

CITY OF PICKERINGTON
FAIRFIELD COUNTY
REGULAR AUDIT
JANUARY 1, 2011 – DECEMBER 31, 2011





Dave Yost • Auditor of State

City Council
City of Pickerington
100 Lockville Road
Pickerington, Ohio 43147

We have reviewed the *Independent Auditors' Report* of the City of Pickerington, Fairfield County, prepared by Wilson, Shannon & Snow, Inc., for the audit period January 1, 2011 through December 31, 2011. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

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

Dave Yost
Auditor of State

November 5, 2012

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FAIRFIELD COUNTY**

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**INDEPENDENT AUDITORS' 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**

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

To the City Council:

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Pickerington, Fairfield County, (the City) as of and for the year ended December 31, 2011, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 15, 2012 wherein we noted the City adopted GASB Statement Nos. 54 and 59 as disclosed in Note 3. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in more than a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and timely corrected.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above.

Wilson, Shannon & Snow, Inc.

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City of Pickerington
Fairfield County
Independent Auditors' Report on the 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*

Compliance and Other Matters

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

However, we noted a matter not requiring inclusion in this report that we reported to the City's management in a separate letter dated June 15, 2012.

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

Wilson, Shuman & Snow, Inc.

Newark, Ohio
June 15, 2012

2011

City of Pickerington, Ohio

Comprehensive Annual Financial Report



For the year ended
December 31, 2011



City of Pickerington, Ohio

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

**Comprehensive Annual
Financial Report
For The Year Ended December 31, 2011**



Introductory Section

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CITY OF PICKERINGTON

June 15, 2012

To the Honorable Mayor O'Brien and Members of City Council,
And Citizens of the City of Pickerington:

The Comprehensive Annual Financial Report (CAFR) of the City of Pickerington, Ohio (the City), for the year ended December 31, 2011 is submitted herewith. State law requires that every general-purpose local government publish within six months of the close of each year a complete set of audited financial statements. This report is published to fulfill that requirement for the year ended December 31, 2011. This report is prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with generally accepted auditing standards.

Contents of the Report

This report is prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) and in conformance with standards of financial reporting in the United States of America as established by the Governmental Accounting Standards Board (GASB) using guidelines as recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

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

In developing and revising the City's accounting and reporting control systems, consideration is given to the adequacy of internal controls to provide reasonable but not absolute assurance regarding:

- The safeguarding of assets from loss, theft or misuse, and
- Reliability of financial records for preparing the City's financial statements in conformity with GAAP and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

- The cost of a control should not exceed the benefits likely to be derived, and
- The evaluation of costs and benefits requires estimates and judgments by management.

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

Wilson, Shannon and Snow, Inc. have issued an unqualified opinion on the City of Pickerington's financial statements for the year ended December 31, 2011. The independent auditor's report is located at the front of the financial section of this report.

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

Profile of the City

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

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

The City's population as estimated by the United States Census Bureau for 2011 was 18,291. The unincorporated Violet Township estimated population (excluding Pickerington) was 20,281. As a result of reaching an official population of over 5,000 persons, Pickerington was certified as a city by the Ohio Secretary of State in 1991. Pickerington was the second city incorporated in Fairfield County and is second in size only to Lancaster.

Reporting Entity and Services Provided

The City's reporting entity is comprised of the primary government and other organizations which are included to ensure that the financial statements are not misleading. The reporting entity has been defined in accordance with the principles established by the Governmental Accounting Standards Board (GASB) in Statement No. 14, "The Financial Reporting Entity" and in GASB Statement No. 39, "Determining Whether Certain Organizations are Component Units".

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

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

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

The City is associated with three jointly governed organizations and two insurance purchasing pools. These organizations are the Fairfield-Hocking Major Crimes Unit, the Fairfield County Regional Planning Commission, the Mid-Ohio Regional Planning Commission (MORPC), the Central Ohio Risk Management Association Inc. (CORMA), and the Ohio Municipal League Workers' Compensation Group Rating Program.

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

The Mayor is elected by popular vote, performs ceremonial functions, recommends appointment of and acts as supervisor of the City Manager, is presiding officer of Council, is an ex-officio member of all Council Committees, appoints the Clerk of Court, and may veto Council-passed legislation.

The City Manager is the chief administrator of the City appointed by the Mayor with concurrence of Council, and is responsible for the day-to day operations of the municipality and municipal employees and appoints all department heads and hires all employees not appointed by Council.

The Director of Finance is the chief fiscal and accounting officer of the City. The responsibilities of this office include preparation and management of the capital and operating budgets and debt and treasury programs of the City.

The Engineer is the engineering adviser for the City and for all officials and departments thereof in all engineering opinions in writing and performs other such duties as described in the Ohio Revised Code. The Engineer, on request, prepares specifications and drawings for material and equipment for which the City is concerned in procuring.

The City Clerk is responsible for maintaining Council's schedule, attending and preparing transcripts of all Council and Committee meetings, preparation and management of all legislative actions, and all duties associated with the office of the City Clerk.

In 2006, the law firm of Ice Miller, LLP was hired as Law Director for a period of two years. Their contract was renewed in 2008 and again in 2010 for another two year period. Outside counsel was utilized for a community reinvestment area project and for bond anticipation note issues.

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

The annual budget serves as the foundation for the City's financial planning and control. The City complies with the requirements of the Ohio Revised Code in the adoption of the budget. Appropriations for the operation of various City departments are established through the passage of an ordinance by City Council. Budgetary control is facilitated through the maintenance of an encumbrance system for requisitions and purchase orders, and through the use of the City's automated financial system. All departments of the City were required to submit requests for appropriation to the Finance Director before October 31st. The Finance Director uses these requests as the starting point for developing a proposed budget. The City adopts a 5-year Capital Improvement Budget that aids in the preparation of the budget. The City has recently adopted a 5-year financial forecast as a tool to assist Council and management in the budgetary decision making process.

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

The appropriated budget is prepared at the object level. The legal level of budgetary control is the level passed by Council which is at the object level for all funds. Any budgetary modifications at this level may only be made by ordinance of the City Council. The Finance Director is given the authority to further allocate fund appropriations within all funds. The City Council may pass supplemental appropriations at any time by ordinance. Budget-to-actual comparisons are provided in this report for each individual fund for which an appropriated annual budget has been adopted. The General Fund and Police Major Special Revenue Fund are presented as part of the basic financial statements beginning on page 26. For other funds, this comparison is presented in the supplementary section of this report, which starts on page 92.

Economic Condition and Outlook

Commercial growth has slowed in the City, but is still outpacing the national and state commercial growth rates. Over the past few years, many projects have been completed, new projects have begun, and a number of existing facilities are renovating their buildings. In 2011, over \$39,939,000 was invested in new construction in Pickerington, with an approximate \$37,714,000 in additional projects under construction or anticipated to be constructed.

The following commercial development projects were completed during 2011:

- Pickerington Central High School, located at 300 Opportunity Way, underwent a renovation and expansion to increase the size of the high school to over 207,000 square feet, the estimated value of the renovation/expansion is \$12,000,000. The project was started in 2010.

- Ridgeview Junior High School, located at 130 Hill Road South, underwent a renovation and expansion to increase the size of the school to over 98,000 square feet; the estimated value of the renovation/expansion is \$16,000,000. The project was started in 2010.
- Essie's Angels Hair Salon renovated and expanded their 2,346 square foot building located at 108 Hill Road North in the Olde Pickerington Village. The renovation and expansion is estimated to be valued at \$50,000.
- Raising Cane, located at 1263 Hill Road North, opened a new 2,722 square foot restaurant with an estimated value of \$750,000.
- Pediatric Associates relocated their practice in a new 12,000 square foot building in the Windmill Medical Complex located at 905 Old Diley Road. The total square footage for the Windmill Medical Complex would be approximately 36,000 square feet when completed. The estimated value of the Pediatric Associate facility is \$1,425,000.
- Valvoline Instant Oil Change, located at 893 Refugee Road, recently completed an exterior renovation of their building. The estimated cost of the renovation was \$8,000.

Under Construction

- Water Stone Landing, which will be an approximately 107-unit apartment complex located on Fullers Way, is currently being constructed. Work is underway to complete phase one of a two-phase development. The construction of the apartment complex is expected to have an estimated value of \$2,394,000.
- Giant Eagle is currently renovating their store located at 873 Refugee Road. The estimated cost of the renovation will be \$61,367.
- Construction on a 4,320 square foot expansion of the Embroidery Barn located at 591 Hill Road North is continuing. The expansion is estimated to be valued at \$250,000.

Anticipated to be Constructed

- Homestead Indoor Soccer Complex received zoning approval for a 115,230 square foot indoor soccer complex which is to be located on Refugee Road west of the Hill Road North and Refugee Road intersection behind the Hill Road Plaza.
- Zoning has been approved for a 3,200 square foot storage building which will be located on the east side of the site for Seton Parish at 600 Hill Road North. Construction is planned for 2012.
- Mark Matthews and Associated Insurance, located at 107 West Columbus Street, received zoning approval for a 1,044 square foot addition to their office located in the Olde Pickerington Village. Construction is expected to begin in spring 2012.

- Max and Erma's, located at 1281 Hill Road North is anticipating an exterior renovation to their existing store. The anticipated renovation would begin in spring 2012.
- Plans have been submitted for an approximate 16,873 square foot retail development by Anchor Company to be located on State Route 204 west of Freedom Way. Construction is expected to begin in 2012.
- Ohio Health is working to secure 61 acres of land on Refugee Road to construct a medical facility.

Recent Actions Relating to Development

- The City completed the Refugee Road Corridor Study, which was prepared for potential future growth along the Refugee Road Corridor. The City has proactively established future land use plans to ensure there is a balance of residential, office, and commercial use as private development occurs.
- The City's Engineering Department has recently secured approximately \$5.5 million safety grant from the Ohio Department of Transportation for Hill Road North between I-70 and Refugee Road. This safety grant will not only improve the safety of Hill Road North but will also improve the esthetics of the corridor. Construction is estimated to begin in 2014 or 2015.

The City has also continued to enhance the economic development opportunities in the State Route 33 corridor by maintaining a strong presence in the Central Ohio region through its participation in the Route 33 Growth Alliance, the Mid-Ohio Regional Planning Commission, and the Mid-Ohio Development Exchange to fund a marketing strategy for the area.

The City co-sponsored the Fourth of July festivities in conjunction with Violet Township. The City was also a co-sponsor of the Pickerington Violet Festival providing financial and police support. The Pickerington Violet Festival is a venue to showcase the community, held in late July, which brings an estimated 20,000 visitors into the community.

Impact Fees for Park, Police, Municipal Government and Streets were established by Council and implemented in late 2005. Impact fees are not derived from a specific program, and are utilized for general permanent improvement purposes in the City. These fees may increase each year based on the consumer price index. This source of revenue is assisting the City in keeping pace with the growing community by providing funding for capital improvements. Over \$3,014,217 has been collected from December 2005 to December 2011. Impact Fees have been and are being used to pay debt on the Police Station, the City's twenty percent share of the Diley Road Improvement Project, the municipal building expansion, and major park improvements.

Major Initiatives

For the Year:

Police Department

With the area continuing to grow, the Police Department's staff hired three patrol officers; one full-time public safety dispatcher; one part-time public safety dispatcher and one auxiliary officer to fill vacant

positions. The police staff includes the chief, two commanders, four sergeants, fourteen patrol officers, two community relations officers, one officer assigned to the Fairfield/Hocking Major Crimes Unit, three detectives, four auxiliary officers, a communications supervisor, seven full-time dispatchers, and one part-time dispatcher dedicated to protecting and serving the City's residents. The Mounted Patrol Unit that was created in June 2007 with the donation of a registered American Quarter Horse and a registered Palomino called Prince. The Mounted Patrol Unit is used for security and investigative purposes, parades, festivals and community relations. In 2010, the Police Department's K9 unit was re-established which had not been active since the death of Zar in 2006. The Police Department's K9 dog was purchased from a breeder/trainer in West Virginia. Officer Gallagher and his partner Shadow have successfully completed training and certification through the Ohio Peace Officer Training Academy. In addition to general police K9 services and duties, Shadow's specialized strengths include drug detection, tracking and search and rescue. In 2011, Officer Gallagher and Shadow participated in drug searches at Pickerington High School Central and Ridgeview Junior High School. Those searches resulted in two juveniles being charged with possession. The Department continues to work with school administration scheduling future searches.

The Police Department in coordination with the Ohio State Highway Patrol participated in an "OVI Blitz" and the "Click It Or Ticket" campaign and was awarded a new speed measuring device for participating in the program. In the area of training, five self-defense classes were conducted for women with nearly 150 individuals participating in basic defensive tactics program.

All City personnel continued to be trained in NIMS (National Incident Management System) in the event of a man made or natural disaster of any scale. Public Safety Dispatchers represented the Department at the NENA/APCO Gold Star Conference in Columbus, Ohio and the Fairfield County 9-1-1 Dispatcher Recognition Luncheon in Lancaster, Ohio. A Sergeant was presented an award at the Ninth Annual Blue Coat Appreciation Dinner that was hosted by the Knights of Columbus.

In September 2011, the Pickerington Police Department took part in "Walk With a Cop Day", walking children to school. Several Officers spent three mornings walking elementary school children to their schools through three different neighborhoods.

Street Department

The Street Department while performing its standard services of leaf pickup, street sweeping, utility infrastructure maintenance, street maintenance, snow removal and mosquito fogging also oversaw several construction projects. The City crews maintain 60 miles of existing streets that lie within its borders.

Engineering Department

The City was awarded a \$5,500,000 Ohio Department of Transportation (ODOT) safety grant for a major improvement to State Route 256. The project will add a third southbound lane to SR 256 between SR 204 and Refugee Road, add a third northbound lane to SR 256 at SR 204, upgrade nine traffic signals to include mast arms, signal backplates, large street name signs and lighting. It is anticipated that construction will be completed in 2015.

Design work began on improving the intersection of Center/Milnor/Meadows. The City was awarded a \$500,000 Mid-Ohio Regional Planning (MORPC) grant in 2010 for this project. It is estimated that construction will begin in 2015.

Pickerington obtained an ODOT Safe Routes to School (SRTS) grant in the amount of \$300,000, for sidewalks and bike paths for Pickerington Elementary School on Long Road.

Crack sealing was performed on 8 miles of City streets to help maintain our pavement. The City has established a five year capital improvement plan, which includes an annual street resurfacing program.

A new 750,000 gallon elevated water storage tank was constructed and put in service off of Refugee Road near State Route 256. The new water tank significantly increases the amount of water available to fight fires in the City's commercial areas of Refugee Road and SR 256.

A Water Master Plan and a Sanitary Sewer Master Plan were completed. The master plans provide the City with accurate locations and computer models of our water and sewer systems. The master plan shows the City's water and sewer facilities are well positioned for the future.

Utilities Department

During 2011, the Water Treatment plant production averaged 1.58 MGD per day for a total of 576.69 MG for the year.

The Wastewater Treatment plant treated an average of 1.92 MGD per day for a total of 700.80 MG treated during 2011.

Urban Forestry

During 2011, service workers planted 148 trees and pruned 940 trees around the City. Due to City staff planting all the trees, a cost savings of 30-40 percent was realized over the cost for an independent contractor to do the planting. Staff is presently inventorying all the street trees and has developed a database that lists the trees by species and address. The City has been honored as "Tree City USA" for the 19th consecutive year.

Parks and Recreation Department

The City's Parks System has five parks within its corporation limits totaling more than 157 acres of passive and active parkland. The City's largest and most-used park, Sycamore Park provides tennis courts, softball diamonds, picnic shelters, horseshoe courts, fishing, sledding, and jogging/walking trails. In the lower level of Sycamore Park, an 8,000 square foot skate park facility was designed for beginner through advanced skill levels with SkateWave ramps, rails and obstacles.

The Pickerington Recreation Department can look back at 2011 as a hugely successful year, which included 1,628 registrants for the various programs, classes, and workshops, and 557 renters for various facilities.

Additionally, the special events sponsored or co-sponsored by the Department came off without a hitch, with the exception of two Sunday summer concerts and a Friday night movie which were rained out.

The Department offered more summer sports camps than ever before, and during the course of the year, featured 59 classes and programs for the first time.

Additionally, the Department partnered with the Pickerington-Area Chamber of Commerce, the Pickerington Local Schools, the Pickerington Lions Club, the Pickerington Christian Church, Children's Hospital Twigs #165, the Pickerington Senior Center, Eastside Vineyard Church, the Rock Factory Studios, the Olde Pickerington Village Business Association, David Beckham Photography, the Pickerington-Violet Township Historical Society, PickeringtonKidz.com, the Violet Festival Committee,

the Pickerington Food Pantry, and the Columbus Flyers Disc Golf Club in a variety of activities and programs during the year.

Spring

Casual play on the City's disc golf course throughout the spring and summer months once again exceeded expectations.

Also noteworthy was a 20-percent growth of garden plots and gardeners involved in the Pickerington Community Gardens. All available plots were utilized.

The "Breakfast with the Bunny" and KidzFest co-sponsored events were well-attended.

Summer

The Adult Softball Leagues had a total of 36 teams in 4 leagues, and the Summer Playground program drew over 70 registrants. Three separate sessions for tennis lessons, and an adult league, were filled throughout the summer.

Summer Department activity also included, the July Fourth Parade with more than 100 units, and fireworks later that night which were attended by an enormous crowd. Giant Eagle sponsored the Department's Summer Concert Series for the fifth straight year, and Fairfield Federal sponsored the Friday Night Flicks, which brought great crowds to Sycamore Park on Friday and Sunday evenings throughout June, July, and August. The August Fishing Derby produced new highs in participants and numbers of fish caught.

The Pickerington Community Pool brought in a total of 2,091 season pass patrons, provided swimming lessons to 195 youngsters, summer programs classes, and workshops attracted, a total of 1,049 registrants.

Autumn and Winter

In October, both the Haunted Village and Tots Trick or Treat drew praise from impressive numbers of attendees. A new pumpkin-carving contest at the Haunted Village supplied many creative entries. Also new to the expansive event were a haunted museum and two haunted houses.

The Senior Center's "Breakfast with Santa" was the Center's most profitable holiday event in seven years.

The Holiday Gathering and tree-lighting event was enhanced by a caroling group, carriage rides, two Santa Clauses, crafts, a story-teller, free hot chocolate, and a museum open house.

The Department sponsored the second annual holiday decorating contest for Olde Pickerington Village. Girl Scouts helped the City load the Mitten Tree for needy families in Fairfield County.

"Letters to Santa" responded to 228 youngsters who used the City Hall mailbox to the North Pole.

The Sunday Co-Rec Volleyball League had 9 teams with over 100 athletes participating.

Because of great public interest in last year's temporary ice rink, the Parks and Recreation Department installed a larger, semi-permanent ice rink at Victory Park for more ice-skating and hockey devotees to enjoy.

The Department continues to offer a wide variety of activities and programs for families to enjoy throughout the year.

Building and Regulations Department

The Building Department issues permits and completes inspections for all commercial and residential new builds, additions, alterations, repairs and replacement of mechanical equipment. Building permits were up 4 percent over 2010, both of which were increases over the 2009 permits. A total of 451 permits were issued in 2011 which included 52 single family homes, 169 commercial and 230 permits for home improvement projects. This increase reflected a 5 percent increase in total fees collected up to \$1,145,120 including building department fees, municipal fees and impact fees.

Code Enforcement was moved back under the direction of the Building Department and continues to improve on the success it has achieved in the past. The Code Enforcement Department responded to complaints concerning high grass, signs, parking and property maintenance issues. In 2010, code enforcement began to utilize software to track each complaint received. All complaints are entered into a data base and the status is tracked until the matter has been resolved. In 2011, Code Enforcement conducted 478 inspections on 316 complaints and closed out 247 of those violations.

Personnel Department

In January 2011, Lynn Miller assumed leadership of the Human Resources Department for the City of Pickerington and immediately worked to identify and fill any gaps in safety, risk, recruitment and retention, compliance, benefits, employment practices and policies.

Addressing employee risk and safety first, the Human Resources Department contracted with the Ohio Bureau of Workers Compensation to complete a cost-free Public Employee Risk Assessment. This 3-day audit of City facilities sought to identify and correct any occupational risks. The identified hazards were then addressed with minor facility and equipment alterations.

In 2011, the Human Resources Director assembled a team of volunteers from each department to create ESP – Employees for a Safe Pickerington. ESP meets monthly to discuss safety items and brainstorm solutions and identify important training needs throughout the City. Through these efforts, bi-monthly OSHA safety training is now offered on city premises. Other employee training organized by the Human Resources Department included: Harassment Training, Fire Extinguisher Training, Public Records Information Request Training, Microsoft Office Software Training, National Incident Management System training (NIMS), OPERS Retirement Planning and a Flu Shot Clinic.

The Human Resources Director has a seat on the board of directors for the Central Ohio Risk Management Association Inc. (CORMA). CORMA represents the City in matters concerning risk and liability insurance. The membership for 2011 remains at 7 participating cities: Pickerington, Groveport, Grove City, Dublin, Upper Arlington, Westerville and Powell. The group pools resources to retain greater control over liability premiums and claims administration.

In the recruitment function, the Human Resources Department successfully filled two regular part-time positions – one in Finance (Tax) and one in the Building Department. Two full-time positions were recruited in the Service Department – a Service Technician II and a Utilities Treatment Plant Operator I. The Human Resources Department also recruited a new Planner II to replace Joe Henderson who was promoted to Development Services Director. Two new Public Safety Dispatchers were hired, one full-time and one part-time. And three Police Officers were chosen from a certified list in 2011 to fill positions that had been vacated in the police department. These vacancies were in part due to the

resignation of Commander Steve Annetts and the promotion of Greg Annis to fill that Commander position.

In addition, testing began in 2011 to create the 2012 certified list for Police Officer candidates. The City also recruited 38 summer seasonal employees and 2 temporary staff members to work peak periods at the community pool, parks and recreation, streets maintenance and office support.

Finance Department

The Finance Department continued to receive a positive return from income tax collections due to the growth in the area. In 2011, income tax revenue increased 10.2 percent over 2010. This equates to \$474,401 in additional revenue. Income tax delinquency collections, penalties, and interest brought in \$173,261 due to concentrated efforts for compliance and utilizing Mayor's Court to prosecute cases. To ease the preparation of City tax returns, residents were able access the "Tax Tool" on the City's website to view their estimated payments and to calculate and prepare their City tax returns. For 2011, the tax office personnel coordinated with a vendor to provide software to enable citizens to file their tax returns on line. Mailers containing the information for e-filing and access to internet personalized tax forms were sent in lieu of paper forms. This enabled taxpayers to prepare returns online and e-file them, saving time, postage and form costs.

The City obtained a credit rating for the first time in 2004 with Moody's Financial Corporation, which rated the City an "A-2" for bond issues and an "MIG 1" for notes. The note rating has been maintained from 2005 through 2011. The overall rating of the City was upgraded to "A-1" status in 2007 and was reaffirmed in 2008, 2009 and 2010. For 2011, the City received an "Aa-2" rating and utilized this rating to refinance the 2001 Sewer Bonds (4.85 percent). The refunding of this debt issue resulted in a total economic gain in the amount of \$223,277 at a net interest cost of 3.2 percent. The note rating resulted in the City obtaining a significantly low rate of 1.25 percent on the City's \$6,284,000 bond anticipation notes issued in February 2011. During 2011, the City applied for and was approved for an OWDA loan in the amount \$1,573,855. \$1,493,755 of the loan was obtained during 2011 for the construction and implementation of the water reverse osmosis system.

The Finance Department completed a five-year financial forecast in 2011. This forecast has been utilized as a tool assisting Council with future decisions regarding the finances of the City. The forecast was instrumental in the review of utility rates and thereby freezing the 19 percent increase in sewer rates that was to go into effect in 2011.

This year will mark the nineteenth year of filing financial statements according to accounting principles generally accepted in the United States of America (GAAP) and the eighth year that the City has submitted a Comprehensive Annual Financial Report (CAFR) to the Government Finance Officers Association for their Certificate of Achievement Program.

For the Future:

Upon completion of the Water and Sewer Master Plans, there are some major capital improvements occurring in the utilities area. The City has begun engineering for upgrade to Leasure Drive Pump Station improvements. In addition, the design phase has been completed for the Sycamore Creek East relief sewer line phase II and III project.

The City applied for and received OPWC grant funding for State Route 256 stormwater line improvement. This project will reinforce the integrity of the existing line which has deteriorated.

While commercial development in the City of Pickerington continues to outpace activity in other area cities, the main concern is the rising cost of providing critical City services to our citizens. The cost of fuel, road salt, vehicles and other supplies and materials is increasing faster than revenues. These increases, coupled with State-mandated collective bargaining which adds to the labor and health care costs, has lead City Council to undertake a comprehensive review of all aspects of the General Fund budget.

As a result, consideration is being given to contracting for some City services to reduce cost and trim expenses. The City has also been promoting regionalism with the local Township, County and surrounding communities. The City has initiated discussions with several communities for water tank maintenance programs, cooperative road salt bidding, and sharing of specialized employees. The City's goal in order to remain competitive in the future is to continue to focus on the development process and to complete all projects in a timely manner. It should be noted that one of the key reasons the City's tax rate has not increased for over thirty years from the original one percent, is largely due to the success as a community enhancing our commercial tax base.

Awards and Acknowledgements

The Finance Director received the Dave Yost, Auditor of State's "Award with Distinction" for outstanding commitment to the highest standards of financial reporting for the years 2005, 2006, 2008, 2009 and 2010 due to the filing of the Comprehensive Annual Financial Report (CAFR) and having no audit citations.

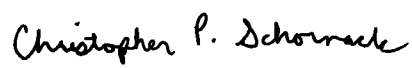
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting (CAFR) to the City of Pickerington for its comprehensive annual financial report for the year ended December 31, 2010. This was the seventh year that the City had filed a CAFR and received this reward. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

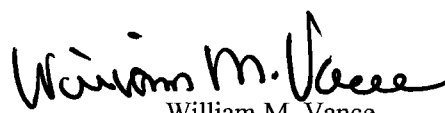
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Tree City USA – The City received its nineteenth Tree City USA Award for the year ended December 31, 2011. This prestigious award recognized the City for its annual program of planting new trees and maintaining and removing old trees.

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

Respectfully submitted,


Christopher P. Schornack
Finance Director


William M. Vance
City Manager

**City of Pickerington, Ohio
List of City Officials
December 31, 2011**

City Council

Mayor	Mitch O'Brien
President Pro Tempore	Brian Sauer
Vice President Pro Tempore	Tony Barletta
Council Member	Gavin Blair
Council Member	Jeff Fix
Council Member	Cristie Hammond
Council Member	Tricia Sanders
Council Member	Brian Wisniewski

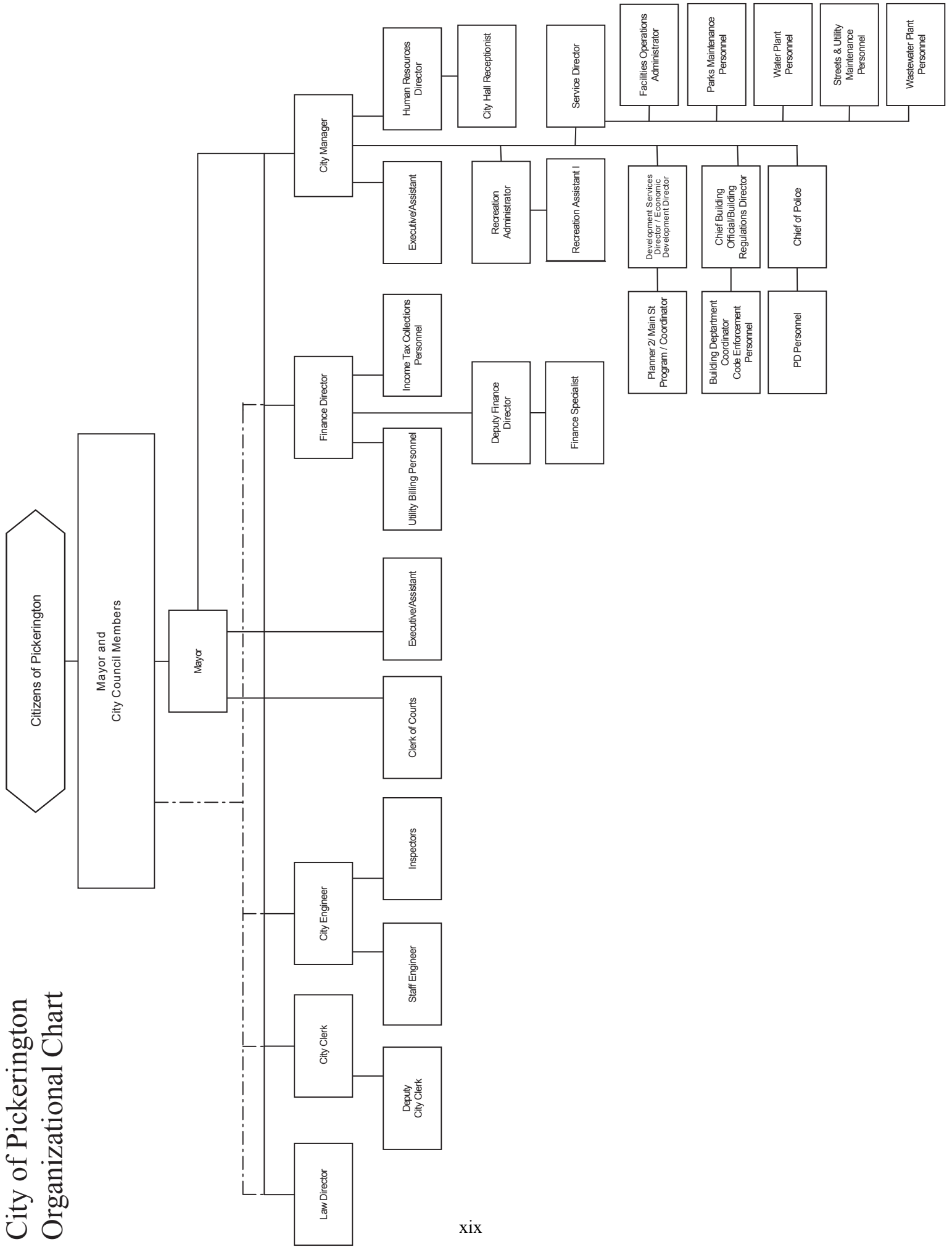
Appointed Officials

City Manager	William Vance
Law Director	Ice Miller, LLP
Municipal Clerk	Lynda Yartin
City Engineer	Greg Bachman
Finance Director	Christopher Schornack

Executive Staff

Deputy Finance Director	Stephanie Spencer
Income Tax Administrator	Janice Eichner
Clerk of Court	Molly Schwartz
Recreation Administrator	Rebecca Medinger
Human Resource Director	Lynn Miller
Development Services Director	Joseph Henderson
Chief of Police	Michael Taylor
Service Director	Edward Drobin

City of Pickerington Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Pickerington
Ohio

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

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



Linda C. Dandison

President

Jeffrey R. Emer

Executive Director

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Financial Section

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INDEPENDENT AUDITORS' REPORT

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

To the City Council:

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

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

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

As described in Note 3, the City implemented GASB Statement No. 54, "*Fund Balance Reporting and Governmental Type Definition*" and No. 59, "*Financial Instrument Omnibus*".

Wilson, Shannon & Snow, Inc.

CERTIFIED PUBLIC ACCOUNTANTS
Ten West Locust Street
Newark, Ohio 43055
(740) 345-6611
1-800-523-6611
FAX (740) 345-5635

City of Pickerington
Fairfield County
Independent Auditors' Report

In accordance with *Government Auditing Standards*, we have also issued our report dated June 15, 2012, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, as listed in the table of contents, to supplement the basic financial statements. Although this information is not a part of the basic financial statements, Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with the 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.

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



Newark, Ohio
June 15, 2012

City of Pickerington, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2011
Unaudited

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

Financial Highlights

Key financial highlights for 2011 are as follows:

- The City's total net assets increased by \$3,651,641, from the total net assets at the beginning of the year 2011.
- At the end of the current year, the City's governmental activities reported total net assets of \$50,809,219, an increase of \$2,420,961 from the prior year.
- At the end of the current year, unassigned fund balance for the General Fund was \$2,943,654, which represents a 18 percent increase from the prior year.

Using this Annual Financial Report

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

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

Reporting the City as a Whole

Statement of Net Assets and Statement of Activities

While this document contains information about the funds used by the City to provide services to our citizens, the view of the City as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2011?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

City of Pickerington, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2011
Unaudited

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

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

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

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

Reporting the City's Most Significant Funds

Fund Financial Statements

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

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

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

City of Pickerington, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2011
Unaudited

The City maintains a number of individual governmental funds. Information for the major funds, identified earlier, is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances. Data from the other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. The governmental fund financial statements can be found on pages 18 through 27 of this report.

Proprietary Funds The City uses enterprise funds to account for its water, sewer, stormwater, and aquatic recreation center operations. For water and sewer operations, the City charges a fee to customers, based upon the amount of usage, to recover the costs of the services provided, and to cover the capital assets associated with the services. For stormwater operations, the City charges a flat monthly fee. For the aquatic recreation center the City charges a fee for pool passes and concessions. The proprietary fund financial statements can be found on pages 28 through 35 of this report.

Fiduciary Fund The City accounts for resources held for the benefit of parties outside the government as a fiduciary fund. This fund is not reflected in the government-wide financial statements because the resources of this fund are not available to support the City's own programs. The City uses accrual accounting for fiduciary funds, much like that of the proprietary funds. The fiduciary fund financial statement can be found on page 36.

The City as a Whole

Recall that the Statement of Net Assets looks at the City as a whole. Table I provides a summary of the City's net assets for 2011 compared to 2010.

Table 1
Net Assets

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	2011	2010	2011	2010	2011	2010
Assets						
Current and Other Assets	\$11,581,067	\$10,169,550	\$6,851,953	\$8,113,055	\$18,433,020	\$18,282,605
Capital Assets, Net	56,857,791	57,380,868	60,513,158	59,405,536	117,370,949	116,786,404
<i>Total Assets</i>	<u>68,438,858</u>	<u>67,550,418</u>	<u>67,365,111</u>	<u>67,518,591</u>	<u>135,803,969</u>	<u>135,069,009</u>
Liabilities						
Current and Other Liabilities	5,105,316	5,466,110	1,674,062	2,564,222	6,779,378	8,030,332
Long-term Liabilities	12,524,323	13,696,050	18,394,640	18,888,640	30,918,963	32,584,690
<i>Total Liabilities</i>	<u>17,629,639</u>	<u>19,162,160</u>	<u>20,068,702</u>	<u>21,452,862</u>	<u>37,698,341</u>	<u>40,615,022</u>
Net Assets						
Invested in Capital Assets, Net of Related Debt	42,835,157	41,960,655	41,184,090	39,844,968	84,019,247	81,805,623
Restricted	3,870,880	2,892,339	0	0	3,870,880	2,892,339
Unrestricted	4,103,182	3,535,264	6,112,319	6,220,761	10,215,501	9,756,025
<i>Total Net Assets</i>	<u>\$50,809,219</u>	<u>\$48,388,258</u>	<u>\$47,296,409</u>	<u>\$46,065,729</u>	<u>\$98,105,628</u>	<u>\$94,453,987</u>

City of Pickerington, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2011
Unaudited

Total governmental activities assets increased \$888,440. The majority of this increase is due to an increase in cash and cash equivalents in the amount of \$1,531,515. The increase in cash and cash equivalents is a direct result of a decrease in capital outlay expenditures for the Diley Road Widening and Realignment Project that was completed during 2010.

Total governmental activities long-term liabilities decreased \$1,171,727. During 2011, the City retired \$65,000 of the outstanding general obligation street improvement bonds, \$574,816 of the outstanding State Infrastructure Bank Loan, and \$196,061 of the outstanding capital leases. The City also retired \$2,295,000 in long-term governmental bond anticipation notes and issued \$2,025,000 in long-term governmental bond anticipation notes, resulting in a decrease of \$270,000 in long-term bond anticipation notes.

