



**CITY OF GRANDVIEW HEIGHTS
FRANKLIN COUNTY**

REGULAR AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2014



Dave Yost • Auditor of State

**CITY OF GRANDVIEW HEIGHTS
FRANKLIN COUNTY**

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Dave Yost • Auditor of State

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

City of Grandview Heights
Franklin County
1016 Grandview Avenue
Grandview Heights, Ohio 43212

To the Members of City Council:

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 City of Grandview Heights, Franklin County, Ohio, (the City) as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 3, 2015.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinion on the financial statements, but not to the extent necessary to opine on the effectiveness of the City'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 City'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 City's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, 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 City's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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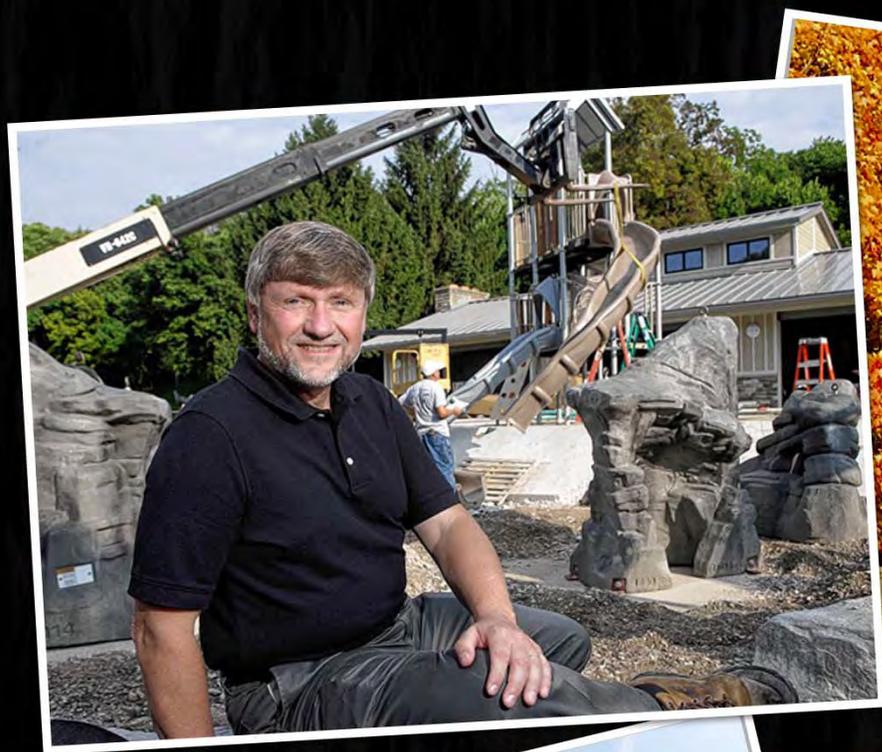
Dave Yost
Auditor of State
Columbus, Ohio

June 3, 2015

Comprehensive Annual Financial Report

The City of GRANDVIEW HEIGHTS, *Ohio*

For the Fiscal Year Ended December 31, 2014





The CITY of
GRANDVIEW HEIGHTS

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The CITY of
GRANDVIEW HEIGHTS

Comprehensive Annual Financial Report

For the Year Ended December 31, 2014

Issued by:

Finance Department

Robert Dvoraczky, CPA - Director of Finance

Megan Miller, CPA - Assistant Director of Finance

Kathy Kovacs - Accountant



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**CITY OF GRANDVIEW HEIGHTS, OHIO
FRANKLIN COUNTY**

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FRANKLIN COUNTY**

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FRANKLIN COUNTY**

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The CITY of
GRANDVIEW HEIGHTS

INTRODUCTORY SECTION



The CITY of
GRANDVIEW HEIGHTS

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The CITY of
GRANDVIEW HEIGHTS

June 3, 2015

Honorable Mayor, Members of City Council
and Citizens of Grandview Heights, Ohio

We are pleased to issue the Comprehensive Annual Financial Report (CAFR) of the City of Grandview Heights, Ohio (City) for the year ended December 31, 2014. This report is prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB). It is intended to provide all pertinent and necessary information that may be required by citizens and elected officials of Grandview Heights, investment banks and underwriters, and all other interested parties on the fiscal condition of the City.

City management assumes full responsibility for the completeness and reliability of the information contained in this report. To the best of our knowledge and belief, the financial and other data contained in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the City. The accounting system encompasses appropriations, encumbrances, expenditures, revenues, payroll and capital assets, and ensures the financial information generated is both accurate and reliable. All disclosures necessary to enable the citizens and other readers to gain an understanding of the City's financial activities are included in this report.

Internal Controls

City managers have established an internal control framework designed with a system of checks and balances to compile sufficient reliable information for preparation of the City financial statements. Internal controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets. The concept of reasonable assurance is based on the assumption that the cost of controls should not outweigh their benefits.

Independent Audit

The City is required by state law to have an annual audit performed by either the Auditor of State's Office or by an independent auditing firm. The City has engaged the services of the Auditor of State's Office, to audit the City's financial records. The Auditor of State's Office concluded that the City's financial statements ending December 31, 2014 are presented fairly in conformity with generally accepted accounting principles. The Independent Auditor's Report on the City's financial statements is included in the Financial Section of this report.

Management's Discussion and Analysis

Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the Management Discussion and Analysis (MD&A). This letter of transmittal should be read in conjunction with the MD&A as they are designed to complement each other. The City's MD&A can be found immediately following the independent auditor's report.

Profile of the Government

The City of Grandview Heights is located in central Ohio, adjacent to the City of Columbus. Incorporated in 1906, the City operates under a charter form of government, which was originally adopted on July 28, 1931. The voters adopted the current charter in March 2000. An elected Mayor and a seven-member City Council govern the City, each elected to four-year terms. The City covers an area of approximately 1.24 square miles, with a population estimated at 6,695 residents.

The City provides a full range of municipal services mandated by statute or charter, including police and fire protection, parks, recreation, street maintenance, refuse removal, planning, zoning and other general government services. Health services are contracted with, and provided by, the Franklin County Board of Health.

The Council is required to adopt a final budget no later than the close of the fiscal year. This annual budget serves as the foundation for the City's financial planning and control. The budget is prepared by fund, function and department for all funds except for the agency funds.

Long-Term Financial Planning

The City follows a conservative financial approach, limiting debt and utilizing a prioritized capital improvement plan, whereby capital purchases are thoroughly reviewed for necessity and available funding alternatives are evaluated before investments are made. Five percent (5%) of income tax receipts are designated as an ongoing funding source for capital improvements. The City's plan for the future is to continue economic development activities to bring more businesses to the City providing additional income tax dollars. The hiring of new employees and filling of vacancies is also aligned with our strategic vision on the service level that best meet the needs of our citizens.

Relevant Financial Policies

The City has a responsibility to its citizens to carefully account for public funds, manage municipal finances wisely, and to plan for the provision of services desired by the public. Sound financial policies are necessary to carry out that responsibility. To that end, City Council adopted on May 1, 2006 a Statement of Financial Policy which covered many aspects of long-term planning. This policy statement provides a summary of significant financial and budgetary policies required by state law, the City Charter, City ordinances, accounting principles generally accepted in the United States and administrative practices.

The policies are designed to: (1) provide conceptual standards for financial decision making; (2) enhance consistency in financial decisions; and (3) establish parameters for the Administration and Finance Department to use in directing day-to-day financial affairs of the City. The scope of the policies includes budgeting, financial reporting, auditing, internal controls, asset management, risk management, capital improvement program, debt management and financial performance targets.

Economic Condition and Outlook

The City's primary revenue source is a local income tax on residents and on Grandview-based businesses and their employees working in the City. In May 2010, taxpayers approved a permanent increase in the income tax rate to 2.5% effective July 1, 2010. This rate change in conjunction with ongoing economic development effort is a strong step forward for the City.

As the national and state economy continues to improve, the City of Grandview Heights clearly is reaping a return on the many investments made in economic development over the last few years.

As reported over the last few years, the city has focused its economic development efforts on the 100 acre redevelopment called GRANDVIEW YARD. A development agreement with the developer, Nationwide Realty Investors (NRI), was approved at the end of 2009. The agreement established a tax increment financing district and put in place other incentives that NRI needs to construct what was then planned to be two (2) million sq. ft. of retail, office and entertainment space. At

the time, the development was also planned to contain 800 residential units. City Officials welcomed the project as the development as planned was very consistent with the City's planning efforts that expressed a preference for higher density mixed use development in a neighborhood setting.

Between 2009 and 2014, NRI has developed four (4) phases of Grandview Yard. The development now contains a 90,000 sq. ft. mixed use office building, a 126 room Hyatt Hotel, a 31,000 sq. ft. fitness center, a mixed use buildings containing 120 apartment units as well as 29,000 sq. ft. of commercial space on the ground floor along the feature street. Also, completed in 2014, was a large restaurant called the Hofbrauhaus and a two level parking structure for over 500 vehicles. The parking garage will also support a 78,000 sq. ft. office building that will be occupied by the local offices of Ernst and Young as well as Northwestern Mutual Insurance.

Over the first half of 2014 the city of Grandview Heights and NRI renegotiated a new development agreement. In 2014 Nationwide Insurance Company announced that it was consolidating a number of offices and would bring approximately 3,000 associates to a new campus to be constructed in Grandview Yard. The campus as planned will have 550,000 sq. ft. of offices within three (3) new buildings. To incentivize the prospect, the city pledged both the use of TIF Funds and a projected amount of income tax revenue generated by the project toward paying off the Urban Renewal Bond. This bond was taken out to fund the public improvements for the project. The number of potential residential units was also increased from 800 units to 1,450 units.

