

CITY OF MAUMEE, OHIO

Lucas County, Ohio



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED
DECEMBER 31, 2012





Dave Yost • Auditor of State

City Council
City of Maumee
400 Conant Street
Maumee, Ohio 43537

We have reviewed the *Independent Auditor's Report* of the City of Maumee, Lucas County, prepared by James G. Zupka, CPA, Inc., for the audit period January 1, 2012 through December 31, 2012. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

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

Dave Yost
Auditor of State

August 29, 2013

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COMPREHENSIVE ANNUAL FINANCIAL REPORT



FOR THE YEAR ENDED
DECEMBER 31, 2012

Prepared by the Finance Department

Debra L. Cartledge
Interim Finance Director

Amber L. Rathburn
Accountant



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LUCAS COUNTY, OHIO

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INTRODUCTORY SECTION



CITY OF MAUMEE

DEPARTMENT OF FINANCE

Debra L. Cartledge
Interim Director of Finance
Commissioner of Taxation



MAUMEE, OHIO

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June 21, 2013

Introduction

Mayor Richard H. Carr, City Council
and the Citizens of the City of Maumee, Ohio:

We are pleased to present the Comprehensive Annual Financial Report for the City of Maumee (the "City") for the fiscal year ended December 31, 2012. The report has been prepared in conformity with generally accepted accounting principles (GAAP) and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA) and audited in accordance with Generally Accepted Auditing Standards (GAAS). GAAP requires a narrative introduction, overview, and analysis called the Management's Discussion and Analysis (MD&A) to accompany the basic financial statements. This Letter of Transmittal (LOT) is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

The Report

While there is no legal requirement for the preparation of this report, it represents a commitment by the City of Maumee to conform to nationally recognized standards of excellence in financial reporting. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data, as presented, is accurate in all material respects; is presented in a manner designed to fairly set forth the financial position and results of operations of the City; and includes all disclosures necessary to enable the reader to gain an understanding of the City's financial activity.

State law, along with *Administrative Rules* of the Auditor of State, requires all city governments to publish an Annual Report within 150 days of the close of each fiscal year. This report must present a complete set of financial statements presented in conformity with GAAP. Various City debt service *Trust Agreements* require Audited Annual Reports in accordance with GAAS. Pursuant to these requirements, we hereby issue the CAFR of the City of Maumee, Ohio, for the fiscal year ended December 31, 2012.

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

***Letter of Transmittal
For the Year Ended December 31, 2012***

The City's financial statements have been audited by the audit staff of James G. Zupka, C.P.A., Inc. The Auditor issued an unmodified opinion that the basic financial statements are presented fairly in conformity with GAAP, in all material respects, representing the financial position of the City as of December 31, 2012. The report from the Auditor is presented as the first component of the financial section of this report.

PROFILE OF THE CITY OF MAUMEE

Location

The City of Maumee, Lucas County, Ohio, is situated in the beautiful Maumee River Valley, approximately nine miles southwest of downtown Toledo. Its 10.6 square mile area serves a residential population of 14,286 (revised 2010 Census). The land use is broken down as follows: 51% is residential, 40% is commercial or industrial, 8% is governmental or educational, and 1% is agricultural. The City's elevation is approximately 638 feet above sea level with median temperatures of 75F degrees in summer and 30F degrees in winter. Interstate Highways 80/90 (the Ohio Turnpike) and 475 serve as the City's major transportation arteries. The City is also served by one state highway (State Route 25) and four U.S. highways (U.S. Routes 20, 20A, 23 and 24). Another transportation route aiding the City is the north-south Interstate Highway I-75 that joins I-475 approximately 3 miles east.

Historical Information

Much of Ohio's Indian population was concentrated along the Maumee River, which served as a vital link to the British army post in Detroit, Michigan during the latter part of the 1700's. General Anthony Wayne led American troops against the Indians and won the decisive Battle of Fallen Timbers in 1794, opening the area to settlement. The War of 1812 permanently secured the area for the United States. The site of Maumee was first surveyed in 1817 by William Oliver, a former scout and officer at Fort Meigs. In 1820 Waynesfield Township was formed and in 1838 was incorporated as Maumee City.

During the mid 1800's, the Wabash and Lake Erie Canal and the newly completed Miami and Erie Canal turned Maumee into a bustling trade center. The large lake ships were unable to use the docks at Maumee because the river was too shallow in spots. Toledo gradually became the leading port in the Maumee Valley. Maumee served as the county seat of Lucas County until 1852 when the county seat moved to Toledo. The locks that connected the canal and the Maumee River are still visible today in the City's Towpath Park. Old Fort Miamis, held by the British during the War of 1812 and the site of Dudley's Massacre lie within Maumee. Fort Meigs, a strategic location during the War of 1812 and later reconstructed as a historical monument, lies directly across the Maumee River in Perrysburg.

Form of Government

The City of Maumee, Ohio is a home-rule municipal corporation created under the laws of the State of Ohio. The City operates under its own Charter. The current Charter, which provides for a Council/Mayor form of government, was adopted in 1951 and has been amended seven times (1958, 1968, 1976, 1989, 1994, 2005, and 2006).

***Letter of Transmittal
For the Year Ended December 31, 2012***

Legislative authority is vested in a seven-member City Council. All members are elected at-large to serve four-year terms. The Council establishes compensation of City officials and employees and enacts ordinances and resolutions relating to City services, tax levies, the appropriation and borrowing of money, the licensing and regulation of businesses and trades and other municipal purposes. The presiding officer is the Mayor, who has no vote unless there is a tie vote of the members of City Council. The Charter establishes certain administrative departments and the City Council may establish divisions of those departments and/or additional departments.

The City's chief executive and administrative officer is the Mayor, who is elected by the voters specifically to that office for a four-year term. The Mayor appoints, subject to the approval of Council, all the directors of the City's departments. The key appointed officials are the Finance Director, Law Director and the Directors of Public Service and Public Safety. The Director of Public Safety has also been appointed the City Administrator. The Mayor also appoints members to a number of boards and commissions and appoints and removes, in accordance with civil service requirements and various contract provisions, all non-elected City employees.

Municipal Services

Current authorized strength of the Maumee Police Division includes 24 patrol officers, four detectives, one D.A.R.E. officer, one school resource officer, eight sergeants, two lieutenants and a Chief. This safety force is supported by ten dispatchers, three clerical employees and an animal control officer. The division has 10 patrol cars and is responsible for patrolling about 137 miles of streets. Due to its full-time status, the Police Division is entirely self-sufficient and provides 24-hour protection. In an unusually demanding situation, the division can call upon other local law enforcement agencies for assistance through a mutual aid contract entered into with other municipalities in Lucas County.

Fire and Emergency Medical Services:

The City's Fire Division personnel include 20 full-time and 30 volunteer employees. Equipment includes three fire engines, two aerial tower trucks, one heavy rescue trucks, four fully equipped paramedic vans for advanced life support emergency medical service, and two boats and one jet ski for river rescues. The Fire Division personnel completed training of a total of 4,127 hours or 82 hours per person in 2012. Maumee received a Class 3 ISO rating in 2010 due to improved water line maps, newer fire equipment and vehicles, training hours, response times, fire inspections, fire losses in relation to property value, and the frequency of equipment testing. In addition, the City houses and operates a Lucas County EMS life squad staffed by full-time paramedics.

Parks and Recreational Facilities:

The City owns fourteen parks totaling nearly 126 acres including Fred J. Rolf Park which contains the City's swimming pool, eight softball diamonds surrounding two concession/equipment buildings, and five soccer fields. Rolf Park is home of Maumee High School, Middle School, 4th and 5th grade spring softball programs. In the summer months, Rolf Park hosts many softball organizations and recorded 1,691 official games played in 2012. S. E. Klewer Towpath Park, located along the Maumee River, features a walking trail along the canal earthworks and the remnants of locks from the days of the Miami and Erie Canal. The City also has within its boundaries Sidecut Metropark, one of the parks of the Metropolitan Park District of the Toledo Area. Maumee is the site of the Lucas County Recreation Center containing many sporting facilities and the home of the Lucas County Fair. The City also operates the remodeled and expanded Maumee Indoor Theater - a cinema, performance, and meeting venue.

***Letter of Transmittal
For the Year Ended December 31, 2012***

Service Department:

Streets, parks, and other City facilities are maintained by 25 full-time equipment operators, laborers, and supervisors of the service department organized in the Construction, Operations, and Natural Resources Divisions. The Service Department also includes the Recreation Division and the operation of Riverside Cemetery.

Water and Wastewater:

Water is treated by the City of Toledo and purchased on a contractual basis for delivery through the distribution system owned and maintained by the City of Maumee. The term of this contract runs through 2025. Wastewater collection is handled through the City's sanitary sewer system, which it owns and maintains. Wastewater treatment is provided by Lucas County on a contractual basis. Fourteen employees of the Water and Sewers Divisions maintain the City's lines and pumping stations.

INFORMATION USEFUL IN ASSESSING ECONOMIC CONDITION

Much of Maumee's economic growth is due to its access to diverse transportation facilities. Immediate access is available via Exit 59 of the Ohio Turnpike (Interstate Highways 80/90), one state highway, four U.S. highways and Interstate Highway 475. The City is served by the Norfolk and Southern Railroad. The County is served by Amtrak and Toledo Express Airport. The City is also served by the Toledo Area Regional Transit Authority (TARTA), a public mass transit system. In addition, the Toledo-Lucas County Port Authority provides nearby international and Great Lakes shipping facilities.

The City is home to a very successful business park development. Arrowhead Park (the "Park") and the adjacent industrial and commercial property have been touted as one of the leading edge of industrial/commercial developments in northwest Ohio. The area includes approximately 900 acres with 251 plus businesses. The Park's success is attributed to systematic land use planning and the willingness of property owners and the City to install the necessary infrastructure so that business construction commences and continues without interruption. The infrastructure includes the following: sanitary sewers, water lines, storm sewers, street construction, underground wiring for street lighting, traffic control signals, water storage facilities, an auxiliary fire station and the Dussel Drive/I-475 Interchange. An extensive roadway project changing the configuration of the I-475/Salisbury Road/West Dussel Drive interchange, including the widening of West Dussel Drive, was completed in early 2012. The businesses along with the 14,000 individuals they employ will benefit greatly from the roadway project, aimed at reducing traffic congestion in that area.

Maumee's business community consists of manufacturing, warehousing and distribution, health services, financial services, agricultural businesses, corporate offices, research and development, and service and retail facilities. Maumee's major employers include United Parcel Service; St. Luke's Hospital; Andersons Inc.; Dana; Maritz Research; Maumee City School District; Paramount Care Inc.; Spartan Chemical; Therma Tru Corp; and Promedica Health System.

***Letter of Transmittal
For the Year Ended December 31, 2012***

As a means of fostering business development within the City without sacrificing school district revenues through tax abatements, the City initiated a Job Creation and Retention Grant Program in 1992. This innovative program provides grants of up to \$20,000 per year for up to ten years for businesses locating or expanding in the City. The amount of the payments is based on income tax withholding and the term of the grant agreement is based on the number of new jobs created. The program has proven quite successful with 32 grants actively in progress, which created or retained over 2,000 jobs. In 2004, the grant program was amended to tighten controls on participants by requiring return of grant payments if the grantee does not fulfill certain requirements. Five new grant agreements were executed in 2012 attracting or retaining 240 jobs. Grant payments in 2012 totaled \$183,400.

Additionally in the fall of 2009, a Job Creation Mini-Grant Program was initiated which was targeted to fill long-term commercial and industrial vacancies in the community, particularly with smaller firms. Two new mini-grant agreements were executed in 2010 -2011 attracting 16 jobs.

As permitted by State Law, City Council in 1995 created an enterprise zone and in 1996 created a community reinvestment area. To encourage investments in capital improvements and the creation of jobs, subject to applicable program guidelines, real property tax incentives may be granted within the enterprise zone and within the community reinvestment area. To date, nine businesses have been granted tax abatement incentives within the enterprise zone and nine within the community reinvestment area. In 2002, the City created an additional Community Reinvestment Area to encourage redevelopment in the east end of the City. In recent years most of these abatements have expired leaving only 2 community reinvestment areas and 1 enterprise zone active at this time.

In 1991, the Cities of Toledo and Maumee agreed to form a Joint Economic Development Zone (JEDZ) from land within Maumee and Toledo owned land to be annexed to Maumee. Income tax revenue from this JEDZ is shared with the City of Toledo (31.25%). In 2012, payments to the City of Toledo totaled \$473,469 with Maumee's share (68.75%) totaling \$1,041,631.

In 2002, the City entered into a Cooperative Economic Development Agreement (CEDA) with the City of Toledo and Monclova Township for a project to encourage the relocation, annexation, and consolidation of the research and development division, and later its world headquarters, of the Dana Corporation to Maumee. The property owner, the City of Toledo, petitioned for annexation of nearly ninety acres to the City of Maumee. Income tax from this area is shared with the City of Toledo (25%) and Monclova Township (25%). In 2012, payments to The City of Toledo and Monclova Township totaled \$195,749 each with Maumee's share (50%) totaling \$391,498.

Also in 2002 the City entered into an agreement with the City of Toledo and Monclova Township for the creation of a Joint Economic Development Zone (JEDZ) in Monclova Township. In 2003, the voters of Monclova Township approved a ballot issue that authorized a JEDZ and a governing board was created to determine what services to provide within the Zone. In 2005, a lawsuit was filed challenging the validity of this JEDZ and in 2006 a favorable ruling freed the JEDZ Board to levy an income tax within the zone. In 2009, a final ruling was issued upholding the validity of the JEDZ and its levy of income taxes; however, notice of appeal on that ruling was subsequently filed by the plaintiffs with the Supreme Court of Ohio which was later denied. Income tax revenue from this JEDZ is shared with the City of Toledo (33.33%) and Monclova Township (33.33%). In 2012 income tax collected by this JEDZ was \$961,505 of which the City received one-third of the net amount. Since 2006, the City of Maumee has been contracted by the Monclova – Maumee – Toledo JEDZ Board to provide income tax collection services for a flat fee equaling 4% of gross revenue.

CITY OF MAUMEE, OHIO

***Letter of Transmittal
For the Year Ended December 31, 2012***

The 2012 unemployment rate for Lucas County of 7.5% was above the state average of 6.7% and below the federal average of 7.8%. The Ohio Bureau of Employment Services does not maintain statistics for the City of Maumee.

Employee Relations

The City has 159 full-time and approximately 130 part-time employees. A statewide public employee collective bargaining law generally applies to public employee and seasonal employee relations and collective bargaining.

A portion of employees are represented by the following bargaining units:

<u>Bargaining Unit</u>	<u>Agreement Expiration Date</u>	<u>Number of Employees Covered</u>
Fraternal Order of Police, Ohio Labor Council	December 31, 2015	49
AFSCME, Ohio Council 8 Local 649	December 31, 2015	45
Maumee Professional Firefighter/ Paramedic Association, IAFF Local 4536	December 31, 2015	15

In the judgment of the City, its employee relations have been and are considered to be good.

Continuing and Future Projects

The following major capital improvement projects and expenditures were underway or completed in the City of Maumee during 2012:

Roadway Improvements

A number of roadway improvement projects were undertaken in 2012 as part of the on-going efforts to address and upgrade City roads.

2012 Street Maintenance Program

As part of the City's continuing street maintenance program, the Maumee Service Department annually determines a number of City streets requiring maintenance along with coordinating the project and inspecting the construction. The cost of the 2012 program was \$563,187 which included resurfacing 5 streets, spot curb removal and replacement. Additionally, sections of two other streets were reconstructed.

Dussel Drive / Salisbury Road Interchange Project

The construction phase of the Dussel Drive / Salisbury Road Interchange project officially began in 2009 and was completed in February 2012. This project included widening Dussel Drive and interchange improvements for US Route 23 / I-475.

***Letter of Transmittal
For the Year Ended December 31, 2012***

Shops at Fallen Timbers – Phase II Roadway Improvements

The Shops at Fallen Timbers, a million square foot retail lifestyle center development by General Growth Properties, opened in October, 2007. In 2008, engineering was initiated for infrastructure for Fallen Timbers Phase II, a road connecting Jerome and Russell Roads to the northeast to Monclova Road. Fallen Timbers Phase II is estimated at \$3.8 million dollars. Development of public infrastructure is financed through a Tax Increment Financing (TIF) agreement providing for payments in lieu of property taxes to create a revenue stream over thirty years to keep school systems whole with respect to property taxes and to enable construction of or debt service payments for public improvements needed to serve the Fallen Timbers area. In 2009, the final design portion of this project was completed, allowing the Lucas County Commissioners to begin the right-of-way process. In 2010, the Lucas County Commissioners completed the right-of-way acquisition process. Project bids were accepted and a financing scheme developed with the sale of one-year notes in April 2011, which were converted to 20-year bonds in 2012.

Reynolds Road – Conant Street Corridor Safety Study

A safety study of the Reynolds Road – Conant Street corridor was performed in 2010 in preparation of roadway construction in 2011/2012. The corridor is scheduled to be completely repaved with the inclusion of other appurtenances. The \$3.7 million dollar project will have funding from various sources, including a 50/50, or \$700,000, grant for paving through the Ohio Department of Transportation (ODOT Urban Paving Dollars program) and a 90/10 grant for the safety portion of the project through the Federal Highway Administration (FHWA). Construction of this project is scheduled to begin in 2013.

Automated Meter Reading System

The City is in the planning stages of installing city-wide automated water meters in 2013. Approximate cost for this project is \$2.6 million.

New Service Building

Engineering and design services have been contracted for the new construction of a Service Building in 2013. Estimated costs are at \$5.5 million.

West Mews Parking Lot and Dudley Street Improvements – A new parking lot and street improvements on the West side of Conant uptown business district had a total cost of \$169,480. A CDBG grant reimbursed \$102,000 of the total costs. The project was completed in August 2012.

Technological Enhancements

In addition to annual computer replacements, the City continued its dedication to upgrading technology with the purchase of Ipad's for Council members and administration; and two electronic presentation boards. Online e-payment systems were implemented for Income Tax and Utility receivables. The Police Division purchased an upgrade for its software package; and in 2013 and 2014 Utility, Finance, Payroll and Tax software programs will also be upgraded. The City will realize a large savings along with customization by choosing to be early implementers of these software products. In 2013 the City also plans to begin utilizing high tech electronic governance equipment for Council and Committee meetings. Additionally, in 2013 the Finance Department will implement an automated purchase requisition system along with utilizing purchasing cards and ACH transfers to streamline its accounts payable processing.

***Letter of Transmittal
For the Year Ended December 31, 2012***

AWARDS AND ACKNOWLEDGEMENTS

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to those governmental entities that qualify. To be awarded a Certificate of Achievement, a governmental unit must prepare an easily readable and efficiently organized Comprehensive Annual Financial Report whose contents satisfy all program standards. The report must satisfy both generally accepted accounting principles (GAAP) and applicable legal requirements respective to the reporting entity. A Certificate of Achievement is valid for a period of one year. The City received Certificates of Achievement for the fiscal years ended December 31, 1993 through 2011. We believe this, our twentieth Comprehensive Annual Financial Report, meets the high standards set by the GFOA for a Certificate of Achievement for Excellence in Financial Reporting, and we are submitting the report to the GFOA.

In 2007, Business Week magazine designated Maumee one of “The 25 Best, Affordable Suburbs in the Mid-West”. In 2006, the National Civic League named Maumee an “All-America City”. The All-America City Award encourages civic excellence, honoring communities in which citizens, government, business and nonprofit organizations demonstrate successful resolution of critical community issues. Also in 2006, the City was included in Frommer’s Best Places To Raise Your Family: The Top 100 Affordable Communities in the U.S. and was designated by Ohio Magazine one of Ohio’s Five Best Hometowns.

Public Disclosure

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

Acknowledgments

Sincere appreciation is extended to the individuals who have contributed their time and effort in gathering data for this report, particularly the staff of the Finance Department, Maumee City Administrator / Safety Director, and the Office of the Auditor of Lucas County. Special acknowledgment is extended to the staff of Donald J. Schonhardt and Associates, Inc. for their continued guidance in the preparation of this report.

***Letter of Transmittal
For the Year Ended December 31, 2012***

Finally, special thanks to Mayor Richard H. Carr, the members of Maumee City Council and the City Administration whose support is necessary for the City of Maumee to conform to reporting requirements established for municipal governments to maintain the sound financial position that the City has enjoyed for many years.

Respectfully,



Debra L. Cartledge
Interim Finance Director



Amber L. Rathburn
Accountant

**List of Principal Officials
For the Year Ended December 31, 2012**

Elected Officials

<u>Name</u>	<u>Office</u>	<u>Term of Office</u>
Richard H. Carr	Mayor	11/01/12 – 12/31/15
Brent A. Buehrer	President of Council,	11/01/10 – 12/31/13
Jenny L. Barlos	Council	01/01/12 – 12/31/15
John P. Boellner	Council	01/01/12 – 12/31/15
Michael J. Coyle	Council	01/01/10 – 12/31/13
Daniel G. Hazard	Council	01/01/12 – 12/31/15
Tim L. Pauken	Council	01/01/10 – 12/31/13
Julie Rubini	Council	01/01/12 – 12/31/13
Gary L. Byers	Judge	01/01/12 – 12/31/17

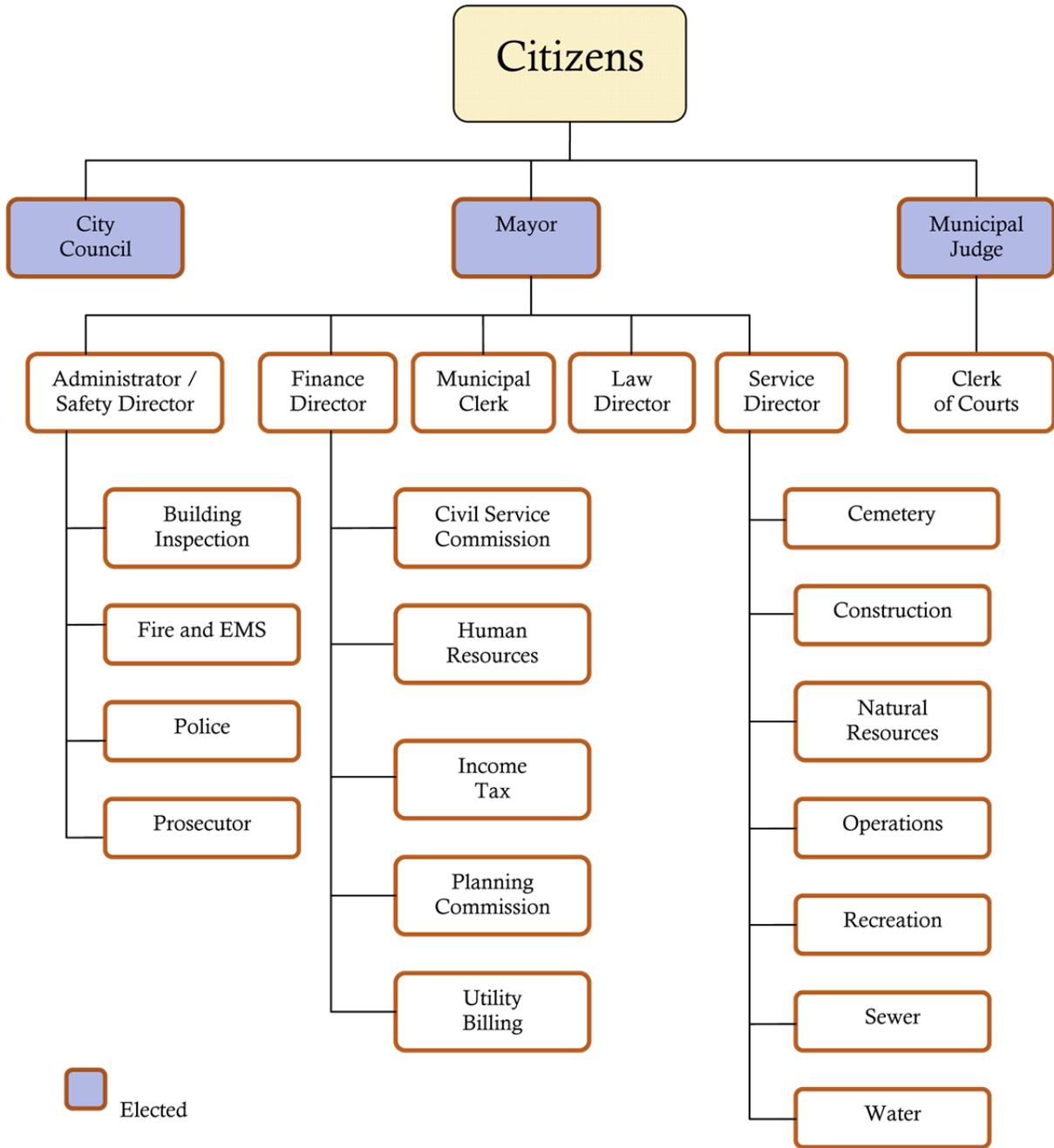
Administrators

<u>Name</u>	<u>Office</u>	<u>Period</u>	<u>Surety (A)</u>
John J. Jezak	Administrator/ Safety Director	03/10/11 – 03/10/12	\$500,000
Joseph R. Camp	Service Director	03/10/11 – 03/10/12	500,000
Suzanne Belot Norton	Interim Law Director	03/10/11 – 03/10/12	500,000
Debra L. Cartledge	Interim Finance Director	03/10/11 – 03/10/12	500,000
Amber Rathburn	Municipal Clerk Assistant Finance Director	03/10/11 – 03/10/12	500,000
Richard C. Monto	Fire Chief	03/10/11 – 03/10/12	500,000
Robert G. Zink	Police Chief	03/10/11 – 03/10/12	500,000
Sharon A. Thomasson	Clerk of Court	03/10/11 – 03/10/12	500,000

Applies to All Elected Officials

- A. Ohio Government Risk Management Plan – Employees Blanket Bond

City Organizational Chart
For the Year Ended December 31, 2012



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

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

City of Maumee
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2011

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.



Christopher P. Moirrell

President

Jeffrey R. Emer

Executive Director

FINANCIAL SECTION



JAMES G. ZUPKA, C.P.A., INC.

