,071 | 3,930,091 | 2,292,174 | 2,437,255 |
| <u>(\$1,942,532)</u> | <u>(\$19,276,645)</u> | <u>(\$18,172,761)</u> | <u>(\$21,158,032)</u> | <u>(\$19,912,153)</u> | <u>(\$12,055,312)</u> | <u>(\$25,793,452)</u> |
| \$1,495,604 | \$1,529,783 | \$1,551,468 | \$1,609,037 | \$1,766,279 | \$1,727,880 | \$1,967,654 |
| 14,744,447 | 16,123,925 | 17,664,505 | 18,830,805 | 18,386,826 | 19,779,333 | 21,121,248 |
| 405,282 | 384,363 | 456,741 | 384,028 | 391,671 | 637,277 | 340,291 |
| 1,514,353 | 1,687,738 | 1,736,882 | 1,832,342 | 2,660,992 | 1,975,850 | 2,429,657 |
| 898,664 | 424,023 | 244,263 | 115,131 | 874,366 | 437,707 | 790,159 |
| 7,119 | 0 | 0 | 0 | 0 | 0 | 0 |
| 90,539 | 0 | 29,111 | 140,947 | 300,294 | 694,486 | 364,000 |
| 102,509 | 132,256 | 588,110 | 320,658 | 492,386 | 626,571 | 897,980 |
| 0 | 316,489 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 373,064 | 0 | 0 | 0 |
| 19,258,517 | 20,598,577 | 22,271,080 | 23,606,012 | 24,872,814 | 25,879,104 | 27,910,989 |
| 2,322,532 | 2,356,351 | 3,272,352 | 3,721,459 | 4,620,956 | 4,626,706 | 5,608,350 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 172,255 | 139,876 | 111,654 | 308,880 | 601,846 | 1,089,781 | 712,364 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | (373,064) | 0 | 0 | 0 |
| 2,494,787 | 2,496,227 | 3,384,006 | 3,657,275 | 5,222,802 | 5,716,487 | 6,320,714 |
| <u>\$21,753,304</u> | <u>\$23,094,804</u> | <u>\$25,655,086</u> | <u>\$27,263,287</u> | <u>\$30,095,616</u> | <u>\$31,595,591</u> | <u>\$34,231,703</u> |
| \$4,306,112 | \$3,271,829 | \$474,696 | (\$474,091) | \$1,030,570 | \$11,531,618 | (\$319,718) |
| 15,504,660 | 546,330 | 7,007,629 | 6,579,346 | 9,152,893 | 8,008,661 | 8,757,969 |
| <u>\$19,810,772</u> | <u>\$3,818,159</u> | <u>\$7,482,325</u> | <u>\$6,105,255</u> | <u>\$10,183,463</u> | <u>\$19,540,279</u> | <u>\$8,438,251</u> |

CITY OF MARYSVILLE, OHIO

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

| | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> |
|---|---------------------|---------------------|----------------------|--------------------|
| General Fund | | | | |
| Nonspendable | \$96,470 | \$106,725 | \$93,006 | \$94,983 |
| Committed | 8,334 | 38,335 | 43,795 | 43,795 |
| Assigned | 217,818 | 377,780 | 1,379,742 | 996,642 |
| Unassigned | <u>9,342,856</u> | <u>6,711,664</u> | <u>7,021,072</u> | <u>8,982,080</u> |
| <i>Total General Fund</i> | <u>9,665,478</u> | <u>7,234,504</u> | <u>8,537,615</u> | <u>10,117,500</u> |
| All Other Governmental Funds | | | | |
| Nonspendable | \$11,821 | \$19,173 | \$7,697 | \$19,836 |
| Restricted | 16,268,244 | 7,233,448 | 2,570,975 | 3,081,804 |
| Committed | 203,652 | 288,693 | 257,563 | 352,903 |
| Unassigned | <u>(11,779,280)</u> | <u>(11,266,288)</u> | <u>(15,876,619)</u> | <u>(4,387,508)</u> |
| <i>Total All Other Governmental Funds</i> | <u>4,704,437</u> | <u>(3,724,974)</u> | <u>(13,040,384)</u> | <u>(932,965)</u> |
| <i>Total Governmental Funds</i> | <u>\$14,369,915</u> | <u>\$3,509,530</u> | <u>(\$4,502,769)</u> | <u>\$9,184,535</u> |

Source: Finance Director's Office

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

CITY OF MARYSVILLE, OHIO

| <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> |
|---------------------|--------------------|---------------------|---------------------|---------------------|---------------------|
| \$111,390 | \$114,049 | \$133,999 | \$249,327 | \$88,402 | \$131,727 |
| 1,138,206 | 1,111,082 | 1,084,726 | 2,071,438 | 2,000,566 | 1,936,431 |
| 1,778,155 | 382,065 | 1,387,134 | 46,723 | 2,998,526 | 100,995 |
| <u>7,979,676</u> | <u>8,258,906</u> | <u>6,821,660</u> | <u>7,065,437</u> | <u>7,767,317</u> | <u>11,523,697</u> |
| <u>11,007,427</u> | <u>9,866,102</u> | <u>9,427,519</u> | <u>9,432,925</u> | <u>12,854,811</u> | <u>13,692,850</u> |
| \$13,110 | \$22,824 | \$14,465 | \$46,292 | \$8,227 | \$13,079 |
| 3,430,941 | 3,209,563 | 2,838,266 | 2,980,135 | 3,651,481 | 3,982,171 |
| 272,139 | 299,329 | 348,217 | 490,745 | 427,055 | 714,275 |
| <u>(2,958,447)</u> | <u>(4,561,332)</u> | <u>(2,560,575)</u> | <u>(2,543,261)</u> | <u>(2,121,301)</u> | <u>(1,394,644)</u> |
| <u>757,743</u> | <u>(1,029,616)</u> | <u>640,373</u> | <u>973,911</u> | <u>1,965,462</u> | <u>3,314,881</u> |
| <u>\$11,765,170</u> | <u>\$8,836,486</u> | <u>\$10,067,892</u> | <u>\$10,406,836</u> | <u>\$14,820,273</u> | <u>\$17,007,731</u> |