Prior to approving the new agreement, the city retained TishlerBise Consultants to prepare a detailed fiscal impact analysis of the new plan. The consultants compared the city's projected service and capital impact with the projected property and income tax revenue stream. The study concluded that the project is more than fiscally sustainable and will provide the city with a revenue stream that may be used to maintain and improve the entire city.

By late 2014, the first of the three (3) office buildings was under construction along with a parking garage for 1600 cars. The second building is likely to be under construction in the spring of 2015.

The new plan for Grandview Yard also contains a new 136 room hotel as well as a 12,000 sq. ft. conference center. The "bed tax" revenue generated by the new hotel is potentially planned to be devoted to funding the total renovation of the community outdoor pool.

Major Initiatives

In 2013 the City's bond rating was upgraded by Standard & Poor's from AA to the highest rating category of AAA. In 2012, the City issued \$2.8 million in bonds to fund significant enhancements to Pierce field and Wyman Woods parks. The bonds are being repaid by the hotel tax revenue and revenue from 0.25 inside millage. Planned enhancements include a new shelter house, ball playing fields, and lighting, parking, field and drainage improvements to improve leisure opportunities. Construction on Pierce Field began in 2013 and Wyman Woods will begin in early 2014. It is City Council's expressed desire to use this bonding capacity and the current low interest rates to undertake an extensive street and utility improvement program beginning in 2015.

In April of 2014 the Grandview Heights and Clinton Township Joint Economic Development Zone began to collect income tax revenue. By a vote of the electorate Clinton Township adopted the Grandview Heights Tax Code and has Grandview Heights collecting the local income taxes that are generated within the zone. Nearly \$2M has been collected by the end of 2014.

The City completed a large roadway and utility project referred to as Goodale West. The project totally reconstructed the roadway and enlarged a sanitary sewer line that occasionally overflowed during heavy rains. This sewer improvement completes the city's most expensive improvement needed to eliminate the sources of groundwater that are infiltrating the city sanitary lines. The rest of the needed improvements involve the sealing of manhole covers that the city will be able to spread out over 10 years.

City of Grandview Heights, Ohio

Grandview Heights completed design work and all acquisition related to a \$3,000,000 Comprehensive Air Quality Grandview (CMAQ) grant the City was awarded in 2011. The large intersection at Dublin Road and Grandview Avenue was the first to be completed. The project will upgrade and improve eight (8) signalized intersections within the community.

Grandview Yard is becoming the city's primary outdoor event location. The fourth annual DIGFEST was held on a closed portion of Yard Street. The very popular event brings in local wine, spirits and craft beer producers who bring their wares for sampling by attendees. The non-profit Youth Advocate Services also sponsors a car show at the same location

The twenty first TOUR DE GRANDVIEW was once again an enthusiastically a well-attended event. The event was held on a Friday evening but the number of people lining the course and especially the number of people watching from Grandview's historic commercial strip was indicative of the events success.

Awards

Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Grandview Heights for its comprehensive annual financial report for the fiscal year ended December 31, 2013. This was the tenth year that the City has achieved this prestigious award. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting. To earn the Certificate of Achievement, the City publishes an easily readable and efficiently organized comprehensive annual financial report whose contents conformed to program standards and satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year. We believe that our current 2014 report continues to meet the Certificate of Achievement program requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

In 2012, 2013 and 2014 the City was recognized by the Auditor of State and presented with the Award of Distinction for excellence in financial reporting and accountability. Less than 5% of the 5,600 state and local agencies audited, received this prestigious award.

Acknowledgment

The publication of this report demonstrates the professionalism of the City of Grandview Heights government as a whole. Preparation of this report was achieved through the cooperation of the Mayor, members of City Council, each department head and many of our other colleagues. We are grateful for their assistance. Finally, the preparation of this report would not have been possible without the dedicated efforts of the Finance Department staff.

Most importantly, we are grateful to the citizens of the City of Grandview Heights for the opportunity to serve them and provide valuable information on the financial operations of the City.

Respectfully submitted,



Director of Finance
Robert Dvoraczky



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

City of Grandview Heights
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2013

Executive Director/CEO

**CITY OF GRANDVIEW HEIGHTS, OHIO
PRINCIPAL OFFICIALS
DECEMBER 31, 2014**

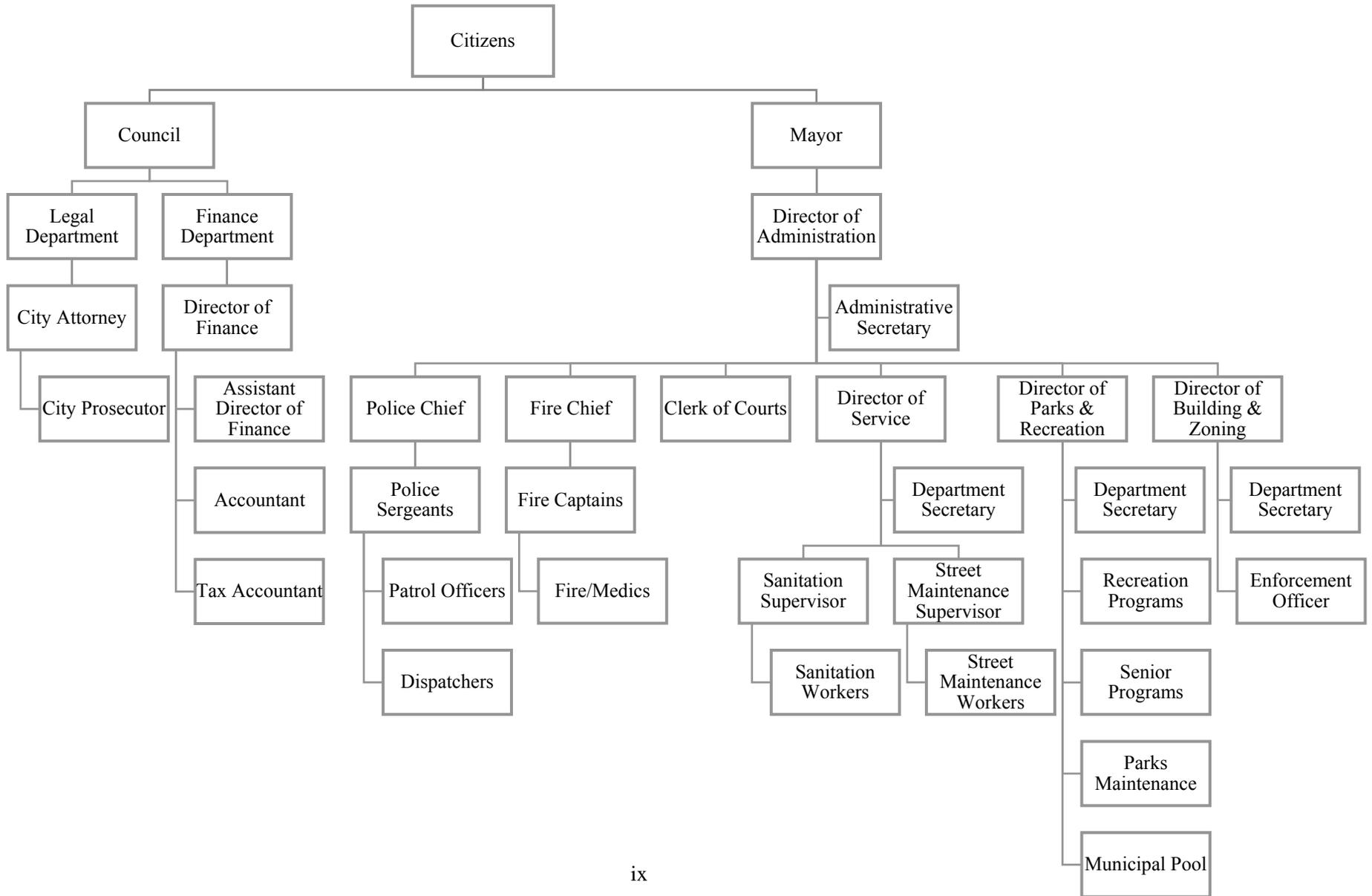
ELECTED OFFICIALS

Mayor	Ray E. DeGraw
President of Council	Anthony Panzera
Vice President of Council	Ed Hastie
Council Members	Stephen Papineau
	Steve Gladman
	Chris Smith
	Greta Kearns
	Tim Galvin