Certified Public Accountants

5240 East 98th Street

Garfield Hts., Ohio 44125

Member American Institute of Certified Public Accountants

(216) 475 - 6136

Ohio Society of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To Members of the City Council
City of Maumee, Ohio

The Honorable Dave Yost
Auditor of State
State of Ohio

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Maumee, Lucas County, Ohio, as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Maumee, Ohio, as of December 31, 2012, and the respective changes in financial position, and, where applicable, cash flows, and the respective budgetary comparisons for the General, the Fallen Timbers TIF, and the Income Tax "B" (0.5%) Funds thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note 5 to the financial statements, during 2012 the City adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

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

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 21, 2013, on our consideration of the City of Maumee, Ohio's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Maumee, Ohio's internal control over financial reporting and compliance.


James G. Zupka, CPA, Inc.
Certified Public Accountants

June 21, 2013



The discussion and analysis of the City of Maumee's financial performance provides an overall review of the City's financial activities for the fiscal year ended December 31, 2012. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2012 are as follows:

- ❑ In total, net position increased \$457,108. Net position of governmental activities increased \$126,397, from 2011. Net position of business-type activities increased \$330,711 or 3.2% from 2011.
- ❑ General revenues related to governmental activities accounted for \$20.4 million in revenue or 80.8% of all governmental activities revenues. Program specific revenues related to governmental activities in the form of charges for services and grants and contributions accounted for 19.2% of total governmental activities revenues of \$25.3 million.
- ❑ The City had \$25.6 million in expenses related to governmental activities; only \$4.9 million of these expenses were offset by program specific charges for services, grants or contributions.
- ❑ Among major funds, the general fund had \$16.8 million in revenues, including other financing sources, and \$18.4 million in expenditures, including transfers out to other funds. The general fund's fund balance decreased \$1,533,732 to \$12,759,520 on an accrual basis.
- ❑ Net position for enterprise funds increased by \$359,659 on the fund financial statements.
- ❑ Long-Term debt, excluding compensated absences and the workers' comp liability, decreased by \$1,193,905 from 2011 to 2012.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

These statements are as follows:

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

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

Government-wide Statements

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

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

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

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

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

Fund Financial Statements

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

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

***Management's Discussion and Analysis
For the Year Ended December 31, 2012***

Unaudited

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

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

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

The following table provides a comparison of the City's net position between 2012 and 2011:

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Current and other assets	\$40,634,526	\$41,416,433	\$4,559,337	\$3,714,598	\$45,193,863	\$45,131,031
Capital assets, Net	74,018,187	73,529,206	6,586,656	7,082,316	80,604,843	80,611,522
Total assets	114,652,713	114,945,639	11,145,993	10,796,914	125,798,706	125,742,553
Long-term debt outstanding	25,285,772	26,464,660	251,217	262,990	25,536,989	26,727,650
Other liabilities	2,089,675	4,063,154	324,588	294,447	2,414,263	4,357,601
Total liabilities	27,375,447	30,527,814	575,805	557,437	27,951,252	31,085,251
Deferred inflows of resources:						
Property tax levy for next fiscal year	2,733,044	0	0	0	2,733,044	0
Net position						
Net investment in capital assets	58,913,187	57,495,468	0	0	58,913,187	57,495,468
Investment in capital assets	0	0	6,586,656	7,082,316	6,586,656	7,082,316
Restricted	19,656,012	21,154,630	0	0	19,656,012	21,154,630
Unrestricted	5,975,023	5,767,727	3,983,532	3,157,161	9,958,555	8,924,888
Total net position	\$84,544,222	\$84,417,825	\$10,570,188	\$10,239,477	\$95,114,410	\$94,657,302

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**Management's Discussion and Analysis
For the Year Ended December 31, 2012**

Unaudited

Changes in Net Position – The following table shows the changes in net position for the fiscal year 2012 and 2011:

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Revenues						
Program Revenues:						
Charges for Services and Sales	\$3,859,630	\$3,674,749	\$5,123,325	\$4,983,582	\$8,982,955	\$8,658,331
Operating Grants and Contributions	989,816	970,969	0	0	989,816	970,969
Capital Grants and Contributions	2,972	922,759	0	0	2,972	922,759
General Revenues:						
Property Taxes	3,357,163	3,697,524	0	0	3,357,163	3,697,524
Municipal Income Taxes	15,066,453	14,809,322	0	0	15,066,453	14,809,322
Grants and Entitlements not Restricted to Specific Programs	1,502,439	1,599,718	0	0	1,502,439	1,599,718
Investment Earnings	313,427	387,830	0	0	313,427	387,830
Miscellaneous	194,749	270,846	0	0	194,749	270,846
Total Revenues	25,286,649	26,333,717	5,123,325	4,983,582	30,409,974	31,317,299
Program Expenses:						
Security of Persons and Property	10,746,324	10,641,179	0	0	10,746,324	10,641,179
Public Health and Welfare Services	172,089	165,442	0	0	172,089	165,442
Leisure Time Activities	2,251,416	2,270,665	0	0	2,251,416	2,270,665
Community Environment	1,804,261	1,479,133	0	0	1,804,261	1,479,133
Basic Utility Services	1,396,847	1,204,565	0	0	1,396,847	1,204,565
Transportation	2,488,429	2,430,978	0	0	2,488,429	2,430,978
General Government	5,842,786	5,473,180	0	0	5,842,786	5,473,180
Interest and Fiscal Charges	940,646	927,759	0	0	940,646	927,759
Water	0	0	2,403,472	2,266,576	2,403,472	2,266,576
Sewer	0	0	1,906,596	1,959,951	1,906,596	1,959,951
Total Expenses	25,642,798	24,592,901	4,310,068	4,226,527	29,952,866	28,819,428
Excess (deficiency) before Transfers	(356,149)	1,740,816	813,257	757,055	457,108	2,497,871
Transfers In (Out)	482,546	215,864	(482,546)	(215,864)	0	0
Total Change in Net Position	126,397	1,956,680	330,711	541,191	457,108	2,497,871
Beginning Net Position	84,417,825	82,461,145	10,239,477	9,698,286	94,657,302	92,159,431
Ending Net Position	\$84,544,222	\$84,417,825	\$10,570,188	\$10,239,477	\$95,114,410	\$94,657,302

***Management's Discussion and Analysis
For the Year Ended December 31, 2012***

Unaudited

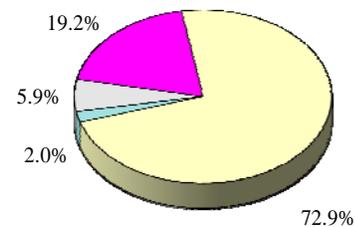
Governmental Activities

Net position of the City's governmental activities increased by \$126,397. An increase in income tax revenue contributed to this increase.

The City receives an income tax, which is based on 1.5% of all salaries, wages, commissions and other compensation earned from residents living within the City and from nonresidents for work done or services performed or rendered in the City. Income tax revenue rose by \$257,131 or 1.7%, reflecting an improving local economy.

Property taxes and income taxes made up 13.3% and 59.6% respectively of revenues for governmental activities for the City in fiscal year 2012. The City's reliance upon tax revenues is demonstrated by the following graph indicating 72.9% of total revenues from general tax revenues:

Revenue Sources	2012	Percent of Total
General Shared Revenues	\$1,502,439	5.9%
Program Revenues	4,852,418	19.2%
General Tax Revenues	18,423,616	72.9%
General Other	508,176	2.0%
Total Revenue	<u>\$25,286,649</u>	<u>100.00%</u>



Business-Type Activities

Net position of the business-type activities increased by \$330,711. The increase is largely attributable to increases in charges for services from user rate increases along with a decrease in capital expenses.

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***Management's Discussion and Analysis
For the Year Ended December 31, 2012***

Unaudited

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City's governmental funds reported a combined fund balance of \$33,562,392, which is a decrease from last year's balance of \$34,517,437. The schedule below indicates the fund balance and the total change in fund balance by fund type as of December 31, 2012 and 2011:

	Fund Balance December 31, 2012	Fund Balance December 31, 2011	Increase (Decrease)
General	\$12,759,520	\$14,293,252	(\$1,533,732)
Fallen Timbers TIF	1,754,128	1,316,057	438,071
Income Tax "B" (.5%)	14,810,279	13,737,794	1,072,485
General Obligation Bond			
Retirement	1,299	1,264	35
Street Construction	1,163,490	2,007,550	(844,060)
Other Governmental	3,073,676	3,161,520	(87,844)
Total	<u>\$33,562,392</u>	<u>\$34,517,437</u>	<u>(\$955,045)</u>

General Fund – The City's General Fund balance decreased from 2011 to 2012. While there was an increase in revenues, there was still not enough in revenues to cover the current year's expenditures and a portion of these costs had to be covered by the fund balance. The City has continued its effort to contain costs through attrition and policy changes. The tables that follow assist in illustrating the financial activities and balance of the General Fund:

	2012 Revenues	2011 Revenues	Increase (Decrease)
Property Taxes	\$1,355,044	\$1,366,112	(\$11,068)
Municipal Income Taxes	10,044,558	9,872,927	171,631
Intergovernmental Revenue	2,236,211	2,432,910	(196,699)
Charges for Services	1,341,075	1,386,758	(45,683)
Licenses and Permits	305,770	257,828	47,942
Investment Earnings	308,374	380,919	(72,545)
Special Assessments	2,249	6,202	(3,953)
Fines and Forfeitures	773,152	712,807	60,345
All Other Revenue	468,377	351,712	116,665
Total	<u>\$16,834,810</u>	<u>\$16,768,175</u>	<u>\$66,635</u>

General Fund revenues in 2012 increased \$66,635 or less than 1% compared to revenues in fiscal year 2011. The most significant factors contributing to this increase in revenues were an increase in income tax revenue, licenses and permits and fines and forfeitures.

***Management's Discussion and Analysis
For the Year Ended December 31, 2012***

Unaudited

	2012 <u>Expenditures</u>	2011 <u>Expenditures</u>	Increase <u>(Decrease)</u>
Security of Persons and Property	\$8,881,851	\$8,609,916	\$271,935
Public Health and Welfare Services	171,781	165,134	6,647
Leisure Time Activities	1,788,381	1,728,961	59,420
Community Environment	704,143	716,739	(12,596)
Basic Utility Services	1,112,702	957,869	154,833
Transportation	1,307,108	1,132,112	174,996
General Government	3,949,787	3,666,938	282,849
Total	<u>\$17,915,753</u>	<u>\$16,977,669</u>	<u>\$938,084</u>

General Fund expenditures increased \$938,084, or 5.5% compared to the prior year. Overall increases in security of persons and general government account for the majority of this increase. These increases were the result of personnel expenses (some including one time payments) and an increase in legal services.

For the Fallen Timbers TIF Fund, the fund balance increase was mainly due to collections which were greater than construction and debt payments during 2012.

For the Income Tax "B" (0.5%) Fund, some of the fund balance increase was related to an increase in income tax collections for the year along with a decrease in capital expenditures.

For the Street Construction Fund, the fund balance decrease was mainly due to construction projects within the City.

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

During the course of fiscal year 2012 the City amended its General Fund budget several times, none of which were significant.

For the General Fund, final budget basis revenue, including other financial sources, of \$16.7 million did not change significantly from the original budget estimates. The General Fund had an adequate fund balance to cover expenditures.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2012 the City had \$80,604,843, net of accumulated depreciation, invested in land, improvements, infrastructure, buildings, machinery and equipment and construction in progress. Of this total, \$74,018,187 was related to governmental activities and \$6,586,656 to the business-type activities. The following table shows fiscal year 2012 and 2011 balances:

	Governmental Activities		Increase (Decrease)
	Reclassified		
	2012	2011	
Land	\$6,403,945	\$6,403,945	\$0
Construction in Progress	5,590,043	5,307,748	282,295
Buildings & Improvements	47,083,957	46,904,632	179,325
Machinery and Equipment	14,445,297	13,726,699	718,598
Infrastructure	42,855,174	41,279,104	1,576,070
Less: Accumulated Depreciation	(42,360,229)	(40,092,922)	(2,267,307)
Totals	<u>\$74,018,187</u>	<u>\$73,529,206</u>	<u>\$488,981</u>
	Business-Type Activities		Increase (Decrease)
	2012	2011	
	2012	2011	
Land	\$118,864	\$118,864	\$0
Construction in Progress	13,635	3,549	10,086
Buildings and Improvements	18,804,715	18,770,175	34,540
Machinery and Equipment	1,676,278	1,676,668	(390)
Less: Accumulated Depreciation	(14,026,836)	(13,486,940)	(539,896)
Totals	<u>\$6,586,656</u>	<u>\$7,082,316</u>	<u>(\$495,660)</u>

The primary increase occurred in infrastructure. This included the City's share of a highway interchange, Dudley Street parking improvement and a street reconstruction project. Additional information on the City's capital assets can be found in Note 11.

**Management's Discussion and Analysis
For the Year Ended December 31, 2012****Unaudited**

Debt

At December 31, 2012, the City had \$25.5 million in long-term obligations outstanding, \$2,199,234 due within one year. The following table summarizes the City's debt outstanding as of December 31, 2012 and 2011:

	<u>2012</u>	<u>2011</u>
Governmental Activities:		
General Obligation Bonds	\$23,015,000	\$20,315,000
OWDA Loans Payable	0	83,738
Long-Term Note Payable	0	3,808,840
Compensated Absences	2,179,882	2,191,294
Workers' Compensation Liability	40,276	13,847
Ohio Police and Fire Pension		
Accrued Liability	50,614	51,941
Total Governmental Activities	<u>25,285,772</u>	<u>26,464,660</u>
Business-Type Activities:		
Compensated Absences	\$251,217	\$262,990
Total Business-Type Activities	<u>251,217</u>	<u>262,990</u>
Totals	<u>\$25,536,989</u>	<u>\$26,727,650</u>

State statutes limit the amount of unvoted general obligation debt the City may issue. The aggregate amount of the City's unvoted debt is also subject to overlapping debt restrictions with other political subdivisions. The actual aggregate amount of the City's unvoted debt, when added to that of other political subdivisions within the respective counties in which Maumee lies, is limited to ten mills. At December 31, 2012, the City's outstanding debt was below the legal limit. Additional information on the City's long-term debt can be found in Note 15.

ECONOMIC FACTORS

The City budgets conservatively for both revenue and expenditures. The City also recognizes that many amendments to the budget are required during the year and anticipates the needs and activities to be defined throughout the year. Original budget General Fund revenues were projected to decrease from 2011 by 4% and expenditures were projected to decrease by 2%. Actual General Fund revenues decreased by 2% with actual General Fund expenditures increasing by 5%.

The City's largest source of revenue is an income tax of 1.5% levied by the City. On a budgetary basis, the City's income tax revenue decreased by 1% in 2012. One percent is available for general purposes while one-half percent is restricted to capital improvements.

The City continued its commitment to major capital improvements in 2012 with ongoing work on the Fallen Timbers Phase II roadway improvements, Conant Street corridor engineering, various street improvements, an electronic governance package, digital white boards, police and fire equipment and several vehicles, including 2 dump trucks.

The business base of the City was strengthened with new companies moving to Maumee. The City's Job Creation and Retention program provided grants to firms in an effort to attract and retain employers in the City. During 2012, 16 firms were paid grants totaling \$183,400 under this program. City Council approved 5 new Job Creation Grants in 2012 to attract 242 employees. In 2009, Maumee City Council authorized the establishment of a new Job Creation Mini-Grant program aimed at attracting smaller businesses to fill long-term office and building vacancies within the City. The City approved one mini-grant in 2012 to attract six employees under this program.

The City worked cooperatively with our collective bargaining units to secure contracts in which a 2% base wage increase for years 2012, 2013 and 2014 each was agreed upon. Benefits such as vacation, holidays and insurance will basically remain the same for 2012-2014, as in 2011. A second-tier wage scale was established in 2007 to reduce personnel costs for the short and long term. Additionally, the City continues to examine all funds and adopted best accounting practices to lessen the burden on the General Fund. The past few years of slowed economic conditions, lower Local Government Funds from the State of Ohio, lower property tax collections and reduced interest earnings on investments has resulted in lower General Fund revenues for the City. Therefore, the City is actively pursuing to reduce costs to protect existing financial resources.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information contact the Finance Department by calling 419-897-7115 or writing to City of Maumee Finance Department, 400 Conant Street, Maumee, Ohio 43537; or by referring to the City's website at www.maumee.org.



CITY OF MAUMEE, OHIO**Statement of Net Position
December 31, 2012**

	Governmental Activities	Business-Type Activities	Total
Assets:			
Cash and Cash Equivalents	\$ 10,486,454	\$ 96,651	\$ 10,583,105
Investments	22,181,783	3,131,526	25,313,309
Receivables:			
Taxes	6,130,747	0	6,130,747
Accounts	293,349	1,096,491	1,389,840
Intergovernmental	932,857	0	932,857
Interest	9	0	9
Special Assessments	513,146	0	513,146
Loans	31,012	0	31,012
Internal Balances	(126,618)	126,618	0
Inventory of Supplies at Cost	97,996	96,400	194,396
Prepaid Items	71,828	11,651	83,479
Restricted Assets:			
Cash and Cash Equivalents	21,963	0	21,963
Capital Assets:			
Capital Assets Not Being Depreciated	11,996,525	132,499	12,129,024
Capital Assets Being Depreciated, Net	62,021,662	6,454,157	68,475,819
Total Assets	114,652,713	11,145,993	125,798,706
Liabilities:			
Accounts Payable	930,477	254,214	1,184,691
Accrued Wages and Benefits	938,245	70,374	1,008,619
Claims Payable	122,876	0	122,876
Refundable Deposits	21,963	0	21,963
Accrued Interest Payable	76,114	0	76,114
Long-Term Liabilities:			
Due Within One Year	2,109,129	90,105	2,199,234
Due in More Than One Year	23,176,643	161,112	23,337,755
Total Liabilities	27,375,447	575,805	27,951,252
Deferred Inflows of Resources:			
Property Tax Levy for Next Fiscal Year	2,733,044	0	2,733,044

CITY OF MAUMEE, OHIO

	Governmental Activities	Business-Type Activities	Total
Net Position:			
Net Investment in Capital Assets	58,913,187	0	58,913,187
Investment in Capital Assets	0	6,586,656	6,586,656
Restricted For:			
Debt Service	879,426	0	879,426
Street Construction, Maintenance and Repair	462,458	0	462,458
State Highway Improvement	56,790	0	56,790
Street Lighting	839,307	0	839,307
Court Improvement	81,003	0	81,003
Community Development	289,102	0	289,102
Revolving Loan	322,921	0	322,921
Permanent Improvement	14,810,279	0	14,810,279
TIF Activity	1,754,128	0	1,754,128
Other Purposes	160,598	0	160,598
Unrestricted	5,975,023	3,983,532	9,958,555
Total Net Position	\$ 84,544,222	\$ 10,570,188	\$ 95,114,410

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Activities
For the Year Ended December 31, 2012**

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
Security of Persons and Property	\$ 10,746,324	\$ 1,318,357	\$ 936	\$ 0
Public Health and Welfare Services	172,089	40,111	0	0
Leisure Time Activities	2,251,416	727,558	0	0
Community Environment	1,804,261	255,777	102,000	0
Basic Utility Services	1,396,847	1,400	0	0
Transportation	2,488,429	10,276	855,828	2,972
General Government	5,842,786	1,506,151	31,052	0
Interest and Fiscal Charges	940,646	0	0	0
Total Governmental Activities	25,642,798	3,859,630	989,816	2,972
Business-Type Activities:				
Water	2,403,472	2,426,531	0	0
Sewer	1,906,596	2,696,794	0	0
Total Business-Type Activities	4,310,068	5,123,325	0	0
Totals	\$ 29,952,866	\$ 8,982,955	\$ 989,816	\$ 2,972

General Revenues

Property Taxes
Municipal Income Taxes
Grants and Entitlements not Restricted to Specific Programs
Investment Earnings
Miscellaneous
Transfers
Total General Revenues and Transfers

Change in Net Position

Net Position Beginning of Year
Net Position End of Year

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
\$ (9,427,031)	\$ 0	\$ (9,427,031)
(131,978)	0	(131,978)
(1,523,858)	0	(1,523,858)
(1,446,484)	0	(1,446,484)
(1,395,447)	0	(1,395,447)
(1,619,353)	0	(1,619,353)
(4,305,583)	0	(4,305,583)
(940,646)	0	(940,646)
<u>(20,790,380)</u>	<u>0</u>	<u>(20,790,380)</u>
0	23,059	23,059
<u>0</u>	<u>790,198</u>	<u>790,198</u>
<u>0</u>	<u>813,257</u>	<u>813,257</u>
<u>(20,790,380)</u>	<u>813,257</u>	<u>(19,977,123)</u>
3,357,163	0	3,357,163
15,066,453	0	15,066,453
1,502,439	0	1,502,439
313,427	0	313,427
194,749	0	194,749
482,546	(482,546)	0
<u>20,916,777</u>	<u>(482,546)</u>	<u>20,434,231</u>
126,397	330,711	457,108
<u>84,417,825</u>	<u>10,239,477</u>	<u>94,657,302</u>
<u>\$ 84,544,222</u>	<u>\$ 10,570,188</u>	<u>\$ 95,114,410</u>

CITY OF MAUMEE, OHIO

**Balance Sheet
Governmental Funds
December 31, 2012**

	General	Fallen Timbers TIF	Income Tax "B" (.5%)
Assets:			
Cash and Cash Equivalents	\$ 335,912	\$ 1,754,128	\$ 347,654
Investments	10,918,117	0	11,263,666
Receivables:			
Taxes	3,729,753	1,160,712	1,106,312
Accounts	272,891	0	0
Intergovernmental	454,810	0	2,758
Interest	0	0	0
Special Assessments	10,345	0	0
Loans	0	0	0
Interfund Loans Receivables	0	0	2,113,073
Inventory of Supplies, at Cost	55,544	0	0
Prepaid Items	59,855	0	0
Total Assets	\$ 15,837,227	\$ 2,914,840	\$ 14,833,463
Liabilities:			
Accounts Payable	\$ 370,137	\$ 0	\$ 23,184
Accrued Wages and Benefits Payable	741,127	0	0
Interfund Loans Payable	0	0	0
Compensated Absences Payable	187,144	0	0
Total Liabilities	1,298,408	0	23,184
Deferred Inflows of Resources:			
Unavailable Amounts	334,551	0	0
Property Tax for Next Fiscal Year	1,444,748	1,160,712	0
Total Deferred Inflows of Resources	1,779,299	1,160,712	0
Fund Balances:			
Nonspendable	148,678	0	0
Restricted	0	1,754,128	14,810,279
Committed	200	0	0
Assigned	35,292	0	0
Unassigned	12,575,350	0	0
Total Fund Balances	12,759,520	1,754,128	14,810,279
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 15,837,227	\$ 2,914,840	\$ 14,833,463

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

General Bond Retirement	Street Construction	Other Governmental Funds	Total Governmental Funds
\$ 1,299	\$ 3,599,582	\$ 3,185,597	\$ 9,224,172
0	0	0	22,181,783
0	0	133,970	6,130,747
0	0	376	273,267
0	0	475,289	932,857
0	0	9	9
0	0	502,801	513,146
0	0	31,012	31,012
0	0	0	2,113,073
0	0	42,452	97,996
0	0	4,099	63,954
<u>\$ 1,299</u>	<u>\$ 3,599,582</u>	<u>\$ 4,375,605</u>	<u>\$ 41,562,016</u>
\$ 0	\$ 449,481	\$ 87,431	\$ 930,233
0	0	197,118	938,245
0	1,986,611	140,002	2,126,613
0	0	8,526	195,670
<u>0</u>	<u>2,436,092</u>	<u>433,077</u>	<u>4,190,761</u>
0	0	741,268	1,075,819
<u>0</u>	<u>0</u>	<u>127,584</u>	<u>2,733,044</u>
<u>0</u>	<u>0</u>	<u>868,852</u>	<u>3,808,863</u>
0	0	46,551	195,229
0	0	2,527,937	19,092,344
0	1,163,490	649,047	1,812,737
1,299	0	0	36,591
<u>0</u>	<u>0</u>	<u>(149,859)</u>	<u>12,425,491</u>
<u>1,299</u>	<u>1,163,490</u>	<u>3,073,676</u>	<u>33,562,392</u>
<u>\$ 1,299</u>	<u>\$ 3,599,582</u>	<u>\$ 4,375,605</u>	<u>\$ 41,562,016</u>

***Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
December 31, 2012***

Total Governmental Fund Balances	\$ 33,562,392
 <i>Amounts reported for governmental activities in the statement of net position are different because</i>	
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.	74,018,187
Other long-term assets are not available to pay for current- period expenditures and therefore are unavailable revenues in the funds.	1,075,819
Internal service funds are used by management to charge the costs of services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	1,054,040
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	<u>(25,166,216)</u>
<i>Net Position of Governmental Activities</i>	<u>\$ 84,544,222</u>

See accompanying notes to the basic financial statements



CITY OF MAUMEE, OHIO

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2012**

	General	Fallen Timbers TIF	Income Tax "B" (.5%)
Revenues:			
Property Taxes	\$ 1,355,044	\$ 1,901,803	\$ 0
Municipal Income Tax	10,044,558	0	5,021,895
Intergovernmental Revenues	2,236,211	0	4,284
Charges for Services	1,341,075	0	0
Licenses and Permits	305,770	0	0
Investment Earnings	308,374	2,745	0
Special Assessments	2,249	0	0
Fines and Forfeitures	773,152	0	0
All Other Revenue	468,377	0	0
Total Revenue	16,834,810	1,904,548	5,026,179
Expenditures:			
Current:			
Security of Persons and Property	8,881,851	0	0
Public Health and Welfare Services	171,781	0	0
Leisure Time Activities	1,788,381	0	0
Community Environment	704,143	920,543	0
Basic Utility Services	1,112,702	0	0
Transportation	1,307,108	0	0
General Government	3,949,787	0	1,220,684
Capital Outlay	0	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
Total Expenditures	17,915,753	920,543	1,220,684
Excess (Deficiency) of Revenues			
Over Expenditures	(1,080,943)	984,005	3,805,495
Other Financing Sources (Uses):			
Sale of Capital Assets	6,731	0	0
General Obligation Bonds Issued	0	3,910,000	0
Transfers In	0	0	140,727
Transfers Out	(481,220)	(4,455,934)	(2,873,737)
Total Other Financing Sources (Uses)	(474,489)	(545,934)	(2,733,010)
Net Change in Fund Balances	(1,555,432)	438,071	1,072,485
Fund Balances at Beginning of Year	14,293,252	1,316,057	13,737,794
Increase (Decrease) in Inventory Reserve	21,700	0	0
Fund Balances End of Year	\$ 12,759,520	\$ 1,754,128	\$ 14,810,279