CITY OF MARYSVILLE, OHIO

Changes in Fund Balances, Governmental Funds

Last Ten Years

(modified accrual basis of accounting)

| | 2011 | 2012 | 2013 |
|--|-------------------|-------------------|-------------------|
| Revenues: | | | |
| Taxes | \$16,118,009 | \$15,914,095 | \$16,347,764 |
| Payments in Lieu of Taxes | 1,336,532 | 1,486,927 | 1,362,698 |
| Intergovernmental Revenues | 2,379,237 | 1,936,554 | 2,390,506 |
| Charges for Services | 1,616,110 | 1,862,124 | 1,732,913 |
| Fees, Licenses and Permits | 162,897 | 139,413 | 228,054 |
| Investment Earnings | 55,002 | 82,533 | 12,981 |
| Contributions and Donations | 7,300 | 222 | 36,187 |
| Special Assessments | 20,758 | 21,731 | 21,290 |
| Fines and Forfeitures | 725,907 | 788,317 | 800,480 |
| All Other Revenue | 62,420 | 42,615 | 247,064 |
| Total Revenue | 22,484,172 | 22,274,531 | 23,179,937 |
| Expenditures: | | | |
| Current: | | | |
| Security of Persons and Property | 8,648,354 | 9,845,275 | 9,612,665 |
| Public Health Services | 346,742 | 343,835 | 318,303 |
| Leisure Time Activities | 228,162 | 246,112 | 152,254 |
| Community Environment | 2,321,900 | 1,426,941 | 2,148,292 |
| Transportation | 2,452,026 | 1,904,039 | 1,487,017 |
| General Government | 3,047,044 | 2,939,961 | 3,583,321 |
| Capital Outlay | 2,768,241 | 14,274,253 | 11,686,978 |
| Debt Service: | | | |
| Principal Retirement | 520,000 | 1,030,000 | 1,125,000 |
| Interest and Fiscal Charges | 610,574 | 1,126,170 | 1,173,867 |
| Debt Issuance Costs | 306,352 | 0 | 0 |
| Total Expenditures | 21,249,395 | 33,136,586 | 31,287,697 |
| Excess (Deficiency) of Revenues Over Expenditures | 1,234,777 | (10,862,055) | (8,107,760) |

CITY OF MARYSVILLE, OHIO

| 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| \$17,044,717 | \$18,047,445 | \$19,643,623 | \$20,568,192 | \$20,864,173 | \$22,090,234 | \$23,091,618 |
| 1,514,353 | 1,687,738 | 1,736,882 | 1,832,342 | 2,660,992 | 1,975,850 | 2,429,657 |
| 3,365,498 | 1,584,890 | 2,153,582 | 1,696,775 | 3,518,333 | 3,986,826 | 4,580,937 |
| 2,433,662 | 2,506,925 | 2,692,479 | 2,644,448 | 2,877,223 | 3,109,987 | 2,996,507 |
| 338,642 | 296,529 | 267,585 | 437,932 | 532,549 | 952,658 | 982,435 |
| 90,539 | 132,256 | 29,111 | 140,947 | 300,294 | 694,486 | 364,000 |
| 0 | 0 | 0 | 0 | 1 | 500 | 139 |
| 20,464 | 2,612 | 1,402 | 0 | 0 | 0 | 0 |
| 749,824 | 939,624 | 960,539 | 836,630 | 817,493 | 984,680 | 596,368 |
| 86,750 | 393,368 | 260,155 | 172,206 | 151,247 | 502,510 | 107,839 |
| <u>25,644,449</u> | <u>25,591,387</u> | <u>27,745,358</u> | <u>28,329,472</u> | <u>31,722,305</u> | <u>34,297,731</u> | <u>35,149,500</u> |
| 10,115,400 | 11,346,544 | 11,795,183 | 11,389,399 | 11,855,722 | 12,555,854 | 13,745,712 |
| 322,132 | 327,318 | 335,411 | 413,977 | 361,226 | 410,769 | 435,517 |
| 181,693 | 150,239 | 207,149 | 214,425 | 207,967 | 221,681 | 210,748 |
| 1,921,614 | 1,605,517 | 1,670,161 | 2,519,990 | 6,006,107 | 3,018,663 | 2,712,233 |
| 2,150,804 | 1,973,221 | 2,873,540 | 1,307,813 | 1,326,628 | 1,385,021 | 1,346,794 |
| 3,683,749 | 3,906,471 | 4,242,244 | 5,204,180 | 4,993,689 | 4,727,281 | 5,400,774 |
| 3,835,006 | 945,075 | 7,144,017 | 5,267,090 | 6,059,366 | 8,409,940 | 6,152,036 |
| 1,155,000 | 1,670,000 | 1,720,000 | 1,795,000 | 3,840,000 | 3,720,000 | 6,575,000 |
| 1,017,578 | 1,104,134 | 1,078,508 | 1,028,968 | 1,039,042 | 1,078,663 | 1,265,119 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| <u>24,382,976</u> | <u>23,028,519</u> | <u>31,066,213</u> | <u>29,140,842</u> | <u>35,689,747</u> | <u>35,527,872</u> | <u>37,843,933</u> |
| 1,261,473 | 2,562,868 | (3,320,855) | (811,370) | (3,967,442) | (1,230,141) | (2,694,433) |

(Continued)