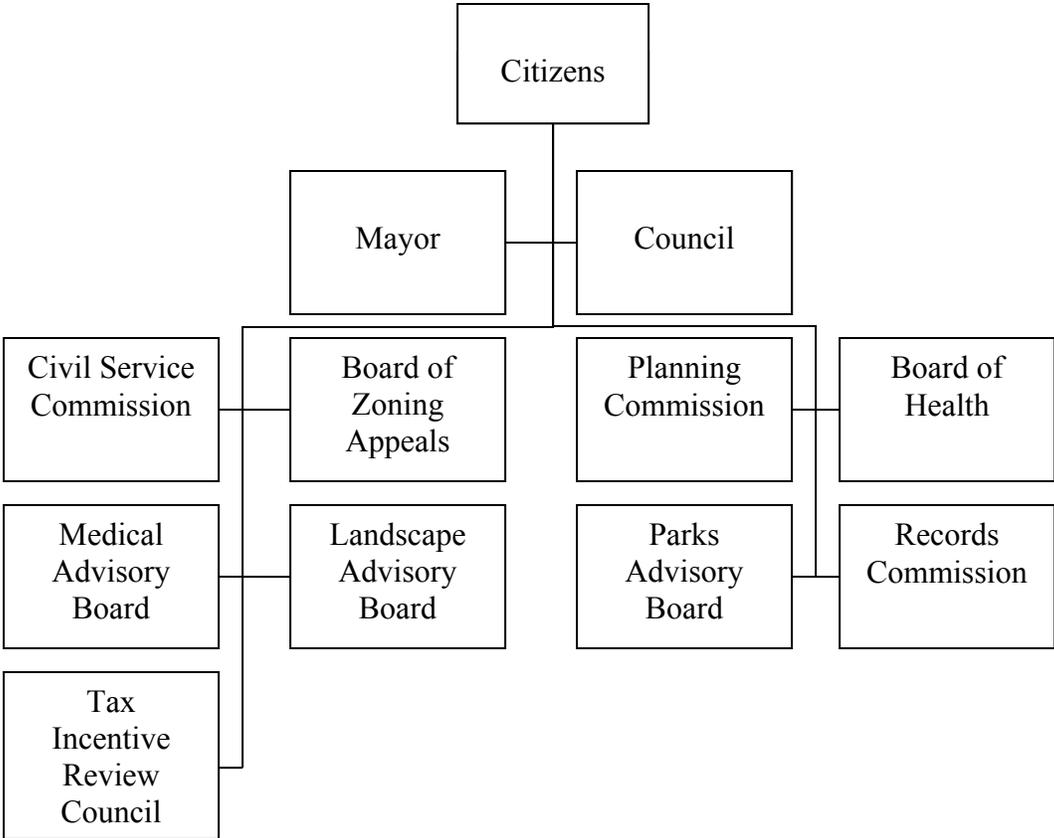
APPOINTED OFFICIALS

Director of Administration	Patrick G. Bowman
Director of Finance	Robert J. Dvoraczky, CPA
City Attorney	Joelle Khouzam
Chief of Police	Thomas McCann
Fire Chief	Steven J. Shaner
Director of Building & Zoning	Robert J. Artrup
Director of Parks & Recreation	Sean M. Robey
Director of Service	Darryl Hughes

CITY OF GRANDVIEW HEIGHTS ORGANIZATIONAL CHART



**CITY OF GRANDVIEW HEIGHTS, OHIO
BOARDS AND COMMISSIONS**





The CITY of
GRANDVIEW HEIGHTS

FINANCIAL SECTION



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Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

City of Grandview Heights
Franklin County
1016 Grandview Avenue
Grandview Heights, Ohio 43212

To the Members of City Council:

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 City of Grandview Heights, Franklin County, Ohio (the City), as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for 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 City'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 City'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 City of Grandview Heights, Franklin County, Ohio, as of December 31, 2014, and the respective changes in financial position 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* and *required budgetary comparison schedules* 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 City's basic financial statements taken as a whole.

The introductory section, the financial section's combining statements, individual fund statements and schedules and the statistical section information present additional analysis and are not a required part of the basic financial statements.

The 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 June 3, 2015, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. 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 City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

Dave Yost
Auditor of State

Columbus, Ohio

June 3, 2015

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CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

The management's discussion and analysis of the City of Grandview Heights's (the "City") financial performance provides an overall review of the City's financial activities for the year ended December 31, 2014. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the basic financial statements, transmittal letter and the notes to the basic financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key financial highlights for 2014 are as follows:

- The assets of the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by approximately \$39.4 million (net position), an increase of approximately \$12.1 million in comparison with the prior year. Of this amount, approximately \$9.5 million (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- General revenues accounted for approximately \$12.4 million, or 45.8 percent of total governmental activities revenue. Program specific revenues accounted for the remaining 54.2 percent, or approximately \$14.7 million.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of approximately \$10.4 million, a \$337,840 increase in comparison with the prior year. Of this amount, approximately \$6.9 million is available for spending at the City's discretion (unassigned fund balance).
- At the close of the current fiscal year, unassigned fund balance for the general fund was approximately \$7.1 million, or 62.8 percent of general fund expenditures.

The Comprehensive Annual Financial Report

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

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

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

Reporting the City as a Whole

Statement of Net Position and the Statement of Activities

While this document contains a large number of funds used by the City to provide programs and activities, the view of the City as a whole looks at all financial transactions and asks the question, "How did we do financially during 2014?" The statement of net position and the statement of activities answer this question. These statements include all assets, liabilities, deferred inflows/outflows of resources, revenues and expenses using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the City's net position and changes in that position. This change in net position is important because it tells the reader that, for the City as a whole, the financial position of the City has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the City's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required community programs and other factors.

Governmental activities - All of the City's programs and services are reported here including police, fire and rescue, street maintenance, capital improvements and general administration. These services are funded primarily by property and income taxes, and intergovernmental revenues including federal and State grants and other shared revenues.

The City's statement of net position and statement of activities can be found on pages 21-22 of this report.

Reporting the City's Most Significant Funds

Fund Financial Statements

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

Fund financial reports provide detailed information about the City's major funds. The City uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the City's most significant funds.

Governmental Funds

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

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

Because the focus of the 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, the readers 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.

The City maintains a multitude of individual governmental funds. The City has segregated these funds into major funds and nonmajor funds. The City's major governmental funds are the General Fund, Grandview Yard TIF Fund, West Goodale Project Fund, and Parks and Recreation Improvement Fund. Information for major funds is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances. Data from the other governmental funds are combined into a single, aggregated presentation. The basic governmental fund financial statements can be found on pages 23-26 of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Both of the City's fiduciary funds are agency funds. The basic fiduciary fund financial statement can be found on page 27 of this report.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements start on page 29 of this report.

Government-Wide Financial Analysis

Statement of Net Position

Over time, net position can serve as a useful indicator of a government's financial position. At the end of the current fiscal year, the City's assets exceeded liabilities and deferred inflows of resources by approximately \$39.4 million. Of this amount, approximately \$9.5 million (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.

Capital assets reported on the government-wide statements represent the largest portion of the City's assets. At year-end, capital assets represented 64.1 percent of total assets. Capital assets include land, intangibles, land improvements, buildings and improvements, machinery, equipment and furniture, vehicles and infrastructure. Net investment in capital assets at December 31, 2014, was approximately \$28.1 million. These capital assets are used to provide services to citizens and are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

The table below provides a comparative summary of the City's net position at December 31, 2014 and December 31, 2013:

	Net Position	
	2014	2013
	<u>Governmental</u> <u>Activities</u>	<u>Governmental</u> <u>Activities</u>
Assets		
Current and other assets	\$ 18,941,035	\$ 18,336,687
Capital assets, net	<u>33,868,516</u>	<u>19,661,350</u>
Total assets	<u><u>\$ 52,809,551</u></u>	<u><u>\$ 37,998,037</u></u>
 <u>Liabilities</u>		
Current and other liabilities	2,995,852	2,187,231
Long-term liabilities outstanding	<u>6,878,949</u>	<u>4,966,222</u>
Total liabilities	<u><u>9,874,801</u></u>	<u><u>7,153,453</u></u>
 <u>Deferred Inflows of Resources</u>		
Total deferred inflows of resources	<u><u>3,513,752</u></u>	<u><u>3,473,653</u></u>
 <u>Net Position</u>		
Net investment in capital assets	\$ 28,093,276	\$ 17,454,369
Restricted	1,779,704	1,192,229
Unrestricted	<u>9,548,018</u>	<u>8,724,333</u>
Total net position	<u><u>\$ 39,420,998</u></u>	<u><u>\$ 27,370,931</u></u>

Capital assets increased significantly in comparison with the prior year. This increase represents the amount in which capital asset additions, consisting mostly of development of the Grandview Yard, exceeded current year depreciation.

Current and other liabilities and long-term liabilities both increased significantly in comparison with the prior year. These increases are the result of increases in accounts payable, retainage payable and loans payable related to the Grandview Yard.

Net investment in capital assets increased significantly in comparison with the prior year. This increase is primarily the result of capital grants and contributions related to the Grandview Yard.