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

General Bond Retirement	Street Construction	Other Governmental Funds	Total Governmental Funds
\$ 0	\$ 0	\$ 120,291	\$ 3,377,138
0	0	0	15,066,453
0	0	1,062,530	3,303,025
0	0	0	1,341,075
0	0	250	306,020
0	0	2,308	313,427
0	0	369,235	371,484
0	0	169,612	942,764
0	0	476	468,853
0	0	1,724,702	25,490,239
0	0	964,185	9,846,036
0	0	0	171,781
0	0	0	1,788,381
0	0	159,882	1,784,568
0	0	0	1,112,702
0	0	1,661,363	2,968,471
0	0	120,001	5,290,472
0	1,525,748	288,952	1,814,700
5,018,840	0	83,738	5,102,578
951,059	0	18,559	969,618
5,969,899	1,525,748	3,296,680	30,849,307
(5,969,899)	(1,525,748)	(1,571,978)	(5,359,068)
0	0	0	6,731
0	0	0	3,910,000
5,969,934	812,195	1,501,088	8,423,944
0	(130,507)	0	(7,941,398)
5,969,934	681,688	1,501,088	4,399,277
35	(844,060)	(70,890)	(959,791)
1,264	2,007,550	3,161,520	34,517,437
0	0	(16,954)	4,746
\$ 1,299	\$ 1,163,490	\$ 3,073,676	\$ 33,562,392

***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, 2012***

Net Change in Fund Balances - Total Governmental Funds \$ (959,791)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period. 544,901

Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the amount of the loss on the disposal of capital assets net of proceeds received. (55,920)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (210,321)

The issuance of long-term debt provides current financial resources to governmental funds, but has no effect on net position. In addition, repayment of bond and loan principal along with other long-term obligations are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 1,167,476

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 28,972

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. 14,576

The internal service funds are used by management to charge the costs of services to individual funds and is not reported in the statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service funds are allocated among the governmental activities. (403,496)

Change in Net Position of Governmental Activities \$ 126,397

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Property Taxes	\$ 1,365,000	\$ 1,365,000	\$ 1,355,044	\$ (9,956)
Municipal Income Tax	10,000,500	10,000,500	9,959,477	(41,023)
Intergovernmental Revenue	2,307,301	2,307,301	2,252,758	(54,543)
Charges for Services	1,339,610	1,339,610	1,343,150	3,540
Licenses and Permits	228,900	228,900	294,777	65,877
Investment Earnings	315,000	315,000	267,206	(47,794)
Special Assessments	4,000	4,000	2,249	(1,751)
Fines and Forfeitures	687,711	687,711	771,481	83,770
All Other Revenues	340,050	340,050	463,067	123,017
Total Revenues	<u>16,588,072</u>	<u>16,588,072</u>	<u>16,709,209</u>	<u>121,137</u>
Expenditures:				
Current:				
Security of Persons and Property	8,823,559	8,827,365	8,823,770	3,595
Public Health and Welfare Services	164,735	178,735	171,633	7,102
Leisure Time Activities	1,790,130	1,804,210	1,793,890	10,320
Community Environment	479,100	510,410	510,346	64
Basic Utility Services	1,070,300	1,108,080	1,098,993	9,087
Transportation	1,198,327	1,302,888	1,304,454	(1,566)
General Government	3,658,176	3,970,506	3,899,640	70,866
Total Expenditures	<u>17,184,327</u>	<u>17,702,194</u>	<u>17,602,726</u>	<u>99,468</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(596,255)	(1,114,122)	(893,517)	220,605
Other Financing Sources (Uses):				
Sale of Capital Assets	60,000	60,000	6,731	(53,269)
Transfers Out	(755,620)	(1,297,120)	(652,000)	645,120
Total Other Financing Sources (Uses):	<u>(695,620)</u>	<u>(1,237,120)</u>	<u>(645,269)</u>	<u>591,851</u>
Net Change in Fund Balance	(1,291,875)	(2,351,242)	(1,538,786)	812,456
Fund Balance at Beginning of Year	12,599,201	12,599,201	12,599,201	0
Prior Year Encumbrances	41,472	41,472	41,472	0
Fund Balance at End of Year	<u>\$ 11,348,798</u>	<u>\$ 10,289,431</u>	<u>\$ 11,101,887</u>	<u>\$ 812,456</u>

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue Fund – Fallen Timbers TIF Fund
For the Year Ended December 31, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Property Taxes	\$ 1,931,170	\$ 1,931,170	\$ 1,901,803	\$ (29,367)
Investment Earnings	2,000	2,000	2,745	745
Total Revenues	<u>1,933,170</u>	<u>1,933,170</u>	<u>1,904,548</u>	<u>(28,622)</u>
Expenditures:				
Current:				
Community Environment	853,000	939,011	920,543	18,468
Debt Service:				
Principal Retirement	170,000	4,173,840	4,173,840	0
Interest and Fiscal Charges	<u>187,381</u>	<u>299,541</u>	<u>282,094</u>	<u>17,447</u>
Total Expenditures	<u>1,210,381</u>	<u>5,412,392</u>	<u>5,376,477</u>	<u>35,915</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	722,789	(3,479,222)	(3,471,929)	7,293
Other Financing Sources (Uses):				
General Obligation Bonds Issued	0	0	3,910,000	3,910,000
Advances In	<u>0</u>	<u>3,066,830</u>	<u>0</u>	<u>(3,066,830)</u>
Total Other Financing Sources (Uses):	<u>0</u>	<u>3,066,830</u>	<u>3,910,000</u>	<u>843,170</u>
Net Change in Fund Balance	722,789	(412,392)	438,071	850,463
Fund Balance at Beginning of Year	<u>1,316,057</u>	<u>1,316,057</u>	<u>1,316,057</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2,038,846</u>	<u>\$ 903,665</u>	<u>\$ 1,754,128</u>	<u>\$ 850,463</u>

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Special Revenue Fund - Income Tax "B" (0.5%) Fund
For the Year Ended December 31, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Municipal Income Tax	\$ 5,000,250	\$ 5,000,250	\$ 4,979,356	\$ (20,894)
Intergovernmental Revenue	0	0	1,526	1,526
All Other Revenues	0	0	1,750	1,750
Total Revenues	5,000,250	5,000,250	4,982,632	(17,618)
Expenditures:				
Current:				
General Government	436,219	1,432,225	1,312,715	119,510
Total Expenditures	436,219	1,432,225	1,312,715	119,510
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,564,031	3,568,025	3,669,917	101,892
Other Financing Sources (Uses):				
Transfers In	0	0	140,727	140,727
Transfers Out	(1,514,000)	(2,873,737)	(2,873,737)	0
Advances Out	0	(2,120,648)	(2,111,770)	8,878
Total Other Financing Sources (Uses):	(1,514,000)	(4,994,385)	(4,844,780)	149,605
Net Change in Fund Balance	3,050,031	(1,426,360)	(1,174,863)	251,497
Fund Balance at Beginning of Year	12,537,230	12,537,230	12,537,230	0
Prior Year Encumbrances	146,686	146,686	146,686	0
Fund Balance at End of Year	\$ 15,733,947	\$ 11,257,556	\$ 11,509,053	\$ 251,497

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Net Position
Proprietary Fund
December 31, 2012**

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Fund
	Water	Sewer	Total	
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 12,072	\$ 84,579	\$ 96,651	\$ 1,262,282
Investments	391,147	2,740,379	3,131,526	0
Accounts Receivable	561,202	535,289	1,096,491	20,082
Interfund Loans Receivable	6,770	6,770	13,540	0
Inventory of Supplies at Cost	93,440	2,960	96,400	0
Prepaid Items	9,988	1,663	11,651	7,874
Restricted Assets:				
Cash and Cash Equivalents	0	0	0	21,963
Total Current Assets	1,074,619	3,371,640	4,446,259	1,312,201
Noncurrent Assets:				
Capital Assets:				
Property, Plant and Equipment	9,370,060	11,229,797	20,599,857	0
Construction in Progress	10,086	3,549	13,635	0
Less accumulated depreciation	(6,258,227)	(7,768,609)	(14,026,836)	0
Total Capital Assets (net of accumulated depreciation)	3,121,919	3,464,737	6,586,656	0
Total Noncurrent Assets	3,121,919	3,464,737	6,586,656	0
Total assets	4,196,538	6,836,377	11,032,915	1,312,201
LIABILITIES				
Current Liabilities:				
Accounts Payable	128,082	126,132	254,214	244
Accrued Wages and Benefits	42,693	27,681	70,374	0
Compensated Absences Payable - Current	49,540	40,565	90,105	0
Claims Payable	0	0	0	122,876
Refundable Deposits	0	0	0	21,963
Total Current Liabilities	220,315	194,378	414,693	145,083
Noncurrent Liabilities:				
Compensated Absences Payable	95,772	65,340	161,112	0
Total Noncurrent Liabilities	95,772	65,340	161,112	0
Total Liabilities	316,087	259,718	575,805	145,083
NET POSITION				
Investment in Capital Assets	3,121,919	3,464,737	6,586,656	0
Unrestricted	758,532	3,111,922	3,870,454	1,167,118
Total Net Position	\$ 3,880,451	\$ 6,576,659	10,457,110	\$ 1,167,118
Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds.			113,078	
Net Position of Business-type Activities			\$ 10,570,188	

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Fund
For the Year Ended December 31, 2012**

	Business-Type Activities Enterprise Funds			Governmental Activities Internal Service Fund
	Water	Sewer	Total	
Operating Revenues:				
Charges for Services	\$ 2,419,224	\$ 2,648,962	\$ 5,068,186	\$ 1,765,572
Other Operating Revenue	7,307	47,832	55,139	156,481
Total Operating Revenues	2,426,531	2,696,794	5,123,325	1,922,053
Operating Expenses:				
Personal Services	768,773	521,773	1,290,546	2,039,610
Contractual Services	121,480	928,308	1,049,788	314,887
Materials and Supplies	1,170,514	65,139	1,235,653	0
Utilities	72,870	71,772	144,642	0
Depreciation	249,005	310,497	559,502	0
Total Operating Expenses	2,382,642	1,897,489	4,280,131	2,354,497
Operating Income (Loss)	43,889	799,305	843,194	(432,444)
Nonoperating Revenue (Expenses):				
Loss on Disposal of Capital Assets	0	(989)	(989)	0
Total Nonoperating Revenues (Expenses)	0	(989)	(989)	0
Income (Loss) Before Transfers	43,889	798,316	842,205	(432,444)
Transfers In	5,000	0	5,000	0
Transfers Out	(87,546)	(400,000)	(487,546)	0
Change in Net Position	(38,657)	398,316	359,659	(432,444)
Net Position Beginning of Year	3,919,108	6,178,343	10,097,451	1,599,562
Net Position End of Year	<u>\$ 3,880,451</u>	<u>\$ 6,576,659</u>	<u>10,457,110</u>	<u>\$ 1,167,118</u>
Change in Net Position - Total Enterprise Funds			359,659	
Adjustment to reflect the consolidation of internal service fund activities related to the enterprise funds.			(28,948)	
Change in Net Position - Business-type Activities			<u>\$ 330,711</u>	

See accompanying notes to the basic financial statements

CITY OF MAUMEE, OHIO

**Statement of Cash Flows
Proprietary Fund
For the Year Ended December 31, 2012**

	Business-Type Activities Enterprise Funds			Governmental Activities
	Water	Sewer	Total	Internal Service Fund
Cash Flows from Operating Activities:				
Cash Received from Customers	\$2,301,444	\$2,744,789	\$5,046,233	\$1,765,572
Cash Payments for Goods and Services	(1,304,690)	(1,112,787)	(2,417,477)	(350,558)
Cash Payments to Employees	(770,487)	(524,537)	(1,295,024)	(2,045,525)
Other Operating Receipts	7,307	47,832	55,139	140,297
Net Cash Provided (Used) for Operating Activities	233,574	1,155,297	1,388,871	(490,214)
Cash Flows from Noncapital Financing Activities:				
Transfers In from Other Funds	5,000	0	5,000	0
Transfers Out to Other Funds	(87,546)	(400,000)	(487,546)	0
Advances Out to Other Funds	(6,770)	(6,770)	(13,540)	0
Net Cash Used for Noncapital Financing Activities	(89,316)	(406,770)	(496,086)	0
Cash Flows from Capital and Related Financing Activities:				
Acquisition and Construction of Assets	(60,634)	(4,197)	(64,831)	0
Net Cash Used for Capital and Related Financing Activities	(60,634)	(4,197)	(64,831)	0
Cash Flows from Investing Activities:				
Purchase of Investments	(116,745)	(953,966)	(1,070,711)	0
Net Cash Used for Investing Activities	(116,745)	(953,966)	(1,070,711)	0
Net Decrease in Cash and Cash Equivalents	(33,121)	(209,636)	(242,757)	(490,214)
Cash and Cash Equivalents at Beginning of Year	45,193	294,215	339,408	1,752,496
Cash and Cash Equivalents at End of Year	\$12,072	\$84,579	\$96,651	\$1,262,282
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) for Operating Activities:				
Operating Income (Loss)	\$43,889	\$799,305	\$843,194	(\$432,444)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) for Operating Activities:				
Depreciation Expense	249,005	310,497	559,502	0
Changes in Assets and Liabilities:				
Decrease (Increase) in Accounts Receivable	(117,780)	95,827	(21,953)	(16,184)
Decrease (Increase) in Inventory	(13,227)	249	(12,978)	0
Decrease (Increase) in Prepaid Items	1,130	1,608	2,738	(7,569)
Increase (Decrease) in Accounts Payable	72,271	(49,425)	22,846	(5,915)
Increase in Accrued Wages and Benefits	5,161	2,134	7,295	0
Decrease in Claims Liability	0	0	0	(28,102)
Decrease in Compensated Absences Payable	(6,875)	(4,898)	(11,773)	0
Total Adjustments	189,685	355,992	545,677	(57,770)
Net Cash Provided (Used) for Operating Activities	\$233,574	\$1,155,297	\$1,388,871	(\$490,214)

See accompanying notes to the basic financial statements

***Statement of Assets and Liabilities
Fiduciary Funds
December 31, 2012***

	<u>Agency</u>
Assets:	
Cash and Cash Equivalents	\$ 881,427
Total Assets	<u>881,427</u>
Liabilities:	
Intergovernmental Payable	852,910
Due to Others	<u>28,517</u>
Total Liabilities	<u>\$ 881,427</u>

See accompanying notes to the basic financial statements



***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Maumee, Ohio (the "City") is a home-rule municipal corporation created under the laws of the State of Ohio. The City operates under its own Charter. The current Charter, which provides for a Council/Mayor form of government, was adopted in 1951 and has been amended seven times (in 1958, 1968, 1976, 1989, 1994, 2005 and 2006).

The accompanying basic financial statements of the City present the financial position of the various fund types, the results of operations of the various fund types and the cash flows of the proprietary funds. The financial statements are presented as of December 31, 2012 and for the year then ended and have been prepared in conformity with generally accepted accounting principles (GAAP) applicable to local governments. The Governmental Accounting Standards Board (the "GASB") is the standard-setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification).

A. Reporting Entity

The accompanying basic financial statements comply with the provisions of the GASB Statement No. 14, "*The Financial Reporting Entity*," in that the financial statements include all organizations, activities, functions and component units for which the City (the primary government) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either (1) the City's ability to impose its will over the organization, or (2) the potential that the organization will provide a financial benefit to or impose a financial burden on the City.

Based on the foregoing, the City's financial reporting entity has no component units but includes all funds, agencies, boards and commissions that are part of the primary government, which include the following services: public safety, highways and streets, sanitation, health and social services, culture-recreation, public improvements, planning and zoning and general administrative services. In addition, the City owns the water distribution system and the wastewater collection system, which are reported as enterprise funds.

The accounting policies and financial reporting practices of the City conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of its significant accounting policies.

B. Basis of Presentation - Fund Accounting

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

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

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

Fallen Timbers TIF Fund – This fund is used to account for revenues restricted by a tax increment financing agreement for the area of Fallen Timbers.

Income Tax "B" (0.5%) Fund – This fund is used to account for revenues from one-third of the income tax collections and for expenditures restricted to permanent improvements.

General Bond Retirement Fund – This fund is used to account for the accumulation of resources for the payment of general obligation debt of the City including self-supporting obligations not otherwise paid from proprietary funds.

Street Construction Fund – This fund is used to account for revenues and expenditures committed for the construction and acquisition of capital street projects.

All proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the balance sheet. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in total net position.

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

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

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

Internal Service Funds - These funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis. The City has one internal service fund, the Self Insurance Health Care Fund, which is used to account for monies received from city departments to cover the cost of health care for employees of the City’s departments.

Fiduciary Funds - Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations or other governments and therefore not available to support the City’s own programs. The agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operation. These funds operate on an accrual basis of accounting. The City has six agency funds. These funds are used to account for monies received by the City in situations where the City’s role is purely custodial in nature. The six funds are the Municipal Court Fund, which accounts for monies that flow through the municipal court office, the Ohio Board of Building Standards Assessments Fund, which accounts for funds from the three percent (3%) fees as required by Ohio Revised Code, the Ohio Board of Building Standards Residential Fund, which accounts for funds from the one percent (1%) fees as required by Ohio Revised Code, the MMT-JEDZ Collections Fund, which accounts for income taxes collected for the Monclova/Maumee/Toledo Joint Economic Development Zone, the MT-JEDZ Collections Fund, which accounts for income taxes collected for the Maumee/Toledo Joint Economic Development Zone and the CEDA Fund, which accounts for the collections related to the Monclova/Maumee/Toledo Cooperative Economic Development Agreement.

C. Basis of Presentation – Financial Statements

Government-wide Financial Statements – The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities. The internal service fund is eliminated to avoid “doubling up” revenues and expenses; however, the interfund services provided and used are not eliminated in the process of consolidation.

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements (Continued)

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

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

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

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

D. Basis of Accounting

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses reported in the financial statements. The accounting and reporting treatment applied to a fund is determined by its measurement focus. Government-wide financial statements are prepared using the accrual basis of accounting.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

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

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

Special assessment installments, which are measurable, but not available at December 31, are recorded as deferred inflow of resources – unavailable amount. Property taxes measurable as of December 31, 2012, but which are not intended to finance 2012 operations and delinquent property taxes, whose availability is indeterminate, are recorded as deferred inflow of resources as further described in Note 7.

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

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Deferred Inflows/Outflows of Resources

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expenses/expenditures) until then.

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

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Budgetary Process

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

All funds other than agency funds are legally required to be budgeted and appropriated; however, only governmental funds are required to be reported. The primary level of budgetary control for all funds involving operations is at the object level within each department. Certain funds are appropriated at the minimum level of budgetary control as required by Ohio Revised Code section 5705.38 (c) due to the restricted nature of the use of these funds. Those funds are as follows: Indigent Driver Alcohol Treatment Fund, Federal and State Grants Fund, Community Housing Improvement Program Fund, Community Development Block Grant Fund, Job Creation and Retention Fund, Maumee Revolving Loan Fund, Probation Services Fund, Fallen Timbers TIF Fund and the Income Tax "B" Fund (special revenue funds), Permanent Improvement Fund, Sewer Construction Fund, Waterline Construction Fund, Street Construction Fund, Sidewalk Construction Fund and the Municipal Court Improvement Fund (capital projects funds). Budgetary modifications may only be made by ordinance of the City Council.

1. Estimated Resources

The County Budget Commission reviews estimated revenue and determines if the budget substantiates a need to levy all or part of previously authorized taxes. The Budget Commission then certifies its actions to the City by September 1 of each year. As part of the certification process, the City receives an official certificate of estimated resources stating the projected receipts by fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year do not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the original and final amended official certificate of estimated resources issued during 2012.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Budgetary Process (Continued)

2. Appropriations

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 through March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 through December 31. The appropriation ordinance establishes spending controls at the fund, department and object level and appropriations for personnel services are made at the object level in any fund. The appropriation ordinance may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified. The allocation of appropriations among departments and objects within a fund may be modified during the year by an ordinance of City Council. Total fund appropriations may not exceed the current estimated resources as certified by the County Budget Commission. Expenditures may not legally exceed budgeted appropriations at the object level within each department. During the year, several supplemental appropriations were necessary to budget for capital outlay. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual—General Fund" and in the "Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual—Income Tax B (.5%) Fund" and in the "Statement of Revenues, Expenditures, and Changes in Fund Balances--Budget and Actual—Fallen Timbers TIF Fund" are provided on the budgetary basis to provide a comparison of actual results to the final budget, including all amendments and modifications.

3. Encumbrances

As part of formal budgetary control, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. Encumbrances outstanding at year end, however, are reported as reservations of fund balances for subsequent year expenditures in the accompanying basic financial statements.

4. Lapsing of Appropriations

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

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2012**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Budgetary Process (Continued)

5. Budgetary Basis of Accounting

The City's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on a cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund and major special revenue funds:

	Net Change in Fund Balance		
	General Fund	Fallen Timbers TIF Fund	Income Tax "B" (1/2%) Fund
GAAP Basis (as reported)	(\$1,555,432)	\$438,071	\$1,072,485
Increase (Decrease):			
Accrued Revenues at December 31, 2012 received during 2013	(2,730,228)	0	(1,109,070)
Accrued Revenues at December 31, 2011 received during 2012	2,604,627	0	1,065,523
Accrued Expenditures at December 31, 2012 paid during 2013	1,298,408	0	23,184
Accrued Expenditures at December 31, 2011 paid during 2012	(1,027,535)	0	(12,948)
2011 Interfund Activity	0	0	1,303
2012 Interfund Activity	0	0	(2,113,073)
2011 Prepays for 2012	39,043	0	0
2012 Prepays for 2013	(59,855)	0	0
Outstanding Encumbrances	(110,214)	0	(102,267)
Perspective Difference:			
Activity of Funds Reclassified for GAAP Reporting Purposes	2,400	0	0
Budget Basis	<u>(\$1,538,786)</u>	<u>\$438,071</u>	<u>(\$1,174,863)</u>

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits and the State Treasurer's Assets Reserve (STAR Ohio). STAR Ohio is considered a cash equivalent because it is a highly liquid investment with an original maturity date of three months or less.

The City pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintains its own cash and investment account. See Note 6, "Cash, Cash Equivalents and Investments."

H. Investments

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. The City allocates interest among certain funds based upon the fund's cash balance at the date of investment. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the City records all its investments at fair value. All investment income, including changes in the fair value of investments, are recognized as revenue in the operating statements. Fair value is determined by quoted market prices. See Note 6, "Cash, Cash Equivalents and Investments."

The City has invested funds in the STAR Ohio during 2012. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2012.

I. Inventory

Inventory is stated at cost (first-in, first-out) in the governmental funds and at the lower of cost or market in the proprietary funds. The costs of inventory items are recorded as expenditures in the governmental funds when purchased and as expenses in the proprietary funds when used.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2012, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

K. Capital Assets and Depreciation

Capital assets are defined by the City as assets with an initial, individual cost of more than \$500.

1. Property, Plant and Equipment - Governmental Activities

Governmental activities capital assets are those not directly related to the business type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Position, but they are not reported in the Fund Financial Statements.

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

2. Property, Plant and Equipment – Business Type Activities

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

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2012**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Capital Assets and Depreciation (Continued)

3. Depreciation

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

Description	Governmental and Business-Type Activities Estimated Lives (in years)
Buildings	25 - 45
Improvements other than Buildings/Infrastructure	10 - 50
Machinery, Equipment, Furniture and Fixtures	5 - 15

L. Long-Term Debt

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

Obligation	Fund
Ohio Water Development Authority Loans	Ohio Water Development Authority Debt Service Fund
Police and Fire Pension Accrued Liability	Police Pension Fund
Compensated Absences	General Fund, Street Construction, Maintenance and Repair Fund, Water Fund, Sewer Fund, Income Tax Fund
General Obligation Bonds	General Bond Retirement Fund
Workers Compensation Liability	Various Funds

M. Compensated Absences

All full-time City employees earn vacation at varying rates based upon length of service. An employee's vacation must be used during the period in which it is earned unless the Mayor allows the balance to be carried over to the following year. Upon separation from the City, the employee (or his estate) is paid for his accumulated unused vacation leave balance.

All full-time City employees earn sick leave at various rates. Upon completion of five years of service with the City, an employee who separates from the City in good standing receives up to one hour of monetary compensation for each hour of unused sick leave up to a maximum of 960 hours. The monetary compensation is at the hourly rate of compensation of the employee at the time of resignation if the employee is not given credit at their next place of employment.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

M. Compensated Absences (Continued)

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

For governmental funds, that portion of unpaid compensated absences that has matured and is expected to be paid using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." In the government wide statement of net position, "Compensated Absences Payable" is recorded within the "Due within one year" account and the long-term portion of the liability is recorded within the "Due in more than one year" account. Compensated absences are expensed in the proprietary funds when earned and the related liability is reported within the fund.

N. Net Position

Net position represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for Other Purposes includes federal grants for security of persons and property and mandatory fines for various court programs.

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

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***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. Fund Balances

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

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

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

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

Assigned – Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. These amounts are assigned by council. In the general fund, assigned amounts represent intended uses established by City Council or a City official delegated that authority by City Charter or ordinance, or by State Statute. State statute authorizes the finance director to assign fund balance for the purchases on order provided such amounts have been lawfully appropriated. The assigned amount in the General Obligation Debt Service Fund represents amounts assigned by council for the retirement of general obligation debt.

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

When both restricted and unrestricted resources are available for use, it is the City’s policy to use restricted resources first, then unrestricted (committed, assigned and unassigned) resources as they are needed.

