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2013

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended December 31, 2013

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COLUMBUS METROPOLITAN
LIBRARY



Dave Yost • Auditor of State

Board of Trustees
Columbus Metropolitan Library
96 South Grant Avenue
Columbus, Ohio 43215

We have reviewed the *Independent Auditor's Report* of the Columbus Metropolitan Library, Franklin County, prepared by Kennedy Cottrell Richards LLC, for the audit period January 1, 2013 through December 31, 2013. 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 Columbus Metropolitan Library is responsible for compliance with these laws and regulations.

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

Dave Yost
Auditor of State

June 13, 2014

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Columbus Metropolitan Library
Columbus, Ohio

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For Fiscal Year Ended December 31, 2013



Issued by:

Paula L. Miller

Chief Financial Officer/Fiscal Officer

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 2013

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**LIBRARY OFFICIALS
AS OF DECEMBER 31, 2013**

BOARD OF TRUSTEES

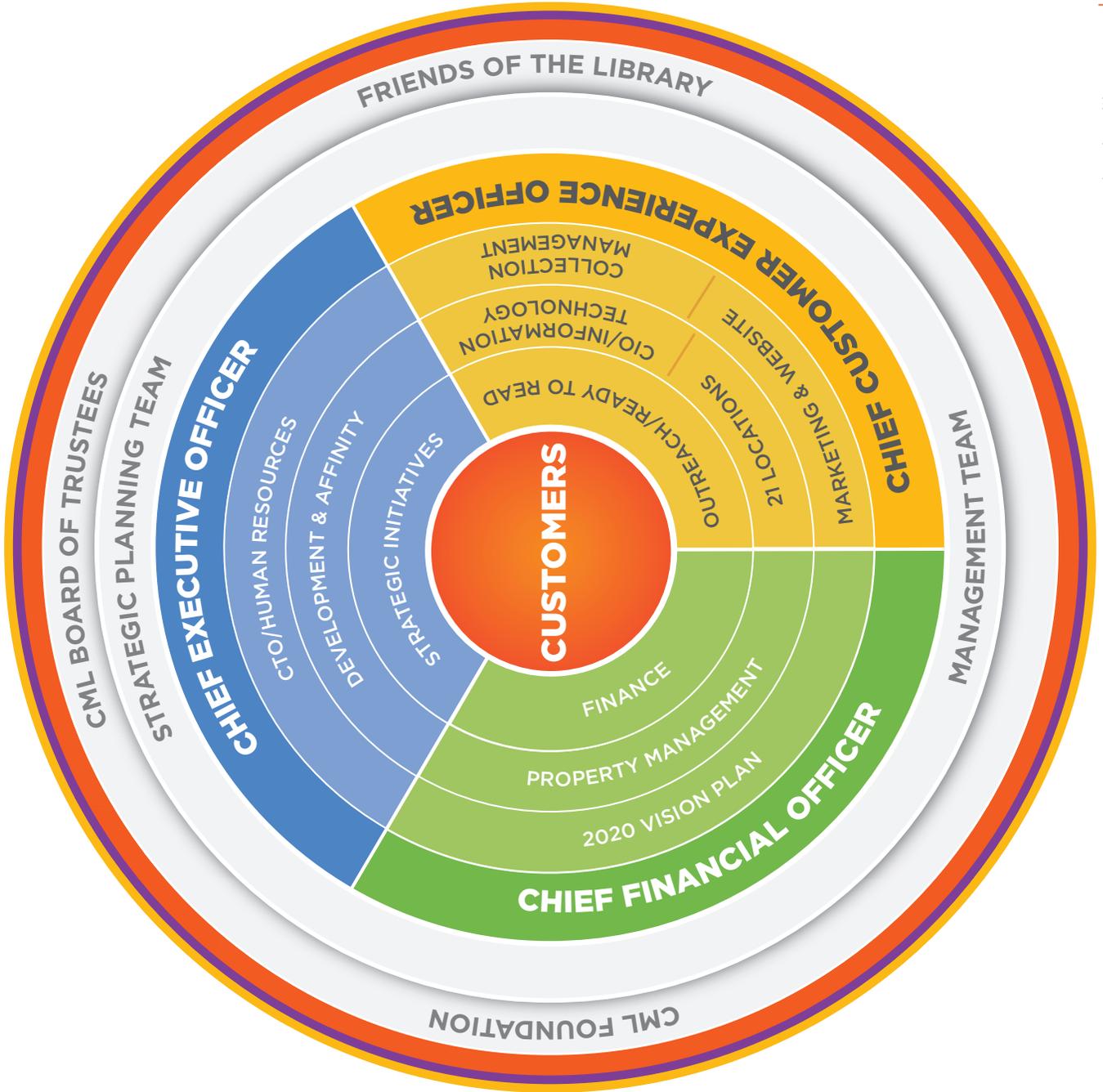
Mr. Roger Sugarman	President of the Board
Mr. Randy Fortener	Vice President of the Board
Mr. Michael Lawson	Secretary of the Board
Ms. Cynthia A. Hilsheimer	Member
Ms. Erika Clark Jones	Member
Ms. Amy Milbourne	Member
Mr. Stephen Rasmussen	Member

EXECUTIVE STAFF

Mr. Patrick Losinski	Chief Executive Officer
Ms. Alison Circle	Chief Customer Experience Officer
Ms. Paula L. Miller	Chief Financial Officer/Fiscal Officer
Ms. Cherie Lamborn	Chief Talent Officer

CML Organization Chart

PROMOTES ORGANIZATION-WIDE EXECUTION WHILE FOCUSING ON THE CUSTOMER





May 22, 2014

**To the Citizens of the City of Columbus and Franklin County and
The Board of Trustees and Chief Executive Officer
of Columbus Metropolitan Library**

The Ohio Revised Code requires that every general purpose local government publish, within six months of the close of each fiscal year, a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended December 31, 2013.

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

CML's financial statements have been audited under contract with the Auditor of State of Ohio by Kennedy Cottrell Richards, a firm of licensed certified public accountants. The independent auditor concluded that CML's financial statements for the fiscal year ended December 31, 2013, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

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

Profile of the Government

Columbus City Council established a free, tax-supported library in 1872, which opened as the "Public Library and Reading Room of Columbus" inside a newly built City Hall in 1873.

The State of Ohio established CML as a county district library in 1976 with a legal service district of Franklin County, except for the legal service areas of the other six library systems within the county (Bexley, Upper Arlington, Grandview, Southwest, Worthington, and Westerville).

Today CML consists of Main Library on South Grant Avenue, twenty branches throughout the county, and a fleet of vehicles serving citizens unable to access branches. CML also contributes to the operation of a branch owned by Worthington Libraries, a separate legal entity, which serves citizens of both library districts.

CML's collection contains over 1.9 million items including books, audio books, music CDs, DVDs, digital downloads, magazines, newspapers, maps and sheet music. CML's Main Library contains a large microfilm collection of past issues of periodicals which serve local historians and genealogists. In addition to our materials, each of CML's locations has computers and wi-fi access available for public use. CML's website also offers access to a wealth of electronic databases through <http://www.columbuslibrary.org/research>; this site provides access to directories, indexes, abstracts and full-text information on careers, education, genealogy, consumer information, obituaries, literature and researching businesses.

CML receives financial support from two component units, excluded from the entity-wide financial statements due to immateriality. The Friends of CML raise funds through sales of books, miscellaneous CML branded merchandise, and the operation of The Library Store located inside Main Library. The Friends of CML help fund critical CML programs like Summer Reading Club, Homework Help Centers and CML's levy campaigns. More information about the Friends of CML can be found at <http://friendsofcml.com/>. The Columbus Metropolitan Library Foundation (CMLF) collects donations to support CML's programs. CMLF annually hosts the fundraising event, Celebration of Learning to raise funds that support library programming. In 2013, Celebration of Learning raised over \$ 500,000. More information about CMLF can be found at <http://foundation.columbuslibrary.org/>.

CML is under the control and management of a seven member Board of Trustees; three Board members are appointed by the Judges of the Court of Common Pleas and four are appointed by the Franklin County Commissioners. CML is a separate legal entity, financially and operationally independent from the City of Columbus and Franklin County. The Board of Trustees has sole authority to request a rate and purpose for a tax levy.

The Board reviews and approves an annual budget prior to the beginning of each year for each fund. The Board appropriates expenditures in the General Fund for Salaries and Benefits and All Other Expenditures (Supplies, Library Materials, Services, etc.) All other funds are appropriated at the total expenditures level. Any necessary re-appropriations at these levels, require Board approval.

Management is responsible for making further breakdowns in the budget, and tracking expenditures throughout the year.

CML prepares its financial statements in accordance with Governmental Accounting Standards Board (GASB) Statement No. 39, *Determining Whether Certain Organizations are Component Units – and amendment to GASB Statement No. 14*. Information regarding the reporting standards and bases of accounting used in preparation of the financial statements can be found in Note 1 – Summary of Significant Accounting Policies.

Local Economy

CML is located entirely within Franklin County, Ohio. Columbus, the largest city in the state, and Franklin County have had steady growth as evidenced by the following chart:

<u>Population Growth</u>	<u>City of Columbus</u>	<u>Franklin County, Ohio</u>
1980	566,800	869,132
1990	632,910	961,437
2000	711,470	1,068,978
2010	787,073	1,195,537
2020*	Not Available	1,238,250
2030*	Not Available	1,326,180

* - projected

Source: Sales & Marketing Management; U.S. Department of Commerce, Bureau of Census; Ohio Department of Development, Office of Strategic Research ; <http://www.census.gov/>

Unemployment data indicates the U.S. economy and that of Franklin County is beginning to show signs of improvement. As of March, 2014, the most recent data available, the United States unemployment rate has decreased to 6.7% and the State of Ohio unemployment rate has decreased to 6.1%. Meanwhile, the Franklin County unemployment rate for March 2014 (the most recent county data available) is below both the state and national rates remaining at 6.1% as it supported by the strong and diverse economy of the Columbus metropolitan area.

Source: Ohio Department of Job and Family Services (<http://ohiolmi.com/>)

CML's operational revenue is based on two major sources of funding, the Public Library Fund (PLF) and a local property tax levy. The PLF is an amount which the State of Ohio appropriates in their biennium budget to support libraries throughout Ohio. Each county receives an allocation of 1.97% of Ohio's general revenues. The second major source of CML's operational revenue is a 2.8 mill continuing property tax levy which was overwhelmingly supported by Franklin County voters in the fall of 2010.

In late 2012, CML issued \$ 92 million dollars in bonds to support CML's building program. CML is building new branches and renovating existing branches to better serve community needs. Throughout 2013, construction has been going on at a new branch to serve Columbus' Driving Park community. It is set to open summer 2014. More information about CML's building program can be found at <http://www.columbuslibrary.org/buildings>.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the CML for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2012. This was the twenty-seventh consecutive year that CML has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement program requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

This report is issued by Paula L. Miller, CFO/Fiscal Officer. Thanks and recognition go to the entire staff of CML's Financial Services Department. I also wish to express my appreciation to CML's executives and the members of the Board for their continued interest and support in

planning and conducting the financial operations of CML in a responsible and progressive manner.

Respectfully Submitted,

A handwritten signature in blue ink, appearing to read 'Paula L. Miller', with a stylized flourish at the end.

Paula L. Miller
Chief Financial Officer/Fiscal Officer



Government Finance Officers Association

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

Presented to

**Columbus Metropolitan Library
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2012

Executive Director/CEO

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FINANCIAL SECTION

INSPIRE READING | **SHARE** RESOURCES | **CONNECT** PEOPLE

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INDEPENDENT AUDITOR'S REPORT

Columbus Metropolitan Library
Franklin County
96 South Grant Avenue
Columbus, Ohio 43215

To the Board of Trustees:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Columbus Metropolitan Library, Franklin County, Ohio (the Library), as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the Library's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Columbus Metropolitan Library, Franklin County, Ohio, as of December 31, 2013, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General Fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

Our audit was conducted to opine on the Library's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules and the statistical section information present additional analysis and are not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 22, 2014, on our consideration of the Library's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Library's internal control over financial reporting and compliance.



Kennedy Cottrell Richards LLC
May 22, 2014

COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2013
(UNAUDITED)

As management of the Columbus Metropolitan Library (CML), we offer readers of CML's financial statements this narrative overview and analysis of the financial activities of CML for the fiscal year ended December 31, 2013. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, the financial statements, and the notes to the financial statements.

Financial Highlights

Key financial highlights for the fiscal year 2013 are as follows:

- The assets of CML exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$141,793,676. Of this amount, \$70,481,717 was unrestricted and may be used to meet CML's ongoing obligations.
- CML's net position increased by \$19,782,546 or 16.2%.
- Of the \$81,476,176 in total revenues, general revenues accounted for \$77,547,402 or 95.2%. Program specific revenues in the form of charges for services, grants and contributions accounted for \$3,928,774 or 4.8%.
- CML had \$61,693,630 in expenses related to governmental activities; 6.4% of these expenditures were offset with program specific revenues. The remaining 93.6% was provided by general revenues of CML, including Property Taxes, State of Ohio shared revenues and investment earnings.
- CML has three major funds: the general fund, the capital projects fund, and the debt service fund. Under the modified basis of accounting, the general fund had \$69,518,041 in revenues and other financing sources and \$56,539,203 in expenditures, resulting in an increase in fund balance of \$13,078,838; of this \$100,000 was transferred to the restricted donation fund.
- At the end of the fiscal year, the unassigned fund balance in the general fund was \$38,160,939. This represents 90.8% of total fund balance in the general fund and 67.6% percent of 2013 general fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to CML's basic financial statements. CML's basic financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements and (3) notes to the financial statements. This report contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of CML's finances, in a manner similar to private-sector business.

The Statement of Net Position presents information on all of CML's assets, liabilities and deferred inflows of resources, with the difference reported as net position. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of CML is improving or deteriorating.

COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2013
(UNAUDITED)

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

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. CML uses fund accounting to assure and demonstrate compliance with finance-related legal requirements. The funds of CML are divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds

Governmental funds focus on the near-term inflows and outflows of spendable financial resources, as well as on the balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating CML's near-term financing requirements.

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

CML maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund, the capital projects fund, and the debt service fund, all of which are considered to be major funds. Data from the other three governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary Funds

CML's only proprietary fund is the self-insurance fund. The self-insurance fund is an internal service fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the CML's various functions. The service provided by this fund benefits the governmental funds and has been included within governmental activities in the government-wide financial statements.

Fiduciary Funds

CML's only fiduciary fund is the digital downloads fund. The digital downloads fund is an agency fund. An agency fund is an accounting device used to report assets held in a custodial manner by one government on behalf of other member governments. CML does not derive any benefits from the assets held in the agency fund, and reports only the assets and the corresponding liabilities associated with the fund.

Notes to the Financial Statements

The notes provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements.

COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2013
(UNAUDITED)

Government-wide Financial Analysis

The Statement of Net Position provides the perspective of CML as a whole. Table 1 provides a summary of CML's net position for 2013 compared to 2012.

Table 1
Net Position

	Governmental Activities	
	2013	Restated 2012
Assets		
Current and Other Assets	\$ 216,995,833	\$ 213,529,487
Capital Assets, Net	71,647,172	65,736,785
Total Assets	288,643,005	279,266,272
Liabilities		
Long-Term Liabilities	98,972,471	101,789,657
Other Liabilities	4,656,949	3,634,003
Total Liabilities	103,629,420	105,423,660
Deferred Inflows of Resources	43,219,909	51,831,482
Net Position		
Net Investment in Capital Assets	68,969,845	65,736,785
Restricted	2,342,114	1,737,348
Unrestricted	70,481,717	54,536,997
Total Net Position	\$ 141,793,676	\$ 122,011,130

Capital Assets increased significantly in comparison with the prior year. This increase is the result of CML's building program commencing in 2012.

Long-Term Liabilities decreased significantly in comparison with the prior year. This decrease primarily represents a principle payment made in 2013.

Deferred Inflows of Resources decreased significantly in comparison with the prior year. The majority of this decrease is the result of an increase in property taxes available for advance at year-end, which increased property tax revenue in the current period.

COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2013
(UNAUDITED)

Table 2 shows a comparison of the changes in net position for the fiscal year ended December 31, 2013 compared to December 31, 2012.

Table 2
Changes in Net Position

	Governmental Activities	
	2013	Restated 2012
Revenues		
Program Revenues		
Charges for Services	\$ 2,605,105	\$ 2,797,485
Operating Grants and Contributions	323,669	410,906
Capital Grants and Contributions	1,000,000	-
General Revenues		
Property Taxes	47,651,678	44,081,501
Intergovernmental	29,027,326	26,188,636
Investment Earnings	473,331	255,983
Miscellaneous	395,067	703,343
Total Revenues	<u>81,476,176</u>	<u>74,437,854</u>
Program Expenses		
Public Service	34,350,249	34,461,220
Administrative and Support	24,431,281	24,148,809
Interest Expense	2,912,100	264,199
Total Expenses	<u>61,693,630</u>	<u>58,874,228</u>
Increase (decrease) in Net Position	19,782,546	15,563,626
Net Position Beginning Balance, Restated	122,011,130	106,447,504
Total Net Position	<u>\$ 141,793,676</u>	<u>\$ 122,011,130</u>

As noted, 2012 amounts have been restated. See Note 11 to the basic financial statements for more information regarding this restatement. In addition, 2012 program expenses have been reclassified to correlate with the 2013 classifications.

Capital Grants and Contributions and Property Taxes both increased significantly in comparison with the prior year. The Capital Grants and Contributions increase is the result of a capital contribution from the Columbus Metropolitan Library Foundation. The Property Taxes increase is primarily the result of an increase in property taxes available for advance at year-end.

A major source of funding for CML is money received from the State of Ohio's Public Library Fund (PLF). The source of money for this fund comes from a percentage of the state taxes collected in Ohio including, state income tax and sales tax.