Approximately \$1.8 million of the City's net position, represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

Statement of Activities

The table below provides a comparative analysis of changes in net position for 2014 and 2013:

<u>Revenues</u>	<u>Change in Net Position</u>	
	<u>2014</u>	<u>2013</u>
Program revenues:		
Charges for services	\$ 1,791,106	\$ 1,631,679
Operating grants and contributions	1,644,574	459,865
Capital grants and contributions	11,254,753	2,742,643
Total program revenues	<u>14,690,433</u>	<u>4,834,187</u>
General revenues:		
Property and other taxes	2,281,593	2,445,585
Payments in lieu of taxes	1,271,885	1,653,591
Income taxes	7,630,571	8,006,360
Unrestricted grants and entitlements	790,346	881,703
Investment earnings	74,311	53,068
Miscellaneous	348,543	324,205
Total general revenues	<u>12,397,249</u>	<u>13,364,512</u>
Total revenues	<u>27,087,682</u>	<u>18,198,699</u>
<u>Expenses</u>		
General government	3,000,999	2,504,617
Security of persons and property	5,099,104	4,944,704
Public health and welfare	39,947	6,209
Transportation	1,232,038	1,172,477
Leisure time activities	1,163,617	999,847
Utility services	758,093	790,285
Economic development	3,653,254	2,347,316
Interest and fiscal charges	90,563	100,008
Total expenses	<u>15,037,615</u>	<u>12,865,463</u>
Change in net position	12,050,067	5,333,236
Net position at beginning of year	27,370,931	22,037,695
Net position at end of year	<u>\$ 39,420,998</u>	<u>\$ 27,370,931</u>

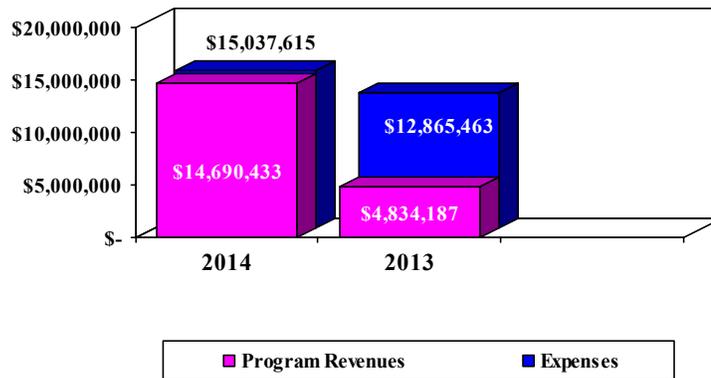
Operating grants and contributions and economic development expenses both increased significantly in comparison with the prior year. These increases are the result of the new Joint Economic Development Zone agreement with Clinton Township.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

The significant increase in capital grants and contributions is the result of contributions made to the City by the developer of the Grandview Yard.

The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services for 2014 and 2013. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements. As can be seen in the graph below, the City is highly dependent upon property and income taxes as well as unrestricted grants and entitlements to support its governmental activities.

Governmental Activities - Program Revenues vs. Total Expenses



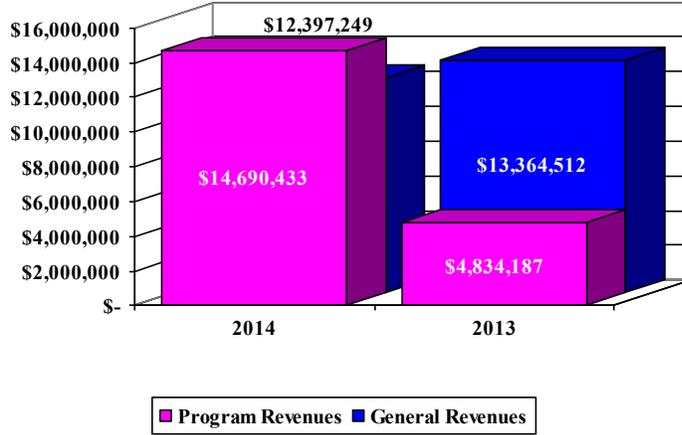
Program expenses	Total Cost of Services 2014	Net Cost of Services 2014	Total Cost of Services 2013	Net Cost of Services 2013
General government	\$ 3,000,999	\$ 2,402,424	\$ 2,504,617	\$ 1,883,158
Security of persons and property	5,099,104	4,534,664	4,944,704	4,401,577
Public health and welfare	39,947	(146,787)	6,209	(177,059)
Transportation	1,232,038	(9,295,587)	1,172,477	(1,267,417)
Leisure time activity	1,163,617	817,313	999,847	738,040
Utility services	758,093	563,044	790,285	598,747
Economic development	3,653,254	1,381,548	2,347,316	1,754,222
Interest and fiscal charges	90,563	90,563	100,008	100,008
Total program expenses	\$ 15,037,615	\$ 347,182	\$ 12,865,463	\$ 8,031,276

The total cost of services for public health and welfare and transportation were covered by program revenues.

However, the program revenues related to security of persons and property only covered 10.9 percent of the total costs. The expenses for security of persons and property account for 33.9 percent of total expense in 2014.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

Governmental Activities - General and Program Revenues



General revenues accounted for approximately \$12.4 million, or 45.8 percent of total governmental activities revenue. Program specific revenues accounted for the remaining 54.2 percent, or approximately \$14.7 million.

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CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

Financial Analysis of the Government’s Funds

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

Governmental Funds

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

As of the close of the current fiscal year, the City’s governmental funds reported combined ending fund balances of \$10.4 million, a \$337,840 increase in comparison with the prior year. Of this amount, approximately \$6.9 million is available for spending at the City’s discretion (unassigned fund balance).

The schedule below indicates the fund balances and the total change in fund balances as of December 31, 2014 and December 31, 2013 for all major and nonmajor governmental funds.

	Fund Balance 12/31/2014	Restated Fund Balance 12/31/2013	Increase (Decrease)
General	\$ 7,625,429	\$ 6,207,085	\$ 1,418,344
Grandview Yard TIF	523,472	279,013	244,459
West Goodale Project	(101,536)	-	(101,536)
Parks and Recreation Improvement	476,580	1,941,091	(1,464,511)
Other Governmental	1,904,188	1,663,104	241,084
Total	<u>\$ 10,428,133</u>	<u>\$ 10,090,293</u>	<u>\$ 337,840</u>

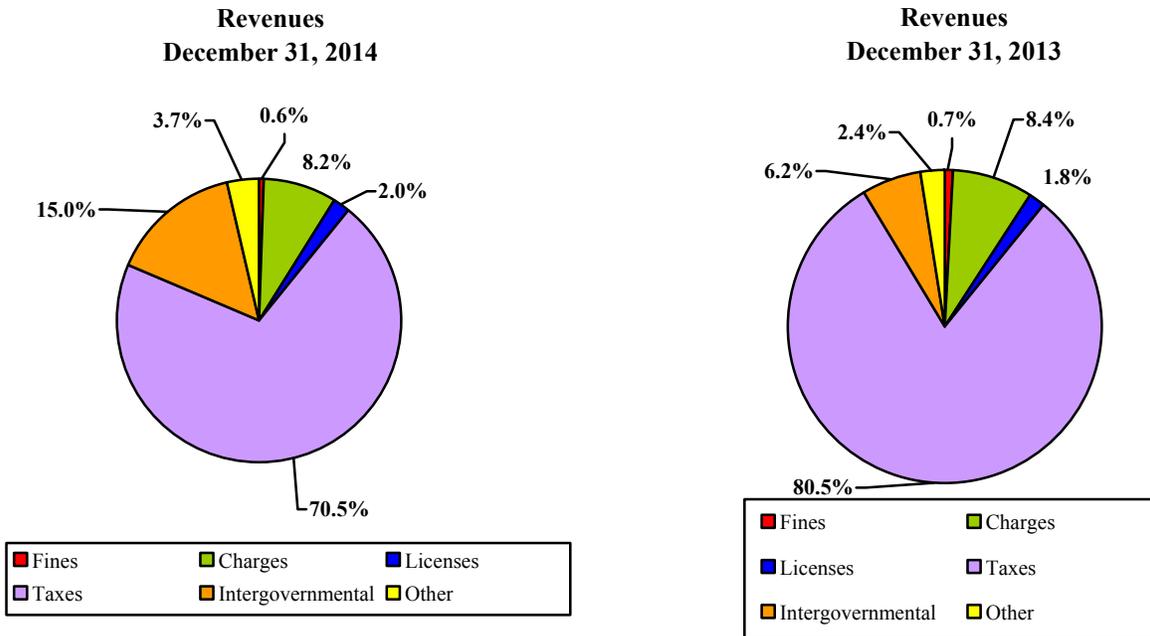
The General Fund is the chief operating fund of the City. At the close of the current fiscal year, unassigned fund balance for the general fund was approximately \$7.1 million, or 62.8 percent of general fund expenditures.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

The table that follows assists in illustrating the revenues of the general fund:

<u>Revenues</u>	<u>2014 Amount</u>	<u>2013 Amount</u>
Taxes	\$ 9,081,316	\$ 9,306,856
Charges for services	1,062,371	975,868
Licenses and permits	254,827	205,216
Fines and forfeitures	75,238	82,440
Intergovernmental	1,937,745	714,442
Investment income	65,526	36,078
Contributions and donations	50,435	75,752
Other	426,840	204,504
Total revenues - general fund	<u>\$ 12,954,298</u>	<u>\$ 11,601,156</u>

Tax revenue represents 70 percent of all general fund revenue. Intergovernmental revenues increased significantly mainly due to the new Joint Economic Development Zone agreement with Clinton Township. All other revenues remained relatively consistent with the prior year.