P. Pensions

The provision for pension costs is recorded when the related payroll is accrued and the obligation is incurred.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Q. Interfund Activity

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

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

R. Estimates

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

S. Operating Revenues and Expenses

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

T. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Council and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2012.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net position of governmental funds as reported in the government-wide statement of net position. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

Other long-term assets not available to pay for current-period expenditures:

Delinquent Property Tax Revenue	\$78,765
Shared Revenues	424,964
Charges for Services Revenues	60,075
Special Assessment Revenue	512,015
	<hr/>
	\$1,075,819

Long-Term liabilities not reported in the funds:

General Obligation Bonds Payable	(\$23,015,000)
Ohio Police and Fire Accrued Pension Liability	(50,614)
Workers Compensation Liability	(40,276)
Accrued Interest on Long-Term Debt	(76,114)
Compensated Absences Payable	(1,984,212)
	<hr/>
	(\$25,166,216)

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**Notes to the Basic Financial Statements
For the Year Ended December 31, 2012**

NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government – wide statement of activities. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

Amount by which capital outlay exceeded depreciation in the current period:

Capital Outlay	\$3,518,174
Depreciation Expense	<u>(2,973,273)</u>
	\$544,901

Governmental revenues not reported in the funds:

Decrease in Delinquent Property Tax	(\$19,975)
Decrease in Shared Revenue	(79,714)
Decrease in Charges for Services Revenue	(18,408)
Decrease in Special Assessment Revenue	<u>(92,224)</u>
	(\$210,321)

Expenses not requiring the use of current financial resources:

Decrease in Compensated Absences Payable	\$9,830
Increase in supplies inventory	<u>4,746</u>
	\$14,576

NOTE 3 - COMPLIANCE AND ACCOUNTABILITY

Fund Deficit - The fund deficit at December 31, 2012 of \$149,859 in the Police Pension Fund (special revenue fund) arose from the recognition of expenditures on the modified accrual basis which are greater than expenditures recognized on the budgetary/cash basis. A deficit does not exist under the budgetary/cash basis of accounting. Transfers are provided when cash is required, not when accruals occur.

CITY OF MAUMEE, OHIO

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2012**

NOTE 4 – FUND BALANCE CLASSIFICATION

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

Fund Balances	General Fund	Fallen Timbers TIF Fund	Income Tax "B" (.5%) Fund	General Obligation Bond Retirement Fund	Street Construction Fund	Other Governmental Funds	Total Governmental Funds
Nonspendable:							
Unclaimed Monies	\$33,279	\$0	\$0	\$0	\$0	\$0	\$33,279
Supplies Inventory	55,544	0	0	0	0	42,452	97,996
Prepaid Items	59,855	0	0	0	0	4,099	63,954
Total Nonspendable	148,678	0	0	0	0	46,551	195,229
Restricted:							
TIF Payments	0	1,754,128	0	0	0	0	1,754,128
Capital Projects	0	0	14,810,279	0	0	0	14,810,279
Special Assessment Debt Service Payments	0	0	0	0	0	477,265	477,265
Street Construction and Maintenance	0	0	0	0	0	169,797	169,797
State Highway Improvement	0	0	0	0	0	39,624	39,624
Permissive Auto License	0	0	0	0	0	183,417	183,417
Street Lighting	0	0	0	0	0	815,912	815,912
Law Enforcement Trust	0	0	0	0	0	27,180	27,180
Drug Law	0	0	0	0	0	21,916	21,916
Drug Law Enforcement and Education	0	0	0	0	0	23,910	23,910
Indigent Drivers Alcohol Treatment	0	0	0	0	0	40,024	40,024
Municipal Court Capital Improvement	0	0	0	0	0	81,003	81,003
Community Housing Improvement	0	0	0	0	0	6,116	6,116
Community Development Block Grant	0	0	0	0	0	289,102	289,102
Maumee Revolving Loan	0	0	0	0	0	322,921	322,921
Indigent Drivers Interlock Monies	0	0	0	0	0	2,060	2,060
Probation Services	0	0	0	0	0	27,690	27,690
Total Restricted	0	1,754,128	14,810,279	0	0	2,527,937	19,092,344
Committed:							
Job Creation and Retention	200	0	0	0	0	0	200
Sewer Construction	0	0	0	0	0	30,862	30,862
Waterline Construction	0	0	0	0	0	21	21
Sidewalk Construction	0	0	0	0	0	92,789	92,789
Permanent Improvement	0	0	0	0	0	440,872	440,872
Street Construction	0	0	0	0	1,163,490	0	1,163,490
Street Opening	0	0	0	0	0	84,503	84,503
Total Committed	200	0	0	0	1,163,490	649,047	1,812,737
Assigned	35,292	0	0	1,299	0	0	36,591
Unassigned	12,575,350	0	0	0	0	(149,859)	12,425,491
Total Fund Balances	\$12,759,520	\$1,754,128	\$14,810,279	\$1,299	\$1,163,490	\$3,073,676	\$33,562,392

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 5 – CHANGE IN ACCOUNTING PRINCIPLE

For 2012 the City implemented GASB Statement No. 57, “*OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*,” GASB Statement No. 60, “*Accounting and Financial Reporting for Service Concession Arrangements*,” GASB Statement No. 62, “*Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*,” GASB Statement No. 63, “*Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*,” GASB Statement No. 64, “*Derivative Instruments: Application of Hedge Accounting Termination Provisions*” and GASB Statement No. 65, “*Items Previously Reported as Assets and Liabilities*”.

Statement No. 57 provides guidance to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other postemployment benefit (OPEB) plans. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2011 and have been implemented by the City.

Statement No. 60 provides guidance to improve financial reporting by addressing issues related to service concession arrangements (SCAs), which are a type of public-private or public-public partnership. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2011 and have been implemented by the City.

Statement No. 62 incorporated into the GASB’s authoritative literature certain accounting and financial reporting guidance that is included in Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the American Institute of Certified Public Accountants’ (AICPA) Committee on Accounting Procedure issued on or before November 30, 1989 which does not conflict with or contradict GASB pronouncements.

Statement No. 63 provides guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position and related disclosures. GASB 63 standardizes the presentation of deferred outflows of resources and deferred inflows of resources and their effects on a government’s net position.

Statement No. 64 clarifies whether an effective hedging relationship continues after the replacement of a swap counterparty or a swap counterparty’s credit support provider. This statement sets forth criteria that establish when the effective hedging relationship continues and hedge accounting should continue to be applied. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2011 and have been implemented by the City.

Statement No. 65 provides guidance on how to properly classify items that were previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources. In addition, guidance is provided on recognizing certain items that were previously reported as assets and liabilities as outflows of resources (expenses or expenditures) or inflows of resources (revenues).

The implementation of these GASB Statements had no impact on beginning of year fund balance/net position.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 6 - CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash resources of several individual funds are combined to form a pool of cash and investments. In addition, investments are separately held by a number of individual funds.

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

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

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

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

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions,

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 6 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

- The State Treasury Asset Reserve of Ohio (STAR Ohio),
- Commercial Paper, and
- Bankers Acceptances.

A. Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned. The City's policy is to place deposits with major local banks. All deposits, except for deposits held by fiscal and escrow agents or trustees, are collateralized with eligible securities. The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Collateral permitted by Chapter 135 of the ORC is limited to obligations of the United States and its agencies, bonds of any state, and bonds and other obligations of any country, municipal corporation or other legally constituted authority of the State of Ohio, or any instrumentality of such county, municipal corporation or other authority. Such collateral, as permitted by Chapter 135 of the ORC is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at a Federal Reserve Bank in the name of the City.

At year end the carrying amount of the City's deposits was \$11,386,194 and the bank balance was \$11,920,769. Federal depository insurance covered \$1,390,688 of the bank balance and \$10,530,081 was uninsured. Of the remaining uninsured bank balance, the City was exposed to custodial risk as follows:

	<u>Balance</u>
Uninsured and collateralized with securities held by the pledging institution's trust department not in the City's name	<u>\$10,530,081</u>
Total Balance	<u><u>\$10,530,081</u></u>

The General Fund received total interest income of \$308,874 during 2012 of which, \$214,529 was earned by other funds.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2012**

NOTE 6 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments

The City's investments at December 31, 2012 are summarized below:

	Fair Value	Credit Rating	Investment Maturities (in Years)		
			less than 1	1-3	3-5
FNMA	\$13,871,697	AA+ ¹ / Aaa ²	\$0	\$4,223,302	\$9,648,395
FHLMC	3,542,555	AA+ ¹ / Aaa ²	0	2,519,855	1,022,700
FHLB	1,998,820	AA+ ¹ / Aaa ²	0	0	1,998,820
Negotiable CD's	5,900,237	N/A	749,654	2,017,950	3,132,633
STAR Ohio	100,301	AAAm ¹	100,301	0	0
Total Investments	<u>\$25,413,610</u>		<u>\$849,955</u>	<u>\$8,761,107</u>	<u>\$15,802,548</u>

¹ Standard & Poor's

² Moody's Investor Service

Interest Rate Risk – The Ohio Revised Code generally limits security purchases to those that mature within five years of settlement date. The City adheres to the Ohio Revised Code's five year policy.

Credit Risk – The City's investments in FNMA, FHLMC and FHLB securities were rated AA+ and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The City's investment policy addresses credit risk by limiting investments to the safest types of securities, pre-qualifying financial institutions, brokers, intermediaries and financial advisors and by diversifying the investment portfolio so that potential losses on individual securities do not exceed income generated from the remaining portfolio.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investments in FNMA, FHLMC and FHLB securities in the amount of \$13,871,697, \$3,542,555 and \$1,998,820, respectively, are uninsured and unregistered with securities held by the counterparty's trust department or agent in the City's name. The City has no investment policy dealing with custodial credit risk beyond the requirements of State statute which prohibit payment for investments prior to the delivery of the securities representing the investments to the treasurer or qualified trustee.

Concentration of Credit Risk – The City places no limit on the amount the City may invest in one issuer. The City has invested 54.6% of its investments in FNMA, 13.9% in FHLMC, 7.9% in FHLB, 23.2% in Negotiable CD's and less than 0.4% in STAR Ohio.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2012**

NOTE 6 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

C. Reconciliation of Cash, Cash Equivalents and Investments

The classification of cash, cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. STAR Ohio is treated as a cash equivalent. The classification of cash and cash equivalents (deposits) for purposes of this note are based on criteria set forth in GASB Statement No. 3.

A reconciliation between classifications of cash and investments on the financial statements and classifications per items A and B of this note are as follows:

	<u>Cash and Cash Equivalents *</u>	<u>Investments</u>
Per Financial Statements	\$11,486,495	\$25,313,309
Investments:		
STAR Ohio	<u>(100,301)</u>	<u>100,301</u>
Per GASB Statement No. 3	<u>\$11,386,194</u>	<u>\$25,413,610</u>

* Includes petty cash.

NOTE 7 - TAXES

A. Property Taxes

Property taxes include amounts levied against all real estate and public utility tangible personal property used in business and located in the City. Real property taxes (other than public utility) collected during 2012 were levied after October 1, 2011 on assessed values as of January 1, 2011, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be revalued every six years. The last revaluation was completed during 2007 and the equalization adjustment was completed in 2010. Real property taxes are payable annually or semi-annually. The first payment is due January 20; the remainder payable by June 20.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 7 - TAXES (Continued)

A. Property Taxes (Continued)

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

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

The full property tax rate for all City operations for the year ended December 31, 2012 was \$3.70 per \$1,000 of assessed value. The assessed value upon which the 2012 tax receipts were based was \$454,873,000. This amount constitutes \$444,042,990 in real property assessed value and \$10,830,010 in public utility assessed value.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the City's share is .370% (3.70 mills) of assessed value.

B. Income Tax

The City levies a tax of 1.5% on all salaries, wages, commissions and other compensation and on net profits 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 100% of the tax paid to another municipality to a maximum of the total amount assessed. Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2012**

NOTE 8 - RECEIVABLES

At December 31, 2012, receivables, which are recorded net of allowance for doubtful accounts, consisted of taxes, accounts receivable, interest, special assessments, due from other funds, loans, and intergovernmental receivables to be received in the following reporting period except for special assessments.

NOTE 9 – TRANSFERS

Following is a summary of transfers in and out for all funds for 2012:

Transfers Out:	Transfers In:					Total
	Income Tax "B" (.5%) Fund	General Obligation Bond Retirement Fund	Street Construction Fund	Water Fund	Nonmajor Governmental Funds	
General Fund	\$10,220	\$0	\$0	\$5,000	\$466,000	\$481,220
Income Tax "B" (.5%) Fund	0	1,514,000	812,195	0	547,542	2,873,737
Fallen Timbers TIF Fund	0	4,455,934	0	0	0	4,455,934
Street Construction Fund	130,507	0	0	0	0	130,507
Water Fund	0	0	0	0	87,546	87,546
Sewer Fund	0	0	0	0	400,000	400,000
	<u>\$140,727</u>	<u>\$5,969,934</u>	<u>\$812,195</u>	<u>\$5,000</u>	<u>\$1,501,088</u>	<u>\$8,428,944</u>

Transfers are used to (1) move unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; (2) move revenues from the fund that statute or budget required to collect them to the fund that statute or budget requires to expend them; (3) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due; (4) for capital purchases authorized by council; and (5) move revenues to the permanent improvement fund; (6) upon completion of projects, excess funds were transferred back to the originating fund.

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

NOTE 10 - INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at December 31, 2012 consist of the following receivables and payables:

Fund	Receivable	Payable
Governmental Funds:		
Income Tax "B" (.5%) Fund	\$2,113,073	\$0
Street Construction Fund	0	1,986,611
Other Governmental Funds	0	140,002
Total Governmental Funds	<u>2,113,073</u>	<u>2,126,613</u>
Enterprise Funds:		
Water Fund	6,770	0
Sewer Fund	6,770	0
Total Enterprise Funds	<u>13,540</u>	<u>0</u>
Totals	<u>\$2,126,613</u>	<u>\$2,126,613</u>

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2012**

NOTE 10 - INTERFUND RECEIVABLES AND PAYABLES (Continued)

The interfund loans receivable/payable are amounts that have been advanced from one fund to another and will be repaid during the following reporting period.

On the Statement of Net position, the Governmental Activities reported an internal balance at December 31, 2012 of \$13,540, which was offset in the Business-Type Activities by the same amount.

NOTE 11 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at December 31, 2012:

<i>Historical Cost:</i>	Reclassified December 31, 2011	Additions	Deletions	December 31, 2012
Class				
<i>Capital assets not being depreciated:</i>				
Land	\$6,403,945	\$0	\$0	\$6,403,945
Construction in Progress	5,307,748	1,348,447	(1,066,152)	5,590,043
Subtotal	11,711,693	1,348,447	(1,066,152)	11,993,988
<i>Capital assets being depreciated:</i>				
Buildings and Improvements	46,904,632	179,325	0	47,083,957
Machinery and Equipment	13,726,699	1,387,350	(668,752)	14,445,297
Infrastructure	41,279,104	1,669,204	(93,134)	42,855,174
Subtotal	101,910,435	3,235,879	(761,886)	104,384,428
Total Cost	<u>\$113,622,128</u>	<u>\$4,584,326</u>	<u>(\$1,828,038)</u>	<u>\$116,378,416</u>
<i>Accumulated Depreciation:</i>				
Class	Reclassified December 31, 2011	Additions	Deletions	December 31, 2012
Buildings and Improvements	(\$13,418,726)	(\$1,587,860)	\$0	(\$15,006,586)
Machinery and Equipment	(8,621,262)	(691,174)	619,571	(8,692,865)
Infrastructure	(18,052,934)	(694,239)	86,395	(18,660,778)
Total Depreciation	<u>(\$40,092,922)</u>	<u>(\$2,973,273) *</u>	<u>\$705,966</u>	<u>(\$42,360,229)</u>
<i>Net Value:</i>	<u>\$73,529,206</u>			<u>\$74,018,187</u>

Certain capital assets were reclassified to different categories as of 12/31/11. This had no effect on the grand total for cost or accumulated depreciation.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2012**

NOTE 11 - CAPITAL ASSETS (continued)

A. Governmental Activities Capital Assets (Continued)

* Depreciation expenses were charged to governmental functions as follows:

Security of Persons and Property	\$804,029
Public Health and Welfare Services	308
Basic Utility Services	275,609
Leisure Time Activities	563,774
Community Environment	9,761
Transportation	787,981
General Government	531,811
Total Depreciation Expense	<u><u>\$2,973,273</u></u>

B. Business-Type Activities Capital Assets

Summary by Category at December 31, 2012:

Historical Cost:

Class	December 31, 2011	Additions	Deletions	December 31, 2012
<i>Capital assets not being depreciated:</i>				
Land	\$118,864	\$0	\$0	\$118,864
Construction in Progress	3,549	10,086	0	13,635
	<u>122,413</u>	<u>10,086</u>	<u>0</u>	<u>132,499</u>
<i>Capital assets being depreciated:</i>				
Buildings and Improvements	18,770,175	34,540	0	18,804,715
Machinery and Equipment	1,676,668	20,205	(20,595)	1,676,278
	<u>20,446,843</u>	<u>54,745</u>	<u>(20,595)</u>	<u>20,480,993</u>
Total Cost	<u><u>\$20,569,256</u></u>	<u><u>\$64,831</u></u>	<u><u>(\$20,595)</u></u>	<u><u>\$20,613,492</u></u>

Accumulated Depreciation:

Class	December 31, 2011	Additions	Deletions	December 31, 2012
Buildings and Improvements	(\$12,231,177)	(\$488,160)	\$0	(\$12,719,337)
Machinery and Equipment	(1,255,763)	(71,342)	19,606	(1,307,499)
Total Depreciation	<u><u>(\$13,486,940)</u></u>	<u><u>(\$559,502)</u></u>	<u><u>\$19,606</u></u>	<u><u>(\$14,026,836)</u></u>
<i>Net Value:</i>	<u><u>\$7,082,316</u></u>			<u><u>\$6,586,656</u></u>

Certain capital assets were reclassified to different categories as of 12/31/11. This had no effect on the grand total for cost or accumulated depreciation.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 12 – DEFINED BENEFIT PENSION PLANS

All of the City’s full-time employees participate in one of two separate retirement systems which are cost-sharing multiple employer defined benefit pension plans.

A. Ohio Public Employees Retirement System (“OPERS”)

The following information was provided by OPERS to assist the City in complying with GASB Statement No. 27, “Accounting for Pensions by State and Local Government Employers.”

All employees of the City, except full-time uniformed police officers and full-time firefighters, participate in one of the three pension plans administered by OPERS: the Traditional Pension Plan (TP), the Member-Directed Plan (MD), and the Combined Plan (CO). The TP Plan is a cost-sharing multiple employer defined benefit pension plan. The MD Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the MD Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon. The CO Plan is a cost-sharing multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan. Under the CO Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the TP Plan. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the MD Plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the TP Plan and CO Plan. Members of the MD Plan do not qualify for ancillary benefits, including postemployment health care benefits. Chapter 145 of the Ohio Revised Code provides statutory authority to establish and amend benefits. The Ohio Public Employees Retirement System issues a stand-alone financial report that includes financial statements and required supplementary information for OPERS. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, by making a written request to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

The ORC provides statutory authority for employee and employer contributions. For 2012, employee and employer contribution rates were consistent across all three plans (TP, MD and CO). The employee contribution rate is 10.0%. The 2012 employer contribution rate for local government employer units was 14.0% of covered payroll, which is the maximum contribution rate set by State statutes. Employer contribution rates are actuarially determined. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits. The portion of employer contributions allocated to pension obligations for members in the Traditional Plan was 10.0% for calendar year 2012. The portion of employer contributions allocated to pension obligations for members in the Combined Plan was 7.95% for calendar year 2012. The contribution requirements of plan members and the City are established and may be amended by the OPERS Board. The City’s contributions for pension obligations to OPERS for the years ending December 31, 2012, 2011, and 2010 were \$974,311, \$982,177 and \$1,022,191, respectively, or 88.8% of the required contributions for 2012 and 100% of the required contributions for 2011 and 2010. The unpaid contribution to fund pension obligations for 2012, in the amount of \$122,851, is recorded as a liability within the respective funds.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 12 – DEFINED BENEFIT PENSION PLANS (Continued)

B. Ohio Police and Fire Pension Fund (“OP&F”)

All City full-time police officers participate in OP&F, a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. Contribution requirements and benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the ORC. The Ohio Police and Fire Pension Fund issues a stand-alone financial report that includes financial statements and required supplementary information for the plan. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164 or by calling (614) 228-2975.

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% for police officers. A portion of the City’s contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for 2012, 12.75% of annual covered salary for police was the portion used to fund pension obligations. The City’s contributions for pension obligations to the OP&F Fund for the years ending December 31, 2012, 2011, and 2010 were \$470,795, \$460,483 and \$473,026 for police, or 74.6% of the required contributions for 2012 and 100% of the required contributions for 2011 and 2010. The unpaid contribution to fund pension obligations for 2012, in the amounts of \$160,518 for police is recorded as a liability within the respective funds.

NOTE 13 - POSTEMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System (“OPERS”)

Plan Description – OPERS administers three separate pension plans: the Traditional Pension Plan – a cost-sharing, multiple-employer defined benefit pension plan; the Member directed Plan – a defined contribution plan; and the Combined Plan – a cost sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care plan, which includes a medical plan, prescription drug program and Medicare Part B Premium reimbursement, to qualifying member 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 is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 45.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 13 – POSTEMPLOYMENT BENEFITS (Continued)

A. Ohio Public Employees Retirement System (“OPERS”) (Continued)

The ORC 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 ORC.

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, by making a written request to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

Funding Policy – The ORC provides the statutory authority requiring public employers to fund post retirement health care coverage 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 2012, local government employers contributed at a rate of 14.0% of covered payroll. The ORC currently limits the employer contribution to a rate not to exceed 14.0% of covered payroll for local government employers. Active members do not make contributions to the OPEB plan.

The OPERS Postemployment Health Care plan was established under, and is administered in accordance with Internal Revenue Code 401(h). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of postemployment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional Plan was 4.0% for calendar year 2012. The portion of employer contributions allocated to health care for members in the Combined Plan was 6.05% for calendar year 2012. The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions for health care to the OPERS for the years ending December 31, 2012, 2011, and 2010 were \$313,475, \$303,959 and \$402,215, respectively, or 88.8% of the required contributions for 2012 and 100% of the required contributions for 2011 and 2010.

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the recent passage of pension legislation under SB 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4.0% of the employer contributions toward the health care fund after the end of the transition period.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 13 – POSTEMPLOYMENT BENEFITS (Continued)

B. Ohio Police and Fire Pension Fund (“OP&F”)

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

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

The ORC permits, but does not mandate, OP&F to provide OPEB benefits. Authority to establish and amend benefits is provided in Chapter 742 of the ORC.

OP&F issues a stand-alone financial report that includes financial information and required supplementary information for the plan. Interested parties may obtain a copy by making a written request to 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy – The ORC provides for contribution requirements of the participating employers and of plan members to the OP&F. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.5% and 24.0% of covered payroll for police and fire employers, respectively. The ORC states that the employer contribution may not exceed 19.5% of covered payroll for police employer units and 24.0% of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

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 2012, 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 Sections 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.

The City's contributions for health care to the OP&F for the years ending December 31, 2012, 2011, and 2010 were \$218,531, \$205,811 and \$209,375 for police, or 74.6% of the required contributions for 2012 and 100% of the required contributions for 2011 and 2010.

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2012**

NOTE 14 – COMPENSATED ABSENCES

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

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

At December 31, 2012, the City's accumulated, unpaid compensated absences amounted to \$2,431,099, of which \$2,179,882 is recorded as a liability of the Governmental Activities and \$251,217 is recorded as a liability of the Business-Type Activities.

NOTE 15 - LONG-TERM DEBT

Long-term debt of the City at December 31, 2012 was as follows:

	Balance December 31, 2011	Additions	(Reductions)	Balance December 31, 2012	Amounts Due Within One Year
Governmental Activities:					
General Obligation Bonds					
3.50 - 4.375% Capital Improvement	\$15,950,000	\$0	(\$845,000)	\$15,105,000	\$895,000
2.330% Fallen Timbers Phase One	4,365,000	0	(170,000)	4,195,000	175,000
1.250% Fallen Timbers Phase One	0	3,910,000	(195,000)	3,715,000	160,000
Total General Obligation Bonds	20,315,000	3,910,000	(1,210,000)	23,015,000	1,230,000
Ohio Water Development Authority Loan (OWDA):					
6.250% Main Trunk Sanitary Sewer	83,738	0	(83,738)	0	0
Long-Term Note Payable:					
1.250% Fallen Timbers Capital Improvement	3,808,840	0	(3,808,840)	0	0
Compensated Absences	2,191,294	2,179,882	(2,191,294)	2,179,882	877,745
Workers Compensation Liability	13,847	26,429	0	40,276	0
Ohio Police and Fire Pension Accrued Liability	51,941	0	(1,327)	50,614	1,384
Total Governmental Activities					
Long-Term Debt	\$26,464,660	\$6,116,311	(\$7,295,199)	\$25,285,772	\$2,109,129

**Notes to the Basic Financial Statements
For the Year Ended December 31, 2012**

NOTE 15 - LONG-TERM DEBT (Continued)

	Balance December 31, 2011	Additions	(Reductions)	Balance December 31, 2012	Due Within One Year
Business-Type Activities:					
Compensated Absences	\$262,990	\$251,217	(\$262,990)	\$251,217	\$90,105
Total Business-Type Activities Long-Term Debt	<u>\$262,990</u>	<u>\$251,217</u>	<u>(\$262,990)</u>	<u>\$251,217</u>	<u>\$90,105</u>

A. Principal and Interest Requirements

A summary of the City's future long-term debt funding requirements, including principal and interest payments as of December 31, 2012, follows:

Years	General Obligation Bond		Ohio Police and Fire Pension Accrued Liability	
	Principal	Interest	Principal	Interest
2013	\$1,230,000	\$961,111	\$1,384	\$2,136
2014	1,300,000	913,484	1,443	2,077
2015	1,360,000	862,691	1,505	2,015
2016	1,435,000	809,888	1,570	1,950
2017	1,510,000	753,707	1,637	1,883
2018-2022	8,890,000	2,777,145	9,303	8,298
2023-2027	5,955,000	689,591	11,481	6,121
2028-2032	1,335,000	81,660	14,167	3,435
2033-2035	0	0	8,124	517
Totals	<u>\$23,015,000</u>	<u>\$7,849,277</u>	<u>\$50,614</u>	<u>\$28,432</u>

B. Ohio Police and Fire Pension Fund

The City's liability for past service costs relating to the Ohio Police and Fire Pension Fund at December 31, 2012 was \$79,046 in principal and interest payments through the year 2035. Only the principal amount of \$50,614 is included in the long-term liabilities of the City.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 16 - CONDUIT DEBT OBLIGATIONS

From time to time, the City has issued revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from hospital and various industrial revenues. Ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2012, there were fourteen series of Industrial Revenue Bonds and one series of Hospital Revenue Bonds outstanding. The aggregate principal amount payable for the fourteen Industrial Revenue Bonds issued prior to January 1, 1996, could not be determined, however, their original issue amounts totaled \$11,430,000. The principal balance payable for the Hospital Revenue Bonds, issued in 2004, was \$3,510,000 at year end.