CITY OF MARYSVILLE, OHIO

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

| | 2011 | 2012 | 2013 |
|--|---------------------|-----------------------|----------------------|
| Other Financing Sources (Uses): | | | |
| Bond Anticipation Notes Issued | 0 | 0 | 0 |
| Premium on Bond Anticipation Notes Issued | 0 | 0 | 0 |
| Sale of Capital Assets | 1,833 | 1,670 | 14,354 |
| Long-Term Note Issued | 0 | 0 | 0 |
| Long-Term Loan Issued | 0 | 0 | 0 |
| Inception of Capital Lease | 189,941 | 0 | 0 |
| General Obligation Bonds Issued | 14,585,000 | 0 | 0 |
| Premium on Debt Issued | 127,922 | 0 | 81,107 |
| Payment to Escrow Agent | 0 | 0 | 0 |
| Transfers In | 3,469,538 | 7,817,696 | 4,088,445 |
| Transfers Out | (3,290,538) | (7,817,696) | (4,088,445) |
| Total Other Financing Sources (Uses) | <u>15,083,696</u> | <u>1,670</u> | <u>95,461</u> |
| Net Change in Fund Balance | <u>\$16,318,473</u> | <u>(\$10,860,385)</u> | <u>(\$8,012,299)</u> |
| | | | |
| Debt Service as a Percentage of Noncapital Expenditures | 6.68% | 12.18% | 12.59% |

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

| 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|---------------------|--------------------|----------------------|--------------------|------------------|--------------------|--------------------|
| 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 7,119 | 17,767 | 13,462 | 42,776 | 17,093 | 32,082 | 666,247 |
| 0 | 0 | 0 | 2,000,000 | 1,800,000 | 4,435,000 | 4,035,000 |
| 1,200,000 | 0 | 0 | 0 | 0 | 0 | 0 |
| 312,632 | 0 | 378,709 | 0 | 0 | 128,819 | 0 |
| 10,730,000 | 0 | 0 | 0 | 2,489,293 | 1,047,677 | 9,050,000 |
| 176,080 | 0 | 0 | 0 | 0 | 0 | 615,969 |
| 0 | 0 | 0 | 0 | 0 | 0 | (9,485,325) |
| 4,554,432 | 4,991,350 | 8,076,436 | 7,050,684 | 6,802,925 | 5,456,814 | 7,156,911 |
| (4,554,432) | (4,991,350) | (8,076,436) | (7,050,684) | (6,802,925) | (5,456,814) | (7,156,911) |
| <u>12,425,831</u> | <u>17,767</u> | <u>392,171</u> | <u>2,042,776</u> | <u>4,306,386</u> | <u>5,643,578</u> | <u>4,881,891</u> |
| <u>\$13,687,304</u> | <u>\$2,580,635</u> | <u>(\$2,928,684)</u> | <u>\$1,231,406</u> | <u>\$338,944</u> | <u>\$4,413,437</u> | <u>\$2,187,458</u> |
| 11.76% | 13.99% | 12.00% | 11.40% | 18.06% | 15.64% | 23.48% |

CITY OF MARYSVILLE, OHIO

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

| Tax year | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> |
|--|--------------|--------------|--------------|--------------|
| Income Tax Rate* | 1.50% | 1.50% | 1.50% | 1.50% |
| Estimated Personal Income (in thousands) (1)(a) | \$711,857 | \$795,426 | \$861,346 | \$909,743 |
| Total Tax Collected | \$13,085,760 | \$13,049,810 | \$14,094,213 | \$15,042,306 |
| Income Tax Receipts | | | | |
| Withholding | 10,024,236 | 10,197,784 | 10,275,715 | 11,320,348 |
| Percentage | 76.61% | 78.15% | 72.91% | 75.26% |
| Business | 848,488 | 470,477 | 1,066,540 | 835,577 |
| Percentage | 6.48% | 3.60% | 7.56% | 5.54% |
| Individuals | 2,213,036 | 2,381,549 | 2,751,958 | 2,886,381 |
| Percentage | 16.91% | 18.25% | 19.53% | 19.19% |

Source: City Income Tax Department

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

(a) Total Personal Income is a calculation, 2012 is an estimate

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

CITY OF MARYSVILLE, OHIO

| 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|--------------|--------------|--------------|--------------|--------------|--------------|
| 1.50% | 1.50% | 1.50% | 1.50% | 1.50% | 1.50% |
| \$970,017 | \$1,062,350 | \$1,074,486 | \$1,226,128 | \$1,399,397 | \$1,531,700 |
| \$15,951,598 | \$17,456,251 | \$18,801,562 | \$19,037,167 | \$19,269,137 | \$21,491,816 |
| 11,981,323 | 12,707,971 | 13,414,776 | 14,230,168 | 14,342,100 | 16,368,835 |
| 75.11% | 72.80% | 71.35% | 74.75% | 74.43% | 76.16% |
| 964,898 | 1,205,382 | 2,058,714 | 1,511,318 | 1,326,601 | 1,182,267 |
| 6.05% | 6.90% | 10.95% | 7.94% | 6.88% | 5.50% |
| 3,005,377 | 3,542,898 | 3,328,072 | 3,295,682 | 3,600,436 | 3,940,714 |
| 18.84% | 20.30% | 17.70% | 17.31% | 18.69% | 18.34% |



CITY OF MARYSVILLE, OHIO

*Income Tax Collections
Current Year and Nine Years Ago*

| Range of Withholding | Income Tax Year 2020 | |
|----------------------|----------------------|------------------|
| | Number of Filers | Percent of Total |
| \$0 - \$24,999 | 5,374 | 99.89% |
| 25,000 - 49,999 | 4 | 0.07% |
| 50,000 - 74,999 | 0 | 0.00% |
| 75,000 - 99,999 | 0 | 0.00% |
| Over 100,000 | 2 | 0.04% |
| Total | 5,380 | 100.00% |

| Range of Withholding | Income Tax Year 2011 | |
|----------------------|----------------------|------------------|
| | Number of Filers | Percent of Total |
| \$0 - \$24,999 | 1,654 | 98.04% |
| 25,000 - 49,999 | 16 | 0.95% |
| 50,000 - 74,999 | 3 | 0.18% |
| 75,000 - 99,999 | 2 | 0.12% |
| Over 100,000 | 12 | 0.71% |
| Total | 1,687 | 100.00% |

