

Dave Yost • Auditor of State

CITY OF POWELL
DELAWARE COUNTY

TABLE OF CONTENTS

TITLE	PAGE
Independent Accountants' Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Required By <i>Government Auditing Standards</i>	1

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Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

City of Powell
Delaware County
47 Hall Street
Powell, Ohio 43065

To the City Council:

We have audited the financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of City of Powell, Delaware 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 April 6, 2012, wherein we noted the City adopted the provisions of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. 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 opinion 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.

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*.

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We did note certain matters not requiring inclusion in this report that we reported to the City's management in a separate letter dated April 6, 2012.

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

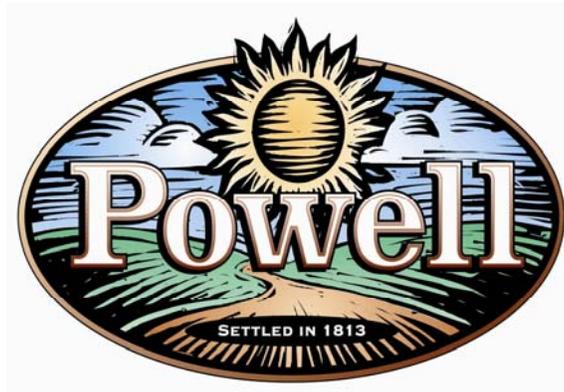
A handwritten signature in black ink that reads "Robert R. Hinkle". The signature is written in a cursive style with a large initial "R".

Robert Hinkle, CPA, CGFM
Chief Deputy Auditor

April 6, 2012

City of Powell, Ohio
Comprehensive Annual Financial Report

For the Fiscal Year Ended December 31, 2011



Prepared by the City of Powell Finance Department

Debra K. Miller, MAacy, CPA
Finance Director

Jessica Rosengarten
Assistant Finance Director

Teresa Kennedy
Finance Specialist



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**CITY OF POWELL, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011**

TABLE OF CONTENTS

Introductory Section

Table of Contents.....	i
Letter of Transmittal.....	iv
Organizational Chart.....	viii
Boards, Commissions and Appointments Chart.....	ix
List of City Officials.....	x
Certificate of Achievement for Excellence in Financial Reporting.....	xi

Financial Section

Independent Accountant’s Report (State Auditor’s Office).....	1
<i>A. Required Supplementary Information – MD&A</i>	
Management’s Discussion and Analysis.....	3
<i>B. Basic Financial Statements:</i>	
<u>Government-wide Financial Statements:</u>	
Statement of Net Assets.....	11
Statement of Activities.....	12
<u>Fund Financial Statements:</u>	
<u>Government Fund Financial Statements:</u>	
Balance Sheet.....	14
Reconciliation of the Balance Sheet to the Statement Of Net Assets – Governmental Funds.....	17
Statement of Revenues, Expenditures, and Changes In Fund Balances – Governmental Funds.....	18
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances Of Governmental Funds to the Statement of Activities.....	20
<u>Fiduciary Fund Financial Statements:</u>	
Statement of Fiduciary Assets and Liabilities.....	21

**CITY OF POWELL, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011**

TABLE OF CONTENTS CON'T

Financial Section con't

Notes to the Basic Financial Statements:

1. Summary of Significant Accounting Policies.....	22
2. Cash, Cash Equivalents and Investments.....	34
3. Receivables.....	38
4. Fund Balance.....	39
5. Capital Assets.....	40
6. Interfund Transactions.....	41
7. Contractual Commitments.....	41
8. Long Term Liabilities.....	42
9. Risk Management.....	46
10. Contingent Liabilities.....	48
11. Fund Deficits/Accountability.....	48
12. Insurance Pool.....	48
13. Jointly Governed Organizations.....	49
14. Component Unit.....	49
15. Defined Benefit Pension Plans- Retirement Benefits.....	50
16. Postemployment Benefits.....	52
17. Restatement.....	55

C. Required Supplementary Information Other Than MD&A:

Budgetary Comparison Schedules (Non-GAAP Budgetary Basis)...	56
Notes to the Required Supplementary Information.....	59

D. Other Supplementary Information – Description of All Funds 61

E. Other Supplementary Information – Combining Financial Statements and Budgetary Comparison Schedules (Non-GAAP Budgetary Basis):

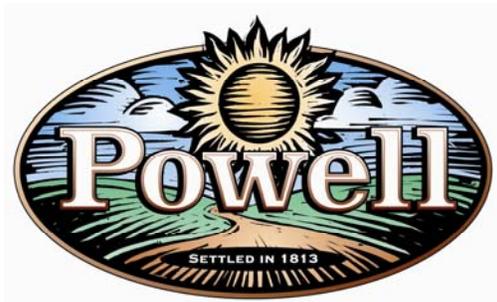
Schedule of Revenues, Expenditures and Changes in Fund Balance– All Major Governmental Funds – Budget and Actual.....	66
Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet – Nonmajor Governmental Funds.....	72
Combining Statement of Revenues, Expenditures and Changes in Fund Balance – All Nonmajor Governmental Funds.....	76
Schedules of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual.....	80
Combining Statement of Fiduciary Assets and Liabilities - Fiduciary Funds - (<i>Agency Funds Only</i>).....	93
Combining Statement of Changes in Assets and Liabilities - Fiduciary Funds – (<i>Agency Funds Only</i>)	94

**CITY OF POWELL, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED DECEMBER 31, 2011**

TABLE OF CONTENTS CON'T

Statistical Section

Statistical Section Summary Index.....	95
 <u>Financial Trends</u>	
A. Net Assets by Component.....	96
B. Changes in Net Assets.....	98
C. Governmental Activities Tax Revenues by Source.....	101
D. Program Revenues of Governmental Activities by Program.....	102
E. Governmental Revenues by Source.....	104
F. Fund Balances of Governmental Funds.....	106
G. Changes in Fund Balances of Governmental Funds.....	108
 <u>Revenue Capacity</u>	
H. Assessed Value and Estimated Actual Value of Taxable Property...	110
I. Property Tax Rates – Direct and Overlapping Governments.....	112
J. Income Tax Rates – Direct and Overlapping Governments.....	114
K. Property Tax Levies and Collections.....	116
L. Principal Revenue Payers for Property Taxes.....	117
L. Tax Incremental Financing (TIF) Collections.....	117
M. Principal Revenue Payer Type for Income Taxes.....	118
M. Principal Income Levels for Income Taxes.....	118
 <u>Debt Capacity</u>	
N. Ratios of Outstanding Debt by Type.....	119
O. Ratios of General Bonded Debt Outstanding.....	120
P. Legal Debt Margin Information.....	122
Q. Computation of Direct and Overlapping Debt Attributable to Governmental Activities.....	124
 <u>Demographic and Economic Information</u>	
R. General Demographic Characteristics.....	126
S. Demographic and Economic Statistics.....	127
T. Principal Employers.....	128
U. Growth in Land Area.....	129
 <u>Operating Indicators</u>	
V. Operating Indicators by Function.....	130
W. Capital Asset Statistics by Function.....	132
X. Full-time Equivalent Employees by Function.....	134



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April 6, 2012

To: Members of City Council and Citizens of the
City of Powell

The Comprehensive Annual Financial Report (CAFR) of the City of Powell, Ohio (City), for fiscal year ended December 31, 2011, is submitted herewith. The report has a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with generally accepted government auditing standards (GAGAS) by Auditor of State, Dave Yost. The independent accountants' report is located at the front of the financial section of this report.

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

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

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

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

Financial policies that have been reviewed and/or amended recently are: personnel manual (in 2009); municipal income tax policies (in 2007); and the purchasing policy (in 2005). Annually, the fee schedule for the City of Powell is evaluated to make sure current costs that should be recovered for certain activities are being covered by the fees being charged. The City also surveyed other similar cities to ensure those fees and costs were comparable.

Major initiatives The City issued refunding bonds for the 2002 debt outstanding for the Golf Village Subdivision during 2011, which provided a substantial amount of interest savings over the remaining life of the bonds.

The City continued its mandatory sidewalk repair program, which is in its eighth year. The program divides the City into sections; each year, a section of the City is addressed.

Additionally, the Development Committee, in conjunction with the Arbor Advisory Committee and City Council, explored different funding routes for addressing the removal and replacement of Ash trees throughout the City that have been affected by the Emerald Ash Borer. Removal and replacement of the affected trees will greatly help the City in sustaining itself as a Tree City USA.

During 2011, the City also completed phase two of the Retreat Lane Culvert Replacement project that was started in 2009.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded its fifth Certificate of Achievement for Excellence in Financial Reporting to the City of Powell for its comprehensive annual report for the fiscal year ended December 31, 2010.

In order to be awarded a Certificate of Achievement, a government unit 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.

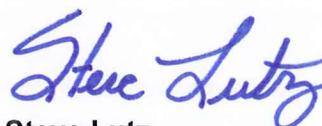
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we will be submitting it to GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated efforts of the finance department staff. We wish to express our appreciation to members of other City departments who assisted and contributed to the preparation of this report. Credit also must be given to the Mayor and the City Council for their support in maintaining the highest standards of professionalism in the management of the City of Powell's finances.

Respectfully submitted,



Debra K. Miller
Finance Director
City of Powell



Steve Lutz
City Manager
City of Powell

**CITY OF POWELL, OHIO
BOARDS, COMMISSIONS AND APPOINTMENTS CHART
DECEMBER 31, 2011**



Note: The City of Powell is a member of the Regional Income Tax Agency's (RITA) Council of Governments and the Central Ohio Risk Management Association (CORMA). The City Manager and Finance Director represent the City on these boards.

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Powell
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. Danison

President

Jeffrey R. Emer

Executive Director



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Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

City of Powell
Delaware County
47 Hall Street
Powell, Ohio 43065

To the Members of City Council and Mayor:

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of City of Powell, Delaware 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 discretely presented component unit, each major fund, and the aggregate remaining fund information of City of Powell, Delaware County, Ohio, as of December 31, 2011, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 17, during the year ended December 31, 2011, the City adopted the provisions of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 6, 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* and required budgetary comparison schedules as listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any other 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.



Robert Hinkle, CPA, CGFM
Chief Deputy Auditor

April 6, 2012

City of Powell, Ohio
Management's Discussion and Analysis
(Unaudited)

As management of the City of Powell (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City of Powell for the fiscal year ended December 31, 2011. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found at the front of this report.

Financial Highlights

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$29,510,164 (net assets).
- The City's total net assets increased by \$1,314,854 or 4.7%
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$8,856,115, an increase of \$586,729. Approximately, 71.0% of this total amount, \$6,286,944, is available for spending at the City's discretion (unassigned fund balance).
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$6,470,704 or 115.6% of the total general fund expenditures.
- The City's total long-term net debt decreased by \$1,739,799 (7.5%) during the current fiscal year due to paying current year principal payments.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. The statements are organized so the reader can understand the City's financial position. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad view of the City's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. Causes for these changes may be the result of many factors, some financial, some not. Non-financial factors can include changes in the City's property tax base and the condition of the City's capital assets (buildings, streets, etc). These factors must be considered when assessing the overall health of the City.

The *statement of activities* presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the cash flows. Thus, revenue and expenses reported in this statement for some items will only result in cash flows for future fiscal periods (i.e., uncollected taxes and earned but unused vacation leave).

City of Powell, Ohio
Management's Discussion and Analysis
(Unaudited)

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees or charges (business-type activities). The governmental activities of the City include general government, public service, public safety, community development, and parks and recreation.

The government-wide financial statements can be found on pages **11-13** of this report.

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

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 the *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements or provide a detailed short-term view of the City's general government operations and the basic services being provided.

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

The City of Powell maintains 20 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Street Construction & Maintenance Fund, ARRA Grant Fund and Debt Service Fund all of which are considered major funds. The Special Projects fund is combined into the General Fund for financial reporting, and data from the other 15 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* in the supplemental section of this report.

Proprietary funds. *Enterprise funds* are used to report the same functions presented as business-type activities in the government-wide financial statements. The City does not have any proprietary funds at this time.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The City maintains 7 individual fiduciary funds. Information is presented separately in the fiduciary funds combining statement of fiduciary assets and liabilities and in the combining

City of Powell, Ohio
Management's Discussion and Analysis
(Unaudited)

statement of changes in assets and liabilities for the Unclaimed Funds, Flexible Benefits Fund, Board of Building Standards Fund, Development (Engineering) Inspections Fund, Plumbing Inspection Fund, Escrowed Deposits Fund and 27th Payroll Fund. The basic fiduciary fund financial statement can be found on page 21 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 22 - 55 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City. Required supplementary information can be found on pages 56-60 of this report.

The combining statements referred to earlier containing nonmajor governmental funds are presented immediately following the other supplemental information. Combining and individual fund statements and schedules can be found on pages 66-92 of this report.

Government-wide Financial Analysis

The following table provides a summary of the City's net assets for 2011 and 2010.

City of Powell		
Net Assets		
	<u>Governmental Activities</u>	
	<u>2011</u>	<u>2010</u>
Current and other assets	\$ 12,663,050	\$ 12,116,359
Capital Assets	40,668,629	41,760,621
Total assets	<u>\$ 53,331,679</u>	<u>\$ 53,876,980</u>
Long-term liabilities outstanding	\$ 21,735,566	\$ 23,446,598
Other liabilities	2,085,949	2,235,072
Total liabilities	<u>\$ 23,821,515</u>	<u>\$ 25,681,670</u>
 Net Assets:		
Invested in capital assets, net of related debt	\$ 25,969,322	\$ 25,160,621
Restricted	2,262,529	2,082,435
Unrestricted	1,278,313	952,254
Total net assets	<u>\$ 29,510,164</u>	<u>\$ 28,195,310</u>

As mentioned previously, net assets may serve over time as a useful indicator of a City's financial position. The City's assets exceed liabilities by \$29,510,164 at the close of the most recent year.

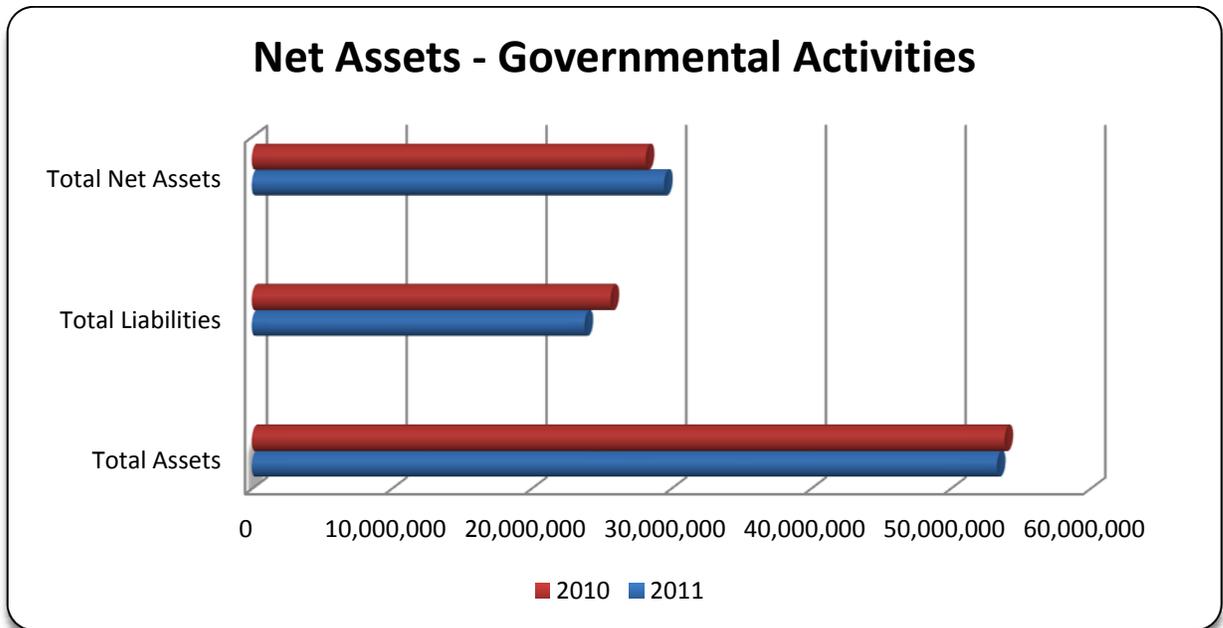
A large portion of the City's net assets (88.0%) reflects its investment in capital assets (i.e. land, buildings, improvements other than buildings, machinery and equipment, and infrastructure); less any related debt used to acquire those assets that is still outstanding plus any significant unspent bond proceeds. The City uses these capital assets to provide services to citizens; therefore, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

City of Powell, Ohio
Management's Discussion and Analysis
(Unaudited)

An additional portion of the City's net asset (7.7%) represents resources that are subject to restrictions on how they may be used. The remaining balance of unrestricted net assets is \$1,278,313 (4.3%) which usually is available to meet the City's on-going obligations to citizens and creditors.

At the end of the current fiscal year, the City is able to report a positive balance.

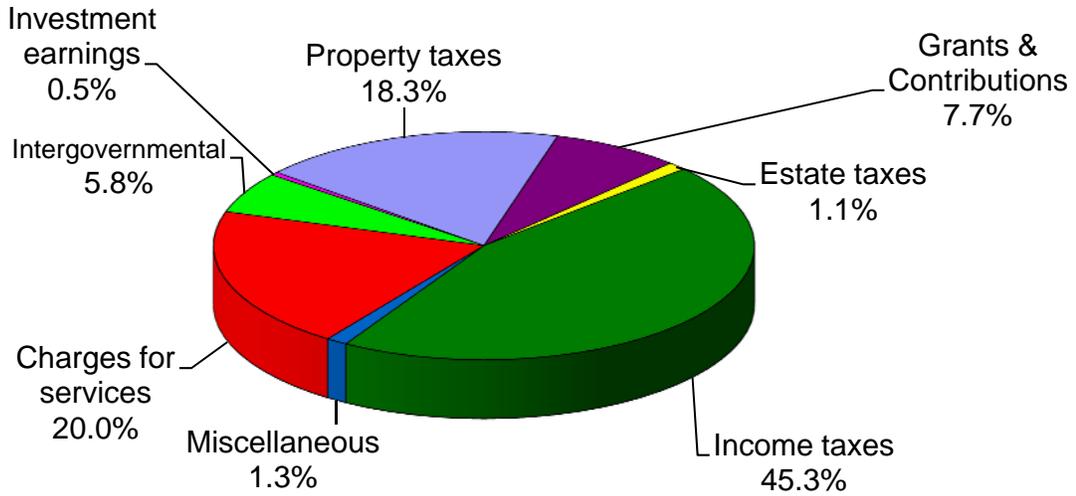
- ❑ The decrease in total assets of \$545,301 (1.0%) was due primarily to the use of resources for depreciation expense.
- ❑ The decrease in total liabilities of \$1,860,155 (7.2%) was due primarily to the payment of principal of long-term obligations and refinancing of a bond issue.
- ❑ Net assets increased by \$1,314,854 (4.7%)



Governmental activities. The following charts illustrate 2011 revenues by source, program expenses and program revenues, and the change in net assets for Governmental Activities. Income tax, property tax and charges for services account for 83.6% of the revenues received by the City.

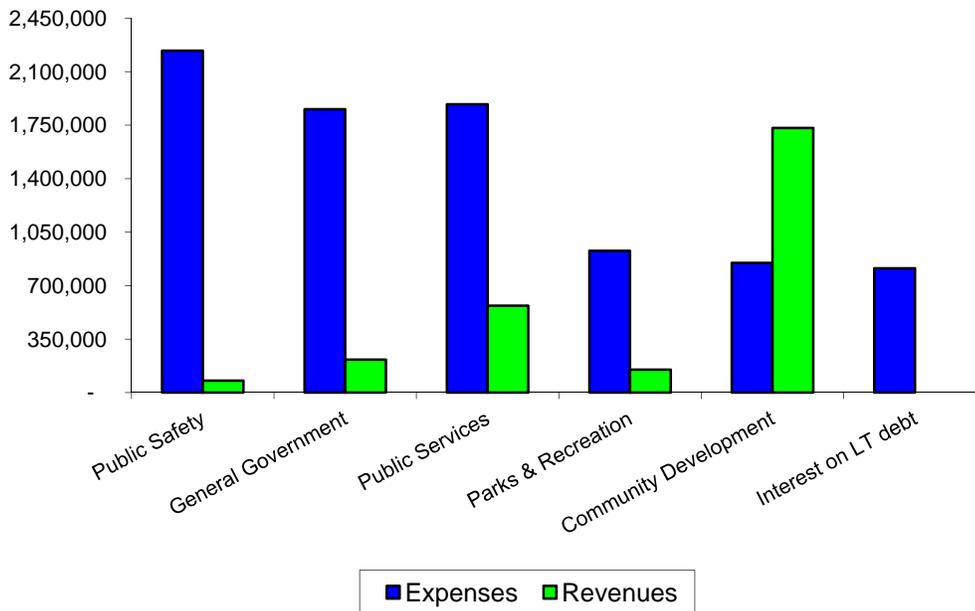
City of Powell, Ohio
 Management's Discussion and Analysis
 (Unaudited)

Revenues by Source - Governmental Activities



Program expenses for public safety, public service, and park and recreation account for 59.0% of the program expenses in 2011. Program revenues account for 27.8% of the total revenue received by the City.

Program Expenses & Program Revenues - Governmental Activities



City of Powell, Ohio
Management's Discussion and Analysis
(Unaudited)

**City of Powell
Activities**

	<u>Governmental Activities</u>	
	<u>2011</u>	<u>2010</u>
Revenues:		
<i>Program revenues:</i>		
Charges for services	\$ 1,979,813	\$ 1,720,876
Operating grants & contributions	563,452	564,181
Capital grants & contributions	200,343	181,434
<i>General Revenues:</i>		
Income taxes	4,473,048	3,313,296
Property taxes	1,806,671	1,888,454
Intergovernmental (unrestricted)	577,287	533,849
Estate taxes	112,286	545,873
Investment earnings	45,134	59,413
Other miscellaneous revenues	125,603	336,594
Total revenues	9,883,637	9,143,970
Expenses:		
Public safety	2,237,486	2,309,528
General government	1,854,360	1,599,452
Public services	1,887,240	2,173,177
Parks and recreation	927,582	1,002,506
Community development	848,718	980,563
Interest on long-term debt	813,397	1,104,642
Total expenses	8,568,783	9,169,868
Increase (decrease) in net assets	1,314,854	(25,898)
Net assets----January 1 st	28,195,310	28,221,208
Net assets----December 31 st	\$ 29,510,164	\$ 28,195,310

Governmental activities total revenues increased \$739,667 (8.1%) due to the larger than normal charges for services collections and the higher than expected income tax collections. Program expenses decreased \$601,085 (6.6%) due mainly in part to lower interest expense on long-term debt obligations due to retirement of bonds and refinancing of bonds since 2010. The decreased expenses can also be attributed to the City's efforts to trim costs in all areas due to the current economic conditions; this can be seen largely in the decreased funding of capital improvements.

Financial Analysis of 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 assessing the City's financing requirements. In particular, *unassigned fund balances* may serve as a useful measure of a City's net resources available for spending at the end of the fiscal year. As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$8,856,115, an increase of \$586,729 (7.1%) over the prior year.

City of Powell, Ohio
Management's Discussion and Analysis
(Unaudited)

The general fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the general fund was \$6,470,704, while total fund balance was \$6,925,858.

The City's general fund increased its fund balance by \$484,841. The key factors in this increase are as follows:

- ❑ Significant increase in income tax collections over the prior fiscal year.
- ❑ Significant increase in estate taxes and licenses and permits from the prior year.
- ❑ Decreased expenditures across departments, due in part to staffing changes and the City's effort to trim costs as a result of the current economic conditions.

The City's street maintenance and construction fund increased its fund balance by \$2,986. This slight increase is a result of the City's street maintenance project being at a level that was less than the current year revenues.

The City's ARRA Grant fund decreased its fund balance by \$190,697, during the current fiscal year. This decrease is a result of a delay in the federal grant project that caused the City to not receive reimbursement during the current fiscal year for the expenditures that it incurred.

The City's debt service fund increased its fund balance by \$23,963, during the fiscal year. The major factor for the increase is the refinancing which brought in premium revenue, and the decrease in interest expenditures as a result of the refinancing.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental activities as of December 31, 2011, amounts to \$40,668,629 net of accumulated depreciation. This investment in capital assets includes land, buildings, improvements, machinery and equipment, infrastructure and construction in progress. The total decrease in the City's investment in capital assets for the current fiscal year was \$1,091,992 (2.6%).

Construction-in-progress infrastructure projects included: Murphy Parkway engineering, Downtown turn-lanes and the ARRA Grant Energy Efficiency project.

Additional information on the City's capital assets can be found in note 5 on pages **40-41** of this report.

Long-term debt. At the end of the current fiscal year, the City had total bonded debt outstanding of \$21,495,000. This debt is backed by the full faith and credit of the City. The City does not have any revenue bonds.

During the current fiscal year, the City's total bonded debt decreased by \$1,405,000 or 6.1%, which were the City's principal payments and the impact of the bond refunding described below.

On September 22, 2011 the City issued \$9,015,000 in refunding bonds in order to refund a portion (\$8,730,000) of the 2002 Golf Village general obligations bonds listed above. Bond issuance cost and the bond premium of \$144,995 and \$398,033 respectively has been recorded on the statement of net assets, net of related amortization, as deferred charges and long-term liabilities, respectively. This transaction resulted in a cash flow savings of \$1,850,780 and an economic loss (present value loss) of \$28,566.