Total business-type activities current and other assets decreased \$1,261,102. The majority of the decrease is due to a decrease in cash and cash equivalents in the amount of \$1,058,380. During 2010, the City received and capitalized \$3,995,744 in Ohio Water Development Authority loan proceeds for the City's wastewater treatment plant project. During 2011, the City received and capitalized \$1,544,797 Ohio Water Development Authority loan proceeds for the City's completion of the wastewater treatment plant and the construction of the Reverse Osmosis System at the water plant. The decrease of loan proceeds in the amount of \$2,450,947 resulted in a decrease in cash and cash equivalents.

Total business-type activities liabilities decreased \$1,384,160. This decrease is primarily due to decreases in retainage payable in the amount of \$391,603, short-term notes payable in the amount of \$484,000, and long-term liabilities in the amount of \$494,000. During 2011, the City received Ohio Water Development Authority loans in the amount of \$1,544,797 for the wastewater treatment plant project and the Reverse Osmosis System. During 2011, the City retired \$3,989,000 in long-term business-type bond anticipation notes and issued \$2,780,000 in long-term business-type bond anticipation notes, resulting in a decrease in the amount of \$1,209,000 in long-term bond anticipation notes. During 2011, the City made principal payments in the amount of \$395,000 on outstanding general obligation water system and sewer treatment bonds.

During 2011, the City refunded their 1999 sanitary sewer improvement general obligation bonds in the amount of \$1,920,000. The 2011 general obligation current refunding bonds were issued in the amount of \$1,955,000 with interest rates varying from 2.25 percent to 3.5 percent. The general obligation bonds were sold at a premium of \$21,764. The issuance resulted in a savings between the cash flows required to service the old debt and the cash flows required to service the new debt of \$265,385. The issuance resulted in a total economic gain of \$223,277.

City of Pickerington, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2011
Unaudited

Table 2 shows the changes in net assets for 2011, compared to the changes in net assets for 2010.

Table 2
Changes in Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2011	2010	2011	2010	2011	2010
Revenues						
Program Revenues						
Charges for Services	\$1,370,357	\$1,334,064	\$6,395,799	\$5,947,285	\$7,766,156	\$7,281,349
Operating Grants and Contributions	897,451	969,941	0	0	897,451	969,941
Capital Grants and Contributions	2,234,376	1,351,949	474,300	1,019,919	2,708,676	2,371,868
<i>Total Program Revenues</i>	<u>4,502,184</u>	<u>3,655,954</u>	<u>6,870,099</u>	<u>6,967,204</u>	<u>11,372,283</u>	<u>10,623,158</u>
General Revenue						
Property and Other Taxes	2,451,332	2,437,869	0	0	2,451,332	2,437,869
Income Taxes	5,117,727	4,643,326	0	0	5,117,727	4,643,326
Franchise Taxes	256,095	245,377	0	0	256,095	245,377
Grants and Entitlements	498,744	496,743	0	0	498,744	496,743
Investment Earnings	59,449	92,724	28,740	58,010	88,189	150,734
Payment in Lieu of Taxes	722,735	738,217	0	0	722,735	738,217
Impact Fees	367,399	264,926	0	0	367,399	264,926
Gain on Sale of Capital Assets	8,200	0	0	0	8,200	0
Miscellaneous	96,332	244,404	5,575	235	101,907	244,639
<i>Total General Revenues</i>	<u>9,578,013</u>	<u>9,163,586</u>	<u>34,315</u>	<u>58,245</u>	<u>9,612,328</u>	<u>9,221,831</u>
<i>Total Revenues</i>	<u>14,080,197</u>	<u>12,819,540</u>	<u>6,904,414</u>	<u>7,025,449</u>	<u>20,984,611</u>	<u>19,844,989</u>
Program Expenses						
General Government	2,345,620	3,000,709	0	0	2,345,620	3,000,709
Security of Persons and Property	4,218,379	4,239,816	0	0	4,218,379	4,239,816
Transportation	3,480,642	2,952,265	0	0	3,480,642	2,952,265
Leisure Time Activities	588,605	561,867	0	0	588,605	561,867
Public Health Services	99,439	93,643	0	0	99,439	93,643
Community Environment	547,932	614,957	0	0	547,932	614,957
Interest and Fiscal Charges	378,619	419,544	0	0	378,619	419,544
Water	0	0	1,980,410	2,202,930	1,980,410	2,202,930
Sewer	0	0	2,853,379	2,374,695	2,853,379	2,374,695
Stormwater	0	0	643,564	447,488	643,564	447,488
Aquatic Recreation	0	0	196,381	181,941	196,381	181,941
<i>Total Program Expenses</i>	<u>11,659,236</u>	<u>11,882,801</u>	<u>5,673,734</u>	<u>5,207,054</u>	<u>17,332,970</u>	<u>17,089,855</u>
Increase before transfers	2,420,961	936,739	1,230,680	1,818,395	3,651,641	2,755,134
Transfers	0	(2,894,017)	0	2,894,017	0	0
<i>Change in Net Assets</i>	<u>2,420,961</u>	<u>(1,957,278)</u>	<u>1,230,680</u>	<u>4,712,412</u>	<u>3,651,641</u>	<u>2,755,134</u>
Net Assets Beginning of Year	48,388,258	50,345,536	46,065,729	41,353,317	94,453,987	91,698,853
<i>Net Assets End of Year</i>	<u>\$50,809,219</u>	<u>\$48,388,258</u>	<u>\$47,296,409</u>	<u>\$46,065,729</u>	<u>\$98,105,628</u>	<u>\$94,453,987</u>

City of Pickerington, Ohio
Management's Discussion and Analysis
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Governmental Activities

Grants and contributions accounted for 22 percent of total governmental revenues. Of the 22 percent, operating grants and contributions accounted for 6 percent of total governmental revenues while capital grants and contributions accounted for 16 percent. Capital grants and contributions consist of \$1,901,000 in capital contributions from developers, \$30,800 in Community Development Block Grant federal funds administered by the Ohio Department of Development, and \$302,576 in Safe Routes to Schools federal funds administered by the Ohio Department of Transportation.

Property and income tax revenue provided 54 percent of total governmental revenues. Of the 54 percent, 36 percent of total governmental revenues were generated from income taxes and 18 percent was generated from property and other local taxes. These revenue sources comprise the largest components of City revenues. Income taxes, property and other taxes, and grants and contributions combined together, provided 76 percent of the City's total governmental revenues.

The City received \$1,370,357, or 10 percent, of total governmental revenues, in charges for services. These direct charges to citizens include recreation fees, court fines and forfeitures, police security services, and licenses and permits.

The City's security of persons and property activities accounted for \$4,218,379, or 36 percent, of total program expenses. Transportation services utilized \$3,480,642, or 30 percent, of total program expenses.

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

Table 3
Governmental Activities

	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
	2011	2011	2010	2010
General Government	\$2,345,620	\$2,321,193	\$3,000,709	\$2,972,078
Security of Persons and Property	4,218,379	3,674,946	4,239,816	3,652,859
Transportation	3,480,642	406,776	2,952,265	726,086
Leisure Time Activities	588,605	436,024	561,867	416,559
Public Health Services	99,439	99,439	93,643	93,643
Community Environment	547,932	(159,945)	614,957	(53,922)
Interest and Fiscal Charges	378,619	378,619	419,544	419,544
Totals	\$11,659,236	\$7,157,052	\$11,882,801	\$8,226,847

Business-Type Activities

The City's business-type activities are for water, sewer, stormwater, and aquatic recreation services. During 2011, program revenues exceeded expenses by \$1,196,365.

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The minimum water rate is \$3.92 per each thousand gallons of water used up to a maximum of 12,000 gallons plus a \$4.50 per month service charge. A water fee of \$6.02 is assessed for each thousand gallons used in excess of 12,000 gallons per month. Sewer fees are calculated on the amount of water used. The minimum sewer rate is \$30.71 per month up to 3,000 gallons of water. A sewer fee of \$10.24 is assessed for each thousand gallons of water used in excess of 3,000 per month. Stormwater fees are assessed at a flat rate of a \$4.00 per month.

The City's Funds

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

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

General Fund

The General Fund is the primary operating fund of the City. At the end of 2011, unassigned fund balance was \$2,943,654, while total fund balance was \$4,370,278. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance, to total expenditures and other financing uses. Unassigned fund balance represents 42 percent of total General Fund expenditures and other financing uses, while total fund balance represents 62 percent of General Fund expenditures and other financing uses.

The fund balance of the City's General Fund increased by \$744,286 during the current year. The key factors for the increase were an increase in income taxes and a decrease in total expenditures in the amounts of \$287,632 and \$291,870, respectively. The increase in income tax revenues is due primarily to delinquent collections. The decrease in expenditures is due to a decrease in pending litigation services in the amount of \$121,718 and the City no longer maintaining three positions within the Planning and Zoning and Building Departments resulting in a decrease in the amount of \$150,130.

Other Major Governmental Funds

Police Fund

The fund balance of the Police Fund at December 31, 2011 is \$480,299, an increase of \$48,800 from the prior year. The increase in fund balance is primarily due to an increase in property tax revenue in the amount of \$111,628.

Debt Service Fund

The fund balance of the Debt Service Fund at December 31, 2011 is \$44,039, an increase of \$25,917 from the prior year.

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Tax Increment Financing Agreement Windmill/ Diley Construction Fund

The fund balance of the Tax Increment Financing Agreement Windmill/ Diley Construction Fund at December 31, 2011 is (\$1,449,862), a reduction of the deficit of \$370,753 from the prior year. The decrease in the deficit is primarily due to an increase in payment in lieu of taxes and a decrease in notes payable in the amounts of \$236,761 and \$100,000, respectively.

Proprietary Funds

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

The City's major proprietary funds are the Water Fund, the Sewer Fund, and the Stormwater Fund. The Water Fund's net assets increased \$509,329, the Sewer Fund's net assets increased \$754,004, and the Stormwater Fund's net assets decreased \$21,712. The increases can be primarily attributed to an increase in water and sewer rates. During 2011, water rates increased 13 percent from \$3.47 per 1,000 gallons to \$3.92 per 1,000 gallons and sewer rates increased 19 percent from \$25.81 under 3,000 gallons to \$30.71 under 3,000 gallons.

Budgetary Highlights

General Fund

The City made numerous revisions to the original appropriations approved by City Council. Overall, these changes resulted in an increase in appropriations from the original budget in the amount of \$1,213,806. The majority of this increase was due to an increase in transfers out in the amount of \$245,000 and an increase in advances out in the amount of \$817,200. The increase in transfers out was due to State Infrastructure Bank Loan principal and interest payments. The increase in advances out was due to the timing of Ohio Water Development Authority loan proceeds.

Actual expenditures were less than the final budgeted expenditures by \$772,585; general government actual expenditures were \$341,040 less than budgeted and community environment actual expenditures were \$425,117 less than budgeted. These differences are due to the following factors: a decrease in building inspection services and engineering deposit refunds in the amounts of \$340,820 and \$150,000, respectively; a decrease in income tax refunds in the amount of \$12,552; a decrease in financial advisory services and bank service charges in the amount of \$7,415; a decrease in utility and maintenance expenses in the amount of \$19,764 due to conservative budgeting; and a decrease in legal services and annexations in the amounts of \$24,901 and \$26,558, respectively due to conservative budgeting.

The City's actual revenues were greater than the final budgeted revenues by \$506,246. This increase is primarily due to the following factors: an increase in income tax revenues in the amount of \$262,578 due to delinquent collections; an increase in licenses and permits in the amount of \$134,698 due to an increase in commercial and residential building permits; and an increase in cable franchise fees, which resulted in an increase of \$75,719 in other revenue compared to the budgeted amount of \$193,900.

At December 31, 2011, the fund balance on a budgetary basis is \$1,862,013 better than initially projected in the original budget.

City of Pickerington, Ohio
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Capital Assets and Debt Administration

Capital Assets

As of December 31, 2011, the City had \$117,370,949 invested in capital assets, net of accumulated depreciation. Table 4 shows 2011 balances compared to 2010.

Table 4
Capital Assets at December 31, 2011 with comparative as of December 31, 2010
(Net of Depreciation)

	<u>Government Activities</u>		<u>Business-Type Activities</u>		<u>Totals</u>	
	2011	2010	2011	2010	2011	2010
Land	\$6,308,936	\$6,308,936	\$1,873,817	\$1,873,817	\$8,182,753	\$8,182,753
Construction in Progress	97,431	90,159	1,811,423	14,463,260	1,908,854	14,553,419
Land Improvements	713,115	775,759	179,041	172,829	892,156	948,588
Buildings	3,560,173	3,645,458	22,449,062	9,018,160	26,009,235	12,663,618
Equipment	401,110	446,017	1,295,135	1,564,480	1,696,245	2,010,497
Infrastructure	45,558,733	45,863,699	32,786,498	32,191,573	78,345,231	78,055,272
Vehicles	218,293	250,840	118,182	121,417	336,475	372,257
Totals	\$56,857,791	\$57,380,868	\$60,513,158	\$59,405,536	\$117,370,949	\$116,786,404

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

The total increase in the City's capital assets, net of accumulated depreciation, for the current year was \$584,545. During 2011, the City obtained and capitalized \$1,544,797 in Ohio Water Development Authority loans reverse osmosis project.

City of Pickerington, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2011
Unaudited

Debt

As of December 31, 2011 and December 31, 2010, the City had total long-term debt of \$29,881,148 and \$31,420,073, respectively, as follows:

Table 5
Outstanding Debt
As of December 31, 2011, with comparative for December 31, 2010

	Governmental Activities		Business-Type Activities		Totals	
	2011	2010	2011	2010	2011	2010
General Obligation Bonds	\$1,187,077	\$1,252,974	\$2,818,764	\$3,160,584	\$4,005,841	\$4,413,558
Bond Anticipation Notes	2,025,000	2,295,000	2,780,000	3,989,000	4,805,000	6,284,000
Long-Term Loans	5,480,929	5,997,677	0	0	5,480,929	5,997,677
OWDA Loans	0	0	12,565,368	11,530,965	12,565,368	11,530,965
Capital Leases	2,998,858	3,162,195	25,152	31,678	3,024,010	3,193,873
Totals	\$11,691,864	\$12,707,846	\$18,189,284	\$18,712,227	\$29,881,148	\$31,420,073

During 2011, the City issued long-term bond anticipation notes in the amount of \$4,805,000 and repaid \$6,284,000 in long-term bond anticipation, incurred \$58,068 in long-term loans, \$38,000 in capital leases, and \$1,544,797 in OWDA loans, and repaid \$574,816 in long-term loans, \$510,394 in OWDA loans, and \$395,000 in general obligation bonds.

The City's overall legal debt margin was \$32,856,057 at December 31, 2011. For additional information on debt, see Note 17 to the basic financial statements.

Current Finance Related Activities

- The City's income tax rate of 1 percent with a ½ percent credit for tax paid to other municipalities has not increased since its inception in 1976, but revenues have continued to increase each year even in times of economic downturn. This is due to mandatory filing and a diligent delinquency collection program which has resulted in strict compliance.
- The City employs its own certified Building Department personnel rather than having the State of Ohio conduct commercial inspections. The City's Construction Division, established under the Building Department, inspects infrastructure from new developments and the City collects charges from developers for these inspections.
- A contractor registration program was instituted in 1996 that requires all general contractors and individual trades performing work in the City to register with the City. This requirement serves as a control for income tax revenues.
- A hotel/motel tax of 3 percent was instituted in 1995.
- Monies are collected from developers for turn-lanes, traffic lights, sewer fair share, detention pond maintenance, and tree planting in subdivisions.

City of Pickerington, Ohio
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- Right-of-way fees were instituted in 2002 as a charge for the utility companies who use the City right-of-way for their service lines.
- Capacity fee charges for water, sewer, and stormwater increase an automatic 3 percent each year.
- Impact fees were instituted in 2005 on new residential and commercial construction in the City.

Requests for Information

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

Basic Financial Statements

City of Pickerington, Ohio
Statement of Net Assets
December 31, 2011

	Governmental Activities	Business - Type Activities	Total
Assets			
Equity in Pooled Cash and Cash Equivalents	\$6,628,113	\$5,993,788	\$12,621,901
Permissive Motor Vehicle Registration Fees Receivable	16,275	0	16,275
Hotel and Motel Taxes Receivable	5,816	0	5,816
Income Taxes Receivable	676,955	0	676,955
Accounts Receivable	73,783	593,580	667,363
Materials and Supplies Inventory	95,491	135,612	231,103
Prepaid Items	59,333	58,166	117,499
Intergovernmental Receivable	687,584	0	687,584
Accrued Interest Receivable	9,786	1,591	11,377
Property Taxes Receivable	2,388,357	0	2,388,357
Payments in Lieu of Taxes Receivable	922,671	0	922,671
Deferred Charges	16,903	69,216	86,119
Non-Depreciable Capital Assets	6,406,367	3,685,240	10,091,607
Depreciable Capital Assets, Net	<u>50,451,424</u>	<u>56,827,918</u>	<u>107,279,342</u>
<i>Total Assets</i>	<u>68,438,858</u>	<u>67,365,111</u>	<u>135,803,969</u>
Liabilities			
Accrued Wages and Benefits	70,770	23,164	93,934
Intergovernmental Payable	97,798	17,482	115,280
Accounts Payable	262,980	52,708	315,688
Contracts Payable	0	50,946	50,946
Accrued Interest Payable	84,018	288,618	372,636
Deferred Revenue	2,230,000	0	2,230,000
Notes Payable	2,359,750	1,209,000	3,568,750
Customer Deposits Payable	0	32,144	32,144
Long-Term Liabilities:			
Due Within One Year	1,243,859	983,904	2,227,763
Due In More Than One Year	<u>11,280,464</u>	<u>17,410,736</u>	<u>28,691,200</u>
<i>Total Liabilities</i>	<u>17,629,639</u>	<u>20,068,702</u>	<u>37,698,341</u>
Net Assets			
Invested in Capital Assets, Net of Related Debt	42,835,157	41,184,090	84,019,247
Restricted for:			
Capital Projects	2,284,725	0	2,284,725
Security of Persons and Property	218,989	0	218,989
Transportation Services	652,107	0	652,107
Other Purposes	710,710	0	710,710
Perpetual Care:			
Expendable	2,804	0	2,804
Non-Expendable	1,545	0	1,545
Unrestricted	<u>4,103,182</u>	<u>6,112,319</u>	<u>10,215,501</u>
<i>Total Net Assets</i>	<u>\$50,809,219</u>	<u>\$47,296,409</u>	<u>\$98,105,628</u>

See accompanying notes to the basic financial statements

City of Pickerington, Ohio
Statement of Activities
For the Year Ended December 31, 2011

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government	\$2,345,620	\$11,684	\$12,743	\$0
Security of Persons and Property	4,218,379	358,371	185,062	0
Transportation	3,480,642	198,064	672,226	2,203,576
Leisure Time Activities	588,605	125,161	27,420	0
Public Health Services	99,439	0	0	0
Community Environment	547,932	677,077	0	30,800
Interest and Fiscal Charges	378,619	0	0	0
<i>Total Governmental Activities</i>	<u>11,659,236</u>	<u>1,370,357</u>	<u>897,451</u>	<u>2,234,376</u>
Business-Type Activities:				
Water	1,980,410	2,193,255	0	271,787
Sewer	2,853,379	3,456,645	0	143,271
Stormwater	643,564	561,066	0	59,242
Aquatic Recreation Center	196,381	184,833	0	0
<i>Total Business-Type Activities</i>	<u>5,673,734</u>	<u>6,395,799</u>	<u>0</u>	<u>474,300</u>
<i>Total</i>	<u>\$17,332,970</u>	<u>\$7,766,156</u>	<u>\$897,451</u>	<u>\$2,708,676</u>

General Revenues

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

Change in Net Assets

Net Assets Beginning of Year

Net Assets End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and
Change in Net Assets

Governmental Activities	Business - Type Activities	Total
(\$2,321,193)	\$0	(\$2,321,193)
(3,674,946)	0	(3,674,946)
(406,776)	0	(406,776)
(436,024)	0	(436,024)
(99,439)	0	(99,439)
159,945	0	159,945
(378,619)	0	(378,619)
(7,157,052)	0	(7,157,052)
0	484,632	484,632
0	746,537	746,537
0	(23,256)	(23,256)
0	(11,548)	(11,548)
0	1,196,365	1,196,365
(7,157,052)	1,196,365	(5,960,687)
966,394	0	966,394
1,484,938	0	1,484,938
5,117,727	0	5,117,727
256,095	0	256,095
498,744	0	498,744
59,449	28,740	88,189
722,735	0	722,735
367,399	0	367,399
8,200	0	8,200
96,332	5,575	101,907
9,578,013	34,315	9,612,328
2,420,961	1,230,680	3,651,641
48,388,258	46,065,729	94,453,987
\$50,809,219	\$47,296,409	\$98,105,628

City of Pickerington, Ohio

Balance Sheet

Governmental Funds

December 31, 2011

	<u>General</u>	<u>Police</u>	<u>Debt Service</u>	<u>Tax Increment Financing Agreement Windmillier/ Diley Construction</u>
Assets				
Equity in Pooled Cash and Cash Equivalents	\$3,536,083	\$545,121	\$44,039	\$240,771
Receivables:				
Permissive Motor Vehicle Registration Fees	0	0	0	0
Property Taxes	888,592	1,499,765	0	0
Income Taxes	676,955	0	0	0
Hotel and Motel Taxes	5,816	0	0	0
Payments in Lieu of Taxes	0	0	0	429,832
Accounts	72,790	0	0	0
Accrued Interest	9,786	0	0	0
Intergovernmental	254,422	103,293	0	0
Materials and Supplies Inventory	4,932	14,273	0	0
Prepaid Items	17,513	24,227	0	0
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	428,584	0	0	0
<i>Total Assets</i>	<u>\$5,895,473</u>	<u>\$2,186,679</u>	<u>\$44,039</u>	<u>\$670,603</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$126,414	\$18,043	\$0	\$0
Accrued Wages and Benefits	18,101	45,763	0	0
Intergovernmental Payable	32,332	55,702	0	0
Accrued Interest Payable	0	0	0	15,633
Notes Payable	0	0	0	1,675,000
Deferred Revenue	1,348,348	1,586,872	0	429,832
<i>Total Liabilities</i>	<u>1,525,195</u>	<u>1,706,380</u>	<u>0</u>	<u>2,120,465</u>
Fund Balances				
Nonspendable	451,029	38,500	0	0
Restricted	0	441,799	44,039	0
Committed	0	0	0	0
Assigned	975,595	0	0	0
Unassigned (Deficits)	2,943,654	0	0	(1,449,862)
<i>Total Fund Balances (Deficit)</i>	<u>4,370,278</u>	<u>480,299</u>	<u>44,039</u>	<u>(1,449,862)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$5,895,473</u>	<u>\$2,186,679</u>	<u>\$44,039</u>	<u>\$670,603</u>

See accompanying notes to the basic financial statements

Other Governmental Funds	Total Governmental Funds
\$1,831,970	\$6,197,984
16,275	16,275
0	2,388,357
0	676,955
0	5,816
492,839	922,671
993	73,783
0	9,786
329,869	687,584
76,286	95,491
17,593	59,333
<u>1,545</u>	<u>430,129</u>
<u>\$2,767,370</u>	<u>\$11,564,164</u>

\$118,523	\$262,980
6,906	70,770
9,764	97,798
6,983	22,616
684,750	2,359,750
<u>712,582</u>	<u>4,077,634</u>
<u>1,539,508</u>	<u>6,891,548</u>

95,424	584,953
1,083,337	1,569,175
732,768	732,768
0	975,595
<u>(683,667)</u>	<u>810,125</u>
<u>1,227,862</u>	<u>4,672,616</u>
<u>\$2,767,370</u>	<u>\$11,564,164</u>

City of Pickerington, Ohio
 Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 December 31, 2011

Total Governmental Fund Balances		\$4,672,616
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>		
Capital Assets used in governmental activities are not financial resources and therefore are not reported in the funds.		56,857,791
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:		
Interest	8,048	
Intergovernmental	508,922	
Income Taxes	235,894	
Property and Other Local Taxes	158,357	
Payment in Lieu of Taxes	922,671	
Reimbursements	13,742	
Total	1,847,634	1,847,634
Unamortized issuance costs are reported as deferred charges on the Statement of Net Assets but as an expenditure on the fund financial statements which do not provide current financial resources and, therefore, are not reported in the funds.		16,903
Long-term liabilities and accrued interest are not due and payable in the current period and therefore are not reported in the funds:		
General Obligation Bonds	(1,187,077)	
Long-Term Notes Payable	(2,025,000)	
Long-Term Loan Payable	(5,480,929)	
Compensated Absences	(669,959)	
Capital Leases	(2,998,858)	
Settlements Payable	(162,500)	
Accrued Interest Payable	(61,402)	
Total	(12,585,725)	(12,585,725)
Net Assets of Governmental Activities		\$50,809,219

See accompanying notes to the basic financial statements

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

	General	Police	Debt Service	Tax Increment Financing Agreement Windmillier/ Diley Construction
Revenues				
Property Taxes	\$901,621	\$1,540,108	\$0	\$0
Hotel and Motel Taxes	101,141	0	0	0
Permissive Motor Vehicle Registration Fees	0	0	0	0
Municipal Income Taxes	5,040,931	0	0	0
Charges for Services	269,529	178,189	0	0
Licenses and Permits	407,548	0	0	0
Impact Fees	0	0	0	0
Fines and Forfeitures	179,368	0	0	0
Intergovernmental	474,714	197,480	0	0
Interest	44,539	0	14,550	0
Payments in Lieu of Taxes	0	0	0	441,775
Contributions and Donations	12,743	250	0	0
Other	315,967	5,156	0	0
<i>Total Revenues</i>	7,748,101	1,921,183	14,550	441,775
Expenditures				
Current:				
General Government	2,466,021	0	0	0
Security of Persons and Property	95,147	3,969,610	0	0
Transportation	0	0	0	0
Leisure Time Activities	29,966	0	0	0
Public Health Services	99,073	0	0	0
Community Environment	505,464	0	0	0
Capital Outlay	32,724	0	0	19,044
Debt Service:				
Current Refunding Principal Retirement	0	0	270,000	0
Principal Retirement	7,512	2,549	825,816	0
Interest and Fiscal Charges	3,522	224	276,321	51,978
<i>Total Expenditures</i>	3,239,429	3,972,383	1,372,137	71,022
<i>Excess of Revenues Over (Under) Expenditures</i>	4,508,672	(2,051,200)	(1,357,587)	370,753
Other Financing Sources (Uses):				
Proceeds from the Sale of Capital Assets	0	0	0	0
Inception of a Capital Lease	32,724	0	0	0
Notes Issued	0	0	2,025,000	0
Loans Issued	0	0	0	0
Current Refunding Bond Anticipation Notes	0	0	(2,025,000)	0
Transfers In	0	2,100,000	1,383,504	0
Transfers Out	(3,797,110)	0	0	0
<i>Total Other Financing Sources (Uses)</i>	(3,764,386)	2,100,000	1,383,504	0
<i>Net Change in Fund Balances</i>	744,286	48,800	25,917	370,753
Fund Balances (Deficit) at Beginning of Year	3,625,992	431,499	18,122	(1,820,615)
<i>Fund Balances (Deficit) End of Year</i>	\$4,370,278	\$480,299	\$44,039	(\$1,449,862)

See accompanying notes to the basic financial statements

Other Governmental Funds	Total Governmental Funds
\$0	\$2,441,729
0	101,141
198,064	198,064
0	5,040,931
97,808	545,526
27,353	434,901
367,399	367,399
12,498	191,866
1,026,952	1,699,146
1,404	60,493
447,606	889,381
27,420	40,413
17,562	338,685
<u>2,224,066</u>	<u>12,349,675</u>
7,371	2,473,392
22,866	4,087,623
706,954	706,954
519,201	549,167
0	99,073
0	505,464
536,684	588,452
0	270,000
0	835,877
51,450	383,495
<u>1,844,526</u>	<u>10,499,497</u>
<u>379,540</u>	<u>1,850,178</u>
8,200	8,200
0	32,724
0	2,025,000
58,068	58,068
0	(2,025,000)
623,356	4,106,860
<u>(309,750)</u>	<u>(4,106,860)</u>
<u>379,874</u>	<u>98,992</u>
759,414	1,949,170
<u>468,448</u>	<u>2,723,446</u>
<u>\$1,227,862</u>	<u>\$4,672,616</u>

City of Pickerington, Ohio
 Reconciliation of the Statement of Revenues, Expenditures, and Changes
 in Fund Balances of Governmental Funds to the Statement of Activities
 For the Year Ended December 31, 2011

Net Change in Fund Balances - Total Governmental Funds \$1,949,170

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 capital outlays exceeded depreciation in the current period.

Capital Asset Additions	2,056,426	
Depreciation Expense	<u>(2,579,503)</u>	(523,077)

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

Property Taxes	(91,538)	
Income Taxes	76,796	
Payment in Lieu of Taxes	(166,646)	
Intergovernmental	(9,988)	
Other	13,742	
Interest	<u>(1,044)</u>	(178,678)

Repayment of principal and refundings are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

General Obligation Bonds	65,000	
Long-Term Bond Anticipation Notes	2,295,000	
Long-Term Loans	574,816	
Capital Leases	<u>196,061</u>	3,130,877

Interest is reported as an expenditure when due in the governmental funds, but is accrued on outstanding debt on the statement of activities. Premiums are reported as revenues when the debt is first issued; however, these amounts are deferred and amortized on the statement of activities:

Accrued Interest Payable	5,235	
Amortization of Issuance Costs	(1,256)	
Amortization on Premium of General Obligation Bonds	<u>897</u>	4,876

Long-term debt proceeds are other financing sources in the governmental funds, but the issuance increases the long-term liabilities on the statement of activities.

Long-Term Bond Anticipation Notes	(2,025,000)	
Long-Term Loan	<u>(58,068)</u>	(2,083,068)

(continued)

City of Pickerington, Ohio
 Reconciliation of the Statement of Revenues, Expenditures, and Changes
 in Fund Balances of Governmental Funds to the Statement of Activities (Continued)
 For the Year Ended December 31, 2011

Some capital assets were financed through capital leases. In governmental funds, a capital lease arrangement is considered a source of financing, but in the statement of net assets the lease obligation is reported as a liability. (\$32,724)

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

Compensated Absences Payable	5,745	
Settlements Payable	<u>150,000</u>	155,745

The internal service fund used by management to charge the costs of vehicle fuel to individual funds is not reported in the entity-wide statement of activities. Governmental expenditures and related internal service fund revenues are eliminated. The change for governmental funds is reported for the year. (2,160)

Change in Net Assets of Governmental Activities \$2,420,961

See accompanying notes to the basic financial statements

City of Pickerington, Ohio
Statement of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
Revenues				
Property and Other Taxes	\$930,000	\$922,000	\$1,003,013	\$81,013
Municipal Income Taxes	4,626,293	4,751,700	5,014,278	262,578
Charges for Services	147,842	331,000	269,170	(61,830)
Licenses and Permits	241,917	272,925	407,623	134,698
Fines and Forfeitures	138,252	142,000	177,450	35,450
Intergovernmental	484,828	514,071	485,540	(28,531)
Interest	68,172	70,005	50,736	(19,269)
Rent	0	500	0	(500)
Contributions and Donations	14,604	15,000	12,743	(2,257)
Other	279,658	223,638	328,532	104,894
<i>Total Revenues</i>	<u>6,931,566</u>	<u>7,242,839</u>	<u>7,749,085</u>	<u>506,246</u>
Expenditures				
Current:				
General Government	2,789,375	2,875,458	2,534,418	341,040
Security of Persons and Property	88,700	91,700	91,483	217
Leisure Time Activities	32,500	33,500	29,966	3,534
Public Health Services	101,750	101,750	99,073	2,677
Community Environment	869,515	931,038	505,921	425,117
<i>Total Expenditures</i>	<u>3,881,840</u>	<u>4,033,446</u>	<u>3,260,861</u>	<u>772,585</u>
<i>Excess of Revenues Over Expenditures</i>	<u>3,049,726</u>	<u>3,209,393</u>	<u>4,488,224</u>	<u>1,278,831</u>
Other Financing Source (Uses)				
Advances In	0	60,000	782,880	722,880
Advances Out	0	(817,200)	(722,880)	94,320
Transfers Out	(4,160,625)	(4,405,625)	(3,797,110)	608,515
<i>Total Other Financing Source (Uses)</i>	<u>(4,160,625)</u>	<u>(5,162,825)</u>	<u>(3,737,110)</u>	<u>1,425,715</u>
<i>Net Change in Fund Balance</i>	(1,110,899)	(1,953,432)	751,114	2,704,546
Fund Balance at Beginning of Year	3,106,351	3,106,351	3,106,351	0
Prior Year Encumbrances Appropriated	34,737	34,737	34,737	0
<i>Fund Balance at End of Year</i>	<u>\$2,030,189</u>	<u>\$1,187,656</u>	<u>\$3,892,202</u>	<u>\$2,704,546</u>

See accompanying notes to the basic financial statements

City of Pickerington, Ohio
Statement of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Fund
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Property Taxes	\$1,380,000	\$1,344,600	\$1,540,108	\$195,508
Charges for Services	153,750	193,246	194,232	986
Intergovernmental	185,317	153,750	178,353	24,603
Contributions and Donations	500	500	250	(250)
Other	<u>63,375</u>	<u>63,375</u>	<u>2,052</u>	<u>(61,323)</u>
<i>Total Revenues</i>	<u>1,782,942</u>	<u>1,755,471</u>	<u>1,914,995</u>	<u>159,524</u>
Expenditures				
Current:				
Security of Persons and Property	<u>4,183,469</u>	<u>4,273,799</u>	<u>4,003,648</u>	<u>270,151</u>
<i>Excess of Revenues Under Expenditures</i>	(2,400,527)	(2,518,328)	(2,088,653)	429,675
Other Financing Source				
Transfers In	<u>2,400,000</u>	<u>2,400,000</u>	<u>2,100,000</u>	<u>(300,000)</u>
<i>Net Change in Fund Balance</i>	(527)	(118,328)	11,347	129,675
Fund Balance at Beginning of Year	437,159	437,159	437,159	0
Prior Year Encumbrances Appropriated	<u>54,330</u>	<u>54,330</u>	<u>54,330</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$490,962</u>	<u>\$373,161</u>	<u>\$502,836</u>	<u>\$129,675</u>

See accompanying notes to the basic financial statements

City of Pickerington, Ohio
Statement of Fund Net Assets
Enterprise Funds
December 31, 2011

	<u>Business - Type Activities - Enterprise Funds</u>		
	<u>Water</u>	<u>Sewer</u>	<u>Stormwater</u>
Assets:			
Current Assets:			
Equity in Pooled Cash and Cash Equivalents	\$2,526,619	\$2,931,483	\$432,439
Accounts Receivable	223,429	309,870	60,281
Accrued Interest Receivable	851	670	70
Materials and Supplies Inventory	84,749	50,863	0
Prepaid Items	20,135	35,983	0
<i>Total Current Assets</i>	<u>2,855,783</u>	<u>3,328,869</u>	<u>492,790</u>
Noncurrent Assets:			
Deferred Charges	7,852	61,364	0
Restricted Assets:			
Equity in Pooled Cash and Cash Equivalents	16,072	16,072	0
Non-Depreciable Capital Assets	2,585,847	515,440	8,603
Depreciable Capital Assets, net	19,271,987	28,003,122	9,204,384
<i>Total Noncurrent Assets</i>	<u>21,881,758</u>	<u>28,595,998</u>	<u>9,212,987</u>
<i>Total Assets</i>	<u>\$24,737,541</u>	<u>\$31,924,867</u>	<u>\$9,705,777</u>
Liabilities:			
Current Liabilities:			
Accrued Wages and Benefits	\$10,127	\$9,799	\$3,238
Intergovernmental Payable	7,213	7,127	2,244
Accounts Payable	25,508	26,403	273
Contracts Payable	50,946	0	0
Accrued Interest Payable	64,821	221,618	2,179
Notes Payable	670,000	350,000	189,000
Current Portion of:			
Compensated Absences Payable	36,901	31,956	8,446
General Obligation Bonds Payable	110,000	320,000	0
Capital Leases Payable	6,449	6,450	0
OWDA Loans Payable	65,944	397,758	0
<i>Total Current Liabilities</i>	<u>1,047,909</u>	<u>1,371,111</u>	<u>205,380</u>
Long-Term Liabilities (Net of Current Portion):			
Customer Deposits Payable from Restricted Assets	16,072	16,072	0
Compensated Absences Payable	69,708	46,285	12,060
Notes Payable	2,430,000	350,000	0
General Obligation Bonds Payable	205,707	2,183,057	0
Capital Leases Payable	6,126	6,127	0
OWDA Loans Payable	1,427,811	10,673,855	0
<i>Total Long-Term Liabilities</i>	<u>4,155,424</u>	<u>13,275,396</u>	<u>12,060</u>
<i>Total Liabilities</i>	<u>5,203,333</u>	<u>14,646,507</u>	<u>217,440</u>
Net Assets:			
Invested in Capital Assets, Net of Related Debt	16,943,649	14,292,679	9,023,987
Unrestricted	2,590,559	2,985,681	464,350
<i>Total Net Assets</i>	<u>\$19,534,208</u>	<u>\$17,278,360</u>	<u>\$9,488,337</u>