Source: City Income Tax Department

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

CITY OF MARYSVILLE, OHIO

*Ratio of Outstanding Debt By Type
Last Ten Years*

| | 2011 | 2012 | 2013 | 2014 |
|--|----------------------|----------------------|----------------------|----------------------|
| Governmental Activities ⁽¹⁾ | | | | |
| General Obligation Bonds | \$20,601,729 | \$19,548,658 | \$18,400,587 | \$17,222,516 |
| General Obligation Bonds (TIF supported) | 0 | 0 | 0 | 10,906,080 |
| Long-Term Loan | 0 | 0 | 0 | 1,200,000 |
| Capital Leases | 343,288 | 262,348 | 178,239 | 403,465 |
| Notes Payable | 2,300,000 | 5,800,000 | 5,150,000 | 4,400,000 |
| Business-type Activities ⁽¹⁾ | | | | |
| General Obligation Bonds | \$666,632 | \$340,816 | \$0 | \$0 |
| Mortgage Revenue Bonds | 147,022,034 | 137,398,675 | 135,889,915 | 134,311,155 |
| Capital Leases | 0 | 0 | 0 | 0 |
| Notes Payable | 26,504,650 | 26,550,000 | 25,975,000 | 25,945,000 |
| Ohio Public Works Commission Loan | 602,364 | 564,869 | 527,374 | 489,879 |
| Total Primary Government | \$198,040,697 | \$190,465,366 | \$186,121,115 | \$194,878,095 |
| Population ⁽²⁾ | | | | |
| City of Marysville | 19,856 | 22,187 | 22,306 | 22,534 |
| Outstanding Debt Per Capita | \$9,974 | \$8,585 | \$8,344 | \$8,648 |
| Income ⁽³⁾ | | | | |
| Personal (in thousands) | 711,857 | 795,426 | 861,346 | 909,743 |
| Percentage of Personal Income | 27.82% | 23.95% | 21.61% | 21.42% |

Sources:

(1) Finance Director's Office

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

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

(a) Per Capita Income is only available by County, Total Personal Income is a calculation, 2013 is an estimate

CITY OF MARYSVILLE, OHIO

| 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| \$16,009,445 | \$14,766,374 | \$13,473,303 | \$12,145,232 | \$10,762,161 | \$9,484,638 |
| 10,507,276 | 10,098,472 | 9,674,668 | 11,730,157 | 12,329,030 | 11,855,226 |
| 1,110,000 | 1,010,000 | 900,000 | 790,000 | 670,000 | 550,000 |
| 252,401 | 439,779 | 254,738 | 64,864 | 101,143 | 77,063 |
| 3,150,000 | 4,735,000 | 5,885,000 | 4,935,000 | 6,970,000 | 6,970,000 |
| \$10,270,000 | \$10,070,000 | \$9,865,000 | \$9,655,000 | \$9,445,000 | \$9,230,000 |
| 150,737,015 | 148,730,821 | 145,383,599 | 142,111,377 | 138,769,155 | 176,906,361 |
| 0 | 0 | 0 | 0 | 101,144 | 77,064 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 443,523 | 413,955 | 384,387 | 354,819 | 325,251 | 295,683 |
| <u>\$192,479,660</u> | <u>\$190,264,401</u> | <u>\$185,820,695</u> | <u>\$181,786,449</u> | <u>\$179,472,884</u> | <u>\$215,446,035</u> |
| 22,765 | 23,023 | 23,286 | 23,286 | 25,228 | 25,609 |
| \$8,455 | \$8,264 | \$7,980 | \$7,807 | \$7,114 | \$8,413 |
| 970,017 | 1,062,350 | 1,074,486 | 1,226,128 | 1,399,397 | 1,531,700 |
| 19.84% | 17.91% | 17.29% | 14.83% | 12.83% | 14.07% |

CITY OF MARYSVILLE, OHIO

Ratios of General Bonded Debt Outstanding Last Ten Years

| Year | 2011 | 2012 | 2013 | 2014 |
|--|---------------|---------------|---------------|---------------|
| Population (1) | 19,856 | 22,187 | 22,306 | 22,534 |
| Assessed Value (2) | \$387,412,760 | \$383,333,000 | \$366,023,040 | \$372,156,750 |
| Income (2)(a) | | | | |
| Personal (in thousands) | \$711,857 | \$795,426 | \$861,346 | \$909,743 |
| General Bonded Debt | | | | |
| General Obligation Bonds | \$21,268,361 | \$19,889,474 | \$18,400,587 | \$29,328,596 |
| Resources Available to Pay Principal (3) | \$93,536 | \$25,952 | \$13,710 | \$185,340 |
| Net General Bonded Debt | \$21,174,825 | \$19,863,522 | \$18,386,877 | \$29,143,256 |
| Ratio of Net Bonded Debt to Personal Income | 2.97% | 2.50% | 2.13% | 3.20% |
| Ratio of Net Bonded Debt to Assessed Value | 5.47% | 5.18% | 5.02% | 7.83% |
| Net Bonded Debt per Capita | \$1,066.42 | \$895.28 | \$824.30 | \$1,293.30 |

Source:

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

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

(a) Total Personal Income is calculated, 2013 is an estimate

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

CITY OF MARYSVILLE, OHIO

| 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|---------------|---------------|---------------|---------------|---------------|---------------|
| 22,765 | 23,023 | 23,286 | 23,286 | 25,228 | 25,609 |
| \$374,110,230 | \$415,609,670 | \$418,841,690 | \$425,105,820 | \$479,647,040 | \$493,629,350 |
| \$970,017 | \$1,062,350 | \$1,074,486 | \$1,226,128 | \$1,399,397 | \$1,531,700 |
| \$37,896,721 | \$35,944,846 | \$33,912,971 | \$34,320,389 | \$33,206,191 | \$31,119,864 |
| \$11,328 | \$0 | \$0 | \$0 | \$0 | \$0 |
| \$37,885,393 | \$35,944,846 | \$33,912,971 | \$34,320,389 | \$33,206,191 | \$31,119,864 |
| 3.91% | 3.38% | 3.16% | 2.80% | 2.37% | 2.03% |
| 10.13% | 8.65% | 8.10% | 8.07% | 6.92% | 6.30% |
| \$1,664.19 | \$1,561.26 | \$1,456.37 | \$1,473.86 | \$1,316.24 | \$1,215.19 |