Based on this formula, a percentage of this fund is distributed to each county for use by the public library districts within that county. Within Franklin County there are seven (7) public library districts that share this revenue. Each library's share of the fund is established by the Budget Commission. The Budget Commission uses a formula to determine each library's share of the money; however, the use of a formula is not mandatory under Ohio law. This formula was negotiated and agreed to by each of the library districts within the county. Based on the formula, CML received 60.8% in 2013.

COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2013
(UNAUDITED)

Another major source of revenue for CML in 2013 is the revenue generated by the 2.8 mill property tax levy. In November 2010, a 2.2 mill levy was replaced with an additional 0.6 mill levy by the voters in CML's taxing district.

Interest Expense increased significantly in comparison with the prior year. 2013 was the first full year of debt service on the general obligation bonds issued at the end of 2012, resulting in this increase.

The Statement of Activities shows the cost of program services and the charges for services, grants, and contributions offsetting those services. Table 3 shows the total cost of services and the net cost of services. That is, it identifies the cost of those services supported by tax revenue and state shared revenues.

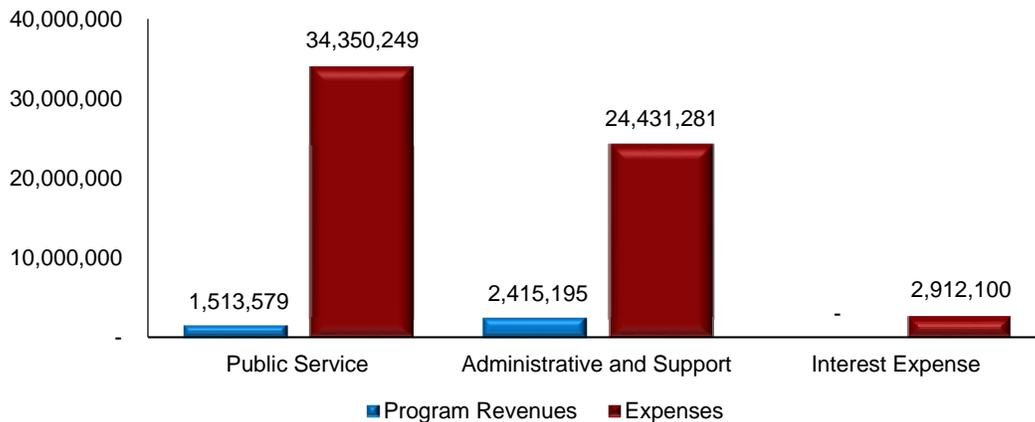
Table 3
Governmental Activities

	Total Cost of Services <u>2013</u>	Restated Total Cost of Services <u>2012</u>	Net Cost of Services <u>2013</u>	Restated Net Cost of Services <u>2012</u>
Program Expenses				
Public Service	\$ 34,350,249	\$ 34,461,220	\$ 32,836,670	\$ 32,622,492
Administrative and Support	24,431,281	24,148,809	22,016,086	22,779,146
Interest Expense	2,912,100	264,199	2,912,100	264,199
Total Expenses	<u>\$ 61,693,630</u>	<u>\$ 58,874,228</u>	<u>\$ 57,764,856</u>	<u>\$ 55,665,837</u>

As noted, 2012 amounts have been restated. See Note 11 to the basic financial statements for more information regarding this restatement. In addition, 2012 program expenses have been reclassified to correlate with the 2013 classifications.

The above schedule clearly shows the dependence upon tax revenues and state subsidies for governmental activities. Program revenues, such as charges for services, grants and contributions, cover only 6.4% of the expenses related to the activities performed by CML. The remaining 93.6% of expenses is provided through taxes, intergovernmental revenues, and investment earnings.

**Activities for Fiscal Year Ended
December 31, 2013**



COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2013
(UNAUDITED)

Fund Financial Analysis

The purpose of CML's governmental funds is to account for information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing CML's financing requirements. In particular, unreserved fund balance may serve as a useful measure of CML's net resources available for spending at the end of the fiscal year.

General Fund

At year-end, the fund balance in CML's general fund was \$42,008,979, an increase of \$12,978,838 in comparison with the prior year. For the most part, this increase represents the amount in which property tax and intergovernmental revenues exceeded program expenditures. Of CML's ending general fund balance, \$38,160,939 represents the unassigned portion, which is available for spending at CML's discretion. This unassigned fund balance represents 67.6 percent of 2013 general fund expenditures.

Capital Projects Fund

At year-end, the fund balance in CML's capital projects fund was \$116,516,743, a decrease of \$6,410,029 in comparison with the prior year. This decrease represents the amount in which building projects expenditures exceeded capital grants and contributions. This trend is expected to continue as CML spends down the bond proceeds received in 2012.

Debt Service Fund

At year-end, the fund balance in CML's debt service fund was \$970,821, an increase of \$1,279 in comparison with the prior year. This increase represents the amount in which intergovernmental revenues are restricted for debt service expenditures.

Other Governmental Funds

At year-end, the fund balance in CML's other governmental funds was \$919,384, an increase of \$153,883 in comparison with the prior year. This increase is primarily the result of a \$100,000 transfer in from the general fund. In addition, charges for services and contributions slightly outstripped program expenditures.

General Fund Budgeting Highlights

CML'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 for 2013 is the general fund.

The original and final revenue budgets for the general fund were \$74,598,370 and \$69,368,008, respectively. The significant decrease between the original and final budgets was primarily the result of a decrease in property tax collections as a result of a decrease in tax base and an increase in delinquencies. The variance between the final revenue budget and actual revenues was insignificant.

The original and final expenditure budgets for the general fund were \$69,592,311 and \$63,775,055, respectively. The significant decrease between the original and final budgets was primarily the result of a decrease in budgeted transfers out. The original budget included planned transfers out to fund the debt service fund; the transfers were later eliminated as a portion of the public library funding was deposited directly to the Debt Service fund. Actual budgetary expenditures were \$60,658,794, or \$3,116,261 less than the final budget. This decrease is primarily the result of cost containment efforts on behalf of management.

CML's ending budget basis Fund Balance for the general fund is \$37,085,981.

COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2013
(UNAUDITED)

Capital Assets

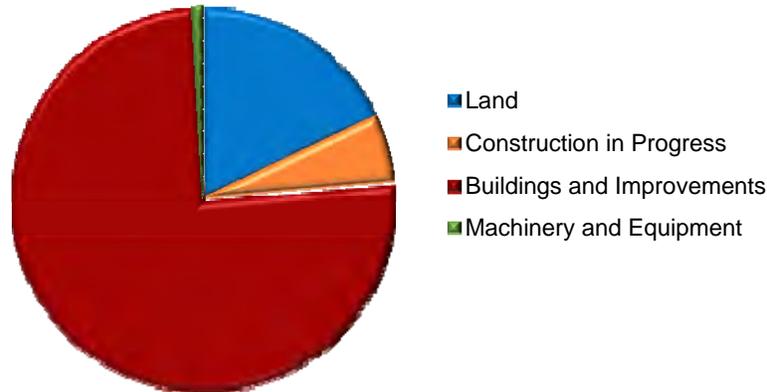
At the end of fiscal year 2013, CML had \$71,647,172 invested in capital assets. Table 4 shows fiscal year ended December 31, 2013 compared to December 31, 2012.

Table 4
Capital Assets (Net of Depreciation)

	Governmental Activities	
	2013	2012
Land	\$ 12,828,942	\$ 9,442,443
Construction in Progress	4,090,076	230,269
Buildings and Improvements	54,094,274	55,429,752
Machinery and Equipment	633,880	634,321
Totals	\$ 71,647,172	\$ 65,736,785

During 2013, CML invested \$8,339,255 in additional Capital Assets, of which \$7,246,306 was for new land and construction for multiple CML branch projects. See Note 4 for additional capital asset information.

Capital Assets at December 31, 2013



Debt

At year-end, CML had general obligation bonds outstanding totaling \$89,665,000, a decrease of \$2,620,000 in comparison with the prior year. This decrease represents debt principal payments made during the year. See Note 10 for additional debt information.

COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2013
(UNAUDITED)

Economic Factors

Legislation has eliminated the Personal Property portion of the tax levy. This portion of the tax will be phased out through 2017.

In addition, the recent difficulties of the housing market have led to higher delinquencies. For 2013, CML collected only 87.8% of levied taxes, representing slightly more than a \$6.7 million shortfall in collections for the year.

Contacting CML's Financial Management

This financial report is designed to provide our citizens and taxpayers with a general overview of CML's finances and to show CML's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Ms. Wendy J. Mohr, Accounting Manager at Columbus Metropolitan Library, 96 South Grant Ave., Columbus, Ohio 43215 or by e-mail at wmohr@columbuslibrary.org.

COLUMBUS METROPOLITAN LIBRARY

Statement of Net Position

December 31, 2013

	<u>Governmental Activities</u>
Assets	
Equity in Pooled Cash and Investments	\$ 160,443,992
Cash and Cash Equivalents - Restricted	67,742
Cash with Trustee	485,596
Receivables:	
Taxes	50,464,192
Accounts	213,187
Intergovernmental	4,412,844
Interest	90,129
Prepaid Items	818,151
Capital Assets:	
Nondepreciable	16,919,018
Depreciable, Net	54,728,154
Total Assets	<u>288,643,005</u>
Liabilities	
Accounts Payable	2,213,021
Accrued Wages and Benefits	1,144,039
Intergovernmental Payable	559,561
Retainage Payable	85,644
Claims Payable	331,000
Accrued Interest Payable	266,494
Security Deposits	57,190
Long-Term Liabilities:	
Due Within One Year	2,804,716
Due in More Than One Year	96,167,755
Total Liabilities	<u>103,629,420</u>
Deferred Inflows of Resources:	
Property Taxes	43,219,909
Total Deferred Inflows of Resources	<u>43,219,909</u>
Net Position	
Net Investment in Capital Assets	68,969,845
Restricted for:	
Restricted Donations	569,448
Capital Projects	1,000,000
Debt Service	704,327
Permanent Fund - Expendable	597
Permanent Fund - Non-expendable	67,742
Unrestricted	70,481,717
Total Net Position	<u>\$ 141,793,676</u>

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY

Statement of Activities

For the Year Ended December 31, 2013

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
Governmental Activities:					Governmental Activities
General Government:					
Public Service	\$ 34,350,249	\$ 1,189,910	\$ 323,669	\$ -	\$ (32,836,670)
Administrative and Support	24,431,281	1,415,195	-	1,000,000	(22,016,086)
Interest on Long Term Debt	2,912,100	-	-	-	(2,912,100)
Total Governmental Activities	<u>\$ 61,693,630</u>	<u>\$ 2,605,105</u>	<u>\$ 323,669</u>	<u>\$ 1,000,000</u>	<u>(57,764,856)</u>
					General Revenues:
					Property Taxes
					47,651,678
					Intergovernmental
					29,027,326
					Investment Earnings
					473,331
					Miscellaneous
					395,067
					<u>Total General Revenues</u>
					<u>77,547,402</u>
					Change in Net Position
					19,782,546
					Net Position at Beginning of Year, Restated
					122,011,130
					<u>Net Position at End of Year</u>
					<u>\$ 141,793,676</u>

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY

Balance Sheet
Governmental Funds
December 31, 2013

	General Fund	Capital Projects Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
Assets:					
Equity in Pooled Cash and Investments	\$ 39,920,146	\$ 117,404,986	\$ -	\$ 905,407	\$ 158,230,539
Cash and Cash Equivalents - Restricted	-	-	-	67,742	67,742
Cash with Trustee	-	-	485,596	-	485,596
Receivables:					
Taxes	50,464,192	-	-	-	50,464,192
Accounts	169,763	-	-	-	169,763
Intergovernmental	3,928,017	-	484,827	-	4,412,844
Interest	2,268	87,463	398	-	90,129
Prepaid Items	797,312	2,443	-	18,396	818,151
Total Assets	\$ 95,281,698	\$ 117,494,892	\$ 970,821	\$ 991,545	\$ 214,738,956
Liabilities:					
Accounts Payable	\$ 1,370,692	\$ 826,658	\$ -	\$ 15,671	\$ 2,213,021
Accrued Wages and Benefits	1,144,039	-	-	-	1,144,039
Intergovernmental Payable	559,561	-	-	-	559,561
Matured Compensated Absences	34,407	-	-	-	34,407
Retainage Payable	22,316	63,328	-	-	85,644
Security Deposits	-	700	-	56,490	57,190
Total Liabilities	3,131,015	890,686	-	72,161	4,093,862
Deferred Inflows of Resources:					
Property Taxes	43,219,909	-	-	-	43,219,909
Unavailable Revenue	6,921,795	87,463	-	-	7,009,258
Total Deferred Inflows of Resources	50,141,704	87,463	-	-	50,229,167
Fund Balances:					
Nonspendable:					
Prepaid Items	797,312	2,443	-	18,396	818,151
Permanent Fund Principle	-	-	-	67,742	67,742
Restricted for:					
Capital Projects	-	94,844,176	-	-	94,844,176
Debt Service	-	-	970,821	-	970,821
Permanent Fund Expendable	-	-	-	597	597
Restricted Donations	-	-	-	569,448	569,448
Committed for:					
Facility Projects	341,585	-	-	-	341,585
Technology Projects	1,167	-	-	-	1,167
Library Materials	348,206	-	-	-	348,206
Operations/Programing	198,797	-	-	-	198,797
Capital Projects	-	4,216,326	-	-	4,216,326
Land Development	-	-	-	263,201	263,201
Assigned for:					
Facility Projects	1,540,385	-	-	-	1,540,385
Technology Projects	5,263	-	-	-	5,263
27th Pay Period	615,325	-	-	-	615,325
Capital Projects	-	17,453,798	-	-	17,453,798
Unassigned	38,160,939	-	-	-	38,160,939
Total Fund Balances	42,008,979	116,516,743	970,821	919,384	160,415,927
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 95,281,698	\$ 117,494,892	\$ 970,821	\$ 991,545	\$ 214,738,956

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY
 Reconciliation of Total Governmental Fund Balances
 To Net Position of Governmental Activities
 December 31, 2013

Total Governmental Fund Balances	\$ 160,415,927
 <i>Amounts reported for governmental activities in the Statement of Net Position are different because:</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	71,647,172
Other long-term assets are not available to pay for current period expenditures and therefore are reported as unavailable in the funds.	
Property Taxes Receivable	4,109,625
Intergovernmental Receivable	2,812,170
Interest Receivable	87,463
Governmental funds report the effect of bond premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of net position.	
Unamortized Premium on Bonds	(6,839,232)
Internal service funds are used by management to charge the costs of health care to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	1,925,877
Long-Term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
Compensated absences payable	(2,433,832)
General Obligation Bonds Payable	(89,665,000)
Accrued Interest Payable	(266,494)
 Net Position of Governmental Activities	 <u>\$ 141,793,676</u>

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2013

	General Fund	Capital Projects Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
Property Taxes	\$ 46,748,089	\$ -	\$ -	\$ -	\$ 46,748,089
Intergovernmental	20,397,788	-	5,817,368	-	26,215,156
Fines and Fees	1,189,910	-	-	-	1,189,910
Investment Earnings	94,188	286,809	1,167	536	382,700
Charges for Services	710,775	2,127	-	702,293	1,415,195
Contributions and Donations	-	1,000,000	-	323,669	1,323,669
Miscellaneous	375,559	1	-	17,775	393,335
Total Revenues	69,516,309	1,288,937	5,818,535	1,044,273	77,668,054
Expenditures:					
Current:					
Public Service	32,947,418	-	-	353,576	33,300,994
Administrative and Support	23,165,197	-	-	634,280	23,799,477
Capital Outlay	326,588	8,604,209	-	2,534	8,933,331
Debt service:					
Principal Retirement	-	-	2,620,000	-	2,620,000
Interest and Fiscal Charges	-	-	3,197,256	-	3,197,256
Total Expenditures	56,439,203	8,604,209	5,817,256	990,390	71,851,058
Excess (Deficiency) of Revenues Over (Under) Expenditures	13,077,106	(7,315,272)	1,279	53,883	5,816,996
Other Financing Sources (Uses):					
Proceeds from Sale of Capital Assets	1,732	905,243	-	-	906,975
Transfers In	-	-	-	100,000	100,000
Transfers Out	(100,000)	-	-	-	(100,000)
Total Other Financing Sources (Uses)	(98,268)	905,243	-	100,000	906,975
Net Change in Fund Balances	12,978,838	(6,410,029)	1,279	153,883	6,723,971
Fund Balance at Beginning of Year	29,030,141	122,926,772	969,542	765,501	153,691,956
Fund Balance at End of Year	\$ 42,008,979	\$ 116,516,743	\$ 970,821	\$ 919,384	\$ 160,415,927

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY
 Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balances to the Statement of Activities
 Governmental Funds
 For the Year Ended December 31, 2013

Net Change in Fund Balances - Total Governmental Funds **\$ 6,723,971**

*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.

Capital Outlays	8,339,255
Depreciation Expense	(1,523,625)

The effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and disposals) is to decrease net position.	(905,243)
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	3,803,222
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The issuance of long-term debt (e.g., bonds, leases) provides current financial
resources to governmental funds, while the repayment of the principal of
long-term debt consumes the current financial resources of governmental
funds. Neither transaction, however, has any effect on net position.

Principal Payments on Debt	2,620,000
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Some expenses reported in the Statement of Activities do not require the use of
current financial resources and therefore are not reported as expenditures
in governmental funds.