See accompanying notes to the basic financial statements

Nonmajor Aquatic Recreation Center	Totals
\$71,103	\$5,961,644
0	593,580
0	1,591
0	135,612
2,048	58,166
<u>73,151</u>	<u>6,750,593</u>
0	69,216
0	32,144
575,350	3,685,240
<u>348,425</u>	<u>56,827,918</u>
<u>923,775</u>	<u>60,614,518</u>
<u>\$996,926</u>	<u>\$67,365,111</u>
\$0	\$23,164
898	17,482
524	52,708
0	50,946
0	288,618
0	1,209,000
0	77,303
0	430,000
0	12,899
0	463,702
<u>1,422</u>	<u>2,625,822</u>
0	32,144
0	128,053
0	2,780,000
0	2,388,764
0	12,253
0	12,101,666
<u>0</u>	<u>17,442,880</u>
<u>1,422</u>	<u>20,068,702</u>
923,775	41,184,090
<u>71,729</u>	<u>6,112,319</u>
<u>\$995,504</u>	<u>\$47,296,409</u>

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

	Business - Type Activities - Enterprise Funds			
	Water	Sewer	Stormwater	Nonmajor Aquatic Recreation Center
Operating Revenues				
Charges for Services	\$2,193,255	\$3,456,645	\$561,066	\$184,833
<i>Total Operating Revenues</i>	<u>2,193,255</u>	<u>3,456,645</u>	<u>561,066</u>	<u>184,833</u>
Operating Expenses				
Personal Services	727,454	728,557	290,775	77,041
Contractual Services	366,896	1,008,270	179,502	59,164
Materials and Supplies	265,338	0	16,902	45,542
Depreciation	499,219	461,049	153,816	14,634
<i>Total Operating Expenses</i>	<u>1,858,907</u>	<u>2,197,876</u>	<u>640,995</u>	<u>196,381</u>
<i>Operating Income (Loss)</i>	<u>334,348</u>	<u>1,258,769</u>	<u>(79,929)</u>	<u>(11,548)</u>
Non-Operating Revenues (Expenses)				
Interest	20,802	6,394	1,544	0
Interest and Fiscal Charges	(94,049)	(530,619)	(2,569)	0
Loss on Disposal of Capital Assets	(27,454)	(124,884)	0	0
Other Non-Operating Revenues	3,895	1,073	0	607
<i>Total Non-Operating Revenues (Expenses)</i>	<u>(96,806)</u>	<u>(648,036)</u>	<u>(1,025)</u>	<u>607</u>
<i>Operating Income (Loss) Before Contributions</i>	237,542	610,733	(80,954)	(10,941)
Capital Contributions from Customers	271,787	143,271	59,242	0
<i>Change in Net Assets</i>	509,329	754,004	(21,712)	(10,941)
Net Assets Beginning of Year	<u>19,024,879</u>	<u>16,524,356</u>	<u>9,510,049</u>	<u>1,006,445</u>
<i>Net Assets End of Year</i>	<u><u>\$19,534,208</u></u>	<u><u>\$17,278,360</u></u>	<u><u>\$9,488,337</u></u>	<u><u>\$995,504</u></u>

See accompanying notes to the basic financial statements

<u>Total</u>	<u>Governmental Activities- Internal Service Fund</u>
<u>\$6,395,799</u>	<u>\$154,045</u>
<u>6,395,799</u>	<u>154,045</u>
1,823,827	0
1,613,832	0
327,782	156,205
<u>1,128,718</u>	<u>0</u>
<u>4,894,159</u>	<u>156,205</u>
<u>1,501,640</u>	<u>(2,160)</u>
28,740	0
(627,237)	0
(152,338)	0
<u>5,575</u>	<u>0</u>
<u>(745,260)</u>	<u>0</u>
756,380	(2,160)
<u>474,300</u>	<u>0</u>
1,230,680	(2,160)
<u>46,065,729</u>	<u>2,160</u>
<u><u>\$47,296,409</u></u>	<u><u>\$0</u></u>

City of Pickerington, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2011

Business - Type Activities - Enterprise Funds

	Water	Sewer	Stormwater
Increase (Decrease) in Cash and Cash Equivalents			
Cash Flows from Operating Activities			
Cash Received from Customers	\$2,174,947	\$3,463,565	\$546,045
Cash Received from Transactions with Other Funds	0	0	0
Cash Payments for Employee Services and Benefits	(720,436)	(710,736)	(292,529)
Cash Payments for Goods and Services	(705,317)	(1,086,203)	(197,614)
Utility Deposits Received	7,050	7,050	0
Utility Deposits Returned	(2,438)	(2,438)	0
Other Non-Operating Revenues	2,433	1,073	0
<i>Net Cash Provided by (Used for) Operating Activities</i>	756,239	1,672,311	55,902
Cash Flows from Investing Activities			
Interest on Investments	23,004	6,654	1,477
<i>Net Cash Provided by Investing Activities</i>	23,004	6,654	1,477
Cash Flows from Capital and Related Financing Activities			
Acquisition of Capital Assets	(2,205,477)	(517,382)	(40,158)
Proceeds of Refunding Bonds Issued	0	1,955,000	0
Proceeds from the Sale of Notes	3,100,000	700,000	189,000
Proceeds of OWDA Loans	1,493,755	51,042	0
Tap-In Fees	280,879	143,271	59,242
Payment for Current Refunding Bonds	0	(1,920,000)	0
Premium on Debt Issued	0	21,764	0
Bond Issuance Costs	0	(50,331)	0
Principal Paid on General Obligation Refunding Bonds	(110,000)	(170,000)	0
Principal Paid on General Obligation Bonds	0	(115,000)	0
Principal Paid on Notes	(3,700,000)	(1,593,000)	(389,000)
Principal Paid on OWDA Loans	0	(510,394)	0
Principal Paid on Capital Leases	(5,901)	(5,901)	0
Interest Paid on General Obligation Refunding Bonds	(16,045)	(32,632)	0
Interest Paid on General Obligation Bonds	0	(72,579)	0
Interest Paid on Notes	(46,250)	(19,913)	(4,861)
Interest Paid on OWDA Loans	0	(433,953)	0
Interest Paid on Capital Leases	(1,153)	(1,153)	0
<i>Net Cash Used for Capital and Related Financing Activities</i>	(1,210,192)	(2,571,161)	(185,777)
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	(430,949)	(892,196)	(128,398)
Cash and Cash Equivalents Beginning of Year	2,973,640	3,839,751	560,837
<i>Cash and Cash Equivalents End of Year</i>	\$2,542,691	\$2,947,555	\$432,439

Nonmajor Aquatic Recreation Center	Total	Governmental Activities- Internal Service Fund
\$184,833	\$6,369,390	\$0
0	0	156,205
(76,961)	(1,800,662)	0
(106,871)	(2,096,005)	(165,945)
0	14,100	0
0	(4,876)	0
607	4,113	0
1,608	2,486,060	(9,740)
0	31,135	0
0	31,135	0
0	(2,763,017)	0
0	1,955,000	0
0	3,989,000	0
0	1,544,797	0
0	483,392	0
0	(1,920,000)	0
0	21,764	0
0	(50,331)	0
0	(280,000)	0
0	(115,000)	0
0	(5,682,000)	0
0	(510,394)	0
0	(11,802)	0
0	(48,677)	0
0	(72,579)	0
0	(71,024)	0
0	(433,953)	0
0	(2,306)	0
0	(3,967,130)	0
1,608	(1,449,935)	(9,740)
69,495	7,443,723	9,740
\$71,103	\$5,993,788	\$0

(continued)

City of Pickerington, Ohio
Statement of Cash Flows
Proprietary Funds (Continued)
For the Year Ended December 31, 2011

Business - Type Activities - Enterprise Funds

	Water	Sewer	Stormwater
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities			
Operating Income (Loss)	\$334,348	\$1,258,769	(\$79,929)
Adjustments:			
Other Non-Operating Revenues	2,433	1,073	0
Depreciation	499,219	461,049	153,816
(Increases) Decreases in Assets:			
Accounts Receivable	(18,308)	6,920	(15,021)
Intergovernmental Receivable	0	0	0
Decrease in Prepaid Items	(4,231)	(9,559)	0
Materials and Supplies Inventory	(69,186)	(48,939)	0
Increases (Decreases) in Liabilities:			
Accounts Payable	537	8,710	(12)
Accrued Wages and Benefits Payable	(195)	668	(295)
Contracts Payable	0	(22,111)	0
Compensated Absences Payable	6,337	15,747	(1,831)
Due to Other Funds	(77)	(989)	0
Customer Deposits Payable	4,612	4,612	0
Intergovernmental Payable	750	(3,639)	(826)
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>\$756,239</u>	<u>\$1,672,311</u>	<u>\$55,902</u>

Noncash Capital Financing Activities:

During 2011, capital contributions from customers decreased \$9,092 in the Water Enterprise Fund due to a decrease in receivables for unbilled tap-in fees.

During 2011, the water and sewer enterprise funds entered into capital leases in the amounts of \$2,638 and \$2,638 for a copier.

See accompanying notes to the basic financial statements

Nonmajor Aquatic Recreation Center	Total	Governmental Activities- Internal Service Fund
(\$11,548)	\$1,501,640	(\$2,160)
607	4,113	0
14,634	1,128,718	0
0	(26,409)	0
0	0	2,160
1,860	(11,930)	0
0	(118,125)	0
(4,023)	5,212	(9,740)
0	178	0
0	(22,111)	0
0	20,253	0
0	(1,066)	0
0	9,224	0
78	(3,637)	0
<u>\$1,608</u>	<u>\$2,486,060</u>	<u>(\$9,740)</u>

City of Pickerington, Ohio
Statement of Fiduciary Assets and Liabilities
Agency Fund
December 31, 2011

Assets	
Cash and Cash Equivalents in Segregated Accounts	<u>\$4,498</u>
<i>Total Assets</i>	<u><u>\$4,498</u></u>
Liabilities	
Undistributed Monies	<u>\$4,498</u>
<i>Total Liabilities</i>	<u><u>\$4,498</u></u>

See accompanying notes to the basic financial statements

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

NOTE 1 - REPORTING ENTITY

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

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

Reporting Entity

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

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

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

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

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

The City is associated with three jointly governed organizations and two insurance purchasing pools. These organizations are the Fairfield-Hocking Major Crimes Unit, the Fairfield County Regional Planning Commission, the Mid-Ohio Regional Planning Commission (MORPC), the Central Ohio Risk Management Association Inc. (CORMA), and the Ohio Municipal League Workers' Compensation Group Rating Program. These organizations are discussed in Notes 20 and 21 to the basic financial statements.

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Pickerington have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The City also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental and business-type activities and to its proprietary funds provided they do not conflict with or contradict GASB pronouncements. The City has elected not to apply FASB statements and interpretations issued after November 30, 1989, to its business-type activities and enterprise funds. The more significant of the City's accounting policies are described below.

A. Basis of Presentation

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

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activities of the internal service fund are eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities. The statement of net assets presents the financial condition of the governmental and business-type activities of the City. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the City's governmental activities and for the business-type activities of the City. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. The policy of the City is to not allocate indirect expenses to functions in the statement of activities. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the City.

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

B. Fund Accounting

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

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

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

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

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

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

Tax Increment Financing Agreement Windmill/ Diley Construction Fund – This fund is used to account for revenues and expenditures associated with the extension of Windmill Drive, the realignment of Diley Road, and intersection improvements.

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

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

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

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

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

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

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

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

Internal Service Fund – Internal Service funds are used to account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The internal service fund is used to account for fuel purchased for City vehicles.

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

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

C. Measurement Focus

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

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

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

D. Basis of Accounting

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

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

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

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

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

Deferred Revenue Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of December 31, 2011, but which were levied to finance year 2012 operations have been recorded as deferred revenue. Payment in lieu of taxes and grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

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

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

E. Budgetary Process

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

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

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

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

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

F. Cash and Cash Equivalents

Cash balances of the City's funds are maintained in a pool to improve cash management. Individual fund integrity is maintained through the City's records. Interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents."

During 2011, investments were limited to federal agency securities, nonnegotiable certificates of deposit, and the State Treasury Asset Reserve of Ohio (STAR Ohio).

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

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

Provisions of the Ohio Revised Code restrict investment procedures. During 2011, interest was distributed to the general fund, certain special revenue funds, capital projects funds, debt service funds, and enterprise funds according to City ordinances. Interest revenue credited to the general fund during 2011 amounted to \$44,539, which includes \$28,953 assigned from other City funds.

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

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

G. Receivables and Payables

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

H. Inventory of Supplies

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

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2011 are recorded as prepaid items using the consumption method recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

J. Restricted Assets

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

K. Capital Assets and Depreciation

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The City was able to estimate the historical cost for the initial reporting of infrastructure by backtrending (i.e., estimating current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). Donated capital assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of five thousand dollars. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Interest costs incurred during the construction of capital assets utilized by the enterprise fund are also capitalized.

All reported capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful life of the related capital assets. Useful lives for infrastructure were estimated based on the City's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Building	50 years	50 -60 years
Improvements to Land Other than Buildings	20 years	20 years
Equipment	5-15 years	5-20 years
Vehicles	4-8 years	8 years
Infrastructure	10-50 years	65 years

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

L. Compensated Absences

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

The entire compensated absences liability is reported on the government-wide financial statements. On governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account “Matured Compensated Absences Payable” in the fund from which the employees who have accumulated leave are paid. The non-current portion of the liability is not reported. For enterprise funds, the entire amount of compensated absences is reported as a fund liability.

M. Accrued Liabilities and Long-Term Obligations

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

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

N. Bond Premiums and Issuance Costs

Bond issuance costs and bond premiums are deferred and amortized over the term of the bonds. Bonds payable are reported net of the applicable bond premium. Bond issuance costs are recorded as deferred charges and amortized over the term of the related debt.

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

On the governmental fund financial statements, issuance costs and bonds premiums are reported in the current period. The face amount of the debt issue is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

As permitted by State statute, the City paid bond issuance costs from the bond proceeds and therefore does not consider that portion of the debt to be capital-related debt. That portion of the debt was offset against the unamortized bond issuance costs, which were included in the determination of unrestricted net assets. Reporting both within the same element of net assets prevents one classification from being overstated while another is understated by the same amount.

O. Fund Balance

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

Nonspendable - The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or are legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of interfund loans, if any.

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

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

Committed – The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (ordinance or resolution) of City Council. Those committed amounts cannot be used for any other purpose unless City Council removes or changes the specified use by taking the same type of action (ordinance or resolution) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, the committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by City Council, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

Assigned – Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by City Council or a City official delegated that authority by City Charter or ordinance, or by State Statute.

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

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

P. Net Assets

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

Net assets restricted for other purposes primarily include activities related to the City's parks, law enforcement, and street and state highway maintenance and repairs.

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

Q. Contributions of Capital

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

R. Internal Activity

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

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment should be reported as internal transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and non-operating revenues/expenses in proprietary funds.

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

S. Estimates

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

T. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for water, sewer and stormwater utility services. Operating expenses are necessary costs that have been incurred in order to provide the good or service that is the primary activity of the fund. Revenues and expenses not meeting the definition are reported as non-operating.

U. Extraordinary and Special Items

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

NOTE 3 – CHANGES IN ACCOUNTING PRINCIPLES

For 2011, the City has implemented Governmental Accounting Standards Board (GASB) Statement No. 54, “Fund Balance Reporting and Governmental Fund Type Definitions” and Governmental Accounting Standards Board (GASB) Statement No. 59, “Financial Instrument Omnibus”. GASB Statement No. 54 enhances the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. GASB Statement No. 59 improves existing standards regarding financial reporting and disclosure requirements of certain financial instruments and external investment pools. The implementation of these statements did not result in any change to the City’s financial statements.

NOTE 4 – ACCOUNTABILITY

The following funds had deficit fund balances as of December 31, 2011.

Major/Nonmajor Funds	Deficit Fund Balances
<u>Major Funds:</u>	
Tax Increment Financing Agreement Windmill/Diley Construction	\$1,449,862
<u>Nonmajor Funds:</u>	
Street Construction	156,622
Police Impact Fee	27,981
Tax Increment Financing Agreement Old Town Construction	374,463
Tax Increment Financing Agreement Equity Construction	59,785
Municipal Building	64,816

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

These deficits are the result of the recognition of payables in accordance with generally accepted accounting principles and the issuance of short-term debt to finance projects in these funds. The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

NOTE 5 – FUND BALANCES

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

Fund Balances	General	Police	Debt Service	TIF Windmill/ Diley Construction	Other Governmental Funds	Total
<u>Nonspendable:</u>						
Prepays	\$17,513	\$24,227	\$0	\$0	\$17,593	\$59,333
Materials and Supplies Inventory	4,932	14,273	0	0	76,286	95,491
Unclaimed Monies	428,584	0	0	0	0	428,584
Cemetery Care	0	0	0	0	1,545	1,545
<i>Total Nonspendable</i>	<u>451,029</u>	<u>38,500</u>	<u>0</u>	<u>0</u>	<u>95,424</u>	<u>584,953</u>
<u>Restricted for:</u>						
Street Improvements	0	0	0	0	971,245	971,245
Community Development	0	0	0	0	67,146	67,146
Security of Persons and Property	0	441,799	0	0	0	441,799
Law Enforcement	0	0	0	0	12,504	12,504
Drug and Alcohol Enforcement	0	0	0	0	7,173	7,173
Debt Service	0	0	44,039	0	0	44,039
Cemetery Care	0	0	0	0	2,804	2,804
Other Purposes	0	0	0	0	22,465	22,465
<i>Total Restricted</i>	<u>0</u>	<u>441,799</u>	<u>44,039</u>	<u>0</u>	<u>1,083,337</u>	<u>1,569,175</u>
<u>Committed to:</u>						
Street Improvements	0	0	0	0	376,455	376,455
Parks and Recreation	0	0	0	0	269,215	269,215
Urban Forestry	0	0	0	0	27,099	27,099
Municipal Improvements	0	0	0	0	59,999	59,999
<i>Total Committed</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>732,768</u>	<u>732,768</u>
<u>Assigned to:</u>						
Other Purposes	29,603	0	0	0	0	29,603
Subsequent Year's Appropriations	945,992	0	0	0	0	945,992
<i>Total Assigned</i>	<u>975,595</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>975,595</u>
<u>Unassigned:</u>						
	2,943,654	0	0	(1,449,862)	(683,667)	810,125
Total Fund Balances	<u><u>\$4,370,278</u></u>	<u><u>\$480,299</u></u>	<u><u>\$44,039</u></u>	<u><u>(\$1,449,862)</u></u>	<u><u>\$1,227,862</u></u>	<u><u>\$4,672,616</u></u>

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

NOTE 6 - BUDGETARY BASIS OF ACCOUNTING

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

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

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

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

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

Net Change in Fund Balances General and Police Special Revenue Fund		
	General	Police
GAAP Basis	\$744,286	\$48,800
Net Adjustment for Revenue Accruals	8,908	(6,188)
Net Adjustment for Expenditure Accruals	9,686	11,020
Beginning of Year:		
Unreported Cash	9,882	0
Fair Value Adjustment for Investments	519	0
End of Year:		
Unreported Cash	(13,474)	0
Fair Value Adjustment for Investments	(4,851)	0
Advances In	782,880	0
Advances Out	(722,880)	0
Encumbrances	(63,842)	(42,285)
Budget Basis	\$751,114	\$11,347

NOTE 7 - DEPOSITS AND INVESTMENTS

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

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

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

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

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

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;

City of Pickerington, Ohio
Notes to the Basic Financial Statements
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2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2 percent and be marked to market daily, and the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio or Ohio local governments;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations describe in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool (STAR Ohio); and,
8. Securities lending agreements in which the City lends securities and the eligible institution agrees to simultaneously exchange similar securities or cash, equal value for equal value;
9. Up to twenty-five percent of the City's average portfolio may be in either of the following:
 - a. commercial paper notes in entities incorporated under the laws of Ohio or any other State that have assets exceeding five hundred million dollars rated at the time of purchase, which are rated in the highest qualification established by two nationally recognized standard rating services, which do not exceed ten percent of the value of the outstanding commercial paper of the issuing corporation and which mature within 270 days after purchase;
 - b. bankers acceptances eligible for purchase by the federal reserve system and which mature within 180 days after purchase.
10. No-load money market mutual funds rated in the highest category at the time of purchase by at least one nationally recognized standard rating service consisting exclusively of obligations guaranteed by the United States, securities issued by a federal government agency or instrumentality, and/or highly rated commercial paper.
11. One percent of the City's average portfolio in debt interests rated at the time of purchase in the three highest categories by two nationally recognized standard rating services and issued by foreign nations diplomatically recognized by the United States government.

City of Pickerington, Ohio
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For the Year Ended December 31, 2011

Repurchase agreements, investments in derivatives, and investments in stripped principal or interest obligations that are not issued or guaranteed by the United States, are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. Other than corporate notes, commercial paper, and bankers' acceptances, an investment must mature within five years from the date of settlement unless matched to a specific obligation or debt of the City. Investments must be purchased with the expectation that they will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Cash on Hand

At year end, the City had \$14,334 in undeposited cash on hand which is included on the financial statements of the City as part of "Equity in Pooled Cash and Cash Equivalents".

Deposits: Custodial credit risk for deposits is the risk that in the event of bank failure, the City will not be able to recover deposits or collateral securities that are in the possession of an outside party. At year end, \$4,495,741 of the City's bank balance of \$9,110,034 was exposed to custodial credit risk because it was uninsured and uncollateralized. Although all statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

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

Investments: Investments are reported at fair value. As of December 31, 2011, the City had the following investments.

	Fair Value	Maturity	Percent of Total Investments	Rating	Rating Agency
Federal Home Loan Bank Treasury Notes	\$1,438,351	9/14/2012 to 8/28/2013	36.40%	Aaa	Moody's
Federal Home Loan Mortgage Corporation Treasury Notes	790,000	2/8/2013 to 9/23/2014	19.99%	Aaa	Moody's
Federal National Mortgage Association Treasury Notes	1,198,420	10/24/2013 to 12/19/2014	30.33%	Aaa	Moody's
Federal National Mortgage Association Discount Note	404,982	3/21/2012	10.25%	Aaa	Moody's
First American Treasury Obligation	1,294	n/a	0.03%	P-1	Moody's
STAR Ohio	118,615	Average 57 Days	3.00%	Aaam	S&P
Total	<u>\$3,951,662</u>		<u>100.00%</u>		

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

Interest Rate Risk

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

Credit Risk

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

Concentration of Credit Risk

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

NOTE 8 - PROPERTY TAXES

Property taxes include amounts levied against all real and public utility property located in the City. Property tax revenue received during 2011 for real and public utility property taxes represents collections of 2010 taxes.

2011 real property taxes are levied after October 1, 2011, on assessed value as of January 1, 2011, the lien date. Assessed values are established by State law at 35 percent of the appraised market value. 2011 real property taxes are collected in and intended to finance 2012.

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

Public utility property tax revenues received in 2011 represent the collection of 2010 taxes. Public utility property taxes received in 2011 became a lien on December 31, 2010, were levied after October 1, 2011, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentage of true value.

The full tax rate for all City operations for the year ended December 31, 2011, was \$7.80 per \$1,000 of assessed value. The assessed values of real and public utility tangible personal property upon which 2011 property tax receipts were based are as follows:

	<u>2011</u>
Real Property/ Public Utility Real	\$415,516,030
Public Utility Personal	<u>2,128,700</u>
Total Assessed Value	<u><u>\$417,644,730</u></u>

City of Pickerington, Ohio
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For the Year Ended December 31, 2011

The County Treasurer collects property taxes on behalf of Fairfield County, including the City of Pickerington. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and public utility property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2011 and for which there is an enforceable legal claim. In the governmental funds, the entire receivable has been offset by deferred revenue since the current taxes were not levied to finance 2011 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On an accrual basis, collectible delinquent property taxes have been recorded as revenue while on the modified accrual basis the revenue has been deferred.

NOTE 9 - INCOME TAX

The City levies a municipal income tax of one percent on substantially all income earned within the City. In addition, the residents of the City are required to pay income tax on income earned outside of the City; however, the City allows a credit for income taxes paid to another municipality equal to 50 percent of the amount obtained by multiplying the lower of the tax rate of such other municipality or of the City by the taxable income earned in or attributable to the municipality of employment.

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

Income tax proceeds are used for general municipal operations, maintenance, new equipment, extension and enlargement of municipal services and facilities and capital improvements of the City of Pickerington. In 2011, the proceeds were receipted into the General Fund.

NOTE 10 - RECEIVABLES

Receivables at December 31, 2011 consisted primarily of taxes, payment in lieu of taxes, intergovernmental receivables arising from grants, entitlements and shared revenues, interest on investments, and utility accounts. All receivables except property taxes and payment in lieu of taxes are expected to be received within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

A summary of intergovernmental receivables follows:

<u>Governmental Activities</u>	
Homestead and Rollback	\$131,000
Local Government Subsidies	140,604
Estate Taxes	65,633
Gasoline Tax	273,748
Motor Vehicle License Tax	54,287
911 Wireless Assistance	7,056
Local School District Security Services	6,026
Drug Use Prevention Grant	4,107
Cigarette Tax	30
Miscellaneous Reimbursements	5,093
Total Governmental Activities	<u>\$687,584</u>

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

Payment in Lieu of Taxes

The City entered into Tax Increment Financing Agreements starting in 1997 between the City and Bob Evans Farms, Inc., Pickerington Plaza Limited Partnership, and Steak n Shake, Inc., for the purpose of constructing a movie theater, two restaurants and a retail center. Since 1997, the City has entered into five additional Tax Increment Financing Agreements with various developers for the purpose of constructing several retail and commercial centers.

To encourage these improvements, the property owners were granted an exemption from paying real property taxes on the new construction; however, the property owner is required to make payments in lieu of taxes. Payment in lieu of taxes are made to Fairfield County and distributed to the City in an amount equal to the real property taxes that otherwise would have been due in that current year. These payments are being used to finance public improvements and will continue over ten to thirty years. The City is not able to record a receivable for all future payments because the payments are based upon projected collections. A receivable has been recorded in the amount of \$922,671 which represents amounts measurable at December 31, 2011.

NOTE 11 – CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2011, was as follows:

	Balance December 31, 2010	Additions	Reductions	Balance December 31, 2011
<u>Governmental Activities:</u>				
Non-Depreciable Capital Assets:				
Land	\$6,308,936	\$0	\$0	\$6,308,936
Construction in Progress	90,159	7,272	0	97,431
Total Non Depreciable Capital Assets	<u>6,399,095</u>	<u>7,272</u>	<u>0</u>	<u>6,406,367</u>
Depreciable Capital Assets:				
Land Improvements	1,721,605	16,130	0	1,737,735
Buildings	4,942,000	6,600	(8,652)	4,939,948
Equipment	1,429,212	68,529	(31,683)	1,466,058
Infrastructure	62,966,035	1,937,309	0	64,903,344
Vehicles	946,343	20,586	(48,157)	918,772
Total Depreciable Capital Assets	<u>72,005,195</u>	<u>2,049,154</u>	<u>(88,492)</u>	<u>73,965,857</u>
Accumulated Depreciation:				
Land Improvements	(945,846)	(78,774)	0	(1,024,620)
Buildings	(1,296,542)	(91,885)	8,652	(1,379,775)
Equipment	(983,195)	(113,436)	31,683	(1,064,948)
Infrastructure	(17,102,336)	(2,242,275)	0	(19,344,611)
Vehicles	(695,503)	(53,133)	48,157	(700,479)
Total Accumulated Depreciation	<u>(21,023,422)</u>	<u>(2,579,503) *</u>	<u>88,492</u>	<u>(23,514,433)</u>
Total Depreciable Capital Assets, Net	<u>50,981,773</u>	<u>(530,349)</u>	<u>0</u>	<u>50,451,424</u>
Governmental Capital Assets, Net	<u>\$57,380,868</u>	<u>(\$523,077)</u>	<u>\$0</u>	<u>\$56,857,791</u>

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

During 2011, developers contributed \$1,901,000 in infrastructure. This amount is reflected within Capital Grants and Contributions on the Statement of Activities.

*Depreciation expense was charged to governmental activities as follows:

<u>Governmental Activities:</u>	
General Government	\$73,367
Security of Persons and Property	185,814
Transportation	2,263,161
Leisure Time Activities	51,816
Community Environment	5,345
Total Depreciation Expense	<u>\$2,579,503</u>

	Balance December 31, 2010	Additions	Reductions	Balance December 31, 2011
<u>Business - Type Activities:</u>				
Non-Depreciable Capital Assets:				
Land	\$1,873,817	\$0	\$0	\$1,873,817
Construction in Progress	14,463,260	1,602,972	(14,254,809)	1,811,423
Total Non Depreciable Capital Assets	<u>16,337,077</u>	<u>1,602,972</u>	<u>(14,254,809)</u>	<u>3,685,240</u>
Depreciable Capital Assets:				
Land Improvements	215,445	16,650	0	232,095
Buildings	13,261,934	13,686,244	(22,767)	26,925,411
Equipment	4,772,347	123,826	(1,124,976)	3,771,197
Infrastructure	38,595,802	1,188,847	0	39,784,649
Vehicles	423,606	24,948	0	448,554
Total Depreciable Capital Assets	<u>57,269,134</u>	<u>15,040,515</u>	<u>(1,147,743)</u>	<u>71,161,906</u>
Accumulated Depreciation:				
Land Improvements	(42,616)	(10,438)	0	(53,054)
Buildings	(4,243,774)	(237,811)	5,236	(4,476,349)
Equipment	(3,207,867)	(258,364)	990,169	(2,476,062)
Infrastructure	(6,404,229)	(593,922)	0	(6,998,151)
Vehicles	(302,189)	(28,183)	0	(330,372)
Total Accumulated Depreciation	<u>(14,200,675)</u>	<u>(1,128,718)</u>	<u>995,405</u>	<u>(14,333,988)</u>
Total Depreciable Capital Assets, Net	<u>43,068,459</u>	<u>13,911,797</u>	<u>(152,338)</u>	<u>56,827,918</u>
Business - Type Activities Capital Assets, Net	<u>\$59,405,536</u>	<u>\$15,514,769</u>	<u>(\$14,407,147)</u>	<u>\$60,513,158</u>

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

NOTE 12 - DEFINED BENEFIT PENSION PLANS

A. Ohio Public Employees Retirement System

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

OPERS provides retirement, disability, survivor and death benefits, and annual cost of living adjustments to members of the traditional and combined plans. Members of the member directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling (614) 222-5601 or 800-222-7377.

Funding Policy – The Ohio Revised Code provides statutory authority for member and employer contributions and currently limits the employer contribution to a rate not to exceed 14 percent of covered payroll for state and local employer units and 18.1 percent of covered payroll for law and public safety employer units. Member contribution rates, as set in the Ohio Revised Code, are not to exceed 10 percent of covered payroll for members in State and local divisions and 12 percent for law enforcement and public safety members. For the year ended December 31, 2011, members in state and local divisions contributed 10 percent of covered payroll while public safety and law enforcement members contributed 11 percent and 11.6 percent, respectively. While members in the state and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the traditional pension plan. For 2011, member and employer contribution rates were consistent across all three plans.

The City's 2011 contribution rate was 14.0 percent, except for those plan members in law enforcement or public safety, for whom the City's contribution was 18.10 percent of covered payroll. The portion of employer contributions used to fund pension benefits is net of post-employment health care benefits. The portion of employer contribution allocated to health care for members in the traditional plan was 4.0 percent for 2011. The portion of employer contributions allocated to health care for members in the combined plan was 6.05 percent for 2011. Employer contribution rates are actuarially determined.

The City's required contributions for pension obligations to the traditional pension and combined plans for the years ended December 31, 2011, 2010, and 2009 were \$290,942, \$265,160 and \$213,241 respectively; 98.13 percent has been contributed for 2011 with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2010 and 2009. Contributions to the member-directed plan for 2011 were \$20,139 made by the City and \$14,385 made by the plan members.

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

B. Ohio Police and Fire Pension Fund

Plan Description – The City contributes to the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability pension benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial information and required supplementary information for the plan. That report may be obtained by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy – The City has no firefighters. The Ohio Revised Code requires plan members to contribute 10.0 percent of their annual covered salary, while employers are required to contribute 19.5 percent for police officers.

The OP&F Pension Fund is authorized by the Ohio Revised Code to allocate a portion of the employer contributions to retiree health care benefits. The portion of employer contributions used to fund pension benefits was 12.75 percent of covered payroll for police officers. The City’s pension contributions to OP&F were \$233,966 for the year ended December 31, 2011, \$296,637 for the year ended December 31, 2010, and \$227,438 for the year ended December 31, 2009. 98.09 percent has been contributed for 2011 with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2010 and 2009.

NOTE 13 - POSTEMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System

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

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

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The Ohio Revised Code permits, but does not mandate, OPERS to provide health care benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

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

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

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2011, state and local employers contributed at a rate of 14.0 percent of covered payroll. These are the maximum employer contribution rates permitted by the Ohio Revised Code.

Each year, the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of post-employment health care benefits. The portion of employer contributions allocated to health care for members in the traditional plan was 4.0 percent for 2011. The portion of employer contributions allocated to health care for members in the combined plan was 6.05 percent for 2011.

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

The City’s contributions allocated to fund post-employment health care benefits for the years ended December 31, 2011, 2010, and 2009 were \$124,433, \$166,422 and \$174,147 respectively; 98.13 percent has been contributed for 2011 with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2010 and 2009.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Retirement Board on September 9, 2004, was effective January 1, 2007. Member and employer contribution rates increased as of January 1, 2006, January 1 of each year from 2006 to 2008. Rates for law and public safety employers increased over a six year period beginning on January 1, 2006, with a final rate increase on January 1, 2011. These rate increases allowed additional funds to be allocated to the health care plan.

B. Ohio Police and Fire Pension Fund

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

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

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

OP&F issues a publicly available financial report that includes financial information and required supplementary information for the Plan. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

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

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made to the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For the year ended December 31, 2011, the employer contribution allocated to the health care plan was 6.75 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 contributions to OP&F which were allocated to fund post-employment health care benefits for police were \$126,278 for the year ended December 31, 2011, \$159,404 for the year ended December 31, 2010, and \$122,193 for the year ended December 31, 2009. 98.09 percent has been contributed for police for 2011 with the balance for police being reported as an intergovernmental payable. The full amount has been contributed for 2010 and 2009.