CITY OF MARYSVILLE, OHIO

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2020*

| <u>Jurisdiction</u> | <u>Net Debt Outstanding</u> | <u>Percentage Applicable to the City of Marysville</u> | <u>Amount Applicable to the City of Marysville</u> |
|---|---------------------------------|--|--|
| Direct: | | | |
| City of Marysville | \$17,081,701 | 100.00% | \$17,081,701 |
| Overlapping: | | | |
| Union County | 41,395,000 | 23.65% | 9,789,918 |
| Marysville Exempted Village School District | 55,099,863 | 52.07% | 28,690,499 |
| Fairbanks Local School District | 1,351,812 | 0.10% | 1,352 |
| | | Subtotal | <u>38,481,769</u> |
| | | Total | <u>\$55,563,470</u> |

Source: Union County Auditor

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

CITY OF MARYSVILLE, OHIO

*Debt Limitations
Last Ten Years*

| Tax Year | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> |
|--|---------------------|---------------------|---------------------|---------------------|
| Total Debt | | | | |
| Net Assessed Valuation | \$387,412,760 | \$383,333,000 | \$366,023,040 | \$372,156,750 |
| Legal Debt Limitation (%) (1) | 10.50% | 10.50% | 10.50% | 10.50% |
| Legal Debt Limitation (\$) (1) | 40,678,340 | 40,249,965 | 38,432,419 | 39,076,459 |
| City Debt Outstanding (2) | 22,901,729 | 25,348,658 | 23,550,587 | 22,822,516 |
| Less: Applicable Debt Service Fund Amounts | (93,536) | (25,952) | (13,710) | (185,340) |
| Net Indebtedness Subject to Limitation | <u>22,808,193</u> | <u>25,322,706</u> | <u>23,536,877</u> | <u>22,637,176</u> |
| Overall Legal Debt Margin | <u>\$17,870,147</u> | <u>\$14,927,259</u> | <u>\$14,895,542</u> | <u>\$16,439,283</u> |
| Unvoted Debt | | | | |
| Net Assessed Valuation | \$387,412,760 | \$383,333,000 | \$366,023,040 | \$372,156,750 |
| Legal Debt Limitation (%) (1)(a) | 10.50% | 10.50% | 10.50% | 10.50% |
| Legal Debt Limitation (\$) (1) | 40,678,340 | 40,249,965 | 38,432,419 | 39,076,459 |
| City Debt Outstanding (2) | 22,901,729 | 25,348,658 | 23,550,587 | 22,822,516 |
| Less: Applicable Debt Service Fund Amounts | (93,536) | (25,952) | (13,710) | (185,340) |
| Net Indebtedness Subject to Limitation | <u>22,808,193</u> | <u>25,322,706</u> | <u>23,536,877</u> | <u>22,637,176</u> |
| Overall Legal Debt Margin | <u>\$17,870,147</u> | <u>\$14,927,259</u> | <u>\$14,895,542</u> | <u>\$16,439,283</u> |

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

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

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

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

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

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

| 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|---------------|---------------|---------------|---------------|---------------|---------------|
| \$374,110,230 | \$415,609,670 | \$418,841,690 | \$425,105,820 | \$479,647,040 | \$493,629,350 |
| 10.50% | 10.50% | 10.50% | 10.50% | 10.50% | 10.50% |
| 39,281,574 | 43,639,015 | 43,978,377 | 44,636,111 | 50,362,939 | 51,831,082 |
| 20,269,445 | 20,511,374 | 20,258,303 | 17,870,232 | 18,402,161 | 17,004,638 |
| (11,328) | 0 | 0 | 0 | 0 | 0 |
| 20,258,117 | 20,511,374 | 20,258,303 | 17,870,232 | 18,402,161 | 17,004,638 |
| \$19,023,457 | \$23,127,641 | \$23,720,074 | \$26,765,879 | \$31,960,778 | \$34,826,444 |
| | | | | | |
| \$374,110,230 | \$415,609,670 | \$418,841,690 | \$425,105,820 | \$479,647,040 | \$493,629,350 |
| 10.50% | 10.50% | 10.50% | 10.50% | 10.50% | 10.50% |
| 39,281,574 | 43,639,015 | 43,978,377 | 44,636,111 | 50,362,939 | 51,831,082 |
| 20,269,445 | 20,511,374 | 20,258,303 | 17,870,232 | 18,402,161 | 17,004,638 |
| (11,328) | 0 | 0 | 0 | 0 | 0 |
| 20,258,117 | 20,511,374 | 20,258,303 | 17,870,232 | 18,402,161 | 17,004,638 |
| \$19,023,457 | \$23,127,641 | \$23,720,074 | \$26,765,879 | \$31,960,778 | \$34,826,444 |

CITY OF MARYSVILLE, OHIO

Pledged Revenue Coverage Last Ten Years

| | 2011 | 2012 | 2013 | 2014 |
|---|-------------|-------------|--------------|--------------|
| Water System Bonds (1 b) (1 e) | | | | |
| Gross Revenues (2) | \$7,177,333 | \$7,202,368 | \$8,006,753 | \$8,563,373 |
| Direct Operating Expenses (3) | 2,792,616 | 3,352,626 | 3,164,896 | 3,173,769 |
| Net Revenue Available for Debt Service | 4,384,717 | 3,849,742 | 4,841,857 | 5,389,604 |
| Annual Debt Service Requirement (4) | 2,109,185 | 2,108,591 | 1,094,706 | 1,105,019 |
| Coverage | 2.08 | 1.83 | 4.42 | 4.88 |
| Sewer System Bonds (1 a) (1 c) (1 d) | | | | |
| Gross Revenues (2) | \$8,674,801 | \$9,620,144 | \$11,199,166 | \$12,315,276 |
| Direct Operating Expenses (3) | 4,109,674 | 4,075,326 | 4,335,822 | 4,480,705 |
| Net Revenue Available for Debt Service | 4,565,127 | 5,544,818 | 6,863,344 | 7,834,571 |
| Annual Debt Service Requirement (4) | 6,297,523 | 6,686,731 | 6,834,611 | 6,827,361 |
| Coverage | 0.72 | 0.83 | 1.00 | 1.15 |

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

- (a) The Sewer System Mortgage Revenue Bonds were issued in 2007, in the amount of \$31,555,000. In 2016, \$29,460,000 of this principal was refunded.
- (b) The Water System Mortgage Revenue Bonds were issued in 2007, in the amount of \$21,335,000. In 2016, \$20,130,000 of this principal was refunded.
- (c) The 2006 Sewer System Mortgage Revenue Bonds were refunded in 2015, in the amount of \$31,470,000. In addition, \$14,875,000 of notes were moved to mortgage revenue bonds in 2015.
- (d) The 2007 Sewer System Mortgage Revenue Bonds were refunded in 2016, in the amount of \$79,125,000.
- (e) The 2007 Water System Mortgage Revenue Bonds were refunded in 2016, in the amount of \$20,130,000.