City of Powell, Ohio
Management's Discussion and Analysis
(Unaudited)

The City is within all of its legal debt limitations. The Ohio Revised Code provides that the net debt (as defined in the Ohio Revised Code) of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total taxation value of the property. The statutory limitations on debt are measured by the ratio of net debt to tax valuation and expressed in terms of a percentage. The current debt limitation for the City is \$51,826,324 which is greater than the City's outstanding general obligation debt.

The last few years, the City has had an "AA" rating from Standard and Poor's and an "Aa2" rating from Moody's for general obligation debt. In April 2008, the Standard and Poor's rating was increased to "AA+", and in July 2011, Moody's rating was increased to "Aa1".

Additional information on the City's long-term debt can be found in note 8 on pages 42 - 46 of this report.

General Fund Budgetary Highlights

Ordinance #2010-54 appropriated \$7,131,299 for the original 2011 general fund budget which included \$75,000 for contingencies. This amount does not include \$362,683 in prior-year encumbrances that were carried over. The total original budget is \$7,493,982. The budget had multiple amendments that increased the budget by \$251,414 due to increased income tax collection fees, the purchase of a snow plow and transfers to capital projects funds and the general fund reserve that were not originally budgeted. The total revised budget is \$7,745,396.

The final budget and the actual results for the general fund varied favorably by \$610,079 or 7.9%. The City does not consider a variance between 5% and 9% to be significant so no analysis is provided.

Economic Factors and Next Year's Budgets and Rates

- ❑ The unemployment rate for Delaware County is currently 5.3%, which is a decrease from a rate of 6.4% a year ago. This compares favorably to the state's average unemployment rate of 7.6% and the national average rate of 8.5%.
- ❑ The personal income per capita for Powell area is \$126,752. This compares favorably to the state's personal income per capita of \$36,421 and the national average rate of \$47,200.
- ❑ The State of Ohio legislation and the individual pension systems are looking at revising both the employee and employer contribution costs for the next year.
- ❑ For the fifth year in a row, no capital improvements are being projected in the budget due to lack of funding sources.
- ❑ The City projects a decrease in development related revenues such as residential and commercial building permits as the availability of open land is consumed.

All of these factors were considered in preparing the City's Budget for the 2012 fiscal year and projecting for the 2013, 2014 and 2015 fiscal years.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director, 47 Hall Street, Powell, Ohio, 43065-8357. This report is also available on the City's website at www.cityofpowell.us.

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

	<u>Primary Government</u>	<u>Component Unit</u>
	<u>Governmental Activities</u>	<u>City of Powell Community Improvement Corporation</u>
ASSETS		
Cash, cash equivalents and investments	\$ 8,681,021	
Cash, cash equivalents in segregated accounts		\$ 2,379
Accounts receivable (net of allowance for uncollectibles)	3,588,696	7,148
Inventories	31,508	
Deferred charges	287,154	
Prepaid items	74,671	
Capital assets:		
Land	4,023,159	
Construction in progress	197,698	
Other capital assets, net of accumulated depreciation	36,447,772	
Total assets	<u>\$ 53,331,679</u>	<u>\$ 9,527</u>
LIABILITIES		
Accrued wages payable	\$ 112,080	
Accounts payable	67,089	\$ 7,148
Accrued liabilities	72,425	
Due to other governments	106,590	
Unearned income	1,727,765	
Due within one year		
Accrued vacation and sick leave	113,228	
Bonds payable, net - current	1,730,000	
Due in more than one year:		
Accrued vacation and sick leave	192,426	
Bonds payable, net	19,699,912	
Total liabilities	<u>23,821,515</u>	<u>7,148</u>
NET ASSETS		
Invested in capital assets, net of related debt	25,969,322	
Restricted for:		
Street maintenance	1,073,737	
Capital projects	915,220	
Parks & recreation	173,816	
Other purposes	99,756	
Unrestricted	1,278,313	2,379
Total net assets	<u>\$ 29,510,164</u>	<u>\$ 2,379</u>

The notes to the basic financial statements are an integral part of this statement.

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

	Program Revenues			
<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Governmental activities:				
Public Safety	\$ 2,237,486	\$ 78,065		
General Government	1,854,360	14,900		\$ 200,343
Public Services	1,887,240	5,240	\$ 563,452	
Parks and Recreation	927,582	150,186		
Community Development	848,718	1,731,422		
Interest on long-term debt	813,397			
 Total governmental activities	\$ 8,568,783	\$ 1,979,813	\$ 563,452	\$ 200,343
 Component Unit - City of Powell Community Improvement corporation	\$ 29,474		\$ 30,445	
 General revenues:				
Income taxes				
Property taxes				
Unrestricted intergovernmental:				
Estate taxes				
Other intergovernmental				
Unrestricted investment earnings				
Miscellaneous				
Total general revenues				
Changes in net assets				
Net assets - beginning				
Net assets - ending				

The notes to the basic financial statements are an integral part of this statement.

**Primary Government
Net (Expense) Revenue and
Changes in Net Assets
Governmental
Activities**

\$ (2,159,421)
(1,639,117)
(1,318,548)
(777,396)
882,704
(813,397)

(5,825,175)

**Component Unit
City of Powell
Community
Improvement
Corporation**

\$ 971

4,473,048
1,806,671

112,286
577,287
45,134
125,603

7,140,029

1,314,854

28,195,310

\$ 29,510,164

-

971

1,408

\$ 2,379

City of Powell, Ohio

Balance Sheet

Governmental Funds

December 31, 2011

ASSETS	General	Street Construction and Maintenance
Cash, cash equivalents and investments	\$ 5,992,423	\$ 613,654
Receivables (net of allowance for uncollectibles)	1,700,422	261,569
Due from other funds	832,000	
Prepaid items	73,794	
Inventories		31,508
Total assets	<u>\$ 8,598,639</u>	<u>\$ 906,731</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accrued wages payable	\$ 111,417	
Accounts payable	66,652	
Due to other governments	105,646	
Due to other funds		
Deferred revenue	1,374,937	\$ 216,966
Accrued vacation & sick leave liability	14,129	
Retainage payable		
Total liabilities	<u>1,672,781</u>	<u>216,966</u>
Fund balances:		
Nonspendable:		
Prepaid items	73,794	
Inventories		31,508
Restricted		658,257
Committed	2,003	
Assigned	379,357	
Unassigned	6,470,704	
Total fund balances	<u>6,925,858</u>	<u>689,765</u>
Total liabilities and fund balances	<u>\$ 8,598,639</u>	<u>\$ 906,731</u>

The notes to the basic financial statement are an integral part of this statement.

ARRA Grant	Debt Service	Other Governmental Funds	Total Governmental Funds
\$ 652,972	\$ 110,028	\$ 1,311,944	\$ 8,681,021
200,343	1,278,438	147,924	3,588,696
			832,000
		877	74,671
			31,508
<u>\$ 853,315</u>	<u>\$ 1,388,466</u>	<u>\$ 1,460,745</u>	<u>\$ 13,207,896</u>
		\$ 663	\$ 112,080
		437	67,089
		944	106,590
\$ 832,000			832,000
200,343	\$ 1,278,438	144,477	3,215,161
			14,129
4,732			4,732
<u>1,037,075</u>	<u>1,278,438</u>	<u>146,521</u>	<u>4,351,781</u>
		877	74,671
			31,508
	110,028	900,653	1,668,938
		198,773	200,776
		213,921	593,278
(183,760)			6,286,944
<u>(183,760)</u>	<u>110,028</u>	<u>1,314,224</u>	<u>8,856,115</u>
<u>\$ 853,315</u>	<u>\$ 1,388,466</u>	<u>\$ 1,460,745</u>	<u>\$ 13,207,896</u>



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City of Powell, Ohio
 Reconciliation of the Balance Sheet to the Statement
 of Net Assets - Governmental Funds
 December 31, 2011

Total Governmental Fund Balances		\$ 8,856,115
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not functional resources and therefore are not reported in the funds.		40,668,629
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.		
	Property taxes	56,544
	Income taxes	671,592
	Estate taxes	8,006
	Intergovernmental revenues	689,201
	Licenses and permits	47,200
	Other revenues	14,853
	Deferred charges	287,154
		1,774,550
Long-term liabilities, including bonds and notes payable, are not due and payable in the current period and therefore are not reported in the funds.		
	Interest payable	(67,693)
	Accrued vacation and sick leave	(291,525)
	Bonds payable, net	(20,784,307)
	Premium on bonds, net	(645,605)
		(21,789,130)
Net Assets of Governmental Activities		\$ 29,510,164

The notes to the basic financial statements are an integral part of this statement.

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

REVENUES	<u>General</u>	<u>Street Construction and Maintenance</u>	<u>ARRA Grant</u>
Taxes:			
Property	\$ 528,572		
Income	4,357,270		
Intergovernmental:			
Estate	441,785		
Motor Fuel		\$ 189,940	
Other intergovernmental	396,852	331,867	
Licenses and permits	559,094		
Charges for services	14,900		
Fines and forfeits	7,153		
Development charges			
Investment earnings	45,134	2,824	
Miscellaneous	52,151		
Total revenues	6,402,911	524,631	
 EXPENDITURES			
Current:			
Public Safety	2,166,964		
General Government	1,548,566		
Public Services	621,241	521,645	
Parks and Recreation	415,098		
Community Development	843,701		
Debt service:			
Principal			
Interest			
Issuance costs			
Capital outlay:			
Capital outlay			\$ 210,697
Total expenditures	5,595,570	521,645	210,697
Excess (deficiency) of revenues over (under) expenditures	807,341	2,986	(210,697)
 OTHER FINANCING SOURCES (USES)			
Transfers in			20,000
Transfers out	(322,500)		
Issuance of refunding bonds			
Payment to refunded bonds escrow agent			
Premium from issuance of bonds			
Total other financing sources and uses	(322,500)	-	20,000
Net change in fund balances	484,841	2,986	(190,697)
Fund balances -- January 1, as restated	6,441,017	686,779	6,937
Fund balances -- December 31	\$ 6,925,858	\$ 689,765	\$ (183,760)

The notes to the basic financial statements are an integral part of this statement.

<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 1,108,371	\$ 186,366	\$ 1,823,309
		4,357,270
		441,785
	11,228	201,168
147,488	41,344	917,551
	14,550	573,644
	132,567	147,467
	39,202	46,355
1,286,205	29,281	1,315,486
	697	48,655
	15,042	67,193
2,542,064	470,277	9,939,883
	9,435	2,176,399
16,203	3,204	1,567,973
	5,634	1,148,520
	144,890	559,988
		843,701
1,690,000		1,690,000
840,837		840,837
144,995		144,995
	141,478	352,175
2,692,035	304,641	9,324,588
(149,971)	165,636	615,295
202,500	100,000	322,500
		(322,500)
9,015,000		9,015,000
(9,441,599)		(9,441,599)
398,033		398,033
173,934	100,000	(28,566)
23,963	265,636	586,729
86,065	1,048,588	8,269,386
\$ 110,028	\$ 1,314,224	\$ 8,856,115

City of Powell, 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

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

Net change in fund balances --- total government funds \$ 586,729

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

Capital outlay	\$409,615	
Depreciation	<u>(1,490,551)</u>	(1,080,936)

Loss on disposal of capital assets (11,056)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. The amount is the net effect of the reversal of prior year items against current year accruals. (56,246)

The issuance of long-term debt (e.g. bonds, notes, and loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Proceeds from issuance of debt	(\$9,015,000)	
Premium from issuance of debt	(398,033)	
Debt issuance cost	144,995	
Repayment of principal	1,690,000	
Payment to escrow agent	<u>9,441,599</u>	1,863,561

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.

Accrued vacation and sick leave	(\$14,638)	
Interest payable	17,101	
Amortization of issuance cost	(10,894)	
Amortization of deferred amount on refunding	(906)	
Amortization of premium	<u>22,139</u>	12,802

Change in net assets of governmental activities \$ 1,314,854

The notes to the basic financial statements are an integral part of this statement.

City of Powell, Ohio
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
December 31, 2011

	<u>Agency Funds</u>
ASSETS:	
Cash and investments	\$ 330,596
Total assets	<u>\$ 330,596</u>
LIABILITIES:	
Due to others	\$ 330,596
Total liabilities	<u>\$ 330,596</u>

The notes to the basic financial statements are an integral part of this statement.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Powell (City) is a home-rule, municipal corporation under the laws of the State of Ohio. The City of Powell was established as a village in 1947 and was incorporated as a city in 2001. The City operates under a Council-Manager form of government and provides the following services: police protection, parks and recreation, street maintenance and repair as well as, staff to provide support (i.e., payroll processing, accounts payable, and revenue collection) to the service providers.

A reporting entity is composed of the primary government, component units, and other organizations that are included to ensure the financial statements are not misleading. The primary government is the City of Powell and consists of all funds, departments, boards, and agencies that are not legally separate from the City.

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 may also include organizations for which the City approves the budget, the issuance of debt, or the levying of taxes. This description complies with the provisions of the Government Accounting Standards Board (GASB) Statement No. 14, "*The Financial Reporting Entity*", and Statement No. 39, "*Determining Whether Certain Organizations Are Component Units*".

In 2011, there was one component unit of the City, the Powell Community Improvement Corporation. The Powell Community Improvement Corporation (CIC) is governed by a 3-member board. For financial purposes, the CIC is reported as if it were part of the City's operations because its purpose is to assist the City in advancing, encouraging and promoting the industrial, commercial, distribution and research development within the City. The CIC is discretely presented with additional information in Note 14. Complete financial statements for the CIC may be obtained from the City's Finance department.

The City participates in two jointly governed organizations, the Liberty Community Infrastructure Financing Authority and the Powell Community Infrastructure Financing Authority. These organizations are presented in Notes 13A and 13B, respectively, to the basic financial statements.

The accompanying basic financial statements include all the organizations, activities and functions in which the City (the primary government) exercises financial accountability.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Government-wide and fund financial statements

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The City also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental activities provided they do not conflict with or contradict GASB pronouncements.

Beginning January 1, 2003, the City changed its financial reporting to comply with GASB Statement No. 34, "*Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*" and beginning January 1, 2010, the City included GASB Statement No. 62, "*Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements.*" Financial information of the City is presented in the accompanying statements in the following format:

- Management's discussion and analysis, a part of the required supplementary information, introduces the basic financial statements and provides an analytical overview of the City's financial statements.
- Basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The basic financial statements report information on all of the non-fiduciary activities of the primary government.

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 statement of net assets presents the financial condition of the governmental activities of the City at year end. The statement of net assets and statement of activities measure and report all the assets, liabilities, revenues, expenses, gains, and losses. Taxes and intergovernmental revenues support governmental activities while revenues such as fees support business-type activities. Interfund activity has been removed from these statements.

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

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Financial Statements - The fund financial series of statements display information about the City at a more detailed level.

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. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

Notes to the Basic Financial Statements – The notes provide information that is essential to a user’s understanding of the basic financial statements.

- ◆ Required supplementary information is comprised of budgetary comparison schedules and other types of data required by GASB.

In June 2011, the GASB issued Statement No. 63, “*Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position.*” This statement will improve financial reporting by standardizing the presentation of deferred outflows of resources and deferred inflows of resources and their effects on a government’s net position. It alleviates uncertainty about reporting those financial statement elements by providing guidance that did not previously exist. The provisions of this statement are effective for financial statements for periods beginning after December 15, 2011. The City has not determined the effects, if any; GASB Statement No. 63 will have on its financial statements.

In June 2011, the GASB issued Statement No. 64, “*Derivative Instruments: Application of Hedge Accounting Termination Provisions.*” This statement enhances comparability and improves financial reporting by clarifying the circumstances in which hedge accounting should continue when a swap counterparty, or a swap counterparty’s credit support provider, is replaced. The provisions of this statement are effective for financial statements for periods beginning after June 15, 2011. The implementation of GASB Statement No. 64 has no impact on these financial statements.

C. Measurement focus and basis of accounting

The accounting policies and financial reporting practices of the City conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The accounts of the City are organized on the basis of funds where each is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures (expenses), as appropriate. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The basis of accounting refers to when revenues and expenditures (expenses) are recognized in the accounts of the financial statements and relates to the timing of the measurement focus.

The government-wide financial statements are prepared using a flow of economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the time of related cash flows. 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 (i.e., revenues) and decreases (i.e., expenses) in total net assets.

All governmental funds are accounted for using a flow of current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized only as they become susceptible to accrual or measurable and available. Because of differences in circumstances and because of the flexibility of this criteria, the timing of revenue recognition for a given revenue source may vary considerably among governments. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within thirty-one days after year-end. Expenditures are recorded when the related fund liability is incurred, for principal and interest on long-term debt, and claims and judgments, and compensated absences, which are recognized as expenditures when matured.

Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources. Current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balance reflects 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 separate reconciliation with brief explanations to better identify the relationship between the government-wide financial statements and the fund financial statements for governmental 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. The City currently does not have trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's agency funds account for various fees charged by the City and remitted to other government agencies and for deposits held pending compliance with established requirements.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Amounts reported as program revenues include: charges to customers or applicants for goods, services, or privileges provided, operating grants and contributions, and capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include taxes and all revenues that don't qualify as program revenue.

Unearned revenues arise when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there was an enforceable legal claim at December 31, 2011, but were levied to finance 2012 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements were met have also been recorded as deferred revenue. On governmental fund financial statements, receivables that were not collected within the available period are recorded as deferred revenue.

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 purpose 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 State of Ohio requires all governmental funds to have a legally adopted annual budget. The following are the City's major governmental funds:

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

Special Revenue - Street Construction and Maintenance Fund - The Street Construction and Maintenance Fund accounts for ninety-two and one-half percent of the state gasoline tax and motor vehicle registration fees and its uses are restricted by the State of Ohio statute. Services related to the maintenance and reconstruction of City streets are allowed, as are those services related to clean, clear and repair streets, street lights and traffic signals.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Special Revenue - ARRA Grant Fund – (American Recovery and Reinvestment Act Fund); this fund was created to receive and process the funds from the federal American Recovery and Reinvestment Act grant.

Debt Service Fund – The Debt Service Fund accounts for the accumulation of resources for, and the payment of, general obligation long-term debt principal, interest and related costs.

Additionally, the City has the other following governmental funds:

Other special revenue governmental funds of the City account for grants and other resources whose use is restricted for a particular purpose as specified by City ordinance or federal and state statutes. The City has the following nonmajor special revenue funds: State Highway Improvement, Parks and Recreation Program, Park and Recreation (Development), Enforcement and Education (D.U.I.), Board of Pharmacy, Law Enforcement, Veteran’s Memorial, Special Projects (presented as part of General Fund for GASB 54 purposes), Powell’s Golden Days (Festival), Law Enforcement Assistant Training and Special Events.

Other capital project governmental funds of the City account for financial resources used for acquisition or construction of major capital facilities. The City has the following nonmajor capital project funds: Capital Improvement Notes (Projects), Village Development and Improvement, Murphy Parkway (Construction), Olentangy/Liberty Street Intersection, and Downtown TIF (Tax Increment Financing) Housing Renovations.

The City has the following non-governmental or fiduciary funds:

Fiduciary funds of the City account for financial resources held for others. The City has the following nonmajor fiduciary funds: Unclaimed Funds, Flexible Benefit Plan, Board of Building Standards, Development (Engineering) Inspections, Plumbing Inspection, Escrowed Deposits, and 27th Payroll Fund.

D. Assets, liabilities, and net assets and equity

1. Deposits and Investments

City funds are pooled and invested to improve cash management. The City’s cash and cash equivalents are considered to be cash on hand and demand deposits. Individual fund integrity is maintained through City records.

The City is authorized by Ordinance to invest in notes, bonds or other obligations of the United States or of any agency or instrumentality thereof, including repurchase agreements secured by such obligations, as well as the State Treasury Asset Reserve of Ohio (STAROhio) and certificate of deposits. STAROhio is an investment pool managed by the State Treasurer’s Office that allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the Securities Exchange Commission (SEC) as an investment company, but does operate in a manner similar to Rule 2a-7 of the Investment Company Act of 1940. Interest earnings are allocated to City funds according to State statutes and City ordinances.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Investments for the City are reported at fair value as in accordance with GASB Statement 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Investments in STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on December 31st. The STAROhio reported value is the same as the fair value of the pool shares.

2. Receivables and Payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" for the current portion of the Interfund activity or "advances to/from other funds" for the non-current portion of the Interfund activity.

Property tax

Property taxes include amounts levied against all real property, public utility property, and tangible personal property located in the City. Real property tax revenues received in 2011 represent the collection of 2010 taxes. Real property taxes received in 2011 were levied after October 1, 2010, on the assessed values as of January 1, 2010, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

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

Beginning in tax year 2006, the tax on tangible personal property began to be phased out for most businesses. As of tax year 2010 the tangible personal property tax assessment had been completely phased out, and only delinquent tangible personal property tax is currently being received.

The Delaware County Treasurer collects property taxes on behalf of all taxing districts within the County, including the City of Powell. The County Auditor periodically remits to the City its portion of the taxes collected.

Accrued property taxes receivable represents real property and public utility property taxes which were measurable as of December 31, 2011, and for which there was an enforceable legal claim. Although total property tax collections for the next year are measurable, amounts to be received during the available period are not subject to reasonable estimation at December 31 and are not intended to finance 2011 operations.

Collectible delinquent real property taxes have been recorded as a receivable and revenue on the full accrual basis. On the modified accrual basis, the entire receivable is deferred.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The full tax rate for all City operations for the year ended December 31, 2011, was \$3.72 per \$1,000 of assessed value. The assessed values of real property, public utility property, and tangible personal property upon which 2011 property tax receipts were based are as follows:

Category	Amount
Real Property	
Agricultural/Residential	\$446,715,080
Commercial/Industrial	47,050,320
Public Utility Property	
Real	9,110
Tangible Personal Property	0
Total Assessed Value	\$493,774,510

Income tax

The City levies and collects an income tax of .75 percent based on all income earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of .25 percent of the tax paid to another municipality, not to exceed the amount paid to other municipalities. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City at least quarterly. Corporations and other individual taxpayers are also required to pay their estimated tax at least quarterly and file a final return annually. All income tax revenue is credited to the General Fund.

The Regional Income Tax Agency (R.I.T.A.) provides services to collect income tax for over 200 municipalities in Ohio, including the City of Powell. Each member municipality appoints its own delegate to the Regional Council of Governments which oversees R.I.T.A. There are over 900 municipalities in Ohio.

3. Inventory

Inventory is presented at cost on a first-in, first-out (FIFO) basis. The costs of government fund-types inventories are recorded as expenditures when consumed rather than when purchased. Inventory consists of salt used on roadways during winter.

4. 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 by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

5. Capital Assets

All of the City's capital assets are general capital assets generally resulting from expenditures in the governmental funds. These assets are reported in the governmental activities column on the government-wide statement of net assets but are not reported on the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated capital assets are recorded at their fair market value on the date donated. The City maintains a capitalization threshold of five thousand dollars (\$5,000). 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.

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

Description	Estimated Lives
Land Improvements	20-60 years
Buildings	50 years
Equipment	5-10 years
Vehicles	3-10 years
Streets	15-45 years
Storm Sewers	50 years

6. Capital Contributions

Capital contributions arise from outside contributions of capital assets.

7. 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 the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 City policies or by union contracts. The City records a liability for accumulated unused sick leave for all employees with ten or more 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 fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

8. Long-term Obligations

Long-term debt and other long-term obligations are reported as liabilities on the government-wide financial statements. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest rate method. Bonds payable are reported net of the applicable unamortized bond premium or discount.

In the governmental fund financial statements, bond premiums and discounts, as well as bond issuance costs, are recognized during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

9. Interfund Transactions

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

10. 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 management and are either unusual in nature or infrequent in occurrence. The City had no extraordinary or special items in 2011.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

11. Estimates

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

12. Fund Balance Reserves/Restrictions

Fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the City is “bound to honor constraints on the specific purposes for which amounts in the fund can be spent” in accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. The five fund classifications are as follows:

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

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

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

Assigned – Amounts in the assigned 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.

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

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The City first applies restricted resources when an expenditure is 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 can be used.

13. 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 balance of any borrowing 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 constitutional provisions or enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net assets restricted for other purposes include resources restricted for recreation, various police department grants, and special events including the Powell Festival. The City's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available. As of December 31, 2011, net assets restricted by enabling legislation were \$0, as defined by GASB Statement No. 46, *Net Assets Restricted by Enabling Legislation*.

E. Budget Process

All funds, except agency funds, are required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations ordinance, all of which are prepared on the budgetary basis of accounting.

The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount City Council may appropriate. The appropriations ordinance is City Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by City Council. For all funds, council appropriations are made to the fund, department, and category level (object – personal services) for each fund.

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

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

NOTE 2 – CASH, CASH EQUIVALENTS AND INVESTMENTS

A. Cash and Cash Equivalents

State statutes classify monies held by the City into three categories: active, inactive and interim.

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

Inactive deposits are public deposits the City 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.

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned. The City's policy is that any financial institution located within the State of Ohio is an institution which is eligible to become a public depository for active deposits. All deposits, except for deposits held by fiscal and escrow agents or trustees, are collateralized with eligible securities in amounts equal to at least 105% of the total amount of all public moneys on deposit with the institutions.

Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the Finance Director by the financial institution, or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution. Such collateral, as permitted by Chapter 135 of the ORC is held with the qualified trustee approved by the Finance Director.

At December 31, 2011, the carrying value of the City's cash deposits was \$3,273,726, of which \$2,350,000 was non-negotiable certificates of deposit. Cash balances per the banks were \$3,316,680. \$1,850,000 of the City's deposits was insured by Federal depository insurance. Based on the criteria described in GASB Statement No. 40, *Deposits and Investment Risk Disclosures*, as of December 31, 2011, \$1,466,680 of the City's bank balance was exposed to custodial risk as follows:

Uninsured and collateral held by the pledging financial institutions agents not in the City's name	\$1,466,680
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Interest revenue credited to the General Fund during 2011 was \$45,134, which includes \$11,116 assigned from other funds not entitled to earn interest per Ohio statute.