NOTE 17 - CONSTRUCTION COMMITMENTS

As of December 31, 2012, the City had the following commitments with respect to capital projects:

Capital Projects	Remaining Construction Commitment	Expected Date of Completion
Crossman Ditch Improvements - Engineering	\$24,906	2013
Conant Street Safety Upgrade - Engineering	283,475	2013
Conant Street Safety Upgrade - Construction	2,850,683	2013
Fallen Timbers Phase 2 - Construction	254,458	2013
Craig and Hugo Street Construction	73,539	2013
Fixed Base Meter Reader System	2,670,606	2013
Service Department Storage Building - Engineering	90,900	2013
Total	\$6,248,567	

NOTE 18 - INSURANCE AND 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. In 1994, the City joined the Ohio Government Risk Management Plan (the "OGRMP"), a public entity risk plan formed under Section 2744.081 of the Ohio Revised Code that operates as a common risk management and insurance program for 585 member political subdivisions. The City pays an annual premium to the OGRMP for its general insurance coverage. The agreement for formation of the OGRMP provides that the organization will be self-sustaining through member premiums and will reinsure all claims in excess of a member's deductible through commercial insurance and reinsurance companies.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 18 - INSURANCE AND RISK MANAGEMENT (Continued)

The City maintains a self-funded health insurance program with claims processed by CBCA Administrators, Inc. on behalf of the City. A separate Medical Care - Self Insured Fund (an internal service fund) was created in 1990 to account for and finance the health insurance program. As an integral part of the health insurance program, a reinsurance policy has been purchased covering claims in excess of \$40,000 per individual per year up to a maximum of \$1,000,000 per individual per lifetime. Settled claims have not exceeded the commercial coverage limits in any of the past three fiscal years.

All funds of the City from which employee salaries are paid participate in the health insurance program and make payments to the Medical Care - Self Insured Fund based on actuarial estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. Total contributions to the program during 2012 were \$1,922,053. The claims liability of \$122,876 reported in the Medical Care - Self Insured Fund at December 31, 2012 is based on the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues," as amended by GASB Statement No. 30 "Risk Management Omnibus," which requires that a liability for claims be reported if information prior to issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the Medical Care - Self Insured Fund's claims liability amount in fiscal years 2010, 2011 and 2012 were:

<u>Fiscal Year</u>	<u>Beginning of Fiscal Year Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Claims Liability at Fiscal Year End</u>
2010	\$162,252	1,557,679	(1,620,219)	\$99,712
2011	99,712	1,783,890	(1,732,624)	150,978
2012	150,978	2,011,508	(2,039,610)	122,876

The City pays unemployment claims to the State of Ohio as incurred.

The City continues to carry commercial insurance for other risks of loss, including employee life insurance. There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverages in any of the past three fiscal years.

***Notes to the Basic Financial Statements
For the Year Ended December 31, 2012***

NOTE 19 – SUBSEQUENT EVENTS

On April 17, 2013, the City issued refunding bonds in the amount of \$4,115,000. These bonds were used to partially retire bonds previously issued during 2005, in the amount of \$20,665,000 for various improvements throughout the City and had a principal balance of \$15,105,000 as of December 31, 2012. The bonds have a variable interest rate of 2 to 3.25 percent and mature on December 1, 2032.

On April 17, 2013, the City issued general obligation bonds in the amount of \$4,290,000 for construction of a new Service Building. The bonds have a variable interest rate of 2 to 3.25 percent and mature on December 1, 2032.

On April 17, 2013, the City issued general obligation bonds in the amount of \$1,175,000 to pay the costs of acquiring and installing new water meters throughout the City. The bonds have a variable interest rate of 2 to 3.25 percent and mature on December 1, 2032.

*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

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

Nonmajor Governmental Funds

Special Revenue Funds

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

Street Construction, Maintenance and Repair Fund

To account for revenues distributed by the state from the motor vehicle and gasoline taxes. Expenditures may only be for street construction and maintenance.

State Highway Improvement Fund

To account for the revenues distributed by the state from the motor vehicle taxes, permissive fees and gasoline taxes. Expenditures may only be used for street and state highway improvements and maintenance.

Permissive Auto License Tax Fund

To account for the permissive auto license taxes levied for street construction, maintenance and repair.

Street Lighting Fund

To account for the revenue from special assessments for street lighting construction and operation.

Law Enforcement Trust Fund

To account for funds received by the police department for contraband, per state statute.

Mandatory Drug Law Fund

To account for mandatory fines collected for drug offenses.

Enforcement and Education Fund

To account for financial resources used to educate and treat persons with alcohol related problems and to enhance law enforcement activities as a deterrent to the operation of motor vehicles while under the influence of alcohol.

Indigent Driver Alcohol Treatment Fund

To account for the revenues from fines as established by the state to pay for alcohol treatment related training programs for indigent persons.

(Continued)

Special Revenue Funds (Continued)

Municipal Court Capital Improvement Fund

To account for the acquisition, improvement, replacement and repair of capital assets of the Maumee Municipal Court.

Community Housing Improvement Program Fund

To account for financial resources for use in assisting low income home owners and first time buyers.

Community Development Block Grant Fund

To account for federal and state grants designated for community and environmental improvements.

Job Creation and Retention Fund

To account for grants made by the City through the Job Creation and Retention Grant Program. (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because this fund is reported as part of the General Fund on a GAAP basis.)

Maumee Revolving Loan Fund

To account for loans made by the City through the Maumee Revolving Loan Program.

Police Pension Fund

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

Street Opening Fund

To account for performance bonds posted by contractors and owners to ensure full restoration of pavement or completion of construction on public property.

Probation Services Fund

To account for revenues generated from court costs from cases requiring services from the Probation Division.

Indigent Driver Interlock Monies Fund

This fund is used to account for revenues from fines as established by the State to pay for interlock monitoring programs for indigent persons.

Debt Service Funds

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

Special Assessment Bond Retirement Fund

To account for accumulated special assessment revenues collected by the County Treasurer and remitted to the City by the County Auditor for payment of assessment bonds.

Ohio Water Development Authority Debt Service Fund

To account for revenue from assessments and for expenditures to retire debt to the Ohio Water Development Authority.

Capital Projects Funds

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

Sewer Construction Fund

This fund is used to account for revenues and expenditures for the construction and acquisition of capital sewer projects.

Waterline Construction Fund

To account for revenues and expenditures for the construction and acquisition of capital waterline projects.

Sidewalk Construction Fund

To account for revenues and expenditures for the construction and acquisition of capital sidewalk projects.

Permanent Improvement Fund

This fund is used to account for revenues and expenditures for specific projects of capital acquisition or construction and other specific operations.

CITY OF MAUMEE, OHIO

**Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2012**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Cash and Cash Equivalents	\$ 2,090,076	\$ 477,265	\$ 618,256	\$ 3,185,597
Receivables:				
Taxes	133,970	0	0	133,970
Accounts	376	0	0	376
Intergovernmental	475,289	0	0	475,289
Interest	9	0	0	9
Special Assessments	24,526	478,275	0	502,801
Loans	31,012	0	0	31,012
Inventory of Supplies, at Cost	42,452	0	0	42,452
Prepaid Items	4,099	0	0	4,099
Total Assets	\$ 2,801,809	\$ 955,540	\$ 618,256	\$ 4,375,605
Liabilities:				
Accounts Payable	\$ 47,259	\$ 0	\$ 40,172	\$ 87,431
Accrued Wages and Benefits Payable	197,118	0	0	197,118
Interfund Loans Payable	126,462	0	13,540	140,002
Compensated Absences Payable	8,526	0	0	8,526
Total Liabilities	379,365	0	53,712	433,077
Deferred Inflows of Resources:				
Unavailable Amounts	262,993	478,275	0	741,268
Property Tax for Next Fiscal Year	127,584	0	0	127,584
Total Deferred Inflows of Resources	390,577	478,275	0	868,852
Fund Balances:				
Nonspendable	46,551	0	0	46,551
Restricted	2,050,672	477,265	0	2,527,937
Committed	84,503	0	564,544	649,047
Unassigned	(149,859)	0	0	(149,859)
Total Fund Balances	2,031,867	477,265	564,544	3,073,676
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 2,801,809	\$ 955,540	\$ 618,256	\$ 4,375,605

CITY OF MAUMEE, OHIO

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2012**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Property Taxes	\$ 120,291	\$ 0	\$ 0	\$ 120,291
Intergovernmental Revenues	1,062,530	0	0	1,062,530
Licenses and Permits	250	0	0	250
Investment Earnings	2,308	0	0	2,308
Special Assessments	277,053	92,055	127	369,235
Fines and Forfeitures	169,612	0	0	169,612
All Other Revenue	476	0	0	476
Total Revenue	<u>1,632,520</u>	<u>92,055</u>	<u>127</u>	<u>1,724,702</u>
Expenditures:				
Current:				
Security of Persons and Property	964,185	0	0	964,185
Community Environment	159,882	0	0	159,882
Transportation	1,661,363	0	0	1,661,363
General Government	120,001	0	0	120,001
Capital Outlay	0	0	288,952	288,952
Debt Service:				
Principal Retirement	0	83,738	0	83,738
Interest and Fiscal Charges	0	18,559	0	18,559
Total Expenditures	<u>2,905,431</u>	<u>102,297</u>	<u>288,952</u>	<u>3,296,680</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,272,911)	(10,242)	(288,825)	(1,571,978)
Other Financing Sources (Uses):				
Transfers In	734,042	87,546	679,500	1,501,088
Total Other Financing Sources (Uses)	<u>734,042</u>	<u>87,546</u>	<u>679,500</u>	<u>1,501,088</u>
Net Change in Fund Balances	(538,869)	77,304	390,675	(70,890)
Fund Balances at Beginning of Year	2,587,690	399,961	173,869	3,161,520
Decrease in Inventory Reserve	(16,954)	0	0	(16,954)
Fund Balances End of Year	<u>\$ 2,031,867</u>	<u>\$ 477,265</u>	<u>\$ 564,544</u>	<u>\$ 3,073,676</u>



CITY OF MAUMEE, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2012**

	Street Construction, Maintenance and Repair	State Highway Improvement	Permissive Auto License Tax	Street Lighting
Assets:				
Cash and Cash Equivalents	\$ 121,355	\$ 33,802	\$ 170,477	\$ 836,387
Receivables:				
Taxes	0	0	0	0
Accounts	0	0	376	0
Intergovernmental	316,544	25,665	14,315	0
Interest	0	0	9	0
Special Assessments	0	0	0	24,526
Loans	0	0	0	0
Inventory of Supplies, at Cost	42,452	0	0	0
Prepaid Items	1,533	11	9	0
Total Assets	\$ 481,884	\$ 59,478	\$ 185,186	\$ 860,913
Liabilities:				
Accounts Payable	\$ 14,911	\$ 1,772	\$ 0	\$ 21,606
Accrued Wages and Benefits Payable	33,935	905	1,760	0
Interfund Loans Payable	0	0	0	0
Compensated Absences Payable	8,526	0	0	0
Total Liabilities	57,372	2,677	1,760	21,606
Deferred Inflows of Resources:				
Unavailable Amounts	210,730	17,166	0	23,395
Property Tax for Next Fiscal Year	0	0	0	0
Total Deferred Inflows of Resources	210,730	17,166	0	23,395
Fund Balances:				
Nonspendable	43,985	11	9	0
Restricted	169,797	39,624	183,417	815,912
Committed	0	0	0	0
Unassigned	0	0	0	0
Total Fund Balances	213,782	39,635	183,426	815,912
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 481,884	\$ 59,478	\$ 185,186	\$ 860,913

CITY OF MAUMEE, OHIO

Law Enforcement Trust	Mandatory Drug Law	Enforcement and Education	Indigent Driver Alcohol Treatment	Municipal Court Capital Improvement	Community Housing Improvement Program
\$ 27,234	\$ 21,859	\$ 23,754	\$ 43,959	\$ 76,012	\$ 6,116
0	0	0	0	0	0
0	0	0	0	0	0
0	57	156	1,057	7,049	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	2,196	0
<u>\$ 27,234</u>	<u>\$ 21,916</u>	<u>\$ 23,910</u>	<u>\$ 45,016</u>	<u>\$ 85,257</u>	<u>\$ 6,116</u>
\$ 54	\$ 0	\$ 0	\$ 4,992	\$ 2,058	\$ 0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>54</u>	<u>0</u>	<u>0</u>	<u>4,992</u>	<u>2,058</u>	<u>0</u>
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	2,196	0
27,180	21,916	23,910	40,024	81,003	6,116
0	0	0	0	0	0
0	0	0	0	0	0
<u>27,180</u>	<u>21,916</u>	<u>23,910</u>	<u>40,024</u>	<u>83,199</u>	<u>6,116</u>
<u>\$ 27,234</u>	<u>\$ 21,916</u>	<u>\$ 23,910</u>	<u>\$ 45,016</u>	<u>\$ 85,257</u>	<u>\$ 6,116</u>

(Continued)

CITY OF MAUMEE, OHIO

**Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2012**

	Community Development Block Grant	Maumee Revolving Loan	Police Pension	Street Opening
Assets:				
Cash and Cash Equivalents	\$ 282,552	\$ 322,921	\$ 10,659	\$ 84,503
Receivables:				
Taxes	0	0	133,970	0
Accounts	0	0	0	0
Intergovernmental	102,000	0	5,316	0
Interest	0	0	0	0
Special Assessments	0	0	0	0
Loans	31,012	0	0	0
Inventory of Supplies, at Cost	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	\$ 415,564	\$ 322,921	\$ 149,945	\$ 84,503
Liabilities:				
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits Payable	0	0	160,518	0
Interfund Loans Payable	126,462	0	0	0
Compensated Absences Payable	0	0	0	0
Total Liabilities	126,462	0	160,518	0
Deferred Inflows of Resources:				
Unavailable Amounts	0	0	11,702	0
Property Tax for Next Fiscal Year	0	0	127,584	0
Total Deferred Inflows of Resources	0	0	139,286	0
Fund Balances:				
Nonspendable	0	0	0	0
Restricted	289,102	322,921	0	0
Committed	0	0	0	84,503
Unassigned	0	0	(149,859)	0
Total Fund Balances	289,102	322,921	(149,859)	84,503
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 415,564	\$ 322,921	\$ 149,945	\$ 84,503

CITY OF MAUMEE, OHIO

Probation Services	Indigent Driver Interlock Monies	Total Nonmajor Special Revenue Funds
\$ 26,635	\$ 1,851	\$ 2,090,076
0	0	133,970
0	0	376
1,151	1,979	475,289
0	0	9
0	0	24,526
0	0	31,012
0	0	42,452
350	0	4,099
<u>\$ 28,136</u>	<u>\$ 3,830</u>	<u>\$ 2,801,809</u>
\$ 96	\$ 1,770	\$ 47,259
0	0	197,118
0	0	126,462
0	0	8,526
<u>96</u>	<u>1,770</u>	<u>379,365</u>
0	0	262,993
<u>0</u>	<u>0</u>	<u>127,584</u>
<u>0</u>	<u>0</u>	<u>390,577</u>
350	0	46,551
27,690	2,060	2,050,672
0	0	84,503
<u>0</u>	<u>0</u>	<u>(149,859)</u>
<u>28,040</u>	<u>2,060</u>	<u>2,031,867</u>
<u>\$ 28,136</u>	<u>\$ 3,830</u>	<u>\$ 2,801,809</u>

CITY OF MAUMEE, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

	Street Construction, Maintenance and Repair	State Highway Improvement	Permissive Auto License Tax	Street Lighting
Revenues:				
Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Intergovernmental Revenues	682,150	55,230	196,452	0
Licenses and Permits	0	0	0	0
Investment Earnings	0	0	28	0
Special Assessments	0	0	0	277,053
Fines and Forfeitures	0	0	0	0
All Other Revenue	0	0	376	0
Total Revenue	<u>682,150</u>	<u>55,230</u>	<u>196,856</u>	<u>277,053</u>
Expenditures:				
Current:				
Security of Persons and Property	0	0	0	261,484
Community Environment	0	0	0	0
Transportation	647,762	194,579	819,022	0
General Government	0	0	0	0
Total Expenditures	<u>647,762</u>	<u>194,579</u>	<u>819,022</u>	<u>261,484</u>
Excess (Deficiency) of Revenues Over Expenditures	34,388	(139,349)	(622,166)	15,569
Other Financing Sources (Uses):				
Transfers In	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	34,388	(139,349)	(622,166)	15,569
Fund Balances (Deficit) at Beginning of Year	196,348	178,984	805,592	800,343
Decrease in Inventory Reserve	(16,954)	0	0	0
Fund Balances (Deficit) End of Year	<u>\$ 213,782</u>	<u>\$ 39,635</u>	<u>\$ 183,426</u>	<u>\$ 815,912</u>

CITY OF MAUMEE, OHIO

Law Enforcement Trust	Mandatory Drug Law	Enforcement and Education	Indigent Driver Alcohol Treatment	Municipal Court Capital Improvement	Community Housing Improvement Program
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0
0	0	0	0	0	0
21	0	0	0	0	0
0	0	0	0	0	0
4,973	1,580	1,631	25,583	105,889	0
0	0	0	0	100	0
<u>4,994</u>	<u>1,580</u>	<u>1,631</u>	<u>25,583</u>	<u>105,989</u>	<u>0</u>
5,382	0	0	35,953	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	120,001	0
<u>5,382</u>	<u>0</u>	<u>0</u>	<u>35,953</u>	<u>120,001</u>	<u>0</u>
(388)	1,580	1,631	(10,370)	(14,012)	0
0	0	0	0	0	0
0	0	0	0	0	0
(388)	1,580	1,631	(10,370)	(14,012)	0
27,568	20,336	22,279	50,394	97,211	6,116
0	0	0	0	0	0
<u>\$ 27,180</u>	<u>\$ 21,916</u>	<u>\$ 23,910</u>	<u>\$ 40,024</u>	<u>\$ 83,199</u>	<u>\$ 6,116</u>

(Continued)

CITY OF MAUMEE, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

	Community Development Block Grant	Maumee Revolving Loan	Police Pension	Street Opening
Revenues:				
Property Taxes	\$ 0	\$ 0	\$ 120,291	\$ 0
Intergovernmental Revenues	102,000	0	26,698	0
Licenses and Permits	0	0	0	250
Investment Earnings	2,259	0	0	0
Special Assessments	0	0	0	0
Fines and Forfeitures	0	0	0	0
All Other Revenue	0	0	0	0
Total Revenue	104,259	0	146,989	250
Expenditures:				
Current:				
Security of Persons and Property	0	0	631,314	0
Community Environment	159,882	0	0	0
Transportation	0	0	0	0
General Government	0	0	0	0
Total Expenditures	159,882	0	631,314	0
Excess (Deficiency) of Revenues Over Expenditures	(55,623)	0	(484,325)	250
Other Financing Sources (Uses):				
Transfers In	268,042	0	466,000	0
Total Other Financing Sources (Uses)	268,042	0	466,000	0
Net Change in Fund Balances	212,419	0	(18,325)	250
Fund Balances (Deficit) at Beginning of Year	76,683	322,921	(131,534)	84,253
Decrease in Inventory Reserve	0	0	0	0
Fund Balances (Deficit) End of Year	\$ 289,102	\$ 322,921	\$ (149,859)	\$ 84,503

CITY OF MAUMEE, OHIO

<u>Probation Services</u>	<u>Indigent Driver Interlock Monies</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 0	\$ 0	\$ 120,291
0	0	1,062,530
0	0	250
0	0	2,308
0	0	277,053
16,434	13,522	169,612
0	0	476
<u>16,434</u>	<u>13,522</u>	<u>1,632,520</u>
14,696	15,356	964,185
0	0	159,882
0	0	1,661,363
0	0	120,001
<u>14,696</u>	<u>15,356</u>	<u>2,905,431</u>
1,738	(1,834)	(1,272,911)
<u>0</u>	<u>0</u>	<u>734,042</u>
<u>0</u>	<u>0</u>	<u>734,042</u>
1,738	(1,834)	(538,869)
26,302	3,894	2,587,690
0	0	(16,954)
<u>\$ 28,040</u>	<u>\$ 2,060</u>	<u>\$ 2,031,867</u>

CITY OF MAUMEE, OHIO

**Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2012**

	Special Assessment Bond Retirement	OWDA Debt Service	Total Nonmajor Debt Service Funds
Assets:			
Cash and Cash Equivalents	\$ 477,265	\$ 0	\$ 477,265
Receivables:			
Special Assessments	<u>478,275</u>	<u>0</u>	<u>478,275</u>
Total Assets	<u>\$ 955,540</u>	<u>\$ 0</u>	<u>\$ 955,540</u>
Liabilities:			
Deferred Inflows of Resources:			
Unavailable Amounts	<u>478,275</u>	<u>0</u>	<u>478,275</u>
Total Deferred Inflows of Resources	<u>478,275</u>	<u>0</u>	<u>478,275</u>
Fund Balances:			
Restricted	<u>477,265</u>	<u>0</u>	<u>477,265</u>
Total Fund Balances	<u>477,265</u>	<u>0</u>	<u>477,265</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 955,540</u>	<u>\$ 0</u>	<u>\$ 955,540</u>

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Debt Service Funds
For the Year Ended December 31, 2012***

	Special Assessment Bond Retirement	OWDA Debt Service	Total Nonmajor Debt Service Funds
Revenues:			
Special Assessments	\$ 92,055	\$ 0	\$ 92,055
Total Revenue	<u>92,055</u>	<u>0</u>	<u>92,055</u>
Expenditures:			
Debt Service:			
Principal Retirement	0	83,738	83,738
Interest and Fiscal Charges	14,747	3,812	18,559
Total Expenditures	<u>14,747</u>	<u>87,550</u>	<u>102,297</u>
Excess (Deficiency) of Revenues Over Expenditures	77,308	(87,550)	(10,242)
Other Financing Sources (Uses):			
Transfers In	0	87,546	87,546
Total Other Financing Sources (Uses)	<u>0</u>	<u>87,546</u>	<u>87,546</u>
Net Change in Fund Balances	77,308	(4)	77,304
Fund Balances at Beginning of Year	<u>399,957</u>	<u>4</u>	<u>399,961</u>
Fund Balances End of Year	<u>\$ 477,265</u>	<u>\$ 0</u>	<u>\$ 477,265</u>

CITY OF MAUMEE, OHIO

**Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2012**

	<u>Sewer Construction</u>	<u>Waterline Construction</u>	<u>Sidewalk Construction</u>	<u>Permanent Improvement</u>	<u>Total Nonmajor Capital Projects Funds</u>
Assets:					
Cash and Cash Equivalents	\$ 31,034	\$ 21	\$ 92,789	\$ 494,412	\$ 618,256
Total Assets	<u>\$ 31,034</u>	<u>\$ 21</u>	<u>\$ 92,789</u>	<u>\$ 494,412</u>	<u>\$ 618,256</u>
Liabilities:					
Accounts Payable	\$ 172	\$ 0	\$ 0	\$ 40,000	\$ 40,172
Interfund Loans Payable	0	0	0	13,540	13,540
Total Liabilities	<u>172</u>	<u>0</u>	<u>0</u>	<u>53,540</u>	<u>53,712</u>
Fund Balances:					
Committed	30,862	21	92,789	440,872	564,544
Total Fund Balances	<u>30,862</u>	<u>21</u>	<u>92,789</u>	<u>440,872</u>	<u>564,544</u>
Total Liabilities and Fund Balances	<u>\$ 31,034</u>	<u>\$ 21</u>	<u>\$ 92,789</u>	<u>\$ 494,412</u>	<u>\$ 618,256</u>

CITY OF MAUMEE, OHIO

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2012***

	Sewer Construction	Waterline Construction	Sidewalk Construction	Permanent Improvement	Total Nonmajor Capital Project Funds
Revenues:					
Special Assessments	\$ 0	\$ 0	\$ 127	\$ 0	\$ 127
Total Revenue	<u>0</u>	<u>0</u>	<u>127</u>	<u>0</u>	<u>127</u>
Expenditures:					
Capital Outlay	50,266	0	0	238,686	288,952
Total Expenditures	<u>50,266</u>	<u>0</u>	<u>0</u>	<u>238,686</u>	<u>288,952</u>
Excess (Deficiency) of Revenues Over Expenditures	(50,266)	0	127	(238,686)	(288,825)
Other Financing Sources (Uses):					
Transfers In	0	0	0	679,500	679,500
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>679,500</u>	<u>679,500</u>
Net Change in Fund Balances	(50,266)	0	127	440,814	390,675
Fund Balances at Beginning of Year	<u>81,128</u>	<u>21</u>	<u>92,662</u>	<u>58</u>	<u>173,869</u>
Fund Balances End of Year	<u>\$ 30,862</u>	<u>\$ 21</u>	<u>\$ 92,789</u>	<u>\$ 440,872</u>	<u>\$ 564,544</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Municipal Income Taxes	\$ 10,000,500	\$ 10,000,500	\$ 9,959,477	\$ (41,023)
Property Taxes	1,365,000	1,365,000	1,355,044	(9,956)
Intergovernmental Revenues	2,307,301	2,307,301	2,252,758	(54,543)
Charges for Services	1,339,610	1,339,610	1,343,150	3,540
Licenses and Permits	228,900	228,900	294,777	65,877
Investment Earnings	315,000	315,000	267,206	(47,794)
Special Assessments	4,000	4,000	2,249	(1,751)
Fines and Forfeitures	687,711	687,711	771,481	83,770
All Other Revenues	340,050	340,050	463,067	123,017
Total Revenues	<u>16,588,072</u>	<u>16,588,072</u>	<u>16,709,209</u>	<u>121,137</u>
Expenditures:				
Security of Persons and Property:				
Safety Administration:				
Personal Services	66,050	66,050	65,780	270
Contractual Services	6,700	8,200	7,459	741
Materials and Supplies	700	900	861	39
Total Safety Administration	<u>73,450</u>	<u>75,150</u>	<u>74,100</u>	<u>1,050</u>
Fire:				
Personal Services	486,500	482,300	482,294	6
Contractual Services	181,876	180,326	180,299	27
Materials and Supplies	31,700	31,150	31,130	20
Total Fire	<u>700,076</u>	<u>693,776</u>	<u>693,723</u>	<u>53</u>
Fire Prevention:				
Personal Services	262,400	232,200	232,103	97
Contractual Services	10,550	7,150	7,110	40
Materials and Supplies	2,800	1,400	1,383	17
Total Fire Prevention	<u>275,750</u>	<u>240,750</u>	<u>240,596</u>	<u>154</u>
Ambulance:				
Personal Services	766,000	547,900	547,859	41
Contractual Services	66,572	55,222	54,958	264
Materials and Supplies	30,850	26,350	26,271	79
Total Ambulance	<u>863,422</u>	<u>629,472</u>	<u>629,088</u>	<u>384</u>