NOTE 14 – OTHER EMPLOYEE BENEFITS

A. Compensated Absences

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

Sick leave is earned at the rate of four and six tenths hours per eighty hours of service and can be accumulated without limit. In the case of death or retirement all employees, except Policemen, who have ten years of service, are paid fifty percent of their accumulated sick leave up to a maximum payment equal to seventy-five days. In the case of death or retirement all Policemen with ten or more years of service, are paid fifty percent of their accumulated sick leave up to a maximum of forty-five days.

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

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

B. Insurance Options

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

NOTE 15 - RISK MANAGEMENT

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

Coverage	Limit of Insurance	Deductible
Property Insurance	\$335,353,093	\$10,000
Inland Marine		
Business Computer	8,200,000	25,000
Pipeline Distribution System	20,000,000	100,000
Contractors Equipment	39,922,136	25,000
Fine Arts	3,000,000	10,000
Commercial Umbrella Liability		
Aggregate Limit	20,000,000	25,000
Each Claim Limit	15,000,000	25,000
Commercial General Liability:		
General Aggregate Limit	2,000,000	n/a
Completed Operations Aggregate Limit	1,000,000	n/a
Commercial Auto Coverage:		
Liability	1,000,000	100,000
Comprehensive	Cash Value	25,000
Collision	Cash Value	25,000
Professional Liability Coverage		
Public Officials Errors & Omissions		
Per Occurance	1,000,000	100,000
Aggregate	1,000,000	100,000
Public Officials Employment Practices		
Per Occurance	1,000,000	100,000
Aggregate	1,000,000	100,000
Public Officials Employee Benefits Administration		
Per Occurance	1,000,000	100,000
Aggregate	1,000,000	100,000
Law Enforcement Liability		
Per Occurance	1,000,000	100,000
Aggregate	1,000,000	100,000
Commercial Crime Policy		
Public Employee Dishonesty	1,000,000	25,000
Forgery Alterations	500,000	25,000
Money & Securities on premises	100,000	25,000
Money & Securities in transit	100,000	25,000
Computer Fraud	500,000	25,000

Settlements have not exceeded coverage in any of the last four years. There has not been a significant reduction in coverage from the prior year.

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

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

The City participates in the Ohio Municipal League workers' compensation group rating plan (the Plan), an insurance purchasing pool (see Note 21). The Plan is intended to achieve lower workers' compensation rates while establishing safer working conditions and environments for the participants. The workers' compensation experience of the participating municipalities is calculated as one experience in order to create a lower workers' compensation premium rate. Each municipality pays its workers' compensation premium to the State based on the rate for the Plan rather than the municipality's individual rate.

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

NOTE 16 - CAPITAL LEASES - LESSEE DISCLOSURE

The City has outstanding capital leases for copiers, a mailing machine, and a police station facility. Each lease meets the criteria of a capital lease as defined by *Statement of Financial Accounting Standards No. 13 "Accounting for Leases"*, which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments are reflected as debt service expenditures in the basic financial statements for governmental funds.

A police facility and equipment acquired by lease has been capitalized in the government-wide statements governmental activities in the amount of \$4,359,801 and business-type activities in the amount of \$62,522, which is equal to the present value of the future minimum lease payments at the time of acquisition.

A corresponding liability for all capitalized assets, was recorded in the government-wide statements for governmental activities and business-type activities; respectively. Governmental activities capitalized leased assets are reflected net of accumulated depreciation in the amount of \$3,482,703. Business-type capitalized leases assets are reflected net of accumulated depreciation in the amount of \$21,864.

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

The following is a schedule of capital assets acquired through capital leases at December 31, 2011 for governmental and business-type activities:

Capitalized Leased Assets	Present Value of Future Minimum Lease Payments	Less Accumulated Depreciation 12/31/2011	Net of Accumulated Depreciation
<u>Governmental Activities:</u>			
Building	\$4,300,000	(\$848,190)	\$3,451,810
Equipment	59,801	(28,908)	30,893
Total Governmental Activities	<u>4,359,801</u>	<u>(877,098)</u>	<u>3,482,703</u>
<u>Business-Type Activities:</u>			
Equipment	62,522	(40,658)	21,864
Total Business-Type Activities	<u>62,522</u>	<u>(40,658)</u>	<u>21,864</u>
Total	<u>\$4,422,323</u>	<u>(\$917,756)</u>	<u>\$3,504,567</u>

Principal payments toward governmental activities capital leases during 2011 totaled \$196,061, \$186,000 for capitalized buildings and \$10,061 for capitalized equipment. Principal payments toward business-type activities capital leases during 2011 totaled \$11,802 which was comprised of \$11,802 for capitalized equipment.

The following is a schedule of the future minimum lease payments at December 31, 2011 for governmental and business-type activities:

Year	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2012	\$208,553	\$153,456	\$12,899	\$1,561
2013	218,791	142,475	9,488	622
2014	232,785	130,886	1,138	271
2015	243,691	118,640	1,282	126
2016	252,038	106,136	345	7
2017-2021	1,489,000	324,951	0	0
2022	354,000	17,946	0	0
Total	<u>\$2,998,858</u>	<u>\$994,490</u>	<u>\$25,152</u>	<u>\$2,587</u>

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

NOTE 17 - LONG-TERM OBLIGATIONS

Changes in the City's long-term obligations during 2011 consist of the following:

	Outstanding 12/31/2010	Additions	Reductions	Outstanding 12/31/2011	Amounts Due Within One Year
<u>Governmental Activities:</u>					
<u>General Obligation Bonds:</u>					
Street Improvement					
2004 - \$1,550,000					
Serial Bonds - 5.00%	\$1,240,000	\$0	\$65,000	\$1,175,000	\$65,000
Bond Premium	12,974	0	897	12,077	0
Total General Obligation Bonds	1,252,974	0	65,897	1,187,077	65,000
<u>Long-Term Bond Anticipation Notes:</u>					
<u>2010 - \$8,462,000 Various Purpose - 1.25%</u>					
Courtright Road Realignment/ Downtown					
Streetscape/ Diley Road Improvement - \$1,700,000	1,550,000	0	1,550,000	0	0
Municipal Building Improvement - \$130,000	70,000	0	70,000	0	0
Police Facility - \$200,000	150,000	0	150,000	0	0
Center Street Property - \$350,000	325,000	0	325,000	0	0
Traffic Control Devices - \$200,000	200,000	0	200,000	0	0
<u>2011 - \$6,284,000 Various Purpose - 1.25%</u>					
Courtright Road Realignment/ Downtown					
Streetscape/ Diley Road Improvement - \$1,550,000	0	1,415,000	0	1,415,000	0
Municipal Building Improvement - \$70,000	0	35,000	0	35,000	0
Police Facility - \$150,000	0	100,000	0	100,000	0
Center Street Property - \$325,000	0	295,000	0	295,000	0
Traffic Control Devices - \$200,000	0	180,000	0	180,000	0
Total Long-Term Bond Anticipation Notes	2,295,000	2,025,000	2,295,000	2,025,000	0
<u>Long-Term Loans:</u>					
Diley Road Improvement					
State Infrastructure Bank Loan - 2005					
\$7,737,113 - 3.00%	5,997,677	58,068	574,816	5,480,929	605,725
Total Long-Term Loans	5,997,677	58,068	574,816	5,480,929	605,725
Compensated Absences	675,704	271,585	277,330	669,959	202,081
Capital Leases Payable	3,162,195	32,724	196,061	2,998,858	208,553
Settlements Payable	312,500	0	150,000	162,500	162,500
Total Governmental Activities	\$13,696,050	\$2,387,377	\$3,559,104	\$12,524,323	\$1,243,859

(continued)

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

(continued)

	Outstanding 12/31/2010	Additions	Reductions	Outstanding 12/31/2011	Amounts Due Within One Year
<u>Business-Type Activities:</u>					
<u>General Obligation Bonds:</u>					
Water System Improvement Various Purpose					
Utility General Obligation Refunding Bonds					
2003 - \$1,210,000					
Serial Bonds - 1.50 - 3.625%	\$455,000	\$0	\$110,000	\$345,000	\$110,000
Bond Premium	2,838	0	588	2,250	0
Deferred Amount on Refunding	(39,773)	0	(8,230)	(31,543)	0
Wastewater Treatment Plant Various Purpose					
Utility General Obligation Refunding Bonds					
2003 - \$2,165,000					
Serial Bonds - 1.50 - 3.625%	920,000	0	170,000	750,000	180,000
Bond Premium	3,988	0	683	3,305	0
Deferred Amount on Refunding	(101,469)	0	(17,395)	(84,074)	0
Sanitary Sewer Improvement Bonds					
1999 - \$2,850,000					
Serial Bonds - 4.85%	1,920,000	0	1,920,000	0	0
Sanitary Sewer Current Refunding Bonds					
2011 - \$1,955,000					
Serial Bonds - 2.25%-3.5%	0	975,000	115,000	860,000	140,000
Term Bonds - 2.8%-3.5%	0	980,000	0	980,000	0
Bond Premium	0	21,764	1,674	20,090	0
Deferred Amount on Refunding	0	(28,453)	(2,189)	(26,264)	0
Total General Obligation Bonds	3,160,584	1,948,311	2,290,131	2,818,764	430,000
<u>Long-Term Bond Anticipation Notes:</u>					
<u>2010 - \$8,462,000 Various Purpose - 1.25%</u>					
Water Plant - \$1,700,000	1,200,000	0	1,200,000	0	0
Sewer D-Line II, III, & IV and Sewer Plant Engineer - \$1,093,000	700,000	0	700,000	0	0
Storm Drainage Improvements - \$389,000	189,000	0	189,000	0	0
Water Tower - \$2,000,000	1,900,000	0	1,900,000	0	0
<u>2011 - \$6,284,000 Various Purpose - 1.25%</u>					
Water Plant - \$1,200,000	0	700,000	0	700,000	0
Sewer D-Line II, III, & IV and Sewer Plant Engineer - \$700,000	0	350,000	0	350,000	0
Water Tower - \$1,900,000	0	1,730,000	0	1,730,000	0
Total Long-Term Bond Anticipation Notes	3,989,000	2,780,000	3,989,000	2,780,000	0
<u>OWDA Loans:</u>					
1973 - OWDA Loan \$440,864 - 6.25%	68,243	0	25,960	42,283	27,583
2001 - OWDA Loan \$819,398 - 4.64%	540,724	0	38,674	502,050	40,489
2008 - OWDA Loan \$10,973,040 - 3.30%	10,921,998	51,042	445,760	10,527,280	329,686
2011 - OWDA Loan \$1,493,755 - 3.64%	0	1,493,755	0	1,493,755	65,944
Total OWDA	11,530,965	1,544,797	510,394	12,565,368	463,702
Compensated Absences Payable	176,413	99,646	70,703	205,356	77,303
Capital Leases Payable	31,678	5,276	11,802	25,152	12,899
Total Business-Type Activities	\$18,888,640	\$6,378,030	\$6,872,030	\$18,394,640	\$983,904

City of Pickerington, Ohio
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For the Year Ended December 31, 2011

Governmental Activities:

General Obligation Bonds

The 2004 street improvement general obligation serial bonds were issued for the purpose of improving Courtright and Diley roads, realigning East Street, and constructing sidewalks, curbs and gutters on Refugee and Hill roads. The general obligation bonds were sold at a premium of \$18,845, which will be amortized over the term of the bonds. Issuance costs associated with the bond issue in the amount of \$26,380 are deferred and will be amortized over the term of the bonds.

Bonds maturing December 1, 2012, are subject to mandatory sinking fund redemption on December 1, 2011 in the principal amount of \$65,000 plus accrued interest to the date of redemption. Unless otherwise called for redemption, the remaining \$65,000 principal amount of such bonds is to be paid at stated maturity.

Bonds maturing December 1, 2014, are subject to mandatory sinking fund redemption on December 1, 2013 in the principal amount of \$70,000 plus accrued interest to the date of redemption. Unless otherwise called for redemption, the remaining \$70,000 principal amount of such bonds is to be paid at stated maturity.

Bonds maturing December 1, 2016, are subject to mandatory sinking fund redemption on December 1, 2015 in the principal amount of \$75,000 plus accrued interest to the date of redemption. Unless otherwise called for redemption, the remaining \$80,000 principal amount of such bonds is to be paid at stated maturity.

Bonds maturing December 1, 2018, are subject to mandatory sinking fund redemption on December 1, 2017 in the principal amount of \$85,000 plus accrued interest to the date of redemption. Unless otherwise called for redemption, the remaining \$90,000 principal amount of such bonds is to be paid at stated maturity.

Bonds maturing December 1, 2021, are subject to mandatory sinking fund redemption on December 1, 2019, and on each December 1 thereafter at 100% of the principal amount thereof plus accrued interest to the date of redemption, according to the following schedule:

<u>Year</u>	<u>Principal Amount to be Redeemed</u>
2019	\$95,000
2020	95,000
	<u>\$190,000</u>

Unless otherwise called for redemption, the remaining \$105,000 principal amount of such bonds is to be paid at stated maturity.

Bonds maturing December 1, 2024, are subject to mandatory sinking fund redemption on December 1, 2022, and on each December 1 thereafter at 100% of the principal amount thereof plus accrued interest to the date of redemption according to the following schedule:

<u>Year</u>	<u>Principal Amount to be Redeemed</u>
2022	\$110,000
2023	115,000
	<u>\$225,000</u>

Unless otherwise called for redemption, the remaining \$120,000 principal amount of such bonds is to be paid at stated maturity.

City of Pickerington, Ohio
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Bonds maturing after December 1, 2014, are subject to optional redemption, in whole or in part, at the option of the City, in inverse order of maturity, in integral multiples of \$5,000 and by lot within a maturity, on any date commencing December 1, 2014, at the redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the redemption date.

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

Year	Street Improvement General Obligation Bonds		
	Principal	Interest	Total
2012	\$65,000	\$58,750	\$123,750
2013	70,000	55,500	125,500
2014	70,000	52,000	122,000
2015	75,000	48,500	123,500
2016	80,000	44,750	124,750
2017-2021	470,000	159,000	629,000
2022-2024	345,000	35,000	380,000
Total	\$1,175,000	\$453,500	\$1,628,500

Long-Term Bond Anticipation Notes

The various purpose bond anticipation notes issued on February 2, 2011, for \$6,284,000 mature on February 2, 2012. The various purpose bond anticipation notes issued include \$2,295,000 in governmental bond anticipation notes and \$3,989,000 in business-type bond anticipation notes. Governmental bond anticipation notes in the amount of \$2,025,000 represent the long-term portion that was refinanced prior to the issuance of the financial statements. The remaining \$270,000 in governmental bond anticipation notes are reported as short-term notes payable in Note 18. The business-type portion of this bond anticipation note is addressed below in the business-type activity section of this note.

The various purpose long-term governmental bond anticipation notes include the following: \$1,415,000 street improvement bond anticipation notes were issued for the purpose of paying part of the costs of constructing street improvements in the City, including improvements to Diley Road, the Courtright Road realignment, and streets, sidewalks, curbs and gutters, and other street improvements in the downtown area; \$35,000 municipal building bond anticipation notes were issued for the purpose of paying part of the cost of constructing and acquiring improvements and renovations to the City Hall and Building Department Buildings; \$100,000 police facility bond anticipation notes were issued for the purpose of paying part of the costs of acquiring, constructing, equipping and furnishing a police building; \$295,000 Center Street property bond anticipation notes were issued for the purpose of paying part of the costs of acquiring real property for purposes of the City; and \$180,000 traffic control bond anticipation notes were issued for the purpose of paying part of the cost of acquiring and installing traffic control devices and related street improvements. The long-term portion governmental bond anticipation notes were refinanced on January 30, 2012. See Note 24.

Long-Term Loans

On October 19, 2005, the City entered into a State Infrastructure Bank Loan agreement with the Ohio Department of Transportation in the amount of \$7,737,113 for the purpose of financing the Diley Road Widening and Realignment Project. The City is pledging municipal income tax revenues, motor vehicle license tax funds, motor vehicle gasoline tax funds, stormwater utility fees, sewer utility capacity fees, and

City of Pickerington, Ohio
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water utility capacity fees. During 2011, the City drew down \$58,068 in loan proceeds. Once the terms of the loan are finalized the Ohio Department of Transportation will provide an amortization schedule of future principal and interest requirements.

State Infrastructure Bank Loan debt service requirements to maturity are as follows:

Year	State Infrastructure Bank Loan		
	Principal	Interest	Total
2012	\$605,725	\$159,919	\$765,644
2013	624,033	145,812	769,845
2014	642,894	122,749	765,643
2015	3,608,277	103,318	3,711,595
Total	\$5,480,929	\$531,798	\$6,012,727

Compensated Absences Payable

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

Capital Leases Payable

The City has outstanding capital leases for copiers and a police facility. These leases will be repaid through the General Fund, the Police Special Revenue Fund, and the Police Impact Fee Capital Projects Fund.

Settlements Payable

On August 19, 2010, the Viola Park lawsuit was settled for \$1,712,500 of which \$1,200,000 was covered by the City's professional liability insurance, and the remaining \$512,500 was payable by the City. During 2011, the City made a payment in the amount of \$150,000. The remaining \$162,500 is due by January 31, 2012. The settlement will be repaid through the General Fund.

Business-Type Activities:

General Obligation Bonds

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

City of Pickerington, Ohio
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The advance refunding resulted in a difference between the net carrying amount of the debt and the acquisition price. This difference, reported in the accompanying financial statements as an increase to bonds payable, is being amortized to interest expense through the year 2014 for the water system improvement general obligation bonds and through the year 2015 for the wastewater treatment plant improvement general obligation bonds using the straight-line method. The total amount amortized for 2011 is \$25,625.

The 2011 general obligation current refunding bonds originally were issued in the amount of \$1,955,000 with interest rates varying from 2.25 percent to 3.5 percent. The proceeds were used to refund \$1,920,000 of outstanding 1999 sanitary sewer improvement general obligation bonds. The general obligation bonds were sold at a premium of \$21,764, which will be amortized over the life of the bonds. Issuance costs associated with the bond issue were \$50,331 and are deferred and will be amortized over the life of the bond issue. The current refunding resulted in a difference between the net carrying amount of the debt and the acquisition price, in the amount of \$28,453. This difference is being reported in the accompanying financial statements as a decrease to bonds payable and is being amortized to interest expense over the life of the bonds using the straight-line method. The issuance resulted in a difference (savings) between the cash flows required to service the old debt and the cash flows required to service the new debt of \$265,385. The issuance resulted in a total economic gain of \$223,277. These general obligation bonds will be paid from Sewer Enterprise revenues.

Principal and interest requirements to retire the City's general obligation bonds payable from the Sewer and Water Enterprise Funds outstanding at December 31, 2011 were:

Year	Sewer General Obligation Bonds		Water General Obligation Bonds		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2012	\$320,000	\$77,223	\$110,000	\$12,195	\$430,000	\$89,418
2013	325,000	67,772	115,000	8,345	440,000	76,117
2014	335,000	58,148	120,000	4,320	455,000	62,468
2015	335,000	47,977	0	0	335,000	47,977
2016	145,000	37,828	0	0	145,000	37,828
2017-2021	780,000	132,925	0	0	780,000	132,925
2022-2023	350,000	18,550	0	0	350,000	18,550
Total	<u>\$2,590,000</u>	<u>\$440,423</u>	<u>\$345,000</u>	<u>\$24,860</u>	<u>\$2,935,000</u>	<u>\$465,283</u>

Long-Term Bond Anticipation Notes

The various purpose bond anticipation notes issued on February 2, 2011, for \$6,284,000 mature on February 2, 2012. The various purpose bond anticipation notes issued include \$3,989,000 in business-type bond anticipation notes and \$2,295,000 in governmental bond anticipation notes. Business-type bond anticipation notes in the amount of \$2,780,000 represent the long-term portion that was refinanced prior to the issuance of the financial statements. The remaining \$1,209,000 in business-type bond anticipation notes are reported as short-term notes payable and are presented in the short-term obligations Note 18.

The various purpose long-term business-type bond anticipation notes include the following: the \$700,000 water system bond anticipation notes were issued for the purpose of water system improvements; the \$350,000 bond anticipation notes were issued for the purpose of paying construction costs related to the D-Line Sewer Project and engineering costs related to the Sycamore Creek E-Line Sewer Project; and \$1,730,000 for the purpose of paying construction costs related to a new water tower. The long-term portion business-type bond anticipation notes were refinanced on January 30, 2012. See Note 24.

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

OWDA Loans

As of December 31, 2011, the City has been approved for up to \$1,573,855 for an OWDA Reverse Osmosis System loan. During 2011, the City drew down \$1,493,755 in loan proceeds; \$80,100 remains available for financing. Amortization schedules for the Reverse Osmosis System loan will not be available until the entire amount of the loan has been drawn down or the project is complete.

The City has pledged future sewer customer revenues, net of specified operating expenses, to repay \$12,233,302 in sewer system OWDA Loans issued in 1973, 2001, and 2008. Proceeds from these loans provided financing for various sewer projects. The loans are payable solely from sewer customer net revenues and are payable through 2030. Annual principal and interest payments on the loans are expected to require less than 1.83 percent of net revenues. The total principal and interest remaining to be paid on the loans is \$14,883,566 related to finalized terms and amortization schedules. Principal and interest paid for the current year and total customer net revenues were \$944,347 and \$1,727,285, respectively.

Principal and interest requirements to retire the City's OWDA loans outstanding at December 31, 2011 were:

Year	OWDA	
	Principal	Interest
2012	\$397,758	\$304,172
2013	478,763	353,505
2014	480,085	337,070
2015	496,665	320,490
2016	513,826	303,330
2017-2021	2,848,322	1,237,454
2022-2026	3,025,355	743,820
2027-2030	2,830,839	212,112
Total	\$11,071,613	\$3,811,953

Compensated Absences Payable

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

Capital Leases Payable

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

Legal Debt Margin

As of December 31, 2011, the City's overall legal debt margin (the ability to issue additional amounts of general obligation bonded debt) was \$32,856,057.

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

NOTE 18 – SHORT-TERM OBLIGATIONS

A summary of the short-term note transactions for the year ended December 31, 2011, follows:

<u>Governmental Activities:</u>	Outstanding 12/31/2010	Issued	Retired	Outstanding 12/31/2011
<u>Revenue Anticipation Notes:</u>				
TIF Cover - 2011 - \$43,750 - 2.8%	\$87,500	\$43,750	\$87,500	\$43,750
TIF Hill Road and TIF Old Town - 2011 - \$371,000 - 2.8%	371,000	371,000	371,000	371,000
TIF Windmill/ Diley Road 2011 - \$1,675,000 - 2.8%	1,775,000	1,675,000	1,775,000	1,675,000
TIF Cycle Way - 2010 - \$25,000 - 3.03%	25,000	0	25,000	0
Total Revenue Anticipation Notes	<u>2,258,500</u>	<u>2,089,750</u>	<u>2,258,500</u>	<u>2,089,750</u>
<u>Bond Anticipation Notes:</u>				
<u>2010 - \$8,462,000 Various Purpose - 1.25%</u>				
Courtright Road Realignment/ Downtown				
Streetscape/ Diley Road Improvement - \$1,700,000	150,000	0	150,000	0
Municipal Building Improvement - \$130,000	60,000	0	60,000	0
Police Facility - \$200,000	50,000	0	50,000	0
Center Street Property - \$350,000	25,000	0	25,000	0
Street Improvement - \$200,000	200,000	0	200,000	0
<u>2011 - \$6,284,000 Various Purpose - 1.25%</u>				
Courtright Road Realignment/ Downtown				
Streetscape/ Diley Road Improvement - \$1,550,000	0	135,000	0	135,000
Municipal Building Improvement - \$70,000	0	35,000	0	35,000
Police Facility - \$150,000	0	50,000	0	50,000
Center Street Property - \$325,000	0	30,000	0	30,000
Traffic Control Devices - \$200,000	0	20,000	0	20,000
Total Bond Anticipation Notes	<u>485,000</u>	<u>270,000</u>	<u>485,000</u>	<u>270,000</u>
Total Governmental Activities	<u>2,743,500</u>	<u>2,359,750</u>	<u>2,743,500</u>	<u>2,359,750</u>
<u>Business - Type Activities:</u>				
<u>Bond Anticipation Notes:</u>				
<u>2010 - \$8,462,000 Various Purpose - 1.25%</u>				
Water Plant - \$1,700,000	500,000	0	500,000	0
Sewer D-Line II, III, & IV and Sewer Plant Engineer - \$1,093,000	393,000	0	393,000	0
Wastewater Plant Engineering - \$500,000	500,000	0	500,000	0
Storm Drainage Improvements - \$389,000	200,000	0	200,000	0
Water Tower - \$2,000,000	100,000	0	100,000	0
<u>2011 - \$6,284,000 Various Purpose - 1.25%</u>				
Water Plant - \$1,200,000	0	500,000	0	500,000
Sewer D-Line II, III, & IV and Sewer Plant Engineer - \$700,000	0	350,000	0	350,000
Storm Drainage Improvements - \$189,000	0	189,000	0	189,000
Water Tower - \$1,900,000	0	170,000	0	170,000
Total Bond Anticipation Notes	<u>1,693,000</u>	<u>1,209,000</u>	<u>1,693,000</u>	<u>1,209,000</u>
Total Business-Type Activities	<u>1,693,000</u>	<u>1,209,000</u>	<u>1,693,000</u>	<u>1,209,000</u>
Total All Types	<u>\$4,436,500</u>	<u>\$3,568,750</u>	<u>\$4,436,500</u>	<u>\$3,568,750</u>

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

Governmental Activities:

Revenue Anticipation Notes

The TIF Cover revenue anticipation notes issued on September 2, 2011, for \$43,750 will mature on August 31, 2012. These revenue anticipation notes retired the \$87,500 TIF Cover revenue anticipation notes issued on September 3, 2010. These notes were issued for the purpose of constructing street and traffic signal improvements in the State Route 256/ Stonecreek Drive area of the City.

The TIF Hill Road and TIF Old Town revenue anticipation notes issued on September 2, 2011, for \$371,000 will mature on August 31, 2012. These revenue anticipation notes retired the \$371,000 TIF 256/204, TIF Hill Road, TIF Old Town revenue anticipation notes issued on September 3, 2010. These notes were issued for the purpose of constructing street improvements on Hill Road and Blacklick-Eastern Road, which includes the Hill Road connector, widening streets, traffic control devices, sidewalks, curbs and gutters.

The TIF Cycle Way revenue anticipation notes issued on September 3, 2010 for \$25,000 matured on September 2, 2011. These notes were issued for the purpose of constructing street improvements in the Cycle Way area.

The TIF Windmill/ Diley Road revenue anticipation notes issued on September 2, 2011, for \$1,675,000 will mature on August 31, 2012. These revenue anticipation notes retired the \$1,775,000 TIF Windmill/ Diley revenue anticipation notes issued on September 3, 2010. These notes were issued for the purpose of street improvements in the Windmill/ Diley Road areas including constructing turn lane improvements for State Route 256 to establish an exit point for the realignment of Diley Road.

The City is utilizing tax increment financing revenues as repayment for these revenue anticipation notes. The revenue anticipation notes are backed by the full faith and credit of the City.

Bond Anticipation Notes

The various purpose bond anticipation notes issued on February 2, 2011, for \$6,284,000 mature on February 2, 2012. The various purpose bond anticipation notes issued include \$2,295,000 in governmental bond anticipation notes and \$3,989,000 in business-type bond anticipation notes. On January 30, 2012, the City refinanced the governmental bond anticipation notes and rolled \$2,025,000 into notes maturing on January 30, 2013 and they are presented in the long-term obligation Note 17. The remaining \$270,000 governmental bond anticipation notes are considered short-term notes payable as of December 31, 2011.

Business-Type Activities:

Bond Anticipation Notes

The various purpose bond anticipation notes issued on February 2, 2011, for \$6,284,000 mature on February 2, 2012. As mentioned above \$3,989,000 represents the business-type portion of the outstanding bond anticipation notes. On January 30, 2012, the City refinanced the business-type bond anticipation notes and rolled \$2,780,000 into notes maturing on January 30, 2013 and they are presented in the long-term obligation Note 17. The remaining \$1,209,000 business-type bond anticipation notes are considered short-term notes payable as of December 31, 2011.

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

NOTE 19 - SIGNIFICANT CONTRACTUAL OBLIGATIONS

As of December 31, 2011, the City had the following material contractual purchase commitments. The amount for each project is as follows:

Source	Fund	Purchase Commitments	Amount Paid as of December 31, 2011	Amount Remaining on Contracts
ODOT Safety Grant Engineering	Street Fund	\$15,000	\$7,640	\$7,360
Reverse Osmosis Construction	Water Capital Improvement Fund and WPCLF Fund	145,000	117,742	27,258
Stormwater System Study	Stormwater Fund	20,000	4,334	15,666
SR 256 Water Tower	Water Tower Construction Fund	1,828,050	1,739,073	88,977
Total		<u>\$2,008,050</u>	<u>\$1,868,789</u>	<u>\$139,261</u>

NOTE 20 - JOINTLY GOVERNED ORGANIZATIONS

A. Fairfield-Hocking Major Crimes Unit

The City is a participant in the Fairfield Hocking Major Crimes Unit, a jointly governed organization. The organization is composed of an operating board which consists of seven members: the Fairfield County sheriff and prosecuting attorney, the Hocking County sheriff and prosecuting attorney, and the chiefs of police from the City of Pickerington, the City of Lancaster, and the City of Logan. The purpose of the organization is to provide additional police protection to the citizens of Fairfield and Hocking Counties and to reduce the influence and affects of illegal drug trafficking activities and other major crimes. The City made no contributions to the Fairfield Hocking Major Crimes Unit during 2011.

B. Fairfield County Regional Planning Commission

The City is a participant in the Fairfield County Regional Planning Commission, a statutorily created political subdivision of the State. Fairfield County, its municipalities, and its townships jointly govern the Commission. All of the County Commissioners are members of the 48-member board, and the County appoints seven of the members of the board. Each member's control over the operation of the Commission is limited to its representation of the board. The Commission makes studies, maps, plans, recommendations, and reports concerning the physical, environmental, social, economic, and governmental characteristics, functions, and services of the County. The City contributed \$1,947 to the Commission during 2011.

C. Mid-Ohio Regional Planning Commission (MORPC)

The City is a participant in the Mid-Ohio Regional Planning Commission (MORPC), a jointly governed organization. The organization is composed of 74 representatives appointed by member governments who make up the Commission, the policy-making body of the organization, and the oversight board. MORPC is a voluntary association of local governments in central and south central Ohio and a regional planning agency whose membership includes 42 political subdivisions in and around Franklin, Ross, Fayette, Delaware, Pickaway, Madison, Licking, and Fairfield counties, Ohio.

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

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. The City contributed \$6,890 in membership dues to the Mid-Ohio Regional Planning Commission during 2011.

NOTE 21 - POOLS

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

The Central Ohio Risk Management Association Inc. (CORMA) is a shared risk pool which is administered by four cities in Central Ohio. Its present members in addition to the City of Pickerington are the Cities of Dublin, Grove City, Upper Arlington and Westerville. CORMA was formed as an Ohio non-profit corporation for the purpose of establishing the CORMA Insurance/Self-Insurance Program, a group primary and excess insurance/self-insurance and risk management program. Each member has a representative on the Board of Trustees that approve bylaws, establish policies and contract with service providers for the best savings. Member cities agree to jointly participate in coverage of losses and pay all contributions necessary for the specified insurance coverage provided by CORMA. Coverage includes comprehensive general liability, property insurance, crime insurance, employee benefits liability, law enforcement liability, public officials' liability, automotive liability, and healthcare professional liability.

B. Ohio Municipal League Workers' Compensation Group Rating Program

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

NOTE 22 - CONTINGENT LIABILITIES

A. Litigation

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

B. Federal and State Grants

For the period January 1, 2011 to December 31, 2011 the City received federal and state grants for specific purposes that are subject to review and audit by grantor agencies or their designee. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the City believes such disallowance, if any, would be immaterial.

City of Pickerington, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2011

NOTE 23 - INTERFUND ACTIVITY

Interfund transfers during 2011, consisted of the following:

	Transfer to			Totals
	Major Funds		Other Nonmajor Governmental	
	Police	Debt Service		
<u>Transfer from</u>				
Major Funds:				
General Fund	\$2,100,000	\$1,073,754	\$623,356	\$3,797,110
Other Nonmajor Governmental	0	309,750	0	309,750
Totals	\$2,100,000	\$1,383,504	\$623,356	\$4,106,860

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

NOTE 24 - SUBSEQUENT EVENTS

On January 30, 2012, the City issued various purpose bond anticipation notes in the amount of \$5,145,000, with an interest rate of 1.25 percent which will mature on January 30, 2013. Of this various purpose issue the City made a principal payment in the amount of \$135,000 on the \$1,550,000 street improvement bond anticipation notes dated February 2, 2011, and rolled the remaining balance of \$1,415,000. The City made a principal payment in the amount of \$35,000 on the municipal building improvements bond anticipation notes dated February 2, 2011, and rolled the remaining balance of \$35,000. The City made a principal payment in the amount of \$50,000 on the \$150,000 police facility bond anticipation notes dated February 2, 2011, and rolled the remaining balance of \$100,000. The City made a principal payment in the amount of \$30,000 on the Center Street property bond anticipation notes dated February 2, 2011, and rolled the remaining balance of \$295,000. The City made a principal payment in the amount of \$20,000 on the traffic control devices bond anticipation notes dated February 2, 2011, and rolled the remaining balance of \$180,000. The City made a principal payment in the amount of \$500,000 on the water plant bond anticipation notes dated February 2, 2011, and rolled the remaining balance of \$700,000. The City made a principal payment in the amount of \$350,000 on the sewer D-Line and sewer plant engineer bond anticipation notes dated February 2, 2011, and rolled the remaining balance of \$350,000. The City made a principal payment in the amount of \$189,000 on the storm drainage improvement bond anticipation notes dated February 2, 2011. The City made a principal payment in the amount of \$170,000 on the water tower bond anticipation notes dated February 2, 2011, and rolled the remaining balance of \$1,730,000.

On January 30, 2012, the City issued bond anticipation notes in the amount of \$340,000, with an interest rate of 1.25 percent which will mature on January 30, 2013 to retire the revenue anticipation notes issued on September 2, 2011. These notes were issued for the purpose of constructing street improvements on Hill Road and Blacklick-Eastern Road, which includes the Hill Road connector, widening streets, traffic control devices, sidewalks, curbs and gutters.