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

NOTE 2 – CASH, CASH EQUIVALENTS, AND INVESTMENTS (continued)

B. Investment Policies

The City follows GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, and records all its investments at fair value. At December 31, 2011 fair value was \$981 below the City's net cost for its investments. At December 31, 2010 fair value was \$6,403 above the City's net cost. Fair value is determined by quoted market prices and acceptable other pricing methodologies.

The City pools its cash, except for that held by trustees, and fiscal and escrow agents, for maximum investing efficiency. Interest earnings are allocated to City funds according to State statutes and City ordinances. In management's opinion, all statutory requirements were met in distributing earnings of the pool to various funds.

City Council Resolution 2011-07 provides the City with its authorized investment instruments, which do not include derivatives. The City does invest in STAROhio, an investment pool managed by the State Treasurer's office that allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the Securities Exchange Commission (SEC) as an investment company, but does operate in a manner similar to Rule 2a-7 of the Investment Company Act of 1940. Since, 1995 STAROhio has Standard and Poor's highest rating of AAAM. Investments in STAROhio are valued at STAROhio's share price that is the price the investment could be sold for on December 31, 2011. The annualized yield at December 31st was 0.03% with an overnight yield of 0.03%. Management of STAROhio states that its policy also prohibits investing in derivatives and/or engaging in the use of reverse repurchase agreements. Average days to maturity of the STAROhio portfolio at December 31, 2011 were 57.0 days.

The City is prohibited from using reverse repurchase agreements and does not leverage its investment portfolio in any manner. The City purchases their investments through financial institutions. Each financial institution must acknowledge in writing, their comprehension and receipt of the City policies. 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 Finance Director or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Investments of the cash management pool and investments with an original maturity of three months or less at the time of purchase are presented on the financial statements as cash equivalents. Investments with an initial maturity of more than three months that were not purchased from the pool are reported as investments.

The City's investment policy and practices have consistently protected the portfolio from unnecessary credit risk (safety) and market risks (liquidity) while providing a competitive yield. Average days to maturity of the City's investments at December 31, 2011 were 744 days or 2.07 years. The StarOhio balances which is excluded from the aforementioned average days to maturity calculation, has an average days to maturity of 57.0 days.

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

NOTE 2 – CASH, CASH EQUIVALENTS, AND INVESTMENTS (continued)

Investments permitted by City policy are:

1. United States Treasury bills, notes, bonds, 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 (excluding investments in stripped principal or interest obligations);
 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 Association, Government Home Loan Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
 3. Interim deposits in authorized depositories provided these deposits are properly insured or collateralized. These interim deposits include but are not limited to: certificates of deposit, CDARS®, and savings accounts.
 4. Bonds and other obligations of the State of Ohio;
 5. No-load money market mutual funds consisting exclusively of obligations described 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; and
 6. The State Treasurer's investment pool (STAR Ohio).
 7. The City may also invest up to 25% of interim moneys in the following:
 - a. Commercial paper notes issued by an entity that has assets exceeding \$500 million and:
 - (a) Are rated at the time of purchase by at least two nationally recognized standard rating services.
 - (b) The aggregate value of notes does not exceed 10% of the aggregate value of the outstanding commercial paper of the issuing corporations.
 - (c) The notes mature not later than 180 days after purchase.
 - b. Bankers acceptance of banks that are insured by the Federal Deposit Insurance Corporation (FDIC) and:
 - (a) The obligations are eligible for purchase by the Federal Reserve System.
 - (b) The obligations mature not later than 180 days after purchase.
- No investment shall be made pursuant to this section unless the Finance Director or governing Council has completed additional training for making the investments authorized by this section. The type and amount of additional training shall be approved by the Auditor of the State of Ohio and may be conducted by or provided by the supervision of the Auditor of the State of Ohio.
8. Written repurchase agreements with eligible financial institutions and dealers not to exceed 30 days with the market value of the collateral securities exceeding the principal of 2% (subject to daily mark-to-market). All securities purchased pursuant to this section shall be delivered into the custody of the Finance Director or City Council.

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

NOTE 2 – CASH, CASH EQUIVALENTS, AND INVESTMENTS (continued)

C. Investments

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy generally limits investment portfolio maturities to five years or less.

Concentration Credit Risk. As a means of limiting its exposure to losses arising from an issuer or other party not fulfilling its obligation, the City's investment policy has included portfolio diversifications limits by instrument and financial institution.

At year-end, the City had the following investments and maturities as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities</u>			
		<u>12 months or less</u>	<u>13 to 24 months</u>	<u>25 to 36 months</u>	<u>37 to 48 months</u>
Ohio St. Bldg Authority	\$ 590,013	\$ -	\$ -	\$ -	\$ 590,013
Federal Home Loan Mtg.	1,348,339	-	-	398,624	949,715
Federal Home Loan Bank	1,550,048	550,028	-	-	1,000,020
StarOhio	2,249,491	2,249,491	-	-	-
Total investments	<u>\$ 5,737,891</u>	<u>\$ 2,799,519</u>	<u>\$ -</u>	<u>\$ 398,624</u>	<u>\$ 2,539,748</u>

Credit Risk. The City's investments in U.S. government securities can include: U.S. Treasury Bills, Notes, and Bonds. Federal agency securities can include: Federal National Mortgage Association (FNMA), Federal Home Loan Mortgage Corp. (FHLMC), Federal Home Loan Bank (FHLB), Federal Farm Credit Bank (FFCB), Student Loan Marketing Association (SLMA), Government National Mortgage Association (GNMA), and Tennessee Valley Authority (TVA). The investments in FFCB and FHLB above were rated AAA and Aaa by Standard & Poor's and Moody's Investor Service, respectively. Moody's has rated the Ohio State Building Authority investment with an AA2 while Standard and Poor's has rated it AA. STAROhio has Standard and Poor's rating of AAAm.

In management's opinion, all of the City's cash deposits and investments comply with State statutes, City ordinances and resolutions, and applicable bond indentures.

D. Reconciliation of Cash and Investments to the Statement of Net Assets

The following is a reconciliation of cash and investments to the Statement of Net Assets as of December 31, 2011.

Investments (summarized above)	\$ 5,737,891
Certificate of deposits	2,350,000
Carry amount of the City's deposits	923,726
Total	<u>\$ 9,011,617</u>
Cash and Investments:	
Governmental Activities	- \$ 8,681,021
Governmental funds	
Agency funds	330,596
Total	<u>\$ 9,011,617</u>

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

NOTE 3 – RECEIVABLES

Receivables as of year-end for the City consisted of accounts; accrued interest; intergovernmental receivables arising from grants, entitlements, and shared revenues; municipal income taxes; other local taxes; and property taxes. All receivables are considered collectible in full within one year, except for assessments for sidewalks, which are due over the next five years.

	<u>GOVERNMENTAL MAJOR FUNDS</u>				Nonmajor Governmental Funds	Governmental Total
	<u>General</u>	Street Const. & Maint.	Debt Service	ARRA Grant		
Receivables:						
Interest	\$ 12,097	\$ 874			\$ 216	\$ 13,187
Taxes	1,458,593		\$ 1,156,825		119,435	2,734,853
Intergovernmental	188,133	260,695	74,413	\$ 200,343	28,196	751,780
Other	41,599		47,200	-	77	88,876
Total receivables	<u>\$ 1,700,422</u>	<u>\$ 261,569</u>	<u>\$ 1,278,438</u>	<u>\$ 200,343</u>	<u>\$ 147,924</u>	<u>\$ 3,588,696</u>

There are two meanings for deferred revenue in the public sector. They are unearned revenue and unavailable revenue. Unearned revenue can be found in the government-wide financial reporting as well as in the governmental fund and fiduciary fund financial statements. Unavailable revenue is unique to governmental funds, since it is tied to the modified accrual basis of accounting.

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue reported in the governmental funds were as follows:

	<u>GOVERNMENTAL MAJOR FUNDS</u>				Nonmajor Governmental Funds	Governmental Total
	<u>General</u>	Street Const. & Maint.	Debt Service	ARRA Grant		
Deferred Revenue:						
Taxes receivable	\$ 1,195,653		\$ 1,156,825		\$ 119,435	\$ 2,471,913
Intergovernmental	164,431	\$ 216,966	74,413	\$ 200,343	25,015	681,168
Other	14,853		47,200		27	62,080
Total receivables	<u>\$ 1,374,937</u>	<u>\$ 216,966</u>	<u>\$ 1,278,438</u>	<u>\$ 200,343</u>	<u>\$ 144,477</u>	<u>\$ 3,215,161</u>

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

NOTE 4- FUND BALANCE

Fund balance is classified as nonspendable, restricted, committed, assigned, and/or unassigned based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in governmental funds.

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

Fund Balance	General	Street Construction Construction and Maintenance	ARRA Grant	Debt Service	Other Governmental Funds	Total Governmental Funds
Nonspendable for:						
Prepaid items	\$ 73,794				\$ 877	\$ 74,671
Inventories		\$ 31,508				31,508
Total Nonspendable	<u>73,794</u>	<u>31,508</u>	<u>-</u>	<u>-</u>	<u>877</u>	<u>106,179</u>
Restricted for:						
Debt Service				\$ 110,028		110,028
Capital Outlays					538,985	538,985
Street Maintenance		658,257			151,136	809,393
Parks and recreation					127,359	127,359
Public Safety					70,277	70,277
Other					12,896	12,896
Total Restricted	<u>-</u>	<u>658,257</u>	<u>-</u>	<u>110,028</u>	<u>900,653</u>	<u>1,668,938</u>
Committed for:						
CORMA	2,003					2,003
Parks and recreation					45,553	45,553
Capital Outlays					153,220	153,220
Total Committed	<u>2,003</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>198,773</u>	<u>200,776</u>
Assigned for:						
Capital Outlays					213,921	213,921
Special Projects	102,594					102,594
Unpaid Obligations	276,763					276,763
Total Assigned	<u>379,357</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>213,921</u>	<u>593,278</u>
Unassigned	6,470,704		\$ (183,760)			6,286,944
Total Fund Balance	<u>\$ 6,925,858</u>	<u>\$ 689,765</u>	<u>\$ (183,760)</u>	<u>\$ 110,028</u>	<u>\$ 1,314,224</u>	<u>\$ 8,856,115</u>

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

NOTE 5 – CAPITAL ASSETS

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

	Balance 12/31/2010	Additions	Reductions	Transfer	Balance 12/31/2011
Governmental Activities:					
Nondepreciable Capital Assets					
Land	\$ 4,023,159	\$ -	\$ -	\$ -	\$ 4,023,159
Construction in Progress	143,466	54,732	(500)	-	197,698
Total Nondepreciable Capital Assets	4,166,625	54,732	(500)	-	4,220,857
Depreciable Capital Assets					
Land Improvements:					
Land Improvements	8,631,922	-	-	-	8,631,922
Bike Paths	1,484,228	-	-	-	1,484,228
Buildings	5,562,824	-	-	-	5,562,824
Equipment	719,730	60,232	(85,598)	-	694,364
Vehicles	713,161	152,672	(118,965)	-	746,868
Streets	19,715,706	-	-	-	19,715,706
Storm Sewer	15,533,542	141,979	-	-	15,675,521
Total Depreciable Capital Assets	52,361,113	354,883	(204,563)	-	52,511,433
Less Accumulated Depreciation for:					
Land Improvements:					
Land Improvements	(2,314,873)	(444,023)	-	-	(2,758,896)
Bike Paths	(269,638)	(24,736)	-	-	(294,374)
Buildings	(780,574)	(111,255)	-	-	(891,829)
Equipment	(422,653)	(79,769)	75,042	-	(427,380)
Vehicles	(590,939)	(79,124)	118,965	-	(551,098)
Streets	(6,827,823)	(438,133)	-	-	(7,265,956)
Storm Sewer	(3,560,617)	(313,511)	-	-	(3,874,128)
Total Accumulated Depreciation	(14,767,117)	(1,490,551)	194,007	-	(16,063,661)
Total Depreciable Capital Assets, Net					
Governmental Activities Capital Assets, Net	37,593,996	(1,135,668)	(10,556)	-	36,447,772
	\$ 41,760,621	\$ (1,080,936)	\$ (11,056)	\$ -	\$ 40,668,629

The City had no contributed assets during 2011.

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

NOTE 5 – CAPITAL ASSETS (continued)

Depreciation expense was charged to governmental functions as follows:

Governmental Activities	
Public Safety	\$105,254
General Government	146,510
Public Services	842,103
Parks and Recreation	393,720
Community Development	2,964
Total Depreciation Expense - Governmental Activities	\$1,490,551

NOTE 6 – INTERFUND TRANSACTIONS

During 2011, the General Fund made transfers to the Debt Service Fund, the ARRA Grant Fund, and the Capital Improvement Fund in the amounts of \$202,500, \$20,000, and \$100,000, respectively, to move receipts to debt service funds as debt payments came due, matching funds for the federal grant and to fund capital improvement projects.

Additionally, the General Fund advanced \$832,000 to the ARRA Grant Fund, which will be returned to the General Fund as reimbursements are received from the Ohio Department of Development. As of December 31, 2011, the entire \$832,000 was still due to the General Fund.

NOTE 7 – CONTRACTUAL COMMITMENTS

At December 31, 2011, the City had contractual commitments as follows:

Company	Contract Amount	Amount Remaining on Contract
Thomas & Marker Construction	\$ 687,900	\$ 487,557
Auditor of State	\$ 26,000	\$ 26,000
Miami Valley International	\$ 96,000	\$ 96,000
Ace Truck and Body	\$ 20,000	\$ 20,000

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed by all funds on a budgetary basis of accounting. On the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities. Outstanding encumbrances, net of related payables, in the governmental funds at December 31, 2011 were as follows:

	<u>General Fund</u>	<u>SCM&R Fund</u>	<u>ARRA Grant Fund</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Encumbrances, net of related payables	\$ 276,763	\$ 33,915	\$ 634,457	\$ 30,144	\$975,279

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

NOTE 8 – LONG TERM LIABILITIES

Bonds payable in the Statement of Net Assets are comprised of the following:

Bonds payable outstanding at December 31, 2011	\$ 21,495,000
Unamortized premium on bonds	645,605
Deferred refunding	<u>(710,693)</u>
Total	\$ 21,429,912

A. General Obligation Bonds

General obligation bonds are direct obligations and pledge the full faith and credit of the City. The City issues general obligation bonds and notes to provide funds for acquisition and construction of major capital equipment, infrastructure and facilities.

All general obligation bonds are supported by the full faith and credit of the City of Powell and are payable from unvoted property tax revenues to the extent that other resources are not available to meet annual principal and interest expenditures.

Golf Village 2002

- ◆ In 2002, the City issued \$10,915,000 in general obligation bonds to purchase certain assets from the Liberty Community Infrastructure Financing Authority (Financing Authority), currently known as Golf Village. Assets acquired primarily consisted of various roads and infrastructure improvements. As part of the agreement, the Financing Authority is required to collect, and remit to the City, the entire Community Development Charge in an amount at least sufficient to pay annual principal and interest costs on the City's general obligation bonds. The Community Development Charge is calculated and collected annually by the Financing Authority.

In 2011, the City advance refunded \$9,015,000 of the remaining \$9,230,000 that was outstanding on these bonds. As of December 31, 2011, the City had an outstanding obligation on these bonds of \$200,000 plus interest of \$5,500. The proceeds of the sale of the refunding bonds were deposited in the Escrow Fund within the City's bond retirement fund, and will be used to advance refund the Refunded Bonds. The Escrow Fund is being held by the Huntington National Bank, Columbus, Ohio as the Escrow Trustee. Monies in the Escrow fund will be invested in direct obligations of the United States of America and applied, by the Escrow Trustee, to pay debt service on the Refunded Bonds and to redeem the Refunded Bonds on their earliest optional redemption date of December 1, 2012.

Park Improvements 2004

In 2004, the City issued \$6,000,000 in general obligation bonds to acquire land and interests in land for parks and recreational purposes. The bond issue summary is as follows:

- ◆ \$6,000,000 of bonds, dated February 15, 2004 and maturing December 1, 2013, were issued for the purpose of acquiring land for parks and recreational purposes, constructing and installing recreational improvements, including walking and biking trails, ballfields, and other park facilities, and all necessary appurtenances.

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

NOTE 8 – LONG TERM LIABILITIES (continued)

Police Facility Construction 2006

In 2006, the City issued \$2,750,000 in capital improvement and construction bonds. The bond issue summary is as follows:

- ◆ \$2,750,000 of bonds, dated April 25, 2006 and maturing December 1, 2025, were issued for the purpose of constructing, improving, furnishing and equipping a police facility with related facilities and site improvements and acquiring the necessary real estate.

Golf Village 2008

In 2008, the City issued \$6,900,000 in general obligation bonds to retire an outstanding bond anticipation note issued to purchase certain assets (none will be owned by the City of Powell) from the Liberty Community Infrastructure Financing Authority. The Bond issuance cost incurred and related premium on the issuance were \$91,700 and \$122,796, respectively. The bond issue summary is as follows:

- ◆ \$6,900,000 of bonds, dated April 24, 2008 and maturing December 1, 2030 were issued for the purpose of acquiring streets, utility lines, drainage facilities and other public infrastructure improvements.

Refunding Issue 2010

In 2010, the City issued \$3,155,000 in general obligation bonds to retire two outstanding general obligation bonds issued in 1997 and 1999. The Bond issuance cost incurred and related premium on the issuance were \$ 73,946 and \$179,225, respectively. The bond issue summary is as follows:

- ◆ \$3,155,000 of bonds, dated June 1, 2010 and maturing December 1, 2020 were issued for the purpose of currently refunding (a) a portion of the City's Various Purpose General Obligation Bonds, Series 1997-A, dated July 1, 1997; and (b) a portion of the City's Road Improvement Bonds, Series 1999, dated February 1, 1999.

Refunding Issue 2011

In 2011, the City issued \$9,015,000 in general obligation bonds, to advance refund outstanding general obligation Golf Village bonds issued in 2002. The Bond, a portion of the issuance cost incurred and related premium on the issuance were \$144,996 and \$398,033, respectively. The bond issue summary is as follows:

- ◆ \$9,015,000 of bonds, with serial bonds dated December 1, 2012 and maturing December 1, 2023; and term bonds dated December 1, 2026, 2029 and 2032; were issued for the purpose of advance refunding a portion of the Golf Village Various Purpose Refunding Bonds, Series 2002, dated October 15, 2002.

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

NOTE 8 – LONG TERM LIABILITIES (continued)

The Bonds maturing after December 1, 2021 are subject to redemption at the option of the City, either in whole, or in part, in such order of maturity as the City shall determine, on any date on or after December 1, 2021, at a redemption price equal to 100 percent of the principal amount redeemed plus, accrued interest to the date fixed for redemption.

The Bonds maturing on December 1, 2026, 2029 and 2032 are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount redeemed plus interest accrued to the redemption date on December 1 for the specified years.

B. Compensated Absences

The criterion for determining vacation and sick leave benefits is derived from negotiated agreements and State laws.

City employees earn vacation at varying rates depending on length of service. Current policy credits vacation leave on the employee's anniversary date. Employees are paid for 100 percent of accumulated unused vacation leave upon termination.

Sick leave is earned at a rate of four and six-tenths hours for every eighty hours worked. Full-time employees with more than ten years of public service under the applicable retirement system, who retire from the City, are entitled to receive one-fourth of the value of their accumulated unused sick leave up to a maximum payment of two hundred sixty hours.

The compensated absences liability will be paid from the fund from which the employees' salaries are paid. These funds include the General Fund and the Parks and Recreation Programming special revenue fund. As of December 31, 2011, the Compensated Absences Payable is \$291,525. The short-term liability, or \$113,228 which is due within one year, is the estimated cost to the City for 2012 sick and vacation usage.

C. Changes in Long-term Liabilities

The following is a summary of the City's future annual debt service requirements for general obligation bonds:

<u>Year</u>	<u>General Obligation Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2012	\$1,730,000	\$812,310
2013	1,825,000	752,023
2014	1,025,000	692,773
2015	1,045,000	661,660
2016	1,090,000	631,335
2017-2021	4,640,000	2,560,904
2022-2026	4,630,000	1,739,098
2027-2031	4,845,000	735,570
2032	665,000	26,600
	\$21,495,000	\$8,612,273

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

NOTE 8 – LONG TERM LIABILITIES (continued)

The City's long-term obligations activity for the year ended December 31, 2011 was as follows:

<u>General Obligation Bonds</u>	<u>Balance 12/31/10</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 12/31/11</u>	<u>Due Within One Year</u>
Golf Village 2002 Interest Rate: 3 – 5.5% (Original Amount \$10,915,000)	\$9,230,000	\$0	\$9,030,000	\$200,000	\$200,000
Park Improvements 2004 Interest Rate: 2 – 3.5% (Original Amount \$6,000,000)	2,345,000	0	735,000	1,610,000	780,000
Police Facility 2006 Interest Rate: 4 – 4.3% (Original Amount \$2,750,000)	2,215,000	0	110,000	2,105,000	115,000
Golf Village 2008 Interest Rate: 3 – 4.2% (Original Amount \$6,900,000)	6,300,000	0	215,000	6,085,000	220,000
Refinanced 1997A & 1999 Interest Rate: 2.00% (Original Amount \$3,155,000)	2,810,000	0	330,000	2,480,000	345,000
Refinanced Golf Village 2002 Interest Rate: 2 – 5.0% (Original Amount \$9,015,000)	0	9,015,000	0	9,015,000	70,000
Total General Obligation Bonds	22,900,000	9,015,000	10,420,000	21,495,000	1,730,000
 <u>Other Long-Term Obligations</u>					
Compensated Absences Payable	276,887	114,454	99,816	291,525	113,228
Total Other Long-Term Obligations	276,887	114,454	99,816	291,525	113,228
Total Long-Term Obligations	\$23,176,887	\$9,129,454	\$10,519,816	\$21,786,525	\$1,843,228

On September 22, 2011 the City issued \$9,015,000 in refunding bonds in order to refund a portion (\$8,730,000) of the 2002 Golf Village general obligations bonds listed above. Bond issuance cost and the bond premium of \$144,995 and \$398,033 respectively has been recorded on the statement of net assets, net of related amortization, as deferred charges and long-term liabilities, respectively. This transaction resulted in a cash flow savings of \$1,860,780 and an economic loss (present value loss) of \$28,566.

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

NOTE 8 – LONG TERM LIABILITIES (continued)

D. Operating Leases

The City leases a postage machine and occasionally other equipment under noncancelable operating leases. Total costs for such leases were \$2,459 for the year ended December 31, 2011. The future minimum lease payments for these leases are as follows:

<u>Year ending</u>	<u>Amount</u>
December 31, 2012	<u>2,577</u>
December 31, 2013	<u>2,242</u>
December 31, 2014	<u>2,092</u>
Total	<u>\$6,911</u>

E. Conduit Debt

The City has not been a party of conduit debt.

NOTE 9 – 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. Effective February 1, 2010, the City joined the Central Ohio Risk Management Association (CORMA) self-insurance pool. The plan year begins October 1 and runs through September 30 each year.

The Association purchases specific excess insurance for amounts and limits above their internal risk level coverage. CORMA was formed pursuant to Ohio Revised Code (ORC) Section 2744.081. Members consist of cities of Upper Arlington, Westerville, Pickerington, Dublin, Grove City, Groveport and Powell. This Board establishes its own budget, hires and fires personnel and determines annual rates for its members. Membership in CORMA enables the City to take advantage of any economies to be realized from an insurance pool with other cities and also provides the City with more control over claims than what is normally available with traditional insurance coverage.

CORMA is managed by the Board of Trustees which is comprised of two representatives from each member city. Wichert Insurance, a third-party administrator, provides claims services while all lines of coverage are reinsured with multiple A-rated carriers. The additional information on CORMA can be attained at: 1200 Graham Road, Cuyahoga Falls, Ohio 44224.

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

NOTE 9 – RISK MANAGEMENT (continued)

Type of Coverage	Coverage	Deductible
General Liability		
Occurrence	\$1,000,000	\$0
Pool Retention	100,000	0
Public Official or Employment Practices Liability		
Occurrence	1,000,000	0
Aggregate	100,000	0
Pool Retention		
Umbrella		
Limit	15,000,000	0
Aggregate	20,000,000	0
Law Enforcement Liability		
Occurrence	1,000,000	0
Aggregate	1,000,000	0
Pool Retention	100,000	0
Automobile Liability		
Occurrence	1,000,000	0
Pool Retention	100,000	0
Property		
Per statement of values	14,183,812	Various

Other smaller types of coverage include: equipment, electronic/media equipment, cyber crime, boiler and machinery and terrorism. No insurance settlement has exceeded insurance coverage during the past 4 years, with either the previous or the current provider.

Changes in the balances of claims liabilities during the past year are as follows:

	2011
	<u>General Liability</u>
Unpaid claims – January 1	\$ 0
Incurred claims	6,619
Payment of claims	6,619
Unpaid claims – December 31	\$ <u>0</u>

NOTE 10 – CONTINGENT LIABILITIES

A. Litigation

The City is a defendant in a lawsuit pertaining to matters, which are incidental to performing routine government functions. City management is of the opinion that ultimate settlement of such claims will not result in a material adverse effect on the City's financial position as of December 31, 2011.

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 the grantor agencies or their designees. 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 disallowances, if any, would be immaterial.