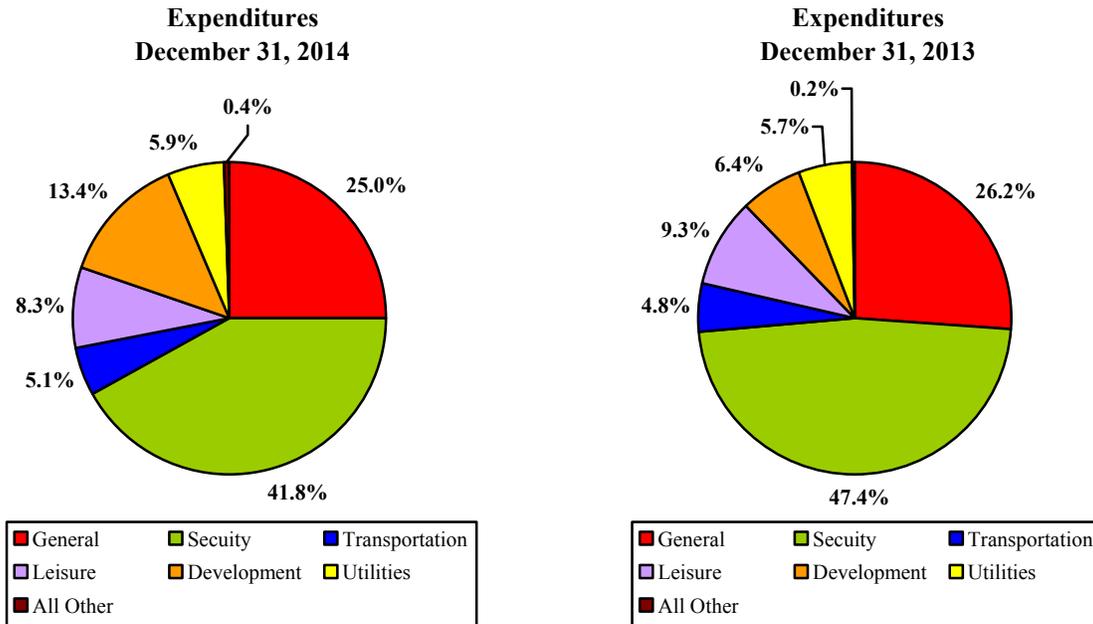


CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

The table that follows assists in illustrating the expenditures of the general fund:

<u>Expenditures</u>	<u>2014</u> <u>Amount</u>	<u>2013</u> <u>Amount</u>
General government	\$ 2,831,765	\$ 2,507,873
Security of persons and property	4,722,983	4,538,415
Public health and welfare	39,947	-
Transportation	572,973	460,195
Leisure time activities	940,644	885,181
Economic development	1,518,591	612,587
Utility services	670,904	543,895
Capital outlay	10,269	16,671
Total expenditures - general fund	<u>\$ 11,308,076</u>	<u>\$ 9,564,817</u>

General government and security of persons and property expenditures account for approximately \$7.6 million, or 66.8 percent, of total expenditures.



The Grandview Yard TIF Fund was established in 2012 to account for all receipts and disbursements of assigned service and income tax payments in accordance with the Grandview Yard Development Agreement. At year-end, fund balance in the Grandview Yard TIF Fund was \$523,472, an increase of \$244,459.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

The West Goodale Project Fund accounts for all receipts and disbursements related to the West Goodale Project. At year-end, fund balance in the West Goodale Project Fund was negative \$101,536.

The Parks and Recreation Improvement Fund accounts for monies received for improvements to parks and recreational facilities. At year-end, fund balance in the Parks and Recreation Improvement Fund was \$476,580, an approximately \$1.5 million decrease in comparison with the prior year. This decrease is the result of spending the remaining bond proceeds on projects.

The fund balance of the City's Other Governmental Funds increased \$241,084 during the fiscal year.

Budgeting Highlights - General Fund

The City's budgeting process is prescribed by the Ohio Revised Code (ORC). Essentially the budget is the City's appropriations, which are restricted by the amounts of anticipated revenues certified by the Budget Commission in accordance with the ORC. Therefore, the City's plans or desires cannot be totally reflected in the original budget. If budgeted revenues are adjusted due to actual activity then the appropriations can be adjusted accordingly.

The most significant fund which budgetary information is presented for is the general fund. The budgetary revenues and other financing sources remained constant from original budgeted revenues to final budgeted revenues of \$11,051,728. Actual revenues and other financing sources of \$11,998,632 were \$946,904 more than final budgeted revenues and other financing sources. Actual expenditures and other financing uses of \$10,478,892 came in \$559,739 lower than the final budgeted amounts of \$11,038,631. The total variance is fairly evenly divided between budget categories and reflects the effects of the administration's expense control measures. The final budgeted expenditures and other financing uses increased \$254,540 from the original budgeted expenditures and other financing uses during the year.

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CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

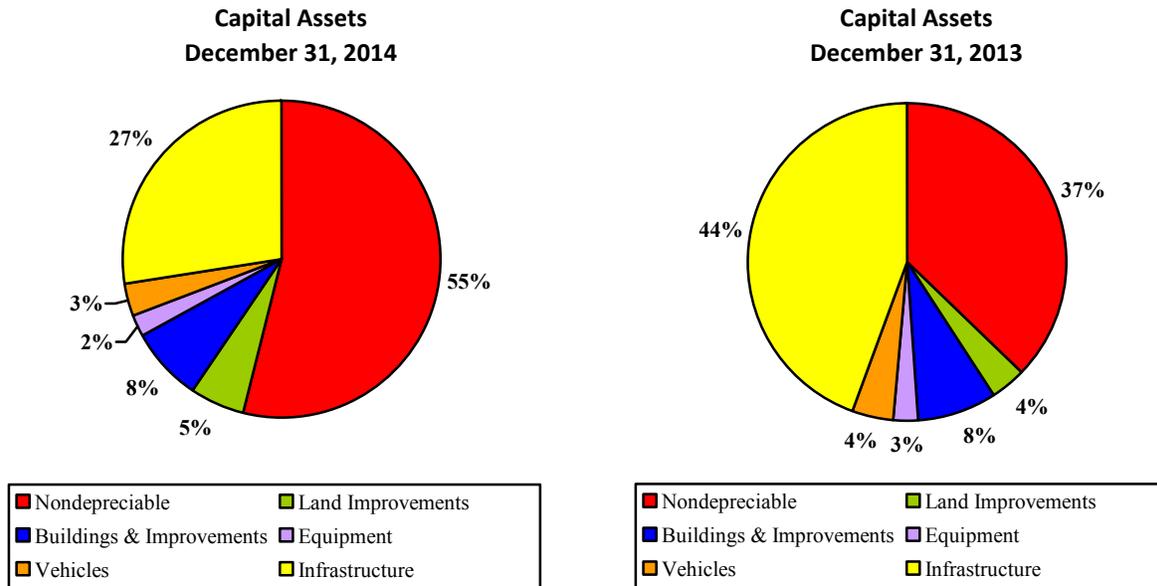
Capital Assets

At the end of 2014, the City had approximately \$33.9 million (net of accumulated depreciation) invested in land, intangibles, land improvements, buildings and improvements, machinery, equipment and furniture, vehicles, and infrastructure, an increase of approximately \$14.2 million in comparison with the prior year. This increase represents the amount in which capital outlays and contributions, totaling approximately \$15.5 million, exceeded net disposals of \$393,528 and depreciation expense of \$908,552. The following table shows December 31, 2014 balances compared to December 31, 2013:

Capital Assets (Net of Depreciation) at December 31

	Governmental Activities	
	2014	2013
Land	\$ 2,623,146	\$ 2,623,146
Intangible Assets	3,118,219	40,410
Construction in Progress	12,533,023	4,681,789
Land improvements	1,817,531	699,325
Buildings and improvements	2,594,123	1,568,185
Machinery, equipment and furniture	704,314	501,098
Vehicles	1,185,026	794,724
Infrastructure	9,293,134	8,752,673
Total capital assets - governmental	\$ 33,868,516	\$ 19,661,350

The following graphs show the breakdown of governmental capital assets, net of accumulated depreciation, by category at December 31, 2014 and December 31, 2013. See Note 11 in the notes to the financial statements for more detail on the City's capital assets.



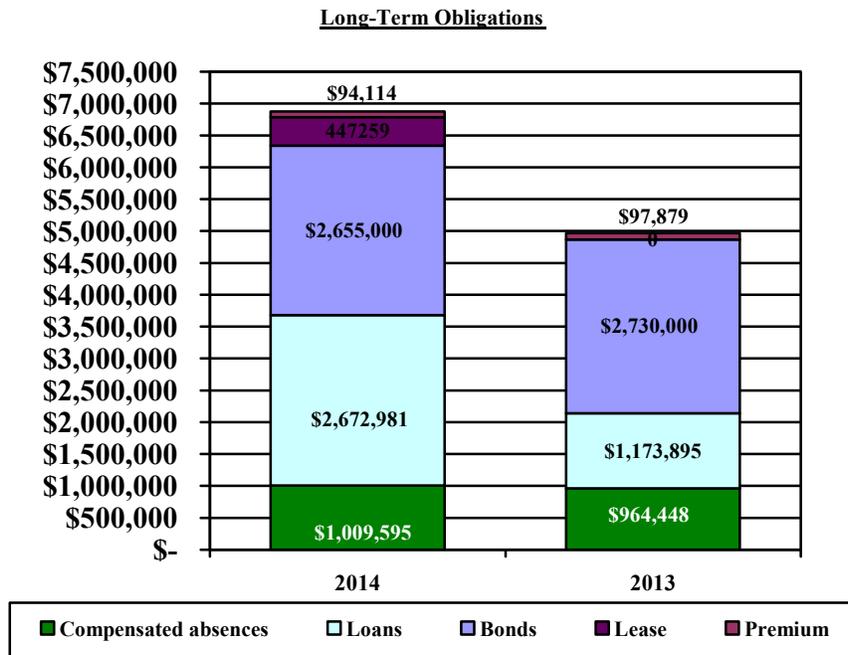
CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

Debt Administration

The City had the following long-term obligations outstanding at December 31, 2014 and December 31, 2013.