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

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

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

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

| 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|--------------|--------------|--------------|--------------|--------------|--------------|
| \$8,215,753 | \$10,400,936 | \$10,351,689 | \$11,108,270 | \$11,812,899 | \$13,489,963 |
| 3,254,153 | 2,827,898 | 3,836,065 | 3,705,922 | 5,614,076 | 5,648,696 |
| 4,961,600 | 7,573,038 | 6,515,624 | 7,402,348 | 6,198,823 | 7,841,267 |
| 1,119,769 | 1,871,245 | 1,879,882 | 1,571,300 | 1,545,050 | 2,520,414 |
| 4.43 | 4.05 | 3.47 | 4.71 | 4.01 | 3.11 |
| \$11,677,431 | \$14,201,736 | \$14,483,583 | \$15,676,628 | \$15,890,240 | \$17,073,711 |
| 5,069,564 | 4,970,661 | 5,684,363 | 6,517,878 | 6,731,859 | 8,588,143 |
| 6,607,867 | 9,231,075 | 8,799,220 | 9,158,750 | 9,158,381 | 8,485,568 |
| 4,834,152 | 10,164,245 | 7,073,935 | 6,813,744 | 6,813,543 | 6,819,553 |
| 1.37 | 0.91 | 1.24 | 1.34 | 1.34 | 1.24 |

CITY OF MARYSVILLE, OHIO

Demographic and Economic Statistics Last Ten Years

| Calendar Year | 2011 | 2012 | 2013 | 2014 |
|--|-----------|-----------|-----------|-----------|
| Population (1) | | | | |
| City of Marysville | 19,856 | 22,187 | 22,306 | 22,534 |
| Union County | 52,370 | 52,715 | 53,306 | 53,776 |
| Income (2) (a) | | | | |
| Total Personal (in thousands) | \$711,857 | \$795,426 | \$861,346 | \$909,743 |
| Per Capita | \$35,851 | \$35,851 | \$38,615 | \$40,372 |
| Unemployment Rate (3) | | | | |
| Federal | 8.9% | 7.8% | 6.7% | 5.6% |
| State | 8.6% | 6.7% | 7.1% | 5.1% |
| Union County | 5.9% | 5.0% | 4.9% | 3.7% |
| Civilian Work Force Estimates (3) | | | | |
| State | 5,806,000 | 5,729,000 | 5,758,000 | 5,726,000 |
| Union County | 26,900 | 27,100 | 27,200 | 27,300 |

Sources:

- (1) US Bureau of Census, Population Division for 2004-2013
- (2) US Department of Commerce, Bureau of Economic Analysis
 - (a) Per Capita Income is only available by County, Total Personal Income is a calculation, 2013 is an estimate.
- (3) State Department of Labor Statistics

CITY OF MARYSVILLE, OHIO

| 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|-----------|-------------|-------------|-------------|-------------|-------------|
| 22,765 | 23,023 | 23,286 | 23,286 | 25,228 | 25,609 |
| 54,277 | 55,457 | 56,741 | 57,835 | 58,988 | 60,141 |
| \$970,017 | \$1,062,350 | \$1,074,486 | \$1,226,128 | \$1,399,397 | \$1,531,700 |
| \$42,610 | \$46,143 | \$46,143 | \$52,045 | \$55,470 | \$59,811 |
| 5.0% | 4.9% | 4.4% | 3.7% | 3.5% | 6.7% |
| 4.8% | 5.0% | 4.7% | 4.8% | 4.1% | 5.6% |
| 3.5% | 3.8% | 3.3% | 3.7% | 3.0% | 3.3% |
| 5,694,000 | 5,703,013 | 5,774,000 | 5,754,900 | 5,818,000 | 5,241,700 |
| 27,400 | 27,300 | 27,600 | 28,700 | 29,098 | 29,377 |



CITY OF MARYSVILLE, OHIO

*Principal Employers
Current Year and Nine Years Ago*

| Employer | Nature of Business | 2020 | | |
|-------------------------------------|------------------------|---------------------|------|--------------------------------|
| | | Number of Employees | Rank | Percentage of Total Employment |
| The Scotts Miracle-Gro Company | Lawn Care Products | 1,449 | 1 | 7.10% |
| Marysville Exempted School District | Education | 822 | 2 | 4.03% |
| Memorial Hospital of Union County | Healthcare | 828 | 3 | 4.06% |
| State of Ohio | Government | 749 | 4 | 3.67% |
| Union County | Government | 666 | 5 | 3.26% |
| Conitech USA | Manufacturing | 288 | 6 | 1.41% |
| City of Marysville | Government | 339 | 7 | 1.66% |
| Nestle R&D Center Inc. | Research & Development | 178 | 8 | 0.87% |
| Scoito Services | Retail | 156 | 9 | 0.75% |
| Parker Hannifin Hydraulics | Manufacturing | 148 | 10 | 0.73% |
| Total | | <u>5,623</u> | | <u>27.55%</u> |
| Total Employment within the City | | <u>20,404</u> | | |