NOTE 11- FUND DEFICITS/ACCOUNTABILITY

The ARRA Grant Special Revenue fund had a GAAP basis fund balance deficit of (\$183,760) at December 31, 2011. The GAAP deficit balance is a result of the application of generally accepted accounting principles. The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

NOTE 12 - INSURANCE POOL

The City is a participant in the Ohio Association of Public Treasurers (OAPT) Workers' Compensation Group Rating Program (Program), an insurance purchasing pool for workers' compensation. The Program is intended to (1) manage workers' compensation costs to potentially achieve a lower workers' compensation rate for participants, (2) foster safer working environments, and (3) foster cost-effective claims management skills in the area of workers' compensation.

The Program term is September 1 through August 31. The term is automatically renewed for each subsequent year unless the participant provides written notice to the Group Administrator of its intent to non-renew at least sixty (60) days prior to the renewal date. Each participant also agrees that OAPT has the right to remove any participant or rescind the Program invitation for any group rating year by providing written notice to the participant. The Ohio Bureau of Workers' Compensation group rating year is January 1 to December 31 as it relates to payroll reporting and premium payment.

The OAPT was established to promote the general and professional interests of the public treasurers in their respective communities, to obtain a higher standard of efficiency, to improve service with allied institutions and to inspire friendly and fraternal relationships among its members. Today, OAPT has more than 400 members representing communities from all over the state of Ohio. The OAPT Group Rating Program is administered by CareWorks Consultants, Inc. (CCI), the leading third party administration (TPA) in Ohio.

NOTE 13 - JOINTLY GOVERNED ORGANIZATIONS

A. Liberty Community Infrastructure Financing Authority

The Liberty Community Infrastructure Financing Authority, Delaware County, Ohio (Financing Authority) is a jointly governed organization created according to Chapter 349 of the Ohio Revised Code. The Financing Authority was established to encourage the orderly development of a well planned, diversified, and economically sound community; to encourage initiative and participation of private enterprise in this undertaking; and to encourage cooperation between the developer and the financing authority to carry out the new community development program.

The Financing Authority is governed by a seven member Board of Trustees consisting of seven members elected by the residents of the community. All Trustees are empowered to vote on all matters within the authority of the Board of Trustees.

Financial information can be obtained from the Liberty Community Infrastructure Financing Authority, in care of: Parms & Company, LLC, and 585 South Front Street, Suite 220, Columbus, Ohio 43215.

B. Powell Community Infrastructure Financing Authority

The Powell Community Infrastructure Financing Authority, Delaware County, Ohio (Financing Authority) is a jointly governed organization created according to Chapter 349 of the Ohio Revised Code. The Financing Authority was established to encourage the orderly development of a well planned, diversified, and economically sound community; to encourage initiative and participation of private enterprise in this undertaking; and to encourage cooperation between the developer and the financing authority to carry out the new community development program.

The Financing Authority is governed by a seven member Board of Trustees consisting of seven members elected by the residents of the community. All Trustees are empowered to vote on all matters within the authority of the Board of Trustees.

Financial information can be obtained from the Powell Community Infrastructure Financing Authority, in care of: Parms & Company, LLC, and 585 South Front Street, Suite 220, Columbus, Ohio 43215.

NOTE 14 – COMPONENT UNIT

As described in Note 1, the City has a component unit that is presented as a discretely presented component unit.

A. Authority

The Powell Community Improvement Corporation (CIC) was created by the City of Powell pursuant Ordinance 2010-19 adopted on May 5, 2010 and incorporated as a corporation not-for-profit under the provisions of Chapters 1702 and 1724 of the Ohio Revised Code. The CIC was formed to advance, encourage and promote the industrial, commercial, distribution and research development of the City. The CIC has been designated an Agent for the City for economic development.

NOTE 14 – COMPONENT UNIT (continued)

B. Significant Accounting Policies and Disclosures for the CIC

The financial statements of the CIC have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

At December 31, 2011, the carrying amount of the CIC's cash was \$2,379. Cash balances per the bank were \$2,379. All of the CIC's deposits were insured by Federal depository insurance.

The CIC is exempt from federal income tax under Section 501 (c) (6) of the Internal Revenue Code.

At December 31, 2011, the CIC received all its revenues from contributions from the City of Powell.

NOTE 15 - DEFINED BENEFIT PENSION PLANS – RETIREMENT BENEFITS

All non-uniformed full time and part-time City employees participate in the Ohio Public Employee Retirement System while police officers participate in the Ohio Police and Fire Pension Fund.

A. Ohio Public Employees Retirement System

- (1) Ohio Public Employees Retirement System (OPERS) administers three separate pension plans as described below:
 - a. The Traditional Pension Plan – a cost sharing, multiple-employer defined benefit pension plan.
 - b. The Member-Directed Plan – 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 member and (vested) employer contributions plus any investment earnings.
 - c. The Combined Plan – a cost sharing, multiple-employer defined benefit pension plan. Under the Combined Plan, OPERS invests employer contributions to provide a formula retirement benefit similar in nature to the Traditional Pension Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirements assets in a manner similar to the Member-Directed Plan.
- (2) OPERS provides retirement, disability, survivor and death benefits and annual cost-of living adjustments to members of the Traditional Pension and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits.
- (3) Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

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

NOTE 15 - DEFINED BENEFIT PENSION PLANS – RETIREMENT BENEFITS (continued)

- (4) 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, OH 43215-4642, or by calling 614-222-5601 or 800-222-7377.
- (5) The Ohio Revised Code provides statutory authority for member and employer contributions. For 2011, member and employer contributions rates were consistent across all three plans. While members in the state and local divisions may participate in all three plans, law enforcement and public safety divisions (who don't qualify for the Ohio Police and Fire Pension Fund) exist only within the Traditional Pension Plan.

For 2011 member contributions were 10.0 percent for members in state and local classifications. Public safety and law enforcement members contributed 11.0 percent and 11.6 percent, respectively.

For 2011 employer contribution rate for state and local employers was 14.0 percent of covered payroll. For both the law enforcement and public safety divisions, the employer contribution rate for 2011 was 18.10 percent.

- (6) Total required employer contributions for all plans were equal to 100 percent of the employer charges and should be extracted from the employer's records.
- (7) The City of Powell's required employer contribution for pension obligations for the years ended December 31, 2011, 2010, and 2009 was \$223,851, \$227,116, and \$223,766, respectively. The City's employee's contributions to OPERS for the years ended December 31, 2011, 2010 and 2009 were \$159,893, \$162,226, and \$159,833, respectively.

B. Ohio Police and Fire Pension Fund

The City of Powell 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 statements and required supplementary information for the plan. The report may be obtained by writing to the OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

Plan members are required to contribute 10.0 percent of their annual covered salary to fund pension obligations while the City is required to contribute 19.5 percent for police officers and 24.0 percent for firefighters.

The City of Powell's contributions to the OP&F for the years ended December 31, 2011, 2010, and 2009 were \$267,186, \$251,626, and \$239,621, respectively; or 62 percent of the required contributions for 2010, 55 percent of the required contributions for 2009 and 75 percent of required contributions for 2008. The City's employee's contributions to OP&F for the years ended December 31, 2011, 2010 and 2009 were \$137,019, \$129,039, and \$123,043, respectively.

NOTE 16 - POSTEMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System

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.

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

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

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 health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement No. 45.

The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

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

- (2) **Funding Policy.** The Ohio Revised Code provides the statutory authority requiring public employers to fund post retirement health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post retirement health care benefits.

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2011, state and local employer contributed at a rate of 14.00 percent of covered payroll and public safety and law enforcement employers contributed at 18.10 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active members do not make contributions to the OPEB Plan.

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

NOTE 16- POSTEMPLOYMENT BENEFITS (continued)

OPERS' Post Employment Health Care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Board of Trustees 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 during calendar year 2011. The portion of employer contributions allocated to health care for members in the Combined Plan was 6.05 percent during calendar year 2011. The portion of employer contributions allocated to health care for the calendar year beginning January 1, 2012 remained the same, but they are subject to change based on Board action. Employers will be notified if the portion allocated to health care changes during calendar year 2012. The OPERS Board of Trustees is also authorized to establish rules for the retiree, or their surviving beneficiaries, to pay a portion of the health care benefits provided. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The rates stated in the paragraph above are the contractually required contribution rates for OPERS. The City of Powell contributions to OPERS for the years ending December 31, 2011 was \$63,954 (.2857 of actual contributions for the period January 1 through December 31, 2011) and was allocated to the healthcare plan. The City's prior year contributions to OPERS for the years ending December 31, 2010 and 2009 was \$82,733 (.3929 for January 1 through February 28, 2010 and .3571 for March 1 through December 31, 2010) and \$94,231 (.50 for the period January 1 through December 31, 2009), respectively.

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

B. Ohio Police and Fire Pension Fund

Ohio Police and Fire (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. If eligible, the plan subsidizes a spouse, survivor, child up to age twenty-eight, or incapacitated child for medical and prescription drugs. The health care coverage provided by the retirement system is considered an Other Post Employment Benefit (OPEB) as described in GASB Statement 12. The Ohio Revised Code provides that health care cost paid from the funds of OP&F shall be included in the employer's contribution rate. The total police employer contribution rate is 19.50 percent and the total firefighter employer contribution rate is 24.00 percent of covered payroll.

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

NOTE 16- POSTEMPLOYMENT BENEFITS (continued)

- (1) The Ohio Revised Code provides the statutory authority allowing OP&F's Board of Trustees to offer health care coverage to all eligible individuals.

Health care funding and accounting is on a pay-as-you go basis. A percentage of covered payroll, as defined by the Board, is used to pay retiree health care expenses. The defined allocation was 6.75 percent of covered payroll in 2010 and 6.75 percent of covered payroll in 2011. In addition, since July 1, 1992, most retirees and survivors were required to contribute a portion of the cost of their healthcare coverage through a deduction from their monthly benefit payment. Beginning in 2001, all retirees and survivors have monthly health care contributions.

- (2) The following OPEB disclosures are required:
- a. The number of participants eligible to receive health care benefits as of 12/31/10, the date of the last actuarial valuation available, are 15,013 for Police and 11,061 for Firefighters.
 - b. The rates stated above are the actuarially determined contributions requirements for OP&F. Actual City of Powell employer contributions for 2011 which were used to fund postemployment benefits was \$92,446 (0.346 of actual contributions). The City's employer contributions for 2010 and 2009 used to fund postemployment benefits was \$87,063 (.346 of actual contributions) and \$82,909 (.346 of actual contributions), respectively. These amounts were allocated to the healthcare plan.
 - c. OP&F's total health care expense for the year ending 12/31/10, the date of the last actuarial valuation available was \$159,913,915, which was net of member contributions of \$58,923,329.

- (3) **Plan Description.** The City of Powell contributes to the OP&F sponsored health care program; a cost-sharing multiple-employer defined postemployment health care plan administered by OP&F. OP&F provides healthcare benefits including coverage for medical, prescription drugs, dental, vision, Medicare Part B Premium and long term care to retirees, qualifying benefit recipients and their eligible 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 statements and required supplementary information for the plan. The report may be obtained by writing to the OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

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

NOTE 16- POSTEMPLOYMENT BENEFITS (continued)

(4) **Funding Policy.** The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F (defined benefit pension plan). Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.50 percent and 24.00 percent of covered payroll for police and fire employers, respectively. The Ohio Revised Code states the employer contribution may not exceed 19.50 percent of covered payroll for police employer units and 24.00 percent of covered payroll for fire employer units. Active members do not make contributions to the OPEB plan.

OP&F maintains funds for health care in two separate accounts. One for health care benefits under an IRS Code Section 115 trust and one for Medicare Part B reimbursements administrated as an Internal 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 into the pension plan to the Section 115 trust and the Section 401 (h) account as the employer contribution for retiree health care benefits. For the year ended December 31, 2011, the employer contribution allocated to the health care plan was 6.75% 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 Section 115 and 401 (h).

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

NOTE 17- RESTATEMENTS

On January 1, 2011, the City implemented Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. As a result, certain funds previously reported as Special Revenue Funds were reclassified to the General Fund. Additionally, in the prior year, the ARRA Grant fund was not considered a major fund and was reported in the aggregate as part of the Other Governmental Funds. This fund was reclassified and is now reported as major. The adjustments had the following effects on beginning fund balances:

	General Fund	ARRA Grant Fund	Other Governmental Funds
Fund balance January 1, 2011	\$ 6,330,697	\$ -	\$ 1,165,845
Fund Reclassifications:			
ARRA Grant Fund		6,937	(6,937)
Special Projects	110,320	-	(110,320)
Fund balance as restated	<u>\$ 6,441,017</u>	<u>\$ 6,937</u>	<u>\$ 1,048,588</u>

City of Powell, Ohio
Budgetary Comparison Schedule
General Fund
For the Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance
Revenues:				
Income tax	\$ 4,036,500	\$ 4,036,500	\$ 4,473,048	\$ 436,548
Property tax	557,795	531,010	528,572	(2,438)
Intergovernmental	329,318	334,555	363,270	28,715
Estate tax	287,500	287,500	441,785	154,285
Licenses and permits	375,163	375,163	531,743	156,580
Charges for services	56,800	56,800	56,117	(683)
Fines and forfeits	350	350	4,037	3,687
Investment earnings	100,000	100,000	62,221	(37,779)
Miscellaneous	38,500	39,500	63,009	23,509
Total revenues	5,781,926	5,761,378	6,523,802	762,424
Expenditures:				
Current:				
Public safety	2,291,533	2,294,682	2,150,901	143,781
General government	1,759,204	1,771,281	1,551,746	219,535
Public services	591,936	584,563	529,853	54,710
Parks and recreation	437,340	443,802	389,060	54,742
Community development	951,638	951,098	883,728	67,370
Capital outlay	380,831	500,656	434,418	66,238
Total expenditures	6,412,482	6,546,082	5,939,706	606,376
Excess (deficiency) of revenues over expenditures	(630,556)	(784,704)	584,096	1,368,800
Other Financing Sources (Uses):				
Operating transfers-in	6,493	6,493	6,493	-
Operating transfers-out	(249,500)	(367,314)	(363,611)	3,703
Advances repaid	832,000	832,000	-	(832,000)
Advances out	(832,000)	(832,000)	(832,000)	-
Total other financing sources (uses)	(243,007)	(360,821)	(1,189,118)	(828,297)
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(873,563)	(1,145,525)	(605,022)	540,503
Fund balances at beginning of the year	5,789,654	5,789,654	5,789,654	-
Prior year encumbrances appropriated	272,444	272,444	272,444	-
Lapsed encumbrances	90,239	90,239	90,239	-
Fund balances at end of year	\$ 5,278,774	\$ 5,006,812	\$ 5,547,315	\$ 540,503

Adjustments necessary to convert the results of operations at end of year on the budget basis to the modified accrual basis (GAAP) are as follows:

Excess of revenues and other financing sources over expenditures and other uses per the Budgetary Comparison Schedule		\$ (605,022)
(Increases) decreases from revenues:		
Received in cash during year but already accrued as receivables (GAAP) at December 31, 2010		(449,787)
Accrued as receivables at December 31, 2011 but not recognized in budget		1,231,279
(Increases) decreases from expenditures:		
Accrued as liabilities at December 31, 2010 recognized as expenditures (GAAP) but not in budget		277,247
Accrued as liabilities at December 31, 2011		(297,845)
Fair value adjustment for investments		(6,720)
Encumbrances outstanding - Budget basis		343,415
Funds budgeted as Special Revenue Funds		(7,726)
Net change in fund balance per the Statement of Revenues, Expenditures, and Changes in Fund Balances		<u>\$ 484,841</u>

City of Powell, Ohio
Budgetary Comparison Schedule
Street Construction and Maintenance Fund
For the Year Ended December 31, 2011

Revenues:	Original Budget	Final Budget	Actual	Variance
Intergovernmental				
Motor fuel tax	\$ 506,000	\$ 506,000	\$ 521,389	\$ 15,389
Investment earnings	6,800	6,800	4,426	(2,374)
Total revenues	512,800	512,800	525,815	13,015
Expenditures:				
Current:				
Public services	764,545	714,257	615,817	98,440
Total expenditures	764,545	714,257	615,817	98,440
Excess (deficiency) of revenues over expenditures	(251,745)	(201,457)	(90,002)	111,455
Other Financing Sources (Uses):				
Operating transfers-in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and and other uses	(251,745)	(201,457)	(90,002)	111,455
Fund balances at beginning of the year	532,259	532,259	532,259	-
Prior year encumbrances appropriated	62,257	62,257	62,257	-
Lapsed encumbrances	75,289	75,289	75,289	-
Fund balances at end of year	\$ 418,060	\$ 468,348	\$ 579,803	\$ 111,455

Adjustments necessary to convert the results of operations at end of year on the budget basis to the modified accrual basis (GAAP) are as follows:

Excess of revenues and other financing sources over expenditures and other uses per the Budgetary Comparison Schedule	\$ (90,002)
(Increases) decreases from revenues:	
Received in cash during year but already accrued as receivables (GAAP) at December 31, 2010	(76,506)
Accrued as receivables at December 31, 2011 but not recognized in budget	76,111
(Increases) decreases from expenditures:	
Accrued as liabilities at December 31, 2010 recognized as expenditures (GAAP) but not in budget	60,028
Accrued as liabilities at December 31, 2011	-
Encumbrances outstanding - Budget basis	33,916
Fair value adjustment for investments	(561)
Net change in fund balance per the Statement of Revenues, Expenditures, and Changes in Fund Balances	\$ 2,986

City of Powell, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
ARRA Grant Fund
For the Fiscal Year Ended December 31, 2011

Revenues:	Adopted Budget	Revised Budget	Actual	Variance
Intergovernmental	\$ 832,000	\$ 832,000	\$ -	\$ (832,000)
Investment earnings				-
Total revenues	<u>832,000</u>	<u>832,000</u>	<u>-</u>	<u>(832,000)</u>
Expenditures:				
Current:				
Capital Outlay	853,500	853,500	840,421	13,079
Total expenditures	<u>853,500</u>	<u>853,500</u>	<u>840,421</u>	<u>13,079</u>
Other Financing Sources (Uses):				
Operating transfers-in	20,000	20,000	20,000	-
Advance from General Fund	832,000	832,000	832,000	-
Repay Advance to General Fund	(832,000)	(132,000)	-	132,000
Total other financing sources (uses)	<u>20,000</u>	<u>720,000</u>	<u>852,000</u>	<u>132,000</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(1,500)	698,500	11,579	(686,921)
Fund balances at beginning of year	5,437	5,437	5,437	-
Prior year encumbrances appropriated	1,500	1,500	1,500	-
Lapsed encumbrances	-	-	-	-
Fund balances at end of year	<u>\$ 5,437</u>	<u>\$ 705,437</u>	<u>\$ 18,516</u>	<u>\$ (686,921)</u>

Adjustments necessary to convert the results of operations at end of year on the budget basis to the modified accrual basis (GAAP) are as follows:

Excess of revenues and other financing sources over expenditures and other uses per the Budgetary Comparison Schedule	\$ 11,579
(Increases) decreases from revenues:	
Received in cash during year but already accrued as receivables (GAAP) at December 31, 2010	-
Accrued as receivables at December 31, 2011 but not recognized in budget	-
(Increases) decreases from encumbrances:	
(Increases) decreases from expenditures:	
Accrued as liabilities at December 31, 2010 recognized as expenditures (GAAP) but not in budget	-
Accrued as liabilities at December 31, 2011	(836,732)
Encumbrances outstanding - Budget basis	634,456
Net change in fund balance per the Statement of Revenues, Expenditures, and Changes in Fund Balances	<u>\$ (190,697)</u>

City of Powell, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2011

Budgetary Information

All governmental fund types are subject to annual expenditures budgets. The City Council follows procedures outlined below in establishing the expenditure budget data reported in the Annual Budget adopted for 2011.

In November, the City Manager and the Finance Director submit to City Council an estimate of the expenditures necessary to conduct the affairs of the City for the fiscal year commencing the following January 1. Budget estimates are distributed throughout the City including newspapers and are available to be picked up at the City offices. Public hearings are held to obtain taxpayers comments.

Subsequent to January 1, and after publication of the proposed budget ordinance, the budget is legally enacted through passage of the ordinance. The budget specifies expenditure amounts by category (object) for each activity within each fund. The approved budget is posted on the City's website.

No transfer of appropriations can be made without City Council action, with the exception of certain transfers within a department's appropriation and within the same fund. Expenditures cannot legally exceed appropriations at the object level which is: personal services, operating expenditures and capital outlay. During 2011 various transfer of appropriations and supplemental appropriations were made in the following amounts:

General Fund	\$ 251,414
Street Construction and Maintenance Fund	\$ (50,288)
ARRA Grant Fund	\$ (700,000)
Debt Service Fund	\$ 2,071,975
Nonmajor Special Revenue Funds	\$ 4,659
Nonmajor Capital Project Funds	\$ (2,318)

Unencumbered appropriations lapse at year-end and additional appropriations are made for any encumbrances carried forward. The City's budgetary process is based upon accounting for certain transactions on a basis other than accounting principles generally accepted in the United States of America (GAAP). Encumbrance accounting is employed in governmental funds. Encumbrances (e.g. purchase orders, contracts) outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year.

Budgetary Control

The budgets presented in the required supplementary information are shown in a condensed version of the actual budget. The legal level of budgetary control is at the department level (function - police) and category level (object - personal services) which is shown in the Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual statements in the Other Supplementary Information section.

City of Powell, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2011

General Fund Budgetary Highlights

The difference between the original appropriated budget and the final amended budget was \$251,414 summarized as follows:

- \$362,683 was the carry forward of prior year (2010) encumbrances was added to the original appropriated budget. \$90,239 of the carry forward of prior year (2010) encumbrances was lapsed during the fiscal year.
- \$341,653 increase in appropriations was due higher than expected income tax collection fees, the purchase of a snow plow, and transfers being made to fund capital improvement projects and the city's reserve account.

Special Revenue Funds: Street Construction and Maintenance Fund

The difference between the original budget and the final amended budget was (\$50,288) summarized as follows:

- \$137,546 was the carry forward of prior year (2010) encumbrances was added to the original appropriated budget. \$75,288 of the carry forward of prior year (2010) encumbrances was lapsed during the fiscal year.
- \$25,000 was appropriated for additional salt purchases due to the higher than usual prices for salt.

Special Revenue Funds: ARRA Grant Fund

The difference between the original budget and the final amended budget was (\$700,000) summarized as follows:

- \$1,500 was the carry forward of prior year (2010) encumbrances was added to the original appropriated budget.
- Appropriations were reduced by \$700,000 when it was realized that the grant reimbursement would not be received in 2011 to repay the advance to the general fund.

MAJOR FUNDS

These funds are characterized as “major funds”, as defined by GASB Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*. The criteria in GASB Statement No. 34 for characterizing a fund as “major” is as follows”

- a) The general fund is **always** a major fund.
- b) Total assets, liabilities, revenues or expenditures (excluding extraordinary items) of a fund are at least 10% of the corresponding total for all funds of that fund type **and**
- c) Total assets, liabilities, revenues or expenditures of a fund are at 5% of the corresponding total for all governmental and enterprise funds combined.
- d) Internal service funds and fiduciary funds are excluded from major fund testing.

General Fund

The general fund is the chief operating fund of the City. The general fund is used to account for all financial activities except those that have been required to be accounted for in another fund. The general fund is the first of the five governmental fund types.

The City has the following administrative departments operating in the general fund: police; parks maintenance; development; building; engineering; public service; administration; council; public information; finance; lands and building maintenance; information technology; and other charges. The City for financial reporting purposes combines the Central Ohio Risk Management Association Fund (CORMA) and the Special Projects fund with the general fund.

Special Revenue Funds

A special revenue fund is a fund used to account for the proceeds of a specific revenue source (other than major capital projects) that are restricted to expenditures for a specified purpose. Special revenue funds are the second of five governmental fund types.

Street Construction and Maintenance Fund

This fund is required by Ohio Revised Code Sections 4501.04 and 5735.27 to account for receipts from the licensing of motor vehicles and receipts from fuel taxes. The funds are used for the construction, repair and maintenance of the City’s streets. The City for financial reporting purposes combines the Street Construction and Maintenance Fund with the Municipal Motor Vehicle License Tax Fund. However, for internal budgeting/appropriation purposes the two funds are reflected separately.

American Recovery and Reinvestment Act (ARRA) Fund

This fund was created to receive and process the funds from the federal American Recovery and Reinvestment Act.

Debt Service Funds

These funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. Debt service funds are the third of five governmental fund types.

City of Powell, Ohio
Description of All Funds

Debt Service Fund

These funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The City for financial reporting purposes combines the individual debt service funds into one Debt Service Fund. However, for budgeting/appropriation purposes the funds are reflected separately.

Nonmajor Funds

Nonmajor funds are all the funds that did not qualify as a major fund as defined in GASB Statement No. 34.

Special Revenue Funds

State Highway Improvement Fund

This fund is required by Ohio Revised Code Sections 4501.04 and 5735.27 to account for receipts from licensing fee of motor vehicles and receipts from fuel taxes. These funds are used for the construction, repair and maintenance of the City's section of Highway 750 (or Powell Road).

Parks and Recreation Program Fund

The purpose of this fund is to create, design, sponsor and oversee recreational activities for the community. These are a fee-based activity.

Park and Recreation (Development) Fund

This fund is used to account for designated developer fees for the development of parks within the City.

Enforcement and Education (D.U.I.) Fund

This fund receives court fees assessed in criminal and traffic cases. The uses of these fees are limited to detection and prevention of driving while impaired. (ORC Section 4511.99)

Board of Pharmacy Fund

This fund receives court fines assessed in drug related cases. The uses of these fines are limited to detection and prevention of drug offenses. (ORC Section 513.99)

Veteran's Memorial Fund

This fund was created to receive donations from a variety of sources in order to maintain and assist in construction of the Veteran's Memorial and the surrounding area.