(Continued)

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2012***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Lucas County EMS:				
Personal Services	818,050	1,025,950	1,025,917	33
Contractual Services	16,960	14,610	14,578	32
Materials and Supplies	13,100	14,200	14,150	50
Total Lucas County EMS	848,110	1,054,760	1,054,645	115
Police:				
Personal Services	3,271,100	3,393,100	3,393,047	53
Contractual Services	778,729	737,005	736,336	669
Materials and Supplies	188,032	177,432	177,404	28
Capital Outlay	0	0	0	0
Total Police	4,237,861	4,307,537	4,306,787	750
Police Detective:				
Personal Services	405,650	398,650	397,963	687
Crime Prevention:				
Personal Services	181,350	159,100	159,058	42
Animal Control:				
Personal Services	62,940	60,640	60,617	23
Contractual Services	3,000	1,650	1,623	27
Materials and Supplies	400	400	163	237
Total Animal Control	66,340	62,690	62,403	287
Dispatcher:				
Personal Services	850,250	872,950	872,909	41
Prosecutor:				
Personal Services	293,100	307,950	308,233	(283)
Contractual Services	27,150	24,030	23,728	302
Materials and Supplies	1,050	550	537	13
Total Prosecutor	321,300	332,530	332,498	32
Total Security of Persons and Property	8,823,559	8,827,365	8,823,770	3,595

(Continued)

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2012***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Public Health and Welfare:				
Cemetery:				
Personal Services	37,535	51,535	46,907	4,628
Contractual Services	1,700	1,700	597	1,103
Materials and Supplies	2,500	2,500	1,413	1,087
Total Cemetery	41,735	55,735	48,917	6,818
Administration:				
Contractual Services	123,000	123,000	122,716	284
Total Public Health and Welfare	164,735	178,735	171,633	7,102
Leisure Time Activities:				
Recreation:				
Personal Services	71,010	76,510	76,501	9
Contractual Services	17,100	30,500	30,456	44
Materials and Supplies	33,220	44,520	44,493	27
Total Recreation	121,330	151,530	151,450	80
Theater:				
Contractual Services	430,900	432,500	424,483	8,017
Materials and Supplies	66,600	68,400	67,698	702
Capital Outlay	0	700	661	39
Total Theater	497,500	500,900	492,842	8,758
Natural Resources:				
Personal Services	652,300	619,600	619,502	98
Contractual Services	242,650	220,450	220,424	26
Materials and Supplies	90,100	92,700	92,638	62
Capital Outlay	0	0	0	0
Total Natural Resources	985,050	932,750	932,564	186
Pool:				
Personal Services	124,550	136,920	136,910	10
Contractual Services	22,300	34,935	33,991	944
Materials and Supplies	39,400	46,475	46,133	342
Total Pool	186,250	218,330	217,034	1,296
Total Leisure Time Activities	1,790,130	1,804,210	1,793,890	10,320

(Continued)

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2012**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Community Environment:				
Inspection:				
Personal Services	423,200	424,730	424,729	1
Contractual Services	47,800	79,980	79,943	37
Materials and Supplies	8,100	5,700	5,674	26
Total Community Environment	<u>479,100</u>	<u>510,410</u>	<u>510,346</u>	<u>64</u>
Basic Utility Services:				
Storm Sewer:				
Personal Services	326,000	297,600	297,420	180
Contractual Services	36,100	69,380	64,282	5,098
Materials and Supplies	24,200	24,500	24,429	71
Other Expenditures	15,000	15,000	11,400	3,600
Total Storm Sewer	<u>401,300</u>	<u>406,480</u>	<u>397,531</u>	<u>8,949</u>
Refuse:				
Contractual Services	662,000	694,500	694,382	118
Materials and Supplies	7,000	7,100	7,080	20
Total Refuse	<u>669,000</u>	<u>701,600</u>	<u>701,462</u>	<u>138</u>
Total Basic Utility Services	<u>1,070,300</u>	<u>1,108,080</u>	<u>1,098,993</u>	<u>9,087</u>
Transportation:				
Service:				
Personal Services	81,100	106,185	87,257	18,928
Contractual Services	64,300	166,226	165,927	299
Materials and Supplies	7,050	3,800	3,791	9
Total Service	<u>152,450</u>	<u>276,211</u>	<u>256,975</u>	<u>19,236</u>
Service - Construction:				
Personal Services	245,800	303,800	324,835	(21,035)
Contractual Services	35,400	19,100	19,044	56
Materials and Supplies	53,800	43,600	43,591	9
Total Service - Construction	<u>335,000</u>	<u>366,500</u>	<u>387,470</u>	<u>(20,970)</u>

(Continued)

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Service - Operations:				
Personal Services	591,050	562,550	562,478	72
Contractual Services	33,300	26,300	26,254	46
Materials and Supplies	86,527	71,327	71,277	50
Total Service - Operations	710,877	660,177	660,009	168
Total Transportation	1,198,327	1,302,888	1,304,454	(1,566)
General Government:				
City Council:				
Personal Services	62,410	62,410	61,488	922
Contractual Services	115,172	319,672	319,024	648
Materials and Supplies	300	1,400	1,289	111
Total City Council	177,882	383,482	381,801	1,681
Municipal Clerk:				
Personal Services	432,650	456,450	456,394	56
Contractual Services	182,245	163,445	162,756	689
Materials and Supplies	4,350	4,575	4,561	14
Total Municipal Clerk	619,245	624,470	623,711	759
Mayor:				
Personal Services	111,400	111,400	110,075	1,325
Contractual Services	3,375	3,375	2,971	404
Materials and Supplies	425	475	459	16
Total Mayor	115,200	115,250	113,505	1,745
Law Department:				
Personal Services	76,112	51,612	51,525	87
Contractual Services	294,175	448,225	448,185	40
Materials and Supplies	0	150	91	59
Total Law Department	370,287	499,987	499,801	186
Civil Service:				
Contractual Services	17,075	18,800	18,775	25

(Continued)

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Year Ended December 31, 2012**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Municipal Court:				
Personal Services	1,371,300	1,353,300	1,352,748	552
Contractual Services	215,050	199,950	199,877	73
Materials and Supplies	11,100	6,700	6,682	18
Total Municipal Court	1,597,450	1,559,950	1,559,307	643
Administration:				
Contractual Services	101,600	104,900	104,870	30
Materials and Supplies	11,000	11,630	11,626	4
Total Administration	112,600	116,530	116,496	34
Income Tax:				
Personal Services	312,275	312,275	295,880	16,395
Contractual Services	45,200	48,800	38,752	10,048
Materials and Supplies	3,295	3,295	1,990	1,305
Other Expenditures	287,667	287,667	249,622	38,045
Total Income Tax	648,437	652,037	586,244	65,793
Total General Government	3,658,176	3,970,506	3,899,640	70,866
Total Expenditures	17,184,327	17,702,194	17,602,726	99,468
Excess (Deficiency) of Revenues Over (Under) Expenditures	(596,255)	(1,114,122)	(893,517)	220,605
Other Financing Sources (Uses):				
Sale of Capital Assets	60,000	60,000	6,731	(53,269)
Transfers Out	(755,620)	(1,297,120)	(652,000)	645,120
Total Other Financing Sources (Uses)	(695,620)	(1,237,120)	(645,269)	591,851
Net Change in Fund Balance	(1,291,875)	(2,351,242)	(1,538,786)	812,456
Fund Balance at Beginning of Year	12,599,201	12,599,201	12,599,201	0
Prior Year Encumbrances	41,472	41,472	41,472	0
Fund Balance at End of Year	\$ 11,348,798	\$ 10,289,431	\$ 11,101,887	\$ 812,456

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Special Revenue Funds
For the Year Ended December 31, 2012***

FALLEN TIMBERS TIF FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Property Taxes	\$ 1,931,170	\$ 1,931,170	\$ 1,901,803	\$ (29,367)
Investment Earnings	2,000	2,000	2,745	745
Total Revenues	<u>1,933,170</u>	<u>1,933,170</u>	<u>1,904,548</u>	<u>(28,622)</u>
Expenditures:				
Community Environment:				
Contractual Services	0	86,011	85,976	35
Other Expenditures	853,000	853,000	834,567	18,433
Debt Service:				
Principal Retirement	170,000	4,173,840	4,173,840	0
Interest and Fiscal Charges	187,381	299,541	282,094	17,447
Total Expenditures	<u>1,210,381</u>	<u>5,412,392</u>	<u>5,376,477</u>	<u>35,915</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	722,789	(3,479,222)	(3,471,929)	7,293
Other Financing Sources (Uses):				
General Obligation Bonds Issued	0	0	3,910,000	3,910,000
Advances In	0	3,066,830	0	(3,066,830)
Total Other Financing Sources (Uses)	<u>0</u>	<u>3,066,830</u>	<u>3,910,000</u>	<u>843,170</u>
Net Change in Fund Balance	722,789	(412,392)	438,071	850,463
Fund Balance at Beginning of Year	<u>1,316,057</u>	<u>1,316,057</u>	<u>1,316,057</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2,038,846</u>	<u>\$ 903,665</u>	<u>\$ 1,754,128</u>	<u>\$ 850,463</u>

CITY OF MAUMEE, OHIO

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Special Revenue Funds
For the Year Ended December 31, 2012**

INCOME TAX "B" (0.5%) FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Municipal Income Taxes	\$ 5,000,250	\$ 5,000,250	\$ 4,979,356	\$ (20,894)
Intergovernmental Revenues	0	0	1,526	1,526
All Other Revenues	0	0	1,750	1,750
Total Revenues	<u>5,000,250</u>	<u>5,000,250</u>	<u>4,982,632</u>	<u>(17,618)</u>
Expenditures:				
General Government:				
Other Expenditures	143,833	143,832	124,810	19,022
Capital Outlay	292,386	1,288,393	1,187,905	100,488
Total Expenditures	<u>436,219</u>	<u>1,432,225</u>	<u>1,312,715</u>	<u>119,510</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures				
	4,564,031	3,568,025	3,669,917	101,892
Other Financing Sources (Uses):				
Transfers In	0	0	140,727	140,727
Transfers Out	(1,514,000)	(2,873,737)	(2,873,737)	0
Advances Out	0	(2,120,648)	(2,111,770)	8,878
Total Other Financing Sources (Uses)	<u>(1,514,000)</u>	<u>(4,994,385)</u>	<u>(4,844,780)</u>	<u>149,605</u>
Net Change in Fund Balance	3,050,031	(1,426,360)	(1,174,863)	251,497
Fund Balance at Beginning of Year	12,537,230	12,537,230	12,537,230	0
Prior Year Encumbrances	146,686	146,686	146,686	0
Fund Balance at End of Year	<u>\$ 15,733,947</u>	<u>\$ 11,257,556</u>	<u>\$ 11,509,053</u>	<u>\$ 251,497</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Debt Service Fund
For the Year Ended December 31, 2012***

GENERAL BOND RETIREMENT FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Debt Service:				
Principal Retirement	845,000	845,000	845,000	0
Interest and Fiscal Charges	668,966	668,966	668,965	1
Total Expenditures	<u>1,513,966</u>	<u>1,513,966</u>	<u>1,513,965</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,513,966)	(1,513,966)	(1,513,965)	1
Other Financing Sources (Uses):				
Transfers In	<u>1,514,000</u>	<u>1,514,000</u>	<u>1,514,000</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>1,514,000</u>	<u>1,514,000</u>	<u>1,514,000</u>	<u>0</u>
Net Change in Fund Balance	34	34	35	1
Fund Balance at Beginning of Year	<u>1,264</u>	<u>1,264</u>	<u>1,264</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 1,298</u>	<u>\$ 1,298</u>	<u>\$ 1,299</u>	<u>\$ 1</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – Capital Project Funds
For the Year Ended December 31, 2012***

STREET CONSTRUCTION FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 0	\$ 346,986	\$ 346,986
Total Revenues	<u>0</u>	<u>0</u>	<u>346,986</u>	<u>346,986</u>
Expenditures:				
Capital Outlay	1,079,196	3,878,002	1,721,225	2,156,777
Total Expenditures	<u>1,079,196</u>	<u>3,878,002</u>	<u>1,721,225</u>	<u>2,156,777</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,079,196)	(3,878,002)	(1,374,239)	2,503,763
Other Financing Sources (Uses):				
Transfers In	600,000	3,800,000	812,195	(2,987,805)
Transfers Out	0	(130,507)	(130,507)	0
Advances In	0	0	1,986,611	1,986,611
Total Other Financing Sources (Uses)	<u>600,000</u>	<u>3,669,493</u>	<u>2,668,299</u>	<u>(1,001,194)</u>
Net Change in Fund Balance	(479,196)	(208,509)	1,294,060	1,502,569
Fund Balance at Beginning of Year	614,854	614,854	614,854	0
Prior Year Encumbrances	1,079,196	1,079,196	1,079,196	0
Fund Balance at End of Year	<u>\$ 1,214,854</u>	<u>\$ 1,485,541</u>	<u>\$ 2,988,110</u>	<u>\$ 1,502,569</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental Revenues	\$ 685,000	\$ 694,000	\$ 682,026	\$ (11,974)
All Other Revenues	0	0	13	13
Total Revenues	<u>685,000</u>	<u>694,000</u>	<u>682,039</u>	<u>(11,961)</u>
Expenditures:				
Transportation:				
Personal Services	616,310	481,310	478,730	2,580
Contractual Services	64,400	77,900	77,600	300
Materials and Supplies	<u>101,000</u>	<u>101,000</u>	<u>95,837</u>	<u>5,163</u>
Total Expenditures	<u>781,710</u>	<u>660,210</u>	<u>652,167</u>	<u>8,043</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(96,710)	33,790	29,872	(3,918)
Fund Balance at Beginning of Year	87,400	87,400	87,400	0
Fund Balance at End of Year	<u>\$ (9,310)</u>	<u>\$ 121,190</u>	<u>\$ 117,272</u>	<u>\$ (3,918)</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

STATE HIGHWAY IMPROVEMENT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Intergovernmental Revenues	\$ 54,000	\$ 54,000	\$ 55,300	\$ 1,300
Total Revenues	<u>54,000</u>	<u>54,000</u>	<u>55,300</u>	<u>1,300</u>
Expenditures:				
Transportation:				
Personal Services	42,130	42,130	38,716	3,414
Contractual Services	34,500	155,500	155,030	470
Total Expenditures	<u>76,630</u>	<u>197,630</u>	<u>193,746</u>	<u>3,884</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(22,630)	(143,630)	(138,446)	5,184
Fund Balance at Beginning of Year	<u>172,248</u>	<u>172,248</u>	<u>172,248</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 149,618</u>	<u>\$ 28,618</u>	<u>\$ 33,802</u>	<u>\$ 5,184</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

PERMISSIVE AUTO LICENSE TAX FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Intergovernmental Revenues	\$ 192,000	\$ 192,000	\$ 197,000	\$ 5,000
Investment Earnings	50	50	26	(24)
Total Revenues	<u>192,050</u>	<u>192,050</u>	<u>197,026</u>	<u>4,976</u>
Expenditures:				
Transportation:				
Personal Services	89,850	89,850	42,173	47,677
Contractual Services	25,000	400,285	375,397	24,888
Materials and Supplies	273,000	183,000	182,058	942
Capital Outlay	219,428	219,428	219,428	0
Total Expenditures	<u>607,278</u>	<u>892,563</u>	<u>819,056</u>	<u>73,507</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(415,228)	(700,513)	(622,030)	78,483
Fund Balance at Beginning of Year	573,079	573,079	573,079	0
Prior Year Encumbrances	219,428	219,428	219,428	0
Fund Balance at End of Year	<u>\$ 377,279</u>	<u>\$ 91,994</u>	<u>\$ 170,477</u>	<u>\$ 78,483</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Special Assessments	\$ 269,500	\$ 269,500	\$ 275,922	\$ 6,422
Total Revenues	<u>269,500</u>	<u>269,500</u>	<u>275,922</u>	<u>6,422</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	<u>257,500</u>	<u>267,500</u>	<u>265,927</u>	<u>1,573</u>
Total Expenditures	<u>257,500</u>	<u>267,500</u>	<u>265,927</u>	<u>1,573</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	12,000	2,000	9,995	7,995
Fund Balance at Beginning of Year	<u>826,392</u>	<u>826,392</u>	<u>826,392</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 838,392</u>	<u>\$ 828,392</u>	<u>\$ 836,387</u>	<u>\$ 7,995</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

	LAW ENFORCEMENT TRUST FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Intergovernmental Revenues	\$ 0	\$ 5,000	\$ 0	\$ (5,000)
Investment Earnings	0	0	21	21
Fines and Forfeitures	0	0	4,973	4,973
Total Revenues	<u>0</u>	<u>5,000</u>	<u>4,994</u>	<u>(6)</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	2,000	2,000	651	1,349
Materials and Supplies	8,000	8,000	5,586	2,414
Capital Outlay	20,000	20,000	0	20,000
Total Expenditures	<u>30,000</u>	<u>30,000</u>	<u>6,237</u>	<u>23,763</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(30,000)	(25,000)	(1,243)	23,757
Fund Balance at Beginning of Year	28,477	28,477	28,477	0
Fund Balance at End of Year	<u>\$ (1,523)</u>	<u>\$ 3,477</u>	<u>\$ 27,234</u>	<u>\$ 23,757</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

	MANDATORY DRUG LAW FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Fines and Forfeitures	\$ 1,800	\$ 1,800	\$ 1,599	\$ (201)
Total Revenues	<u>1,800</u>	<u>1,800</u>	<u>1,599</u>	<u>(201)</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	1,000	1,000	0	1,000
Materials and Supplies	1,000	1,000	0	1,000
Capital Outlay	<u>15,000</u>	<u>15,000</u>	<u>0</u>	<u>15,000</u>
Total Expenditures	<u>17,000</u>	<u>17,000</u>	<u>0</u>	<u>17,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(15,200)	(15,200)	1,599	16,799
Fund Balance at Beginning of Year	<u>20,260</u>	<u>20,260</u>	<u>20,260</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 5,060</u>	<u>\$ 5,060</u>	<u>\$ 21,859</u>	<u>\$ 16,799</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fines and Forfeitures	\$ 1,800	\$ 1,800	\$ 1,573	\$ (227)
Total Revenues	<u>1,800</u>	<u>1,800</u>	<u>1,573</u>	<u>(227)</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	10,000	10,000	0	10,000
Materials and Supplies	10,000	10,000	0	10,000
Total Expenditures	<u>20,000</u>	<u>20,000</u>	<u>0</u>	<u>20,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,200)	(18,200)	1,573	19,773
Fund Balance at Beginning of Year	<u>22,181</u>	<u>22,181</u>	<u>22,181</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 3,981</u>	<u>\$ 3,981</u>	<u>\$ 23,754</u>	<u>\$ 19,773</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive Negative (Negative)
Revenues:				
Fines and Forfeitures	\$ 19,000	\$ 19,000	\$ 25,536	\$ 6,536
Total Revenues	<u>19,000</u>	<u>19,000</u>	<u>25,536</u>	<u>6,536</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	<u>15,000</u>	<u>38,300</u>	<u>38,253</u>	<u>47</u>
Total Expenditures	<u>15,000</u>	<u>38,300</u>	<u>38,253</u>	<u>47</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,000	(19,300)	(12,717)	6,583
Fund Balance at Beginning of Year	<u>56,676</u>	<u>56,676</u>	<u>56,676</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 60,676</u>	<u>\$ 37,376</u>	<u>\$ 43,959</u>	<u>\$ 6,583</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

MUNICIPAL COURT CAPITAL IMPROVEMENT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Fines and Forfeitures	\$ 87,000	\$ 87,000	\$ 105,439	\$ 18,439
All Other Revenues	0	0	100	100
Total Revenues	<u>87,000</u>	<u>87,000</u>	<u>105,539</u>	<u>18,539</u>
Expenditures:				
General Government:				
Contractual Services	120,500	120,500	90,027	30,473
Materials and Supplies	1,000	1,000	0	1,000
Capital Outlay	<u>32,839</u>	<u>44,804</u>	<u>31,723</u>	<u>13,081</u>
Total Expenditures	<u>154,339</u>	<u>166,304</u>	<u>121,750</u>	<u>44,554</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(67,339)	(79,304)	(16,211)	63,093
Fund Balance at Beginning of Year	89,924	89,924	89,924	0
Prior Year Encumbrances	<u>2,039</u>	<u>2,039</u>	<u>2,039</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 24,624</u>	<u>\$ 12,659</u>	<u>\$ 75,752</u>	<u>\$ 63,093</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Total Expenditures	<u> 0</u>	<u> 0</u>	<u> 0</u>	<u> 0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u> 6,116</u>	<u> 6,116</u>	<u> 6,116</u>	<u> 0</u>
Fund Balance at End of Year	<u>\$ 6,116</u>	<u>\$ 6,116</u>	<u>\$ 6,116</u>	<u>\$ 0</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

COMMUNITY DEVELOPMENT BLOCK GRANT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Intergovernmental Revenues	\$ 102,000	\$ 102,000	\$ 0	\$ (102,000)
Investment Earnings	2,264	2,264	2,259	(5)
All Other Revenues	20,571	20,571	20,571	0
Total Revenues	<u>124,835</u>	<u>124,835</u>	<u>22,830</u>	<u>(102,005)</u>
Expenditures:				
Community Environment:				
Contractual Services	0	29,500	26,624	2,876
Capital Outlay	0	134,038	134,038	0
Total Expenditures	<u>0</u>	<u>163,538</u>	<u>160,662</u>	<u>2,876</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	124,835	(38,703)	(137,832)	(99,129)
Other Financing Sources (Uses):				
Transfers In	45,100	45,100	268,042	222,942
Advances In	102,000	102,000	125,159	23,159
Total Other Financing Sources (Uses)	<u>147,100</u>	<u>147,100</u>	<u>393,201</u>	<u>246,101</u>
Net Change in Fund Balance	271,935	108,397	255,369	146,972
Fund Balance at Beginning of Year	27,183	27,183	27,183	0
Fund Balance at End of Year	<u>\$ 299,118</u>	<u>\$ 135,580</u>	<u>\$ 282,552</u>	<u>\$ 146,972</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

JOB CREATION AND RETENTION FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Community Environment:				
Other Expenditures	300,620	183,520	183,400	120
Total Expenditures	<u>300,620</u>	<u>183,520</u>	<u>183,400</u>	<u>120</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(300,620)	(183,520)	(183,400)	120
Other Financing Sources (Uses):				
Transfers In	300,620	300,620	181,000	(119,620)
Total Other Financing Sources (Uses)	<u>300,620</u>	<u>300,620</u>	<u>181,000</u>	<u>(119,620)</u>
Net Change in Fund Balance	0	117,100	(2,400)	(119,500)
Fund Balance at Beginning of Year	<u>2,600</u>	<u>2,600</u>	<u>2,600</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 2,600</u>	<u>\$ 119,700</u>	<u>\$ 200</u>	<u>\$ (119,500)</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

	MAUMEE REVOLVING LOAN FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>322,921</u>	<u>322,921</u>	<u>322,921</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 322,921</u>	<u>\$ 322,921</u>	<u>\$ 322,921</u>	<u>\$ 0</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

POLICE PENSION FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Property Taxes	\$ 122,600	\$ 132,900	\$ 120,291	\$ (12,609)
Intergovernmental Revenues	27,487	27,487	26,698	(789)
Total Revenues	<u>150,087</u>	<u>160,387</u>	<u>146,989</u>	<u>(13,398)</u>
Expenditures:				
Security of Persons and Property:				
Personal Services	600,000	604,900	604,878	22
Total Expenditures	<u>600,000</u>	<u>604,900</u>	<u>604,878</u>	<u>22</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(449,913)	(444,513)	(457,889)	(13,376)
Other Financing Sources (Uses):				
Transfers In	450,000	574,513	466,000	(108,513)
Total Other Financing Sources (Uses)	<u>450,000</u>	<u>574,513</u>	<u>466,000</u>	<u>(108,513)</u>
Net Change in Fund Balance	87	130,000	8,111	(121,889)
Fund Balance at Beginning of Year	2,548	2,548	2,548	0
Fund Balance at End of Year	<u>\$ 2,635</u>	<u>\$ 132,548</u>	<u>\$ 10,659</u>	<u>\$ (121,889)</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

	STREET OPENING FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Licenses and Permits	\$ 250	\$ 250	\$ 250	\$ 0
Total Revenues	<u>250</u>	<u>250</u>	<u>250</u>	<u>0</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	250	250	250	0
Fund Balance at Beginning of Year	<u>84,253</u>	<u>84,253</u>	<u>84,253</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 84,503</u>	<u>\$ 84,503</u>	<u>\$ 84,503</u>	<u>\$ 0</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Fines and Forfeitures	\$ 17,000	\$ 17,000	\$ 16,610	\$ (390)
Total Revenues	<u>17,000</u>	<u>17,000</u>	<u>16,610</u>	<u>(390)</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	10,500	12,985	10,722	2,263
Materials and Supplies	5,750	5,750	4,009	1,741
Capital Outlay	<u>5,000</u>	<u>5,000</u>	<u>3,397</u>	<u>1,603</u>
Total Expenditures	<u>21,250</u>	<u>23,735</u>	<u>18,128</u>	<u>5,607</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,250)	(6,735)	(1,518)	5,217
Fund Balance at Beginning of Year	<u>28,153</u>	<u>28,153</u>	<u>28,153</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 23,903</u>	<u>\$ 21,418</u>	<u>\$ 26,635</u>	<u>\$ 5,217</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2012***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive Negative (Negative)
Revenues:				
Fines and Forfeitures	\$ 11,500	\$ 11,500	\$ 12,183	\$ 683
Total Revenues	<u>11,500</u>	<u>11,500</u>	<u>12,183</u>	<u>683</u>
Expenditures:				
Security of Persons and Property:				
Contractual Services	<u>11,000</u>	<u>15,000</u>	<u>14,511</u>	<u>489</u>
Total Expenditures	<u>11,000</u>	<u>15,000</u>	<u>14,511</u>	<u>489</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	500	(3,500)	(2,328)	1,172
Fund Balance at Beginning of Year	<u>4,179</u>	<u>4,179</u>	<u>4,179</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4,679</u>	<u>\$ 679</u>	<u>\$ 1,851</u>	<u>\$ 1,172</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Fund
For the Year Ended December 31, 2012***