Compensated Absences	(55,858)
Accrued Interest	(2,295)
Amortization of Bond Premium	287,451

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

495,668

Change in Position of Governmental Activities	<u><u>\$ 19,782,546</u></u>
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COLUMBUS METROPOLITAN LIBRARY
Statement of Revenues, Expenditures and Changes
in Fund Balances - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance (Over)/Under
Revenues				
Property Taxes	\$ 51,813,765	\$ 44,628,578	\$ 45,157,157	\$ 528,579
Intergovernmental	18,785,000	20,739,825	20,413,166	(326,659)
Fines and Fees	900,000	900,000	1,184,555	284,555
Investment Earnings	100,000	100,000	153,927	53,927
Charges for Services	500,000	500,000	694,315	194,315
Contributions and Donations	-	1,000	-	(1,000)
Miscellaneous	300,000	294,000	272,480	(21,520)
Total Revenues	<u>72,398,765</u>	<u>67,163,403</u>	<u>67,875,600</u>	<u>712,197</u>
Expenditures				
Current:				
Public Service	35,859,632	35,896,495	33,471,438	2,425,057
Administrative and Support	24,979,299	25,202,059	24,531,263	670,796
Capital Outlay	736,519	468,510	348,102	120,408
Total Expenditures	<u>61,575,450</u>	<u>61,567,064</u>	<u>58,350,803</u>	<u>3,216,261</u>
Excess of Revenues Over (Under) Expenditures	10,823,315	5,596,339	9,524,797	3,928,458
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	-	5,000	1,732	(3,268)
Transfers In	2,199,605	2,199,605	2,199,605	-
Transfers Out	(8,016,861)	(2,207,991)	(2,307,991)	(100,000)
Total Other Financing Sources (Uses)	<u>(5,817,256)</u>	<u>(3,386)</u>	<u>(106,654)</u>	<u>(103,268)</u>
Net Change in Fund Balance	5,006,059	5,592,953	9,418,143	3,825,190
Fund Balances at Beginning of Year	25,854,563	25,854,563	25,854,563	-
Prior Year Encumbrances Appropriated	1,813,275	1,813,275	1,813,275	-
Fund Balances at End of Year	<u>\$ 32,673,897</u>	<u>\$ 33,260,791</u>	<u>\$ 37,085,981</u>	<u>\$ 3,825,190</u>

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY

Statement of Net Position

Proprietary Fund

December 31, 2013

	Governmental Activities Internal Service Fund
Assets	
Current Assets:	
Equity in Pooled Cash and Investments	\$ 2,213,453
Receivables:	
Accounts	<u>43,424</u>
Total Assets	<u>2,256,877</u>
Liabilities	
Current Liabilities:	
Claims Payable	<u>331,000</u>
Total Liabilities	<u>331,000</u>
Net Position	
Unrestricted	<u>1,925,877</u>
Total Net Position	<u>\$ 1,925,877</u>

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Fund
For the Year Ended December 31, 2013

	<u>Governmental Activities Internal Service Fund</u>
Operating Revenues	
Charges for Services	\$ 4,781,478
Miscellaneous	114,746
Total Operating Revenues	<u>4,896,224</u>
 Operating Expenses	
Contractual Services	683,081
Claims Paid	3,720,643
Total Operating Expenses	<u>4,403,724</u>
 Operating Income (Loss)	<u>492,500</u>
 Nonoperating Revenues (Expenses)	
Interest Revenue	<u>3,168</u>
Total Non-Operating Revenues (Expenses)	<u>3,168</u>
 Change in Net Position	<u>495,668</u>
 Net Position at Beginning of Year	<u>1,430,209</u>
Net Position at End of Year	<u><u>\$ 1,925,877</u></u>

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY
Statement of Cash Flows
Proprietary Fund
For the Year Ended December 31, 2013

	Governmental Activities <u>Internal Service Fund</u>
Cash Flows from Operating Activities	
Cash Received for Claims	\$ 4,784,665
Cash Received from Reimbursements	73,646
Cash Payments for Administrative Fees	(805,651)
Cash Payments for Claims	(3,702,643)
Net Cash Flows from Operating Activities	<u>350,017</u>
Cash Flows from Investing Activities	
Cash received from interest	4,344
Net Cash flows From Investing Activities	<u>4,344</u>
Net Change in Cash	354,361
Cash and Cash Equivalents at Beginning of Year	1,859,092
Cash and Cash Equivalents at End of Year	<u>\$ 2,213,453</u>
Reconciliation of Operating Income to Net Cash Flows from Operating Activities:	
Operating Income	\$ 492,500
(Increase)/Decrease in Current Assets	
Accounts Receivable	(37,913)
Increase/(Decrease) in Current Liabilities	
Accounts Payable	(122,570)
Claims Payable	18,000
Net Cash Flows from Operating Activities	<u>\$ 350,017</u>

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY

Statement of Fiduciary Net Position

December 31, 2013

	Digital Downloads Collaboration Agency Fund
Assets	
Equity in Pooled Cash and Investments	\$ 343,198
Accounts Receivable	20,270
Total Assets	<u>363,468</u>
Liabilities	
Accounts Payable and Other Liabilities	<u>363,468</u>
Total Liabilities	<u>\$ 363,468</u>

See accompanying notes to the basic financial statements

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COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Columbus Metropolitan Library (CML) was founded in 1872. CML is a county district library established in accordance with Section 3375.20 of the Ohio Revised Code. CML lends books, periodicals, audiovisual materials, and provides access to technology to residents and certain others at no charge. CML, which is a separate legal entity, is financially, managerially and operationally independent from both Franklin County and the City of Columbus.

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

In June 2012, GASB issued Statement No. 67 Financial Reporting for Pension Plans. This statement establishes guidelines to improve financial reporting of state and local pension plans. This statement is effective for periods beginning after June 15, 2013. Management does not anticipate this statement having an effect on CML's financial statements.

In June 2012, GASB issued Statement No. 68, Accounting and Financial Reporting for Pensions. This statement establishes standards for measuring and recognizing liabilities, deferred outflows and inflows of resources, and expenditures related to costs of pension plans. This statement is effective for periods beginning after June 15, 2014. Management anticipates working with Ohio Public Employees Retirement System (OPERS) to determine the financial impact and accompanying disclosures of this statement, and is currently unable to disclose what impact this statement will have.

The accounting policies and financial reporting practices of CML conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of its significant accounting policies:

(a) Government-wide and fund financial statements

The financial information of CML is presented in this report as follows:

- Management's Discussion and Analysis introduces the basic financial statements and provides an analytical overview of CML's financial activities and overall financial position.
- Government-wide financial statements consist of a Statement of Net Position and a Statement of Activities.

These statements report all of the assets, liabilities, revenues, expenses and gains and losses of CML. Governmental activities are reported separately from business type activities. Governmental activities are normally supported by taxes and intergovernmental revenues whereas business type activities are normally supported by fees and charges for services and are usually intended by management to be financially self-sustaining. Fiduciary funds are not included in these government-wide financial statements.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Internal service fund balances, whether positive or negative, have been eliminated against the expenses and program revenues shown in governmental activities Statement of Activities. The activities of the internal service fund are eliminated to avoid “doubling up” revenues and expenses which is consistent with CML policy for such activity. Interfund services provided and used are not eliminated in the process of consolidation.

The Statement of Activities presents a comparison between the direct expenses and program revenues for each function of CML’s governmental activities.

Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

- Fund financial statements consist of a series of statements focusing on information about CML’s major governmental funds. Separate financial statements are presented for the governmental and proprietary funds.

CML’s major funds are the General Fund, the Capital Projects Fund, and the Debt Service Fund.

The General Fund is the accounting entity in which all governmental activity, except that which is required to be accounted for in other funds, is accounted for. Its revenues consist primarily of taxes, intergovernmental shared revenue, fines and fees, charges for services, investment income and others. General Fund expenditures represent costs of public services, administration and support and capital outlay.

The Capital Projects Fund is used to account for financial resources set aside for the acquisition or the construction of major capital facilities and equipment. The revenues for this fund are derived from transfers from the General Fund, proceeds from the sale of debt, the sale of real property, donations, and other miscellaneous receipts.

The Debt Service Fund is used to account for the accumulation of resources for and payment of debt; principal, interest and related expenditures. Revenue consists of a portion of CML’s PLF receipts.

- Notes to the financial statements providing information that is essential to the user’s understanding of the basic financial statements.

(b) Financial reporting presentation

The accounts of CML are organized 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, liabilities, fund equity, revenues and expenditures (expenses). Fund types are as follows:

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

GOVERNMENTAL FUNDS

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

General Fund (Major Fund) - The General Fund is the general operating fund of CML. It is used to account for all financial resources except those required to be accounted for in another fund. The fund balance of the general fund is available to CML for any purpose provided it is expended or transferred according to the laws of Ohio. The General Fund is comprised of multiple accounts that are reported in one fund.

Capital Project Fund (Major Fund) - Capital Project Funds are used to account for financial resources to be used for the acquisition of major capital assets or the construction of major capital facilities (other than those financed by proprietary funds and trust funds) or capital equipment. The Capital Projects Fund is comprised of multiple individual projects that are reported in one fund.

Debt Service Fund (Major Fund) – Debt Service Funds are used to account for the accumulation of resources for and payment of long-term debt principal, interest, and related costs.

Other Governmental Funds

Other governmental funds of CML are used to account for land development operations, restricted donations, grants, and any other resources which are restricted for a particular purpose.

PROPRIETARY FUNDS

Proprietary Funds are those which focus on the determination of operating income, changes in net position, financial position and cash flows. The following is CML's proprietary fund:

Internal Service Fund - The Internal Service Fund is used to account for the financing of services provided by one department to another department on a cost reimbursement basis. CML's internal service fund reports on the self-insurance health care program.

FIDUCIARY FUNDS

Fiduciary Funds are those which report assets held in a trustee or agency capacity for other governments and therefore cannot be used to support CML's programs or operations. The following is CML's fiduciary fund:

Agency Fund – The Agency Fund is used to account for assets held on behalf of other libraries and the liabilities associated with the use of assets. CML's agency fund is used to report the assets held in a custodial manner to administer a collaboration of fifteen (15) library systems to acquire and share digital content with their customers.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) Measurement focus and basis of accounting

Except for budgetary purposes, the basis of accounting used by CML conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The accounting and financial reporting treatment is determined by its measurement focus.

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which CML gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, shared revenues and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year in which the taxes are levied. On an accrual basis, revenue in the form of shared revenue is recognized when the provider government recognizes its liability to CML. Revenues from grants and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. CML considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after the fiscal year end. Nonexchange transactions, under the modified accrual basis of accounting, are recognized when the amounts are measureable, available and satisfy eligibility requirements. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments and compensated absences, which are recognized as expenditures when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources.

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual amounts could differ from those estimates.

(d) Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed in all funds. On the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities, but are reported as commitments or assignments of fund balances in governmental funds.

(e) Cash Equivalents

For purposes of the statement of cash flows, the Proprietary Fund considers all highly liquid investments, with purchased maturities of three months or less, to be cash equivalents.

(f) Investments

In accordance with GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools, CML records all of its investments at fair value as defined in the Statement. CML reports all investments at fair value except for non-negotiable certificates of deposit, which are reported at cost. CML does not engage in any form of derivatives or reverse repurchase agreements in the management of its investment portfolio.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Capital Assets

Property, plant and equipment are reported in the applicable governmental columns in the government-wide financial statements. CML does not have any infrastructure assets. CML defines capital assets as assets with a unit cost of more than \$5,000. Such assets are recorded at historical cost or estimated historical cost. Donated assets are recorded at estimated fair value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are completed. Library books and materials purchased by CML are reflected as expenditures when purchased and are not capitalized as assets of CML. CML currently has a library materials collection of approximately 1,900,000 volumes.

Property, plant and equipment is depreciated using the straight line method over the following estimated useful lives:

Description	Estimated Life (years)
Buildings	60
Furniture/Artwork/Grounds Equipment	20
Land Development/Machinery & General Equipment	15
Bookmobiles	12
Other Vehicles/Business Machines/Printers/AudioVisual Equipment	10
Security Equipment	7
Computer Equipment & Software/Telecommunications Equipment	5

(h) Insurance

CML is insured by private carriers for property damage, personal injury and public official liability. Judgments and claims in excess of policy limits are recorded when it is probable that an asset has been impaired or a liability has been incurred and the amount of loss can be reasonably estimated. At December 31, 2013, 2012, and 2011, there were no outstanding judgments or claims in excess of policy limits. In 2013, the Board authorized an increase in the limit for Directors & Officers/Employment Practices liability coverage from \$5,000,000 to \$15,000,000 per claim because of increased exposure related to CML's building program. Except for this, there were no significant changes in insurance coverage from the previous year and no insurance settlement has exceeded insurance coverage during the last three years.

CML provides dental, vision, life and disability insurance coverage for employees through a private insurance carrier. CML is part of the state-wide plan for Worker's Compensation insurance coverage. Beginning in 2001, CML established self-insured employee health care. To account for and finance its uninsured health claims, CML established the Self Insurance Fund (an internal service fund). All departments of CML participate in the program and make payments to the Self Insurance Fund based on actuarial estimates of the amounts needed to pay current and future claims. CML has purchased specific stop loss insurance for claims which exceed \$110,000 per covered individual in one year and aggregate stop loss coverage at 125% of annual estimated claims.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

	2011	2012	2013
Unpaid Claims Jan. 1	\$ 277,000	\$ 299,000	\$ 313,000
Incurred Claims	3,630,839	3,765,366	3,720,643
Payment of Claims	(3,608,839)	(3,751,366)	(3,702,643)
Unpaid Claims Dec. 31	<u>\$ 299,000</u>	<u>\$ 313,000</u>	<u>\$ 331,000</u>

The \$331,000 of unpaid claims are reflected in the internal service fund's claims payable line item.

(i) Compensated Absences

CML employees accumulate one "bank" of hours for both sick and vacation called Paid Time Off (PTO). These hours are vested at 100% when earned up to maximum limits defined by Board Policy. Payment is dependent upon many factors; therefore, timing of future payments was not readily determinable. However, management believes that sufficient resources will be available for the payment of PTO when such payments become due.

The total liability for PTO has been calculated using pay rates in effect at the balance sheet date, and reduced to the maximum payment allowed by Board policy. CML employees are granted PTO in varying amounts, based on scheduled hours and years of service.

On governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements.

Any governmental fund liability reported is for the unpaid balance of reimbursable unused leave for employees that terminated on or before December 31, 2013. All liabilities are paid from the general fund. The noncurrent portion of the liability is not reported.

The noncurrent portion of the liability is reported on the government-wide financial statements.

(j) Debt Issuance Costs, Premiums, Discounts, and Deferred Amounts on Refundings

Bond premiums and discounts are capitalized and amortized over the life of the bonds. Deferred amounts on refundings are capitalized and amortized over the life of new bonds or the life of the old bonds, whichever is shorter. Issuance cost is expensed in the year in which debt was issued in accordance with GASB 65, *Items Previously Reported as Assets and Liabilities*.

(k) Interfund Transactions

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 of repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in the proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented in the basic financial statements.

Interfund transfers between governmental funds are eliminated for reporting on the government-wide financial statements.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(l) Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2013, are recorded as prepaid items. Prepaid items consist primarily of insurance premiums, conferences and training, memberships and library material subscriptions. Prepaid items are accounted for using the consumption approach of accrual accounting that is items are recorded as an asset deferring the recognition of an expenditure until the month in which it should occur.

(m) Budgetary Basis of Accounting

Budget

A budget of estimated cash receipts and disbursements, including encumbrances, is submitted to the County Auditor, as secretary of the County Budget Commission, by July 20 of each year for the fiscal year commencing the following January 1.

Estimated Resources

The County Budget Commission certifies the budget to CML by September 1. As part of this certification, CML receives the official Certificate of Estimated Resources which states the projected receipts of each fund. On or about January 1, this certificate is amended to include any unencumbered balances from the preceding year. The total estimated receipts together with prior year carryover of unencumbered cash then serves as the basis for the annual appropriation. Expenditures and encumbrances from any fund during the ensuing fiscal year must not exceed the amount stated in the Amended Certificate of Estimated Resources.

Appropriations

CML is required by state statute to adopt an annual appropriation cash basis budget. A temporary appropriation measure to control cash disbursements is passed by CML's Board of Trustees in December of each year to be effective as of January 1. The permanent appropriation measure then must be passed by April 1 of each year for the period January 1 to December 31. The permanent appropriation measure then may be amended or supplemented during the year as new information becomes available. Appropriations may not exceed estimated resources. Unencumbered appropriations lapse at year-end except in Capital Projects Fund which has continuing appropriations. For the General Fund, any budget change that increases or decreases expenditures at the Salaries & Benefits or Other Expenditures (Supplies, Purchased/Contracted Services, Library Materials, etc.) level requires Board authorization. For all other funds, increases or decreases in expenditures requires Board authorization at the total appropriation level.

The governmental fund types for which CML budgets annual expenditures are the General and Special Revenue Funds. The budget specifies expenditure amounts by function within these funds. Expenditures cannot exceed appropriations at the Salaries & Benefits and Other Expenditures (Supplies, Purchased/Contracted Services, Library Materials, etc.) levels for the General Fund and cannot exceed total appropriations for all other budgeted funds. In the supplemental reports, CML has provided a further breakdown of the legal reporting level. Capital Projects Fund revenues and expenditures are not budgeted on an annual basis; budgetary control over these fund types is established on a project basis.

CML budgets annual expenses for two nongovernmental fund types, the Internal Service Fund and the Digital Downloads Fund. The budget specifies expense amounts by function within the fund. Expenses cannot exceed total appropriations.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

In addition to the annual expenditures/expenses budgeting described in the preceding paragraphs, all revenues, except for tax revenues, for the General Fund are estimated by the Fiscal Officer in conjunction with the annual budgeting process. However, the annual appropriations should not exceed the estimated resources as certified by the County Budget Commission in the annual Certificate of Estimated Resources.

The Board has delegated purchase and expenditure approval to CML administration for daily operational needs of CML. Any appropriation change which will increase or decrease any of the major appropriation classifications requires approval of the Board. Expenditures did not exceed appropriations in any fund type.

CML's budgetary process is based upon accounting for certain transactions on a basis other than GAAP. To provide a meaningful comparison of actual results with the budget, the actual results of operations for governmental funds are presented in the Supplemental Data section of this report.

The major differences between the budget basis and the GAAP basis are as follows:

- Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
- Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
- Encumbrances are recorded as the equivalent of expenditures (budget basis), as opposed to a reservation of fund balance (GAAP basis).