Law Enforcement Fund

This fund was created to receive funds from Local, State, and Federal Agencies for the seizure of tangible property.

City of Powell, Ohio
Description of All Funds

Special Projects Fund

This fund was created from a contribution from a developer for either a pedestrian tunnel or other projects as designated by City Council. For financial reporting purposes, other than budgetary, this fund is included within the General Fund.

Powell's Golden Days (Festival) Fund

This fund is supported by annual donations to assist in the annual Powell Festival. All expenditures related to this festival are accounted for in this fund.

Law Enforcement Assistance Training Fund

This fund was created to receive funds from the State to assist in maintaining our officers' training.

Special Events Fund

This fund is supported by donations from service organizations in the community to fund the City's special events. All expenditures related to these special events are accounted for in this fund.

Debt Service Funds

Debt Service does not have any nonmajor funds.

Capital Project Funds

A capital project fund is a fund used to account for the financial resources to be used for the acquisition or construction of major capital facilities. Capital project funds are the fourth of five governmental fund types.

Capital Improvement Notes (Projects) Fund

This fund is used for the construction and major repairs to various capital facilities around the City. The City targets a transfer of 10% of the general fund estimated revenue less the transfers for debt service and street maintenance to fund current and future projects. The remaining Police Facility Construction Fund expenditures are combined with this fund for financial purposes but for internal budgetary purposes they were presented separately.

Murphy Parkway (Construction) Fund

This fund is used to account for designated developer fees for the construction of Murphy Parkway and Liberty Road intersection.

Village Development and Improvement Fund

This fund is used to account for designated developer fees for the development of city.

Downtown TIF (Tax Increment Financing) Public & Housing Fund

This fund is used to account for designated real estate taxes to improve the downtown incentive area.

City of Powell, Ohio
Description of All Funds

Olentangy/Liberty Street Intersection Fund

This fund is used to account for designated developer fees for the improvements to the Olentangy/Liberty Street intersection. This fund has been authorized but at year-end no activity had begun.

Fiduciary Funds

These funds are used to report assets held in a trustee or agency capacity for others and which therefore cannot be used to support the government's own programs. The fiduciary fund category includes pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds, and agency funds. The City currently has only agency funds which involve only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments.

Unclaimed Funds Fund

The City places the funds of stale dated checks in this fund. The payee has up to five years to claim the funds before it reverts back to the City.

Flexible Benefit Plan Fund

The City accounts for employee deductions collected from their paychecks to pay for miscellaneous medical, dental and/or childcare tax-deductible expenses.

Board of Building Standards Fund

The City collects the 3% required State of Ohio fee on all commercial building projects. The deposits are remitted to the state on a monthly basis.

Development (Engineering) Inspections Fund

The City collects fees from developers to pay for the inspections of infrastructure improvements in subdivisions. These inspections are handled by other organizations and are remitted on a billed basis. Any remaining fees are refunded at the developer's request. If after one-year after the close of the project the funds there has been no refund request the balance becomes the property of the City.

Plumbing Inspection Fund

The City collects the fees for plumbing inspections in Liberty Township and is required to remit 20% to the Delaware General Health Department. The deposits are remitted to the Delaware General Health Department on a monthly basis.

Escrowed Deposits Fund

The City collects security deposits for the use of the Community Meeting Room and for the construction of decks. These are returned to the depositor at completion. The security deposits for the Community Meeting Room may become the property of the City if the room was left damaged or unclean.

City of Powell, Ohio
Description of All Funds

27th Payroll Fund

The City normally has twenty-six (26) paydays a year based on a bi-weekly payroll. However, a 27th payroll occurs about every thirteen years and the City is allocating a portion of each year's payroll to pay for the additional payroll that will occur in 2014.

City of Powell, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended December 31, 2011

Revenues:	Adopted Budget	Revised Budget	Actual	Variance
Income tax	\$ 4,036,500	\$ 4,036,500	\$ 4,473,048	\$ 436,548
Property tax	557,795	531,010	528,572	(2,438)
Intergovernmental	329,318	334,555	363,270	28,715
Estate tax	287,500	287,500	441,785	154,285
Licenses and permits	375,163	375,163	531,743	156,580
Charges for services	56,800	56,800	56,117	(683)
Fines and forfeits	350	350	4,037	3,687
Investment earnings	100,000	100,000	62,221	(37,779)
Miscellaneous	38,500	39,500	63,009	23,509
Total revenues	5,781,926	5,761,378	6,523,802	762,424
Expenditures:				
Current:				
Public Safety (Police)				
Personal services	2,087,715	2,087,715	1,962,022	125,693
Operating expenditures	203,818	206,967	188,879	18,088
Capital outlay	114,782	113,386	63,279	50,107
General Government (Administration)				
Personal services	212,335	212,485	209,265	3,220
Operating expenditures	25,222	23,450	20,813	2,637
General Government (Comm. Affairs)				
Personal services	77,365	77,465	76,843	622
Operating expenditures	32,920	32,845	22,624	10,221
General Government (City Council)				
Personal services	111,673	111,673	102,132	9,541
Operating expenditures	38,325	36,193	35,039	1,154
Capital outlay	-	-	-	-
General Government (Finance)				
Personal services	270,045	272,045	267,624	4,421
Operating expenditures	261,543	306,667	277,463	29,204
Capital outlay	-	-	-	-
General Government (Technology)				
Operating expenditures	62,844	58,736	58,264	472
Capital outlay	76,930	83,340	83,340	-
General Government (Facility Maintenance)				
Operating expenditures	200,202	190,859	154,410	36,449
Capital outlay	35,194	34,600	22,621	11,979

	Adopted Budget	Revised Budget	Actual	Variance
General Government (Other Charges)				
Operating expenditures	466,730	448,863	327,269	121,594
Public Services				
Personal services	386,500	396,025	387,194	8,831
Operating expenditures	205,436	188,538	142,659	45,879
Capital outlay	116,400	232,290	228,257	4,033
Parks and Recreation (Maintenance)				
Personal services	283,555	285,080	257,784	27,296
Operating expenditures	153,785	158,722	131,276	27,446
Capital outlay	35,525	35,000	34,881	119
Community Development (Building)				
Personal services	312,545	322,865	312,385	10,480
Operating expenditures	74,931	65,259	32,435	32,824
Capital outlay	-	-	-	-
Community Development (Development)				
Personal services	205,975	205,975	198,095	7,880
Operating expenditures	32,042	31,765	27,249	4,516
Capital outlay	2,000	2,040	2,040	-
Community Development (Engineering)				
Personal services	266,605	266,755	263,425	3,330
Operating expenditures	59,540	58,479	50,139	8,340
Capital outlay	-	-	-	-
Total expenditures	6,412,482	6,546,082	5,939,706	606,376
Operating transfers-in	6,493	6,493	6,493	-
Operating transfers-out	(249,500)	(367,314)	(363,611)	3,703
Advance repaid	832,000	832,000	-	(832,000)
Advance to ARRA Grant Fund	(832,000)	(832,000)	(832,000)	-
Total other financing sources (uses)	(243,007)	(360,821)	(1,189,118)	(828,297)
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(873,563)	(1,145,525)	(605,022)	540,503
Fund balances at beginning of year	5,789,654	5,789,654	5,789,654	-
Prior year encumbrances appropriated	272,444	272,444	272,444	-
Lapsed encumbrances	90,239	90,239	90,239	-
	\$ 5,278,774	\$ 5,006,812	\$ 5,547,315	\$ 540,503

City of Powell, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Street Construction and Maintenance Fund
For the Fiscal Year Ended December 31, 2011

Revenues:	Adopted Budget	Revised Budget	Actual	Variance
Intergovernmental				
Motor fuel tax	\$ 506,000	\$ 506,000	\$ 521,389	\$ 15,389
Investment earnings	6,800	6,800	4,426	(2,374)
Total revenues	512,800	512,800	525,815	13,015
Expenditures:				
Current:				
Public Service				
Operating expenditures (Maintenance)	636,425	585,028	496,168	88,860
Operating expenditures (Snow/Ice Removal)	116,120	117,229	116,727	502
Operating expenditures (Traffic)	12,000	12,000	2,922	9,078
Total expenditures	764,545	714,257	615,817	98,440
Other Financing Sources (Uses):				
Operating transfers-in	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(251,745)	(201,457)	(90,002)	111,455
Fund balances at beginning of year	532,259	532,259	532,259	-
Prior year encumbrances appropriated	62,257	62,257	62,257	-
Lapsed encumbrances	75,289	75,289	75,289	-
Fund balances at end of year	\$ 418,060	\$ 468,348	\$ 579,803	\$ 111,455

City of Powell, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
ARRA Grant Fund
For the Fiscal Year Ended December 31, 2011

<u>Revenues:</u>	<u>Adopted Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance</u>
Intergovernmental	\$ 832,000	\$ 832,000	\$ -	\$ (832,000)
Total revenues	832,000	832,000	-	(832,000)
 <u>Expenditures:</u>				
Current:				
Capital Outlay	853,500	853,500	840,421	13,079
Total expenditures	853,500	853,500	840,421	13,079
 <u>Other Financing Sources (Uses):</u>				
Operating transfers-in	20,000	20,000	20,000	-
Advance from General Fund	832,000	832,000	832,000	-
Repay Advance to General Fund	(832,000)	(132,000)	-	132,000
Total other financing sources (uses)	<u>20,000</u>	<u>720,000</u>	<u>852,000</u>	<u>132,000</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(1,500)	698,500	11,579	(686,921)
Fund balances at beginning of year	5,437	5,437	5,437	-
Prior year encumbrances appropriated	1,500	1,500	1,500	-
Lapsed encumbrances	-	-	-	-
Fund balances at end of year	<u>\$ 5,437</u>	<u>\$ 705,437</u>	<u>\$ 18,516</u>	<u>\$ (686,921)</u>

City of Powell, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Debt Service Fund
For the Fiscal Year Ended December 31, 2011

Revenues:	Adopted Budget	Revised Budget	Actual	Variance
Property tax	\$ 1,160,000	\$ 1,115,120	\$ 1,108,126	\$ (6,994)
Intergovernmental	119,500	137,824	147,733	9,909
Community development charges	1,631,455	1,631,455	1,286,205	(345,250)
Bond Premium	-	-	398,033	398,033
Bond Proceeds	7,500,000	9,496,461	9,015,000	(481,461)
Interest	-	-	-	-
Total revenues	10,410,955	12,380,860	11,955,097	(425,763)
Expenditures:				
Current:				
Operating expenditures (Auditor's fees)	13,500	17,975	16,202	1,773
Bond principal	1,740,000	1,740,000	1,690,000	50,000
Bond interest	1,268,290	1,268,290	926,720	341,570
Cost of issuance	7,500,000	9,567,500	9,500,712	66,788
Total expenditures	10,521,790	12,593,765	12,133,634	460,131
Other Financing Sources (Uses):				
Operating transfers-in	202,500	202,500	202,500	-
Advance repayment	-	-	-	-
Total other financing sources (uses)	202,500	202,500	202,500	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	91,665	(10,405)	23,963	34,368
Fund balances at beginning of year	86,065	86,065	86,065	-
Lapsed encumbrances	-	-	-	-
Fund balances at end of year	\$ 177,730	\$ 75,660	\$ 110,028	\$ 34,368



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

	State Highway Improvement	Parks And Recreation Program Fund	Parks & Recreation Development
ASSETS			
Cash, cash equivalents and investments	\$ 147,739	\$ 47,597	\$ 127,359
Receivables (net of allowance for uncollectibles)	19,267	27	
Prepaid items		877	
Total assets	<u>\$ 167,006</u>	<u>\$ 48,501</u>	<u>\$ 127,359</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accrued wages payable		\$ 663	
Accounts payable		437	
Due to other governments		944	
Interfund payable			
Deferred revenue	\$ 15,870	27	
Retainage payable			
Total liabilities	<u>\$ 15,870</u>	<u>\$ 2,071</u>	<u>\$ -</u>
Fund balances:			
Nonspendable:			
Prepaid items		877	
Restricted	151,136		127,359
Committed		45,553	
Assigned			
Unassigned			
Total fund balances	<u>151,136</u>	<u>46,430</u>	<u>127,359</u>
Total liabilities and fund balances	<u>\$ 167,006</u>	<u>\$ 48,501</u>	<u>\$ 127,359</u>

Enforcement And Education	Board of Pharmacy	Veteran's Memorial	Law Enforcement
\$ 7,880 50	\$ 3,831	\$ 2,002	\$ 61,837
<u>\$ 7,930</u>	<u>\$ 3,831</u>	<u>\$ 2,002</u>	<u>\$ 61,837</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
7,930	3,831	2,002	61,837
<u>7,930</u>	<u>3,831</u>	<u>2,002</u>	<u>61,837</u>
<u>\$ 7,930</u>	<u>\$ 3,831</u>	<u>\$ 2,002</u>	<u>\$ 61,837</u>

(continued)

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

	<u>Powell</u>	<u>Law</u>	<u>Special</u>	<u>Total</u>	<u>Capital</u>
	<u>Festival</u>	<u>Enforcement</u>	<u>Events</u>	<u>Nonmajor Special</u>	<u>Improvement</u>
ASSETS		<u>Assistance</u>		<u>Revenue</u>	<u>Notes (Projects)</u>
Cash, cash equivalents and investments	\$ 4,498	\$ 510	\$ 2,565	\$ 405,818	\$ 213,921
Receivables (net of allowance for uncollectibles)				19,344	
Prepaid items				877	
Total assets	\$ 4,498	\$ 510	\$ 2,565	\$ 426,039	\$ 213,921
 LIABILITIES AND FUND BALANCES					
Liabilities:					
Accrued wages payable				\$ 663	
Accounts payable				437	
Interfund payable				944	
Due to other funds					
Deferred revenue				15,897	
Retainage payable					
Total liabilities	\$ -	\$ -	\$ -	\$ 17,941	\$ -
 Fund balances:					
Nonspendable:					
Prepaid items				877	
Restricted	4,498	510	2,565	361,668	
Committed				45,553	
Assigned					213,921
Unassigned					
Total fund balances	4,498	510	2,565	408,098	213,921
Total liabilities and fund balances	\$ 4,498	\$ 510	\$ 2,565	\$ 426,039	\$ 213,921

Murphy Parkway Construction	Village Development Fund	Downtown Public TIF Fund	Olentangy/ Liberty Fund	Total Nonmajor Capital Projects	Total Nonmajor Governmental Funds
\$ 96,963	\$ 56,257	\$ 512,385 128,580	\$ 26,600	\$ 906,126 128,580	\$ 1,311,944 147,924 877
<u>\$ 96,963</u>	<u>\$ 56,257</u>	<u>\$ 640,965</u>	<u>\$ 26,600</u>	<u>\$ 1,034,706</u>	<u>\$ 1,460,745</u>
					\$ 663 437 944
		\$ 128,580		\$ 128,580	144,477
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 128,580</u>	<u>\$ -</u>	<u>\$ 128,580</u>	<u>\$ 146,521</u>
					877
96,963	56,257	512,385	26,600	538,985 153,220 213,921	900,653 198,773 213,921
<u>96,963</u>	<u>56,257</u>	<u>512,385</u>	<u>26,600</u>	<u>906,126</u>	<u>1,314,224</u>
<u>\$ 96,963</u>	<u>\$ 56,257</u>	<u>\$ 640,965</u>	<u>\$ 26,600</u>	<u>\$ 1,034,706</u>	<u>\$ 1,460,745</u>

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

	<u>State Highway Improvement</u>	<u>Parks And Recreation Program Fund</u>	<u>Parks & Recreation Development</u>
REVENUES			
Property taxes			
Motor Fuel taxes	\$ 11,228		
Intergovernmental	26,896		
Licenses and permits			\$ 14,550
Charges for services		\$ 132,567	
Fines and forfeits			
Development charges			
Investment earnings	697		
Miscellaneous		3,742	
Total revenues	<u>38,821</u>	<u>136,309</u>	<u>14,550</u>
EXPENDITURES			
Current:			
Public Safety			
General Government			
Public Services	5,634		
Parks and Recreation		139,475	1,878
Capital outlay:			
Capital outlay			
Total expenditures	<u>5,634</u>	<u>139,475</u>	<u>1,878</u>
Excess (deficiency) of revenues over (under) expenditures	33,187	(3,166)	12,672
OTHER FINANCING SOURCES (USES)			
Transfers in			
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	33,187	(3,166)	12,672
Fund balances -- January 1, as restated	117,949	49,596	114,687
Fund balances -- December 31	<u>\$ 151,136</u>	<u>\$ 46,430</u>	<u>\$ 127,359</u>

<u>Enforcement and Education</u>	<u>Board of Pharmacy</u>	<u>Veteran's Memorial</u>	<u>Law Enforcement</u>
\$ 220	\$ 720		\$ 38,262
<u>220</u>	<u>720</u>	<u>\$ 300</u>	<u>38,262</u>
		37	
<u>-</u>	<u>-</u>	<u>37</u>	<u>-</u>
220	720	263	38,262
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>220</u>	<u>720</u>	<u>263</u>	<u>38,262</u>
7,710	3,111	1,739	23,575
<u>\$ 7,930</u>	<u>\$ 3,831</u>	<u>\$ 2,002</u>	<u>\$ 61,837</u>

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

	Powell Festival	Law Enforcement Assistance Training	Special Events	Total Nonmajor Special Revenue	Capital Improvement Notes (Projects)
REVENUES					
Property taxes					
Motor Fuel taxes				\$ 11,228	
Intergovernmental				26,896	
Licenses and permits				14,550	
Charges for services				132,567	
Fines and forfeits				39,202	
Development charges					
Investment earnings				697	
Miscellaneous	\$ 1,000		\$ 10,000	15,042	
Total revenues	<u>1,000</u>	<u>-</u>	<u>10,000</u>	<u>240,182</u>	<u>-</u>
EXPENDITURES					
Current:					
Public Safety		\$ 2,000	7,435	9,435	
General Government					
Public Services				5,634	
Parks and Recreation	3,500			144,890	
Capital outlay:					
Capital outlay					\$ 141,478
Total expenditures	<u>3,500</u>	<u>2,000</u>	<u>7,435</u>	<u>159,959</u>	<u>141,478</u>
Excess (deficiency) of revenues over (under) expenditures	(2,500)	(2,000)	2,565	80,223	(141,478)
OTHER FINANCING SOURCES (USES)					
Transfers in					100,000
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>100,000</u>
Net change in fund balances	(2,500)	(2,000)	2,565	80,223	(41,478)
Fund balances -- January 1, as restated	6,998	2,510		327,875	\$ 255,399
Fund balances -- December 31	<u>\$ 4,498</u>	<u>\$ 510</u>	<u>\$ 2,565</u>	<u>\$ 408,098</u>	<u>\$ 213,921</u>

<u>Murphy Parkway Construction</u>	<u>Village Development Fund</u>	<u>Downtown Public TIF Fund</u>	<u>Olentangy/ Liberty Fund</u>	<u>Total Nonmajor Capital Projects</u>	<u>Total Nonmajor Governmental Funds</u>
		\$ 186,366		\$ 186,366	\$ 186,366
		14,448		14,448	11,228
					41,344
					14,550
					132,567
					39,202
	\$ 29,281			29,281	29,281
					697
					15,042
<u>-</u>	<u>29,281</u>	<u>200,814</u>	<u>-</u>	<u>230,095</u>	<u>470,277</u>
					9,435
		3,204		3,204	3,204
					5,634
					144,890
				141,478	141,478
<u>-</u>	<u>-</u>	<u>3,204</u>	<u>-</u>	<u>144,682</u>	<u>304,641</u>
-	29,281	197,610	-	85,413	165,636
				100,000	100,000
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>100,000</u>	<u>100,000</u>
-	29,281	197,610	-	185,413	265,636
<u>\$ 96,963</u>	<u>26,976</u>	<u>314,775</u>	<u>\$ 26,600</u>	<u>720,713</u>	<u>1,048,588</u>
<u>\$ 96,963</u>	<u>\$ 56,257</u>	<u>\$ 512,385</u>	<u>\$ 26,600</u>	<u>\$ 906,126</u>	<u>\$ 1,314,224</u>

City of Powell, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2011

	State Highway Improvement Fund			
	Adopted	Revised		
	Budget	Budget	Actual	Variance
Revenues:				
Property tax				-
Intergovernmental				-
Motor fuel tax	\$ 36,200	\$ 36,200	\$ 38,101	\$ 1,901
Investment earnings	800	800	918	118
Charges for services				-
Fines and forfeitures				-
Miscellaneous				-
Total revenues	<u>37,000</u>	<u>37,000</u>	<u>39,019</u>	<u>2,019</u>
Expenditures:				
Current:				
Personal service				
Operating expenditures				
Operating expenditures (Maintenance)	20,253	20,000	5,345	14,655
Operating expenditures (Storm Sewers)	5,000	5,000	-	5,000
Operating expenditures (Traffic)	6,296	5,000	3,620	1,380
Capital outlay				-
Total expenditures	<u>31,549</u>	<u>30,000</u>	<u>8,965</u>	<u>21,035</u>
Other Financing Sources (Uses):				
Operating transfers-in				-
Operating transfers-out				-
Advance from General Fund				-
Repay Advance to General Fund				-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	5,451	7,000	30,054	23,054
Fund balances at beginning of year	112,820	112,820	112,820	-
Prior year encumbrances appropriated				-
Lapsed encumbrances	1,550	1,550	1,550	-
Fund balances at end of year	<u>\$ 119,821</u>	<u>\$ 121,370</u>	<u>\$ 144,424</u>	<u>\$ 23,054</u>

Parks and Recreation Program Fund				Park and Recreation (Development) Fund			
Adopted Budget	Revised Budget	Actual	Variance	Adopted Budget	Revised Budget	Actual	Variance
			-				-
			-				-
			-				-
\$ 107,500	\$ 108,500	\$ 132,567	\$ 24,067	\$ 7,500	\$ 7,500	\$ 14,550	\$ 7,050
			-				-
500	500	3,742	3,242				-
<u>108,000</u>	<u>109,000</u>	<u>136,309</u>	<u>27,309</u>	<u>7,500</u>	<u>7,500</u>	<u>14,550</u>	<u>7,050</u>
40,530	40,530	35,299	5,231				-
117,226	115,433	109,271	6,162				-
			-				-
			-				-
1,700	1,000	996	4	21,063	19,878	19,878	-
<u>159,456</u>	<u>156,963</u>	<u>145,566</u>	<u>11,397</u>	<u>21,063</u>	<u>19,878</u>	<u>19,878</u>	<u>-</u>
			-				-
			-				-
			-				-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(51,456)	(47,963)	(9,257)	38,706	(13,563)	(12,378)	(5,328)	7,050
41,427	41,427	41,427	-	111,624	111,624	111,624	-
6,633	6,633	6,633	-	1,878	1,878	1,878	-
2,494	2,494	2,494	-	1,185	1,185	1,185	-
<u>\$ (902)</u>	<u>\$ 2,591</u>	<u>\$ 41,297</u>	<u>\$ 38,706</u>	<u>\$ 101,124</u>	<u>\$ 102,309</u>	<u>\$ 109,359</u>	<u>\$ 7,050</u>

(continued)

City of Powell, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2011

	Enforcement and Education (D.U.I.) Fund			
	Adopted Budget	Revised Budget	Actual	Variance
Revenues:				
Property tax				-
Intergovernmental				-
Motor fuel tax				-
Investment earnings				-
Charges for services				-
Fines and forfeitures	\$ 500	\$ 500	\$ 170	\$ (330)
Miscellaneous				-
Total revenues	<u>500</u>	<u>500</u>	<u>170</u>	<u>(330)</u>
Expenditures:				
Current:				
Personal service				-
Operating expenditures				-
Operating expenditures (Maintenance)				-
Operating expenditures (Storm Sewers)				-
Operating expenditures (Traffic)				-
Capital outlay				-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses):				
Operating transfers-in				-
Operating transfers-out				-
Advance from General Fund				-
Repay Advance to General Fund				-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	500	500	170	(330)
Fund balances at beginning of year	7,710	7,710	7,710	-
Prior year encumbrances appropriated				-
Lapsed encumbrances				-
Fund balances at end of year	<u>\$ 8,210</u>	<u>\$ 8,210</u>	<u>\$ 7,880</u>	<u>\$ (330)</u>

Board of Pharmacy Fund				Veteran's Memorial Fund			
Adopted Budget	Revised Budget	Actual	Variance	Adopted Budget	Revised Budget	Actual	Variance
			-				-
			-				-
			-				-
			-				-
\$ 320	\$ 320	\$ 720	\$ 400				-
			-	\$ 500	\$ 500	\$ 300	\$ (200)
<u>320</u>	<u>320</u>	<u>720</u>	<u>400</u>	<u>500</u>	<u>500</u>	<u>300</u>	<u>(200)</u>
			-				-
			-	500	500	37	463
			-				-
			-				-
			-				-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>500</u>	<u>500</u>	<u>37</u>	<u>463</u>
			-				-
			-				-
			-				-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
			-				-
			-				-
			-				-
320	320	720	400	-	-	263	263
3,111	3,111	3,111	-	1,739	1,739	1,739	-
			-				-
			-				-
<u>\$ 3,431</u>	<u>\$ 3,431</u>	<u>\$ 3,831</u>	<u>\$ 400</u>	<u>\$ 1,739</u>	<u>\$ 1,739</u>	<u>\$ 2,002</u>	<u>\$ 263</u>

(continued)