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**Combining Statements
and
Individual Fund Schedules**

GENERAL FUND

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

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		Actual	Variance Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Property and Other Taxes	\$930,000	\$922,000	\$1,003,013	\$81,013
Municipal Income Taxes	4,626,293	4,751,700	5,014,278	262,578
Charges for Services	147,842	331,000	269,170	(61,830)
Licenses and Permits	241,917	272,925	407,623	134,698
Fines and Forfeitures	138,252	142,000	177,450	35,450
Intergovernmental	484,828	514,071	485,540	(28,531)
Interest	68,172	70,005	50,736	(19,269)
Rent	0	500	0	(500)
Contributions and Donations	14,604	15,000	12,743	(2,257)
Other	279,658	223,638	328,532	104,894
<i>Total Revenues</i>	<u>6,931,566</u>	<u>7,242,839</u>	<u>7,749,085</u>	<u>506,246</u>
Expenditures				
Current:				
General Government				
Council				
Personal Services	100,450	102,450	97,521	4,929
Contractual Services	19,018	17,127	10,962	6,165
Materials and Supplies	1,000	1,000	508	492
Total Council	<u>120,468</u>	<u>120,577</u>	<u>108,991</u>	<u>11,586</u>
Mayor				
Personal Services	44,165	44,165	29,882	14,283
Contractual Services	1,750	1,780	640	1,140
Materials and Supplies	3,000	3,231	2,763	468
Total Mayor	<u>48,915</u>	<u>49,176</u>	<u>33,285</u>	<u>15,891</u>
City Manager				
Personal Services	93,700	97,307	94,736	2,571
Contractual Services	4,050	4,137	2,130	2,007
Materials and Supplies	1,000	1,000	859	141
Total City Manager	<u>98,750</u>	<u>102,444</u>	<u>97,725</u>	<u>4,719</u>
Receptionist				
Personal Services	71,495	71,495	70,896	599
Materials and Supplies	650	650	28	622
Total Receptionist	<u>72,145</u>	<u>72,145</u>	<u>70,924</u>	<u>1,221</u>
Facilities Operations Administration				
Personal Services	53,350	55,350	54,138	1,212
Contractual Services	1,000	1,028	597	431
Materials and Supplies	3,000	1,050	694	356
Total Facilities Operations Administration	<u>57,350</u>	<u>57,428</u>	<u>55,429</u>	<u>1,999</u>
Personnel Department				
Personal Services	94,450	94,450	88,575	5,875
Contractual Services	19,000	20,321	16,482	3,839
Materials and Supplies	2,025	2,853	1,833	1,020
Total Personnel Department	<u>\$115,475</u>	<u>\$117,624</u>	<u>\$106,890</u>	<u>\$10,734</u>

(continued)

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (Continued)
For the Year Ended December 31, 2011

	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Public Information				
Contractual Services	\$32,000	\$44,000	\$25,133	\$18,867
Total Public Information	<u>32,000</u>	<u>44,000</u>	<u>25,133</u>	<u>18,867</u>
Land and Buildings				
Personal Services	2,000	2,000	1,511	489
Contractual Services	255,400	295,277	252,390	42,887
Materials and Supplies	59,750	75,091	60,345	14,746
Capital Outlay	51,000	14,000	12,077	1,923
Total Land and Buildings	<u>368,150</u>	<u>386,368</u>	<u>326,323</u>	<u>60,045</u>
Engineer				
Personal Services	191,350	194,880	181,314	13,566
Contractual Services	61,750	63,292	49,982	13,310
Materials and Supplies	7,000	9,051	5,951	3,100
Total Engineer	<u>260,100</u>	<u>267,223</u>	<u>237,247</u>	<u>29,976</u>
Law Director				
Contractual Services	301,500	301,500	229,982	71,518
Mayor's Court Clerk				
Personal Services	80,170	80,170	75,661	4,509
Contractual Services	31,500	32,551	29,831	2,720
Materials and Supplies	5,800	5,800	4,749	1,051
Total Mayor's Court Clerk	<u>117,470</u>	<u>118,521</u>	<u>110,241</u>	<u>8,280</u>
Administrative Assistant				
Personal Services	48,200	48,200	42,074	6,126
Materials and Supplies	575	575	391	184
Total Administrative Assistant	<u>48,775</u>	<u>48,775</u>	<u>42,465</u>	<u>6,310</u>
Finance Director				
Personal Services	377,120	377,120	343,677	33,443
Contractual Services	312,175	319,175	288,842	30,333
Materials and Supplies	15,250	15,250	13,512	1,738
Total Finance Director	<u>704,545</u>	<u>711,545</u>	<u>646,031</u>	<u>65,514</u>
Municipal Clerk				
Personal Services	123,900	123,900	115,586	8,314
Contractual Services	1,250	1,250	365	885
Materials and Supplies	2,000	2,000	1,418	582
Total Municipal Clerk	<u>\$127,150</u>	<u>\$127,150</u>	<u>\$117,369</u>	<u>\$9,781</u>

(continued)

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (Continued)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Miscellaneous				
Personal Services	\$18,000	\$22,400	\$22,386	\$14
Contractual Services	198,000	228,000	215,352	12,648
Total Miscellaneous	<u>216,000</u>	<u>250,400</u>	<u>237,738</u>	<u>12,662</u>
Other General Government				
Election Expenses	8,500	8,385	738	7,647
Auditor and Treasurer Fees	64,500	64,500	60,393	4,107
Miscellaneous Dues	27,582	27,697	27,514	183
Total Other General Government	<u>100,582</u>	<u>100,582</u>	<u>88,645</u>	<u>11,937</u>
<i>Total General Government</i>	<u>2,789,375</u>	<u>2,875,458</u>	<u>2,534,418</u>	<u>341,040</u>
Security of Persons and Property				
Street Lighting				
Contractual Services	88,450	91,450	91,233	217
Materials and Supplies	250	250	250	0
<i>Total Security of Persons and Property</i>	<u>88,700</u>	<u>91,700</u>	<u>91,483</u>	<u>217</u>
Leisure Time Activities				
Contractual Services	32,500	33,500	29,966	3,534
<i>Total Leisure Time Activities</i>	<u>32,500</u>	<u>33,500</u>	<u>29,966</u>	<u>3,534</u>
Public Health Services				
Contractual Services	94,250	94,250	92,947	1,303
Materials and Supplies	7,500	7,500	6,126	1,374
<i>Total Public Health Services</i>	<u>101,750</u>	<u>101,750</u>	<u>99,073</u>	<u>2,677</u>
Community Environment				
Development Department				
Personal Services	100,250	103,250	78,559	24,691
Contractual Services	41,750	41,899	31,157	10,742
Materials and Supplies	3,500	3,500	886	2,614
Total Development Department	<u>145,500</u>	<u>148,649</u>	<u>110,602</u>	<u>38,047</u>
Building Inspection				
Personal Services	195,700	197,200	182,313	14,887
Contractual Services	376,750	415,574	91,493	324,081
Materials and Supplies	4,500	4,500	2,648	1,852
Total Building Inspection	<u>\$576,950</u>	<u>\$617,274</u>	<u>\$276,454</u>	<u>\$340,820</u>

(continued)

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (Continued)
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Planning and Zoning				
Personal Services	\$101,800	\$118,800	\$105,755	\$13,045
Contractual Services	41,215	42,265	11,548	30,717
Materials and Supplies	4,050	4,050	1,562	2,488
Total Planning and Zoning	<u>147,065</u>	<u>165,115</u>	<u>118,865</u>	<u>46,250</u>
<i>Total Community Environment</i>	<u>869,515</u>	<u>931,038</u>	<u>505,921</u>	<u>425,117</u>
<i>Total Expenditures</i>	<u>3,881,840</u>	<u>4,033,446</u>	<u>3,260,861</u>	<u>772,585</u>
<i>Excess of Revenues Over Expenditures</i>	<u>3,049,726</u>	<u>3,209,393</u>	<u>4,488,224</u>	<u>1,278,831</u>
Other Financing Source (Uses)				
Advances In	0	60,000	782,880	722,880
Advances Out	0	(817,200)	(722,880)	94,320
Transfers Out	(4,160,625)	(4,405,625)	(3,797,110)	608,515
<i>Total Other Financing Source (Uses)</i>	<u>(4,160,625)</u>	<u>(5,162,825)</u>	<u>(3,737,110)</u>	<u>1,425,715</u>
<i>Net Change in Fund Balance</i>	(1,110,899)	(1,953,432)	751,114	2,704,546
Fund Balance at Beginning of Year	3,106,351	3,106,351	3,106,351	0
Prior Year Encumbrances Appropriated	<u>34,737</u>	<u>34,737</u>	<u>34,737</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$2,030,189</u>	<u>\$1,187,656</u>	<u>\$3,892,202</u>	<u>\$2,704,546</u>

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

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

Capital Projects Funds

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

Permanent Fund

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

City of Pickerington, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2011

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$640,332	\$1,188,834	\$2,804	\$1,831,970
Receivables:				
Permissive Motor Vehicle Registration Fees	6,510	9,765	0	16,275
Payments in Lieu of Taxes	0	492,839	0	492,839
Accounts	993	0	0	993
Intergovernmental	329,869	0	0	329,869
Materials and Supplies Inventory	76,286	0	0	76,286
Prepaid Items	17,593	0	0	17,593
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	0	0	1,545	1,545
 <i>Total Assets</i>	 \$1,071,583	 \$1,691,438	 \$4,349	 \$2,767,370
Liabilities:				
Accounts Payable	\$58,738	\$59,785	\$0	\$118,523
Accrued Wages and Benefits	6,906	0	0	6,906
Intergovernmental Payable	9,764	0	0	9,764
Accrued Interest Payable	0	6,983	0	6,983
Notes Payable	0	684,750	0	684,750
Deferred Revenue	219,743	492,839	0	712,582
 <i>Total Liabilities</i>	 295,151	 1,244,357	 0	 1,539,508
Fund Equity:				
Fund Balances:				
Nonspendable	93,879	0	1,545	95,424
Restricted	569,315	511,218	2,804	1,083,337
Committed	113,238	619,530	0	732,768
Unassigned (Deficit)	0	(683,667)	0	(683,667)
 <i>Total Fund Balances</i>	 776,432	 447,081	 4,349	 1,227,862
 <i>Total Liabilities and Fund Balances</i>	 \$1,071,583	 \$1,691,438	 \$4,349	 \$2,767,370

City of Pickerington, Ohio
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2011

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Revenues:				
Permissive Motor Vehicle Registration Fees	\$79,226	\$118,838	\$0	\$198,064
Charges for Services	97,808	0	0	97,808
Licenses and Permits	27,353	0	0	27,353
Impact Fees	0	367,399	0	367,399
Fines and Forfeitures	12,498	0	0	12,498
Intergovernmental	692,707	334,245	0	1,026,952
Interest	617	781	6	1,404
Payments in Lieu of Taxes	0	447,606	0	447,606
Contributions and Donations	27,420	0	0	27,420
Other	17,562	0	0	17,562
	<u>955,191</u>	<u>1,268,869</u>	<u>6</u>	<u>2,224,066</u>
<i>Total Revenues</i>				
Expenditures:				
Current:				
General Government	7,371	0	0	7,371
Security of Persons and Property	22,866	0	0	22,866
Transportation	706,954	0	0	706,954
Leisure Time Activities	519,201	0	0	519,201
Capital Outlay	0	536,684	0	536,684
Debt Service:				
Interest and Fiscal Charges	0	51,450	0	51,450
	<u>1,256,392</u>	<u>588,134</u>	<u>0</u>	<u>1,844,526</u>
<i>Total Expenditures</i>				
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(301,201)</u>	<u>680,735</u>	<u>6</u>	<u>379,540</u>
Other Financing Sources (Use)				
Proceeds from the Sale of Capital Assets	8,200	0	0	8,200
Loans Issued	0	58,068	0	58,068
Transfers In	350,000	273,356	0	623,356
Transfers Out	0	(309,750)	0	(309,750)
	<u>358,200</u>	<u>21,674</u>	<u>0</u>	<u>379,874</u>
<i>Total Other Financing Sources (Use)</i>				
<i>Net Changes in Fund Balances</i>	56,999	702,409	6	759,414
Fund Balances (Deficit) at Beginning of Year	<u>719,433</u>	<u>(255,328)</u>	<u>4,343</u>	<u>468,448</u>
<i>Fund Balances at End of Year</i>	<u>\$776,432</u>	<u>\$447,081</u>	<u>\$4,349</u>	<u>\$1,227,862</u>

SPECIAL REVENUE FUNDS

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

The following are reported as special revenue funds:

Major Special Revenue Fund:

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

Nonmajor Special Revenue Funds:

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

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

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

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

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

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

Mandatory Drug Law Enforcement Fund - To account for fine monies collected which are used to subsidize law enforcement efforts that pertain to drug offenses.

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

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

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

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Fund
For the Year Ended December 31, 2011

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Property Taxes	\$1,380,000	\$1,344,600	\$1,540,108	\$195,508
Charges for Services	153,750	193,246	194,232	986
Intergovernmental	185,317	153,750	178,353	24,603
Contributions and Donations	500	500	250	(250)
Other	63,375	63,375	2,052	(61,323)
<i>Total Revenues</i>	<u>1,782,942</u>	<u>1,755,471</u>	<u>1,914,995</u>	<u>159,524</u>
Expenditures				
Current:				
Security of Persons and Property				
Personal Services	3,605,209	3,606,823	3,408,657	198,166
Contractual Services	357,935	406,467	378,571	27,896
Materials and Supplies	182,325	235,461	191,582	43,879
Capital Outlay	38,000	25,048	24,838	210
<i>Total Expenditures</i>	<u>4,183,469</u>	<u>4,273,799</u>	<u>4,003,648</u>	<u>270,151</u>
<i>Excess of Revenues Under Expenditures</i>	(2,400,527)	(2,518,328)	(2,088,653)	429,675
Other Financing Source				
Transfers In	<u>2,400,000</u>	<u>2,400,000</u>	<u>2,100,000</u>	<u>(300,000)</u>
<i>Net Change in Fund Balance</i>	(527)	(118,328)	11,347	129,675
Fund Balance at Beginning of Year	437,159	437,159	437,159	0
Prior Year Encumbrances Appropriated	<u>54,330</u>	<u>54,330</u>	<u>54,330</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$490,962</u>	<u>\$373,161</u>	<u>\$502,836</u>	<u>\$129,675</u>

City of Pickerington, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2011

	<u>Street</u>	<u>State Highway</u>	<u>Parks and Recreation</u>	<u>Computer</u>	<u>Operation of a Motor Vehicle Under the Influence Enforcement and Education</u>
Assets:					
Equity in Pooled Cash and Cash Equivalents	\$366,962	\$42,863	\$95,113	\$22,465	\$6,253
Receivables:					
Permissive Motor Vehicle Registration Fees	6,510	0	0	0	0
Accounts	0	0	0	0	0
Intergovernmental	305,267	24,602	0	0	0
Materials and Supplies Inventory	56,499	0	19,787	0	0
Prepaid Items	10,853	0	6,740	0	0
<i>Total Assets</i>	<u>\$746,091</u>	<u>\$67,465</u>	<u>\$121,640</u>	<u>\$22,465</u>	<u>\$6,253</u>
Liabilities:					
Accounts Payable	\$55,627	\$788	\$2,323	\$0	\$0
Accrued Wages and Benefits	3,748	212	2,946	0	0
Intergovernmental Payable	5,674	385	3,705	0	0
Deferred Revenue	203,263	16,480	0	0	0
<i>Total Liabilities</i>	<u>268,312</u>	<u>17,865</u>	<u>8,974</u>	<u>0</u>	<u>0</u>
Fund Balances:					
Nonspendable	67,352	0	26,527	0	0
Restricted	410,427	49,600	0	22,465	6,253
Committed	0	0	86,139	0	0
<i>Total Fund Balances</i>	<u>477,779</u>	<u>49,600</u>	<u>112,666</u>	<u>22,465</u>	<u>6,253</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$746,091</u>	<u>\$67,465</u>	<u>\$121,640</u>	<u>\$22,465</u>	<u>\$6,253</u>

Law Enforcement Trust	Mandatory Drug Law Enforcement	Immobilization	Urban Forestry	Community Development Block Grant Revolving Loan	Total Nonmajor Special Revenue Funds
\$9,471	\$2,040	\$920	\$27,099	\$67,146	\$640,332
0	0	0	0	0	6,510
993	0	0	0	0	993
0	0	0	0	0	329,869
0	0	0	0	0	76,286
0	0	0	0	0	17,593
<u>\$10,464</u>	<u>\$2,040</u>	<u>\$920</u>	<u>\$27,099</u>	<u>\$67,146</u>	<u>\$1,071,583</u>
\$0	\$0	\$0	\$0	\$0	\$58,738
0	0	0	0	0	6,906
0	0	0	0	0	9,764
0	0	0	0	0	219,743
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>295,151</u>
0	0	0	0	0	93,879
10,464	2,040	920	0	67,146	569,315
0	0	0	27,099	0	113,238
<u>10,464</u>	<u>2,040</u>	<u>920</u>	<u>27,099</u>	<u>67,146</u>	<u>776,432</u>
<u>\$10,464</u>	<u>\$2,040</u>	<u>\$920</u>	<u>\$27,099</u>	<u>\$67,146</u>	<u>\$1,071,583</u>

City of Pickerington, Ohio
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2011

	<u>Street</u>	<u>State Highway</u>	<u>Parks and Recreation</u>	<u>Computer</u>	<u>Operation of a Motor Vehicle Under the Influence Enforcement and Education</u>
Revenues:					
Permissive Motor Vehicle Registration Fees	\$79,226	\$0	\$0	\$0	\$0
Charges for Services	0	0	97,808	0	0
Licenses and Permits	0	0	0	0	0
Fines and Forfeitures	0	0	0	11,684	689
Intergovernmental	621,768	50,413	0	0	0
Interest	474	44	0	0	0
Contributions and Donations	0	0	27,420	0	0
Other	12,811	361	1,497	0	0
<i>Total Revenues</i>	<u>714,279</u>	<u>50,818</u>	<u>126,725</u>	<u>11,684</u>	<u>689</u>
Expenditures:					
Current:					
General Government	0	0	0	7,371	0
Security of Persons and Property	0	0	0	0	728
Transportation	681,149	25,805	0	0	0
Leisure Time Activities	0	0	458,690	0	0
<i>Total Expenditures</i>	<u>681,149</u>	<u>25,805</u>	<u>458,690</u>	<u>7,371</u>	<u>728</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	33,130	25,013	(331,965)	4,313	(39)
Other Financing Sources					
Proceeds from the Sale of Capital Assets	7,300	0	900	0	0
Transfers In	0	0	350,000	0	0
<i>Total Other Financing Sources</i>	<u>7,300</u>	<u>0</u>	<u>350,900</u>	<u>0</u>	<u>0</u>
<i>Net Changes in Fund Balances</i>	40,430	25,013	18,935	4,313	(39)
Fund Balances at Beginning of Year	<u>437,349</u>	<u>24,587</u>	<u>93,731</u>	<u>18,152</u>	<u>6,292</u>
<i>Fund Balances at End of Year</i>	<u>\$477,779</u>	<u>\$49,600</u>	<u>\$112,666</u>	<u>\$22,465</u>	<u>\$6,253</u>

<u>Law Enforcement Trust</u>	<u>Mandatory Drug Law Enforcement</u>	<u>Immobilization</u>	<u>Urban Forestry</u>	<u>Community Development Block Grant Revolving Loan</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$0	\$0	\$0	\$0	\$0	\$79,226
0	0	0	0	0	97,808
0	0	0	27,353	0	27,353
0	125	0	0	0	12,498
20,526	0	0	0	0	692,707
0	0	0	0	99	617
0	0	0	0	0	27,420
2,893	0	0	0	0	17,562
<u>23,419</u>	<u>125</u>	<u>0</u>	<u>27,353</u>	<u>99</u>	<u>955,191</u>
0	0	0	0	0	7,371
21,435	703	0	0	0	22,866
0	0	0	0	0	706,954
0	0	0	60,511	0	519,201
<u>21,435</u>	<u>703</u>	<u>0</u>	<u>60,511</u>	<u>0</u>	<u>1,256,392</u>
1,984	(578)	0	(33,158)	99	(301,201)
0	0	0	0	0	8,200
0	0	0	0	0	350,000
0	0	0	0	0	358,200
1,984	(578)	0	(33,158)	99	56,999
8,480	2,618	920	60,257	67,047	719,433
<u>\$10,464</u>	<u>\$2,040</u>	<u>\$920</u>	<u>\$27,099</u>	<u>\$67,146</u>	<u>\$776,432</u>

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Permissive Motor Vehicle Registration Fees	\$75,000	\$78,457	\$3,457
Intergovernmental	610,000	623,466	13,466
Interest	2,500	474	(2,026)
Other	2,800	12,697	9,897
<i>Total Revenues</i>	<u>690,300</u>	<u>715,094</u>	<u>24,794</u>
Expenditures			
Current:			
Transportation			
Street			
Personal Services	342,458	297,914	44,544
Contractual Services	375,247	207,783	167,464
Materials and Supplies	294,628	197,423	97,205
Capital Outlay	67,000	28,592	38,408
<i>Total Expenditures</i>	<u>1,079,333</u>	<u>731,712</u>	<u>347,621</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(389,033)</u>	<u>(16,618)</u>	<u>372,415</u>
Other Financing Sources			
Proceeds from the Sale of Capital Assets	0	7,300	7,300
Transfers In	295,000	0	(295,000)
<i>Total Other Financing Sources</i>	<u>295,000</u>	<u>7,300</u>	<u>(287,700)</u>
<i>Net Change in Fund Balance</i>	(94,033)	(9,318)	84,715
Fund Balance at Beginning of Year	276,963	276,963	0
Prior Year Encumbrances Appropriated	<u>30,390</u>	<u>30,390</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u>\$213,320</u>	<u>\$298,035</u>	<u>\$84,715</u>

City of Pickerington, Ohio
 Schedule of Revenues, Expenditures, and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 State Highway Fund
 For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Intergovernmental	\$53,000	\$50,551	(\$2,449)
Interest	300	44	(256)
Other	350	361	11
<i>Total Revenues</i>	<u>53,650</u>	<u>50,956</u>	<u>(2,694)</u>
Expenditures			
Current:			
Transportation			
State Highway			
Personal Services	24,150	16,906	7,244
Contractual Services	8,650	7,697	953
Materials and Supplies	38,411	17,929	20,482
<i>Total Expenditures</i>	<u>71,211</u>	<u>42,532</u>	<u>28,679</u>
<i>Net Change in Fund Balance</i>	(17,561)	8,424	25,985
Fund Balance at Beginning of Year	17,528	17,528	0
Prior Year Encumbrances Appropriated	<u>16,911</u>	<u>16,911</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$16,878</u></u>	<u><u>\$42,863</u></u>	<u><u>\$25,985</u></u>

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Parks and Recreation Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Charges for Services	\$92,700	\$98,092	\$5,392
Contributions and Donations	23,000	27,420	4,420
Other	5,600	1,497	(4,103)
<i>Total Revenues</i>	<u>121,300</u>	<u>127,009</u>	<u>5,709</u>
Expenditures			
Current:			
Leisure Time Activities			
Parks and Recreation			
Personal Services	254,955	239,217	15,738
Contractual Services	247,829	194,261	53,568
Materials and Supplies	59,335	45,421	13,914
<i>Total Expenditures</i>	<u>562,119</u>	<u>478,899</u>	<u>83,220</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(440,819)</u>	<u>(351,890)</u>	<u>88,929</u>
Other Financing Sources			
Proceeds from the Sale of Capital Assets	0	900	900
Transfers In	422,500	350,000	(72,500)
<i>Total Other Financing Sources</i>	<u>422,500</u>	<u>350,900</u>	<u>(71,600)</u>
<i>Net Change in Fund Balance</i>	(18,319)	(990)	17,329
Fund Balance at Beginning of Year	90,580	90,580	0
Prior Year Encumbrances Appropriated	<u>1,339</u>	<u>1,339</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$73,600</u></u>	<u><u>\$90,929</u></u>	<u><u>\$17,329</u></u>

City of Pickerington, Ohio
 Schedule of Revenues, Expenditures, and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Computer Fund
 For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Fines and Forfeitures	\$10,000	\$11,527	\$1,527
Expenditures			
Current:			
General Government			
Computer			
Contractual Services	7,440	6,997	443
Materials and Supplies	4,260	1,054	3,206
<i>Total Expenditures</i>	<u>11,700</u>	<u>8,051</u>	<u>3,649</u>
<i>Net Change in Fund Balance</i>	(1,700)	3,476	5,176
Fund Balance at Beginning of Year	<u>17,509</u>	<u>17,509</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$15,809</u></u>	<u><u>\$20,985</u></u>	<u><u>\$5,176</u></u>

City of Pickerington, Ohio
 Schedule of Revenues, Expenditures, and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Operation of a Motor Vehicle Under the Influence Enforcement and Education Fund
 For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Fines and Forfeitures	\$800	\$679	(\$121)
Expenditures			
Current:			
Security of Persons and Property			
Operation of a Motor Vehicle Under the Influence Enforcement and Education			
Contractual Services	2,525	395	2,130
Materials and Supplies	3,000	733	2,267
<i>Total Expenditures</i>	<u>5,525</u>	<u>1,128</u>	<u>4,397</u>
<i>Net Change in Fund Balance</i>	(4,725)	(449)	4,276
Fund Balance at Beginning of Year	<u>6,242</u>	<u>6,242</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$1,517</u></u>	<u><u>\$5,793</u></u>	<u><u>\$4,276</u></u>

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Trust Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Intergovernmental	\$20,200	\$20,666	\$466
Other	0	1,900	1,900
<i>Total Revenues</i>	<u>20,200</u>	<u>22,566</u>	<u>2,366</u>
Expenditures			
Current:			
Security of Persons and Property			
Law Enforcement Trust			
Materials and Supplies	24,079	21,435	2,644
<i>Net Change in Fund Balance</i>	(3,879)	1,131	5,010
Fund Balance at Beginning of Year	7,761	7,761	0
Prior Year Encumbrances Appropriated	579	579	0
<i>Fund Balance at End of Year</i>	<u>\$4,461</u>	<u>\$9,471</u>	<u>\$5,010</u>

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Mandatory Drug Law Enforcement Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Fines and Forfeitures	\$250	\$125	(\$125)
Expenditures			
Current:			
Security of Persons and Property			
Mandatory Drug Law Enforcement			
Materials and Supplies	2,600	798	1,802
<i>Net Change in Fund Balance</i>	(2,350)	(673)	1,677
Fund Balance at Beginning of Year	2,618	2,618	0
<i>Fund Balance at End of Year</i>	\$268	\$1,945	\$1,677

City of Pickerington, Ohio
 Schedule of Revenues, Expenditures, and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Immobilization Fund
 For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Intergovernmental	\$150	\$0	(\$150)
Expenditures			
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	150	0	(150)
Fund Balance at Beginning of Year	<u>920</u>	<u>920</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$1,070</u></u>	<u><u>\$920</u></u>	<u><u>(\$150)</u></u>

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Urban Forestry Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Licenses and Permits	\$26,000	\$27,353	\$1,353
Expenditures			
Current:			
Leisure Time Activities			
Urban Forestry			
Personal Services	375	350	25
Contractual Services	51,200	46,083	5,117
Materials and Supplies	31,100	29,153	1,947
<i>Total Expenditures</i>	<u>82,675</u>	<u>75,586</u>	<u>7,089</u>
<i>Excess of Revenues Under Expenditures</i>	(56,675)	(48,233)	8,442
Other Financing Source			
Transfers In	20,000	0	(20,000)
<i>Net Change in Fund Balance</i>	(36,675)	(48,233)	(11,558)
Fund Balance at Beginning of Year	60,607	60,607	0
<i>Fund Balance at End of Year</i>	<u>\$23,932</u>	<u>\$12,374</u>	<u>(\$11,558)</u>

City of Pickerington, Ohio
 Schedule of Revenues, Expenditures, and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Community Development Block Grant Revolving Loan Fund
 For the Year Ended December 31, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues			
Interest	\$100	\$99	(\$1)
Expenditures			
Current:			
Community Environment			
Community Development Block Grant Revolving Loan			
Contractual Services	<u>65,000</u>	<u>0</u>	<u>65,000</u>
<i>Net Change in Fund Balance</i>	(64,900)	99	64,999
Fund Balance at Beginning of Year	<u>67,047</u>	<u>67,047</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$2,147</u></u>	<u><u>\$67,146</u></u>	<u><u>\$64,999</u></u>

DEBT SERVICE FUNDS

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

The following are included in debt service funds:

Major Debt Service Fund:

Debt Service Fund - To account for revenue used to retire principal, interest, and related costs for general obligation bonds, general obligation bond anticipation notes, loans, and revenue anticipation notes.

Nonmajor Debt Service Funds:

Water Debt Service Fund - To account for water revenue that is transferred from the water fund and used to retire note and bond principal, interest, and related costs for water construction projects. For GAAP reporting, this activity is reflected in the Water Enterprise Fund.

Sewer Debt Service Fund - To account for sewer revenue that is transferred from the sewer fund and used to retire note and bond principal, interest, and related costs for sewer construction projects. For GAAP reporting, this activity is reflected in the Sewer Enterprise Fund.

Stormwater Debt Service Fund - To account for stormwater revenue that is transferred from the stormwater fund and used to retire note principal, interest, and related costs for stormwater construction projects. For GAAP reporting, this activity is reflected in the Stormwater Enterprise Fund.

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Debt Service Fund
For the Year Ended December 31, 2011

	Final	Actual	Variance Positive (Negative)
Revenues			
Payment in Lieu of Taxes	\$257,298	\$364,787	\$107,489
Interest	16,126	14,550	(1,576)
<i>Total Revenues</i>	<u>273,424</u>	<u>379,337</u>	<u>105,913</u>
Expenditures			
Debt Service:			
Principal Retirement	5,864,316	5,864,316	0
Interest and Fiscal Charges	399,783	385,328	14,455
<i>Total Expenditures</i>	<u>6,264,099</u>	<u>6,249,644</u>	<u>14,455</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(5,990,675)</u>	<u>(5,870,307)</u>	<u>120,368</u>
Other Financing Sources (Use)			
Notes Issued	4,484,750	4,384,750	(100,000)
Transfers In	1,614,750	1,638,735	23,985
Advances Out	0	(60,000)	(60,000)
<i>Total Other Financing Sources (Use)</i>	<u>6,099,500</u>	<u>5,963,485</u>	<u>(136,015)</u>
<i>Net Change in Fund Balance</i>	108,825	93,178	(15,647)
Fund Balance at Beginning of Year	<u>39,489</u>	<u>39,489</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$148,314</u></u>	<u><u>\$132,667</u></u>	<u><u>(\$15,647)</u></u>

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Water Debt Service Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Interest	\$2,000	\$19,654	\$17,654
Expenditures			
Debt Service:			
Principal Retirement	3,810,000	3,810,000	0
Interest and Fiscal Charges	64,795	62,295	2,500
<i>Total Expenditures</i>	<u>3,874,795</u>	<u>3,872,295</u>	<u>2,500</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(3,872,795)</u>	<u>(3,852,641)</u>	<u>20,154</u>
Other Financing Sources			
Notes Issued	3,100,000	3,100,000	0
Transfers In	772,295	730,610	(41,685)
<i>Total Other Financing Sources</i>	<u>3,872,295</u>	<u>3,830,610</u>	<u>(41,685)</u>
<i>Net Change in Fund Balance</i>	(500)	(22,031)	(21,531)
Fund Balance at Beginning of Year	<u>22,031</u>	<u>22,031</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$21,531</u></u>	<u><u>\$0</u></u>	<u><u>(\$21,531)</u></u>

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Sewer Debt Service Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Interest	\$6,500	\$4,439	(\$2,061)
Expenditures			
Debt Service:			
Principal Retirement	2,323,760	2,323,760	0
Interest and Fiscal Charges	574,159	530,165	43,994
Issuance Costs	53,547	50,331	3,216
<i>Total Expenditures</i>	<u>2,951,466</u>	<u>2,904,256</u>	<u>47,210</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(2,944,966)</u>	<u>(2,899,817)</u>	<u>45,149</u>
Other Financing Sources (Use)			
Notes Issued	700,000	700,000	0
Refunding Bonds Issued	1,983,929	1,955,000	(28,929)
Premium on Refunding Bonds Issued	0	21,764	21,764
Payment for Current Refunding Bonds	(1,920,000)	(1,920,000)	0
Transfers In	2,169,466	2,131,482	(37,984)
<i>Total Other Financing Sources (Use)</i>	<u>2,933,395</u>	<u>2,888,246</u>	<u>(45,149)</u>
<i>Net Change in Fund Balance</i>	(11,571)	(11,571)	0
Fund Balance at Beginning of Year	<u>11,571</u>	<u>11,571</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Stormwater Debt Service Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Interest	\$751	\$1,198	\$447
Expenditures			
Debt Service:			
Principal Retirement	389,000	389,000	0
Interest and Fiscal Charges	5,613	4,861	752
<i>Total Expenditures</i>	<u>394,613</u>	<u>393,861</u>	<u>752</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(393,862)</u>	<u>(392,663)</u>	<u>1,199</u>
Other Financing Sources			
Notes Issued	189,000	189,000	0
Transfers In	204,862	204,862	0
<i>Total Other Financing Sources</i>	<u>393,862</u>	<u>393,862</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	1,199	1,199
Fund Balance at Beginning of Year	<u>2,785</u>	<u>2,785</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$2,785</u></u>	<u><u>\$3,984</u></u>	<u><u>\$1,199</u></u>

CAPITAL PROJECTS FUNDS

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

Major Capital Projects Fund:

Tax Increment Financing Agreement Windmill/ Diley Construction Fund – To account for revenues and expenditures associated with the extension to Windmill Drive, realignment for Diley Road, intersection improvements, and the construction of storm sewers and sanitary sewers.

Nonmajor Capital Projects Funds:

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

Tax Increment Financing Agreement Cover Construction Fund – A tax increment financing agreement for a roadway by Picktown Beverage for the company of Kohls to begin business within the City.

Street Construction Fund – To account for revenue and expenditures associated with street construction projects. No budgetary schedule was presented because no activity occurred during 2011.

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

Park Capital Improvement Fund - To account for a percentage of the estate tax money transferred from the General Fund, and building permit monies to be used for capital improvements to the City's parks.

Community Development Block Grant Fund - To account for grant monies and related expenditures for projects within the City. This fund has no balance sheet activity to present.

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

Diley Road Improvement Fund - To account for loan proceeds from the State Infrastructure Bank for road construction and expenditures related to the Diley Road widening project.

Safe Routes to Schools - To account for grant monies and related expenditures from the Ohio Department of Transportation for Safe Routes to School infrastructure and non infrastructure projects within the City. This fund has no balance sheet activity to present.

Tax Increment Financing Agreement Old Town Construction Fund – A tax increment financing agreement for improvements to the infrastructure of a project known as Old Town Place (Town Square). For budgetary purposes, this fund is included in the Debt Service Fund.

(continued)

CAPITAL PROJECTS FUNDS (Continued)

Tax Increment Financing Agreement Cycle Way Construction Fund – A tax increment financing agreement for improvements to the Blacklick-Eastern Road, a roadway from the culvert to the north to the existing roadway on the American Motorcycle Association parcel, and the widening and intersection improvements of Yarmouth Road.

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

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

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

Municipal Building Fund – To account for note proceeds and expenditures associated with capital improvements to the municipal building. For budgetary purposes, this fund is included in the Debt Service Fund.

Park Impact Fee Fund - To account for park impact fee revenues and expenditures related to park capital improvements.