(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, less any outstanding debt and debt-related items. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

(o) Operating Revenues and Expenses

Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of CML's proprietary funds are charges for services. Operating expenses for the proprietary funds include claims and administrative expenses. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

(p) Fund Balance Reserves

Fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which CML is "bound to honor constraints on the specific purposes for which amounts of the fund can be spent" in accordance with GASB 54, Fund Balance Reporting and Governmental Fund Type Definitions.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

CML considers fund balance non-spendable when it is in a non-spendable form (inventories or prepaids) or when the balance is legally or contractually required to be maintained intact. Restricted fund balance is reported when constraints have been placed on the use of resources externally (grant agreements, legal requirements). Committed fund balance represents amounts committed for a specific use through formal Board resolution. Assigned fund balance are those amounts intended to be used for a specific purpose that do not meet the definition of restricted or committed. The Board has authorized the Chief Financial Officer to assign fund balances as necessary. In governmental funds other than the general fund net position that is not committed or restricted is assigned. Residual fund balance in the general fund is unassigned. In other governmental funds, only a deficit is reported as unassigned.

CML considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. CML considers committed amounts used first, followed by assigned amounts; unassigned amounts are considered to have been spent when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

(q) Deferred Outflows/Inflows of Resources

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expenses/expenditure) until then. CML currently has no deferred outflows of resources.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For CML, deferred inflows of resources include property taxes and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2013, but which were levied to finance calendar year 2014 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For CML, unavailable revenue includes delinquent property taxes, intergovernmental revenues, and interest income. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 2 – CASH AND INVESTMENTS

CML pools all individual fund cash balances for investment purposes, except for cash with fiscal agents, restricted investments and debt proceeds. According to state statutes and CML's Investment policy, all earnings received from pooled investments must be credited to CML's General Fund, unless specified by CML's Fiscal Officer. Interest income earned on investments held in perpetuity is credited to CML's Permanent Fund.

Credit risk is the risk of loss due to the failure of a security issuer to pay principal or interest, or the failure of the issuer to make timely payments of principal or interest. Eligible investments, pursuant to Ohio Revised Code Section 135.14, affected by credit risk include certificates of deposit, commercial paper and bankers acceptances. CML has no formal policy related to credit risk. However, this risk is minimized by (1) diversifying assets by issuer; (2) ensuring that required, minimum credit quality ratings exist prior to the purchase of commercial paper and bankers acceptances; and (3) maintaining adequate collateralization of certificates of deposits, pursuant to the method as determined by the Fiscal Officer.

CML's Investment Policy addresses custodial risk in accordance with Ohio Revised Code §135.37, which states "collateral so pledged or deposited may be in an amount that when added to the portion of the deposit insured by the federal deposit insurance corporation ... will, in the aggregate, equal or exceed the amount of public moneys so deposited ..."

Deposits:

At December 31, 2013, the carrying amount of all CML's deposits was \$16,483,163 and the bank balance was \$16,615,899. Of the bank balance, \$15,278,402 was covered by Federal Deposit Insurance and \$1,337,497 was uninsured and collateralized with securities held by the financial institution or by its trust department or agent but not in CML's name. Restricted assets of \$67,742 represent the endowment principal of the restricted fund.

Investments:

CML adopted a formal investment policy. The objectives of the policy shall be the preservation of capital and protection of principal while earning investment interest. Safety of principal is the primary objective of the investment program. This policy covers all funds under the direct control of the Fiscal Officer. Funds are invested in accordance with Section 135 "Uniform Depository Act" of the Ohio Revised Code as revised by Senate Bill 81.

The types of obligations eligible for investment and deposits are:

1. U.S. Treasury Bills, Notes and Bonds; various federal agency securities, including issues of Federal National Mortgage Assn. (FNMA), Federal Home Loan Mortgage Corp. (FHLMC), Federal Home Loan Bank (FHLB), Federal Farm Credit Bank (FFCB), Student Loan Marketing Assn. (SLMA), Government National Mortgage Association (GNMA), and other agencies or instrumentalities of the United States. Eligible investments include securities that may be "called" (by the issuer) prior to final maturity date. All eligible investments may be purchased at a premium or a discount. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities.
2. Commercial paper notes issued by companies incorporated under the laws of the United States; specific limitations apply as defined under Ohio Revised Code Section 135.14(B)(7).
3. Bankers acceptances issued by any domestic bank rated in the highest category by a nationally recognized rating agency; specific limitations apply as defined under Ohio Revised Code Section 135.14(B)(7).

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 2 – CASH AND INVESTMENTS (continued)

4. Certificates of deposit from any eligible institution mentioned in Ohio Revised Code Section 135.32.
5. No-load money market mutual funds rated in the highest category by at least one nationally recognized rating agency, investing exclusively in the same types of eligible securities as defined in Ohio Revised Code Sections 135.14(B)(1) and 135.14 (B)(2) and repurchase agreements secured by such obligations. Eligible money market funds shall comply with Ohio Revised Code Section 135.01, regarding limitations and restrictions.
6. Repurchase agreements with any eligible institutions mentioned in Ohio Revised Code Section 135.32, or any eligible securities dealer pursuant to Ohio Revised Code Section 135.32(J), except that such eligible securities dealers shall be restricted to primary government securities dealers. Repurchase agreements will settle on a delivery vs. payment basis with collateral held in safekeeping by a third party custodian as agreed to by the Fiscal Officer. The market value of securities subject to a repurchase agreement must exceed the principal value of the repurchase agreement by at least two percent as defined under the Ohio Revised Code. The Fiscal Officer reserves the right to require an additional percentage of collateral securing such repurchase agreements.
7. The state treasurer's investment programs (STAR Ohio & STAR Plus), pursuant to Ohio Revised Code Section 135.45.

Investments of CML funds are prohibited or restricted as follows:

1. The use of derivative securities, as defined by Ohio Revised Code Section 135.14, is expressly prohibited.
2. The final maturity of all eligible investments is five years, unless the investment is matched to a specific obligation or debt of CML, and the investment is specifically approved by the Board of Trustees.
3. A repurchase agreement under the terms of which the investing authority agrees to sell securities to a purchaser and agrees with that purchaser to unconditionally repurchase those securities.
4. The investment into a fund established by another subdivision if the fund was established for the purpose of investing monies of other subdivisions.
5. The use of leveraging, in which the investing authority uses its current investment assets as collateral for the purpose of purchasing other assets.
6. The issuance of taxable notes for the purpose of arbitrage.
7. Contracting to sell securities that have not yet been acquired, for the purpose of purchasing such securities on the speculation that bond prices will decline.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 2 – CASH AND INVESTMENTS (continued)

Cash and investments at year-end were as follows:

	Fair Value	Credit Rating	Maturity in Years		
			less than 1	1-3	3-5
STAR Ohio (State Treasurer's Asset Reserve Program)	\$ 6,609,728	AAAm ¹	\$ 6,609,728	\$ -	\$ -
US Treasury Securities	13,490,057	AA+ ¹	1,000,820	12,489,237	-
Federal Agency Securities (Non-callable)	64,680,832	AA+ ¹	23,326,637	41,354,195	-
Federal Agency Securities (Callable)	39,907,687	AA+ ¹	-	39,420,266 ²	487,421 ³
Federal Agency - Step-up	1,271,245	AA+ ¹	-	1,271,245 ⁴	-
Commercial Paper	4,995,250	A1+ ¹	4,995,250	-	-
Money Market Fund	13,719,127	AAAm ¹	13,719,127	-	-
Carrying Amount of Deposits	16,483,164		16,483,164	-	-
Change Funds and Imprest Balance	183,438		183,438	-	-
Total	\$ 161,340,528		\$ 66,318,164	\$ 94,534,943	\$ 487,421
Less: Cash and investments - Agency Fund	(343,198)				
Total Governmental Funds Cash	160,997,330				
Per Statement of Net Position:					
Cash and Investments	\$ 160,443,992				
Cash Equivalents - Restricted	67,742				
Cash with Trustee	485,596				
Total	\$ 160,997,330				

1 - Standard & Poors.

2 - as of 04/29/14, \$7,219,647 has been called, \$26,708,880 is callable within 1 year and the remaining \$5,491,740 is callable within 2 years.

3 - \$487,421 is callable within 1 year.

4 - as of 04/29/14, \$999,840 has been called and \$271,405 is callable within 1 year.

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 Securities Exchange Commission as an investment company, but does operate in a manner similar to Rule 2a-7 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, 2013.

STAR Plus is a cash management program that provides Ohio political subdivisions with access to hundreds of FDIC insured banks via one convenient account. STAR Plus accounts have no exposure to credit or market risk. All deposits have full FDIC insurance and are backed by the full faith and credit of the U.S. Government.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 3 – DONOR RESTRICTED ENDOWMENTS

CML's Permanent Fund includes donor-restricted endowments. Non-Spendable Fund Balance includes the \$67,742 non-spendable portion of the endowment, the \$597 that is available for expenditure is restricted to comply with donors' original intent. CML Board of Trustees is permitted to appropriate, for purposes consistent with the endowment's intent, net appreciation, realized and unrealized, unless the endowment terms state otherwise.

NOTE 4 – CAPITAL ASSETS

A summary of changes in capital assets for the year ended December 31, 2013, follows:

	Restated Balance Jan 1, 2013	Additions	Deletions	Balance Dec 31, 2013
Nondepreciable Assets:				
Land	\$ 9,442,443	\$ 3,386,499	\$ -	\$ 12,828,942
Construction in Progress	230,269	3,859,807	-	4,090,076
Depreciable Assets:				
Buildings & Improvements	82,272,374	905,243	(905,243)	82,272,374
Machinery & Equipment	6,455,231	187,706	-	6,642,937
Total Capital Assets	<u>\$ 98,400,317</u>	<u>\$ 8,339,255</u>	<u>\$ (905,243)</u>	<u>\$ 105,834,329</u>
Accumulated Depreciation:				
Buildings & Improvements	(26,842,622)	(1,335,478)	-	(28,178,100)
Machinery & Equipment	(5,820,910)	(188,147)	-	(6,009,057)
Total Accumulated Depreciation	<u>\$ (32,663,532)</u>	<u>\$ (1,523,625)</u>	<u>\$ -</u>	<u>\$ (34,187,157)</u>
Total Capital Assets, net	<u>\$ 65,736,785</u>	<u>\$ 6,815,630</u>	<u>\$ (905,243)</u>	<u>\$ 71,647,172</u>

Projects were funded through the Capital Projects Fund by monies transferred from the General Fund and proceeds from the sale of debt. The balance of these Capital projects will be funded by available financial resources.

Of the \$1,523,625 depreciation expense, \$862,070 was related to Public Service and \$661,555 was related to Administrative and Support.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 5 – PENSION PLANS

All employees of CML are required to participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans, as described below:

1. The Traditional Pension Plan (TP) – a cost-sharing, multiple employer defined benefit pension plan.
2. The Member-Directed Plan (MD) – 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 (vested) employer contributions plus any investment earnings.
3. The Combined Plan (CO) – a cost-sharing, multiple-employer defined benefit pension plan. Under the CO Plan, employer contributions are invested by OPERS to provide a formula retirement benefit similar in nature to the TP Plan benefit. 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 the CO Plan. Members of the MD Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. OPERS issues a stand alone financial report. Interested parties may obtain a copy by writing to OPERS at 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 222-5601 or 1-800-222-7377.

The Ohio Revised Code provides statutory authority for member and employer contributions. For 2013, member and employer contribution rates were consistent across all three plans. For 2013, member contribution rates were 10.0% of their annual covered salary. The 2013 employer contribution rate was 14.00% of covered payroll. Total required employer contributions for all three plans are equal to 100% of employer charges and should be extracted from the employer's records.

CML's contributions to OPERS for the years ending December 31, 2013, 2012 and 2011, were \$3,780,406, \$3,759,573, and \$3,666,415 respectively. As of December 31, 2013 the full amount has been contributed.

NOTE 6 – OTHER POST-EMPLOYMENT BENEFITS

In addition to the pension plans described in note 7, the Ohio Public Employees Retirement System (OPERS) also maintains a cost-sharing multiple employer defined benefit post-employment healthcare plan, which includes a medical plan, prescription drug program and Medicare Part B premium reimbursement, to qualifying members of the Traditional Pension (TP) and the Combined (CO) Plans. Members of the MD Plan do not qualify for ancillary benefits, including post-employment health care coverage. In order to qualify for post-retirement health care coverage, age and service retirees must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS is considered an Other Post-Employment Benefit (OPEB), as described in GASB Statement No. 45.

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

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2013, CML contributed 14.0% of covered payroll. The Ohio Revised Code currently limits CML's contribution to a rate not to exceed 14.0% of covered payroll. Active members do not make contributions to the OPEB Plan.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 6 – OTHER POST-EMPLOYMENT BENEFITS (Continued)

OPERS' Post Employment Health Care plan was established in accordance with Internal Revenue Code §401(h). Each year, the OPERS Retirement Board determines the portion of the employer rate that will be set aside for funding of post employment health care benefits. For all of 2013 CML's contribution allocated to the health care plan was 1.0% of covered payroll. 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 rates stated above are actuarially determined contribution requirements for OPERS. The amount of actuarially determined Library contributions actually made to fund post-employment benefits was approximately \$269,921 in 2013, \$1,074,110 in 2012, and \$1,041,005 in 2011. As of December 31, 2013 the full amount has been contributed.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Retirement Board on September 9, 2004, was effective on January 1, 2007. Member and employer contribution rates increased as of January 1, 2006, January 1, 2007 and January 1, 2008, which will allow additional funds to be allocated to the health care plan.

NOTE 7 – PROPERTY TAXES

Property taxes include amounts levied against all real and public utility property located in CML district. Real property taxes and public utility taxes collected during 2013 were levied after October 1 on the assessed value listed as of the prior January 1, the lien date. These taxes are payable annually or semi-annually. If paid annually, payment is due by January 20; if paid semi-annually, the first payment is due by January 20 with remainder payable by June 20. Under certain circumstances, state statutes permit earlier or later payment dates to be established.

Assessed values are established by State law at 35% of appraised market value. A revaluation of all property is required to be completed no less than every six years. The last revaluation was completed in 2010. Public utility property taxes are assessed on tangible personal property, as well as land and improvements, at true value, which is a certain percentage of cost. Percentages vary according to the type of utility involved. The assessed values upon which the 2013 taxes were collected were approximately \$18.1 billion.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Increases in the property tax rate are restricted only by voter willingness to approve such increases. In 1986, voters approved taxation of property for CML of .22% (2.2 mills) of assessed value effective January 1, 1986, for collection in 1987. This levy was to be collected for a period of 15 years and expired after the collection year 2002. In November 2000, the voters in Franklin County approved renewing the existing 2.2 levy. The collection year for the new levy began in 2002. In November of 2010, the voters in Franklin County approved to replace the existing 2.2 mill levy with a new 2.2 mill levy and an increase of 0.6 mills, the collection year for the replacement levy began January 2011.

The Franklin County Treasurer collects property taxes on behalf of taxing districts in the county. The Franklin County Auditor periodically remits to CML its portion of the taxes collected. Property taxes with both a lien and levy date prior to fiscal year end are recorded as deferred inflows of resources and receivables. However, property taxes including delinquent property taxes that were measurable at December 31, 2013, and available to CML are recorded as revenues and receivables.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 8 – JOINT VENTURES

In April 1992, CML's Board of Trustees adopted a resolution to participate with the Worthington Public Library (Worthington), a separate legal entity, to construct and operate a library facility, containing approximately 23,000 square feet of public service space, at a location which will serve both library districts. On October 13, 1993, a written contract was entered into between the two library districts.

According to the terms of the agreement, CML will not assume any responsibility for the daily management, operation and maintenance of the building. In addition, the agreement states that CML will contribute, based on a formula, to the operational needs of the facility. In 2013, CML contributed \$990,715 to the operational costs of Worthington.

NOTE 9 – BUDGETARY BASIS OF ACCOUNTING

The adjustments necessary to convert the results of General Fund operations and fund balances at end of year on the GAAP basis to the budgetary basis are as follows:

	<u>Net Change in Fund Balance</u>	<u>Fund Balance, December 31, 2013</u>
GAAP basis	\$ 12,978,838	\$ 42,008,979
Increase (decrease):		
Due to revenues:		
Received in cash during 2013, but accrued at December 31, 2012	2,772,997	-
Accrued at December 31, 2013, not yet received in cash	(4,413,675)	(4,413,675)
Due to expenditures:		
Paid in cash during 2013, accrued at December 31, 2012	(1,410,694)	-
Accrued at December 31, 2013, not yet paid in cash	1,718,932	1,718,932
Due to encumbrances:		
Recognized as expenditures in budget	(2,228,255)	(2,228,255)
 Budgetary Basis	 <u>\$ 9,418,143</u>	 <u>\$ 37,085,981</u>

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 10 – LONG TERM LIABILITIES

Long term liability activity for the year ended December 31, 2013 was as follows:

Type of obligation	Balance Jan 1, 2013	Additions	Deletions	Balance Dec 31, 2013	Amount Due Within One Year
Governmental Activities:					
General Obligation:					
2012 PLF Notes -					
Taxable Serials - 1.456%	\$ 20,360,000	\$ -	\$ (2,620,000)	\$ 17,740,000	\$ 2,620,000
Tax-Exempt Serial Bond - 4.084%	50,805,000	-	-	50,805,000	-
Tax-Exempt Term Bond - 4.000%	21,120,000	-	-	21,120,000	-
Unamortized premium	7,126,683	-	(287,451)	6,839,232	-
Compensated Absences Payable	2,377,974	2,817,637	(2,727,372)	2,468,239	184,716
Total Governmental Activities	<u>\$ 101,789,657</u>	<u>\$ 2,817,637</u>	<u>\$ (5,634,823)</u>	<u>\$ 98,972,471</u>	<u>\$ 2,804,716</u>

(a) Long Term Debt

On December 4, 2012, CML sold \$92,285,000 of special obligation bonds to provide funds for the acquisition and construction of major capital facilities. The sale included tax-exempt bonds totaling \$71,925,000 and taxable bonds of \$20,360,000. The bonds were issued in anticipation of revenue from the state of Ohio's Public Library Fund (PLF). Debt payments will be accounted for and paid from CML's debt service fund. The first payment occurred in June 2013, and the final payment will occur in December 2037.