City of Powell, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2011

	Law Enforcement Fund			
	Adopted Budget	Revised Budget	Actual	Variance
Revenues:				
Property tax				-
Intergovernmental				-
Motor fuel tax				-
Investment earnings				-
Charges for services				-
Fines and forfeitures	\$ 4,000	\$ 4,000	\$ 38,262	\$ 34,262
Miscellaneous				-
Total revenues	<u>4,000</u>	<u>4,000</u>	<u>38,262</u>	<u>34,262</u>
Expenditures:				
Current:				
Personal service				-
Operating expenditures				-
Operating expenditures (Maintenance)				-
Operating expenditures (Storm Sewers)				-
Operating expenditures (Traffic)				-
Capital outlay				-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses):				
Operating transfers-in				-
Operating transfers-out				-
Advance from General Fund				-
Repay Advance to General Fund				-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	4,000	4,000	38,262	34,262
Fund balances at beginning of year	23,575	23,575	23,575	-
Prior year encumbrances appropriated				-
Lapsed encumbrances				-
Fund balances at end of year	<u>\$ 27,575</u>	<u>\$ 27,575</u>	<u>\$ 61,837</u>	<u>\$ 34,262</u>

Special Projects				Powell's Golden Days (Festival) Fund			
Adopted Budget	Revised Budget	Actual	Variance	Adopted Budget	Revised Budget	Actual	Variance
			-				-
			-				-
			-				-
			-				-
			-				-
			-	\$ -	\$ -	\$ 1,000	\$ 1,000
-	-	-	-	-	-	1,000	1,000
			-				-
\$ 61,400	\$ 61,286	\$ 61,286	\$ -	3,500	3,500	3,500	-
			-				-
			-				-
			-				-
			-				-
61,400	61,286	61,286	-	3,500	3,500	3,500	-
			-				-
			-				-
			-				-
			-				-
-	-	-	-	-	-	-	-
(61,400)	(61,286)	(61,286)	-	(3,500)	(3,500)	(2,500)	1,000
102,480	102,480	102,480	-	6,998	6,998	6,998	-
61,286	61,286	61,286	-				-
114	114	114	-				-
\$ 102,480	\$ 102,594	\$ 102,594	\$ -	\$ 3,498	\$ 3,498	\$ 4,498	\$ 1,000

(continued)

City of Powell, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2011

	Law Enforcement Assistance (Training) Fund			
	Adopted	Revised		
	Budget	Budget	Actual	Variance
Revenues:				
Property tax				-
Intergovernmental				-
Motor fuel tax				-
Investment earnings				-
Charges for services				-
Fines and forfeitures				-
Miscellaneous	\$ 500	\$ 500	\$ -	\$ (500)
Total revenues	<u>500</u>	<u>500</u>	<u>-</u>	<u>(500)</u>
Expenditures:				
Current:				
Personal service				-
Operating expenditures	2,000	2,000	2,000	-
Operating expenditures (Maintenance)				-
Operating expenditures (Storm Sewers)				-
Operating expenditures (Traffic)				-
Capital outlay				-
Total expenditures	<u>2,000</u>	<u>2,000</u>	<u>2,000</u>	<u>-</u>
Other Financing Sources (Uses):				
Operating transfers-in				-
Operating transfers-out				-
Advance from General Fund				-
Repay Advance to General Fund				-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(1,500)	(1,500)	(2,000)	(500)
Fund balances at beginning of year	2,510	2,510	2,510	-
Prior year encumbrances appropriated				-
Lapsed encumbrances				-
Fund balances at end of year	<u>\$ 1,010</u>	<u>\$ 1,010</u>	<u>\$ 510</u>	<u>\$ (500)</u>

(continued)

Special Events Fund				Total Nonmajor Special Revenue Funds			
Adopted Budget	Revised Budget	Actual	Variance	Adopted Budget	Revised Budget	Actual	Variance
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	\$ 36,200	\$ 36,200	\$ 38,101	\$ 1,901
-	-	-	-	800	800	918	118
-	-	-	-	115,000	116,000	147,117	31,117
-	-	-	-	4,820	4,820	39,152	34,332
\$ -	\$ 10,000	\$ 10,000	\$ -	1,500	11,500	15,042	3,542
-	10,000	10,000	-	158,320	169,320	240,330	71,010
-	3,000	994	2,006	40,530	43,530	36,293	7,237
-	7,000	6,784	216	184,626	189,719	182,878	6,841
-	-	-	-	20,253	20,000	5,345	14,655
-	-	-	-	5,000	5,000	-	5,000
-	-	-	-	6,296	5,000	3,620	1,380
-	-	-	-	22,763	20,878	20,874	4
-	10,000	7,778	2,222	279,468	284,127	249,010	35,117
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	2,222	(2,222)	(121,148)	(114,807)	(8,680)	106,127
-	-	-	-	413,994	413,994	413,994	-
-	-	-	-	69,797	69,797	69,797	-
-	-	-	-	5,343	5,343	5,343	-
\$ -	\$ -	\$ 2,222	\$ (2,222)	\$ 367,986	\$ 374,327	\$ 480,454	\$ 106,127

City of Powell, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2011

	Capital Improvement Notes (Project) Fund			
	Adopted Budget	Revised Budget	Actual	Variance
Revenues:				
Property tax				-
Intergovernmental				-
Motor fuel tax				-
Investment earnings				-
Charges for services				-
Fines and forfeitures				-
Miscellaneous				-
Total revenues	-	-	-	-
Expenditures:				
Current:				
Personal service				-
Operating expenditures				-
Operating expenditures (Maintenance)				-
Operating expenditures (Storm Sewers)				-
Operating expenditures (Traffic)				-
Capital outlay	\$ 180,818	\$ 175,000	\$ 144,586	\$ 30,414
Total expenditures	180,818	175,000	144,586	30,414
Other Financing Sources (Uses):				
Operating transfers-in	-	100,000	100,000	-
Operating transfers-out				-
Advance from General Fund				-
Repay Advance to General Fund				-
Total other financing sources (uses)	-	100,000	100,000	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(180,818)	(75,000)	(44,586)	30,414
Fund balances at beginning of year	250,082	250,082	250,082	-
Prior year encumbrances appropriated				-
Lapsed encumbrances	5,818	5,818	5,818	-
Fund balances at end of year	\$ 75,082	\$ 180,900	\$ 211,314	\$ 30,414

Murphy Parkway Fund				Village Development Fund			
Adopted Budget	Revised Budget	Actual	Variance	Adopted Budget	Revised Budget	Actual	Variance
			-				-
			-				-
			-				-
			-	\$ 10,770	\$ 10,770	\$ 29,281	\$ 18,511
			-				-
			-				-
-	-	-	-	10,770	10,770	29,281	18,511
			-				-
			-				-
			-				-
			-				-
			-				-
-	-	-	-	-	-	-	-
			-				-
			-				-
			-				-
-	-	-	-	-	-	-	-
			-				-
			-				-
			-				-
-	-	-	-	10,770	10,770	29,281	18,511
\$ 96,963	\$ 96,963	\$ 96,963	\$ -	26,976	26,976	26,976	-
			-				-
			-				-
\$ 96,963	\$ 96,963	\$ 96,963	\$ -	\$ 37,746	\$ 37,746	\$ 56,257	\$ 18,511

(continued)

City of Powell, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2011

	Downtown Tax Increment Financing Public & Housing Fund			
	Adopted Budget	Revised Budget	Actual	Variance
Revenues:				
Property tax	\$ 136,500	\$ 136,500	\$ 186,366	\$ 49,866
Intergovernmental	8,150	8,150	14,447	6,297
Motor fuel tax				-
Investment earnings				-
Charges for services				-
Fines and forfeitures				-
Miscellaneous				-
Total revenues	<u>144,650</u>	<u>144,650</u>	<u>200,813</u>	<u>56,163</u>
Expenditures:				
Current:				
Personal service				-
Operating expenditures	1,250	4,750	3,205	1,545
Operating expenditures (Maintenance)				-
Operating expenditures (Storm Sewers)				-
Operating expenditures (Traffic)				-
Capital outlay				-
Total expenditures	<u>1,250</u>	<u>4,750</u>	<u>3,205</u>	<u>1,545</u>
Other Financing Sources (Uses):				
Operating transfers-in				-
Operating transfers-out				-
Advance from General Fund				-
Repay Advance to General Fund				-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	143,400	139,900	197,608	57,708
Fund balances at beginning of year	314,775	314,775	314,775	-
Prior year encumbrances appropriated				-
Lapsed encumbrances				-
Fund balances at end of year	<u>\$ 458,175</u>	<u>\$ 454,675</u>	<u>\$ 512,383</u>	<u>\$ 57,708</u>

Olentangy Liberty Intersection Fund				Total Nonmajor Capital Project Funds			
Adopted Budget	Revised Budget	Actual	Variance	Adopted Budget	Revised Budget	Actual	Variance
-	-	-	-	\$ 136,500	\$ 136,500	\$ 186,366	\$ 49,866
-	-	-	-	8,150	8,150	14,447	6,297
-	-	-	-	-	-	-	-
-	-	-	-	10,770	10,770	29,281	18,511
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	155,420	155,420	230,094	74,674
-	-	-	-	-	-	-	-
-	-	-	-	1,250	4,750	3,205	1,545
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	180,818	175,000	144,586	30,414
-	-	-	-	182,068	179,750	147,791	31,959
-	-	-	-	-	100,000	100,000	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	100,000	100,000	-
-	-	-	-	(26,648)	75,670	182,303	106,633
\$ 26,600	\$ 26,600	\$ 26,600	\$ -	715,396	715,396	715,396	-
-	-	-	-	-	-	-	-
-	-	-	-	5,818	5,818	5,818	-
\$ 26,600	\$ 26,600	\$ 26,600	\$ -	\$ 694,566	\$ 796,884	\$ 903,517	\$ 106,633

(continued)

City of Powell, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (NON-GAAP Budgetary Basis)
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2011

	Total Nonmajor Governmental Funds			
	Adopted Budget	Revised Budget	Actual	Variance
Revenues:				
Property tax	\$ 136,500	\$ 136,500	\$ 186,366	\$ 49,866
Intergovernmental	8,150	8,150	14,447	6,297
Motor fuel tax	36,200	36,200	38,101	1,901
Investment earnings	800	800	918	118
Charges for services	125,770	126,770	176,398	49,628
Fines and forfeitures	4,820	4,820	39,152	34,332
Miscellaneous	1,500	11,500	15,042	3,542
Total revenues	313,740	324,740	470,424	145,684
Expenditures:				
Current:				
Personal service	40,530	43,530	36,293	7,237
Operating expenditures	185,876	194,469	186,083	8,386
Operating expenditures (Maintenance)	20,253	20,000	5,345	14,655
Operating expenditures (Storm Sewers)	5,000	5,000	-	5,000
Operating expenditures (Traffic)	6,296	5,000	3,620	1,380
Capital outlay	203,581	195,878	165,460	30,418
Total expenditures	461,536	463,877	396,801	67,076
Other Financing Sources (Uses):				
Operating transfers-in	-	100,000	100,000	-
Operating transfers-out	-	-	-	-
Advance from General Fund	-	-	-	-
Repay Advance to General Fund	-	-	-	-
Total other financing sources (uses)	-	100,000	100,000	-
Excess (deficiency) of revenues and other financing sources over expenditures and other uses	(147,796)	(39,137)	173,623	212,760
Fund balances at beginning of year	1,129,390	1,129,390	1,129,390	-
Prior year encumbrances appropriated	69,797	69,797	69,797	-
Lapsed encumbrances	11,161	11,161	11,161	-
Fund balances at end of year	\$ 1,062,552	\$ 1,171,211	\$ 1,383,971	\$ 212,760

City of Powell, Ohio
Combining Statement of Fiduciary Assets and Liabilities
Fiduciary Funds - (Agency Funds Only)
As of December 31, 2011

	Agency Funds							Total Agency Funds
	Unclaimed Funds	Flexible Benefits	Board of Building Standards	Engineering Inspections	Plumbing Inspections	Escrowed Deposits	27th PAYROLL Fund	
ASSETS:								
Cash and investments	\$ 996	\$ 946	\$ 620	\$ 265,651	\$ 638	\$ 1,950	\$ 59,795	\$ 330,596
Total assets	<u>\$ 996</u>	<u>\$ 946</u>	<u>\$ 620</u>	<u>\$ 265,651</u>	<u>\$ 638</u>	<u>\$ 1,950</u>	<u>\$ 59,795</u>	<u>\$ 330,596</u>
LIABILITIES:								
Due to others	\$ 996	\$ 946	\$ 620	\$ 265,651	\$ 638	\$ 1,950	\$ 59,795	\$ 330,596
Total liabilities	<u>\$ 996</u>	<u>\$ 946</u>	<u>\$ 620</u>	<u>\$ 265,651</u>	<u>\$ 638</u>	<u>\$ 1,950</u>	<u>\$ 59,795</u>	<u>\$ 330,596</u>

City of Powell, Ohio
Agency Funds
Combining Statement of Changes in Assets and Liabilities
Fiduciary Funds - (Agency Funds Only)
For the Fiscal Year Ended December 31, 2011

	Balances Jan. 1, 2011	Additions	Deductions	Balances Dec. 31, 2011
UNCLAIMED FUNDS				
Assets				
Cash and investments	\$ 363	877	244	\$ 996
Liabilities				
Due to others	\$ 363	877	244	\$ 996
FLEXIBLE BENEFITS				
Assets				
Cash and investments	\$ 1,396	6,075	6,525	\$ 946
Liabilities				
Due to others	\$ 1,396	6,075	6,525	\$ 946
BOARD OF BUILDING STANDARDS				
Assets				
Cash and investments	\$ 271	5,886	5,537	\$ 620
Liabilities				
Due to others	\$ 271	5,886	5,537	\$ 620
ENGINEERING INSPECTIONS				
Assets				
Cash and investments	\$ 271,022	12,758	18,129	\$ 265,651
Liabilities				
Due to others	\$ 271,022	12,758	18,129	\$ 265,651
PLUMBING INSPECTION				
Assets				
Cash and investments	\$ 403	10,850	10,615	\$ 638
Liabilities				
Due to others	\$ 403	10,850	10,615	\$ 638
ESCROWED DEPOSITS				
Assets				
Cash and investments	\$ 10,000	3,840	11,890	\$ 1,950
Liabilities				
Due to others	\$ 10,000	3,840	11,890	\$ 1,950
27th PAYROLL FUND				
Assets				
Cash and investments	\$ 41,981	17,814		\$ 59,795
Liabilities				
Due to others	\$ 41,981	17,814		\$ 59,795
TOTAL AGENCY FUNDS				
Assets				
Cash and investments	\$ 325,436	\$ 58,100	\$ 52,940	\$ 330,596
Liabilities				
Due to others	\$ 325,436	\$ 58,100	\$ 52,940	\$ 330,596

City of Powell, Ohio
Statistical Section

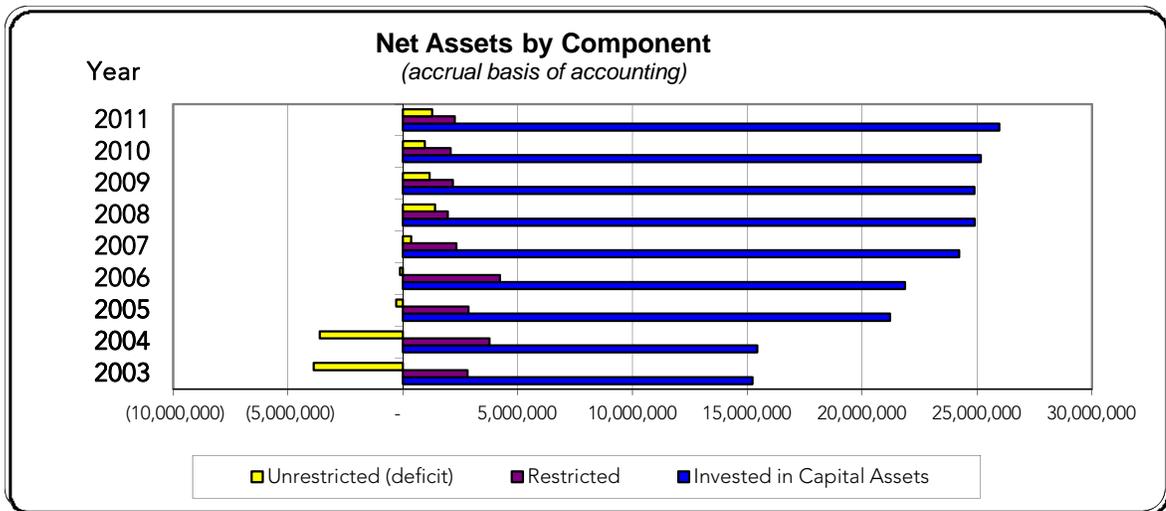
This part of the City's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health. These tables are presented in accordance with the Governmental Accounting Standards Board (GASB) Statement No. 44, *Economic Condition Reporting: The Statistical Section*.

	<u>Tables</u>
<u>Financial Trends</u> These schedules contain trend information to help understand how the City's financial performance and well-being have changed over time.	A - G
<u>Revenue Capacity</u> These schedules contain information to help assess the City's most significant local revenue sources.	H - M
<u>Debt Capacity</u> 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.	N - Q
<u>Demographic and Economic Information</u> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	R - U
<u>Operating Information</u> 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.	V - X

Sources: Unless otherwise noted, the information in these tables is derived from the comprehensive annual financial report for the relevant year. The City of Powell implemented GASB Statement No. 34 in the fiscal year 2003.

City of Powell, Ohio
Net Assets by Component
Last Nine Fiscal Years ⁽¹⁾
(accrual basis of accounting)

	Fiscal Year			
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Governmental activities				
Invested in capital assets, net of related debt	\$ 15,222,775	\$ 15,428,140	\$ 21,220,003	\$ 21,868,136
Restricted	2,819,724	3,769,723	2,856,770	4,236,327
Unrestricted (Deficit)	(3,886,106)	(3,621,400)	(293,513)	(127,178)
Total governmental activities net assets	<u>\$ 14,156,393</u>	<u>\$ 15,576,463</u>	<u>\$ 23,783,260</u>	<u>\$ 25,977,285</u>



Note:

(1) GASB Statement No. 44, Economic Condition Reporting: The Statistical Section recommended that this information be presented starting with the fiscal year in which a government implemented GASB Statement No. 34.

Sources:

1. City of Powell Finance Department

Table A

Fiscal Year				
<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$ 24,216,704	\$ 24,898,369	\$ 24,882,701	\$ 25,160,621	\$ 25,969,322
2,328,571	1,958,433	2,176,460	2,082,435	2,262,529
365,633	1,398,860	1,162,047	952,254	1,278,313
<u>\$ 26,910,908</u>	<u>\$ 28,255,662</u>	<u>\$ 28,221,208</u>	<u>\$ 28,195,310</u>	<u>\$ 29,510,164</u>

City of Powell, Ohio
Changes in Net Assets
Last Nine Fiscal Years ⁽¹⁾
(accrual basis of accounting)

	Fiscal Year			
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Expenses				
Governmental activities:				
Public Safety	\$ 1,400,471	\$ 1,485,194	\$ 1,669,072	\$ 1,769,938
Parks and Recreation	249,788	279,825	555,384	793,040
Community Development	488,123	517,027	831,796	943,962
Public Services/Transportation	1,214,517	1,508,520	1,133,601	1,377,920
General Government	1,005,800	1,073,846	1,207,091	1,343,765
Interest on long-term debt	1,034,196	1,157,462	1,120,174	1,321,920
Total governmental activities expenses	<u>\$ 5,392,895</u>	<u>\$ 6,021,874</u>	<u>\$ 6,517,118</u>	<u>\$ 7,550,545</u>
Program Revenues				
Governmental activities:				
Charges for services:				
Public Safety	\$ 5,870	\$ 7,299	\$ 10,950	\$ 14,729
Parks and Recreation	60,966	96,780	140,082	137,284
Community Development	1,318,846	1,110,945	1,886,062	1,750,039
Public Services/Transportation	64,415	76,317		
General Government	7,784	6,661	86,187	19,729
Operating grants and contributions	353,036	486,283	493,150	564,235
Capital grants and contributions	855,369	33,200	955,288	715,853
Total governmental activities program revenues	<u>\$ 2,666,286</u>	<u>\$ 1,817,485</u>	<u>\$ 3,571,719</u>	<u>\$ 3,201,869</u>
Net(expense)revenue				
Governmental activities	<u>\$ (2,726,609)</u>	<u>\$ (4,204,389)</u>	<u>\$ (2,945,399)</u>	<u>\$ (4,348,676)</u>
General Revenues and Other Changes in Net Assets				
Governmental activities:				
Taxes:				
Property taxes	\$ 1,279,259	\$ 1,329,809	\$ 1,175,367	\$ 1,476,350
Municipal Income taxes	2,565,596	2,870,327	3,587,005	3,699,738
Intergovernmental	870,603	628,268	382,852	632,249
Estate taxes			120,033	23,659
Interest	57,758	92,453	284,191	548,968
Other	132,701	261,479	22,405	161,737
Total governmental activities	<u>\$ 4,905,917</u>	<u>\$ 5,182,336</u>	<u>\$ 5,571,853</u>	<u>\$ 6,542,701</u>
Change in Net Assets				
Governmental activities	<u>\$ 2,179,308</u>	<u>\$ 977,947</u>	<u>\$ 2,626,454</u>	<u>\$ 2,194,025</u>

Note:

(1) GASB Statement No. 44, Economic Condition Reporting: The Statistical Section recommended that this information be presented starting with the fiscal year in which a government implemented GASB Statement No. 34.

Sources:

1. City of Powell Finance Department

Table B

		Fiscal year							
		<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>			
\$	1,739,711	\$	1,998,376	\$	2,210,257	\$	2,309,528	\$	2,237,486
	1,097,107		933,260		917,797		1,002,506		927,582
	989,893		1,021,979		999,129		980,563		848,718
	1,952,026		2,594,715		2,030,814		2,173,177		1,887,240
	1,495,493		1,567,056		1,668,454		1,599,452		1,854,360
	1,290,132		1,228,777		1,208,441		1,104,642		813,397
\$	<u>8,564,362</u>	\$	<u>9,344,163</u>	\$	<u>9,034,892</u>	\$	<u>9,169,868</u>	\$	<u>8,568,783</u>
\$	17,792	\$	39,559	\$	31,261	\$	39,251	\$	78,065
	208,786		113,327		147,471		137,712		150,186
	1,713,481		1,667,172		1,596,685		1,526,793		1,731,422
	11,979		25,478		3,650		3,050		5,240
	15,928		19,630		16,643		14,070		14,900
	211,786		462,134		563,447		564,181		563,452
	805,595		590,709		26,449		181,434		200,343
\$	<u>2,985,347</u>	\$	<u>2,918,009</u>	\$	<u>2,385,606</u>	\$	<u>2,466,491</u>	\$	<u>2,743,608</u>
\$	<u>(5,579,015)</u>	\$	<u>(6,426,154)</u>	\$	<u>(6,649,286)</u>	\$	<u>(6,703,377)</u>	\$	<u>(5,825,175)</u>
\$	1,532,329	\$	1,511,193	\$	1,849,495	\$	1,888,454	\$	1,806,671
	3,480,691		4,202,816		3,968,885		3,313,296		4,473,048
	730,945		674,760		516,191		533,849		577,287
	42,485		906,267		55,671		545,873		112,286
	527,353		328,697		123,460		59,413		45,134
	198,835		147,175		101,130		336,594		125,603
\$	<u>6,512,638</u>	\$	<u>7,770,908</u>	\$	<u>6,614,832</u>	\$	<u>6,677,479</u>	\$	<u>7,140,029</u>
\$	<u>933,623</u>	\$	<u>1,344,754</u>	\$	<u>(34,454)</u>	\$	<u>(25,898)</u>	\$	<u>1,314,854</u>

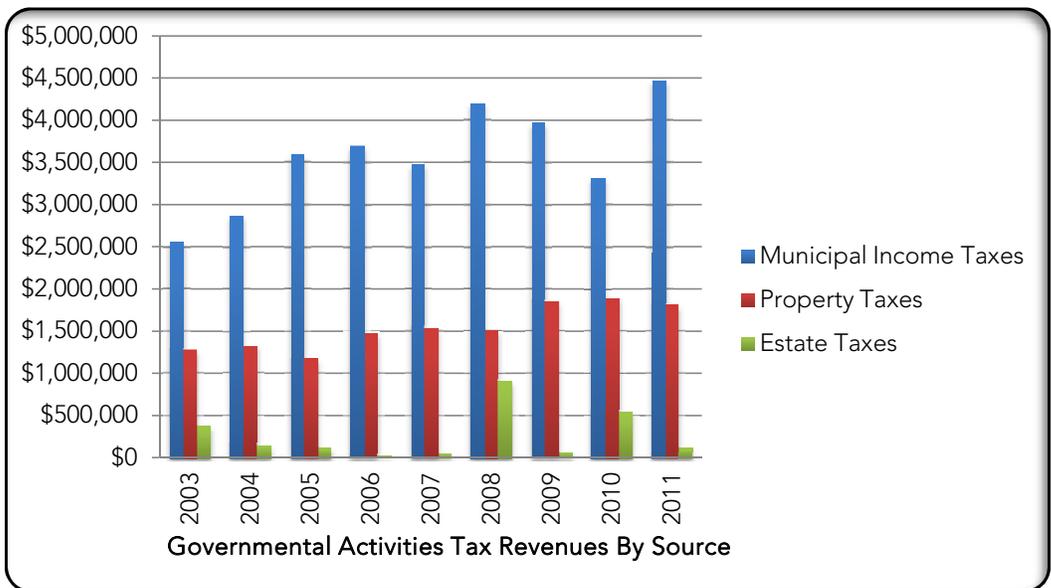


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City of Powell, Ohio
Governmental Activities Tax Revenues by Source
Last Nine Fiscal Years ⁽¹⁾
(accrual basis of accounting)

Table C

Fiscal Year	Municipal Income Taxes	Property Taxes	Estate Taxes	Total
2003	\$ 2,565,596	\$ 1,279,259	\$ 379,170	\$ 4,224,025
2004	2,870,327	1,329,809	145,300	4,345,436
2005	3,587,005	1,175,367	120,033	4,882,405
2006	3,699,738	1,476,350	23,659	5,199,747
2007	3,480,691	1,532,329	42,485	5,055,505
2008	4,202,816	1,511,193	906,267	6,620,276
2009	3,968,885	1,849,495	55,671	5,874,051
2010	3,313,296	1,888,454	545,873	5,747,623
2011	4,473,048	1,806,671	112,286	6,392,005



Note:

(1) GASB Statement No. 44, Economic Condition Reporting: The Statistical Section recommended that this information be presented starting with the fiscal year in which a government implemented GASB Statement No. 34.