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

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Tax Increment Financing Agreement Windmill/Diley Construction Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Payment in Lieu of Taxes	\$25,000	\$228,921	\$203,921
Expenditures			
Capital Outlay			
Tax Increment Financing Agreement			
Windmill/Diley Construction			
Contractual Services	46,800	19,044	27,756
<i>Net Change in Fund Balance</i>	(21,800)	209,877	231,677
Fund Balance at Beginning of Year	30,894	30,894	0
<i>Fund Balance at End of Year</i>	\$9,094	\$240,771	\$231,677

City of Pickerington, Ohio
 Combining Balance Sheet
 Nonmajor Capital Projects Funds
 December 31, 2011

	State Route 256 Highway	Tax Increment Financing Agreement Cover Construction	Street Construction	Street Impact Fee	Park Capital Improvement
Assets:					
Equity in Pooled Cash and Cash Equivalents	\$125,907	\$271,700	\$165	\$96,340	\$625
Receivables:					
Permissive Motor Vehicle Registration Fees	9,765	0	0	0	0
Payments in Lieu of Taxes	0	214,477	0	0	0
<i>Total Assets</i>	<u>\$135,672</u>	<u>\$486,177</u>	<u>\$165</u>	<u>\$96,340</u>	<u>\$625</u>
Liabilities:					
Accounts Payable	\$0	\$0	\$0	\$0	\$0
Accrued Interest Payable	0	408	1,787	0	0
Notes Payable	0	43,750	155,000	0	0
Deferred Revenue	0	214,477	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>258,635</u>	<u>156,787</u>	<u>0</u>	<u>0</u>
Fund Balances:					
Restricted	135,672	227,542	0	0	0
Committed	0	0	0	96,340	625
Unassigned (Deficits)	0	0	(156,622)	0	0
<i>Total Fund Balances (Deficits)</i>	<u>135,672</u>	<u>227,542</u>	<u>(156,622)</u>	<u>96,340</u>	<u>625</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$135,672</u>	<u>\$486,177</u>	<u>\$165</u>	<u>\$96,340</u>	<u>\$625</u>

Police Impact Fee	Diley Road Improvement	Tax Increment Financing Agreement Old Town Construction	Tax Increment Financing Agreement Cycle Way Construction	Tax Increment Financing Agreement Equity Construction	Street Improvement Trust	Sidewalk Improvement Trust
\$22,595	\$25,358	\$0	\$122,646	\$0	\$278,409	\$1,706
0	0	0	0	0	0	0
0	0	0	218,577	59,785	0	0
<u>\$22,595</u>	<u>\$25,358</u>	<u>\$0</u>	<u>\$341,223</u>	<u>\$59,785</u>	<u>\$278,409</u>	<u>\$1,706</u>
\$0	\$0	\$0	\$0	\$59,785	\$0	\$0
576	0	3,463	0	0	0	0
50,000	0	371,000	0	0	0	0
0	0	0	218,577	59,785	0	0
<u>50,576</u>	<u>0</u>	<u>374,463</u>	<u>218,577</u>	<u>119,570</u>	<u>0</u>	<u>0</u>
0	25,358	0	122,646	0	0	0
0	0	0	0	0	278,409	1,706
<u>(27,981)</u>	<u>0</u>	<u>(374,463)</u>	<u>0</u>	<u>(59,785)</u>	<u>0</u>	<u>0</u>
<u>(27,981)</u>	<u>25,358</u>	<u>(374,463)</u>	<u>122,646</u>	<u>(59,785)</u>	<u>278,409</u>	<u>1,706</u>
<u>\$22,595</u>	<u>\$25,358</u>	<u>\$0</u>	<u>\$341,223</u>	<u>\$59,785</u>	<u>\$278,409</u>	<u>\$1,706</u>

(continued)

City of Pickerington, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds (Continued)
December 31, 2011

	Municipal Building	Park Impact Fee	Municipal Facility Impact Fee	Total Nonmajor Capital Projects Funds
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$933	\$182,451	\$59,999	\$1,188,834
Receivables:				
Permissive Motor Vehicle Registration Fees	0	0	0	9,765
Payments in Lieu of Taxes	0	0	0	492,839
<i>Total Assets</i>	\$933	\$182,451	\$59,999	\$1,691,438
Liabilities:				
Accounts Payable	\$0	\$0	\$0	\$59,785
Accrued Interest Payable	749	0	0	6,983
Notes Payable	65,000	0	0	684,750
Deferred Revenue	0	0	0	492,839
<i>Total Liabilities</i>	65,749	0	0	1,244,357
Fund Balances:				
Restricted	0	0	0	511,218
Committed	0	182,451	59,999	619,530
Unassigned (Deficits)	(64,816)	0	0	(683,667)
<i>Total Fund Balances (Deficits)</i>	(64,816)	182,451	59,999	447,081
<i>Total Liabilities and Fund Balances</i>	\$933	\$182,451	\$59,999	\$1,691,438

City of Pickerington, Ohio
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2011

	State Route 256 Highway	Tax Increment Financing Agreement Cover Construction	Street Construction	Street Impact Fee	Park Capital Improvement
Revenues:					
Permissive Motor Vehicle Registration Fees	\$118,838	\$0	\$0	\$0	\$0
Impact Fees	0	0	0	86,335	0
Intergovernmental	0	0	0	0	0
Interest	0	0	0	92	0
Payment in Lieu of Taxes	0	235,202	0	0	0
<i>Total Revenues</i>	<u>118,838</u>	<u>235,202</u>	<u>0</u>	<u>86,427</u>	<u>0</u>
Expenditures:					
Capital Outlay	0	78,604	0	0	6,948
Debt Service:					
Interest and Fiscal Charges	0	4,951	21,313	0	0
<i>Total Expenditures</i>	<u>0</u>	<u>83,555</u>	<u>21,313</u>	<u>0</u>	<u>6,948</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>118,838</u>	<u>151,647</u>	<u>(21,313)</u>	<u>86,427</u>	<u>(6,948)</u>
Other Financing Sources (Use)					
Loans Issued	0	0	0	0	0
Transfers In	0	0	36,250	0	0
Transfers Out	(100,000)	0	(20,000)	(55,000)	0
<i>Total Other Financing Sources (Use)</i>	<u>(100,000)</u>	<u>0</u>	<u>16,250</u>	<u>(55,000)</u>	<u>0</u>
<i>Net Changes in Fund Balances</i>	18,838	151,647	(5,063)	31,427	(6,948)
Fund Balances (Deficits) at Beginning of Year	116,834	75,895	(151,559)	64,913	7,573
<i>Fund Balances (Deficits) at End of Year</i>	<u>\$135,672</u>	<u>\$227,542</u>	<u>(\$156,622)</u>	<u>\$96,340</u>	<u>\$625</u>

(continued)

City of Pickerington, Ohio
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Capital Projects Funds (Continued)
For the Year Ended December 31, 2011

	Community Development Block Grant	Police Impact Fee	Diley Road Improvement	Safe Routes to Schools	Tax Increment Financing Agreement Old Town Construction
Revenues:					
Permissive Motor Vehicle Registration Fees	\$0	\$0	\$0	\$0	\$0
Impact Fees	0	74,790	0	0	0
Intergovernmental	30,800	0	869	302,576	0
Interest	0	80	0	0	0
Payment in Lieu of Taxes	0	0	0	0	4,642
<i>Total Revenues</i>	<u>30,800</u>	<u>74,870</u>	<u>869</u>	<u>302,576</u>	<u>4,642</u>
Expenditures:					
Capital Outlay	30,800	0	58,937	302,576	0
Debt Service:					
Interest and Fiscal Charges	0	2,501	201	0	12,370
<i>Total Expenditures</i>	<u>30,800</u>	<u>2,501</u>	<u>59,138</u>	<u>302,576</u>	<u>12,370</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>0</u>	<u>72,369</u>	<u>(58,269)</u>	<u>0</u>	<u>(7,728)</u>
Other Financing Sources (Use)					
Loans Issued	0	0	58,068	0	0
Transfers In	0	0	202,500	0	7,981
Transfers Out	0	(72,500)	0	0	0
<i>Total Other Financing Sources (Use)</i>	<u>0</u>	<u>(72,500)</u>	<u>260,568</u>	<u>0</u>	<u>7,981</u>
<i>Net Changes in Fund Balances</i>	0	(131)	202,299	0	253
Fund Balances (Deficits) at Beginning of Year	0	(27,850)	(176,941)	0	(374,716)
<i>Fund Balances (Deficits) at End of Year</i>	<u>\$0</u>	<u>(\$27,981)</u>	<u>\$25,358</u>	<u>\$0</u>	<u>(\$374,463)</u>

Tax Increment Financing Agreement Cycle Way Construction	Tax Increment Financing Agreement Equity Construction	Street Improvement Trust	Sidewalk Improvement Trust	Municipal Building	Park Impact Fee	Municipal Facility Impact Fee	Total Nonmajor Capital Projects Funds
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$118,838
0	0	0	0	0	150,602	55,672	367,399
0	0	0	0	0	0	0	334,245
0	0	398	3	0	157	51	781
132,140	75,622	0	0	0	0	0	447,606
132,140	75,622	398	3	0	150,759	55,723	1,268,869
0	58,819	0	0	0	0	0	536,684
4,342	0	0	0	5,772	0	0	51,450
4,342	58,819	0	0	5,772	0	0	588,134
127,798	16,803	398	3	(5,772)	150,759	55,723	680,735
0	0	0	0	0	0	0	58,068
0	0	0	0	26,625	0	0	273,356
0	0	0	0	(625)	0	(61,625)	(309,750)
0	0	0	0	26,000	0	(61,625)	21,674
127,798	16,803	398	3	20,228	150,759	(5,902)	702,409
(5,152)	(76,588)	278,011	1,703	(85,044)	31,692	65,901	(255,328)
\$122,646	(\$59,785)	\$278,409	\$1,706	(\$64,816)	\$182,451	\$59,999	\$447,081

City of Pickerington, Ohio
 Schedule of Revenues, Expenditures, and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 State Route 256 Highway Fund
 For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Permissive Motor Vehicle Registration Fees	\$108,000	\$117,685	\$9,685
Expenditures			
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	108,000	117,685	9,685
Other Financing Use			
Transfers Out	<u>(200,000)</u>	<u>(100,000)</u>	<u>100,000</u>
<i>Net Change in Fund Balance</i>	(92,000)	17,685	109,685
Fund Balance at Beginning of Year	<u>108,222</u>	<u>108,222</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$16,222</u></u>	<u><u>\$125,907</u></u>	<u><u>\$109,685</u></u>

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Tax Increment Financing Agreement Cover Construction Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Payment in Lieu of Taxes	\$150,000	\$145,051	(\$4,949)
Expenditures			
Capital Outlay			
Tax Increment Financing Agreement Cover Construction			
Contractual Services	108,900	78,604	30,296
<i>Net Change in Fund Balance</i>	41,100	66,447	25,347
Fund Balance at Beginning of Year	164,271	164,271	0
<i>Fund Balance at End of Year</i>	<u>\$205,371</u>	<u>\$230,718</u>	<u>\$25,347</u>

City of Pickerington, Ohio
 Schedule of Revenues, Expenditures, and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Street Impact Fee Fund
 For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Impact Fees	\$53,150	\$86,335	\$33,185
Interest	100	92	(8)
<i>Total Revenues</i>	<u>53,250</u>	<u>86,427</u>	<u>33,177</u>
Expenditures			
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	53,250	86,427	33,177
Other Financing Use			
Transfers Out	<u>(55,000)</u>	<u>(55,000)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(1,750)	31,427	33,177
Fund Balance at Beginning of Year	<u>64,913</u>	<u>64,913</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$63,163</u></u>	<u><u>\$96,340</u></u>	<u><u>\$33,177</u></u>

City of Pickerington, Ohio
 Schedule of Revenues, Expenditures, and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Park Capital Improvement Fund
 For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
<i>Total Revenues</i>	\$0	\$0	\$0
Expenditures			
Capital Outlay			
Park Capital Improvement			
Capital Outlay	7,573	6,948	625
<i>Net Change in Fund Balance</i>	(7,573)	(6,948)	625
Fund Balance at Beginning of Year	7,573	7,573	0
<i>Fund Balance at End of Year</i>	\$0	\$625	\$625

City of Pickerington, Ohio
 Schedule of Revenues, Expenditures, and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Community Development Block Grant Fund
 For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Intergovernmental	\$30,800	\$30,800	\$0
Expenditures			
Capital Outlay			
Community Development Block Grant			
Capital Outlay	30,800	30,800	0
<i>Net Change in Fund Balance</i>	0	0	0
Fund Balance at Beginning of Year	0	0	0
<i>Fund Balance at End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Impact Fee Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Impact Fees	\$83,725	\$74,790	(\$8,935)
Interest	100	80	(20)
<i>Total Revenues</i>	<u>83,825</u>	<u>74,870</u>	<u>(8,955)</u>
Expenditures			
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	83,825	74,870	(8,955)
Other Financing Use			
Transfers Out	<u>(75,000)</u>	<u>(75,000)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	8,825	(130)	(8,955)
Fund Balance at Beginning of Year	<u>22,725</u>	<u>22,725</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$31,550</u></u>	<u><u>\$22,595</u></u>	<u><u>(\$8,955)</u></u>

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Diley Road Improvement Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Intergovernmental	\$869	\$869	\$0
Expenditures			
Capital Outlay			
Diley Road Improvement			
Capital Outlay	<u>58,937</u>	<u>58,937</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(58,068)	(58,068)	0
Other Financing Source			
Loans Issued	<u>58,068</u>	<u>58,068</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0
Fund Balance at Beginning of Year	<u>25,358</u>	<u>25,358</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$25,358</u></u>	<u><u>\$25,358</u></u>	<u><u>\$0</u></u>

City of Pickerington, Ohio
 Schedule of Revenues, Expenditures, and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Safe Routes to Schools Fund
 For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Intergovernmental	\$305,800	\$302,576	(\$3,224)
Expenditures			
Capital Outlay			
Safe Routes to Schools			
Capital Outlay	305,800	302,576	3,224
<i>Net Change in Fund Balance</i>	0	0	0
Fund Balance at Beginning of Year	0	0	0
<i>Fund Balance at End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Tax Increment Financing Agreement Cycle Way Construction Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Payment in Lieu of Taxes	\$75,000	\$75,000	\$0
Expenditures			
Capital Outlay			
Tax Increment Financing Agreement Cycle Way Construction			
Contractual Services	75,000	0	75,000
<i>Net Change in Fund Balance</i>	0	75,000	75,000
Fund Balance at Beginning of Year	0	0	0
<i>Fund Balance at End of Year</i>	\$0	\$75,000	\$75,000

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Tax Increment Financing Agreement Equity Construction Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Interest	\$10	\$0	(\$10)
Payment in Lieu of Taxes	75,612	75,622	10
<i>Total Revenues</i>	<u>75,622</u>	<u>75,622</u>	<u>0</u>
Expenditures			
Capital Outlay			
Tax Increment Financing Agreement Equity Construction			
Contractual Services	75,622	75,622	0
<i>Net Change in Fund Balance</i>	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

City of Pickerington, Ohio
 Schedule of Revenues, Expenditures, and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Street Improvement Trust Fund
 For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Interest	\$300	\$398	\$98
Expenditures			
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	300	398	98
Fund Balance at Beginning of Year	<u>278,011</u>	<u>278,011</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$278,311</u></u>	<u><u>\$278,409</u></u>	<u><u>\$98</u></u>

City of Pickerington, Ohio
 Schedule of Revenues, Expenditures, and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Sidewalk Improvement Trust Fund
 For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Interest	\$1	\$3	\$2
Expenditures			
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	1	3	2
Fund Balance at Beginning of Year	<u>1,703</u>	<u>1,703</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$1,704</u></u>	<u><u>\$1,706</u></u>	<u><u>\$2</u></u>

City of Pickerington, Ohio
 Schedule of Revenues, Expenditures, and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Park Impact Fee Fund
 For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Impact Fees	\$92,890	\$150,602	\$57,712
Interest	225	157	(68)
<i>Total Revenues</i>	<u>93,115</u>	<u>150,759</u>	<u>57,644</u>
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	93,115	150,759	57,644
Fund Balance at Beginning of Year	<u>31,692</u>	<u>31,692</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$124,807</u></u>	<u><u>\$182,451</u></u>	<u><u>\$57,644</u></u>

City of Pickerington, Ohio
Schedule of Revenues, Expenditures, and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Municipal Facility Impact Fee Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Impact Fees	\$32,838	\$55,672	\$22,834
Interest	250	51	(199)
<i>Total Revenues</i>	<u>33,088</u>	<u>55,723</u>	<u>22,635</u>
Expenditures			
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	33,088	55,723	22,635
Other Financing Use			
Transfers Out	<u>(61,625)</u>	<u>(61,625)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(28,537)	(5,902)	22,635
Fund Balance at Beginning of Year	<u>65,901</u>	<u>65,901</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$37,364</u></u>	<u><u>\$59,999</u></u>	<u><u>\$22,635</u></u>

PERMANENT FUND

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

Cemetery Fund – To account for receiving and disbursing funds associated with the perpetual care of certain cemetery lots which are located in the City.

City of Pickerington, Ohio
 Schedule of Revenues, Expenditures, and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Cemetery Fund
 For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Interest Income	\$0	\$6	\$6
Expenditures			
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	6	6
Fund Balance at Beginning of Year	<u>4,343</u>	<u>4,343</u>	<u>0</u>
<i>Fund Balance at End of Year</i>	<u><u>\$4,343</u></u>	<u><u>\$4,349</u></u>	<u><u>\$6</u></u>

ENTERPRISE FUNDS

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

Major Enterprise Funds:

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

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

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

Nonmajor Enterprise Fund:

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

City of Pickerington, Ohio
Schedule of Revenues, Expenses, and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Water Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Charges for Services	\$2,184,170	\$2,174,947	(\$9,223)
Tap-in Fees	253,000	280,879	27,879
Utility Deposits Received	1,500	7,050	5,550
Interest	5,000	6,268	1,268
OWDA Loans Issued	2,411,390	1,493,755	(917,635)
Other Non-Operating Revenues	9,500	2,433	(7,067)
<i>Total Revenues</i>	<u>4,864,560</u>	<u>3,965,332</u>	<u>(899,228)</u>
Expenses			
Current:			
Personal Services	798,007	720,619	77,388
Contractual Services	476,584	410,112	66,472
Materials and Supplies	467,785	356,113	111,672
Utility Deposits Applied	2,500	1,937	563
Utility Deposits Returned	2,500	501	1,999
Capital Outlay	2,590,518	2,380,044	210,474
<i>Total Expenses</i>	<u>4,337,894</u>	<u>3,869,326</u>	<u>468,568</u>
<i>Excess of Revenues Over Expenses</i>	526,666	96,006	(430,660)
Advances In	0	722,880	722,880
Advances Out	(722,880)	(722,880)	0
Transfers Out	(772,295)	(730,610)	41,685
<i>Net Change in Fund Equity</i>	(968,509)	(634,604)	333,905
Fund Equity at Beginning of Year	2,119,389	2,119,389	0
Prior Year Encumbrances Appropriated	829,257	829,257	0
<i>Fund Equity at End of Year</i>	<u>\$1,980,137</u>	<u>\$2,314,042</u>	<u>\$333,905</u>

City of Pickerington, Ohio
Schedule of Revenues, Expenses, and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Sewer Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Charges for Services	\$3,723,350	\$3,463,565	(\$259,785)
Tap-in Fees	122,500	143,271	20,771
Utility Deposits Received	1,500	7,050	5,550
Interest	5,000	2,215	(2,785)
OWDA Loan Proceeds	0	51,042	51,042
Other Non-Operating Revenues	11,000	1,073	(9,927)
<i>Total Revenues</i>	<u>3,863,350</u>	<u>3,668,216</u>	<u>(195,134)</u>
Expenses			
Current:			
Personal Services	804,088	710,767	93,321
Contractual Services	1,278,896	1,110,215	168,681
Materials and Supplies	53,584	43,644	9,940
Utility Deposits Applied	2,500	1,937	563
Utility Deposits Returned	2,500	501	1,999
Capital Outlay	557,205	528,280	28,925
Debt Service:			
Principal Retirement	64,634	64,634	0
Interest and Fiscal Charges	28,912	28,912	0
<i>Total Expenses</i>	<u>2,792,319</u>	<u>2,488,890</u>	<u>303,429</u>
<i>Excess of Revenues Over Expenses</i>	1,071,031	1,179,326	108,295
Transfers Out	<u>(2,169,466)</u>	<u>(2,131,482)</u>	<u>37,984</u>
<i>Net Change in Fund Equity</i>	(1,098,435)	(952,156)	146,279
Fund Equity at Beginning of Year	3,726,150	3,726,150	0
Prior Year Encumbrances Appropriated	<u>102,030</u>	<u>102,030</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u>\$2,729,745</u>	<u>\$2,876,024</u>	<u>\$146,279</u>

City of Pickerington, Ohio
Schedule of Revenues, Expenses, and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Stormwater Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Charges for Services	\$530,150	\$546,045	\$15,895
Tap-in Fees	42,000	59,242	17,242
Interest	470	407	(63)
Other Non-Operating Revenues	5,250	0	(5,250)
<i>Total Revenues</i>	<u>577,870</u>	<u>605,694</u>	<u>27,824</u>
Expenses			
Current:			
Personal Services	306,769	292,623	14,146
Contractual Services	302,686	232,170	70,516
Materials and Supplies	21,556	12,943	8,613
Capital Outlay	27,500	12,824	14,676
<i>Total Expenses</i>	<u>658,511</u>	<u>550,560</u>	<u>107,951</u>
<i>Excess of Revenues Over (Under) Expenses</i>	(80,641)	55,134	135,775
Transfers Out	<u>(204,862)</u>	<u>(204,862)</u>	<u>0</u>
<i>Net Change in Fund Equity</i>	(285,503)	(149,728)	135,775
Fund Equity at Beginning of Year	557,779	557,779	0
Prior Year Encumbrances Appropriated	<u>134</u>	<u>134</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u><u>\$272,410</u></u>	<u><u>\$408,185</u></u>	<u><u>\$135,775</u></u>

City of Pickerington, Ohio
Schedule of Revenues, Expenses, and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Aquatic Recreation Center Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Charges for Services	\$194,115	\$184,833	(\$9,282)
Other Non-Operating Revenues	0	607	607
<i>Total Revenues</i>	<u>194,115</u>	<u>185,440</u>	<u>(8,675)</u>
Expenses			
Current:			
Personal Services	86,750	76,961	9,789
Contractual Services	81,159	58,636	22,523
Materials and Supplies	61,216	49,090	12,126
<i>Total Expenses</i>	<u>229,125</u>	<u>184,687</u>	<u>44,438</u>
<i>Net Change in Fund Equity</i>	(35,010)	753	35,763
Fund Equity at Beginning of Year	58,170	58,170	0
Prior Year Encumbrances Appropriated	<u>11,325</u>	<u>11,325</u>	<u>0</u>
<i>Fund Equity at End of Year</i>	<u>\$34,485</u>	<u>\$70,248</u>	<u>\$35,763</u>

INTERNAL SERVICE FUND

The internal service fund is maintained to account for the operations of City activities that provide services to other City departments and funds.

The internal service fund is:

Fleet Maintenance Fund – To account for fuel purchased for City vehicles.

City of Pickerington, Ohio
Schedule of Revenues, Expenses, and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Fleet Maintenance Fund
For the Year Ended December 31, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues			
Charges for Services	\$170,000	\$156,205	(\$13,795)
Expenses			
Materials and Supplies	179,740	165,945	13,795
<i>Net Change in Fund Equity</i>	(9,740)	(9,740)	0
Fund Equity at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	9,740	9,740	0
<i>Fund Equity at End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

AGENCY FUND

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

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

City of Pickerington, Ohio
Statement of Changes in Assets and Liabilities
Agency Fund
For the Year Ended December 31, 2011

	<u>Balance</u> <u>1/1/11</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>12/31/11</u>
Mayor's Court				
Assets				
Cash and Cash Equivalents in Segregated Accounts	<u>\$2,898</u>	<u>\$270,451</u>	<u>\$268,851</u>	<u>\$4,498</u>
<i>Total Assets</i>	<u><u>\$2,898</u></u>	<u><u>\$270,451</u></u>	<u><u>\$268,851</u></u>	<u><u>\$4,498</u></u>
Liabilities				
Undistributed Monies	<u>\$2,898</u>	<u>\$270,451</u>	<u>\$268,851</u>	<u>\$4,498</u>
<i>Total Liabilities</i>	<u><u>\$2,898</u></u>	<u><u>\$270,451</u></u>	<u><u>\$268,851</u></u>	<u><u>\$4,498</u></u>



Statistical Section

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Statistical Section

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

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

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

City of Pickerington, Ohio
Net Assets by Component
Last Eight Years
(Accrual Basis of Accounting)

	<u>2011</u>	<u>2010</u>	<u>2009 (1)</u>	<u>2008 (1)</u>
Governmental Activities				
Invested in Capital Assets, Net of Related Debt	\$42,835,157	\$41,960,655	\$43,487,617	\$39,034,496
Restricted:				
Capital Projects	2,284,725	1,758,477	2,050,326	2,127,980
Debt Service	0	0	0	0
Security of Persons and Property	218,989	233,528	198,648	18,540
Transportation Services	652,107	621,243	765,398	628,181
Other Purposes	710,710	274,748	278,252	291,614
Perpetual Care:				
Expendable	2,804	2,798	0	0
Non-Expendable	1,545	1,545	0	0
Unrestricted	<u>4,103,182</u>	<u>3,535,264</u>	<u>3,565,295</u>	<u>2,989,047</u>
<i>Total Governmental Activities Net Assets</i>	<u>50,809,219</u>	<u>48,388,258</u>	<u>50,345,536</u>	<u>45,089,858</u>
Business-Type-Activities				
Invested in Capital Assets, Net of Related Debt	41,184,090	39,844,968	35,699,418	34,996,281
Unrestricted	<u>6,112,319</u>	<u>6,220,761</u>	<u>5,653,899</u>	<u>4,837,129</u>
<i>Total Business-Type Activities Net Assets</i>	<u>47,296,409</u>	<u>46,065,729</u>	<u>41,353,317</u>	<u>39,833,410</u>
Primary Government				
Invested in Capital Assets, Net of Related Debt	84,019,247	81,805,623	79,187,035	74,030,777
Restricted	3,870,880	2,892,339	3,292,624	3,066,315
Unrestricted	<u>10,215,501</u>	<u>9,756,025</u>	<u>9,219,194</u>	<u>7,826,176</u>
<i>Total Primary Government Net Assets</i>	<u>\$98,105,628</u>	<u>\$94,453,987</u>	<u>\$91,698,853</u>	<u>\$84,923,268</u>

(1) Restated net assets.

<u>2007 (1)</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$29,131,270	\$29,992,870	\$30,277,012	\$29,828,785
6,024,383	2,306,000	1,374,124	1,005,130
0	0	0	19,130
1,291	142,909	10,311	130,392
558,230	574,042	423,290	341,821
300,241	409,823	367,212	484,055
0	0	0	0
0	0	0	0
2,001,791	2,791,432	2,071,459	1,710,743
<u>38,017,206</u>	<u>36,217,076</u>	<u>34,523,408</u>	<u>33,520,056</u>
32,707,886	32,033,382	30,852,263	28,356,121
<u>5,650,267</u>	<u>5,682,945</u>	<u>5,707,503</u>	<u>6,172,148</u>
<u>38,358,153</u>	<u>37,716,327</u>	<u>36,559,766</u>	<u>34,528,269</u>
61,839,156	62,026,252	61,129,275	58,184,906
6,884,145	3,432,774	2,174,937	1,980,528
<u>7,652,058</u>	<u>8,474,377</u>	<u>7,778,962</u>	<u>7,882,891</u>
<u>\$76,375,359</u>	<u>\$73,933,403</u>	<u>\$71,083,174</u>	<u>\$68,048,325</u>

City of Pickerington, Ohio
Changes in Net Assets
Last Eight Years
(Accrual Basis of Accounting)

	2011	2010	2009	2008
<u>Program Revenues</u>				
Governmental Activities:				
Charges for Services:				
General Government	\$11,684	\$14,495	\$13,206	\$12,153
Security of Persons and Property	358,371	333,103	238,185	227,099
Transportation	198,064	196,698	192,112	199,872
Leisure Time Activities	125,161	120,889	132,472	168,184
Community Environment	677,077	668,879	471,434	473,219
Subtotal Charges for Services	<u>1,370,357</u>	<u>1,334,064</u>	<u>1,047,409</u>	<u>1,080,527</u>
Operating Grants and Contributions:				
General Government	12,743	14,136	17,289	7,144
Security of Persons and Property	185,062	253,854	270,211	251,683
Transportation	672,226	677,532	665,735	730,654
Leisure Time Activities	27,420	24,419	20,460	21,351
Community Environment	0	0	0	0
Subtotal Operating Grants and Contributions	<u>897,451</u>	<u>969,941</u>	<u>973,695</u>	<u>1,010,832</u>
Capital Grants and Contributions:				
Transportation	2,203,576	1,351,949	4,631,410	10,128,435
Leisure Time Activities	0	0	0	36,875
Community Environment	30,800	0	0	0
Subtotal Capital Grants and Contributions	<u>2,234,376</u>	<u>1,351,949</u>	<u>4,631,410</u>	<u>10,165,310</u>
Total Governmental Activities Program Revenues	<u>4,502,184</u>	<u>3,655,954</u>	<u>6,652,514</u>	<u>12,256,669</u>
Business-Type Activities:				
Charges for Services:				
Water	2,193,255	2,007,822	1,807,976	1,636,814
Sewer	3,456,645	3,311,157	2,787,985	2,238,365
Stormwater	561,066	427,243	209,067	206,463
Aquatic Recreation	184,833	201,063	239,937	268,511
Subtotal Charges for Services	<u>6,395,799</u>	<u>5,947,285</u>	<u>5,044,965</u>	<u>4,350,153</u>
Capital Grants and Contributions:				
Water	271,787	747,029	363,969	447,058
Sewer	143,271	139,507	189,811	209,471
Stormwater	59,242	133,383	750,078	177,259
Aquatic Recreation	0	0	0	288,970
Subtotal Capital Grants and Contributions	<u>474,300</u>	<u>1,019,919</u>	<u>1,303,858</u>	<u>1,122,758</u>
Total Business-Type Activities Program Revenues	<u>6,870,099</u>	<u>6,967,204</u>	<u>6,348,823</u>	<u>5,472,911</u>
Total Primary Government Program Revenues	<u>\$11,372,283</u>	<u>\$10,623,158</u>	<u>\$13,001,337</u>	<u>\$17,729,580</u>

2007	2006	2005	2004
\$24,279	\$35,902	\$31,852	\$21,316
227,265	252,630	249,329	243,042
282,605	162,253	146,739	128,803
188,873	239,945	324,401	278,187
469,709	774,038	731,672	701,893
<u>1,192,731</u>	<u>1,464,768</u>	<u>1,483,993</u>	<u>1,373,241</u>
8,069	9,197	42,316	0
209,065	41,588	58,036	78,314
616,904	547,022	445,199	450,349
17,420	2,695	2,426	5,871
0	0	0	453
<u>851,458</u>	<u>600,502</u>	<u>547,977</u>	<u>534,987</u>
542,128	1,628,431	1,623,293	2,499,860
0	0	7,428	0
0	0	0	30,000
<u>542,128</u>	<u>1,628,431</u>	<u>1,630,721</u>	<u>2,529,860</u>
<u>2,586,317</u>	<u>3,693,701</u>	<u>3,662,691</u>	<u>4,438,088</u>
1,717,300	1,399,689	1,329,105	781,141
1,751,962	1,423,713	1,408,308	1,322,484
199,056	196,415	245,374	75,851
0	0	0	0
<u>3,668,318</u>	<u>3,019,817</u>	<u>2,982,787</u>	<u>2,179,476</u>
669,874	963,603	1,443,143	2,908,350
395,217	925,235	1,388,855	1,856,495
93,074	388,762	1,056,705	2,097,712
0	0	0	0
<u>1,158,165</u>	<u>2,277,600</u>	<u>3,888,703</u>	<u>6,862,557</u>
<u>4,826,483</u>	<u>5,297,417</u>	<u>6,871,490</u>	<u>9,042,033</u>
<u>\$7,412,800</u>	<u>\$8,991,118</u>	<u>\$10,534,181</u>	<u>\$13,480,121</u>

(continued)

City of Pickerington, Ohio
Changes in Net Assets (Continued)
Last Eight Years
(Accrual Basis of Accounting)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<u>Expenses</u>				
Governmental Activities:				
General Government	\$2,345,620	\$3,000,709	\$2,486,109	\$2,436,997
Security of Persons and Property	4,218,379	4,239,816	4,151,605	4,009,308
Transportation	3,480,642	2,952,265	2,279,416	5,441,557
Leisure Time Activities	588,605	561,867	679,915	816,074
Public Health Services	99,439	93,643	103,452	139,550
Community Environment	547,932	614,957	565,244	775,088
Interest and Fiscal Charges	378,619	419,544	556,662	577,476
<i>Total Governmental Activities Expenses</i>	<u>11,659,236</u>	<u>11,882,801</u>	<u>10,822,403</u>	<u>14,196,050</u>
Business-Type Activities:				
Water	1,980,410	2,202,930	1,963,643	1,993,851
Sewer	2,853,379	2,374,695	2,235,878	2,358,467
Stormwater	643,564	447,488	474,946	427,739
Aquatic Recreation	196,381	181,941	274,966	219,399
<i>Total Business-Type Activities Expenses</i>	<u>5,673,734</u>	<u>5,207,054</u>	<u>4,949,433</u>	<u>4,999,456</u>
<i>Total Primary Government Program Expenses</i>	<u>17,332,970</u>	<u>17,089,855</u>	<u>15,771,836</u>	<u>19,195,506</u>
Net (Expense)/ Revenue				
Governmental Activities	(7,157,052)	(8,226,847)	(4,169,889)	(1,939,381)
Business-Type Activities	1,196,365	1,760,150	1,399,390	473,455
<i>Total Primary Government Net Expense</i>	<u><u>(\$5,960,687)</u></u>	<u><u>(\$6,466,697)</u></u>	<u><u>(\$2,770,499)</u></u>	<u><u>(\$1,465,926)</u></u>

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$2,358,695	\$1,974,274	\$2,044,288	\$1,902,593
3,829,576	3,567,445	3,285,125	2,956,311
659,246	2,611,586	2,168,811	1,506,242
845,507	766,520	813,732	767,388
122,046	142,208	116,159	103,208
1,276,233	1,238,791	1,305,830	1,210,341
589,252	606,962	488,500	265,189
<u>9,680,555</u>	<u>10,907,786</u>	<u>10,222,445</u>	<u>8,711,272</u>
1,992,516	1,945,301	1,944,783	1,744,618
2,059,272	1,968,812	2,576,944	1,922,633
429,984	545,446	509,188	425,989
0	0	0	0
<u>4,481,772</u>	<u>4,459,559</u>	<u>5,030,915</u>	<u>4,093,240</u>
<u>14,162,327</u>	<u>15,367,345</u>	<u>15,253,360</u>	<u>12,804,512</u>
(7,094,238)	(7,214,085)	(6,559,754)	(4,273,184)
344,711	837,858	1,840,575	4,948,793
<u>(\$6,749,527)</u>	<u>(\$6,376,227)</u>	<u>(\$4,719,179)</u>	<u>\$675,609</u>

(continued)

City of Pickerington, Ohio
Changes in Net Assets (Continued)
Last Eight Years
(Accrual Basis of Accounting)

	2011	2010	2009	2008
<u>General Revenues and Other Changes in Net Assets</u>				
Governmental Activities:				
Property and Other Taxes Levied for General Purposes	\$966,394	\$984,192	\$972,149	\$979,584
Property Taxes Levied for Security of Persons and Property	1,484,938	1,453,677	1,423,744	1,399,961
Income Taxes Levied for General Purposes	5,117,727	4,643,326	4,527,504	4,671,505
Franchise Taxes	256,095	245,377	189,705	93,439
Grants and Entitlements not Restricted to Specific Programs	498,744	496,743	595,467	960,300
Investment Earnings	59,449	92,724	145,561	336,461
Payment in Lieu of Taxes	722,735	738,217	939,085	655,079
Impact Fees	367,399	264,926	323,888	485,964
Gain on Sale of Capital Assets	8,200	0	0	0
Miscellaneous	96,332	244,404	322,661	234,740
<i>Total Governmental Activities</i>	<u>9,578,013</u>	<u>9,163,586</u>	<u>9,439,764</u>	<u>9,817,033</u>
Business-Type Activities:				
Investment Earnings	28,740	58,010	78,236	122,874
Miscellaneous	5,575	235	28,084	73,928
<i>Total Business-Type Activities</i>	<u>34,315</u>	<u>58,245</u>	<u>106,320</u>	<u>196,802</u>
<i>Total Primary Government General Revenues and Other Changes in Net Assets</i>	<u>9,612,328</u>	<u>9,221,831</u>	<u>9,546,084</u>	<u>10,013,835</u>
Increase Before Transfers				
Governmental Activities	2,420,961	936,739	5,269,875	7,877,652
Business-Type Activities	1,230,680	1,818,395	1,505,710	670,257
<i>Total Primary Government Increase Before Transfers</i>	<u>3,651,641</u>	<u>2,755,134</u>	<u>6,775,585</u>	<u>8,547,909</u>
Transfers In (Out)				
Governmental Activities	0	(2,894,017)	(14,197)	(805,000)
Business-Type Activities	0	2,894,017	14,197	805,000
Increase (Decrease) After Transfers				
Governmental Activities	2,420,961	(1,957,278)	5,255,678	7,072,652
Business-Type Activities	1,230,680	4,712,412	1,519,907	1,475,257
<i>Total Primary Government Increase (Decrease) After Transfers</i>	<u>\$3,651,641</u>	<u>\$2,755,134</u>	<u>\$6,775,585</u>	<u>\$8,547,909</u>

(1) During 2005, the City adopted and enforced impact fees on new residential and commercial development within the City.