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

CITY OF MARYSVILLE, OHIO

Full Time Equivalent Employees by Function Last Ten Years

| | 2011 | 2012 | 2013 | 2014 | 2015 |
|----------------------------------|---------------|---------------|---------------|---------------|---------------|
| Governmental Activities | | | | | |
| General Government | | | | | |
| Finance | 9.50 | 9.00 | 10.00 | 10.50 | 10.50 |
| City Council | 4.50 | 4.50 | 4.50 | 4.50 | 4.50 |
| Computer Systems | 2.00 | 3.00 | 3.00 | 3.00 | 3.00 |
| City Administration | 2.50 | 2.00 | 2.00 | 2.00 | 2.00 |
| Human Resources | 2.50 | 2.50 | 2.50 | 2.50 | 2.50 |
| City Attorney | 1.50 | 1.50 | 1.50 | 1.50 | 1.50 |
| Mayor | 0.50 | 0.50 | 0.50 | 0.50 | 0.50 |
| Engineer | 6.50 | 7.00 | 9.00 | 10.00 | 9.50 |
| Security of Persons and Property | | | | | |
| Police | 37.50 | 38.00 | 39.00 | 39.50 | 45.00 |
| Fire | 31.50 | 30.50 | 41.00 | 41.50 | 41.50 |
| Municipal Court | 12.00 | 12.00 | 12.00 | 12.00 | 12.00 |
| Transportation | | | | | |
| Street | 19.50 | 18.50 | 17.00 | 18.00 | 19.50 |
| Leisure Time Activities | | | | | |
| Parks and Recreation | 24.50 | 25.00 | 23.50 | 24.00 | 23.00 |
| Community Environment | | | | | |
| Buildings & Grounds | 7.50 | 10.50 | 10.50 | 12.00 | 10.50 |
| Service | 3.00 | 3.50 | 3.50 | 2.00 | 3.00 |
| Business-Type Activities | | | | | |
| Utilities | | | | | |
| Water | 17.00 | 17.00 | 17.00 | 17.00 | 17.50 |
| Sewer | 17.00 | 17.00 | 17.00 | 16.50 | 16.50 |
| <i>Total Employees</i> | <u>199.00</u> | <u>202.00</u> | <u>213.50</u> | <u>217.00</u> | <u>222.50</u> |

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

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

| <u>2016</u> | <u>2017</u> | <u>2018</u> | <u>2019</u> | <u>2020</u> |
|---------------|---------------|---------------|---------------|---------------|
| 12.50 | 10.50 | 10.50 | 10.50 | 11.50 |
| 4.50 | 4.50 | 4.50 | 4.50 | 4.50 |
| 3.00 | 4.00 | 4.00 | 5.50 | 5.50 |
| 2.00 | 2.00 | 2.00 | 2.00 | 2.00 |
| 2.50 | 3.00 | 3.00 | 3.00 | 3.00 |
| 1.50 | 1.50 | 1.50 | 1.50 | 1.50 |
| 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 10.50 | 11.50 | 11.50 | 13.50 | 13.50 |
| 45.00 | 45.00 | 46.00 | 48.00 | 49.00 |
| 41.50 | 44.00 | 46.00 | 49.00 | 49.00 |
| 12.00 | 12.00 | 13.00 | 13.00 | 13.00 |
| 21.50 | 22.50 | 22.50 | 20.00 | 20.00 |
| 24.50 | 28.50 | 28.50 | 31.00 | 31.00 |
| 10.50 | 11.50 | 12.50 | 12.50 | 12.50 |
| 3.00 | 4.00 | 2.00 | 3.00 | 3.00 |
| 19.00 | 17.00 | 18.00 | 18.00 | 18.00 |
| 16.50 | 17.00 | 17.00 | 17.00 | 18.00 |
| <u>230.00</u> | <u>238.50</u> | <u>242.50</u> | <u>252.00</u> | <u>255.00</u> |

CITY OF MARYSVILLE, OHIO

Operating Indicators by Function Last Ten Years

| | 2011 | 2012 | 2013 | 2014 |
|--|-------|-------|-------|-------|
| Governmental Activities | | | | |
| General Government | | | | |
| Court | | | | |
| Number of Traffic Cases | 5,281 | 6,375 | 7,048 | 6,693 |
| Number of Criminal Cases | 1,191 | 1,146 | 1,593 | 747 |
| Number of Civil Cases | 1,193 | 1,068 | 906 | 1,079 |
| Permits | | | | |
| Number of Residential Permits | 45 | 72 | 86 | 170 |
| Number of Commercial Permits | 10 | 3 | 7 | 16 |
| Security of Persons and Property | | | | |
| Police | | | | |
| Number of Incident Reports | 1,990 | 1,885 | 1,884 | 1,933 |
| Number of Traffic Accident Reports | 453 | 473 | 447 | 490 |
| Number of Parking Tickets | 69 | 49 | 24 | 53 |
| Alarm Calls | 673 | 581 | 617 | 627 |
| Traffic warnings/citations | 1,474 | 1,459 | 1,781 | 3,343 |
| OMVI arrests | 59 | 55 | 55 | 77 |
| Fire | | | | |
| Number of Emergency Responses | 2,002 | 2,131 | 2,183 | 2,430 |
| Number of Fire Responses | 884 | 783 | 756 | 764 |
| Number of Fire Inspections | 984 | 991 | 1,042 | 1,035 |
| Transportation | | | | |
| Street | | | | |
| Number of times streets needed snow removed | 27 | 28 | 59 | 41 |
| Tons of salt used | 1,907 | 633 | 2,339 | 2,027 |
| Number of locations marked for OUPS | 65 | 112 | 97 | 68 |
| Number of new signs installed | 201 | 326 | 302 | 357 |
| Number of hours mowing grass | 761 | 683 | 572 | 629 |
| Community Environment | | | | |
| Number of Plot Grade Utility reviews | 47 | 78 | 92 | 138 |
| Number of Project Inspections | 75 | 100 | 338 | 440 |
| Number of Capital Improvement Projects | 8 | 10 | 8 | 4 |
| Business-Type Activities | | | | |
| Water / Sewer | | | | |
| Number of Water accounts | 7,002 | 7,020 | 7,297 | 7,612 |
| Number of Sewer accounts | 6,950 | 6,984 | 7,057 | 7,123 |
| Water Main Breaks | 12 | 12 | 11 | 8 |
| Daily Average Consumption (1,000 of gallons) | 2,035 | 2,101 | 1,961 | 2,112 |
| Number of work orders | 2,224 | 3,396 | 4,203 | 3,007 |
| Number of fire hydrants painted | 189 | 578 | 400 | 321 |
| Sanitation | | | | |
| Number of Customers Served | 5,071 | 5,194 | 5,264 | 5,375 |