(b) Future Debt Service

The following table summarizes CML's future debt obligations on its outstanding bonds.

Year Ending December 31,	Governmental Activities		
	Bond Principal	Interest	Debt Service
2014	\$ 2,620,000	\$ 3,197,924	\$ 5,817,924
2015	2,635,000	3,183,776	5,818,776
2016	2,650,000	3,165,858	5,815,858
2017	2,680,000	3,140,418	5,820,418
2018	2,705,000	3,110,670	5,815,670
2019-2023	14,620,000	14,474,230	29,094,230
2024-2028	18,280,000	10,814,300	29,094,300
2029-2033	22,355,000	6,735,700	29,090,700
2034-2037	21,120,000	2,153,400	23,273,400
	<u>\$ 89,665,000</u>	<u>\$ 49,976,276</u>	<u>\$ 139,641,276</u>

(c) Compensated Absences

100% of the compensated absences liability will be liquidated with General Fund resources.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

NOTE 11 – RESTATEMENT OF NET POSITION

CML's 2012 financial statements contained errors relating to the presentation of Net Capital Assets. Capital assets were understated. Also, a small portion of the 2012 additions should have been in construction in progress and should not have been depreciated. The net effect of the restatement on net position is \$217,681. A summary of changes in net position for the year ended December 31, 2013 is as follows:

	Net Position
Net Position, December 31, 2012	<u>\$ 121,793,449</u>
Capital Assets, Net	<u>217,681</u>
Net Position, January 1, 2013	<u><u>\$ 122,011,130</u></u>

COLUMBUS METROPOLITAN LIBRARY FUND DESCRIPTIONS

Major Funds

General Fund

The General Fund is the general operating fund of the Library. It is used to account for all financial resources except those required to be accounted for in another fund.

Capital Projects Fund

The Capital Projects Fund is used to account for the acquisition and/or construction of major capital facilities and equipment other than those financed by Proprietary Funds. Active capital projects for 2013 are:

- Driving Park Branch Project
- Whitehall Branch Project
- Book Hauler Project (Closed in 2013)
- Main Library Renovation Project
- Hilliard Branch Project
- Northern Lights Branch Project
- Martin Luther King Branch Project
- Parsons Branch Project
- Northside Branch Project
- Shepard Branch Project
- Dublin Branch Project

Debt Service Fund

The Debt Service Fund is used to account for and report resources restricted, committed, or assigned to expenditure for principal and interest on debt. In 2012 the Library's Board of Trustees established a debt service fund and authorized the Library to issue debt in anticipation of its PLF revenue for the purpose of purchasing, leasing, constructing, renovating and improving library facilities.

Non-Major Funds

Special Revenue Funds

Special Revenue Funds are used to account for types of resources for which specific uses are mandated by Library Board policies, federal and/or state statutes, or other external donors. The title of the fund is descriptive of the activities accounted for therein. The Special Revenue Funds are:

- Restricted Fund
- Land Development Fund

Permanent Fund

The Permanent Fund is used to report resources that are legally restricted to the extent that only investment earnings, not principal, may be used for purposes that support the Library's programs.

Internal Service Fund

The Internal Service Fund is used to account for goods or services provided by one department to other departments of the Library. The Library has an internal service fund to account for its Self-Insurance program.

Agency Fund

The Agency fund is used to account for funds held and administered by the Library on behalf of other government agencies. The Library's only agency fund is the Digital Downloads Collaboration which is used to administer a consortium of multiple libraries for the acquisition and distribution of digital content.

COLUMBUS METROPOLITAN LIBRARY
Combining Supplemental Schedule of Assets, Liabilities and Fund Balances
General Fund
As of December 31, 2013

	General Operating	General Projects	General Liability	27th Pay Period	Total General Fund
Assets:					
Equity in Pooled Cash and Investments	\$ 36,383,508	\$ 2,337,719	\$ 583,594	\$ 615,325	\$ 39,920,146
Receivables:					
Taxes	50,464,192	-	-	-	50,464,192
Accounts	169,763	-	-	-	169,763
Intergovernmental	3,928,017	-	-	-	3,928,017
Interest	2,268	-	-	-	2,268
Prepaid Items	797,312	-	-	-	797,312
Total Assets	<u>\$ 91,745,060</u>	<u>\$ 2,337,719</u>	<u>\$ 583,594</u>	<u>\$ 615,325</u>	<u>\$ 95,281,698</u>
Liabilities:					
Accounts Payable	\$ 911,497	\$ 427,003	\$ 32,192	\$ -	\$ 1,370,692
Accrued Wages and Benefits	889,932	-	254,107	-	1,144,039
Intergovernmental Payable	262,266	-	297,295	-	559,561
Matured Compensated Absences	34,407	-	-	-	34,407
Retainage Payable	-	22,316	-	-	22,316
Total Liabilities	<u>2,098,102</u>	<u>449,319</u>	<u>583,594</u>	<u>-</u>	<u>3,131,015</u>
Deferred Inflows of Resources:					
Property Taxes	43,219,909	-	-	-	43,219,909
Unavailable Revenue	6,921,795	-	-	-	6,921,795
Total Deferred Inflows of Resources	<u>50,141,704</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,141,704</u>
Fund Balances:					
Nonspendable:					
Prepaid Items	797,312	-	-	-	797,312
Committed for:					
Facility Projects	-	341,585	-	-	341,585
Technology Projects	-	1,167	-	-	1,167
Library Materials	348,206	-	-	-	348,206
Operations/Programing	198,797	-	-	-	198,797
Assigned for:					
Facility Projects	-	1,540,385	-	-	1,540,385
Technology Projects	-	5,263	-	-	5,263
27th Pay Period	-	-	-	615,325	615,325
Unassigned	38,160,939	-	-	-	38,160,939
Total Fund Balances	<u>39,505,254</u>	<u>1,888,400</u>	<u>-</u>	<u>615,325</u>	<u>42,008,979</u>
Total Liabilities, Deferred Inflows, and Fund Balances	<u>\$ 91,745,060</u>	<u>\$ 2,337,719</u>	<u>\$ 583,594</u>	<u>\$ 615,325</u>	<u>\$ 95,281,698</u>

COLUMBUS METROPOLITAN LIBRARY
Combining Supplemental Schedule of Revenues
Expenditures and Changes in Fund Balances
General Fund
For the Year Ended December 31, 2013

	General Operating	General Projects	General Liability	27th Pay Period	Total General Fund
Revenues:					
Property Taxes	\$ 46,748,089	\$ -	\$ -	\$ -	\$ 46,748,089
Intergovernmental	20,397,788	-	-	-	20,397,788
Fines and Fees	1,189,910	-	-	-	1,189,910
Investment Earnings	94,188	-	-	-	94,188
Charges for Services	710,775	-	-	-	710,775
Miscellaneous	375,559	-	-	-	375,559
Total Revenues	<u>69,516,309</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>69,516,309</u>
Expenditures:					
Current:					
Public Service	32,840,731	106,687	-	-	32,947,418
Administrative and Support	20,801,061	2,364,136	-	-	23,165,197
Capital Outlay	126,909	199,679	-	-	326,588
Total Expenditures	<u>53,768,701</u>	<u>2,670,502</u>	<u>-</u>	<u>-</u>	<u>56,439,203</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	15,747,608	(2,670,502)	-	-	13,077,106
Other Financing Sources (Uses):					
Proceeds from Sale of Capital Assets	1,732	-	-	-	1,732
Transfers In	(2,199,605)	1,994,605	-	205,000	-
Transfers Out	-	(100,000)	-	-	(100,000)
Total Other Financing Sources (Uses)	<u>(2,197,873)</u>	<u>1,894,605</u>	<u>-</u>	<u>205,000</u>	<u>(98,268)</u>
Net Change in Fund Balances	13,549,735	(775,897)	-	205,000	12,978,838
Fund Balance at Beginning of Year	25,955,519	2,664,297	-	410,325	29,030,141
Fund Balance at End of Year	<u>\$ 39,505,254</u>	<u>\$ 1,888,400</u>	<u>\$ -</u>	<u>\$ 615,325</u>	<u>\$ 42,008,979</u>

COLUMBUS METROPOLITAN LIBRARY
Combining Supplemental Schedule of Assets, Liabilities and Project Balances
Capital Projects Fund
As of December 31, 2013

	Capital Project Non-Project Related	Driving Park Branch Project	Whitehall Branch Project	Book Hauler Project	Main Library Renovation Project	Hilliard Branch Project
Assets:						
Equity in Pooled Cash and Investments	\$101,136,616	\$ 3,312,754	\$ 6,332,929	\$ -	\$ 963,474	\$ 961,356
Receivables:						
Interest	87,463	-	-	-	-	-
Prepaid Items	-	2,443	-	-	-	-
Total Assets	\$101,224,079	\$ 3,315,197	\$ 6,332,929	\$ -	\$ 963,474	\$ 961,356
Liabilities:						
Accounts Payable	\$ -	\$ 499,232	\$ 293,505	\$ -	\$ -	\$ -
Security Deposits	-	700	-	-	-	-
Retainage Payable	-	63,328	-	-	-	-
Total Liabilities	-	563,260	293,505	-	-	-
Deferred Inflows of Resources:						
Unavailable Revenue	87,463	-	-	-	-	-
Total Deferred Inflows of Resources	87,463	-	-	-	-	-
Fund Balances:						
Nonspendable:						
Prepaid Items	-	2,443	-	-	-	-
Restricted for:						
Capital Projects	88,237,907	-	-	-	963,474	961,356
Committed for:						
Capital Projects	-	2,621,460	1,594,866	-	-	-
Assigned for:						
Capital Projects	12,898,709	128,034	4,444,558	-	-	-
Total Fund Balances	101,136,616	2,751,937	6,039,424	-	963,474	961,356
Total Liabilities, Deferred Inflows, and Fund Balances	\$101,224,079	\$ 3,315,197	\$ 6,332,929	\$ -	\$ 963,474	\$ 961,356

Northern Lights Branch Project	Martin Luther King Branch Project	Parsons Branch Project	Northside Branch Project	Shepard Branch Project	Dublin Branch Project	Totals
\$ 602,160	\$ 961,794	\$ (253,919)	\$ 944,115	\$ 473,267	\$ 1,970,440	\$ 117,404,986
-	-	-	-	-	-	87,463
-	-	-	-	-	-	2,443
<u>\$ 602,160</u>	<u>\$ 961,794</u>	<u>\$ (253,919)</u>	<u>\$ 944,115</u>	<u>\$ 473,267</u>	<u>\$ 1,970,440</u>	<u>\$ 117,494,892</u>
\$ -	\$ -	\$ 796	\$ 25,813	\$ 7,312	\$ -	\$ 826,658
-	-	-	-	-	-	700
-	-	-	-	-	-	63,328
<u>-</u>	<u>-</u>	<u>796</u>	<u>25,813</u>	<u>7,312</u>	<u>-</u>	<u>890,686</u>
-	-	-	-	-	-	87,463
-	-	-	-	-	-	87,463
-	-	-	-	-	-	2,443
602,160	961,794	(254,715)	918,302	465,955	1,970,440	94,826,673
-	-	-	-	-	-	4,216,326
-	-	-	-	-	-	17,471,301
<u>602,160</u>	<u>961,794</u>	<u>(254,715)</u>	<u>918,302</u>	<u>465,955</u>	<u>1,970,440</u>	<u>116,516,743</u>
<u>\$ 602,160</u>	<u>\$ 961,794</u>	<u>\$ (253,919)</u>	<u>\$ 944,115</u>	<u>\$ 473,267</u>	<u>\$ 1,970,440</u>	<u>\$ 117,494,892</u>

COLUMBUS METROPOLITAN LIBRARY
Combining Supplemental Schedule of Revenues,
Expenditures and Changes in Project Balance
Capital Projects Fund
For the Year Ended December 31, 2013

	Capital Project Non-Project Related	Driving Park Branch Project	Whitehall Branch Project	Book Hauler Project	Main Library Renovation Project	Hilliard Branch Project
Revenues:						
Investment Earnings	\$ 286,809	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	-	-	-	-
Contributions and Donations	1,000,000	-	-	-	-	-
Miscellaneous	1	-	-	-	-	-
Total Revenues	<u>1,286,810</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:						
Capital Outlay	-	2,664,144	946,813	87,591	2,528,826	38,644
Total Expenditures	<u>-</u>	<u>2,664,144</u>	<u>946,813</u>	<u>87,591</u>	<u>2,528,826</u>	<u>38,644</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,286,810	(2,664,144)	(946,813)	(87,591)	(2,528,826)	(38,644)
Other Financing Sources (Uses):						
Proceeds from Sale of Capital Assets	905,243	-	-	-	-	-
Transfers In	17,503	-	-	-	-	-
Transfers Out	-	-	-	(17,503)	-	-
Total Other Financing Sources (Uses)	<u>922,746</u>	<u>-</u>	<u>-</u>	<u>(17,503)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	2,209,556	(2,664,144)	(946,813)	(105,094)	(2,528,826)	(38,644)
Fund Balance at Beginning of Year	98,927,060	5,416,081	6,986,237	105,094	3,492,300	1,000,000
Fund Balance at End of Year	<u>\$ 101,136,616</u>	<u>\$ 2,751,937</u>	<u>\$ 6,039,424</u>	<u>\$ -</u>	<u>\$ 963,474</u>	<u>\$ 961,356</u>

Northern Lights Branch Project	Martin Luther King Branch Project	Parsons Branch Project	Northside Branch Project	Shepard Branch Project	Dublin Branch Project	Totals
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 286,809
-	-	2,127	-	-	-	2,127
-	-	-	-	-	-	1,000,000
-	-	-	-	-	-	1
-	-	2,127	-	-	-	1,288,937
397,840	38,206	1,256,842	81,698	534,045	29,560	8,604,209
397,840	38,206	1,256,842	81,698	534,045	29,560	8,604,209
(397,840)	(38,206)	(1,254,715)	(81,698)	(534,045)	(29,560)	(7,315,272)
-	-	-	-	-	-	905,243
-	-	-	-	-	-	17,503
-	-	-	-	-	-	(17,503)
-	-	-	-	-	-	905,243
(397,840)	(38,206)	(1,254,715)	(81,698)	(534,045)	(29,560)	(6,410,029)
1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	2,000,000	122,926,772
\$ 602,160	\$ 961,794	\$ (254,715)	\$ 918,302	\$ 465,955	\$ 1,970,440	\$ 116,516,743

COLUMBUS METROPOLITAN LIBRARY

Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2013

	Nonmajor Special Revenue Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Totals
	<u> </u>	<u> </u>	<u> </u>
Assets:			
Equity in Pooled Cash and Investments	\$ 904,810	\$ 597	\$ 905,407
Cash and Cash Equivalents - Restricted	-	67,742	67,742
Prepaid Items	18,396	-	18,396
Total Assets	<u>\$ 923,206</u>	<u>\$ 68,339</u>	<u>\$ 991,545</u>
Liabilities:			
Accounts Payable	\$ 15,671	\$ -	\$ 15,671
Security Deposits	56,490	-	56,490
Total Liabilities	<u>72,161</u>	<u>-</u>	<u>72,161</u>
Fund Balances:			
Nonspendable:			
Prepaid Items	18,396	-	18,396
Permanent Fund Principle	-	67,742	67,742
Restricted for:			
Permanent Fund Expendable	-	597	597
Restricted Donations	569,448	-	569,448
Land Development	263,201	-	263,201
Total Fund Balances	<u>851,045</u>	<u>68,339</u>	<u>919,384</u>
Total Liabilities and Fund Balance	<u>\$ 923,206</u>	<u>\$ 68,339</u>	<u>\$ 991,545</u>

COLUMBUS METROPOLITAN LIBRARY
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the the Year Ended December 31, 2013

	Nonmajor Special Revenue Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Totals
Revenues:			
Investment Earnings	\$ 511	\$ 25	\$ 536
Charges for Services	702,293	-	702,293
Contributions and Donations	323,669	-	323,669
Miscellaneous	17,775	-	17,775
Total Revenues	<u>1,044,248</u>	<u>25</u>	<u>1,044,273</u>
Expenditures:			
Current:			
Salaries and Benefits	34,870	-	34,870
Supplies	251,108	-	251,108
Purchased Services	62,446	-	62,446
Library Materials	5,152	-	5,152
Public Service	<u>353,576</u>	<u>-</u>	<u>353,576</u>
Supplies	66,907	-	66,907
Purchased Services	567,373	-	567,373
Administrative and Support	<u>634,280</u>	<u>-</u>	<u>634,280</u>
Capital Outlay	2,534	-	2,534
Total Expenditures	<u>990,390</u>	<u>-</u>	<u>990,390</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	53,858	25	53,883
Other Financing Sources (Uses):			
Transfers In	100,000	-	100,000
Total Other Financing Sources (Uses)	<u>100,000</u>	<u>-</u>	<u>100,000</u>
Net Change in Fund Balances	153,858	25	153,883
Fund Balance at Beginning of Year	697,187	68,314	765,501
Fund Balance at End of Year	<u>\$ 851,045</u>	<u>\$ 68,339</u>	<u>\$ 919,384</u>

COLUMBUS METROPOLITAN LIBRARY
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013

	Restricted Donation	Land Development	Total Nonmajor Special Revenue Funds
Assets:			
Equity in Pooled Cash and Investments	\$ 585,119	\$ 319,691	\$ 904,810
Prepaid Items	-	18,396	18,396
Total Assets	<u>\$ 585,119</u>	<u>\$ 338,087</u>	<u>\$ 923,206</u>
Liabilities:			
Accounts Payable	\$ 15,671	-	\$ 15,671
Security Deposits	-	56,490	56,490
Total Liabilities	<u>15,671</u>	<u>56,490</u>	<u>72,161</u>
Fund Balances:			
Nonspendable:			
Prepaid Items	-	18,396	18,396
Restricted for:			
Restricted Donations	569,448	-	569,448
Committed for:			
Land Development	-	263,201	263,201
Total Fund Balances	<u>569,448</u>	<u>281,597</u>	<u>851,045</u>
Total Liabilities and Fund Balance	<u>\$ 585,119</u>	<u>\$ 338,087</u>	<u>\$ 923,206</u>