SPECIAL ASSESSMENT BOND RETIREMENT FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Special Assessments	\$ 90,000	\$ 90,000	\$ 92,055	\$ 2,055
All Other Revenues	0	0	51,180	51,180
Total Revenues	<u>90,000</u>	<u>90,000</u>	<u>143,235</u>	<u>53,235</u>
Expenditures:				
Debt Service:				
Principal Retirement	51,180	51,180	51,180	0
Interest and Fiscal Charges	14,748	14,748	14,747	1
Total Expenditures	<u>65,928</u>	<u>65,928</u>	<u>65,927</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	24,072	24,072	77,308	53,236
Fund Balance at Beginning of Year	<u>399,957</u>	<u>399,957</u>	<u>399,957</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 424,029</u>	<u>\$ 424,029</u>	<u>\$ 477,265</u>	<u>\$ 53,236</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Debt Service Fund
For the Year Ended December 31, 2012***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Debt Service:				
Principal Retirement	83,737	83,737	83,737	0
Interest and Fiscal Charges	3,813	3,813	3,813	0
Total Expenditures	<u>87,550</u>	<u>87,550</u>	<u>87,550</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(87,550)	(87,550)	(87,550)	0
Other Financing Sources (Uses):				
Transfers In	<u>87,550</u>	<u>87,550</u>	<u>87,546</u>	<u>(4)</u>
Total Other Financing Sources (Uses)	<u>87,550</u>	<u>87,550</u>	<u>87,546</u>	<u>(4)</u>
Net Change in Fund Balance	0	0	(4)	(4)
Fund Balance at Beginning of Year	<u>4</u>	<u>4</u>	<u>4</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 4</u>	<u>\$ 4</u>	<u>\$ 0</u>	<u>\$ (4)</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2012***

SEWER CONSTRUCTION FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Capital Outlay	0	75,000	75,000	0
Total Expenditures	<u>0</u>	<u>75,000</u>	<u>75,000</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(75,000)	(75,000)	0
Other Financing Sources (Uses):				
Transfers In	100,000	100,000	0	(100,000)
Total Other Financing Sources (Uses)	<u>100,000</u>	<u>100,000</u>	<u>0</u>	<u>(100,000)</u>
Net Change in Fund Balance	100,000	25,000	(75,000)	(100,000)
Fund Balance at Beginning of Year	<u>81,128</u>	<u>81,128</u>	<u>81,128</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 181,128</u>	<u>\$ 106,128</u>	<u>\$ 6,128</u>	<u>\$ (100,000)</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2012***

	WATERLINE CONSTRUCTION FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Total Expenditures	<u> 0</u>	<u> 0</u>	<u> 0</u>	<u> 0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u> 21</u>	<u> 21</u>	<u> 21</u>	<u> 0</u>
Fund Balance at End of Year	<u><u>\$ 21</u></u>	<u><u>\$ 21</u></u>	<u><u>\$ 21</u></u>	<u><u>\$ 0</u></u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2012***

SIDEWALK CONSTRUCTION FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Special Assessments	\$ 0	\$ 0	\$ 127	\$ 127
Total Revenues	<u>0</u>	<u>0</u>	<u>127</u>	<u>127</u>
Expenditures:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	127	127
Fund Balance at Beginning of Year	<u>92,662</u>	<u>92,662</u>	<u>92,662</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 92,662</u>	<u>\$ 92,662</u>	<u>\$ 92,789</u>	<u>\$ 127</u>

CITY OF MAUMEE, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2012***

PERMANENT IMPROVEMENT FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Capital Outlay	0	693,040	689,586	3,454
Total Expenditures	0	693,040	689,586	3,454
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	(693,040)	(689,586)	3,454
Other Financing Sources (Uses):				
Transfers In	0	778,000	679,500	(98,500)
Advances In	0	0	13,540	13,540
Total Other Financing Sources (Uses)	0	778,000	693,040	(84,960)
Net Change in Fund Balance	0	84,960	3,454	(81,506)
Fund Balance at Beginning of Year	58	58	58	0
Fund Balance at End of Year	<u>\$ 58</u>	<u>\$ 85,018</u>	<u>\$ 3,512</u>	<u>\$ (81,506)</u>

Fiduciary Funds

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

Agency Funds

Municipal Court Fund

To account for funds that flow through the municipal court office.

Ohio Board of Building Standards Assessment Fund

To account for funds from the three percent (3%) fees as required by Ohio Revised Code.

Ohio Board of Building Standards Residential Fund

To account for funds from the one percent (1%) fees as required by Ohio Revised Code.

Monclova-Maumee-Toledo Joint Economic Development Zone (MMT JEDZ)

Collections Fund

To account for collections and disbursements of the MMT JEDZ income tax.

Maumee-Toledo Joint Economic Development Zone (MT JEDZ) Collections Fund

To account for collections and disbursements of the MT JEDZ income tax.

Cooperative Economic Development Agreement (CEDA) Fund

To account for collections and disbursements from the Monclova/Maumee/Toledo Cooperative Economic Development Agreement.

CITY OF MAUMEE, OHIO

***Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2012***

	Balance December 31, 2011	Additions	Deductions	Balance December 31, 2012
<u>Municipal Court</u>				
Assets:				
Cash and Cash Equivalents	\$47,325	\$2,206,883	(\$2,225,691)	\$28,517
Total Assets	<u>\$47,325</u>	<u>\$2,206,883</u>	<u>(\$2,225,691)</u>	<u>\$28,517</u>
Liabilities:				
Due to Others	\$47,325	\$2,206,883	(\$2,225,691)	\$28,517
Total Liabilities	<u>\$47,325</u>	<u>\$2,206,883</u>	<u>(\$2,225,691)</u>	<u>\$28,517</u>
<u>Ohio Board of Building Standards Assessments</u>				
Assets:				
Cash and Cash Equivalents	\$253	\$4,496	(\$4,641)	\$108
Total Assets	<u>\$253</u>	<u>\$4,496</u>	<u>(\$4,641)</u>	<u>\$108</u>
Liabilities:				
Intergovernmental Payables	\$253	\$4,496	(\$4,641)	\$108
Total Liabilities	<u>\$253</u>	<u>\$4,496</u>	<u>(\$4,641)</u>	<u>\$108</u>
<u>Ohio Board of Building Standards Residential</u>				
Assets:				
Cash and Cash Equivalents	\$34	\$778	(\$761)	\$51
Total Assets	<u>\$34</u>	<u>\$778</u>	<u>(\$761)</u>	<u>\$51</u>
Liabilities:				
Intergovernmental Payables	\$34	\$778	(\$761)	\$51
Total Liabilities	<u>\$34</u>	<u>\$778</u>	<u>(\$761)</u>	<u>\$51</u>
<u>MMT JEDZ Collections</u>				
Assets:				
Cash and Cash Equivalents	\$200,755	\$961,505	(\$922,670)	\$239,590
Total Assets	<u>\$200,755</u>	<u>\$961,505</u>	<u>(\$922,670)</u>	<u>\$239,590</u>
Liabilities:				
Intergovernmental Payables	\$200,755	\$961,505	(\$922,670)	\$239,590
Total Liabilities	<u>\$200,755</u>	<u>\$961,505</u>	<u>(\$922,670)</u>	<u>\$239,590</u>

CITY OF MAUMEE, OHIO

	Balance December 31, 2011	Additions	Deductions	Balance December 31, 2012
<u>MT JEDZ Collections</u>				
Assets:				
Cash and Cash Equivalents	\$353,680	\$1,608,040	(\$1,574,153)	\$387,567
Total Assets	<u>\$353,680</u>	<u>\$1,608,040</u>	<u>(\$1,574,153)</u>	<u>\$387,567</u>
Liabilities:				
Intergovernmental Payables	\$353,680	\$1,608,040	(\$1,574,153)	\$387,567
Total Liabilities	<u>\$353,680</u>	<u>\$1,608,040</u>	<u>(\$1,574,153)</u>	<u>\$387,567</u>
<u>CEDA</u>				
Assets:				
Cash and Cash Equivalents	\$214,712	\$883,050	(\$872,168)	\$225,594
Total Assets	<u>\$214,712</u>	<u>\$883,050</u>	<u>(\$872,168)</u>	<u>\$225,594</u>
Liabilities:				
Intergovernmental Payables	\$214,712	\$883,050	(\$872,168)	\$225,594
Total Liabilities	<u>\$214,712</u>	<u>\$883,050</u>	<u>(\$872,168)</u>	<u>\$225,594</u>
<u>Totals - All Agency Funds</u>				
Assets:				
Cash and Cash Equivalents	\$816,759	\$5,664,752	(\$5,600,084)	\$881,427
Total Assets	<u>\$816,759</u>	<u>\$5,664,752</u>	<u>(\$5,600,084)</u>	<u>\$881,427</u>
Liabilities:				
Intergovernmental Payables	\$769,434	\$3,457,869	(\$3,374,393)	\$852,910
Due to Others	47,325	2,206,883	(2,225,691)	28,517
Total Liabilities	<u>\$816,759</u>	<u>\$5,664,752</u>	<u>(\$5,600,084)</u>	<u>\$881,427</u>



STATISTICAL SECTION



STATISTICAL TABLES

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

Contents

Financial Trends	S 2 – S 13
These schedules contain trend information to help the reader understand how the City’s financial position has changed over time.	
Revenue Capacity	S 14 – S 17
These schedules contain information to help the reader understand and assess the factors affecting the City’s ability to generate its most significant local revenue sources, the income tax.	
Debt Capacity	S 18 – S 25
These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.	
Economic and Demographic Information	S 26 – S 29
These schedules offer economic and demographic indicators to help the reader understand the environment within which the City’s financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
Operating Information	S 30 – S 37
These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.	
Sources Note:	
Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.	

City of Maumee

*Net Position by Component
Last Ten Years
(accrual basis of accounting)*

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Governmental Activities:				
Net Investment in Capital Assets	\$20,959,726	\$36,125,901	\$41,677,547	\$29,085,888
Restricted	41,167,763	14,197,845	7,394,108	10,961,806
Unrestricted	630,754	15,027,504	16,006,915	26,680,438
Total Governmental Activities Net Position	<u>\$62,758,243</u>	<u>\$65,351,250</u>	<u>\$65,078,570</u>	<u>\$66,728,132</u>
Business-type Activities:				
Investment in Capital Assets	\$9,117,113	\$8,763,573	\$9,330,141	\$8,875,153
Unrestricted (Deficit)	1,142,558	879,147	792,340	9,928
Total Business-type Activities Net Position	<u>\$10,259,671</u>	<u>\$9,642,720</u>	<u>\$10,122,481</u>	<u>\$8,885,081</u>
Primary Government:				
Net Investment in Capital Assets	\$30,076,839	\$44,889,474	\$51,007,688	\$37,961,041
Restricted	41,167,763	14,197,845	7,394,108	10,961,806
Unrestricted	1,773,312	15,906,651	16,799,255	26,690,366
Total Primary Government Net Position	<u>\$73,017,914</u>	<u>\$74,993,970</u>	<u>\$75,201,051</u>	<u>\$75,613,213</u>

Source: Finance Director's Office

City of Maumee

2007	2008	2009	2010	2011	2012
\$46,587,645	\$54,670,702	\$54,404,196	\$54,234,061	\$57,495,468	\$58,913,187
4,238,884	4,526,878	5,638,619	5,882,464	21,154,630	19,656,012
<u>31,907,660</u>	<u>23,566,602</u>	<u>21,429,330</u>	<u>22,344,620</u>	<u>5,767,727</u>	<u>5,975,023</u>
<u>\$82,734,189</u>	<u>\$82,764,182</u>	<u>\$81,472,145</u>	<u>\$82,461,145</u>	<u>\$84,417,825</u>	<u>\$84,544,222</u>
\$9,840,673	\$8,147,216	\$7,654,585	\$7,417,689	\$7,082,316	\$6,586,656
(176,740)	535,961	1,523,330	2,280,597	3,157,161	3,983,532
<u>\$9,663,933</u>	<u>\$8,683,177</u>	<u>\$9,177,915</u>	<u>\$9,698,286</u>	<u>\$10,239,477</u>	<u>\$10,570,188</u>
\$56,428,318	\$62,817,918	\$62,058,781	\$61,651,750	\$64,577,784	\$65,499,843
4,238,884	4,526,878	5,638,619	5,882,464	21,154,630	19,656,012
<u>31,730,920</u>	<u>24,102,563</u>	<u>22,952,660</u>	<u>24,625,217</u>	<u>8,924,888</u>	<u>9,958,555</u>
<u>\$92,398,122</u>	<u>\$91,447,359</u>	<u>\$90,650,060</u>	<u>\$92,159,431</u>	<u>\$94,657,302</u>	<u>\$95,114,410</u>

City of Maumee

Changes in Net Position Last Ten Years (accrual basis of accounting)

	2003	2004	2005	2006
Expenses				
Governmental Activities:				
Security of Persons and Property	\$8,985,652	\$9,223,191	\$10,269,636	\$10,149,759
Public Health and Welfare Services	156,168	146,043	150,176	148,963
Leisure Time Activities	1,429,591	2,095,159	2,498,819	2,300,990
Community Environment	1,171,220	1,483,512	1,241,499	961,841
Basic Utility Services	997,045	936,320	1,004,058	1,070,124
Transportation	3,028,610	2,967,101	3,678,096	3,449,767
General Government	4,695,001	3,218,175	5,314,761	4,756,197
Interest and Fiscal Charges	119,271	98,425	771,342	886,870
<i>Total Governmental Activities Expenses</i>	<u>20,582,558</u>	<u>20,167,926</u>	<u>24,928,387</u>	<u>23,724,511</u>
Business-type Activities:				
Water	1,790,017	2,012,920	2,296,490	2,345,679
Sewer	1,639,541	1,694,090	2,090,758	2,350,415
<i>Total Business-type Activities Expenses</i>	<u>3,429,558</u>	<u>3,707,010</u>	<u>4,387,248</u>	<u>4,696,094</u>
<i>Total Primary Government Expenses</i>	<u>\$24,012,116</u>	<u>\$23,874,936</u>	<u>\$29,315,635</u>	<u>\$28,420,605</u>
Program Revenues				
Governmental Activities:				
Charges for Services				
Security of Persons and Property	\$1,252,261	\$1,241,320	\$1,335,888	\$1,422,752
Public Health and Welfare Services	32,598	32,922	42,384	38,210
Leisure Time Activities	43,268	359,250	481,225	547,389
Community Environment	199,492	202,029	267,462	306,934
Basic Utility Services	1,520	1,150	1,600	2,856
Transportation	42,023	16,580	29,521	39,307
General Government	1,099,290	1,151,199	870,439	1,189,821
Operating Grants and Contributions	240,794	1,556,545	1,125,349	1,090,017
Capital Grants and Contributions	650,308	0	674,904	94,342
<i>Total Governmental Activities Program Revenues</i>	<u>3,561,554</u>	<u>4,560,995</u>	<u>4,828,772</u>	<u>4,731,628</u>

City of Maumee

2007	2008	2009	2010	2011	2012
\$10,480,176	\$11,025,629	\$11,193,442	\$10,552,642	\$10,641,179	\$10,746,324
179,241	178,916	195,609	189,019	165,442	172,089
2,618,969	2,699,355	2,549,307	2,258,904	2,270,665	2,251,416
923,682	953,708	1,847,112	1,809,538	1,479,133	1,804,261
1,654,264	1,113,045	1,334,689	1,328,386	1,204,565	1,396,847
3,724,243	3,945,062	3,002,951	3,453,003	2,430,978	2,488,429
6,204,321	5,860,360	5,711,331	4,615,410	5,473,180	5,842,786
1,124,575	1,130,792	1,000,008	959,801	927,759	940,646
<u>26,909,471</u>	<u>26,906,867</u>	<u>26,834,449</u>	<u>25,166,703</u>	<u>24,592,901</u>	<u>25,642,798</u>
2,134,025	2,181,887	2,132,877	2,226,566	2,266,576	2,403,472
<u>2,404,604</u>	<u>1,958,278</u>	<u>1,995,720</u>	<u>1,898,772</u>	<u>1,959,951</u>	<u>1,906,596</u>
<u>4,538,629</u>	<u>4,140,165</u>	<u>4,128,597</u>	<u>4,125,338</u>	<u>4,226,527</u>	<u>4,310,068</u>
<u>\$31,448,100</u>	<u>\$31,047,032</u>	<u>\$30,963,046</u>	<u>\$29,292,041</u>	<u>\$28,819,428</u>	<u>\$29,952,866</u>
\$1,410,553	\$1,455,985	\$1,149,935	\$1,259,823	\$1,271,336	\$1,318,357
66,618	50,707	43,895	52,156	53,048	40,111
572,578	583,411	603,625	632,025	766,832	727,558
368,988	191,824	138,213	153,774	207,503	255,777
1,400	1,200	1,000	1,000	2,100	1,400
9,781	33,352	76,726	37,237	7,876	10,276
1,057,637	1,289,662	1,492,031	1,315,871	1,366,054	1,506,151
1,497,173	1,139,735	1,047,525	1,061,944	970,969	989,816
0	938,673	1,819,620	1,413,056	922,759	2,972
<u>4,984,728</u>	<u>5,684,549</u>	<u>6,372,570</u>	<u>5,926,886</u>	<u>5,568,477</u>	<u>4,852,418</u>

(continued)

City of Maumee

Changes in Net Position Last Ten Years (accrual basis of accounting)

	2003	2004	2005	2006
Business-type Activities:				
Charges for Services				
Water	1,691,615	1,811,661	1,943,976	2,061,808
Sewer	1,226,518	1,273,753	1,232,736	1,391,886
Capital Grants and Contributions	0	0	1,172,395	0
<i>Total Business-type Activities</i>	2,918,133	3,085,414	4,349,107	3,453,694
<i>Program Revenues</i>				
<i>Total Primary Government</i>	6,479,687	7,646,409	9,177,879	8,185,322
<i>Program Revenues</i>				
Net (Expense)/Revenue				
Governmental Activities	(17,021,004)	(15,606,931)	(20,099,615)	(18,992,883)
Business-type Activities	(511,425)	(621,596)	(38,141)	(1,242,400)
<i>Total Primary Government</i>	(17,532,429)	(16,228,527)	(20,137,756)	(20,235,283)
<i>Net (Expense)/Revenue</i>	(\$17,532,429)	(\$16,228,527)	(\$20,137,756)	(\$20,235,283)
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property Taxes	\$1,618,780	\$1,740,614	\$1,769,262	\$1,955,865
Municipal Income Taxes	14,279,628	14,150,024	15,208,392	15,040,743
Grants and Entitlements not Restricted to Specific Programs	2,522,295	1,531,916	1,886,936	1,658,202
Investment Earnings	570,871	493,079	1,299,997	1,769,996
Miscellaneous	26,260	196,141	180,250	222,639
Transfers	343,465	(4,645)	(517,902)	(5,000)
<i>Total Governmental Activities</i>	19,361,299	18,107,129	19,826,935	20,642,445
Business-type Activities:				
Transfers	(343,465)	4,645	517,902	5,000
Special Item: Loss on Disposal of Capital Assets	0	0	0	0
<i>Total Business-type Activities</i>	(343,465)	4,645	517,902	5,000
<i>Total Primary Government</i>	\$19,017,834	\$18,111,774	\$20,344,837	\$20,647,445
Change in Net Position				
Governmental Activities	\$2,340,295	\$2,500,198	(\$272,680)	\$1,649,562
Business-type Activities	(854,890)	(616,951)	479,761	(1,237,400)
<i>Total Primary Government</i>	\$1,485,405	\$1,883,247	\$207,081	\$412,162
<i>Change in Net Position</i>	\$1,485,405	\$1,883,247	\$207,081	\$412,162

Source: Finance Director's Office

City of Maumee

2007	2008	2009	2010	2011	2012
1,941,680	1,950,289	1,979,900	1,934,810	2,148,540	2,426,531
2,165,923	2,578,687	2,725,985	2,817,549	2,835,042	2,696,794
1,231,878	0	0	0	0	0
<u>5,339,481</u>	<u>4,528,976</u>	<u>4,705,885</u>	<u>4,752,359</u>	<u>4,983,582</u>	<u>5,123,325</u>
<u>10,324,209</u>	<u>10,213,525</u>	<u>11,078,455</u>	<u>10,679,245</u>	<u>10,552,059</u>	<u>5,123,325</u>
(21,924,743)	(21,222,318)	(20,461,879)	(19,239,817)	(19,024,424)	(20,790,380)
<u>800,852</u>	<u>388,811</u>	<u>577,288</u>	<u>627,021</u>	<u>757,055</u>	<u>813,257</u>
<u>(\$21,123,891)</u>	<u>(\$20,833,507)</u>	<u>(\$19,884,591)</u>	<u>(\$18,612,796)</u>	<u>(\$18,267,369)</u>	<u>(\$19,977,123)</u>
\$3,621,148	\$1,987,788	\$3,245,190	\$3,483,872	\$3,697,524	\$3,357,163
15,842,248	15,332,506	13,918,990	14,458,832	14,809,322	15,066,453
1,776,184	2,257,428	1,211,635	1,223,418	1,599,718	1,502,439
2,070,882	1,019,797	135,797	175,899	387,830	313,427
396,965	650,879	575,680	780,146	270,846	194,749
22,000	3,913	82,550	106,650	215,864	482,546
<u>23,729,427</u>	<u>21,252,311</u>	<u>19,169,842</u>	<u>20,228,817</u>	<u>20,981,104</u>	<u>20,916,777</u>
(22,000)	(3,913)	(82,550)	(106,650)	(215,864)	(482,546)
0	(1,365,654)	0	0	0	0
<u>(22,000)</u>	<u>(1,369,567)</u>	<u>(82,550)</u>	<u>(106,650)</u>	<u>(215,864)</u>	<u>(482,546)</u>
<u>\$23,707,427</u>	<u>\$19,882,744</u>	<u>\$19,087,292</u>	<u>\$20,122,167</u>	<u>\$20,765,240</u>	<u>\$20,434,231</u>
\$1,804,684	\$29,993	(\$1,292,037)	\$989,000	\$1,956,680	\$126,397
778,852	(980,756)	494,738	520,371	541,191	330,711
<u>\$2,583,536</u>	<u>(\$950,763)</u>	<u>(\$797,299)</u>	<u>\$1,509,371</u>	<u>\$2,497,871</u>	<u>\$457,108</u>

City of Maumee

*Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2003	2004	2005	2006
General Fund				
Nonspendable	\$0	\$0	\$0	\$0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	0
Reserved	108,862	438,546	146,721	273,785
Unreserved	565,476	630,104	838,378	14,818
<i>Total General Fund</i>	<u>674,338</u>	<u>1,068,650</u>	<u>985,099</u>	<u>288,603</u>
All Other Governmental Funds				
Nonspendable	0	0	0	0
Restricted	0	0	0	0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	0
Reserved	5,843,869	6,215,928	1,055,700	5,111,399
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	30,497,591	17,115,770	34,465,566	30,330,083
Debt Service Funds	195,575	127,402	66,353	430,108
Capital Projects Funds	2,937,054	4,069,014	2,109,686	1,062,523
<i>Total All Other Governmental Funds</i>	<u>39,474,089</u>	<u>27,528,114</u>	<u>37,697,305</u>	<u>36,934,113</u>
<i>Total Governmental Funds</i>	<u>\$40,148,427</u>	<u>\$28,596,764</u>	<u>\$38,682,404</u>	<u>\$37,222,716</u>

Source: Finance Director's Office

Note: The City implemented GASB 54 in 2011 which established new fund balance classifications for governmental funds. As a result, the 2010 fund balances were reclassified to reflect the effect of GASB 54.