	2014	2013
OPWC loans	\$ 2,672,981	\$ 1,173,895
General obligation bonds	2,655,000	2,730,000
Bond premium	94,114	97,879
Capital lease obligation payable	447,259	-
Compensated absences	1,009,595	964,448
Total long-term obligations	\$ 6,878,949	\$ 4,966,222

A comparison of the long-term obligations at December 31, 2014 versus December 31, 2013 by category is depicted in the chart below. See Note 13 in the notes to the financial statements for more detail on the City's long-term obligations.



Economic Conditions and Outlook

The City's primary revenue source is a local income tax on residents and on Grandview-based businesses and their employees working in the City. In May 2010, taxpayers approved a permanent increase in the income tax rate to 2.5% effective July 1, 2010. This rate change in conjunction with ongoing economic development effort is a strong step forward for the City.

As the national and state economy continues to improve, the City of Grandview Heights appears to be slowly reaping a return on the many investments made in economic development over the last few years.

CITY OF GRANDVIEW HEIGHTS, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2014
(UNAUDITED)

The 100 acre redevelopment called Grandview Yard is growing beyond the first phase begun in 2009. As reported in previous years, a development agreement between the city and the developer, Nationwide Realty Investors, establishes a tax increment financing district and put in place other incentives that NRI needs to construct what is planned to be two (2) million sq. ft. of retail, office and entertainment space. The development is also planned to contain 800 residential units. The development as planned is very consistent with the City's planning efforts that expressed a preference for higher density mixed use development in a neighborhood setting.

The second phase of the project begun in 2013 will extend to streets to create a new development block. Within this block NRI is constructing two new mixed use buildings that will contain 120 apartment units as well as 29,000 sq. ft. of commercial space on the ground floor along the feature street. In addition, the block will contain an existing business whose 36,000 sq. ft. office and distribution facility was integrated into the plan. It is projected that the commercial space within the block may have 350 or more people employed at the site.

A third phase of Grandview Yard was reviewed and approved by the Grandview Heights Planning Commission in the fall of 2013. The third phase will construct the public infrastructure to support a 78,000 sq. ft. office building, a future office or possibly a hotel and a large restaurant called the Hofbrauhaus. These uses will be supported by a two level parking structure for over 500 vehicles. Work on the office and the restaurant as well as the parking garage began early 2014.

The local office of Ernst and Young announced that it was leasing nearly all of one floor of the new office building.

The Hyatt Place Hotel and the LA Fitness Center are both high producers within their respective national companies.

As expected the two new employers that moved into the City at the end of 2012 are doing very well. Dawson Resources purchased, rehabbed and moved in its new headquarters at 1114 Dublin Road. Dawson's 64 employees provide staffing and placement services for central Ohio companies. Also a company called 2Checkout.com moved into 855 Grandview Avenue. The Company brought 94 employees to the site and just received additional funding to immediately hire 30 more. The company provides payment processing services to nearly 9,800 active online merchants' world-wide.

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information please contact Mr. Robert Dvoraczky, Director of Finance, City of Grandview Heights, 1016 Grandview Avenue, Grandview Heights, Ohio 43212.



The CITY of
GRANDVIEW HEIGHTS

BASIC FINANCIAL STATEMENTS



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**CITY OF GRANDVIEW HEIGHTS, OHIO
FRANKLIN COUNTY**

STATEMENT OF NET POSITION
AS OF DECEMBER 31, 2014

	Governmental Activities
Assets	
Equity in pooled cash and investments	\$ 11,389,766
Receivables (net of allowances for uncollectibles):	
Income taxes	2,637,376
Property and other taxes	2,231,663
Payments in lieu of taxes	1,379,263
Accounts	109,143
Accrued interest	25,717
Intergovernmental	1,069,333
Prepayments	47,956
Materials and supplies inventory	50,818
Capital assets:	
Non-depreciable	18,274,388
Depreciable	15,594,128
Total assets	52,809,551
Liabilities	
Accounts payable	2,159,762
Accrued wages and benefits	162,020
Due to other governments	207,253
Pension obligation payable	92,926
Retainage payable	358,085
Accrued interest payable	15,806
Long-term liabilities	
Due within one year	499,940
Due in more than one year	6,379,009
Total liabilities	9,874,801
Deferred Inflows of Resources:	
Property and other local taxes	2,134,489
Payments in lieu of taxes	1,379,263
Total deferred inflows of resources	3,513,752
Net Position	
Net investment in capital assets	28,093,276
Restricted for:	
Capital projects	383,944
Debt service	523,472
Street construction, maintenance and repairs	567,931
Fire/EMS	7,202
Parks and recreation	253,100
Court computer	20,193
Law enforcement	13,031
Other purposes	10,831
Unrestricted	9,548,018
Total net position	\$ 39,420,998

See accompanying notes to the basic financial statements.

**CITY OF GRANDVIEW HEIGHTS, OHIO
FRANKLIN COUNTY**

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2014

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
General government	\$ 3,000,999	\$ 544,813	\$ 53,762	\$ -	\$ (2,402,424)
Security of persons and property	5,099,104	539,958	24,482	-	(4,534,664)
Public health and welfare	39,947	186,734	-	-	146,787
Transportation	1,232,038	53,065	531,829	9,942,731	9,295,587
Leisure time activities	1,163,617	260,511	85,793	-	(817,313)
Utility services	758,093	195,049	-	-	(563,044)
Economic development	3,653,254	10,976	948,708	1,312,022	(1,381,548)
Interest and fiscal charges	90,563	-	-	-	(90,563)
Total governmental activities	<u>\$ 15,037,615</u>	<u>\$ 1,791,106</u>	<u>\$ 1,644,574</u>	<u>\$ 11,254,753</u>	<u>(347,182)</u>

General Revenues:

Property and other local taxes:

 Property taxes levied for general purposes 1,920,525

 Property taxes levied for police and fire pension 119,090

 Property taxes levied for parks and recreation improvements 54,426

 Hotel and motel taxes 187,552

 Payments in lieu of taxes 1,271,885

Income taxes for:

 General purposes 7,249,043

 Capital improvements 381,528

Unrestricted grants and entitlements 790,346

Investment income 74,311

Insurance recoveries 18,247

Miscellaneous 330,296

Total general revenues 12,397,249

Change in net position 12,050,067

Net position at beginning of year 27,370,931

Net position at end of year \$ 39,420,998

See accompanying notes to the basic financial statements.

**CITY OF GRANDVIEW HEIGHTS, OHIO
FRANKLIN COUNTY**

**BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF DECEMBER 31, 2014**

	General Fund	Grandview Yard TIF Fund	West Goodale Project Fund	Parks and Recreation Improvement Fund	Other Governmental Funds	Total Governmental Funds
Assets:						
Equity in pooled cash and investments	\$ 7,692,522	\$ 1,024,629	\$ -	\$ 644,936	\$ 2,027,679	\$ 11,389,766
Receivables (net of allowances):						
Income taxes	2,505,507	-	-	-	131,869	2,637,376
Property and other taxes	2,033,373	-	-	62,362	135,928	2,231,663
Payments in lieu of taxes	-	1,379,263	-	-	-	1,379,263
Accounts	56,759	-	-	-	52,384	109,143
Accrued interest	25,717	-	-	-	-	25,717
Intergovernmental	255,892	-	-	-	813,441	1,069,333
Prepayments	47,956	-	-	-	-	47,956
Materials and supplies inventory	-	-	-	-	50,818	50,818
Advances to other funds	129,000	-	-	-	-	129,000
Total assets	<u>\$ 12,746,726</u>	<u>\$ 2,403,892</u>	<u>\$ -</u>	<u>\$ 707,298</u>	<u>\$ 3,212,119</u>	<u>\$ 19,070,035</u>
Liabilities:						
Accounts payable	\$ 860,978	\$ 362,397	\$ 101,536	\$ -	\$ 834,851	\$ 2,159,762
Accrued wages and benefits	162,020	-	-	-	-	162,020
Due to other governments	207,253	-	-	-	-	207,253
Pension obligation payable	92,926	-	-	-	-	92,926
Retainage payable	-	138,760	-	176,313	43,012	358,085
Advances from other funds	-	-	-	-	129,000	129,000
Total liabilities	<u>1,323,177</u>	<u>501,157</u>	<u>101,536</u>	<u>176,313</u>	<u>1,006,863</u>	<u>3,109,046</u>
Deferred Inflows of Resources:						
Property and other local taxes	1,954,206	-	-	52,927	127,356	2,134,489
Payments in lieu of taxes	-	1,379,263	-	-	-	1,379,263
Unavailable revenue	1,843,914	-	-	1,478	173,712	2,019,104
Total deferred inflows of resources	<u>3,798,120</u>	<u>1,379,263</u>	<u>-</u>	<u>54,405</u>	<u>301,068</u>	<u>5,532,856</u>
Fund Balances:						
Nonspendable:						
Inventory	-	-	-	-	50,818	50,818
Prepays	47,956	-	-	-	-	47,956
Advances	129,000	-	-	-	-	129,000
Unclaimed funds	983	-	-	-	-	983
Restricted:						
Capital Projects	-	-	-	476,580	-	476,580
Debt Service	-	523,472	-	-	-	523,472
Street construction, maintenance and repairs	-	-	-	-	449,830	449,830
Fire/EMS	-	-	-	-	1,424	1,424
Parks and recreation	-	-	-	-	150,389	150,389
Court computer	-	-	-	-	20,193	20,193
Law enforcement	-	-	-	-	7,253	7,253
Other purposes	-	-	-	-	113,542	113,542
Committed:						
Capital projects	-	-	-	-	1,215,111	1,215,111
Accrued leave payments	148,232	-	-	-	-	148,232
Assigned:						
Community events	1,872	-	-	-	-	1,872
General government	57,521	-	-	-	-	57,521
Security of Persons and Property	35,426	-	-	-	-	35,426
Transportation	67,587	-	-	-	-	67,587
Leisure Time Activities	27,772	-	-	-	-	27,772
Utility Services	13,193	-	-	-	-	13,193
Unassigned	7,095,887	-	(101,536)	-	(104,372)	6,889,979
Total fund balances	<u>7,625,429</u>	<u>523,472</u>	<u>(101,536)</u>	<u>476,580</u>	<u>1,904,188</u>	<u>10,428,133</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 12,746,726</u>	<u>\$ 2,403,892</u>	<u>\$ -</u>	<u>\$ 707,298</u>	<u>\$ 3,212,119</u>	<u>\$ 19,070,035</u>

See accompanying notes to the basic financial statements.