COLUMBUS METROPOLITAN LIBRARY

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013

	Restricted Donation	Land Development	Total Nonmajor Special Revenue Funds
Revenues:			
Investment Earnings	\$ -	\$ 511	\$ 511
Charges for Services	-	702,293	702,293
Contributions and Donations	323,669	-	323,669
Miscellaneous	-	17,775	17,775
Total Revenues	<u>323,669</u>	<u>720,579</u>	<u>1,044,248</u>
Expenditures:			
Current:			
Salaries and Benefits	34,870	-	34,870
Supplies	251,108	-	251,108
Purchased Services	62,446	-	62,446
Library Materials	5,152	-	5,152
Public Service	<u>353,576</u>	<u>-</u>	<u>353,576</u>
Supplies	-	66,907	66,907
Purchased Services	-	567,373	567,373
Administrative and Support	<u>-</u>	<u>634,280</u>	<u>634,280</u>
Capital Outlay	2,534	-	2,534
Total Expenditures	<u>356,110</u>	<u>634,280</u>	<u>990,390</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(32,441)	86,299	53,858
Other Financing Sources (Uses):			
Transfers In	100,000	-	100,000
Total Other Financing Sources (Uses)	<u>100,000</u>	<u>-</u>	<u>100,000</u>
Net Change in Fund Balances	67,559	86,299	153,858
Fund Balance at Beginning of Year	501,889	195,298	697,187
Fund Balance at End of Year	<u>\$ 569,448</u>	<u>\$ 281,597</u>	<u>\$ 851,045</u>

COLUMBUS METROPOLITAN LIBRARY
Combining Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2013

	General Operating Account			Variance (Over)/Under
	Original Budget	Final Budget	Actual	
Revenues				
Property Taxes	\$ 51,813,765	\$ 44,628,578	\$ 45,157,157	\$ 528,579
Intergovernmental	18,785,000	20,739,825	20,413,166	(326,659)
Fines and Fees	900,000	900,000	1,184,555	284,555
Investment Earnings	100,000	100,000	153,927	53,927
Charges for Services	500,000	500,000	694,315	194,315
Contributions and Donations	-	1,000	-	(1,000)
Miscellaneous	300,000	294,000	272,480	(21,520)
Total Revenues	<u>72,398,765</u>	<u>67,163,403</u>	<u>67,875,600</u>	<u>712,197</u>
Expenditures				
Current:				
Public Service:				
Salaries and Benefits	26,252,489	26,288,440	24,554,077	1,734,363
Supplies	367,419	390,615	353,363	37,252
Purchased Services	1,321,185	1,152,475	1,055,188	97,287
Library Materials	7,798,539	7,787,815	7,375,560	412,255
Administrative and Support:				
Salaries and Benefits	9,430,336	9,394,385	10,816,376	(1,421,991)
Supplies	1,200,499	1,252,883	1,168,484	84,399
Purchased Services	8,636,048	9,103,017	8,586,612	516,405
Library Materials	2,000	2,322	2,289	33
Other	1,472,000	1,098,982	990,716	108,266
Capital Outlay	149,956	151,151	148,806	2,345
Total Expenditures	<u>56,630,471</u>	<u>56,622,085</u>	<u>55,051,471</u>	<u>1,570,614</u>
Excess of Revenues Over (Under) Expenditures	15,768,294	10,541,318	12,824,129	2,282,811
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	-	5,000	1,732	(3,268)
Transfers In	-	-	-	-
Transfers Out	(8,016,861)	(2,207,991)	(2,207,991)	-
Total Other Financing Sources (Uses)	<u>(8,016,861)</u>	<u>(2,202,991)</u>	<u>(2,206,259)</u>	<u>(3,268)</u>
Net Change in Fund Balance	7,751,433	8,338,327	10,617,870	2,279,543
Fund Balances at Beginning of Year	22,855,218	22,855,218	22,855,218	-
Prior Year Encumbrances Appropriated	1,451,920	1,451,920	1,451,920	-
Fund Balances at End of Year	<u>\$ 32,058,571</u>	<u>\$ 32,645,465</u>	<u>\$ 34,925,008</u>	<u>\$ 2,279,543</u>

COLUMBUS METROPOLITAN LIBRARY
Combining Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2013

	27th Pay Period Account			Variance (Over)/Under
	Original Budget	Final Budget	Actual	
Revenues				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fines and Fees	-	-	-	-
Investment Earnings	-	-	-	-
Charges for Services	-	-	-	-
Contributions and Donations	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures				
Current:				
Public Service:				
Salaries and Benefits	-	-	-	-
Supplies	-	-	-	-
Purchased Services	-	-	-	-
Library Materials	-	-	-	-
Administrative and Support:				
Salaries and Benefits	-	-	-	-
Supplies	-	-	-	-
Purchased Services	-	-	-	-
Library Materials	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	-	-	-	-
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	-	-	-	-
Transfers In	205,000	205,000	205,000	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>205,000</u>	<u>205,000</u>	<u>205,000</u>	<u>-</u>
Net Change in Fund Balance	205,000	205,000	205,000	-
Fund Balances at Beginning of Year	410,325	410,325	410,325	-
Prior Year Encumbrances Appropriated	-	-	-	-
Fund Balances at End of Year	<u>\$ 615,325</u>	<u>\$ 615,325</u>	<u>\$ 615,325</u>	<u>\$ -</u>

Combining General Fund Totals

Original Budget	Final Budget	Actual	Variance (Over)/Under
\$ 51,813,765	\$ 44,628,578	\$ 45,157,157	\$ 528,579
18,785,000	20,739,825	20,413,166	(326,659)
900,000	900,000	1,184,555	284,555
100,000	100,000	153,927	53,927
500,000	500,000	694,315	194,315
-	1,000	-	(1,000)
300,000	294,000	272,480	(21,520)
<u>72,398,765</u>	<u>67,163,403</u>	<u>67,875,600</u>	<u>712,197</u>
26,252,489	26,288,440	24,554,077	1,734,363
487,419	662,765	482,832	179,933
1,321,185	1,157,475	1,058,969	98,506
7,798,539	7,787,815	7,375,560	412,255
9,430,336	9,394,385	10,816,376	(1,421,991)
1,513,876	1,623,660	1,411,975	211,685
12,561,087	13,082,710	11,309,907	1,772,803
2,000	2,322	2,289	33
1,472,000	1,098,982	990,716	108,266
736,519	468,510	348,102	120,408
<u>61,575,450</u>	<u>61,567,064</u>	<u>58,350,803</u>	<u>3,216,261</u>
10,823,315	5,596,339	9,524,797	3,928,458
-	5,000	1,732	(3,268)
2,199,605	2,199,605	2,199,605	-
(8,016,861)	(2,207,991)	(2,307,991)	(100,000)
<u>(5,817,256)</u>	<u>(3,386)</u>	<u>(106,654)</u>	<u>(103,268)</u>
5,006,059	5,592,953	9,418,143	3,825,190
25,854,563	25,854,563	25,854,563	-
1,813,275	1,813,275	1,813,275	-
<u>\$ 32,673,897</u>	<u>\$ 33,260,791</u>	<u>\$ 37,085,981</u>	<u>\$ 3,825,190</u>

COLUMBUS METROPOLITAN LIBRARY
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Restricted - Special Revenue Fund
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance (Over)/Under
Revenues				
Contributions and Donations	\$ 300,000	\$ 500,000	\$ 323,669	\$ (176,331)
Total Revenues	<u>300,000</u>	<u>500,000</u>	<u>323,669</u>	<u>(176,331)</u>
Expenditures				
Current:				
Public Service:				
Salaries and Benefits	42,251	42,251	36,889	5,362
Supplies	330,772	412,843	253,175	159,668
Purchased Services	79,732	147,150	50,450	96,700
Library Materials	24,958	25,633	8,364	17,269
Administrative and Support:				
Other	354,177	381,384	-	381,384
Capital Outlay	1,000	3,600	2,534	1,066
Total Expenditures	<u>832,890</u>	<u>1,012,861</u>	<u>351,412</u>	<u>661,449</u>
Excess of Revenues Over (Under) Expenditures	(532,890)	(512,861)	(27,743)	485,118
Other Financing Sources (Uses)				
Transfers In	-	-	100,000	100,000
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>100,000</u>	<u>100,000</u>
Net Change in Fund Balance	(532,890)	(512,861)	72,257	585,118
Fund Balances at Beginning of Year	420,155	420,155	420,155	-
Prior Year Encumbrances Appropriated	92,707	92,707	92,707	-
Fund Balances at End of Year	<u>\$ (20,028)</u>	<u>\$ 1</u>	<u>\$ 585,119</u>	<u>\$ 585,118</u>

COLUMBUS METROPOLITAN LIBRARY
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Land Development - Special Revenue Fund
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance (Over)/Under
Revenues				
Investment Earnings	\$ 1,477	\$ 1,477	\$ 1,160	\$ (317)
Charges for Services	671,430	671,430	699,988	28,558
Miscellaneous	21,000	21,000	17,775	(3,225)
Total Revenues	<u>693,907</u>	<u>693,907</u>	<u>718,923</u>	<u>25,016</u>
Expenditures				
Current:				
Administrative and Support:				
Supplies	64,000	77,400	67,368	10,032
Purchased Services	620,393	641,993	636,879	5,114
Total Expenditures	<u>684,393</u>	<u>719,393</u>	<u>704,247</u>	<u>15,146</u>
Net Change in Fund Balance	9,514	(25,486)	14,676	40,162
Fund Balances at Beginning of Year	<u>248,525</u>	<u>248,525</u>	<u>248,525</u>	-
Fund Balances at End of Year	<u>\$ 258,039</u>	<u>\$ 223,039</u>	<u>\$ 263,201</u>	<u>\$ 40,162</u>

COLUMBUS METROPOLITAN LIBRARY
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Fund
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance (Over)/Under
Revenues				
Investment Earnings	\$ 50	\$ 50	\$ 26	\$ (24)
Total Revenues	<u>50</u>	<u>50</u>	<u>26</u>	<u>(24)</u>
Expenditures				
Current:				
Public Service:				
Library Materials	571	571	-	571
Administrative and Support:				
Other	49	49	-	49
Total Expenditures	<u>620</u>	<u>620</u>	<u>-</u>	<u>620</u>
Net Change in Fund Balance	(570)	(570)	26	596
Fund Balances at Beginning of Year	571	571	571	-
Fund Balances at End of Year	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ 597</u>	<u>\$ 596</u>

COLUMBUS METROPOLITAN LIBRARY
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Debt Service Fund
For the Year Ended December 31, 2013

	Original Budget	Final Budget	Actual	Variance (Over)/Under
Revenues				
Intergovernmental	\$ 5,817,256	\$ 5,817,256	\$ 5,817,312	\$ 56
Investment Earnings	-	-	769	769
Total Revenues	<u>5,817,256</u>	<u>5,817,256</u>	<u>5,818,081</u>	<u>825</u>
Expenditures				
Debt service:				
Principal Retirement	2,620,000	2,620,000	2,620,000	-
Interest and Fiscal Charges	3,197,256	3,197,256	3,197,256	-
Total Expenditures	<u>5,817,256</u>	<u>5,817,256</u>	<u>5,817,256</u>	<u>-</u>
Net Change in Fund Balance	-	-	825	825
Fund Balances at Beginning of Year	484,771	484,771	484,771	-
Fund Balances at End of Year	<u>\$ 484,771</u>	<u>\$ 484,771</u>	<u>\$ 485,596</u>	<u>\$ 825</u>

COLUMBUS METROPOLITAN LIBRARY
Statement of Changes in Fiduciary Net Position
Agency Fund - Digital Download Collaboration
December 31, 2013

	Balance January 1, 2013	Additions	Deletions	Balance December 31, 2013
Assets				
Equity in Pooled Cash and Investments	\$ 225,724	\$ 117,474	\$ -	\$ 343,198
Accounts Receivable	-	20,270	-	20,270
Total Assets	225,724	137,744	-	363,468
Liabilities				
Accounts Payable and Other Liabilities	225,724	1,463,270	1,325,526	363,468
Total Liabilities	\$ 225,724	\$ 1,463,270	\$ 1,325,526	\$ 363,468



STATISTICAL SECTION

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STATISTICAL SECTION

This section of the Columbus Metropolitan Library's Comprehensive Annual Financial Report (CAFR) presents current and historical information as a context for understanding the financial statements, note disclosures, and required information.

	<u>Pages</u>
Financial Trends	66-69
These schedules summarize financial information to assist the reader in analyzing and understanding how the Library's financial performance and condition changed over time.	
Revenue Capacity	70-76
These schedules contain information to assist the reader in evaluating factors affecting the Library's ability to generate property tax revenue.	
Debt Capacity	77-79
These schedules contain information to help the reader in evaluating the Library's ability to pay off long term debt.	
Economic and Demographic Information	80-81
These schedules offer economic and demographic indicators to assist the reader in understanding environmental factors that influence the Library's financial activities.	
Operating Information	82-85
These schedules assist the reader in measuring the Library's financial performance as it relates to various operational statistics.	

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. In fiscal year 2011, the Library implemented GASB No. 54, schedules reporting fund balance classifications commenced that year.

**Columbus Metropolitan Library
 Net Position by Component,
 Last Ten Fiscal Years**
(accrual basis of accounting)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental activities										
Net Investment in Capital Assets	\$ 77,538,653	\$ 76,346,337	\$ 71,928,282	\$ 70,477,531	\$ 69,437,656	\$ 68,643,901	\$ 67,167,277	\$ 65,687,200	\$ 65,519,104	\$ 68,969,845
Restricted	10,863,760	13,595,440	13,297,427	10,943,907	9,113,095	7,661,520	6,534,500	26,513,196	26,460,875	2,274,372
Non-Expendable	67,742	67,742	67,742	67,742	67,742	67,742	67,742	67,742	67,742	67,742
Unrestricted	9,057,840	21,822,333	23,030,705	12,714,129	11,259,145	7,265,132	7,669,410	14,179,366	29,745,728	70,481,717
Total primary government net position	\$ 97,527,995	\$ 111,831,852	\$ 108,324,156	\$ 94,203,309	\$ 89,877,638	\$ 83,638,295	\$ 81,438,929	\$ 106,447,504	\$ 121,793,449	\$ 141,793,676

Note: The Library began to report accrual information when it implemented GASB Statement 34 in 2003.

Columbus Metropolitan Library
Changes in Net Position,
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Expenses										
Governmental activities:										
Public Service	\$ 32,481,244	\$ 32,512,093	\$ 33,456,423	\$ 34,198,334	\$ 34,999,765	\$ 33,105,824	\$ 29,768,963	\$ 37,143,023	\$ 36,923,350	\$ 33,995,179
Administrative and Support	16,200,886	16,768,918	17,956,008	19,428,007	20,324,972	18,339,648	17,014,855	21,144,501	21,904,360	24,786,351
Interest Expense	-	-	-	-	-	-	-	-	264,199	2,912,100
Total primary government expenses	\$ 48,682,130	\$ 49,281,011	\$ 51,412,431	\$ 53,626,341	\$ 55,324,737	\$ 51,445,472	\$ 46,783,818	\$ 58,287,524	\$ 59,091,909	\$ 61,693,630
Program Revenues										
Governmental activities:										
Charges for Services										
Public Service	\$ 2,490,354	\$ 2,517,277	\$ 2,150,708	\$ 2,418,348	\$ 2,264,448	\$ 2,201,915	\$ 1,901,782	\$ 1,975,996	\$ 1,427,822	\$ 1,189,910
Administrative and Support	991,232	1,247,755	1,468,269	1,618,728	1,418,800	1,355,577	1,354,700	1,431,254	1,369,663	1,415,195
Operating grants and contributions	504,607	105,987	209,120	130,556	294,952	583,625	1,389,960	876,869	410,906	323,669
Capital grants and contributions	63,000	-	-	-	-	64,059	-	-	-	1,000,000
Total primary government program revenues	\$ 4,049,193	\$ 3,871,019	\$ 3,828,097	\$ 4,167,632	\$ 3,978,200	\$ 4,205,176	\$ 4,646,442	\$ 4,284,119	\$ 3,208,391	\$ 3,928,774
Net (Expense) Revenue										
Total primary government net expense	\$ (44,632,937)	\$ (45,409,992)	\$ (47,584,334)	\$ (49,458,709)	\$ (51,346,537)	\$ (47,240,296)	\$ (42,137,376)	\$ (54,003,405)	\$ (55,883,518)	\$ (57,764,856)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes	\$ 18,502,301	\$ 20,243,252	\$ 18,096,282	\$ 18,233,344	\$ 17,530,349	\$ 15,808,287	\$ 15,669,459	\$ 50,680,324	\$ 44,081,501	\$ 47,651,678
Intergovernmental, unrestricted	26,528,795	38,571,919	27,358,159	16,019,512	28,487,444	24,799,451	24,101,422	28,109,034	26,188,636	29,027,326
Unrestricted Investment Earnings	289,987	766,584	1,404,862	1,495,748	1,089,794	260,402	167,129	222,622	255,983	473,331
Miscellaneous	-	-	-	-	-	-	-	-	703,343	395,067
Total primary government	\$ 45,321,083	\$ 59,581,755	\$ 46,859,303	\$ 35,748,604	\$ 47,107,587	\$ 40,868,140	\$ 39,938,010	\$ 79,011,980	\$ 71,229,463	\$ 77,547,402
Changes in Net Position										
Total primary government	\$ 688,146	\$ 14,171,763	\$ (725,031)	\$ (13,710,105)	\$ (4,238,950)	\$ (6,372,156)	\$ (2,199,366)	\$ 25,008,575	\$ 15,345,945	\$ 19,782,546

Notes: The Library began to report accrual information when it implemented GASB Statement 34 in 2003.