<u>2007</u>	<u>2006</u>	<u>2005 (1)</u>	<u>2004</u>
\$906,955	\$869,092	\$759,644	\$640,080
1,373,786	1,345,209	1,181,883	1,078,806
4,156,569	4,010,850	3,648,635	3,372,437
34,616	16,897	15,963	17,365
551,593	692,089	895,566	641,415
455,624	478,126	189,389	140,672
652,684	425,912	676,183	437,296
625,041	922,709	24,290	0
0	0	0	0
137,500	146,869	171,553	210,754
<u>8,894,368</u>	<u>8,907,753</u>	<u>7,563,106</u>	<u>6,538,825</u>
268,569	164,892	141,280	76,247
28,546	153,811	49,642	40,762
<u>297,115</u>	<u>318,703</u>	<u>190,922</u>	<u>117,009</u>
<u>9,191,483</u>	<u>9,226,456</u>	<u>7,754,028</u>	<u>6,655,834</u>
1,800,130	1,693,668	1,003,352	2,265,641
641,826	1,156,561	2,031,497	5,065,802
<u>2,441,956</u>	<u>2,850,229</u>	<u>3,034,849</u>	<u>7,331,443</u>
0	0	0	(37,840)
<u>0</u>	<u>0</u>	<u>0</u>	<u>37,840</u>
1,800,130	1,693,668	1,003,352	2,227,801
641,826	1,156,561	2,031,497	5,103,642
<u>\$2,441,956</u>	<u>\$2,850,229</u>	<u>\$3,034,849</u>	<u>\$7,331,443</u>

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

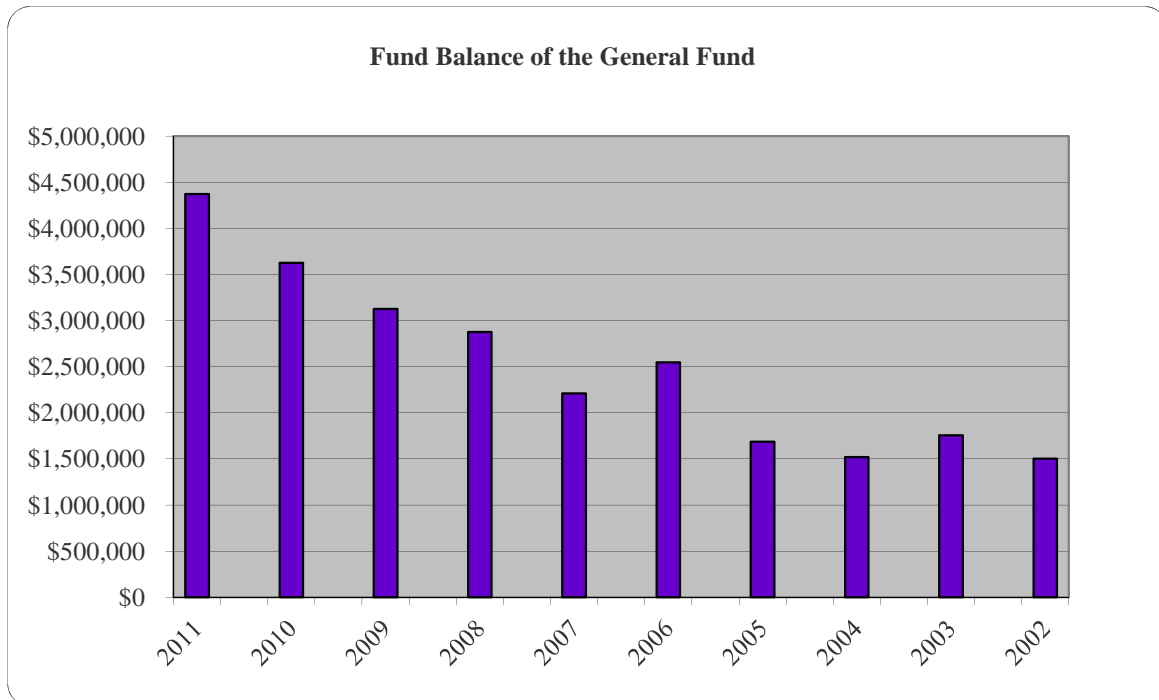
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<u>Program Revenues</u>				
Governmental Activities:				
General Government	\$24,427	\$28,631	\$30,495	\$19,297
Security of Persons and Property	543,433	586,957	508,396	478,782
Transportation	3,073,866	2,226,179	5,489,257	11,058,961
Leisure Time Activities	152,581	145,308	152,932	226,410
Community Environment	707,877	668,879	471,434	473,219
Total Governmental Activities	<u>4,502,184</u>	<u>3,655,954</u>	<u>6,652,514</u>	<u>12,256,669</u>
Business-Type Activities:				
Water	2,465,042	2,754,851	2,171,945	2,083,872
Sewer	3,599,916	3,450,664	2,977,796	2,447,836
Stormwater	620,308	560,626	959,145	383,722
Aquatic Recreation	184,833	201,063	239,937	557,481
Total Business-Type Activities	<u>6,870,099</u>	<u>6,967,204</u>	<u>6,348,823</u>	<u>5,472,911</u>
Total Primary Government	<u>\$11,372,283</u>	<u>\$10,623,158</u>	<u>\$13,001,337</u>	<u>\$17,729,580</u>

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$32,348	\$45,099	\$74,168	\$21,316
436,330	294,218	307,365	321,356
1,441,637	2,337,706	2,215,231	3,079,012
206,293	242,640	334,255	284,058
<u>469,709</u>	<u>774,038</u>	<u>731,672</u>	<u>732,346</u>
<u>2,586,317</u>	<u>3,693,701</u>	<u>3,662,691</u>	<u>4,438,088</u>
2,387,174	2,363,292	2,772,248	3,689,491
2,147,179	2,348,948	2,797,163	3,178,979
292,130	585,177	1,302,079	2,173,563
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>4,826,483</u>	<u>5,297,417</u>	<u>6,871,490</u>	<u>9,042,033</u>
<u>\$7,412,800</u>	<u>\$8,991,118</u>	<u>\$10,534,181</u>	<u>\$13,480,121</u>

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

	2011	2010	2009	2008	2007
<u>General Fund</u>					
Nonspendable	\$451,029	\$426,935	\$0	\$0	\$0
Assigned	975,595	695,552	0	0	0
Unassigned	2,943,654	2,503,505	0	0	0
Reserved	0	0	81,324	36,857	90,016
Unreserved	0	0	3,045,545	2,840,208	2,118,085
<i>Total General Fund</i>	<u>4,370,278</u>	<u>3,625,992</u>	<u>3,126,869</u>	<u>2,877,065</u>	<u>2,208,101</u>
All Other Governmental Funds					
Nonspendable	133,924	98,153	0	0	0
Restricted	1,569,175	1,122,312	0	0	0
Committed	732,768	595,454	0	0	0
Assigned	0	0	0	0	0
Unassigned (Deficits)	(2,133,529)	(2,718,465)	0	0	0
Reserved	0	0	62,242	277,276	351,091
Unreserved, Undesignated, Reported in:					
Special Revenue Funds	0	0	1,168,950	846,020	796,472
Debt Service Funds	0	0	68,407	64,721	99,649
Capital Projects Funds (Deficit)	0	0	(2,050,122)	(2,080,815)	(1,435,161)
Permanent Fund	0	0	0	0	0
<i>Total All Other Governmental Funds</i>	<u>302,338</u>	<u>(902,546)</u>	<u>(750,523)</u>	<u>(892,798)</u>	<u>(187,949)</u>
Total Governmental Funds (Deficit)	<u><u>\$4,672,616</u></u>	<u><u>\$2,723,446</u></u>	<u><u>\$2,376,346</u></u>	<u><u>\$1,984,267</u></u>	<u><u>\$2,020,152</u></u>

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



<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$0	\$0	\$0	\$0	\$0
0	0	0	0	0
0	0	0	0	0
288,182	78,393	63,162	16,811	438,584
<u>2,257,696</u>	<u>1,606,415</u>	<u>1,454,927</u>	<u>1,738,398</u>	<u>1,061,727</u>
<u>2,545,878</u>	<u>1,684,808</u>	<u>1,518,089</u>	<u>1,755,209</u>	<u>1,500,311</u>
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
409,864	330,970	620,035	1,604,850	1,917,485
1,036,284	699,334	797,562	1,006,459	620,148
118,724	59,008	71,926	86,626	17,419
(1,702,384)	(2,892,145)	(4,075,503)	(3,846,340)	(3,532,358)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>(137,512)</u>	<u>(1,802,833)</u>	<u>(2,585,980)</u>	<u>(1,148,405)</u>	<u>(977,306)</u>
<u>\$2,408,366</u>	<u>(\$118,025)</u>	<u>(\$1,067,891)</u>	<u>\$606,804</u>	<u>\$523,005</u>

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

	2011 (6)	2010 (6)	2009 (1)	2008 (1)	2007 (1)
Revenues					
Property and Other Taxes	\$2,441,729	\$2,292,735	\$2,265,277	\$2,239,984	\$2,163,962
Hotel and Motel Taxes (5)	101,141	104,494	99,378	116,672	120,875
Permissive Motor Vehicle Registration Fees	198,064	196,698	192,112	187,372	179,605
Municipal Income Taxes	5,040,931	4,753,299	4,545,475	4,604,900	4,111,715
Charges for Services	545,526	535,238	356,126	399,134	467,173
Licenses and Permits	434,901	429,038	335,713	367,840	391,619
Impact Fees	367,399	264,926	323,888	485,964	625,041
Fines and Forfeitures	191,866	172,465	154,033	129,921	149,039
Intergovernmental	1,699,146	2,851,331	6,222,723	9,999,439	1,590,508
Interest	60,493	99,328	160,969	333,264	474,959
Payments in Lieu of Taxes	889,381	588,786	655,079	499,189	435,003
Rent	0	850	9,200	3,605	750
Contributions and Donations	40,413	39,305	51,317	59,790	108,592
Other	338,685	489,781	513,194	327,351	171,897
Total Revenues	12,349,675	12,818,274	15,884,484	19,754,425	10,990,738
Expenditures					
Current:					
General Government	2,473,392	2,604,829	2,388,797	2,348,840	2,239,363
Security of Persons and Property	4,087,623	4,035,685	4,100,220	3,955,781	3,723,538
Transportation	706,954	990,005	732,827	714,092	912,332
Leisure Time Activities	549,167	532,160	605,402	780,295	802,152
Public Health Services	99,073	93,643	103,446	139,550	122,046
Community Environment	505,464	653,044	585,665	751,771	1,223,401
Capital Outlay	588,452	1,992,242	5,801,436	11,976,399	2,666,657
Debt Service:					
Current Refunding Principal Retirement	270,000	485,000	695,000	240,000	200,000
Principal Retirement	835,877	913,707	792,868	885,687	214,688
Interest and Fiscal Charges	383,495	446,075	565,608	628,717	621,508
Bond Issuance Costs	0	0	0	0	0
Total Expenditures	10,499,497	12,746,390	16,371,269	22,421,132	12,725,685
<i>Excess of Revenues Over (Under) Expenditures</i>	1,850,178	71,884	(486,785)	(2,666,707)	(1,734,947)
Other Financing Sources (Uses):					
Proceeds from the Sale of Capital Assets	8,200	0	0	0	124,084
Inception of a Capital Lease	32,724	16,249	0	655,000	22,665
Lease Proceeds	0	0	0	0	0
General Obligation Bonds Issued	0	0	0	0	0
Premium on Bond Issuance	0	0	0	0	0
Notes Issued	2,025,000	2,295,000	2,780,000	3,475,000	3,445,000
Loans Issued	58,068	258,967	893,061	1,855,822	1,199,984
Current Refunding of Bond Anticipation Notes	(2,025,000)	(2,295,000)	(2,780,000)	(3,205,000)	(3,445,000)
Transfers In	4,106,860	4,416,872	4,580,968	3,895,862	3,749,296
Transfers Out	(4,106,860)	(4,416,872)	(4,595,165)	(4,045,862)	(3,749,296)
Total Other Financing Sources (Uses)	98,992	275,216	878,864	2,630,822	1,346,733
Net Change in Fund Balances	\$1,949,170	\$347,100	\$392,079	(\$35,885)	(\$388,214)
<i>Debt Service as a Percentage of Noncapital Expenditures</i>	17.6%	17.0%	19.4%	16.2%	9.5%

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

(2) During 2005, the City adopted and enforced impact fees on new residential and commercial development within the City

(3) Prior to 2004, permissive motor vehicle registration fees revenue was combined with property and other taxes revenue

(4) Prior to 2004, fines and forfeitures were combined with licenses and permits

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

(6) Includes, the Permanent Fund that the City established during 2010.

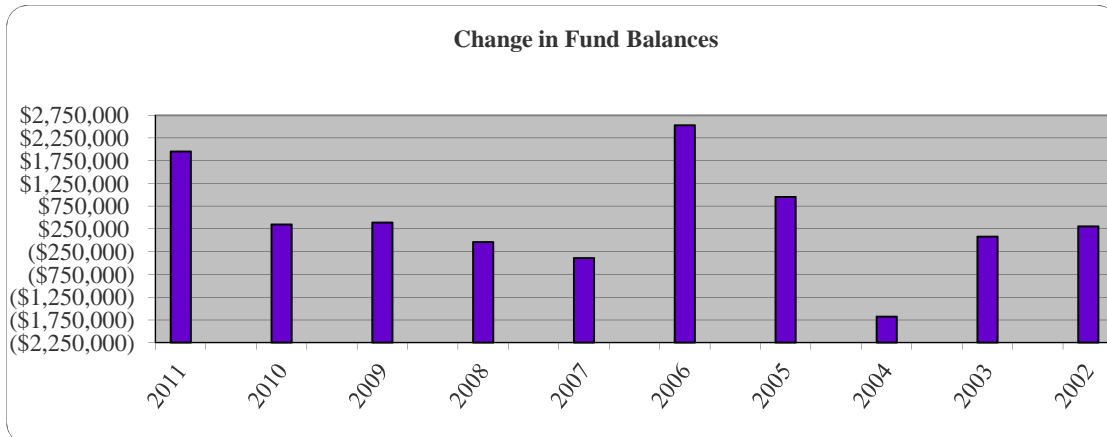
2006 (1)	2005 (1) (2)	2004 (1)	2003 (1) (3) (4)	2002 (1)
\$2,163,404	\$1,892,648	\$1,709,145	\$1,717,578	\$1,574,611
0	0	0	0	0
162,253	146,739	128,803	0	0
3,978,315	3,607,752	3,336,898	3,105,152	3,041,993
588,978	551,183	505,128	905,011	918,555
568,193	671,412	625,577	1,743,833	1,187,009
922,709	24,290	0	0	0
131,273	113,459	106,296	0	0
2,188,653	1,272,596	1,165,891	1,004,756	1,051,570
435,426	230,845	117,419	111,217	191,799
588,302	441,371	348,359	190,976	152,982
11,271	1,200	7,437	10,710	11,275
13,288	12,394	7,256	5,216	4,892
163,766	187,516	238,551	131,519	93,474
<u>11,915,831</u>	<u>9,153,405</u>	<u>8,296,760</u>	<u>8,925,968</u>	<u>8,228,160</u>

1,911,991	2,246,436	1,974,974	2,194,316	2,260,430
3,425,707	3,135,374	2,826,306	2,435,694	2,245,129
439,144	487,891	554,026	538,467	506,550
724,720	763,549	716,456	741,916	668,724
142,208	116,159	103,208	105,265	100,010
1,238,791	1,305,830	1,210,341	1,058,511	870,283
2,544,059	2,735,449	3,750,293	3,522,136	5,518,889
225,000	0	0	0	0
88,121	2,208,420	2,423,764	297,219	46,164
515,277	426,860	255,712	204,645	264,137
0	0	26,380	0	0
<u>11,255,018</u>	<u>13,425,968</u>	<u>13,841,460</u>	<u>11,098,169</u>	<u>12,480,316</u>

660,813	(4,272,563)	(5,544,700)	(2,172,201)	(4,252,156)
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1,095	3,549	0	0	4,129
31,683	0	0	0	128,276
0	0	0	0	4,300,000
0	0	1,550,000	0	0
0	0	18,845	0	0
3,645,000	3,010,000	2,170,000	2,256,000	125,000
1,097,800	4,378,880	169,000	0	0
(2,910,000)	(2,170,000)	0	0	0
2,842,529	2,442,706	2,383,764	2,298,864	2,212,795
<u>(2,842,529)</u>	<u>(2,442,706)</u>	<u>(2,421,604)</u>	<u>(2,298,864)</u>	<u>(2,212,795)</u>
1,865,578	5,222,429	3,870,005	2,256,000	4,557,405
<u>\$2,526,391</u>	<u>\$949,866</u>	<u>(\$1,674,695)</u>	<u>\$83,799</u>	<u>\$305,249</u>

9.0% 24.6% 28.4% 6.6% 4.5%



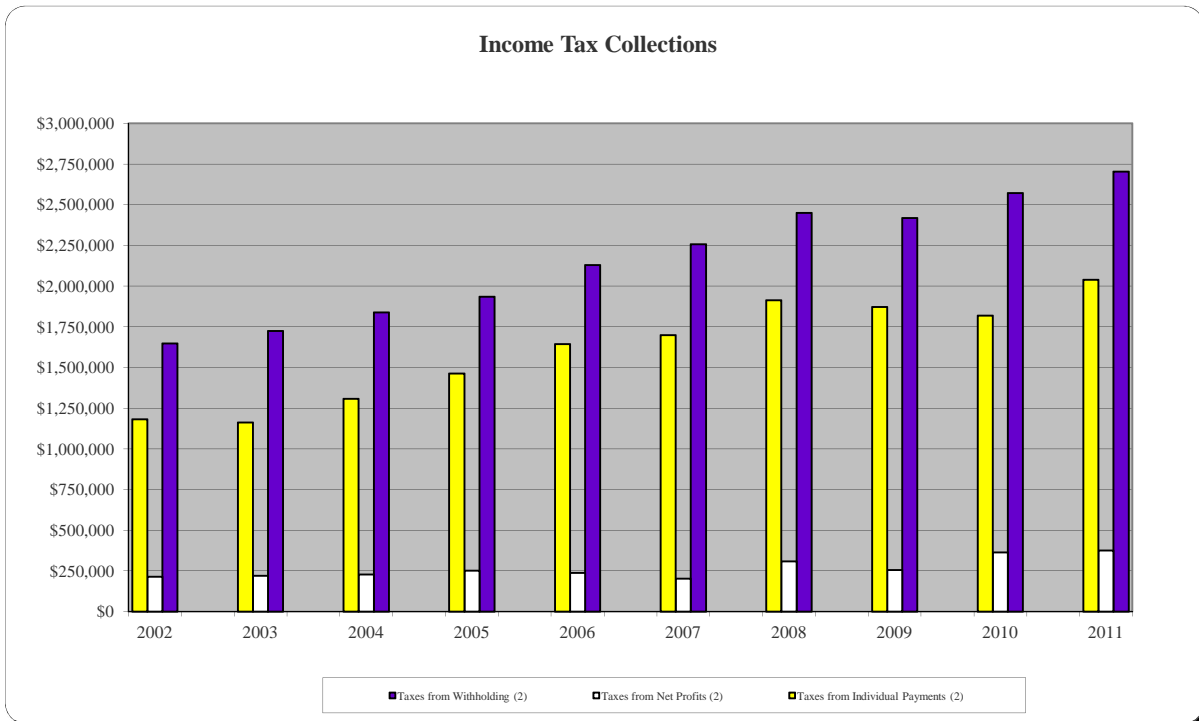
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City of Pickerington, Ohio
Income Tax Revenue Base and Collections
Last Ten Years

Tax Year	Tax Rate	Total Tax Collected (1)	Taxes from Withholding (2)	Percentage of Taxes from Withholding	Taxes from Net Profits (2)	Percentage of Taxes from Net Profits	Taxes from Individual Payments (2)	Percentage of Taxes from Individual Payments
2011	1%	\$5,117,727	\$2,704,270	52.84%	\$374,826	7.32%	\$2,038,631	39.83%
2010	1%	4,643,326	2,571,767	55.39%	363,204	7.82%	1,818,328	39.16%
2009	1%	4,527,504	2,418,654	53.42%	255,503	5.64%	1,871,318	41.33%
2008	1%	4,671,505	2,450,369	52.45%	308,373	6.60%	1,912,763	40.95%
2007	1%	4,156,569	2,257,671	54.32%	201,113	4.84%	1,697,786	40.85%
2006	1%	4,010,850	2,129,466	53.09%	238,314	5.94%	1,643,070	40.97%
2005	1%	3,648,635	1,934,678	53.02%	250,776	6.87%	1,463,182	40.10%
2004	1%	3,372,437	1,838,674	54.52%	227,510	6.75%	1,306,253	38.73%
2003	1%	3,105,152	1,723,297	55.50%	219,738	7.08%	1,162,117	37.43%
2002	1%	3,041,993	1,647,020	54.14%	213,873	7.03%	1,181,100	38.83%

(1) 2004 through 2011 are on an accrual basis and 2002 through 2003 are on a modified accrual basis.
(2) Cash basis of accounting.

Source: Income Tax Reports, City Income Tax Department



City of Pickerington, Ohio
 Assessed and Estimated Actual Value of Taxable Property
 Last Ten Years

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial/ Industrial/PU		Assessed Value	Estimated Actual Value
2011	\$325,353,210	\$90,162,820	\$1,187,188,657	\$2,128,700	\$8,514,800
2010	336,705,590	88,760,630	1,215,617,771	2,034,220	8,136,880
2009	333,329,450	87,299,750	1,201,797,714	1,829,700	7,318,800
2008	323,467,550	94,060,140	1,192,936,257	1,798,870	7,195,480
2007	296,541,550	74,459,960	1,060,004,314	1,798,370	7,193,480
2006	274,074,910	67,709,680	976,527,400	2,404,130	9,616,520
2005	202,205,656	57,042,554	740,709,171	2,570,000	10,280,000
2004	181,118,613	51,094,027	663,464,686	2,653,000	10,612,000
2003	165,333,472	46,643,108	605,647,371	2,304,000	9,216,000
2002	132,015,429	37,238,595	483,582,926	2,113,000	8,452,000

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

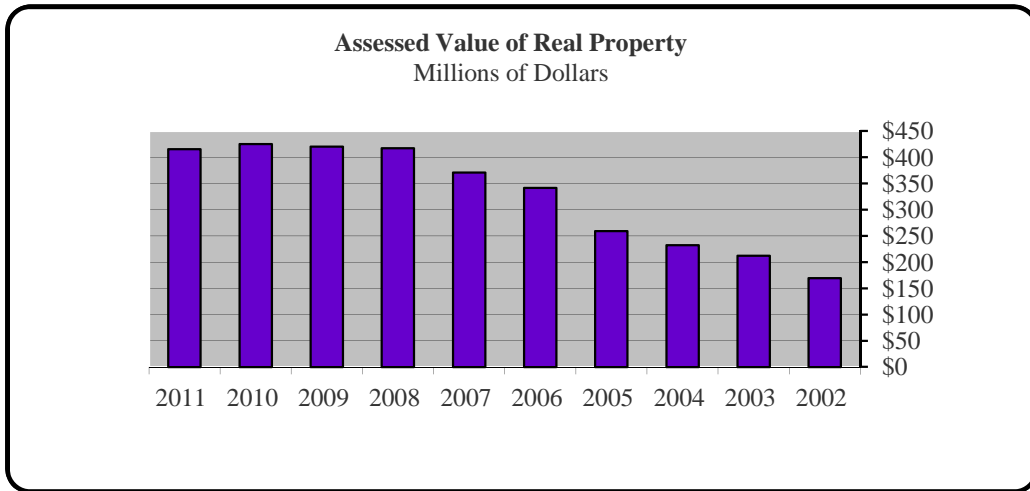
The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property was phased out beginning in 2006. Both types of general business tangible personal property were assessed at 12.5 for 2007, 6.25 percent for 2008 and zero for 2009. Beginning in 2007, House Bill 66 switched telephone companies from being public utilities to general business taxpayers and began a four year phase out of tangible personal property tax on local and inter-exchange telephone companies. No tangible personal property taxes were levied or collected in 2009 from general business taxpayers (except telephone companies whose last year to pay tangible personal property tax is 2010).

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

Values are shown net of exempt property.

Source: Fairfield County, Ohio; County Auditor

Tangible Personal Property		Total		Ratio	Weighted Average Tax Rate
General Business		Assessed Value	Estimated Actual Value		
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
\$0	\$0	\$417,644,730	\$1,195,703,457	35%	\$6.23
160,660	1,606,600	427,661,100	1,225,361,251	35%	\$6.08
301,040	4,816,640	422,759,940	1,213,933,154	35%	\$6.02
366,870	2,934,960	419,693,430	1,203,066,697	35%	\$6.34
2,416,455	12,887,760	375,216,335	1,080,085,554	35%	\$6.40
3,365,560	13,462,240	347,554,280	999,606,160	35%	\$6.41
5,428,246	21,712,984	267,246,456	772,702,155	35%	\$6.85
6,955,219	27,820,876	241,820,859	701,897,562	34%	\$6.99
7,622,063	30,488,252	221,902,643	645,351,623	34%	\$7.04
7,298,102	29,192,408	178,665,126	521,227,334	34%	\$7.74



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

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Unvoted Millage					
Operating	2.300000	2.300000	2.300000	2.300000	2.300000
Voted Millage - by levy					
2000 Police					
Residential/Agricultural Real	3.921990	3.735578	3.729792	3.724974	3.860104
Commercial/Industrial/Public Utility/Mineral Real	3.946811	3.907448	3.910638	3.654629	4.679109
General Business/Public Utility Personal	5.500000	5.500000	5.500000	5.500000	5.500000
<u>Total Millage By Type of Property</u>					
Residential/Agricultural Real	6.221990	6.035578	6.029792	6.024974	6.160104
Commercial/Industrial/Public Utility/Mineral Real	6.246811	6.207448	6.210638	5.954629	6.979109
General Business/Public Utility Personal	7.800000	7.800000	7.800000	7.800000	7.800000
Overlapping Rates by Taxing District					
Fairfield County					
Residential/Agricultural Real	7.933207	7.833735	6.752542	6.759145	7.061557
Commercial/Industrial/Public Utility/Mineral Real	7.832841	7.774519	6.569894	6.388102	7.097903
General Business/Public Utility Personal	8.550000	8.550000	7.550000	7.550000	7.550000
Violet Township					
Residential/Agricultural Real	7.680260	7.366401	7.364177	7.174830	7.578948
Commercial/Industrial/Public Utility/Mineral Real	6.827467	6.555080	6.466813	6.115701	7.538961
General Business/Public Utility Personal	12.350000	12.350000	12.350000	12.150000	12.150000
Pickerington Local School District					
Residential/Agricultural Real	42.555875	40.828533	40.400605	40.924329	40.400316
Commercial/Industrial/Public Utility/Mineral Real	41.097131	40.291587	39.210458	38.406104	41.717053
General Business/Public Utility Personal	80.820000	80.250000	79.850000	80.350000	80.750000
Eastland Joint Vocational School					
Residential/Agricultural Real	2.000000	2.000000	2.000000	2.000000	2.000000
Commercial/Industrial/Public Utility/Mineral Real	2.000000	2.000000	2.000000	2.000000	2.000000
General Business/Public Utility Personal	2.000000	2.000000	2.000000	2.000000	2.000000

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

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

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

Source: Fairfield County, Ohio; County Auditor

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
<u>2.300000</u>	<u>2.300000</u>	<u>2.300000</u>	<u>2.300000</u>	<u>2.300000</u>
3.898059	3.945072	4.403982	4.587781	4.724467
4.809866	4.488682	4.885271	4.862022	4.602703
<u>5.500000</u>	<u>5.500000</u>	<u>5.500000</u>	<u>5.500000</u>	<u>5.500000</u>
6.198059	6.245072	6.703982	6.887781	7.024467
7.109866	6.788682	7.185271	7.162022	6.902703
<u>7.800000</u>	<u>7.800000</u>	<u>7.800000</u>	<u>7.800000</u>	<u>7.800000</u>
7.077422	5.268250	4.936474	4.956371	4.972489
7.144626	5.425848	5.044684	5.023202	4.994277
7.550000	7.550000	7.050000	7.050000	7.050000
7.610399	7.675531	8.407761	8.546459	4.823330
7.736581	7.415380	7.952246	7.942057	4.082475
12.150000	12.150000	12.150000	12.150000	8.300000
36.794741	37.401946	40.212664	32.687411	32.935932
38.656987	38.292281	40.203231	31.665967	31.209597
77.050000	77.500000	78.000000	70.100000	70.100000
2.000000	2.000000	2.000000	2.000000	2.000000
2.000000	2.000000	2.000000	2.000000	2.000000
2.000000	2.000000	2.000000	2.000000	2.000000

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City of Pickerington, Ohio
Principal Taxpayers
Real Estate Tax
2011 and 2002 (1)

Name of Taxpayer	2011	
	Assessed Value	Percent of Real Property Assessed Value
Pickerington Apartments LLC	\$6,232,070	1.50%
Regency Centers LP	5,583,700	1.34%
Lakes Edge LLC	5,057,920	1.22%
B & G Realty Inc.	4,130,000	0.99%
Pickerington Square	4,102,440	0.99%
Pickerington Plaza Limited Part	3,687,890	0.89%
AERC Turnberry Inc.	3,683,990	0.89%
Pickerington Assisted Living	2,406,760	0.58%
Turnberry Station LLC	1,925,010	0.46%
American Motorcycle Association	1,725,350	0.41%
Totals	<u>\$38,535,130</u>	<u>9.27%</u>
Total Assessed Valuation	<u>\$415,516,030</u>	

Name of Taxpayer	2002	
	Assessed Value	Percent of Real Property Assessed Value
AERC Turnberry Inc.	\$4,025,000	2.38%
Regency Centers	3,972,080	2.35%
Lakes Edge Partnership	3,932,590	2.32%
Centex Homes	2,673,870	1.58%
Pickerington Square LP	2,485,030	1.47%
Diley Road Associates LLC	2,392,210	1.41%
Dominion Homes Inc.	2,083,450	1.23%
Rockford Homes Inc.	2,078,040	1.23%
Hill Road Plaza LLC	2,029,430	1.20%
DDR Continental LP	1,979,410	1.17%
Totals	<u>\$27,651,110</u>	<u>16.34%</u>
Total Assessed Valuation	<u>\$169,254,024</u>	

(1) The amounts presented represent the assessed values upon which 2011 and 2002 collections were based.

Source: Fairfield County, Ohio; County Auditor

City of Pickerington, Ohio

Principal Taxpayers

Public Utilities Tax

2011 and 2002 (1)

<u>Name of Taxpayer</u>	2011	
	<u>Assessed Value</u>	<u>Percent of Public Utility Assessed Value</u>
Columbia Gas of Ohio Inc.	\$792,970	37.25%
South Central Power Co.	548,930	25.79%
Columbus Southern Power Company	492,210	23.12%
Total	<u>\$1,834,110</u>	<u>86.16%</u>
Total Assessed Valuation	<u>\$2,128,700</u>	

<u>Name of Taxpayer</u>	2002	
	<u>Assessed Value</u>	<u>Percent of Public Utility Assessed Value</u>
Ohio Bell Telephone Company	\$968,240	45.82%
South Central Power Co.	455,110	21.54%
Total	<u>\$1,423,350</u>	<u>67.36%</u>
Total Assessed Valuation	<u>\$2,113,000</u>	

(1) The amounts presented represent the assessed values upon which 2011 and 2002 collections were based.

Source: Fairfield County, Ohio; County Auditor

City of Pickerington, Ohio
Principal Taxpayers
Tangible Personal Property Tax
2010 and 2002 (1)

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

Name of Taxpayer	2002	
	Assessed Value	Percent of Tangible Personal Property Assessed Value
Kroger Co.	\$686,270	9.41%
Bed, Bath & Beyond	488,190	6.69%
Penn Traffic	420,360	5.76%
Sears, Roebuck & Co.	387,830	5.31%
Hook Superx, Inc.	278,870	3.82%
Barnes & Noble Booksellers, Inc.	252,450	3.46%
Southtown Corporation	236,030	3.23%
Dayarama	195,020	2.67%
Capitol Citicom Inc.	151,500	2.08%
Cracker Barrel	142,550	1.95%
Total	\$3,239,070	44.38%
Total Assessed Valuation	\$7,298,102	

(1) The amounts presented represent the assessed values upon which 2010 and 2002 collections were based. 2010 was the final year of collection for tangible personal property taxes.

Source: Fairfield County, Ohio; County Auditor

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

	2011	2010	2009	2008	2007
<u>Real and Public Utility Property</u>					
Current Tax Levy	\$2,596,780	\$2,498,285	\$2,546,399	\$2,347,367	\$2,389,961
Current Tax Collections	2,527,996	2,366,863	2,426,968	2,242,048	2,243,689
Percent of Current Collections to Levy	97.35%	94.74%	95.31%	95.51%	93.88%
Delinquent Tax Collections (2)	164,598	91,961	69,636	67,304	75,769
Total Tax Collections	2,692,594	2,458,824	2,496,604	2,309,352	2,319,458
Ratio of Total Collections to Levy	103.69%	98.42%	98.04%	98.38%	97.05%
Outstanding Delinquent Taxes	158,337	249,895	209,255	168,310	146,272
Ratio of Outstanding Delinquent Taxes to Tax Levy	6.10%	10.00%	8.22%	7.17%	6.12%
 <u>Tangible Personal Property</u>					
Current Tax Levy	\$0	\$1,256	\$2,308	\$22,147	\$37,284
Current Tax Collections	0	0	2,308	18,345	34,016
Percent of Current Collections to Levy	0.00%	0.00%	100.00%	82.83%	91.23%
Delinquent Tax Collections (2)	0	0	2,370	499	326
Total Tax Collections	0	0	4,678	18,844	34,341
Ratio of Total Collections to Levy	0.00%	0.00%	202.69%	85.09%	92.11%
Outstanding Delinquent Taxes	0	2,593	2,130	9,707	8,858
Ratio of Outstanding Delinquent Taxes to Tax Levy	0.00%	206.45%	92.29%	43.83%	23.76%

Source: Fairfield County, Ohio; County Auditor

- (1) Does not include state reimbursements of homestead and rollback exemptions.
- (2) Delinquent tax collections include amounts collected from penalties, interest, and other delinquent collections.
The County does not identify delinquent tax collections by tax year.
- (3) The year presented represents the collection year.

2006	2005	2004	2003	2002
\$2,238,955	\$1,955,905	\$1,733,271	\$1,621,759	\$1,372,739
2,126,477	1,877,786	1,708,689	1,573,532	1,323,768
94.98%	96.01%	98.58%	97.03%	96.43%
58,773	57,748	32,977	35,440	34,506
2,185,250	1,935,534	1,741,666	1,608,972	1,358,274
97.60%	98.96%	100.48%	99.21%	98.95%
142,872	99,101	50,817	46,080	41,784
6.38%	5.07%	2.93%	2.84%	3.04%
\$52,415	\$50,242	\$50,707	\$50,722	\$47,808
45,326	39,951	40,855	39,820	43,622
86.48%	79.52%	80.57%	78.51%	91.24%
966	218	86	712	195
46,292	40,169	40,941	40,532	43,817
88.32%	79.95%	80.74%	79.91%	91.65%
14,114	9,226	8,631	3,627	3,479
26.93%	18.36%	17.02%	7.15%	7.28%

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

Governmental Activities						
Year	General Obligation Bonds (3)	Revenue Anticipation Notes	Bond Anticipation Notes	State Infrastructure Bank Loan (5)	Ohio Municipal Bond Financing Program Loan (4)	Capital Leases (6)
2011	\$1,187,077	\$2,089,750	\$2,295,000	\$5,480,929	\$0	\$2,998,858
2010	1,252,974	2,258,500	2,780,000	5,997,677	0	3,162,195
2009	1,313,871	2,627,250	3,475,000	6,283,561	0	3,454,802
2008	1,369,768	2,936,000	3,715,000	6,070,951	0	3,746,958
2007	1,420,665	3,256,750	3,645,000	4,459,206	0	3,683,568
2006	1,471,562	3,555,500	3,870,000	3,645,680	0	3,825,591
2005	1,522,459	3,779,500	3,010,000	2,547,880	0	3,957,029
2004	1,568,356	4,004,500	2,880,000	0	169,000	4,120,449
2003	0	2,132,000	4,721,000	0	0	4,288,213
2002 (2)	0	2,012,500	2,275,000	0	0	4,460,556

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

- (1) See S36 & S37 for personal income and population data
- (2) During 2003, outstanding debt balances were restated.
- (3) 2004 was the first year general obligation bonds payable from property taxes were issued.
- (4) During 2005, the City drew down \$2,000,000 in loan proceeds, the total amount authorized. During 2005, the City retired the \$2,000,000 Ohio Municipal Bond Financing Program Loan with the State Infrastructure Bank Loan proceeds.
- (5) During 2005, the City entered into a State Infrastructure Bank Loan agreement with the Ohio Department of Transportation in the amount of \$7,737,113 for the purpose of financing the Diley Road Widening and Realignment Project.
- (6) During 2002, the City entered into a lease with First Star Bank for the construction of a new police facility.