**CITY OF GRANDVIEW HEIGHTS, OHIO
FRANKLIN COUNTY**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2014

Total Governmental Fund Balance	\$ 10,428,133
 <i>Amounts reported for governmental activities in the statement of net position are different due to the following :</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	33,868,516
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds	
Income taxes receivable	1,631,463
Property taxes receivable	60,182
Intergovernmental receivable	280,002
Accounts receivable - ambulance	19,000
Accounts receivable	2,740
Interest receivable	25,717
In the statement of activities interest is accrued on outstanding loans payable whereas in governmental funds, interest expenditures are reported when due	(15,806)
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	(1,009,595)
General obligation debt	(5,422,095)
Capital leases payable	(447,259)
Net Position of Governmental Activities	<u><u>\$ 39,420,998</u></u>

See accompanying notes to the basic financial statements.

**CITY OF GRANDVIEW HEIGHTS, OHIO
FRANKLIN COUNTY**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	General Fund	Grandview Yard TIF Fund	West Goodale Project Fund	Parks and Recreation Improvement Fund	Other Governmental Funds	Total Governmental Funds
Revenues:						
Municipal income taxes	\$ 7,156,618	\$ 175,000	\$ -	\$ -	\$ 385,875	\$ 7,717,493
Property and other taxes	1,924,698	-	-	177,983	181,877	2,284,558
Payments in lieu of taxes	-	1,271,885	-	-	-	1,271,885
Charges for services	1,062,371	-	-	-	390,449	1,452,820
Licenses and permits	254,827	-	-	-	-	254,827
Fines and forfeitures	75,238	-	-	-	6,045	81,283
Intergovernmental	1,937,745	-	1,192,714	76,710	3,508,927	6,716,096
Investment income	65,526	-	-	2,971	7,658	76,155
Contributions and donations	50,435	1,312,022	-	-	13,050	1,375,507
Other	426,840	5,774	-	269	7,090	439,973
Total revenues	<u>12,954,298</u>	<u>2,764,681</u>	<u>1,192,714</u>	<u>257,933</u>	<u>4,500,971</u>	<u>21,670,597</u>
Expenditures:						
Current:						
General government	2,831,765	-	-	-	103,875	2,935,640
Security of persons and property	4,722,983	-	-	-	154,008	4,876,991
Public health and welfare	39,947	-	-	-	-	39,947
Transportation	572,973	-	-	-	111,855	684,828
Leisure time activities	940,644	-	-	794	13,713	955,151
Utility services	670,904	-	-	-	293,306	964,210
Economic development	1,518,591	1,376,565	-	-	-	2,895,156
Capital outlay	10,269	1,143,657	2,875,516	1,568,275	4,197,557	9,795,274
Debt service:						
Principal retirement	-	-	-	75,000	93,005	168,005
Interest and fiscal charges	-	-	-	78,375	13,630	92,005
Total expenditures	<u>11,308,076</u>	<u>2,520,222</u>	<u>2,875,516</u>	<u>1,722,444</u>	<u>4,980,949</u>	<u>23,407,207</u>
Excess (deficiency) of revenues over (under) expenditures	1,646,222	244,459	(1,682,802)	(1,464,511)	(479,978)	(1,736,610)
Other Financing Sources (Uses):						
Sale of capital assets	3,875	-	-	-	12,978	16,853
Proceeds from loan issuance	-	-	1,581,266	-	10,825	1,592,091
Insurance recoveries	18,247	-	-	-	-	18,247
Proceeds from inception of capital lease	-	-	-	-	447,259	447,259
Transfers in	-	-	-	-	250,000	250,000
Transfers out	(250,000)	-	-	-	-	(250,000)
Total other financing sources (uses)	<u>(227,878)</u>	<u>-</u>	<u>1,581,266</u>	<u>-</u>	<u>721,062</u>	<u>2,074,450</u>
Net change in fund balances	1,418,344	244,459	(101,536)	(1,464,511)	241,084	337,840
Fund balance at beginning of year	6,207,085	279,013	-	1,941,091	1,663,104	10,090,293
Fund balance at end of year	<u>\$ 7,625,429</u>	<u>\$ 523,472</u>	<u>\$ (101,536)</u>	<u>\$ 476,580</u>	<u>\$ 1,904,188</u>	<u>\$ 10,428,133</u>

See accompanying notes to the basic financial statements.

**CITY OF GRANDVIEW HEIGHTS, OHIO
FRANKLIN COUNTY**

RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2014

Net Change in Fund Balances - Total Governmental Fund: \$ 337,840

*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	9,531,747
Depreciation expense	(908,552)

The effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, donations and disposals) is to increase net position.

Loss on disposal	(393,528)
Contributions and donations	5,977,499

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

(579,889)

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. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

Repayment of debt	168,005
Issuance of debt	(1,592,091)
Inception of capital lease	(447,259)

Governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

Amortization of premium on bonds	3,765
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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	(45,147)
Accrued interest	(2,323)

Change in Net Position of Governmental Activities \$ 12,050,067

See accompanying notes to the basic financial statements.

**CITY OF GRANDVIEW HEIGHTS, OHIO
FRANKLIN COUNTY**

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
AS OF DECEMBER 31, 2014

	<u>Agency Funds</u>
Assets	
Cash in segregated accounts	\$ 23,438
Income Taxes Receivable	366,519
Total assets	<u>\$ 389,957</u>
Liabilities	
Due to others	\$ 389,957
Total liabilities	<u>\$ 389,957</u>

See accompanying notes to the basic financial statements.



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CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 1 – REPORTING ENTITY

The City of Grandview Heights, Franklin County, Ohio, (the “City”) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The City is a home rule municipal corporation established under the laws of the State of Ohio that operates under its own Charter. The current Charter, which provides for a mayor-council-administrator form of government, was adopted by the electorate March 7, 2000 and became effective July 1, 2000. It replaced the original Charter, which was adopted by the electorate July 28, 1931 and became effective January 1, 1932. The City provides the following services to its residents: public safety, public service, parks and recreation, and building and zoning. The City is also responsible for the construction, maintenance and repairs associated with the water and sewer lines, while the City of Columbus provides water and sewer treatment services. City Council and the Mayor have direct responsibility for these activities.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The most significant of the City’s accounting policies are described below.

(a) Reporting Entity

For financial reporting purposes, the City’s basic financial statements include all funds, agencies, boards, commissions, and departments for which the City is financially accountable. Financial accountability, as defined by the GASB, exists if the City appoints a voting majority of an organization’s Governing Board and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific burdens on, the City. The City may also be financially accountable for governmental organizations with a separately elected Governing Board, a Governing Board appointed by another government, or a jointly appointed board that is fiscally dependent on the City. The City also took into consideration other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the City’s basic financial statements to be misleading or incomplete. Based on these criteria, the City has no component units.

The City provides various services including police and fire protection, emergency medical, recreation (including parks), planning, zoning, street maintenance and repair, trash removal, and general administrative services. The operation of each of these activities is directly controlled by the Council through the budgetary process. None of these services are provided by a legally separate organization; therefore, these operations are included in the primary government. Additionally, the Grandview Heights Mayor's Court and the Clinton-Grandview Heights Joint Economic Development Zone (JEDZ) have been included in the City's financial statements as agency funds. The Mayor is an elected City official who has a fiduciary responsibility for the collection and distribution of court fees and fines, and the City Finance Director is the fiscal agent for the Clinton-Grandview Heights JEDZ.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Based on the foregoing criteria, the financial activities of the following organizations have been reflected in the accompanying financial statements as follows:

JOINTLY GOVERNED ORGANIZATIONS

Franklin County General Health District: The Franklin County General Health District (the “District”) provides health services to citizens within the County, including the City. The Board of Health, with representatives from throughout the County, oversees the operation of the District. The City contributed \$39,947 during 2014 for the operation of the District. The City does not have any financial interest in or responsibility for the District. The County Commissioners serve as the taxing authority and the County Auditor and Treasurer serve as fiscal officers.

Mid-Ohio Regional Planning Commission: The Mid-Ohio Regional Planning Commission (MORPC) provides innovative solutions to 48 local governments. The City contributed \$3,351 to MORPC during 2014. The City does not have any financial interest in or responsibility for the Commission. The Board of MORPC is made up of representatives from its participating governments. The City had a council member serve on the Board in 2014.