**Columbus Metropolitan Library
Fund Balances, Governmental Fund:
Last Ten Fiscal Years**
(modified accrual basis of accounting)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Fund										
Non-Spendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 840,400	\$ 797,312
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	437,366	1,812,084	889,755
Assigned	2,481,749	2,700,933	2,043,617	2,373,149	2,224,307	1,029,204	1,292,831	4,104,753	2,713,267	2,160,973
Unassigned	7,799,574	8,192,614	14,221,722	8,881,711	6,089,229	6,475,532	5,633,109	5,995,483	23,664,390	38,160,939
Total general fund	10,281,323	10,893,547	16,265,339	11,254,860	8,313,536	7,504,736	6,925,940	11,283,037	29,030,141	42,008,979
All Other Governmental Funds										
Non-Spendable	\$ 67,742	\$ 67,742	\$ 67,742	\$ 67,742	\$ 67,742	\$ 67,742	\$ 67,742	\$ 84,414	\$ 84,324	\$ 88,581
Restricted	-	-	-	-	-	-	-	566,769	77,132,800	96,385,042
Committed	-	-	-	-	-	-	-	579,795	1,102,393	4,479,527
Assigned	10,844,819	11,470,351	11,927,987	10,363,015	8,727,016	6,719,882	6,339,926	25,349,960	46,342,298	17,453,798
Unassigned	-	-	-	-	-	-	-	-	-	-
Total all governmental funds	21,193,884	22,431,640	28,261,068	21,685,617	17,108,294	14,292,360	13,333,608	37,863,975	153,691,956	160,415,927

Note: The Library implemented GASB Statement 34 in 2003. The Library implemented GASB 54 in 2011; fund balance classifications are reported prospectively, with the exception of the Principal Balance required to be maintained intact, and therefore is Non-Spendable

Columbus Metropolitan Library
Changes in Fund Balances, Governmental
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Revenues										
Property Taxes	\$ 18,502,301	\$ 18,378,399	\$ 18,566,700	\$ 18,307,983	\$ 16,515,427	\$ 15,976,544	\$ 16,308,066	\$ 48,318,432	\$ 44,765,211	\$ 46,748,089
Intergovernmental	26,573,796	26,987,656	32,557,054	22,536,974	28,487,444	24,856,280	24,101,422	28,109,034	26,188,636	26,215,156
Fines and Fees	1,857,329	1,918,291	1,866,936	1,945,475	2,041,208	1,864,263	1,572,665	1,532,581	1,427,822	1,189,910
Investment Earnings	274,599	716,174	1,292,009	1,350,592	806,956	733,130	694,174	223,955	245,403	382,700
Charges for Services	1,357,039	1,328,725	1,425,250	1,486,019	1,549,539	873,260	807,801	1,431,254	1,369,663	1,415,195
Contributions and Donations	271,667	105,987	209,120	130,556	296,196	590,855	1,389,960	876,869	410,906	1,323,669
Miscellaneous	504,528	534,148	322,795	601,492	221,996	282,552	329,117	443,415	695,817	398,335
Total revenues	49,341,259	49,969,380	56,239,864	46,359,091	49,918,766	45,176,884	45,203,205	80,935,540	75,103,458	77,668,054
Expenditures										
Public Service	30,703,177	31,941,341	32,335,004	33,012,423	33,385,801	31,053,545	29,400,950	35,569,558	34,022,084	33,300,994
Administrative	15,321,179	14,587,253	15,825,673	17,405,684	18,882,474	15,703,784	16,273,101	19,908,901	22,833,115	25,645,659
Capital Outlay	3,022,331	2,203,030	2,249,759	2,516,435	2,141,093	1,368,302	487,906	926,714	1,863,322	7,087,149
Debt Service	-	-	-	-	-	-	-	-	-	2,620,000
Principal Interest	-	-	-	-	-	-	-	-	-	3,197,256
Total expenditures	49,046,687	48,731,624	50,410,436	52,934,542	54,409,368	48,125,631	46,161,957	56,405,173	58,718,521	71,851,058
Excess of revenues over (under) expenditures	294,572	1,237,756	5,829,428	(6,575,451)	(4,490,602)	(2,948,747)	(958,752)	24,530,367	16,384,937	5,816,996
Other Financing Sources (Uses)										
Transfers In	3,450,000	2,501,520	1,500,000	22,768	5,419,996	-	-	25,986,258	484,771	100,000
Transfers Out	(3,450,000)	(2,501,520)	(1,500,000)	(22,768)	(5,419,996)	-	-	(25,986,258)	(484,771)	(100,000)
Proceeds from sale of property	-	-	-	-	-	-	-	-	7,526	906,975
Debt Issuance & Premium	-	-	-	-	-	-	-	-	99,435,518	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	99,443,044	906,975
Net change in fund balances	\$ 294,572	\$ 1,237,756	\$ 5,829,428	\$ (6,575,451)	\$ (4,490,602)	\$ (2,948,747)	\$ (958,752)	\$ 24,530,367	\$ 115,827,981	\$ 6,723,971
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	8.98%

**Columbus Metropolitan Library
Assessed and Estimated Actual Value of Taxable Property,
Last Ten Fiscal Years
(in thousands)**

Tax Year ¹	Real Property		Personal Property	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2004	\$15,432,104	\$44,091,726	\$1,575,753	\$6,303,012
2005	17,927,605	51,221,729	1,154,863	4,619,452
2006	18,455,997	52,731,420	814,754	3,259,016
2007	18,820,172	53,771,920	466,184	1,864,736
2008	19,197,804	54,850,869	58,937	589,370
2009	19,279,860	55,085,314	29,468	294,680
2010	19,631,342	56,089,549	0	0
2011	17,840,838	50,973,823	0	0
2012	18,140,629	51,830,369	0	0
2013	17,594,534	50,270,097	0	0

Source: Franklin County Auditor

¹Tax year ended December 31, yyyy represents the year taxes are collected. However, they are applied

² Rate per \$1,000 of assessed value

Public Utilities		Total		Total Direct Tax Rate²	Assessed Value as a Percentage of Actual Value
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
\$608,039	\$1,737,254	\$17,615,896	\$52,131,992	\$16.99	33.791%
579,631	1,656,089	19,662,099	57,497,270	17.79	34.197
549,787	1,570,820	19,820,538	57,561,256	17.79	34.434
408,559	1,167,311	19,694,915	56,803,967	17.79	34.672
422,371	1,206,774	19,679,112	56,647,013	17.84	34.740
436,874	1,248,211	19,746,202	56,628,205	18.02	34.870
470,486	1,344,246	20,101,828	57,433,795	18.07	35.000
472,145	1,348,986	18,312,983	52,322,809	18.07	35.000
499,509	1,427,169	18,640,138	53,257,538	18.47	35.000
546,095	1,560,271	18,140,629	51,830,368	18.47	35.000

the following year (e.g. taxes collected in 2013 are applied in 2014).

**Columbus Metropolitan Library
Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years**
(rate per \$1,000 of assessed value)

	Years									
	2004 for 2005	2005 for 2006	2006 for 2007	2007 for 2008	2008 for 2009	2009 for 2010	2010 for 2011	2011 for 2012	2012 for 2013	2013 for 2014
COUNTY -										
Franklin County	\$17.79	\$17.79	\$17.79	\$17.84	\$18.02	\$18.07	\$18.07	\$18.07	\$18.47	\$18.47
SCHOOL DISTRICT:										
Canal Winchester	\$61.00	\$61.25	\$61.25	\$61.25	\$62.93	\$77.75	\$78.16	\$79.13	\$79.45	\$78.70
Columbus	67.65	66.47	67.65	67.65	75.50	75.50	75.50	75.85	76.15	76.00
Dublin	64.60	72.50	72.50	72.50	72.50	80.40	80.40	80.40	89.45	88.59
Gahanna-Jefferson	60.14	59.24	66.95	65.80	66.78	66.73	66.73	72.10	72.10	72.10
Groveport-Madison	53.36	52.60	52.75	52.81	52.81	56.71	56.66	57.42	57.65	57.60
Hamilton	53.43	55.57	55.15	55.60	55.60	55.90	56.00	56.60	56.30	56.90
Hilliard	74.40	73.14	75.89	75.89	82.79	82.85	82.95	89.35	89.45	89.45
Licking Heights	47.52	48.50	48.52	47.07	47.00	46.24	46.22	50.89	50.87	60.31
Reynoldsburg	59.63	59.30	59.30	59.10	65.70	64.90	71.55	71.80	73.10	73.90
Upper Arlington	96.24	95.88	95.88	95.88	102.08	102.08	102.08	102.08	102.08	106.08
Whitehall	65.40	65.33	65.45	65.45	72.42	72.65	72.65	74.25	73.25	73.25

(Continued)

Columbus Metropolitan Library
Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years
(rate per \$1,000 of assessed value)

	Years									
	2004 for 2005	2005 for 2006	2006 for 2007	2007 for 2008	2008 for 2009	2009 for 2010	2010 for 2011	2011 for 2012	2012 for 2013	2013 for 2014
JOINT VOCATIONAL SCHOOL DISTRICT:										
Central Ohio	\$0.50	\$1.30	\$1.30	\$1.30	\$1.30	\$1.30	\$1.30	\$1.60	\$1.60	\$1.60
Eastland	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Licking County	3.00	3.00	3.00	3.00	2.50	2.50	2.50	2.54	2.54	2.56

MUNICIPAL CORPORATIONS:

Brice	\$3.20	\$3.20	\$3.20	\$3.20	\$3.20	\$3.20	\$3.20	\$3.20	\$3.20	\$3.20
Canal Winchester	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.65	2.65
Columbus	3.14	3.14	3.14	3.14	3.14	3.14	3.14	3.14	3.14	3.14
Dublin	2.96	2.95	2.95	2.95	2.95	2.95	2.95	2.95	2.95	2.95
Gahanna	2.40	2.40	2.40	2.40	2.40	2.40	2.40	2.40	2.40	2.40
Groveport	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40
Hilliard	1.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60
Lockbourne	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50
New Albany	1.94	1.94	1.94	1.94	1.94	1.94	1.94	1.94	1.94	1.94
Obetz	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70
Reynoldsburg	0.70	0.70	0.70	0.70	0.70	0.70	0.70	0.70	0.70	0.70
Valleyview	24.53	24.53	22.53	22.53	22.53	22.53	22.53	22.53	22.53	22.53
Whitehall	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Lithopolis	5.90	5.90	5.90	5.90	5.90	5.90	5.90	5.90	5.90	5.90

(Continued)

**Columbus Metropolitan Library
Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years**
(rate per \$1,000 of assessed value)

	Years									
	2004 for 2005	2005 for 2006	2006 for 2007	2007 for 2008	2008 for 2009	2009 for 2010	2010 for 2011	2011 for 2012	2012 for 2013	2013 for 2014
TOWNSHIPS:										
Blendon	\$25.05	\$25.02	\$26.55	\$26.51	\$26.56	\$ 26.56	\$ 29.10	\$ 29.10	\$ 30.65	\$ 30.65
Brown	12.80	12.80	12.80	12.80	12.80	12.80	12.80	12.80	12.80	12.80
Clinton	25.64	31.14	31.14	31.14	29.74	29.74	29.74	29.74	29.74	29.74
Franklin	18.05	18.05	21.31	21.31	25.20	25.20	25.20	25.20	25.20	25.20
Hamilton	15.80	15.80	15.80	15.80	15.80	15.80	16.05	16.05	20.20	16.05
Jefferson	10.28	10.21	10.09	9.12	9.17	9.17	9.17	9.17	9.20	12.20
Madison	21.80	21.80	21.80	21.80	21.80	21.80	21.80	21.80	21.80	21.80
Mifflin	22.80	22.80	22.80	22.80	26.80	24.80	24.80	37.40	37.40	37.40
Norwich	21.60	21.60	21.60	21.60	21.60	21.60	21.60	21.60	21.60	25.72
Perry	18.40	18.40	21.20	21.20	17.67	18.10	18.10	18.10	21.60	21.60
Plain	13.37	13.27	13.15	12.85	15.35	15.35	15.35	15.35	15.35	15.35
Prairie	14.20	18.20	18.20	18.20	18.20	18.20	18.20	18.20	18.20	18.20
Sharon	23.50	23.50	23.50	23.50	23.50	23.50	23.50	23.50	23.50	23.50
Truro	16.65	16.65	16.65	16.65	16.65	16.65	16.65	16.60	20.50	20.50
Washington	19.99	19.99	19.95	14.47	14.48	14.48	15.45	15.45	15.45	15.45
OTHER ENTITIES:										
Columbus Metropolitan Library	\$2.20	\$2.20	\$2.20	\$2.20	\$2.20	\$ 2.20	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80
Metropolitan Park District	0.65	0.65	0.65	0.65	0.65	0.65	0.65	0.65	0.65	0.65

Source: Franklin County Auditor

**Columbus Metropolitan Library
Principal Property Taxpayers,
Current Year and Nine Years Ago**

<u>Taxpayer</u>	Fiscal Year 2013 ³			Fiscal Year 2003 ⁴		
	<u>Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value¹</u>	<u>Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value²</u>
Ohio Power Company	\$ 413,969,960	1	2.28 %	\$ 292,179,050	1	1.70 %
Columbia Gas	67,258,050	2	0.37	44,388,760	6	0.26
Nationwide Mutual	77,935,460	3	0.43	99,240,060	3	0.58
Distribution Land Corp	64,973,670	4	0.36	41,999,940	8	0.24
Huntington Center	39,221,000	5	0.22	58,450,000	4	0.34
AEP Ohio Transmission	34,901,680	6	0.19			
BRE/COH OH LLC	27,516,540	7	0.15			
New Albany Co LLC	20,899,590	8	0.12			
Leslie Wexner	18,635,140	9	0.10			
Scioto Downs Inc	18,434,870	10	0.10			
Ashland Oil Inc	17,807,140	11	0.10			
Trilogy Real Estate	17,152,100	12	0.09			
OCLC Online Computer	14,806,410	13	0.08			
Total	\$ 833,511,610		4.59 %	\$ 536,257,810		3.11 %

¹The total assessed valuation for 2013 equals: \$18,140,628,980

²The total assessed valuation for 2003 equals: \$17,230,185,344

Source of Principal Property Taxpayer Listing:

³Franklin County Auditor

⁴Columbus Metropolitan Library's 2003 CAFR

**Columbus Metropolitan Library
Property Tax Levies and Collections,
Last Ten Fiscal Years**

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year	Collected within the		Collections in Subsequent Years	Total Collections to Date	
		Fiscal Year of the Levy Amount	Percentage of Levy		Amount	Percentage of Levy
2004	\$20,446,512	\$18,976,377	92.81%	\$1,144,646	\$20,121,023	98.41%
2005	20,895,559	20,256,245	96.94	834,776	21,091,021	100.94
2006	20,533,480	18,711,078	91.12	943,001	19,654,079	95.72
2007	20,423,141	18,272,720	89.47	939,357	19,212,077	94.07
2008	19,816,075	17,286,854	87.24	860,646	18,147,500	91.58
2009	19,066,250	17,650,285	92.57	885,022	18,535,307	97.22
2010	19,068,759	17,367,128	91.08	854,819	18,221,947	95.56
2011	52,494,125	49,954,346	95.16	1,322,005	51,276,351	97.68
2012	54,898,885	47,572,258	86.65	1,936,696	49,508,954	90.18
2013	54,764,452	48,088,274	87.81	1,846,218	49,934,492	91.18

Source: Franklin County Auditor

Columbus Metropolitan Library
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds (1)	Capital Leases	Special Assessment Bonds	General Obligation Bonds	Total Outstanding Debt	Percentage of Personal Income (2)	Population (3)	Debt per Capital
	Governmental Activities:				Business-Type Activities			
2013	\$ 89,665,000	\$ -	\$ -	\$ -	\$ 89,665,000	201.61%	1,212,263	\$ 74
2012	92,285,000	-	-	-	92,285,000	216.55%	1,180,046	78
2011	-	-	-	-	-	0.00%	1,171,653	-
2010	-	-	-	-	-	0.00%	1,163,414	-
2009	-	-	-	-	-	0.00%	1,130,782	-
2008	-	-	-	-	-	0.00%	1,126,742	-
2007	-	-	-	-	-	0.00%	1,130,253	-
2006	-	-	-	-	-	0.00%	1,150,722	-
2005	-	-	-	-	-	0.00%	1,110,830	-
2004	-	-	-	-	-	0.00%	1,109,630	-

(1) Presented net of original issuance discounts and premiums

(2) Personal income is disclosed in the table of Demographics and Economic Statistics

(3) Population is disclosed in the table of Demographics and Economic Statistics

**Columbus Metropolitan Library
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years**

Fiscal Year	General Obligation Bonds (1)	Less: Amounts Available in Debt Service Fund (2)	Total	Percentage of	
				Estimated Actual Taxable Value of Property (3)	Per Capita
2013	\$ 89,665,000	\$ 970,891	\$ 88,694,109	171.12%	\$ 74
2012	92,285,000	969,542	91,315,458	171.46%	78
2011	-	-	-	0.00%	-
2010	-	-	-	0.00%	-
2009	-	-	-	0.00%	-
2008	-	-	-	0.00%	-
2007	-	-	-	0.00%	-
2006	-	-	-	0.00%	-
2005	-	-	-	0.00%	-
2004	-	-	-	0.00%	-

- (1) General bonded debt for both governmental and business-type activities, net of original discounts and premiums
- (2) Amount Restricted for debt service principal payments
- (3) Schedule of Assessed and Estimated Actual Value of Taxable Property