CITY OF MARYSVILLE, OHIO

| 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|-------|-------|-------|--------|--------|--------|
| 8,889 | 9,589 | 7,697 | 6,954 | 8,282 | 5,020 |
| 772 | 1,069 | 1,074 | 1,186 | 1,110 | 628 |
| 1,038 | 1,297 | 1,412 | 1,439 | 1,383 | 967 |
| 143 | 196 | 194 | 138 | 168 | 206 |
| 9 | 10 | 15 | 40 | 32 | 17 |
| 2,260 | 2,278 | 2,396 | 1,906 | 2,210 | 1,946 |
| 590 | 669 | 585 | 580 | 606 | 382 |
| 117 | 43 | 120 | 36 | 79 | 12 |
| 498 | 544 | 705 | 663 | 603 | 553 |
| 3,664 | 3,165 | 2,322 | 3,184 | 3,084 | 2,726 |
| 43 | 44 | 43 | 61 | 48 | 15 |
| 2,696 | 1,674 | 2,681 | 3,020 | 3,123 | 3,951 |
| 852 | 866 | 854 | 926 | 1,041 | 1,005 |
| 1,038 | 1,024 | 1,020 | 834 | 987 | 321 |
| 51 | 39 | 24 | 37 | 52 | 35 |
| 1,660 | 929 | 932 | 1,070 | 1,313 | 1,084 |
| 42 | 67 | 127 | 13,600 | 12,530 | 11,428 |
| 244 | 334 | 421 | 334 | 414 | 326 |
| 428 | 521 | 1,000 | 5,000 | 3,686 | 3,500 |
| 149 | 181 | 189 | 138 | 154 | 206 |
| 463 | 743 | 1,483 | 1,086 | 1,008 | 984 |
| 4 | 4 | 4 | 8 | 5 | 3 |
| 7,870 | 8,459 | 8,326 | 9,074 | 9,867 | 10,336 |
| 7,510 | 8,109 | 8,220 | 8,733 | 8,838 | 9,110 |
| 14 | 10 | 7 | 4 | 5 | 9 |
| 2,228 | 2,323 | 2,372 | 2,447 | 2,521 | 2,719 |
| 3,063 | 2,867 | 2,363 | 2,600 | 1,500 | 1,200 |
| 150 | 100 | 50 | 40 | 50 | 0 |
| 5,485 | 5,774 | 5,920 | 6,102 | 6,220 | 6,357 |

CITY OF MARYSVILLE, OHIO

Capital Asset Statistics by Function Last Ten Years

| | 2011 | 2012 | 2013 | 2014 |
|----------------------------------|-------|-------|-------|-------|
| Governmental Activities | | | | |
| General Government | | | | |
| Public Buildings | 6 | 6 | 7 | 7 |
| Security of Persons and Property | | | | |
| Police | | | | |
| Stations | 1 | 1 | 1 | 1 |
| Patrol Cruisers | 18 | 19 | 18 | 18 |
| Fire | | | | |
| Stations | 1 | 1 | 2 | 2 |
| Emergency Vehicles | 11 | 11 | 12 | 12 |
| Transportation | | | | |
| Street | | | | |
| Streets (linear miles) | 117 | 118 | 119 | 121 |
| Street Lights | 1,951 | 1,958 | 2,034 | 1,949 |
| Leisure Time Activities | | | | |
| Recreation | | | | |
| Land (acres) | 231 | 231 | 231 | 231 |
| Buildings | 21 | 21 | 21 | 21 |
| Parks | 15 | 15 | 15 | 15 |
| Business-Type Activities | | | | |
| Utilities | | | | |
| Water | | | | |
| Waterlines (Miles) | 150 | 152 | 159 | 162 |
| Number of Hydrants | 1,481 | 1,530 | 1,593 | 1,675 |
| Sewer | | | | |
| Sewerlines (Miles) | 138 | 140 | 141 | 143 |
| Manholes | 2,434 | 2,472 | 2,494 | 2,507 |
| Storm Water Drainage | | | | |
| Storm Drains (Miles) | 70 | 71 | 72 | 75 |

Source: Finance Director's Office

CITY OF MARYSVILLE, OHIO

| 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
|-------|-------|-------|-------|-------|-------|
| 7 | 7 | 7 | 7 | 8 | 8 |
| 1 | 1 | 1 | 1 | 1 | 1 |
| 13 | 19 | 14 | 15 | 16 | 16 |
| 2 | 2 | 2 | 2 | 2 | 2 |
| 12 | 11 | 11 | 11 | 11 | 11 |
| 123 | 126 | 114 | 142 | 114 | 129 |
| 2,012 | 2,110 | 2,103 | 2,103 | 2,178 | 2,283 |
| 238 | 238 | 238 | 238 | 238 | 238 |
| 21 | 21 | 21 | 21 | 21 | 21 |
| 18 | 18 | 18 | 18 | 18 | 18 |
| 164 | 166 | 168 | 198 | 168 | 172 |
| 1,925 | 2,039 | 2,212 | 2,212 | 2,106 | 2,440 |
| 144 | 148 | 151 | 263 | 172 | 175 |
| 2,518 | 2,618 | 2,697 | 2,697 | 3,477 | 3,706 |
| 76 | 78 | 143 | 260 | 110 | 112 |



OHIO AUDITOR OF STATE KEITH FABER



CITY OF MARYSVILLE

UNION COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 9/14/2021

88 East Broad Street, Columbus, Ohio 43215
Phone: 614-466-4514 or 800-282-0370

This report is a matter of public record and is available online at
www.ohioauditor.gov