Sources:

1. City of Powell Finance Department

City of Powell, Ohio
Program Revenues of Governmental Activities by Program
Last Nine Fiscal Years ⁽¹⁾
(accrual basis of accounting)

Program	Fiscal Year			
	2003	2004	2005	2006
General Government				
<i>Charges for services:</i>				
Public Safety	\$ 5,870	\$ 7,299	\$ 10,950	\$ 14,729
Parks and Recreation	60,966	96,780	140,082	137,284
Community Development	1,318,846	1,110,945	1,886,062	1,750,039
Public Services/Transportation	64,415	76,317		
General Government	7,784	6,661	86,187	19,729
<i>Operating grants and contributions:</i>				
Public Safety	51,808	19,672	8,325	7,823
Parks and Recreation	37,308	82,293	41,893	57,809
Community Development		13,768		
Public Services/Transportation	263,920	370,550	442,932	498,603
General Government				
<i>Capital grants and contributions:</i>				
Public Safety				
Parks and Recreation	174,949			
Community Development				
Public Services/Transportation	680,420	33,200	955,288	715,853
General Government				
Total Program Revenues	\$ 2,666,286	\$ 1,817,485	\$ 3,571,719	\$ 3,201,869

Note:

(1) GASB Statement No. 44, Economic Condition Reporting: The Statistical Section recommended that this information be presented starting with the fiscal year in which a government implemented GASB Statement No. 34.

Sources:

1. City of Powell Finance Department

Table D

		Fiscal Year							
		2007	2008	2009	2010	2011			
\$	17,792	\$	39,559	\$	31,261	\$	39,251	\$	78,065
	208,786		113,327		147,471		137,712		150,186
	1,713,481		1,667,172		1,596,685		1,526,793		1,731,422
	11,979		25,478		3,650		3,050		5,240
	15,928		19,630		16,643		14,070		14,900
			2,560		1,920		320		
			3,100						
	211,786		456,474		561,527		563,861		563,452
	805,595		590,709		26,449		181,434		
									200,343
\$	<u>2,985,347</u>	\$	<u>2,918,009</u>	\$	<u>2,385,606</u>	\$	<u>2,466,491</u>	\$	<u>2,743,608</u>

City of Powell, Ohio
Governmental Revenues by Source
Last Ten Fiscal Years
(modified accrual basis of accounting)

<u>Fiscal Year</u>	<u>Income Taxes</u>	<u>Property Taxes</u>	<u>Intergovernmental</u>	<u>Estate Taxes</u> ¹
2002	\$ 2,582,992	\$ 609,437	\$ 1,007,652	
2003	2,472,209	1,272,963	1,359,273	
2004	2,838,732	1,313,071	1,028,722	
2005	3,108,450	1,186,474	874,395	\$ 120,033
2006	3,653,309	1,477,581	994,872	23,659
2007	3,655,321	1,513,111	1,026,961	31,385
2008	4,010,188	1,520,375	1,127,800	803,000
2009	4,015,942	1,810,880	1,076,935	168,072
2010	3,781,176	1,886,645	1,088,515	210,334
2011	4,357,270	1,823,309	1,118,719	441,785

Note:

- Information was included in intergovernmental

Sources:

- City of Powell Finance Department

Table E

	<u>Charges and Fees for Services</u>	<u>Community Development Charges</u>	<u>Other</u>	<u>Total</u>
\$	999,768		\$ 501,068	\$ 5,700,917
	1,423,532		204,895	6,732,872
	1,124,206	\$ 150,450	406,822	6,862,003
	1,261,934	570,000	630,084	7,751,370
	1,031,254	765,000	893,541	8,839,216
	1,163,063	760,000	771,091	8,920,932
	703,755	1,118,806	395,237	9,679,161
	630,110	1,223,274	208,287	9,133,500
	571,106	1,204,738	335,606	9,078,120
	721,111	1,315,486	162,203	9,939,883

City of Powell, Ohio
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
General fund				
Reserved	\$ 143,288	\$ 221,074	\$ 175,084	\$ 191,597
Unreserved	3,639,973	4,193,749	4,446,555	4,926,795
Nonspendable	N/A	N/A	N/A	N/A
Committed	N/A	N/A	N/A	N/A
Assigned	N/A	N/A	N/A	N/A
Unassigned	N/A	N/A	N/A	N/A
Total general fund	<u>\$ 3,783,261</u>	<u>\$ 4,414,823</u>	<u>\$ 4,621,639</u>	<u>\$ 5,118,392</u>
All other governmental funds				
Reserved	\$ 179,906	\$ 704,828	\$ 1,305,501	\$ 352,351
Unreserved, reported in:				
Special revenue funds	381,491	693,357	1,041,754	1,071,474
Capital projects funds (deficit)	(4,215,068)	(5,277,905)	(5,017,150)	(5,252,381)
Debt service funds	40,607	51,703	61,237	35,826
Nonspendable	N/A	N/A	N/A	N/A
Restricted	N/A	N/A	N/A	N/A
Committed	N/A	N/A	N/A	N/A
Assigned	N/A	N/A	N/A	N/A
Unassigned (Deficit)	N/A	N/A	N/A	N/A
Total all other governmental funds	<u>\$ (3,613,064)</u>	<u>\$ (3,828,017)</u>	<u>\$ (2,608,658)</u>	<u>\$ (3,792,730)</u>

Note: The City implemented Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. As a result fund balance classifications were changed as of December 31, 2011.

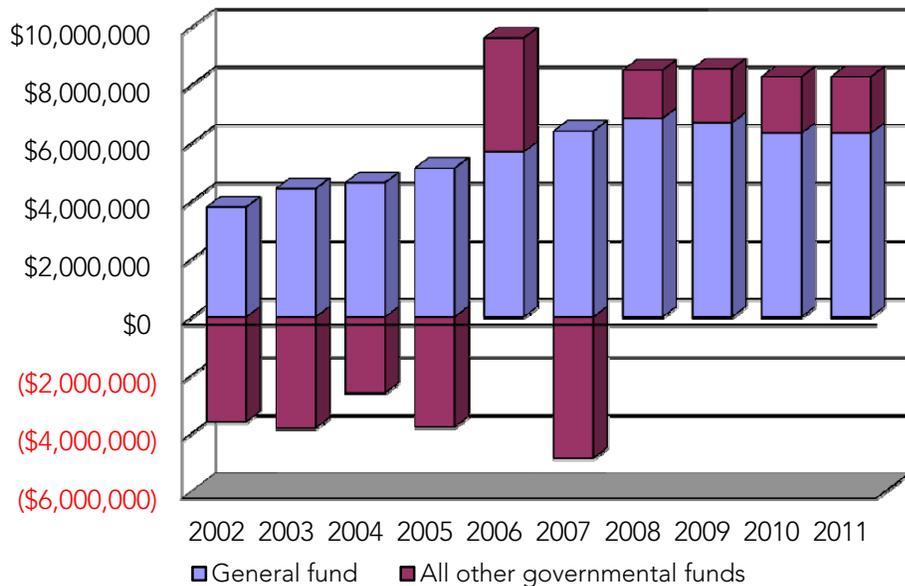
Sources:

1. City of Powell Finance Department

Table F

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$	226,673	\$ 351,330	\$ 477,210	\$ 266,814	\$ 293,734	N/A
	5,459,827	6,045,319	6,366,858	6,422,566	6,036,963	N/A
	N/A	N/A	N/A	N/A	N/A	\$ 73,794
	N/A	N/A	N/A	N/A	N/A	2,003
	N/A	N/A	N/A	N/A	N/A	379,357
	N/A	N/A	N/A	N/A	N/A	6,470,704
\$	<u>5,686,500</u>	<u>\$ 6,396,649</u>	<u>\$ 6,844,068</u>	<u>\$ 6,689,380</u>	<u>\$ 6,330,697</u>	<u>\$ 6,925,858</u>
\$	642,600	\$ 387,550	\$ 367,248	\$ 127,294	\$ 93,504	N/A
	1,351,708	1,258,689	1,263,731	1,258,143	1,044,225	N/A
	1,900,299	(6,536,050)	34,475	441,286	714,895	N/A
	28,868	26,354	(13,123)	28,328	86,065	N/A
	N/A	N/A	N/A	N/A	N/A	\$ 32,385
	N/A	N/A	N/A	N/A	N/A	1,668,938
	N/A	N/A	N/A	N/A	N/A	198,773
	N/A	N/A	N/A	N/A	N/A	213,921
	N/A	N/A	N/A	N/A	N/A	(183,760)
\$	<u>3,923,475</u>	<u>\$ (4,863,457)</u>	<u>\$ 1,652,331</u>	<u>\$ 1,855,051</u>	<u>\$ 1,938,689</u>	<u>\$ 1,930,257</u>

General & All Other Governmental Fund Balances
(modified accrual basis only)



City of Powell, Ohio
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Revenues				
Property Taxes	\$ 609,437	\$ 1,272,963	\$ 1,313,071	\$ 1,186,474
Municipal Income Taxes	2,582,992	2,472,209	2,838,732	3,108,450
Other Local Taxes	57,836	63,306	70,372	120,033
Charges for Services	381,905	566,407	234,689	15,330
Development Charges			150,450	782,108
Fees, Licenses, and Permits	617,863	857,125	889,517	1,246,604
Fines and Forfeitures	10,393	8,962	8,076	17,033
Intergovernmental	949,816	1,295,967	958,350	874,395
Interest	122,557	62,365	126,292	296,392
Other	368,118	133,568	272,454	104,551
Total Revenues	<u>5,700,917</u>	<u>6,732,872</u>	<u>6,862,003</u>	<u>7,751,370</u>
Expenditures				
Public Safety	1,281,760	1,386,237	1,461,605	1,602,864
Parks and Recreation	241,503	207,665	272,445	504,761
Community Development	444,120	487,558	514,002	827,663
Public Services/Transportation	604,041	794,007	1,189,586	794,210
General Government	879,362	974,851	1,020,681	1,157,487
Capital outlay	17,020,759	1,054,493	5,322,512	1,454,010
Debt service:				
Principal	210,000	370,000	510,000	975,000
Interest	453,607	1,047,480	1,144,997	1,098,544
Other charges				24,150
Total Expenditures	<u>21,135,152</u>	<u>6,322,291</u>	<u>11,435,828</u>	<u>8,438,689</u>
Excess of revenues over(under) expenditures	(15,434,235)	410,581	(4,573,825)	(687,319)
Other financing sources (uses)				
Transfers in	370,370	529,351	665,350	316,914
Transfers out	(370,370)	(529,351)	(665,350)	(316,914)
Refunding bonds issued				
Bonds issued	10,915,000		6,000,000	
Repayment of refunded notes/bonds				
Proceeds from issuance of notes				
Premium on bonds and notes issued				
Total other financing sources (uses)	<u>10,915,000</u>	<u>-</u>	<u>6,000,000</u>	<u>-</u>
Net change in fund balances	\$ (4,519,235)	\$ 410,581	\$ 1,426,175	\$ (687,319)
Debt service as a percentage of noncapital expenditures	3.24%	28.90%	16.92%	32.58%

Sources:

1. City of Powell Finance Department

Table G

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$	1,477,581	\$ 1,513,111	\$ 1,520,375	\$ 1,810,880	\$ 1,886,645	\$ 1,823,309
	3,653,309	3,655,321	4,010,188	4,015,942	3,781,176	4,357,270
	23,659	233,061	927,869	348,109	406,853	642,953
	19,729	163,145	133,538	130,284	119,051	147,467
	861,573	843,895	1,118,806	1,223,274	1,204,738	1,315,486
	1,011,525	999,918	570,217	499,826	452,055	573,644
	41,515	7,107	15,749	9,137	20,799	46,355
	994,872	825,285	1,002,931	896,898	891,996	917,551
	548,968	527,353	328,697	136,833	65,547	48,655
	206,485	152,736	50,791	62,317	249,260	67,193
	<u>8,839,216</u>	<u>8,920,932</u>	<u>9,679,161</u>	<u>9,133,500</u>	<u>9,078,120</u>	<u>9,939,883</u>
	1,729,631	1,690,199	1,882,968	2,089,772	2,207,481	2,176,399
	516,993	745,912	546,486	570,742	625,075	559,988
	939,814	992,969	1,027,306	982,243	975,662	843,701
	599,953	1,128,269	1,752,904	1,187,860	1,345,507	1,148,520
	1,280,222	1,494,396	1,646,218	1,575,066	1,535,303	1,567,973
	2,668,504	1,542,623	61,376	55,032	5,500	352,175
	1,145,000	1,210,000	1,490,000	1,440,000	1,620,000	1,690,000
	1,280,043	1,331,157	1,233,702	1,184,753	1,123,916	840,837
	68,617	76,316	97,790		73,946	144,995
	<u>10,228,777</u>	<u>10,211,841</u>	<u>9,738,750</u>	<u>9,085,468</u>	<u>9,512,390</u>	<u>9,324,588</u>
	(1,389,561)	(1,290,909)	(59,589)	48,032	(434,270)	615,295
	726,550	277,850	714,245	373,100	347,350	322,500
	(726,550)	(277,850)	(714,245)	(373,100)	(347,350)	(322,500)
			122,796		3,155,000	9,015,000
	2,750,000		6,900,000			
		(6,900,000)			(3,175,000)	(9,441,599)
	6,900,000					
	23,874	114,126			179,225	398,033
	<u>9,673,874</u>	<u>(6,785,874)</u>	<u>7,022,796</u>	<u>-</u>	<u>159,225</u>	<u>(28,566)</u>
\$	8,284,313	\$ (8,076,783)	\$ 6,963,207	\$ 48,032	\$ (275,045)	\$ 586,729
	31.08%	42.83%	40.41%	41.94%	43.28%	42.89%

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

Fiscal ¹ Year Ended December 31	Real Property ²				Total Real Property
	Residential Property	Agricultural Property	Commercial Property	Public Utility Property	
2002	237,562,010	138,240	22,537,190	5,110	260,242,550
2003	262,345,910	898,850	25,628,270	5,300	288,878,330
2004	295,965,200	9,530	28,366,700	5,390	324,346,820
2005	376,005,140	68,220	35,201,380	5,330	411,280,070
2006	411,273,840	68,220	36,843,460	5,970	448,191,490
2007	432,044,290	68,220	39,467,020	5,970	471,585,500
2008	445,571,670	72,280	43,019,050	7,280	488,670,280
2009	444,894,270	12,920	40,565,620	8,440	485,481,250
2010	446,702,160	12,920	47,050,320	9,110	493,774,510
2011	423,655,810	10,930	47,180,690	10,270	470,857,700

Note:

1. Fiscal year ended is the tax year assessed but collections are in following year, i.e. Tax year 2004 collected in '2005.
2. Assessed real property is 35% of estimated actual value; assessed public utility property is 50% of estimated actual value; tangible personal property is being phased out. In the tax year 2006, the assessment percentage for machinery and equipment, inventory and fixtures was reduced to 18.75%; in tax year 2007, to 12.5%; in tax year 2008, 6.5%; and for tax year 2009 and thereafter, 0%.

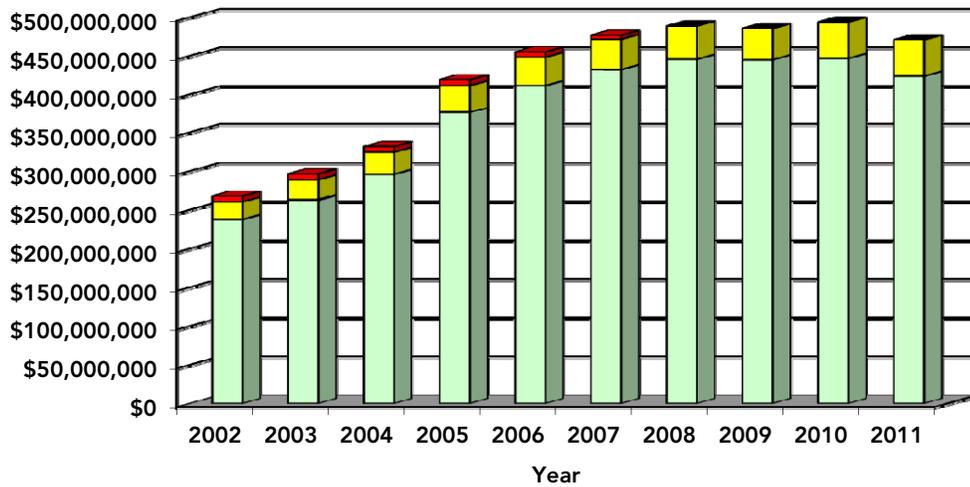
Source:

Delaware County Auditor's Office

Table H

<u>Personal Property²</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>	<u>Estimated Actual Taxable Value</u>	<u>Assessed Value as a Percentage of Actual Value</u>
<u>General</u>				
7,573,964	267,816,514	5.30	773,841,619	34.61%
7,536,169	296,414,499	4.95	855,506,790	34.65%
7,213,327	331,560,147	4.01	955,553,888	34.70%
7,840,917	419,120,987	3.95	1,206,445,014	34.74%
6,838,740	455,030,230	3.76	1,307,896,957	34.79%
5,130,540	476,716,040	3.59	1,367,904,186	34.85%
-	488,670,280	3.71	1,396,194,560	35.00%
-	485,481,250	3.80	1,387,082,051	35.00%
-	493,774,510	3.72	1,410,776,506	35.00%
-	470,857,700	3.89	1,345,298,911	35.00%

Assessed Valuation by Property Type Collections by Collection Year



- Residential Property
- Commercial Property
- Personal Property
- Agricultural Property
- Public Utility Property

City of Powell, Ohio
 Property Tax Rates
 Direct and Overlapping Governments
 Last Ten Fiscal Years

Tax Year	Direct			Overlapping		
	City of Powell			Delaware County		
	Operating Millage	Debt Service Millage	Total City Millage	Operating Millage	Debt Service Millage	Total County Millage
2002	1.20	4.10	5.30	3.90		3.90
2003	1.20	3.75	4.95	3.90		3.90
2004	1.20	2.81	4.01	3.90		3.90
2005	1.20	2.75	3.95	4.10	0.17	4.27
2006	1.20	2.56	3.76	4.10	0.15	4.25
2007	1.20	2.39	3.59	4.10	0.15	4.25
2008	1.20	2.51	3.71	4.10	0.15	4.25
2009	1.20	2.60	3.80	4.90	0.14	5.04
2010	1.20	2.52	3.72	4.90	0.14	5.04
2011	1.20	2.69	3.89	4.90	0.15	5.05

Note:

1. Other Operating Millage includes: Preservation Park District, 911 District, County Health Department, Mental Health District and Library.
2. JVSD - Joint Vocational School District

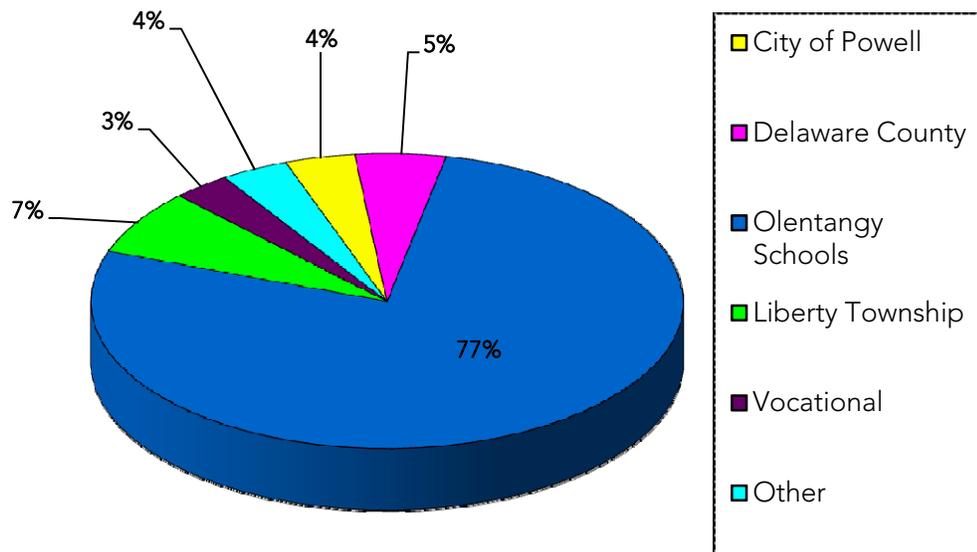
Sources:

1. Delaware County Auditor

Table I

Overlapping							Total Direct & Overlapping Rates
Olentangy Schools			Liberty Township Millage	JVSD ² Millage	Other Millage ¹	Total School Millage	
Operating Millage	Debt Service Millage						
43.60	6.96	50.56	7.50	3.20	2.56	73.02	
43.60	6.90	50.50	7.42	3.20	2.53	72.50	
54.10	6.90	61.00	7.40	3.20	2.50	82.01	
54.10	7.90	62.00	7.30	3.20	2.49	83.21	
54.10	7.90	62.00	7.29	3.20	2.62	83.12	
54.10	7.90	62.00	7.23	3.20	2.61	82.88	
62.00	8.72	70.72	7.18	3.20	2.79	91.85	
62.00	8.72	70.72	7.24	3.20	3.78	93.78	
62.00	8.72	70.72	7.23	3.20	3.75	93.66	
69.90	8.72	78.62	7.25	3.20	3.75	101.76	

How each \$1 of Property Tax is allocated for Powell Residents



City of Powell, Ohio
Income Tax Rates
Direct and Overlapping Governments
Last Ten Years

Fiscal Year	Resident of the City of Powell ¹	Works in City of					
		Powell	Columbus	Gahanna	Worthington	Dublin	Delaware
2002	0.50%	0.25%	n/a	n/a	n/a	n/a	n/a
2003	0.50%	0.25%	2.00%	1.50%	1.65%	2.00%	1.40%
2004	0.50%	0.25%	2.00%	1.50%	1.65%	2.00%	1.40%
2005	0.50%	0.25%	2.00%	1.50%	1.65%	2.00%	1.40%
2006	0.50%	0.25%	2.00%	1.50%	1.65%	2.00%	1.40%
2007	0.50%	0.25%	2.00%	1.50%	2.00%	2.00%	1.40%
2008	0.50%	0.25%	2.00%	1.50%	2.00%	2.00%	1.55%
2009	0.50%	0.25%	2.50%	1.50%	2.00%	2.00%	1.55%
2010	0.50%	0.25%	2.50%	1.50%	2.50%	2.00%	1.55%
2011	0.50%	0.25%	2.50%	1.50%	2.50%	2.00%	1.85%

n/a = not available

Note:

1. The City of Powell gives the resident a .25% credit if they work outside the city and pay taxes where they work.

Sources:

City of Powell, Columbus, Gahanna, Worthington, Dublin and Delaware Finance/Income Tax Departments



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City of Powell, Ohio
Property Tax Levies and Collection
Last Ten Fiscal Years

Fiscal Year Ended <u>December 31</u>	Fiscal Year Received <u>In</u>	Total Tax Levy for <u>Fiscal Year</u>	Collected within the <u>Fiscal Year of the Levy</u>		Delinquent Tax <u>Collections</u> ¹	Total Tax <u>Collected</u>	Percent of Total Tax Collections to Current Tax Levy
			<u>Current Tax Collections</u>	<u>Percent of Levy</u>			
2001	2002	690,402	681,951	98.78%	12,008	693,959	100.52%
2002	2003	1,427,001	1,407,999	98.67%	36,468	1,444,467	101.22%
2003	2004	1,468,387	1,459,524	99.40%	26,103	1,485,627	101.17%
2004	2005	1,331,451	1,323,631	99.41%	19,182	1,342,813	100.85%
2005	2006	1,652,734	1,620,199	98.03%	32,163	1,652,362	99.98%
2006	2007	1,709,090	1,664,836	97.41%	31,385	1,696,221	99.25%
2007	2008	1,711,411	1,673,823	97.80%	44,804	1,718,627	100.42%
2008	2009	1,824,195	1,770,673	97.07%	31,400	1,802,072	98.79%
2009	2010	1,858,206	1,814,767	97.66%	45,849	1,860,617	100.13%
2010	2011	1,849,585	1,819,204	98.36%	34,323	1,853,527	100.21%

Note:

1. No County in the State of Ohio identifies delinquent tax collections by tax year.

City of Powell
Principal Revenue Payers for Property Taxes
December 31, 2011

Property Taxpayer	2011			2002		
	Taxable Assessed	Rank	Percentage of Total Taxable Assessed	Taxable Assessed	Rank	Percentage of Total Taxable Assessed
	Value		Value	Value		Value
Columbus Southern Power	2,859,150	1	0.61%	1,466,469	2	0.55%
P&P Real Estate LLC	2,800,010	2	0.59%			
Kinsale Golf & Fitness Club LLC	1,973,870	3	0.42%			
LDH 2000 Family Ltd.						
Partnership	1,723,860	4	0.37%	1,510,110	1	0.56%
Golf Village Self Storage Ltd	1,116,300	5	0.24%			
Triangle Properties Inc.	1,085,630	6	0.23%			
8761 Moreland LLC	1,019,410	7	0.22%			
The Kenney Company LLC	879,210	8	0.19%			
Bob Webb lakes Edge LLC	855,960	9	0.18%			
Presidential Pointe LLC	798,000	10	0.17%			
Your Financial Community				976,115	3	0.36%
M/I Schottenstein Homes				847,735	4	0.32%
Alcott, William M				749,000	5	0.28%
Victorian Community				590,800	6	0.22%
Village Associates, LLC				585,900	7	0.22%
Swetnam, Paul F				567,000	8	0.21%
VJP, Ltd.				519,715	9	0.19%
Powell Road Self Storage				484,680	10	0.18%

City of Powell
Tax Incremental Financing (TIF) Collections
December 31, 2011
(cash basis of accounting)

Fiscal Year Ended December 31	Fiscal Year Received In	Current Tax Collections	Retroactive Tax Collections	Total Tax Collected
2006 *	2007	-	-	-
2007	2008	-	-	-
2008	2009	131,814	140,211	272,025
2009	2010	241,882	-	241,882
2010	2011	200,813	-	200,813

Note:

*Tax Incremental Financing effective January 1, 2006 with base year being 2005

Sources:

1. City of Powell Finance Department
2. Delaware County, Ohio Auditor's Office

City of Powell
Principal Revenue Payer Type for Income Taxes
December 31, 2011
(cash basis of accounting)

Year	Individual				Business		Total Income Tax
	Withholding	% of total	Non- withholding	% of total	Net Profits	% of total	
2002	739,567	29.4%	1,642,261	65.2%	135,072	5.4%	2,516,900
2003	838,370	31.6%	1,634,050	61.6%	182,105	6.9%	2,654,525
2004	859,794	31.4%	1,670,349	60.9%	212,291	7.7%	2,742,434
2005	938,613	30.1%	1,931,808	62.0%	244,241	7.8%	3,114,662
2006	1,024,848	28.2%	2,345,698	64.5%	263,559	7.3%	3,634,105
2007	1,076,455	29.9%	2,420,306	67.2%	102,336	2.8%	3,599,097
2008	1,193,869	30.1%	2,595,907	65.5%	170,553	4.3%	3,960,329
2009	1,252,602	31.3%	2,528,860	63.3%	216,233	5.4%	3,997,695
2010	1,280,117	34.8%	2,327,950	63.2%	73,575	2.0%	3,681,642
2011	1,354,054	30.6%	2,929,395	66.2%	144,600	3.3%	4,428,049

City of Powell
Principal Income Levels for Income Taxes
December 31, 2011

Year	Income Amounts	Number of Taxpayers	Total Income	Percentage Of Income
2008	\$0 to \$49,999	1,245	\$ 17,807,292	3.5%
	\$50,000 to \$149,999	1,583	\$ 158,052,811	31.4%
	\$150,000 to \$249,999	826	\$ 156,204,260	31.0%
	\$250,000 & over	372	\$ 171,824,798	34.1%
				<u>\$ 503,889,161</u>
2009	\$0 to \$49,999	1,195	\$ 20,797,103	4.1%
	\$50,000 to \$149,999	1,643	\$ 165,847,454	33.0%
	\$150,000 to \$249,999	804	\$ 151,932,994	30.3%
	\$250,000 & over	351	\$ 163,555,870	32.6%
				<u>\$ 502,133,421</u>
2010	\$0 to \$49,999	1,066	\$ 18,146,859	3.8%
	\$50,000 to \$149,999	1,436	\$ 143,774,025	30.3%
	\$150,000 to \$249,999	719	\$ 136,308,370	28.7%
	\$250,000 & over	360	\$ 176,530,806	37.2%
				<u>\$ 474,760,060</u>

Sources:

1. City of Powell Finance Department
2. Regional Income Tax Agency (R.I.T.A.)

City of Powell, Ohio
 Ratios of Outstanding Debt by Type
 Last Ten Fiscal Years

Governmental Activities						
Fiscal Year	General Obligation Bonds	Percentage of Personal Income	Per Capita	Bond Anticipation Notes	Percentage of Personal Income	Per Capita
2002	16,030,000	7.48%	\$ 2,201.92	6,000,000	2.80%	\$ 824.18
2003	15,660,000	6.50%	\$ 1,914.66	7,000,000	2.91%	\$ 855.85
2004	21,150,000	7.93%	\$ 2,335.47	6,210,000	2.33%	\$ 685.73
2005	20,175,000	6.74%	\$ 1,986.31	6,900,000	2.31%	\$ 679.33
2006	21,780,000	6.26%	\$ 1,844.36	6,900,000	1.98%	\$ 584.30
2007	20,570,000	5.68%	\$ 1,673.45	6,900,000	1.91%	\$ 561.34
2008	25,980,000	7.06%	\$ 2,078.40			
2009	24,540,000	6.71%	\$ 1,975.37			
2010	22,900,000	6.28%	\$ 1,991.30			
2011	21,495,000	5.82%	\$ 1,844.43			

City of Powell, Ohio
 Ratios of General Bonded Debt Outstanding
 Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Less: Amounts Available in Debt Service Funds</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value of Property</u>	<u>Per Capita</u>
2002	16,030,000	40,607	15,989,393	2.066%	\$ 2,196.35
2003	15,660,000	51,703	15,608,297	1.824%	\$ 1,908.34
2004	21,150,000	61,237	21,088,763	2.207%	\$ 2,328.71
2005	20,175,000	35,826	20,139,174	1.669%	\$ 1,982.79
2006	21,780,000	28,868	21,751,132	1.663%	\$ 1,841.91
2007	20,570,000	26,354	20,543,646	1.502%	\$ 1,671.30
2008	25,980,000	47,787	25,932,213	1.857%	\$ 2,074.58
2009	24,540,000	28,328	24,511,672	1.767%	\$ 1,973.09
2010	22,900,000	86,065	22,813,935	1.617%	\$ 1,983.82
2011	21,495,000	110,028	21,384,972	1.590%	\$ 1,834.99



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City of Powell, Ohio
Legal Debt Margin Information
(accrual basis of accounting)

	2002	2003	2004	2005
Overall debt limit	\$ 23,160,483	\$ 28,270,781	\$ 31,147,624	\$ 34,863,430
Total net debt applicable to limit	21,989,393	22,608,297	27,298,763	27,039,174
Legal debt margin	\$ 1,171,090	\$ 5,662,484	\$ 3,848,861	\$ 7,824,256
Total net debt applicable to the limit as a percentage of debt limit	94.9%	80.0%	87.6%	77.6%

Unvoted debt limit	\$ 12,131,682	\$ 14,808,504	\$ 16,315,422	\$ 18,261,797
Total net debt applicable to limit	² 15,966,370	17,339,374	16,788,391	16,690,949
Legal debt margin	\$ 23,006,075	\$ 25,521,801	\$ 26,844,185	\$ 28,590,971
Total net debt applicable to the limit as a percentage of debt limit	89.6%	72.3%	64.5%	56.6%

Legal Debt Margin Calculation for Fiscal Year 2011

<u>Overall (Voted and Unvoted) Debt Limitation:</u>	
Total assessed value	\$ 493,774,510
Debt limit (10 1/2% of total assessed value)	51,846,324
Debt applicable to limit:	
General obligation bonds & notes	21,495,000
Less: Amount set aside for repayment of general obligation debt	110,028
Total net debt applicable to limit	<u>21,384,972</u>
Legal debt margin	<u>\$ 30,461,352</u>

Sources:

1. City of Powell Finance Department

Table P

	2006	2007	2008	2009	2010	2011
\$	43,933,443	\$ 47,877,861	\$ 51,667,548	\$ 51,353,625	\$ 50,975,531	\$ 51,846,324
	28,651,132	28,680,000	25,932,213	24,511,672	22,813,935	21,384,972
\$	15,282,311	\$ 19,197,861	\$ 25,735,335	\$ 26,841,953	\$ 28,161,596	\$ 30,461,352
	65.2%	59.9%	50.2%	47.7%	44.8%	41.25%

\$	23,012,756	\$ 25,078,879	\$ 27,063,954	\$ 26,899,518	\$ 26,701,469	\$ 27,157,598
	19,266,532	17,814,350	18,730,000	18,255,000	17,658,935	17,294,972
\$	34,953,888	\$ 7,264,529	\$ 8,286,167	\$ 8,672,846	\$ 9,042,534	\$ 9,862,626
	51.9%	75.9%	69.2%	67.9%	66.1%	63.68%

Unvoted Debt Limitation:

Total assessed value	\$ 493,774,510
Debt limit (5 1/2% of total assessed value)	27,157,598
Debt applicable to limit:	
General obligation bonds & notes	21,495,000
Less: Debt outside limitations	4,090,000
Debt within limitation	<u>17,405,000</u>
Less: Amount set aside for repayment of general obligation debt	<u>110,028</u>
Total net debt applicable to limit	<u>17,294,972</u>
Legal debt margin	<u><u>\$ 9,862,626</u></u>

City of Powell, Ohio
 Computation of Direct and Overlapping
 Debt Attributable to Governmental Activities
 December 31, 2011

	Debt Outstanding	Percentage Applicable to City ¹	Amount of Direct and Overlapping Debt
Direct:			
City of Powell	\$ 21,495,000	100.00%	\$ 21,495,000
Overlapping:			
Delaware County	69,086,600	7.80%	5,388,755
Olentangy Schools ²	369,205,248	15.60%	57,596,019
Liberty Township	4,847,636	37.10%	1,798,473
Other Governments - Library	8,220,000	10.30%	846,660
Subtotal	<u>451,359,484</u>	<u>70.80%</u>	<u>65,629,907</u>
Total	<u>\$ 472,854,484</u>		<u>\$ 87,124,907</u>

Note:

1. The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the government's taxable assessed value that is within the City's boundaries and dividing it by City's total taxable assessed value.
2. Outstanding debt as of June 30, 2011, per Olentangy LSD's most recent CAFR.



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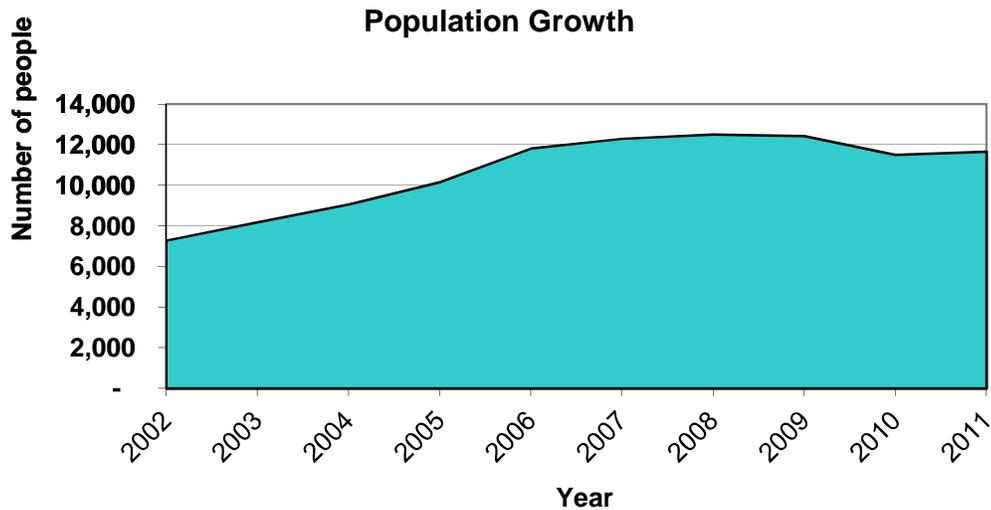
City of Powell, Ohio
General Demographic Characteristics
Based on Census Years

	<u>2010</u>	<u>2000</u>
Population	11,500	6,247
Age Distribution		
Under 5 years	1,001	736
5 to 19 years	3,158	1,590
20 to 64 years	6,455	3,681
65 years and older	886	240
Race		
White	10,172	5,890
Asian	859	186
Black	221	97
Other	248	74
Education Attainment		
No diploma	68	48
High School	611	321
Some college	937	599
College degree	3,548	1,914
Graduate	1,781	968
Income of Households		
Less than \$74,999	786	431
Over \$75,000	2,959	1,563
Median income	\$ 126,752	\$ 115,904
Sex		
Male	5,663	3,137
Female	5,837	3,110
Housing Units		
Total housing units	3,796	2,002
Owner-occupied units	3,574	1,835
Renter-occupied units	222	62
Median value of unit	\$337,900	\$259,200

Source:
U.S. Bureau of the Census

City of Powell, Ohio
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population ¹	Personal Income (amount expressed in thousands)	Per Capita Personal Income ²	Median Age ²	School Enrollment ³	Unemployment		
						Delaware County Rate ⁴	State Rate ⁴	U.S. Rate ⁴
2002	7,280	\$ 214,398	\$ 117,801	34.7	6,802	3.30%	5.70%	5.80%
2003	8,179	\$ 240,874	\$ 117,801	34.7	7,548	3.60%	6.10%	6.00%
2004	9,056	\$ 266,701	\$ 117,801	34.7	8,582	4.00%	6.10%	5.50%
2005	10,157	\$ 299,126	\$ 117,801	34.7	9,615	3.80%	5.90%	4.90%
2006	11,809	\$ 347,778	\$ 117,801	34.7	11,961	3.40%	5.60%	4.50%
2007	12,292	\$ 362,002	\$ 117,801	34.7	12,929	4.20%	5.50%	4.50%
2008	12,500	\$ 368,128	\$ 117,801	34.7	13,002	5.10%	7.70%	7.10%
2009	12,423	\$ 365,860	\$ 117,801	34.7	13,971	7.70%	10.70%	9.70%
2010	11,500	\$ 364,412	\$ 126,752	37.4	15,925	6.40%	9.60%	9.40%
2011	11,654	\$ 369,292	\$ 126,752	37.4	16,773	5.30%	7.60%	8.50%



Source:

1. Non Census years are estimates from City of Powell Development Department
2. U.S. Census Bureau, 2010 Census
3. Olentangy Local School District, Audited Financial Statements and website
4. Ohio Labor Market Information and Delaware County, Ohio Audited Financial Statements

City of Powell, Ohio
Principal Employers
As of December 31, 2011 and December 31, 2001

Employer	Principal Business	Rank	2011		Rank	2001	
			Number of Employees	% of Total Employment		Number of Employees	% of Total Employment
The Ohio State University	Education	1	26,778	4.10%	2	22,430	3.53%
State of Ohio	Government	2	26,728	4.09%	1	26,985	4.24%
JP Morgan Chase & Co. (formerly Bank One)	Finance	3	18,000	2.76%	5	9,251	1.45%
Ohio Health	Health Care	4	13,217	2.02%	7	8,464	1.33%
Nationwide Mutual Insurance Co.	Finance	5	11,668	1.79%	4	11,262	1.77%
Columbus City Schools	Education	6	9,766	1.50%	6	8,724	1.37%
Kroger Co.	Grocery Retail	6	9,766	1.50%	13	4,942	0.78%
City of Columbus	Government	8	8,592	1.32%	8	8,039	1.26%
Nationwide Children's Hospital	Health Care	9	7,904	1.21%	29	2,291	0.36%
McDonald's Corp	Restaurants	10	7,622	1.17%			
Mount Carmel Health System	Health Care	11	7,620	1.17%	14	4,529	0.71%
Limited Brands	Retail	12	7,300	1.12%	9	7,200	1.13%
Total Principal Employers			154,961	23.73%		114,117	17.94%
			Franklin County Employment		560,600		576,300
			Delaware County Employment		92,300		59,800

Note:

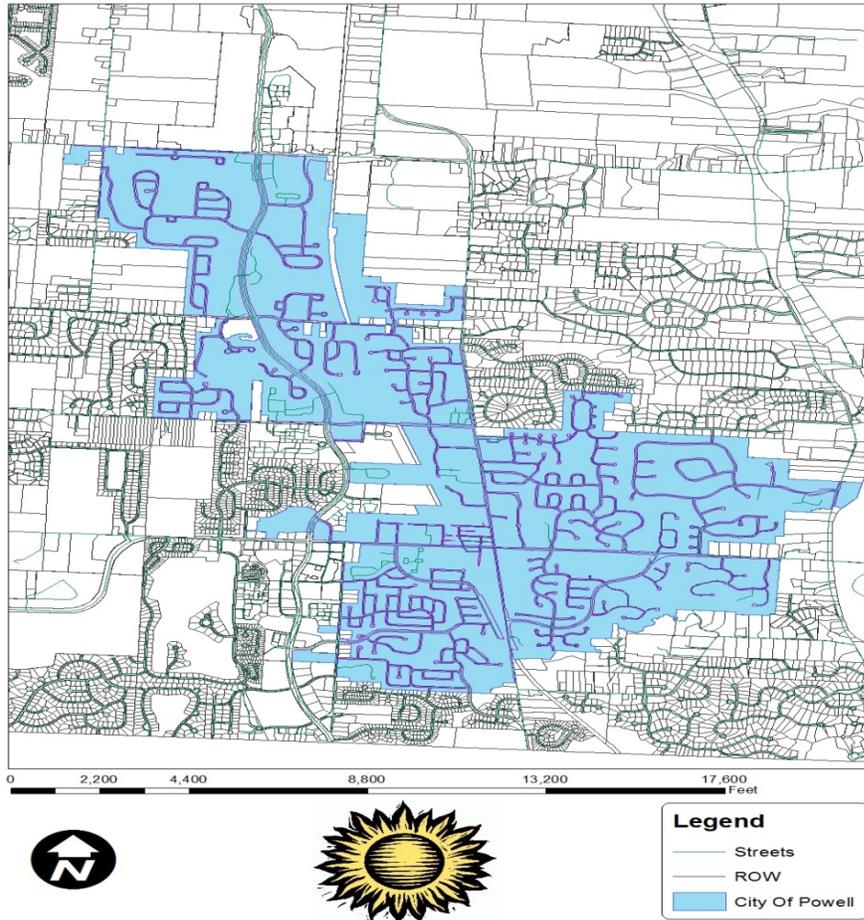
The City of Powell receives over 90% of its income tax revenue from individuals who work outside the City of Powell. Therefore, the City has reported the largest employers within Delaware and Franklin County where the majority of its residents work.

Source:

1. Franklin and Delaware County audited Financial Statements
2. Business First, Columbus Metropolitan Book of Lists

City of Powell, Ohio
Growth in Land Area
For Selected Years

City of Powell - 2011



<u>Years</u>	<u>Acres annexed</u>	<u>Total Acres</u>	<u>Square Miles</u>
1947		263.0	0.41
1948 - 1975	480.5	743.5	1.16
1976 - 1985	84.4	827.9	1.29
1986 - 1995	938.3	1,766.2	2.76
1996 - 2000	212.0	1,978.2	3.09
2001 - 2005	1,157.1	3,135.3	4.90
2006 - 2010	42.7	3,178.0	4.97
2011	2.0	3,180.0	4.97

Sources:

1. City of Powell, Development Department
2. City of Powell Codified Ordinances, Resolutions and Record of Proceedings

City of Powell, Ohio
Operating Indicators by Function
Last Ten Fiscal Years

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
<i>Public Safety</i>				
Traffic Citations	570	414	417	493
Arrests	158	167	117	169
Accidents	73	82	88	91
<i>Parks and Leisure</i>				
Programs offered	169	204	259	321
Program registrations	961	1,249	1,631	1,370
<i>Community Environment</i>				
<i>Building Dept.</i>				
Single-family building permits issued	127	261	209	216
Remodeling permits issued	27	54	38	36
Commercial building permits issued	174	203	271	283
<i>Development Dept.</i>				
Number of Planning & Zoning Projects Reviewed	8	8	14	8
Number of Board of Zoning Projects Reviewed	8	4	1	5
Number of Historical Downtown Projects Reviewed	12	3	11	4
<i>Engineering Dept.</i>				
Number of Engineering Plan Approvals	37	24	29	28
Number of Conditional Inspection Approvals	9	43	53	21
Number of Final Inspection Approvals	52	168	102	211
<i>Public Services</i>				
Snow accumulation per winter season (inches)	5.25	54.00	25.25	35.25
<i>General Government</i>				
<i>Community Affairs Dept.</i>				
Number of City sponsored events	7	7	8	7
<i>Finance Dept.</i>				
Vehicle registrations	8,227	9,218	10,190	9,369
Number of purchase orders issued	1,595	1,400	1,420	1,603
Finance Committee Meetings	5	10	10	11
<i>Council</i>				
Number of ordinances issued	59	77	83	66
Number of resolutions issued	26	18	24	37
Council meetings	26	25	26	24

Note:

(1) In 2011, no events were funded with taxpayer dollars, rather, donations were received by outside organizations to fund all city sponsored events.

Sources:

1. Ohio Department of Public Safety, License Statistics report
2. City of Powell various departments

Table V

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
348	420	319	263	298	319
180	208	204	153	96	101
104	105	93	105	144	158
266	268	247	250	252	171
2,011	2,115	1,548	1,503	1,437	1,663
138	94	41	32	34	45
31	34	33	28	30	49
221	268	207	167	184	214
31	14	11	11	16	14
2	3	3	2	2	0
4	7	6	4	5	3
13	10	6	3	5	2
86	62	27	8	26	18
244	103	58	30	37	30
3.50	25.25	23.75	36.25	41.50	8.75
11	10	6	10	13	- ⁽¹⁾
9,922	9,986	10,371	10,076	11,209	11,462
1,254	1,459	1,085	1,007	949	860
11	14	8	12	11	10
71	64	43	41	55	29
41	26	26	20	17	23
24	27	23	20	26	22

City of Powell, Ohio
Capital Assets Statistics by Function
Last Ten Years

	2002	2003	2004	2005
Parks				
Bike paths (feet) ²	62,166	63,888	63,888	64,036
Buildings	1	1	1	1
Park Land (undeveloped)	6	7	7	3
Parks	2	2	2	9
Public Service				
Streets - Commercial (miles) ²	21.82	21.82	21.82	21.82
Streets - Residential (miles) ²	70.24	73.40	73.40	74.50
Vehicles		9	10	12
Building ¹	1.5	2.5	2.5	3.5
Police				
Vehicles		10	10	9
Police Station ¹	0.5	0.5	0.5	0.5
Administration				
Building ¹	1	1	1	1

Note:

1. Beginning in 2000, Public Service and Police shared the building because a building was purchased in 1997 and then renovated for the administration use.
2. The City implemented GASB Statement No. 34 in 2002 which required the tracking of capital assets therefore only the balance at the beginning of the 2002 is known for many of the previous years. When the actual number is actually available it has been reflected.
3. Administration utilized a building which was connected to an open garage. In 2007, the open garage section and exterior was renovated to include a new police facility.

Table W

2006	2007	2008	2009	2010	2011
64,841	65,587	67,350	67,350	67,350	67,350
1	1	1	1	1	1
3	3	3	3	4	4
9	9	9	9	9	9
21.82	22.29	22.30	22.30	22.30	22.30
74.50	76.20	78.09	78.09	78.09	78.09
12	11	11	11	11	11
3.5	4.0	4.0	4.0	4.0	4.0
10	10	10	10	9	9
0.5	0.5	0.5	0.5	0.5	0.5
1	0.5	0.5	0.5	0.5	0.5



City of Powell, Ohio
Full-time Equivalent Employees by Function
Last Ten Fiscal Years

Function	<u>Full-time Equivalent Employees as of December 31</u>				
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Public Safety	17.0	17.0	18.0	18.0	18.0
Parks and Recreation					
Park Maintenance	0.5	0.5	2.0	5.0	5.0
Recreation Programs	4.5	4.0	4.0	4.5	4.5
Community Environment					
Building Dept.	4.0	4.0	5.0	5.0	5.0
Development Dept.	2.0	2.0	2.0	2.0	2.5
Engineering Dept.	2.0	3.0	3.0	3.0	3.0
Public Services	4.0	4.0	5.0	5.0	5.0
General Government					
Administration	2.0	2.0	2.0	2.0	2.0
Public Information*	1.0	1.0	1.0	1.0	1.0
Finance	2.0	2.0	2.0	3.0	3.0
Mayor/Council	1.0	1.0	1.0	1.0	1.0
Total	40.0	40.5	45.0	49.5	50.0

Function	<u>Full-time Equivalent Employees as of December 31</u>				
	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Public Safety	18.0	19.0	20.0	20.0	20.0
Parks and Recreation					
Park Maintenance	7.0	7.0	7.0	7.0	7.0
Recreation Programs	3.5	3.5	3.5	3.5	3.5
Community Environment					
Building Dept.	5.0	5.0	5.0	5.0	3.0
Development Dept.	2.5	2.5	2.5	2.5	2.5
Engineering Dept.	3.0	3.0	3.0	3.0	3.0
Public Services	6.0	6.0	6.0	6.0	6.0
General Government					
Administration	2.0	2.0	2.0	2.0	2.0
Public Information*	1.0	1.0	1.0	1.0	1.0
Finance	3.0	3.0	3.0	3.0	3.0
Mayor/Council	1.5	1.5	1.5	1.5	1.0
Total	52.5	53.5	54.5	54.5	52.0

Note:

All part-time and seasonal employees for the purposes of this chart are considered to be a 1/2 time employees.

*Community Affairs Department was restructured into the Public Information Department in 2008

Source:

1. City of Powell Finance Department



Dave Yost • Auditor of State

CITY OF POWELL

DELAWARE 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
MAY 22, 2012