Business-Type Activities

General Obligation Bonds	Bond Anticipation Notes	Revenue Note	OWDA Loan	Issue Two Notes	Capital Leases	Total Debt	Percentage of Personal Income (1)	Per Capita (1)
\$2,818,764	\$3,989,000	\$0	\$12,565,368	\$0	\$25,152	\$33,449,898	6.17%	\$1,829
3,160,584	5,682,000	0	11,530,965	0	31,678	35,856,573	6.80%	2,017
3,506,230	4,864,000	0	7,596,594	0	42,123	33,163,431	8.78%	2,268
3,846,876	5,150,000	0	974,369	6,299	75,563	27,891,784	7.33%	1,927
4,167,522	5,762,500	0	783,965	18,903	85,037	27,283,116	7.27%	1,878
4,483,168	2,725,000	2,800,000	836,526	31,507	134,633	27,379,167	7.81%	2,017
4,788,814	2,685,000	2,847,244	886,446	44,111	182,652	26,251,135	7.78%	2,009
5,089,460	3,430,000	2,847,244	933,859	56,715	113,455	25,213,038	8.03%	2,074
5,695,723	3,775,000	3,042,244	978,894	69,319	11,185	24,713,578	8.49%	2,195
5,605,000	4,229,500	295,582	988,219	81,923	21,673	19,969,953	7.39%	1,911

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

<u>Year</u>	<u>Population (1)</u>	<u>Estimated Actual Property Value</u>	<u>General Obligation Bonded Debt</u>	<u>General Obligation Bonded Debt to Assessed Value</u>	<u>General Obligation Bonded Debt Per Capita</u>
2011	18,291	\$1,195,703,457	\$4,005,841	0.34%	\$219.01
2010	17,780	1,226,765,051	4,413,558	0.36%	248.23
2009	14,621	1,214,986,434	4,820,101	0.40%	329.67
2008	14,476	1,219,463,377	5,216,644	0.43%	360.37
2007	14,526	1,085,147,448	5,588,187	0.51%	384.70
2006	13,573	1,007,856,904	5,954,730	0.59%	438.72
2005	13,066	778,810,047	6,311,273	0.81%	483.03
2004 (2)	12,159	704,564,938	6,657,816	0.94%	547.56
2003	11,259	644,055,779	5,695,723	0.88%	505.88
2002	10,452	522,558,838	5,605,000	1.07%	536.26

(1) Population estimates from Mid Ohio Regional Planning Commission for years 2002-2009 and the US Census Bureau for 2010 and 2011.

(2) 2004 was the first year general obligation bonds payable from property taxes were issued.

Source: City financial records

City of Pickerington, Ohio
 Computation of Direct and Overlapping Governmental Activities Debt
 December 31, 2011

<u>Jurisdiction</u>	<u>Governmental Activities Debt Outstanding</u>	<u>Percentage Applicable to City of Pickerington</u>	<u>Amount Applicable to the City of Pickerington</u>
<u>Direct - City of Pickerington</u>			
General Obligation Bonds	\$1,187,077	100%	\$1,187,077
Revenue Anticipation Notes	2,089,750	100%	2,089,750
Bond Anticipation Notes	2,295,000	100%	2,295,000
State Infrastructure Bank Loan	5,480,929	100%	5,480,929
Capital Leases	<u>2,998,858</u>	100%	<u>2,998,858</u>
Total Direct Debt	<u>14,051,614</u>		<u>14,051,614</u>
<u>Overlapping Debt</u>			
Fairfield County	16,751,844	12.79%	2,142,561
Violet Township	2,580,000	41.85%	1,079,730
Pickerington Local School District	<u>146,949,250</u>	37.43%	<u>55,003,104</u>
Total Overlapping Debt	<u>166,281,094</u>		<u>58,225,395</u>
Total Direct and Overlapping Debt	<u><u>\$180,332,708</u></u>		<u><u>\$72,277,009</u></u>

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

City of Pickerington, Ohio
Pledged Revenue Coverage
Revenue Debt - Water
Last Eight Years (3)

Year	Gross Revenues (1)	Less: Operating Expenses (2)	Net Available Revenue	Water Issue Two (4) Debt Service	
				Principal	Coverage
2011 (5)	\$0	\$0	\$0	\$0	0.00
2010	0	0	0	0	0.00
2009	1,855,965	1,343,124	512,841	6,299	81.42
2008	1,711,350	1,349,980	361,370	12,604	28.67
2007	1,885,694	1,262,435	623,259	12,604	49.45
2006	1,522,382	1,236,880	285,502	12,604	22.65
2005	1,457,005	1,269,927	187,078	12,604	14.84
2004	845,815	1,185,879	(340,064)	12,604	(26.98)

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

(2) Direct operating expenses does not include depreciation.

(3) Information is not available for years prior to 2004.

(4) The Issue Two notes were issued interest free.

(5) In 2011, the City issued \$1,493,755 in OWDA loans. Principal and interest payments were not due until January 2012.

City of Pickerington, Ohio
Pledged Revenue Coverage
Revenue Debt - Sewer
Last Eight Years (3)

Year	Gross Revenues (1)	Less: Operating Expenses (2)	Net Available Revenue	Sewer OWDA Debt Service		Coverage
				Principal	Interest	
2011	\$3,464,112	\$1,736,827	\$1,727,285	\$510,394	\$433,953	1.83
2010	3,327,414	1,466,376	1,861,038	61,373	32,173	20
2009	2,831,561	1,495,676	1,335,885	58,280	35,266	14.28
2008	2,327,131	1,571,812	755,319	55,345	38,201	8.07
2007	1,872,509	1,256,262	616,247	52,561	40,985	6.59
2006	1,508,156	1,185,516	322,640	49,920	43,626	3.45
2005	1,462,174	1,343,279	118,895	47,413	46,132	1.27
2004	1,372,602	1,187,611	184,991	45,035	48,511	1.98

- (1) Includes investment income and other non-operating revenues.
- (2) Direct operating expenses does not include depreciation.
- (3) Information is not available for years prior to 2004.

City of Pickerington, Ohio
Legal Debt Margin
Last Ten Years

	2011	2010	2009	2008
Total Assessed Property Value	<u>\$417,644,730</u>	<u>\$427,661,100</u>	<u>\$422,759,940</u>	<u>\$419,693,430</u>
Overall Legal Debt Limit (10 ½ % of Assessed Valuation)	<u>43,852,697</u>	<u>44,904,416</u>	<u>44,389,794</u>	<u>44,067,810</u>
Debt Outstanding:				
General Obligation Bonds Payable	\$4,110,000	\$4,535,000	\$4,965,000	\$5,385,000
Notes Payable	8,373,750	10,720,500	10,966,250	11,801,000
Loans Payable (1)	5,480,929	5,997,677	6,283,561	6,070,951
Issue Two Notes Payable	0	0	0	6,299
OWDA Loans Payable	<u>12,565,368</u>	<u>11,530,965</u>	<u>7,596,594</u>	<u>974,369</u>
Total Gross Indebtedness Outstanding	30,530,047	32,784,142	29,811,405	24,237,619
Less: Debt Exempt from Limitation				
General Obligation Bonds Payable	(2,935,000)	(3,295,000)	(3,665,000)	(4,030,000)
Notes Payable	(3,989,000)	(5,682,000)	(4,864,000)	(5,150,000)
Issue Two Notes Payable	0	0	0	(6,299)
OWDA Loans Payable	(12,565,368)	(11,530,965)	(7,596,594)	(974,369)
Amount Available in Debt Service Fund for General Obligations	<u>(44,039)</u>	<u>(18,122)</u>	<u>(68,407)</u>	<u>(64,721)</u>
Total Net Debt Applicable to Debt Limit	<u>10,996,640</u>	<u>12,258,055</u>	<u>13,617,404</u>	<u>14,012,230</u>
Legal Debt Margin Within 10 ½ % Limitations	<u>\$32,856,057</u>	<u>\$32,646,361</u>	<u>\$30,772,390</u>	<u>\$30,055,580</u>
Legal Debt Margin as a Percentage of the Debt Limit	74.92%	72.70%	69.32%	68.20%
Unvoted Debt Limitation (5 ½ % of Assessed Valuation)	<u>\$22,970,460</u>	<u>\$23,521,361</u>	<u>\$23,251,797</u>	<u>\$23,083,139</u>
Total Gross Indebtedness	30,530,047	32,784,142	29,811,405	24,237,619
Less:				
General Obligation Bonds Payable	(2,935,000)	(3,295,000)	(3,665,000)	(4,030,000)
Notes Payable	(3,989,000)	(5,682,000)	(4,864,000)	(5,150,000)
Issue Two Notes Payable	0	0	0	(6,299)
OWDA Loans Payable	(12,565,368)	(11,530,965)	(7,596,594)	(974,369)
for General Obligations	<u>(44,039)</u>	<u>(18,122)</u>	<u>(68,407)</u>	<u>(64,721)</u>
Net Debt Within 5 ½ % Limitations	<u>10,996,640</u>	<u>12,258,055</u>	<u>13,617,404</u>	<u>14,012,230</u>
Unvoted Legal Debt Margin Within 5 ½ % Limitations	<u>\$11,973,820</u>	<u>\$11,263,306</u>	<u>\$9,634,393</u>	<u>\$9,070,909</u>
Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation	52.13%	47.89%	41.44%	39.30%

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

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

2007	2006	2005	2004	2003	2002
<u>\$375,216,335</u>	<u>\$347,554,280</u>	<u>\$267,246,456</u>	<u>\$241,820,859</u>	<u>\$221,902,643</u>	<u>\$178,665,126</u>
39,397,715	36,493,199	28,060,878	25,391,190	23,299,778	18,759,838
\$5,780,000	\$6,170,000	\$6,550,000	\$6,920,000	\$5,680,000	\$5,605,000
12,664,250	12,950,500	12,321,744	13,161,744	13,670,244	8,812,582
4,459,206	3,645,680	2,547,880	169,000	0	0
18,903	31,507	44,111	56,715	69,319	81,923
783,965	836,526	886,446	933,859	978,894	988,219
23,706,324	23,634,213	22,350,181	21,241,318	20,398,457	15,487,724
(4,375,000)	(4,715,000)	(5,045,000)	(5,370,000)	(5,680,000)	(5,605,000)
(5,762,500)	(5,525,000)	(5,532,244)	(6,277,244)	(6,817,244)	(4,525,082)
(18,903)	(31,507)	(44,111)	(56,715)	(69,319)	(81,923)
(783,965)	(836,526)	(886,446)	(933,859)	(978,894)	(988,219)
(99,649)	(118,724)	(59,008)	(71,926)	(86,626)	(17,419)
12,666,307	12,407,456	10,783,372	8,531,574	6,766,374	4,270,081
<u>\$26,731,408</u>	<u>\$24,085,743</u>	<u>\$17,277,506</u>	<u>\$16,859,616</u>	<u>\$16,533,404</u>	<u>\$14,489,757</u>
67.85%	66.00%	61.57%	66.40%	70.96%	77.24%
\$20,636,898	\$19,115,485	\$14,698,555	\$13,300,147	\$12,204,645	\$9,826,582
23,706,324	23,634,213	22,350,181	21,241,318	20,398,457	15,487,724
(4,375,000)	(4,715,000)	(5,045,000)	(5,370,000)	(5,680,000)	(5,605,000)
(5,762,500)	(5,525,000)	(5,532,244)	(6,277,244)	(6,817,244)	(4,525,082)
(18,903)	(31,507)	(44,111)	(56,715)	(69,319)	(81,923)
(783,965)	(836,526)	(886,446)	(933,859)	(978,894)	(988,219)
(99,649)	(118,724)	(59,008)	(71,926)	(86,626)	(17,419)
12,666,307	12,407,456	10,783,372	8,531,574	6,766,374	4,270,081
<u>\$7,970,591</u>	<u>\$6,708,029</u>	<u>\$3,915,183</u>	<u>\$4,768,573</u>	<u>\$5,438,271</u>	<u>\$5,556,501</u>
38.62%	35.09%	26.64%	35.85%	44.56%	56.55%

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

Year	Population (1)	Total Personal Income (6)	Personal Income Per Capita (2)	Median Household Income (2)	Median Age (2)
2011	18,291	\$542,072,076	\$29,636	\$75,985	34
2010	17,780	526,928,080	29,636	75,985	34
2009	14,621	377,792,019	25,839	63,664	32.7
2008	14,476	374,045,364	25,839	63,664	32.7
2007	14,526	375,337,314	25,839	63,664	32.7
2006	13,573	350,712,747	25,839	63,664	32.7
2005	13,066	337,612,374	25,839	63,664	32.7
2004	12,159	314,176,401	25,839	63,664	32.7
2003	11,259	290,921,301	25,839	63,664	32.7
2002	10,452	270,069,228	25,839	63,664	32.7

(1) Source: Population estimates from Mid Ohio Regional Planning Commission for years 2002-2009 and the US Census Bureau for 2010 and 2011.

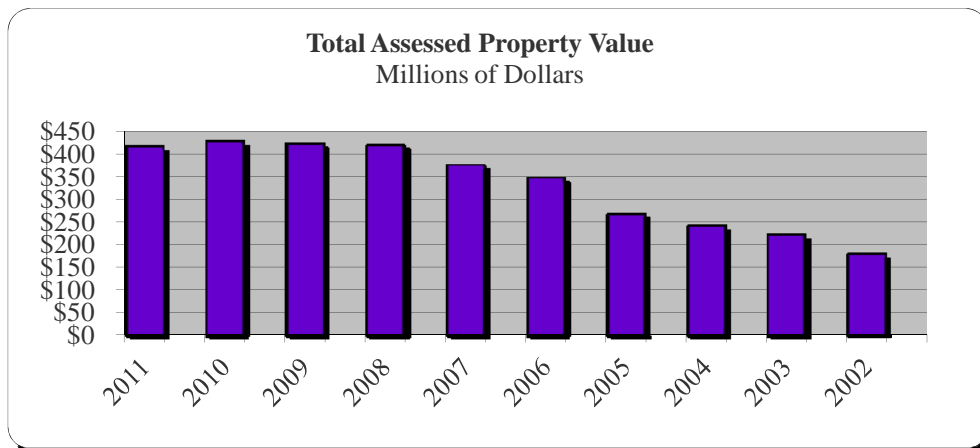
(2) Source: U.S. Census

(3) Source: Ohio Department of Education.

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

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

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



Educational Attainment: Bachelor's Degree or Higher (2)	School Enrollment (3)	Fairfield County Unemployment Rate (4)	Average Sales Price of Residential Property (5)	Total Assessed Property Value (5)
41.0%	10,326	7.7%	\$190,985	\$417,644,730
41.0	10,287	7.9	159,126	427,661,100
31.6	9,867	8.5	158,224	422,759,940
31.6	9,820	5.8	176,570	419,693,430
31.6	10,016	5.0	203,188	375,216,335
31.6	9,792	4.5	190,341	347,554,280
31.6	9,714	4.7	200,058	267,246,456
31.6	9,280	4.6	196,599	241,820,859
31.6	8,917	4.5	209,214	221,902,643
31.6	8,363	4.2	180,353	178,665,126



City of Pickerington, Ohio
Principal Employers
2011 and 2004

2011

Employer	Nature of Business	Employees	Percentage of Total City Employment
Pickerington Local School District	School System	1,231	14.38%
Kroger Company, Inc.	Supermarket	270	3.15%
Kohl's Department Stores	Retail	267	3.12%
Cracker Barrel Restaurant	Restaurant	257	3.00%
Tamarkin Co Inc.	Supermarket	252	2.94%
Kindred Nursing Center	Health Care Facility	154	1.80%
City of Pickerington	Government	146	1.71%
Steak N' Shake	Restaurant	137	1.60%
Wendy's	Restaurant	126	1.47%
Bob Evans Farms Inc.	Restaurant	106	1.24%
Total		<u>2,946</u>	<u>34.41%</u>
Total Employment within the City		<u>8,562</u>	

2004 (1)

Employer	Nature of Business	Employees
Pickerington Local School District	School System	1,005
Kroger Company, Inc.	Supermarket	320
Cracker Barrel Restaurant	Restaurant	259
Kindred Nursing Center	Health Care Facility	146
R.G. Barry Corporation	Manufacturing	106
American Motorcycle Association	Museum and Organization	105
City of Pickerington	Government	95
Mount Carmel Health Care Providers	Health Care Facility	59
Pediatric Associates	Health Care Facility	57
Huntington National Bank	Bank	54
Total		<u>2,206</u>
Total Employment within the City		<u>n/a</u>

n/a - Information not available

(1) Calendar Year 2004 was the first year information was available.

Source: City Income Tax Department and US Census.

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

Function/Program	2011	2010	2009	2008	2007
General Government					
Council	7.00	7.00	7.00	7.00	7.00
Mayor	1.00	1.00	1.00	1.00	1.00
Clerk of Courts	1.00	1.00	1.00	1.00	1.00
City Manager	1.00	1.00	1.00	1.00	1.00
Finance Director	1.00	1.00	1.00	1.00	1.00
Personnel Director	1.00	1.00	1.00	1.00	1.00
Income Tax	4.00	3.00	3.00	4.00	4.00
Municipal Records	2.00	1.00	1.00	1.50	1.50
Finance Department	2.00	2.00	2.00	2.00	2.00
Facilities Operations Administrator	1.00	1.00	1.00	1.00	1.00
Secretary/ Administrative	3.00	3.00	3.00	3.00	3.00
City Engineer	1.00	1.00	1.00	0.00	0.00
Staff Engineer	1.00	1.00	1.00	0.00	0.00
Engineer Inspectors	2.00	2.00	2.00	0.00	0.00
Security of Persons and Property					
Police Chief	1.00	1.00	1.00	1.00	1.00
Police Commanders	2.00	2.00	2.00	2.00	2.00
Police Patrol Officers	19.00	20.00	19.00	20.00	20.00
Police Detectives	3.00	3.00	2.00	3.00	3.00
Police Dispatchers/Office	10.50	9.50	11.50	10.00	10.00
Leisure Time Activities					
Parks & Recreation Director	1.00	1.00	1.00	1.00	1.00
Recreation	0.50	2.00	2.00	2.00	2.00
Parks	2.00	2.00	3.00	3.00	3.00
Community Development					
Building	3.00	3.00	3.00	7.00	7.00
Economic Development	2.50	3.00	3.00	4.00	4.00
Transportation					
Equipment Maintenance	0.00	0.00	0.00	1.00	1.00
Street Maintenance & Repair	5.00	5.00	5.00	5.00	6.00
Basic Utility Services					
Service Director	1.00	1.00	1.00	1.00	1.00
Secretary/ Administrative	3.00	3.00	3.00	2.00	2.00
Water	4.00	5.00	4.00	4.00	5.00
Sewer	5.00	5.00	5.00	5.00	5.00
Utilities Maintenance	4.00	3.00	3.00	3.00	3.00
Totals:	<u>94.50</u>	<u>94.50</u>	<u>94.50</u>	<u>97.50</u>	<u>99.50</u>

Source: City financial records

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

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
7.00	7.00	7.00	7.00	7.00
1.00	1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00	1.00
3.00	2.00	2.00	2.00	1.00
1.00	1.00	1.00	1.00	1.00
4.00	4.00	4.00	4.00	4.50
1.50	1.00	1.00	1.00	1.00
2.00	1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00	1.00
3.00	3.00	4.00	3.50	4.50
0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00
1.00	1.00	1.00	1.00	1.00
2.00	2.00	2.00	2.00	2.00
19.00	19.00	18.00	16.00	14.00
3.00	3.00	3.00	2.00	2.00
10.00	10.00	10.00	10.00	10.00
1.00	1.00	1.00	1.00	1.00
2.00	2.00	1.50	3.00	3.00
3.00	3.00	3.00	3.00	3.00
7.00	7.50	7.00	7.00	7.00
4.00	3.00	3.00	3.00	3.00
1.00	1.00	1.00	1.00	1.00
6.00	6.00	6.00	7.00	7.50
1.00	1.00	1.00	1.00	1.00
2.00	2.00	2.00	2.00	2.00
6.00	6.00	6.50	6.50	5.50
3.00	3.50	3.50	3.50	3.50
3.00	3.00	3.00	4.00	3.00
<u>99.50</u>	<u>97.00</u>	<u>96.50</u>	<u>96.50</u>	<u>93.50</u>

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

Function/Program	2011	2010	2009	2008
General Government				
<i>Council and Clerk</i>				
Number of Ordinances Passed	82	102	93	96
Number of Resolutions Passed	27	22	30	18
<i>Finance Department</i>				
Number of checks/ vouchers issued	7,527	7,710	7,765	8,318
Number of P.O.'s issued	2,899	2,703	2,609	2,866
Interest earnings for fiscal year (1)	\$50,736	\$92,091	\$150,287	\$189,661
General Fund Receipts (1)	\$8,531,965	\$7,714,298	\$7,251,584	\$7,445,994
General Fund Expenditures (1)	\$7,780,851	\$7,448,350	\$3,376,774	\$3,532,008
General Fund Cash Balances	\$3,536,083	\$3,145,938	\$2,854,677	\$2,282,464
<i>Income Tax Department</i>				
Forms Prepared/ Mailed				
Number of Tax Returns (6)	10,145	9,921	9,643	9,680
Withholding Forms (6)	2,189	1,921	1,865	1,835
Estimate Statements	2,720	2,800	3,071	2,979
Federal 1099-G	1,988	1,959	2,336	2,286
Collections				
Tax (2)	\$5,117,727	\$4,643,326	\$4,527,504	\$4,671,505
Refunds	\$226,016	\$205,136	\$213,084	\$235,826
<i>Utilities Billing</i>				
Shut-off notices processed	4,188	3,916	3,761	3,118
Work Orders Processed	1,313	1,466	1,211	2,045
New Accounts Added	75	82	95	75
Utility Bills Mailed	65,186	64,483	63,554	62,877
<i>Building Department Indicators</i>				
Construction Permits Issued				
New Residential	52	66	70	50
Commercial	169	93	100	98
Minor	230	273	200	93
Inspection Statistics				
Residential	1,376	1,881	1,749	1,603
Commercial	861	417	709	732
Contractor Registration Statistics				
Registrations	328	337	253	188

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2007	2006	2005	2004	2003	2002
104	197	118	95	108	151
21	77	24	31	29	20
8,169	7,491	7,430	7,471	7,309	6,074
2,701	2,355	2,257	2,574	2,426	2,663
\$280,207	\$264,867	\$139,101	\$79,318	\$99,268	\$101,432
\$6,523,944	\$6,682,503	\$6,028,505	\$5,576,178	\$5,932,133	\$5,558,946
\$3,769,106	\$3,732,306	\$3,870,200	\$3,469,838	\$3,599,791	\$3,829,633
\$1,455,533	\$2,195,013	\$1,500,247	\$1,245,071	\$1,454,925	\$1,364,934
9,705	9,212	8,913	7,850	6,561	6,851
1,824	1,948	1,747	1,747	1,633	1,464
2,690	2,755	2,527	2,361	2,082	2,605
2,129	1,900	1,710	1,550	1,505	1,411
\$4,156,569	\$4,010,850	\$3,648,635	\$3,372,437	\$3,105,152	\$3,041,993
\$190,544	\$177,072	\$140,660	\$124,553	\$99,743	\$135,872
2,083	1,848	3,634	2,021	2,708	1,320
1,452	1,884	2,375	1,921	2,701	2,608
130	175	140	270	236	288
60,951	58,805	56,229	52,924	49,227	44,616
130	234	287	120	603	357
102	142	124	219	274	66
124	135	151	158	169	170
3,338	5,346	5,377	6,851	8,258	5,091
912	1,632	1,506	2,567	650	697
337	396	324	260	383	297

(continued)

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

Function/Program	2011	2010	2009	2008
Security of Persons & Property				
<i>Police</i>				
Total Calls for Services	38,011	31,344	37,243	36,489
Total Reports Taken	1,939	1,919	1,999	1,935
OMVI/DUI	35	48	41	39
Juvenile Traffic Citations	135	105	112	148
Adult Traffic Citations	2,706	2,420	2,319	2,067
Juvenile Education Enforcement Program	10	1	3	3
Serious Crime/ Incidents				
Accidents	432	468	491	493
Homicides	0	0	0	0
Fatal Accidents	1	1	0	0
Rapes	5	6	8	4
Auto Theft	11	5	15	25
Robbery	8	9	15	2
Burglary	52	42	52	55
Assaults	51	57	57	54
Suicides	1	0	0	3
Leisure Time Activities				
<i>Parks & Recreation</i>				
Park Land and Acreage	157.33	157.33	157.33	157.33
Street Trees				
Number of trees planted	148	88	216	176
Number of trees pruned	940	633	700	265
Number of trees removed	39	33	61	61
Recreation Activities (5)				
Basketball Leagues	0 teams	5 teams	8 teams	8 teams
Co-Rec Volleyball League	9 teams	9 teams	11 teams	11 teams
Softball Leagues	35 teams	40 teams	41 teams	41 teams
Community Development				
<i>Planning & Zoning Indicators</i>				
Comprehensive Sign Plans	19	14	13	17
Rezoning	2	3	4	1
Annexations	1	0	2	0
Certificates of Appropriateness	13	13	13	15
Lot Splits	1	4	3	7
Subdivision Plats	3	0	0	0
Planned Unit Developments	1	1	1	1
Complaints Received	272	305	930	792
Inspections Completed	238	398	888	731
Unresolved Issues	34	50	42	61
Streets and Equipment Maintenance				
Storm Sewers				
Inlets	17	9	14	12
Collapsed Lines	65	465	500	600
Ditches	0	270	300	250

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- (4) Starting in 2002, the City started tracking hours for snow removal as a better indicator of time spent.
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- (6) Beginning for the 2009 Tax Returns, tax notices for the electronic form was sent out in lieu of actual forms.

2007	2006	2005	2004	2003	2002
35,687	30,290	26,643	21,641	19,914	20,156
2,246	2,299	2,194	1,937	1,619	1,552
68	61	55	54	30	37
146	141	150	148	138	180
2,474	2,461	2,473	2,023	1,346	1,584
7	27	38	9	13	15
574	584	549	557	512	508
1	0	0	0	0	1
1	1	1	0	0	0
1	4	3	2	0	4
13	24	18	14	19	11
13	13	2	14	5	3
36	50	55	55	56	32
50	53	61	43	36	38
0	2	0	1	2	1
157.33	157.33	157.33	157.33	157.33	157.33
288	450	446	431	887	350
265	275	626	436	419	468
61	31	57	42	69	22
6 teams	n/a	n/a	n/a	8 teams	8 teams
11 teams	n/a	n/a	n/a	6 teams	6 teams
41 teams	n/a	n/a	n/a	48 teams	56 teams
25	25	16	11	9	8
3	6	5	2	2	4
0	0	1	0	0	8
22	24	30	21	23	31
9	4	0	5	4	18
1	2	3	0	0	24
0	2	1	0	0	4
627	272	83	87	166	176
532	680	178	164	332	341
55	38	2	5	3	3
15	36	48	27	149	152
1,475	250	0	0	0	0
900	600	420	42	0	15

(continued)

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

Function/Program	2011	2010	2009	2008
Streets and Equipment Maintenance (continued)				
Leaf Pick Up				
Loads	95	86	141	115
Days	44	40	43	42
Snow Removal				
Salt (tons)	2,616.00	2,514.33	1,170.00	1,800.00
Days (4)	n/a	n/a	n/a	n/a
Hours (4)	375	864	644	390
Sand/Chloride (gallons)	0.00	34.28	20	0
Signs				
Repair/Replace	89	58	63	93
New	17	25	13	27
Mosquito Fogging (hrs)	32.50	98	68	120
Street Maintenance				
Striped (miles)	0.44	0.59	18.44	6.00
Street Sweeping (cu. yd.) (3)	121	52	211	110
Berming (miles)	2.00	1.50	5.00	2.00
Crack Sealing (sq. yards or tons) (8)	143,890	1.90	3.05	0.00
Water Department				
Revenue Collected (1)	\$2,174,947	\$1,994,091	\$1,796,125	\$1,604,908
Water Processed (Million Gallons Per Day)				
Raw Water	576.69	557.00	549.90	576.40
Avg./Day	1.58	1.53	1.51	1.58
Water to System	477.90	503.10	501.71	521.72
Avg./Day	1.30	1.38	1.37	1.43
Chemical Usage (in 1000s)				
Chlorine	7,247	8,316	7,846	7,813
Avg./Day	19.85	22.79	21.49	21.40
Fluoride	16,798	17,382	16,699	17,535
Avg./Day	46.02	47.62	45.75	48.04
Phosphate	26,134	27,428	26,714	25,420
Avg./Day	71.60	75.15	73.18	69.64
Potassium	18,632	19,111	19,249	14,499
Avg./Day	51.04	52.36	52.74	39.72
Annual Water Pumpage (in 1000s)				
Raw Water	576,694	557,004	549,900	569,530
Treated Water	517,123	503,100	501,709	515,860
Plant Use	4,861	61,250	46,538	58,110
Sewer Department				
Revenue Collected (1)	\$3,463,565	\$3,260,014	\$2,735,204	\$2,177,967
Treated Water (total for year)	703.00	440.41	420.74	498.55
Average (Gallons Per Day)	1,920	1,210	1,152	1,370
Sludge Hauled (tons)	183.26	278.66	308.27	376.50
Aquatic Recreation Center (7)				
Revenue Collected (1)	\$185,440	\$201,701	\$267,661	\$269,419
Number of Passes Sold	585	636	684	672
Number of Patrons (9)	2,091	0	0	0

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Collections include delinquencies, penalties, interest and late fees.

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(4) Starting in 2002, the City started tracking hours for snow removal as a better indicator of time spent.

(5) For 2004 to 2006 information was not available.

(6) Beginning for the 2009 Tax Returns, tax notices for the electronic form was sent out in lieu of actual

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

(8) During 2011, crack sealing was only available in tons rather than square yards.

(9) During 2011, the City began tracking the number of patrons attending the Aquatic Recreation Center.

Source: City financial records

2007	2006	2005	2004	2003	2002
110	115	144	107	103	105
50	45	42	52	44	51
1,750.00	199.00	1,128.00	950.00	2,200.00	952.57
n/a	n/a	n/a	n/a	n/a	n/a
174	240	120	198	225	254
0	0	0	50	150	100
75	147	48	120	102	123
37	37	120	95	34	47
52	260	240	304	74	113
17.00	19.48	18.37	10.00	9.93	54.62
140	150	957	0	0	0
6.00	6.00	47.25	17.00	2.50	8.60
1.25	0.00	0.00	0.00	0.00	0.00
\$1,588,040	\$1,261,700	\$1,251,865	\$1,123,518	\$1,186,044	\$918,746
590.96	551.13	540.36	499.33	453.22	440.15
1.62	1.51	1.48	1.36	1.24	1.21
536.99	494.76	486.37	445.20	392.68	380.94
1.47	1.36	1.33	1.22	1.08	1.04
7,347	6,007	5,419	5,095	3,814	2,813
20.12	16.46	14.85	13.96	10.45	7.70
18,298	17,429	16,911	15,346	13,352	12,883
50.13	47.50	46.33	42.04	37.13	35.30
25,920	24,368	24,521	22,076	18,575	11,625
71.01	66.76	67.18	60.48	50.89	31.85
12,745	12,537	16,878	11,895	22,183	16,367
34.91	34.34	46.24	32.58	60.78	44.84
590,957	551,130	540,360	499,331	453,220	440,150
536,990	516,750	486,370	468,389	412,940	398,340
50,850	52,800	52,400	57,760	58,450	60,500
\$1,731,150	\$1,383,818	\$1,397,171	\$1,309,367	\$1,147,823	\$1,190,747
456.32	492.81	456.88	396.69	399.43	472.50
1.250	1.360	1.252	1.086	1.094	1.295
304.17	158.00	169.60	215.87	114.50	117.11
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0
0	0	0	0	0	0

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

Function/Program	2011	2010	2009	2008
General Government				
Square Footage of Municipal Building	9,280	9,280	9,280	9,280
Square Footage of Building/ Parks Building (1)	2,547	2,547	2,547	2,547
Vehicles	6	6	5	5
Police				
Stations	1	1	1	1
Square Footage of Building	20,531	20,531	20,531	20,531
Vehicles	20	18	18	17
Motorcycle	1	1	1	1
Leisure Time Activities				
Number of Parks	5	5	5	5
Number of Tennis Courts	5	5	5	5
Number of Skateboarding Areas	1	1	1	1
Number of Baseball and Softball Diamonds	4	4	4	4
Number of Soccer Fields	3	3	3	3
Disc Golf Course	1	1	0	0
Vehicles	4	5	8	8
Transportation				
Streets (miles)	59.62	59.62	59.62	59.62
Service Vehicles	15	17	15	15
Service Complex (3)				
Square Footage of Cold Storage Building	4,368	4,368	4,368	4,368
Sewer				
Sanitary Sewers (feet)	421,299	409,840	409,840	409,840
Square Footage of Building	800	800	800	800
Vehicles	3	3	3	2
Water				
Square Footage of Building	13,667	13,667	13,667	13,667
Water Lines (feet)	341,101	351,814	312,377	312,377
Vehicles	3	3	3	2
Stormwater				
Storm Sewers (feet)	217,687	217,687	214,807	210,987
Utilities				
Square Footage of Utilities Complex	1,658	1,658	1,658	1,658
Aquatic Recreation Center (2)				
Acreage	3.89	3.89	3.89	3.89
Square Footage of Adult Swimming Pool	9,350	9,350	9,350	9,350
Square Footage of Youth Swimming Pool	250	250	250	250

(1) Prior to 2002, the Building/ Parks Departments shared office space at the Municipal Building. After the completion of the new police building, the Building/ Parks Departments moved into the old police station.

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

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

n/a - Information was not available.

2007	2006	2005	2004	2003	2002
9,280	7,744	7,744	7,744	7,744	7,744
2,547	2,547	2,547	2,547	2,547	2,547
5	5	5	5	5	5
1	1	1	1	1	1
20,531	20,531	20,531	20,531	20,531	20,531
16	15	15	15	11	11
1	1	1	1	1	1
5	5	5	5	5	5
5	1	1	1	1	1
1	1	0	0	0	0
4	4	4	4	4	4
4	4	4	4	4	4
0	0	0	0	0	0
8	8	8	8	8	8
58.23	58.23	57.29	56.81	56.81	54.62
15	15	15	13	12	10
0	0	0	0	0	0
397,807	397,807	378,864	359,788	218,032	214,472
800	800	800	800	800	800
2	2	2	2	2	2
13,667	13,667	13,667	13,667	13,667	13,667
307,498	307,498	303,178	303,178	268,971	256,750
2	2	2	2	2	2
204,969	204,969	198,898	198,898	173,546	159,324
1,658	1,658	1,658	1,658	1,658	1,658
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0

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Dave Yost • Auditor of State

CITY OF PICKERINGTON

FAIRFIELD COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
NOVEMBER 15, 2012**