**Columbus Metropolitan Library
Direct and Overlapping Governmental Activities Debt
As of December 31, 2013**

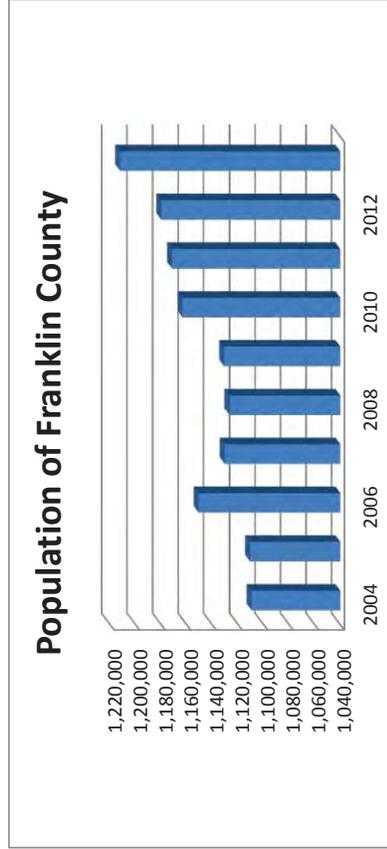
Government Unit:	Debt Outstanding	Estimated Percentage Applicable	Amount Applicable to Primary Government
Direct Debt:			
Columbus Metropolitan Library	\$ 89,665,000 *	100.00%	\$ 89,665,000
Overlapping Debt:			
Franklin County	189,405,000	69.33%	131,314,487
Canal Winchester City	2,910,235	88.44%	2,573,812
Columbus City	1,059,985,761	80.25%	850,638,573
Dublin City	12,025,000	84.01%	10,102,203
Gahanna City	19,755,000	100.00%	19,755,000
Grandview Heights City	2,730,000	0.03%	819
Groveport City	-	100.00%	-
Hilliard City	12,470,000	100.00%	12,470,000
New Albany City	15,085,000	98.33%	14,833,081
Reynoldsburg City	2,954,400	70.50%	2,082,852
Whitehall City	855,000	100.00%	855,000
Brice Village	-	100.00%	-
Lithopolis Village	201,300	3.93%	7,911
Lockbourne Village	-	99.15%	-
Obetz Village	-	100.00%	-
Valleyview Village	-	100.00%	-
Blendon Township	-	1.06%	-
Brown Township	-	100.00%	-
Clinton Township	-	100.00%	-
Franklin Township	-	6.69%	-
Hamilton Township	-	100.00%	-
Jackson Township	-	0.54%	-
Jefferson Township	1,004,000	100.00%	1,004,000
Madison Township	330,947	99.51%	329,325
Mifflin Township	1,255,000	100.00%	1,255,000
Norwich Township	-	100.00%	-
Perry Township	-	21.91%	-
Plain Township	1,475,452	98.85%	1,458,484
Pleasant Township	-	0.05%	-
Prairie Township	9,740,000	25.96%	2,528,504
Sharon Township	-	4.21%	-
Truro Township	-	100.00%	-
Washington Township	1,587,566	84.42%	1,340,223
Columbus City School District	479,726,887	99.97%	479,582,969
Dublin City School District	155,343,617	78.87%	122,519,511
Gahanna-Jefferson City School District	26,843,208	100.00%	26,843,208
Hilliard City School District	130,060,711	99.99%	130,047,705
Reynoldsburg City School District	99,794,988	74.06%	73,908,168
Upper Arlington City School District	23,731,187	1.46%	346,475
Whitehall City School District	27,999,994	100.00%	27,999,994
Canal Winchester L School District	56,625,868	73.39%	41,557,725
Groveport Madison L School District	5,113,190	100.00%	5,113,190
Hamilton L School District	21,217,260	100.00%	21,217,260
Licking Heights L School District	50,794,082	53.09%	26,966,578
New Albany-Plain L School District	87,685,973	99.99%	87,677,204
Career & Tech Ed Ctr Licking Co (C-Tec) Jt. Voc. Scho	21,924,991	6.79%	1,488,707
Eastland-Fairfield Career & Technical Jt. Voc. School	2,800,000	58.40%	1,635,200
Tolles Career & Technical Center Jt. Voc. School Distri	2,780,000	71.09%	1,976,302
Central Ohio Transit Authority Miscellaneous	-	66.61%	-
Metro Columbus-Franklin Co. Park Dist. Miscellaneous	-	69.33%	-
New Albany Community Authority Miscellaneous	-	99.16%	-
New Albany Plain Local Park District Miscellaneous	8,799,476	99.16%	8,725,560
Rickenbacker Port Authority Miscellaneous	-	69.34%	-
Solid Waste Authority Of Central Ohio Miscellaneous	-	66.30%	-
Westerville-Minerva Park Hospital Dist. Miscellaneous	-	0.12%	-

Source: Ohio Municipal Advisory Council (OMAC)

*Balance reflects amounts reported in the OMAC's system, which includes a \$220,000 debt liability which the Library has paid. The library is in the process of updating OMAC's records

Columbus Metropolitan Library
Demographic and Economic Statistics,
Last Ten Calendar Years

Year	Population	Personal Income (1)	Per Capita Personal Income (1)	Median Age	K-12 School Enrollment	Franklin County	Unemployment Rates	
							State of Ohio	United States
2004	1,109,630 (1)	34,043,000	35,199	33.4	203,149 (2)	4.3	5.9	5.4
2005	1,110,830 (1)	34,754,000	36,714	34.0	204,878 (2)	4.8	5.5	4.6
2006	1,150,722 (4)	35,526,000	39,395	38.8	207,204 (2)	4.5	5.4	4.3
2007	1,130,253 (4)	39,485,000	38,773	34.0	203,394 (2)	4.7	5.6	4.6
2008	1,126,742 (4)	40,331,000	40,009	34.0	200,001 (2)	6.1	7.7	7.1
2009	1,130,782 (4)	40,785,460	41,077	34.0	207,675 (2)	8.2	10.2	9.3
2010	1,163,414 (4)	41,304,170	39,473	34.0	209,841 (2)	8.5	10.1	9.6
2011	1,171,653 (8)	42,615,880	44,666	33.6	208,597 (7)	7.6	8.6	8.9
2012	1,180,046 (8)	41,153,440	39,726	33.6	195,928 (7)	6.1	7.2	8.1
2013	1,212,263 (9)	44,474,450	48,895	34.5	208,254 (7)	6.2	7.4	7.4



Source: (1) State Profile, Ohio Woods & Poole Economics, Inc., Washington, D.C.
 *Woods & Poole forecast from 2009; most recent information available
 (2) Quality Education Data, Inc., School Guide
 (3) State of Ohio Labor Market Information
 (4) Community Sourcebook of County Demographics
 ESRI Business Informations
 (5) Ohio Dept. of Job and Family Services, LMI; <http://lmi.state.oh.us>
 ESRI Business Informations
 (6) <http://ohiolmi.com/laus/CLFE/AnnualAverages2012CLFE.pdf>
 (7) MDR's school directory, Ohio. (formerly QED, source (2)) at left
 (8) Business.Discision
 (9) Estimate, US Census Bureau, Population Division

**Columbus Metropolitan Library
Principal Employers,
Current Year and Nine Years Ago**

<u>Employer</u>	<u>Fiscal Year 2013¹</u>			<u>Fiscal Year 2004¹</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
The Ohio State University	27,656	1	4.60 %	17,361	2	3.07 %
State of Ohio	23,677	2	3.94 %	25,787	1	4.55 %
JPMorgan Chase Bank (formerly Bank One)	19,200	3	3.20 %	8,873	6	1.57 %
OhioHealth	19,182	4	3.19 %	8,304	7	1.47 %
Kroger Co.	17,397	5	2.90 %	4,632	13	0.82 %
Nationwide Mutual Insurance Co.	11,300	6	1.88 %	10,815	5	1.91 %
Mount Carmel Health System	8,410	6	1.40 %	4,983	12	0.88 %
City of Columbus	8,385	8	1.40 %	8,067	8	1.42 %
Columbus City Schools	8,293	9	1.38 %	12,092	4	2.14 %
Nationwide Children's Hospital	7,822	10	1.30 %	2,505	21	0.44 %
L Brands Inc.	7,800	11	1.30 %	7,200	9	1.27 %
McDonald's Corp.	7,622	12	1.27 %	1,199	47	0.21 %
Average County Employment for the Year ²	600,600			566,200		19.75 %

Source:

¹Business First of Columbus, Book of Lists 2013 and 2004

²Office of Workforce Development, Bureau of Labor Market Information (<http://ohiolmi.com/LAUS/CLFE/AnnualAverages/2013CLFE.pdf>)

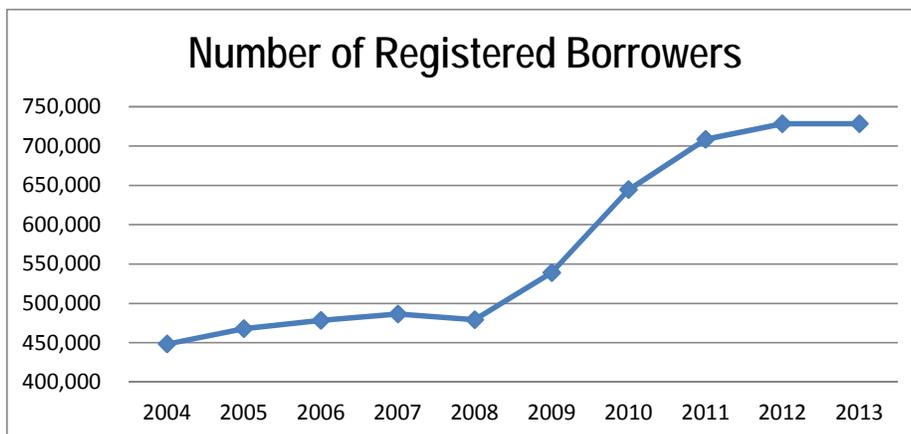
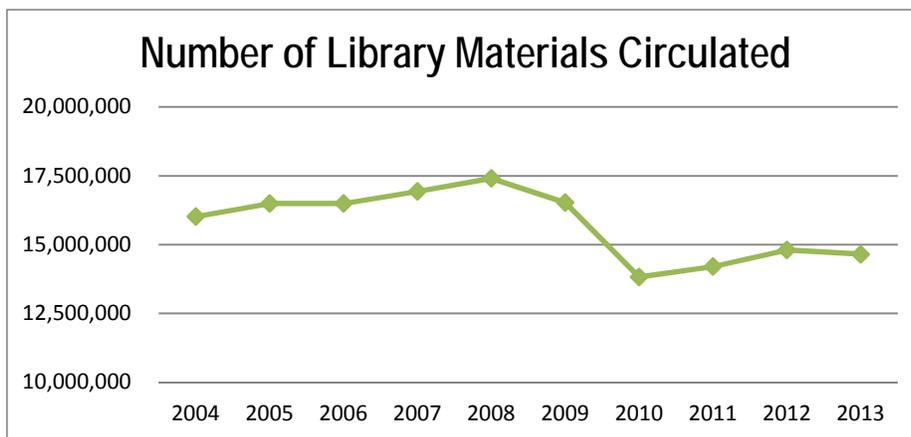
**Columbus Metropolitan Library
Capital Asset Statistics by Branch
Last Ten Fiscal Years**

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
New Albany (2004)										
Number of Registered Borrowers	5,496	10,120	15,353	18,827	19,526	22,082	26,113	28,719	29,737	29,737
Volume Size (Collection)	120,000	120,000	120,000	120,000	120,000	120,000	120,000	120,000	89,336	89,336
Circulation	706,147	794,162	868,032	935,378	979,920	969,944	872,277	880,868	891,082	900,043
Northern Lights (1993)										
Number of Registered Borrowers	16,439	15,995	16,843	16,671	15,550	17,410	22,814	25,448	26,545	26,545
Volume Size (Collection)	72,000	72,000	72,000	72,000	72,000	72,000	72,000	72,000	51,524	51,524
Circulation	379,914	367,434	363,203	353,919	385,163	347,390	313,827	326,299	319,733	282,245
Northside (1991)										
Number of Registered Borrowers	10,790	11,200	11,810	13,521	13,081	15,149	19,565	21,490	21,781	21,781
Volume Size (Collection)	48,000	48,000	48,000	48,000	48,000	48,000	48,000	48,000	39,474	39,474
Circulation	436,643	468,681	477,942	508,680	501,656	460,684	393,705	357,420	330,750	288,021
Parsons (1956)										
Number of Registered Borrowers	7,924	7,582	8,012	8,074	7,552	8,393	11,294	12,377	12,819	12,819
Volume Size (Collection)	37,000	37,000	37,000	37,000	37,000	37,000	37,000	37,000	31,946	31,946
Circulation	194,794	200,023	184,034	178,203	197,213	172,957	163,638	164,471	175,205	154,255
Reynoldsburg (1981)										
Number of Registered Borrowers	38,374	38,052	38,798	39,573	38,766	42,774	52,323	56,726	57,744	57,744
Volume Size (Collection)	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000	112,247	112,247
Circulation	1,374,100	1,428,857	1,397,845	1,393,610	1,466,922	1,360,013	1,172,337	1,157,804	1,139,286	1,065,965
Shepard (1986)										
Number of Registered Borrowers	4,215	4,136	4,346	4,594	4,448	5,083	6,653	7,169	7,368	7,368
Volume Size (Collection)	33,000	33,000	33,000	33,000	33,000	33,000	33,000	33,000	20,188	20,188
Circulation	146,882	154,409	163,632	155,974	134,556	125,325	113,112	112,501	108,825	97,000
Southeast (2001)										
Number of Registered Borrowers	23,922	24,910	26,969	29,334	29,202	33,043	40,444	44,133	45,308	45,308
Volume Size (Collection)	112,000	112,000	112,000	112,000	112,000	112,000	112,000	112,000	94,509	94,509
Circulation	857,012	862,107	901,580	977,527	996,428	977,868	865,402	853,097	841,934	777,852
South High (1992)										
Number of Registered Borrowers	13,134	13,004	13,523	13,968	13,536	15,234	19,190	20,882	21,311	21,311
Volume Size (Collection)	84,000	84,000	84,000	84,000	84,000	84,000	84,000	84,000	44,963	44,963
Circulation	352,501	334,314	336,883	329,242	346,657	326,269	263,865	274,358	272,865	250,634
Wheatstone (1986)										
Number of Registered Borrowers	26,162	26,152	26,829	27,701	27,663	30,645	36,355	39,585	40,431	40,431
Volume Size (Collection)	170,000	170,000	170,000	170,000	170,000	170,000	170,000	170,000	125,697	125,697
Circulation	1,285,310	1,341,553	1,386,441	1,518,429	1,655,248	1,563,128	1,372,560	1,408,640	1,396,049	1,404,549
Whitehall (1959)										
Number of Registered Borrowers	13,655	26,152	26,829	14,523	14,196	16,162	20,140	21,802	22,339	22,339
Volume Size (Collection)	63,000	63,000	63,000	63,000	63,000	63,000	63,000	63,000	42,768	42,768
Circulation	406,587	407,748	404,391	409,467	405,180	385,790	298,061	317,757	326,155	304,187

*Main Library's circulation total also includes totals credited to Outreach, Inter-Library Loans (ILLs), Virtual Branch (E-Branch) and Library Partners.

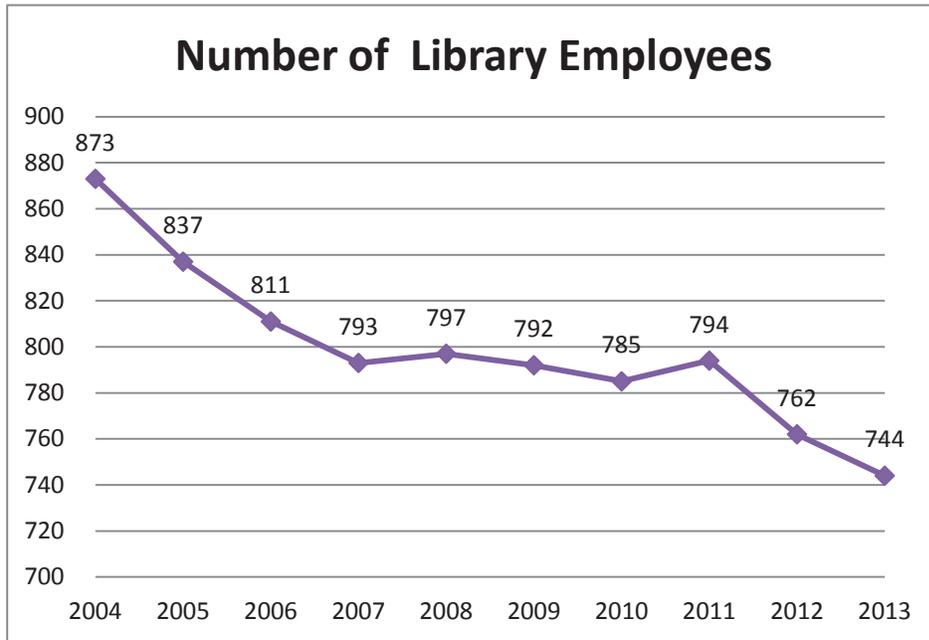
**Columbus Metropolitan Library
Operation Indicators,
Last Ten Fiscal Years**

<u>Year</u>	<u>Number of Library Materials Circulated</u>	<u>Number of Registered Borrowers</u>
2004	16,018,594	448,422
2005	16,490,338	467,986
2006	16,489,899	478,465
2007	16,931,576	486,674
2008	17,404,840	479,219
2009	16,526,936	539,005
2010	13,822,999	644,671
2011	14,204,719	708,451
2012	14,808,957	728,373
2013	14,649,082	728,373



**Columbus Metropolitan Library
Employment Trend,
Last Ten Fiscal Years**

<u>Year</u>	<u>Number of Library Employees¹</u>	<u>Percentage of Change Over Prior Year</u>
2004	873	-4.80%
2005	837	-4.12%
2006	811	-3.11%
2007	793	-2.22%
2008	797	0.50%
2009	792	-0.63%
2010	785	-0.88%
2011	794	1.15%
2012	762	-4.03%
2013	744	-2.36%



(1) Includes full-time, part-time and part-time temporary employees

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

Columbus Metropolitan Library
Franklin County
96 South Grant Street
Columbus, Ohio 43215

To the Board of Trustees:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Columbus Metropolitan Library, Franklin County, (the Library) as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the Library's basic financial statements and have issued our report thereon dated May 22, 2014.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in black ink that reads "Kennedy Cottrell Richards LLC". The signature is written in a cursive, flowing style.

Kennedy Cottrell Richards LLC
May 22, 2014

Columbus Metropolitan Library



96 South Grant Avenue, Columbus, Ohio 43215
614-645-2275
www.columbuslibrary.org



Dave Yost • Auditor of State

COLUMBUS METROPOLITAN LIBRARY

FRANKLIN 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
JUNE 26, 2014**