City of Maumee

2007	2008	2009	2010	2011	2012
\$0	\$0	\$0	\$125,972	\$103,382	\$148,678
0	0	0	1,000	18,876	200
0	0	0	54,100	41,472	35,292
0	0	0	7,532,478	14,129,522	12,575,350
210,647	111,624	499,270	0	0	0
(143,748)	82,390	(97,854)	0	0	0
<u>66,899</u>	<u>194,014</u>	<u>401,416</u>	<u>7,713,550</u>	<u>14,293,252</u>	<u>12,759,520</u>
0	0	0	38,135	60,537	46,551
0	0	0	23,830,058	18,028,242	19,092,344
0	0	0	189,623	2,265,672	1,812,537
0	0	0	1,033	1,268	1,299
0	0	0	(716,183)	(131,534)	(149,859)
648,928	894,196	522,663	0	0	0
28,773,091	34,556,878	28,919,223	0	0	0
393,757	442,440	733,260	0	0	0
(513,014)	(2,706,232)	59,755	0	0	0
<u>29,302,762</u>	<u>33,187,282</u>	<u>30,234,901</u>	<u>23,342,666</u>	<u>20,224,185</u>	<u>20,802,872</u>
<u>\$29,369,661</u>	<u>\$33,381,296</u>	<u>\$30,636,317</u>	<u>\$31,056,216</u>	<u>\$34,517,437</u>	<u>\$33,562,392</u>

City of Maumee

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	2003	2004	2005	2006
Revenues:				
Taxes	\$15,175,162	\$16,608,419	\$16,963,474	\$16,870,885
Intergovernmental Revenues	4,250,541	3,894,595	4,789,670	3,842,500
Charges for Services	347,235	647,303	779,420	855,268
Licenses and Permits	160,462	198,235	180,307	315,672
Investment Earnings	570,871	493,079	1,299,997	1,769,996
Special Assessments	633,414	613,757	636,331	593,388
Fines and Forfeitures	853,786	710,268	726,317	821,157
All Other Revenue	225,778	166,966	203,663	348,652
Total Revenue	<u>22,217,249</u>	<u>23,332,622</u>	<u>25,579,179</u>	<u>25,417,518</u>
Expenditures:				
Current:				
Security of Persons and Property	8,122,303	8,925,906	9,605,620	10,203,996
Public Health and Welfare Services	150,897	154,657	150,176	157,076
Leisure Time Activities	1,256,182	1,907,366	2,008,970	1,898,272
Community Environment	767,296	1,513,964	1,230,601	982,417
Basic Utility Services	949,100	987,594	999,054	1,111,961
Transportation	2,636,857	2,753,302	3,240,294	3,288,586
General Government	3,826,318	3,935,736	4,892,005	4,567,880
Capital Outlay	7,703,881	14,553,401	11,852,401	2,908,289
Debt Service:				
Principal Retirement	404,401	412,682	955,950	914,515
Interest and Fiscal Charges	122,044	101,069	715,604	888,605
Total Expenditures	<u>25,939,279</u>	<u>35,245,677</u>	<u>35,650,675</u>	<u>26,921,597</u>
Excess (Deficiency) of Revenues Over Expenditures	(3,722,030)	(11,913,055)	(10,071,496)	(1,504,079)

City of Maumee

2007	2008	2009	2010	2011	2012
\$19,591,553	\$17,273,999	\$17,180,973	\$17,942,726	\$18,542,421	\$18,443,591
4,335,755	4,711,933	4,284,104	4,418,801	4,300,972	3,303,025
1,014,045	1,017,424	998,873	1,204,405	1,386,795	1,341,075
375,432	229,440	171,446	180,061	258,078	306,020
2,070,882	1,019,797	135,797	175,899	387,830	313,427
534,562	1,143,373	500,619	409,651	382,906	371,484
754,299	816,352	792,993	903,699	858,246	942,764
360,482	490,786	965,533	801,387	353,475	468,853
<u>29,037,010</u>	<u>26,703,104</u>	<u>25,030,338</u>	<u>26,036,629</u>	<u>26,470,723</u>	<u>25,490,239</u>
9,801,436	10,236,040	10,525,777	10,161,074	9,534,574	9,846,036
178,810	178,342	195,178	186,856	165,134	171,781
2,076,019	2,217,920	2,067,222	1,807,043	1,728,961	1,788,381
912,773	931,944	1,850,979	1,781,946	1,485,530	1,784,568
1,517,083	1,094,220	1,067,447	1,006,296	957,869	1,112,702
2,959,456	3,401,097	3,025,992	2,945,877	2,371,081	2,968,471
4,620,286	5,391,588	5,448,938	4,179,425	4,975,105	5,290,472
12,880,454	2,925,971	1,712,660	1,290,490	3,980,347	1,814,700
968,291	847,391	1,412,808	987,917	1,037,475	5,102,578
1,130,336	1,101,574	1,002,980	962,954	902,669	969,618
<u>37,044,944</u>	<u>28,326,087</u>	<u>28,309,981</u>	<u>25,309,878</u>	<u>27,138,745</u>	<u>30,849,307</u>
(8,007,934)	(1,622,983)	(3,279,643)	726,751	(668,022)	(5,359,068)

(Continued)

City of Maumee

*Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)*

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Other Financing Sources (Uses):				
Sale of Capital Assets	11,351	281,637	3,017	42,659
General Obligation Notes Issued	0	0	0	0
General Obligation Bonds Issued	0	0	20,665,000	0
Special Assessment Bonds Issued	0	0	0	0
Special Assessment Notes Issued	0	0	0	0
Transfers In	23,477,713	27,745,968	41,247,697	20,981,342
Transfers Out	(23,134,248)	(27,750,613)	(41,765,599)	(20,986,342)
Total Other Financing Sources (Uses)	<u>354,816</u>	<u>276,992</u>	<u>20,150,115</u>	<u>37,659</u>
Net Change in Fund Balance	<u>(\$3,367,214)</u>	<u>(\$11,636,063)</u>	<u>\$10,078,619</u>	<u>(\$1,466,420)</u>
 Debt Service as a Percentage of Noncapital Expenditures	 2.65%	 2.73%	 7.02%	 7.90%

City of Maumee

2007	2008	2009	2010	2011	2012
120,000	134,500	138,211	67,434	100,109	6,731
0	0	0	0	3,808,840	0
0	4,845,000	0	0	0	3,910,000
0	161,800	350,000	0	0	0
0	455,000	0	0	0	0
19,516,248	15,371,210	15,731,228	14,524,697	8,264,481	8,423,944
(19,494,248)	(15,367,297)	(15,648,678)	(14,418,047)	(8,048,617)	(7,941,398)
142,000	5,600,213	570,761	174,084	4,124,813	4,399,277
(\$7,865,934)	\$3,977,230	(\$2,708,882)	\$900,835	\$3,456,791	(\$959,791)

8.75%	7.84%	9.61%	8.50%	8.77%	22.22%
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City of Maumee

*Income Tax Revenues by Source, Governmental Funds
Last Ten Years*

Tax year (in thousands)	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Income Tax Rate	1.50%	1.50%	1.50%	1.50%
Estimated Personal Income	\$667,673	\$685,113	\$694,565	\$695,846
Total Tax Collected	\$13,312	\$13,632	\$15,236	\$15,481
Income Tax Receipts				
Withholding	\$11,298	\$11,560	\$12,774	\$12,912
Percentage	84.8%	84.8%	83.8%	83.4%
Corporate	\$1,139	\$1,153	\$1,506	\$1,489
Percentage	8.6%	8.5%	9.9%	9.6%
Individuals	\$875	\$919	\$956	\$1,080
Percentage	6.6%	6.7%	6.3%	7.0%

Source: City Income Tax Department

City of Maumee

2007	2008	2009	2010	2011	2012
1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
\$711,206	\$733,546	\$733,546	\$588,226	\$682,414	\$682,671
\$15,721	\$15,513	\$13,980	\$14,749	\$16,214	\$15,996
\$13,028	\$12,353	\$11,717	\$12,386	\$12,994	\$13,447
82.9%	79.6%	83.8%	84.0%	80.1%	84.1%
\$1,713	\$2,120	\$1,310	\$1,503	\$2,163	\$1,563
10.9%	13.7%	9.4%	10.2%	13.3%	9.7%
\$980	\$1,040	\$953	\$860	\$1,057	\$986
6.2%	6.7%	6.8%	5.8%	6.6%	6.2%



City of Maumee

Income Tax Statistics Current Year and Nine Years Ago

Calendar Year 2012				
Income Level	Number of Filers	Percent of Total	Local Taxable Income	Percent of Income
Top Ten	10	0.11%	\$54,835,600	12.30%
All Others	9,070	99.89%	390,959,667	87.70%
Total	9,080	100.00%	\$445,795,267	100.00%

Local Taxes Paid by Residents	Tax Dollars
Taxes Paid to Maumee	\$680,992
Taxes Credited to Other Municipalities	3,943,399
	\$4,624,391

Calendar Year 2003				
Income Level	Number of Filers	Percent of Total	Local Taxable Income	Percent of Income
Top Ten	10	0.11%	\$36,256,800	9.22%
All Others	9,215	99.89%	357,138,318	90.78%
Total	9,225	100.00%	\$393,395,118	100.00%

Local Taxes Paid by Residents	Tax Dollars
Taxes Paid to Maumee	\$718,131
Taxes Credited to Other Municipalities	4,904,351
	\$5,622,482

Source: City Income Tax Department

City of Maumee

Ratio of Outstanding Debt by Type Last Ten Years

	2003	2004	2005	2006
Governmental Activities ⁽¹⁾				
General Obligation Bonds Payable	\$0	\$0	\$20,105,000	\$19,510,000
Special Assessment Bonds Payable	1,230,000	910,000	610,000	360,000
Long-Term Notes Payable	0	0	0	0
Ohio Water Development Authority Loans Payable	589,887	539,205	485,355	428,140
Ohio Public Works Commission Loan	60,000	30,000	0	0
Total Primary Government	<u>\$1,879,887</u>	<u>\$1,479,205</u>	<u>\$21,200,355</u>	<u>\$20,298,140</u>
Population ⁽²⁾				
City of Maumee	15,074	15,074	15,074	15,074
Outstanding Debt Per Capita	\$125	\$98	\$1,406	\$1,347
Income ⁽³⁾				
Personal (in thousands)	\$667,673	\$685,113	\$694,565	\$695,846
Percentage of Personal Income	0.28%	0.22%	3.05%	2.92%

Sources:

- (1) City Finance Director's Office
- (2) US Bureau of Census, Population Division
- (3) US Department of Commerce, Bureau of Economic Analysis
 - (a) Per Capita Income is only available by County, Total Personal Income is a calculation

City of Maumee

2007	2008	2009	2010	2011	2012
\$18,875,000	\$23,050,000	\$22,190,000	\$21,275,000	\$20,315,000	\$23,015,000
100,000	0	0	0	0	0
0	455,000	0	0	3,808,840	0
367,349	302,758	234,130	161,213	83,738	0
0	0	0	0	0	0
<u>\$19,342,349</u>	<u>\$23,807,758</u>	<u>\$22,424,130</u>	<u>\$21,436,213</u>	<u>\$24,207,578</u>	<u>\$23,015,000</u>
15,074	15,074	15,074	14,286	14,286	14,286
\$1,283	\$1,579	\$1,488	\$1,501	\$1,694	\$1,611
\$711,206	\$733,546	\$733,546	\$588,226	\$682,414	\$682,671
2.72%	3.25%	3.06%	3.64%	3.55%	3.37%

City of Maumee

Ratios of General Bonded Debt Outstanding Last Ten Years

Year	2003	2004	2005	2006
Population (1)	15,074	15,074	15,074	15,074
Personal Income (2)	\$667,672,682	\$685,113,300	\$694,564,698	\$695,845,988
General Bonded Debt (3)				
General Obligation Bonds	\$0	\$0	\$20,105,000	\$19,510,000
Resources Available to Pay Principal (4)	\$0	\$0	\$7,057	\$392
Net General Bonded Debt	\$0	\$0	\$20,097,943	\$19,509,608
Ratio of Net Bonded Debt to Personal Income	0.00%	0.00%	2.89%	2.80%
Net Bonded Debt per Capita	\$0.00	\$0.00	\$1,333.29	\$1,294.26

Source:

- (1) U.S. Bureau of Census of Population
- (2) US Department of Commerce, Bureau of Economic Analysis
 - (a) Per Capita Income is only available by County, Total Personal Income is a calculation
- (3) Includes all general obligation bonded debt supported by property taxes.
- (4) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

City of Maumee

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
15,074	15,074	15,074	14,286	14,286	14,286
\$711,206,394	\$733,546,062	\$733,546,062	\$588,226,050	\$682,413,648	\$682,670,796
\$18,875,000	\$23,050,000	\$22,190,000	\$21,275,000	\$20,315,000	\$23,015,000
\$552	\$26,159	\$1,994	\$1,029	\$1,264	\$1,299
\$18,874,448	\$23,023,841	\$22,188,006	\$21,273,971	\$20,313,736	\$23,013,701
2.65%	3.14%	3.02%	3.62%	2.98%	3.37%
\$1,252.12	\$1,527.39	\$1,471.94	\$1,489.15	\$1,421.93	\$1,610.93



City of Maumee

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2012*

<u>Jurisdiction</u>	<u>Gross Debt Outstanding</u>	<u>Percentage Applicable to the City of Maumee</u>	<u>Amount Applicable to the City of Maumee</u>
Direct:			
City of Maumee	\$23,015,000	100.00%	\$23,015,000
Overlapping:			
Lucas County	34,351,000	5.72%	1,964,877
Maumee City School District	33,229,995	88.61%	29,445,099
Anthony Wayne School	19,139,370	4.71%	901,464
Springfield Local School District	12,620,000	1.23%	155,226
		Subtotal	<u>32,466,666</u>
		Total	<u><u>\$55,481,666</u></u>

Source: Lucas County Auditor

Percentages determined by dividing each overlapping subdivisions' assessed valuation within the City by the subdivisions' total assessed valuation.

City of Maumee

Debt Limitations Last Ten Years

Collection Year	2003	2004	2005	2006
Total Debt				
Net Assessed Valuation	\$514,856,371	\$519,197,879	\$534,870,619	\$548,585,637
Legal Debt Limitation (%) (1)	10.50%	10.50%	10.50%	10.50%
Legal Debt Limitation (\$) (1)	54,059,919	54,515,777	56,161,415	57,601,492
City Debt Outstanding (2)	0	0	20,105,000	19,510,000
Less: Applicable Debt Service Fund Amounts	0	0	(7,057)	(392)
Net Indebtedness Subject to Limitation	<u>0</u>	<u>0</u>	<u>20,097,943</u>	<u>19,509,608</u>
Overall Legal Debt Margin	<u><u>\$54,059,919</u></u>	<u><u>\$54,515,777</u></u>	<u><u>\$36,063,472</u></u>	<u><u>\$38,091,884</u></u>
Unvoted Debt				
Net Assessed Valuation	\$514,856,371	\$519,197,879	\$534,870,619	\$548,585,637
Legal Debt Limitation (%) (1)	5.50%	5.50%	5.50%	5.50%
Legal Debt Limitation (\$) (1)	28,317,100	28,555,883	29,417,884	30,172,210
City Debt Outstanding (2)	0	0	20,105,000	19,510,000
Less: Applicable Debt Service Fund Amounts	0	0	(7,057)	(392)
Net Indebtedness Subject to Limitation	<u>0</u>	<u>0</u>	<u>20,097,943</u>	<u>19,509,608</u>
Overall Legal Debt Margin	<u><u>\$28,317,100</u></u>	<u><u>\$28,555,883</u></u>	<u><u>\$9,319,941</u></u>	<u><u>\$10,662,602</u></u>

(1) Direct Debt Limitation based upon Section 133, The Uniform Bond Act of the Ohio Revised Code.

(2) City Debt Outstanding includes Non Self-Supporting General Obligation Bonds and Notes only.
Enterprise Debt is not considered in the computation of the Legal Debt Margin.

Source: Finance Director's Office

City of Maumee

2007	2008	2009	2010	2011	2012
\$533,954,034	\$519,607,397	\$458,186,785	\$460,033,780	\$454,873,000	\$411,184,470
10.50%	10.50%	10.50%	10.50%	10.50%	10.50%
56,065,174	54,558,777	48,109,612	48,303,547	47,761,665	43,174,369
21,518,200	18,205,000	17,500,000	16,745,000	15,950,000	15,105,000
(552)	(26,159)	(1,994)	(1,029)	(1,264)	(1,299)
21,517,648	18,178,841	17,498,006	16,743,971	15,948,736	15,103,701
\$34,547,526	\$36,379,936	\$30,611,606	\$31,559,576	\$31,812,929	\$28,070,668
\$533,954,034	\$519,607,397	\$458,186,785	\$460,033,780	\$454,873,000	\$411,184,470
5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
29,367,472	28,578,407	25,200,273	25,301,858	25,018,015	22,615,146
21,518,200	18,205,000	17,500,000	16,745,000	15,950,000	15,105,000
(552)	(26,159)	(1,994)	(1,029)	(1,264)	(1,299)
21,517,648	18,178,841	17,498,006	16,743,971	15,948,736	15,103,701
\$7,849,824	\$10,399,566	\$7,702,267	\$8,557,887	\$9,069,279	\$7,511,445

City of Maumee

Demographic and Economic Statistics Last Ten Years

Calendar Year	2003	2004	2005	2006
Population (1)				
City of Maumee	15,074	15,074	15,074	15,074
Lucas County	455,054	455,054	455,054	455,054
Income (2) (a)				
Total Personal Municipal (in thousands)	667,673	685,113	694,565	695,846
Per Return Municipal	44,293	45,450	46,077	46,162
Unemployment Rate (3)				
Federal	5.8%	6.0%	5.5%	5.0%
State	5.7%	6.1%	6.0%	5.9%
Lucas County	7.5%	7.4%	6.8%	6.3%
Civilian Work Force Estimates (3)				
State	5,915,000	5,875,300	5,900,400	5,934,500
Lucas County	232,900	225,700	224,400	226,200

Sources:

(1) US Bureau of Census of Population

(2) US Department of Commerce, Bureau of Economic Analysis

(a) Per Capita Income is only available by County, Total Personal Income is a calculation

(3) State Department of Labor Statistics

City of Maumee

2007	2008	2009	2010	2011	2012
15,074	15,074	15,074	14,286	14,286	14,286
455,054	440,456	463,493	441,815	441,815	441,815
711,206	733,546	733,546	588,226	682,414	682,671
47,181	48,663	48,663	41,175	47,768	47,786
4.6%	5.8%	9.3%	9.6%	8.9%	7.8%
5.6%	6.6%	10.2%	10.1%	8.6%	6.7%
6.7%	8.3%	12.2%	11.3%	8.4%	7.5%
5,976,500	5,986,400	5,970,200	5,897,600	5,806,000	5,728,700
225,300	225,000	219,800	220,000	210,721	193,232



City of Maumee

Principal Employers Current Year and Nine Years Ago

		2012		
Employer	Nature of Business	Number of Employees	Rank	Percentage of Total Employment
United Parcel Service	Package Delivery/Terminal	2,420	1	6.82%
St. Luke's Hospital	Hospital	1,732	2	4.88%
Andersons	AgriBusiness, Grain Elevator	1,407	3	3.96%
Dana Corporation	Automotive Supplier	818	4	2.30%
Maritz Research Inc.	Marketing Research	806	5	2.27%
Maumee Board of Education	Public School	581	6	1.64%
Paramount Care Inc.	Medical Service	380	7	1.07%
Spartan Chemical Co.	Chemical Manufacturer	209	8	0.59%
Therma Tru Corp.	Window Manufacturer/Retailer	154	9	0.43%
Promedica Health System	Medical Service	135	10	0.38%
Total		<u>8,642</u>		
Total Employment within the City		<u><u>35,505</u></u>		
		2003		
Employer	Nature of Business	Number of Employees	Rank	Percentage of Total Employment
United Parcel Service	Package Delivery Service	1,872	1	6.03%
St. Luke's Hospital	Hospital	1,714	2	5.53%
Andersons, Inc.	Retail Sales-Grain/Fertilizer	1,621	3	5.23%
Hickory Farms	Retail Food , Catalogue Sales	1,280	4	4.13%
Ford Motor Co.	Automotive Stampng	928	5	2.99%
Meijer Inc.	Retail Groceries/Household	964	6	3.11%
Dana Corporation	Corporate Offices-Automotive Supplier	805	7	2.60%
Maumee Board of Education	Education	688	8	2.22%
Paramount Care, Inc.	Medical Services	405	9	1.31%
Spartan Chemical Company	Chemical Manufacturer	210	10	0.68%
Total		<u>10,487</u>		
Total Employment within the City		<u><u>31,021</u></u>		

Source:
City Income Tax Department

City of Maumee

Full Time Equivalent Employees by Function Last Ten Years

	2003	2004	2005	2006	2007
Governmental Activities					
General Government					
Finance	11	11	11	12.5	12.5
Legal/Court	24	25	28	30	30
Administration	5	5	5	5	5
Security of Persons and Property					
Police	66	66	67	66	66
Fire	39	39	41	42	43
Transportation					
Street	26	27	25	27	28
Leisure Time Activities					
Recreation/Seniors	24	32	36	37	36
Community Environment					
Service	5	5	6	5	5
Business-Type Activities					
Utilities					
Water	9	9	10	9	8
Sewer	6	5	6	6	5
Storm Water	5	4	5	5	5
<i>Total Employees</i>	<u>220</u>	<u>228</u>	<u>240</u>	<u>244.5</u>	<u>243.5</u>

Method: 1.00 for each full-time, 0.50 for each part-time and 0.25 for each seasonal employee

Source: Finance Director's Office

City of Maumee

<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
12.5	10.5	11.0	10.5	10.5
30	29	26	27.5	29
5	5	5	5	5
67	65	62	61	62
43	39	37	36.5	40
26	25	21	21	23
36	26.5	22	20.75	24
5	5	5	5	5
8	8	9	8.25	8.25
6	5	5	4.75	4.75
5	5	5	4.75	4.75
<u>243.5</u>	<u>223</u>	<u>208</u>	<u>205</u>	<u>216.25</u>

City of Maumee

Operating Indicators by Function Last Ten Years

	2003	2004	2005	2006
Governmental Activities				
General Government				
Court				
Number of Probation Cases	615	791	836	900
Number of Traffic Cases	13,434	9,173	10,112	9,581
Number of Criminal Cases	1,415	1,360	1,382	1,409
Security of Persons and Property				
Police				
Number of Calls For Service	22,269	20,548	20,703	20,998
Number of Citations Issued	2,780	2,413	2,463	2,367
Number of Arrests	1,475	1,386	1,299	1,141
Number of Accidents	858	923	883	861
Fire				
Number of Fire Calls	394	418	443	456
Number of EMS Runs	2,405	2,449	2,459	2,498
Number of Inspections	2,619	3,443	3,323	3,114
Transportation				
Street				
Number of Streets Resurfaced	16	9	10	11
Road Salt Used (Tons)	4,413	3,648	6,130	990
Asphalt Laid (Tons)	504	461	526	511
Leisure Time Activities				
Recreation/Seniors				
Number of Family Pool Passes Issued	N/A	314	1,249	633
Pool Attendance	N/A	20,459	26,469	25,374
Community Environment				
Licenses and Permits				
Number of Residential Building Permits	380	337	299	341
Number of Commercial Building Permits	84	85	71	95
Public Health and Welfare				
Cemetery				
Number of Burials	35	36	37	45
Number of Footers For Monuments Installed	38	31	24	12

City of Maumee

2007	2008	2009	2010	2011	2012
793	735	763	606	488	489
8,250	9,027	7,587	7,665	6,745	7,949
1,340	1,230	1,166	1,115	1,019	1,151
20,153	21,897	20,621	20,097	18,441	15,873
2,352	2,909	2,195	2,195	1,930	2,012
1,226	1,309	1,303	1,233	1,100	806
747	851	763	818	816	565
435	428	360	404	376	409
2,488	2,714	2,739	2,894	2,549	2,818
2,993	3,109	2,676	2,650	2,569	1,983
5	6	7	8	6	8
4,582	6,470	2,657	4,338	3,950	2,500
477	750	792	657	547	412
777	669	660	436	515	488
22,812	18,588	19,134	18,686	23,204	23,147
248	338	280	308	244	594
121	211	153	144	193	528
43	32	37	40	35	41
32	24	29	33	29	22

(Continued)

City of Maumee

Operating Indicators by Function Last Ten Years

	2003	2004	2005	2006
Business-Type Activities				
Water				
Number of New Service Connections	29	22	51	23
Water Main Breaks	33	23	17	20
Gallons Purchased (thousands of gallons)	930,923	841,082	940,250	795,385
Daily Average Consumption (thousands of gallons)	2,550	2,304	2,576	2,179
Sanitary Sewer				
Number of New Service Connections	8	7	6	10
Number of Manhole Repairs	5	10	3	11
Waste Water Treated (thousands of gallons)	1,164,000	1,013,000	1,206,000	1,616,000
Daily Average Sewage Treatment (thousands of gallons)	3,189	2,775	3,304	4,427
Storm Water Drainage				
Number of New Service Connections	7	5	4	6

Source: Finance Director's Office

City of Maumee

2007	2008	2009	2010	2011	2012
7	10	17	25	6	2
41	38	22	26	26	35
862,000	767,000	737,000	745,000	745,658	745,898
2,362	2,101	2,019	2,041	2,043	1,950
8	5	2	7	4	4
4	5	1	1	3	2
1,285,000	1,272,000	1,138,000	1,089,000	1,275,000	863,000
3,521	3,485	3,118	2,984	3,493	2,364
7	4	2	7	6	0

City of Maumee

Capital Asset Statistics by Function Last Ten Years

	2003	2004	2005	2006	2007
Governmental Activities					
General Government					
Public Buildings	1	1	1	1	1
Security of Persons and Property					
Police					
Stations	1	1	1	1	1
Patrol Units	9	9	9	9	9
Fire and Emergency Medical Services					
Stations	2	2	2	2	2
Trucks	14	14	13	13	13
Transportation					
Street					
Streets (lane miles)	93	93	93	93	98
Street Lights	1,431	1,431	1,431	1,431	1,464
Signalized Intersections	23	23	23	23	27
Leisure Time Activities					
Recreation/Seniors					
Land (acres)	120	120	120	126	126
Parks	12	13	13	13	14
Playgrounds	8	8	8	8	8
Swimming Pools	0	1	1	1	1
Tennis Courts	5	4	4	4	4
Baseball/Softball Diamonds	13	13	13	13	13
Soccer Fields	5	5	5	5	5
Business-Type Activities					
Utilities					
Water					
Waterlines (Miles)	80	80	80	80	82
Pump Stations	1	1	1	1	1
Number of Hydrants	925	925	925	925	934
Storage Capacity (thousands of gallons)	4,000	4,000	4,000	4,000	4,000
Sewer, Sanitary					
Sewerlines (Miles)	88	88	88	88	88
Lift Stations	7	7	7	7	7
Storm Water Drainage					
Storm Drains (Miles)	65	65	65	65	69
Lift Stations	2	2	2	2	2

Source: Finance Director's Office

City of Maumee

2008	2009	2010	2011	2012
1	1	1	1	1
1	1	1	1	1
9	9	9	9	10
2	2	2	2	2
13	13	13	11	12
98	98	137	137	137
1,464	1,464	1,494	1,494	1,494
27	28	31	31	31
126	126	126	126	126
14	14	13	13	14
8	8	8	8	8
1	1	1	1	1
4	4	4	4	4
13	13	13	13	13
5	5	5	5	5
82	82	80	80	80
1	1	1	1	1
934	937	925	925	925
4,000	4,000	4,000	4,000	4,000
88	88	88	88	88
7	7	7	7	7
70	70	69	69	69
2	2	3	3	3



CITY OF MAUMEE, OHIO

AUDIT REPORT

**FOR THE YEAR ENDED
DECEMBER 31, 2012**

James G. Zupka, CPA, Inc.
Certified Public Accountants

**CITY OF MAUMEE, OHIO
AUDIT REPORT
FOR THE YEAR ENDED DECEMBER 31, 2012**

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JAMES G. ZUPKA, C.P.A., INC.

Certified Public Accountants

5240 East 98th Street

Garfield Hts., Ohio 44125

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Ohio Society of Certified Public Accountants

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

To Members of the City Council
City of Maumee, Ohio

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Maumee, Lucas County, Ohio, as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 21, 2013, wherein we noted that the City adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control 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 that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

Purpose of this Report

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


James G. Zupka, CPA, Inc.
Certified Public Accountants

June 21, 2013

CITY OF MAUMEE, OHIO
SCHEDULE OF PRIOR AUDIT FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2012

The prior audit report, as of December 31, 2011, included one material noncompliance citation.

<u>Finding Number</u>	<u>Finding Summary</u>	<u>Fully Corrected ?</u>
2011-001	Restatement of Prior Period Balances	Yes

Also, the management letter recommendations have been repeated, corrected or procedures instituted to prevent occurrences in this audit period.

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Dave Yost • Auditor of State

CITY OF MAUMEE

LUCAS COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
SEPTEMBER 10, 2013**