Clinton-Grandview Heights Joint Economic Development Zone: The City and Clinton Township (Township) entered into a Contract to establish the Clinton- Grandview Heights Joint Economic Development Zone (JEDZ) to facilitate new and expanded growth for commercial and economic development in the State. The agreement became effective March 17, 2014, and will terminate on December 31, 2043, with an automatic renewal to terminate simultaneously with the JEDZ Contract if the JEDZ Contract is renewed by the Township and the City. The JEDZ is administered by a six member Board consisting of three members appointed by the City and three members appointed by the Township for a term of two years. The JEDZ may sue and be sued, and has the power to enter into contracts for the provision of services within the JEDZ. The Board is allocated 2 percent of the net revenues for services and obligations each calendar year. The Board has entered into an Income Tax Agreement with the City to administer and collect the income tax on behalf of the JEDZ (see Note 9 for detail). Upon the termination or nonrenewal of this Contract, the JEDZ Board shall continue to exist for the sole purpose of winding up the business affairs of the JEDZ, collecting outstanding JEDZ income tax, and liquidating any property and assets of the JEDZ. Upon dissolution, funds and assets remaining will be divided 80 percent to the City and 20 percent to the Township.

(b) Basis of Presentation - Fund Accounting

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

Government-wide Financial Statements - The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

(c) Fund Accounting

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

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 is the City's major governmental funds:

General Fund - This fund accounts for all financial resources except those required to be accounted for in another fund.

Grandview Yard Tax Increment Equivalent (TIF) Fund - This fund accounts for all receipts and disbursements of assigned service and income tax payments in accordance with the Grandview Yard Development Agreement.

West Goodale Project Fund - This fund accounts for revenues and expenditures for improvements to West Goodale Blvd.

Parks and Recreation Improvement Fund - This fund accounts for monies received for improvements to parks and recreational facilities.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Other governmental funds of the City are used to account for (a) the accumulation of resources for, and payment of, general long-term debt principal, interest and related costs; (b) financial resources to be used for the acquisition, construction, or improvement of capital facilities; and (c) grants and other resources whose use is restricted to a particular purpose.

Fiduciary Funds - Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City has no trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's only fiduciary funds are agency funds used to account for the Mayor's Court and the Clinton-Grandview Heights JEDZ.

(d) Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the City are included on the statement of net position.

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

(e) Basis of Accounting

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

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned (See Note 8). Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 7). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year end: income tax, State-levied locally shared taxes (including gasoline tax, local government funds and permissive tax), fines and forfeitures, licenses and permits and charges for services.

Deferred Outflows/Inflows of Resources - In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expenditure) until then. The City does not have any items that qualify for reporting in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Property taxes and payments in lieu of taxes for which there is an enforceable legal claim as of December 31, 2014, but which were levied to finance year 2015 operations, and other revenues received in advance of the year for which they were intended to finance, have been recorded as deferred inflows of resources on the statement of net position. Income taxes, grants and entitlements, and other revenues not received within the available period and delinquent property taxes due at December 31, 2014, are recorded as unavailable revenue in the governmental funds and as revenue on the statement of activities.

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

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

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(f) Budgetary Data

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriations ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations ordinance are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. For all funds, Council appropriations are made at the object level within each department. This is known as the legal level of budgetary control. Budgetary modifications may only be made by resolution of the City Council at the legal level of budgetary control. All funds, other than the agency fund, are legally required to be budgeted and appropriated.

Tax Budget - Alternative tax budget information of estimated revenue and expenditures for all funds is submitted to the Franklin County Auditor, as Secretary of the County Budget Commission, by July 20 of each year, for the period January 1 to December 31 of the following year.

Estimated Resources - The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes and reviews estimated revenue. The Commission certifies its actions to the City by September 1. As part of this certification, the City receives the official certificate of estimated resources, which states the projected revenue of each fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing year will not exceed the amount available as stated in the certificate of estimated resources.

The revised budget then serves as the basis for the annual appropriations measure. On or about January 1, the certificate of estimated resources is amended to include encumbrances and cash balances at December 31 of the preceding year. The certificate may be further amended during the year if the City Director of Finance determines, and the Budget Commission agrees, that an estimate needs to be either increased or decreased. The amounts reported on the budgetary statement reflect the amounts in the original and final amended official certificate of estimated resources issued during 2014.

Appropriations - A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 to December 31. The appropriation ordinance fixes spending authority at the object level. The appropriation ordinance may be amended during the year as new information becomes available, provided that total fund appropriations do not exceed current estimated resources, as certified. The appropriations for a fund may only be modified during the year by an ordinance of Council. The amounts on the budgetary statement reflect the original and final appropriation amounts, including all amendments and modifications legally enacted by Council.

Lapsing of Appropriations - At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. Encumbrances are carried forward and are not reappropriated as part of the subsequent year appropriations.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(g) Cash and Investments

Except for cash in segregated accounts, cash balances of the City's funds are pooled and invested in investments maturing within five years in order to provide improved cash management. Individual fund integrity is maintained through City records. Each fund's interest in the pooled bank account is presented as "equity in pooled cash and investments" on the financial statements.

During 2014, investments were limited to negotiable certificates of deposit and federal agency securities.

Negotiable certificates of deposit and federal agency securities are reported at fair value which is based on quoted market prices. Money market accounts are reported at cost.

The City has invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio) during 2014. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's shares price which is the price the investment could be sold for on December 31, 2014.

The City had also deposited funds in STAR Plus, a federally insured cash account powered by the Federally Insured Cash Account (FICA) program. STAR Plus enables political subdivisions to generate a competitive yield on cash deposits in a network of FDIC-insured banks via a single account. All deposits with STAR Plus have full FDIC insurance, with no term commitment on deposits. As of December 31, 2014 the Net Annual Percentage Yield (APY) for STAR Plus was .20%.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund. Interest revenue credited to the general fund, parks and recreations improvement fund, and non-major special revenue funds during 2014 amounted to \$65,526, \$2,971, and \$7,658, respectively.

The City has segregated bank accounts for the Mayor's Court and the Clinton-Grandview Heights JEDZ monies held separate from the City's central bank account. These interest bearing depository accounts are presented in the financial statements as "cash in segregated accounts" since they are not required to be deposited into the City treasury. For purpose of presentation on the financial statements, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the City are considered cash equivalents. Investments with an initial maturity of more than three months are reported as investments. An analysis of the City's investment account at year end is provided in Note 4.

(h) Capital Assets

These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the governmental fund financial statements.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of \$5,000 for land improvements, \$10,000 for buildings and improvements, \$2,500 for equipment and vehicles and \$15,000 for infrastructure. The City has determined all land will be capitalized regardless of the dollar amount. The City’s infrastructure consists of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are not.

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

<u>Description</u>	<u>Estimated Lives</u>
Land improvements	15 - 20 years
Buildings and improvements	10 - 50 years
Machinery and equipment	3 - 20 years
Vehicles	6 - 15 years
Infrastructure	20 - 75 years

(i) Compensated Absences

The liability for compensated absences is based on the provisions of GASB Statement No. 16, “Accounting for Compensated Absences”. Vacation benefits and compensatory time are accrued as liabilities as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on the sick leave accumulated at December 31, 2014 by those employees who are currently eligible to receive termination (severance) payments as well as the sick leave accumulated by those employees expected to become eligible to receive termination (severance) benefits in the future.

The total liability for vacation, compensatory time and sick leave payments has been calculated using pay rates in effect at the balance sheet date, and reduced to the maximum payment allowed by city ordinance and/or policy, plus applicable additional salary related payments.

The entire compensated absence liability is reported on the government-wide financial statements.

(j) Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments and compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year.

(k) Inventories of Materials and Supplies

On government-wide and fund financial statements, purchased inventories are presented at the lower of cost or market. Inventories are recorded on a first-in, first-out basis and are expensed when used. Inventories are accounted for using the consumption method.

In the governmental funds, inventories are offset by a nonspendable fund balance account to indicate that they do not constitute available financial resources and therefore are not available for appropriation.

Inventory consists of expendable supplies held for consumption.

(l) Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2014, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount at the time of the purchase and the expenditure/expense in the year in which services are consumed.

(m) Interfund Activity

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

(n) Fund Balance

GASB Statement No. 54, *Fund Balance Reporting* became effective for years beginning after June 15, 2010. The objective of this Statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This Statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

In accordance with this guidance, the City classifies its fund balance based on the purpose for which the resources were received and the level of constraint placed on the resources. The City may use the following categories:

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Nonspendable - resources that are not in a spendable form (inventory, prepaids, and advances) or have legal or contractual requirements to maintain the balance intact (unclaimed funds).

Restricted - resources that have external purpose restraints imposed on them by providers, such as creditors, grantors, or other regulators.

Committed - resources that can be used only for specific purposes pursuant to constraints imposed by formal action (resolution) of the City's highest level of decision-making authority (City Council).

Assigned - resources that are constrained by the City's intent to be used for specific purposes, but are neither restricted nor committed. This includes the residual balance of all governmental funds other than the General Fund that were not classified elsewhere above. Assigned amounts represent intended uses established by City Council.

Unassigned - residual fund balance within the General Fund not classified elsewhere above and all other governmental fund balances which have a negative fund balance.

The City applies restricted resources first when an expense is incurred for purposes which both restricted and unrestricted fund balance/net position are available. The City considers committed, assigned and unassigned fund balances, respectively, to be spent when expenditures are incurred for purposes for which any of the unrestricted fund balance classifications could be used.

(o) Estimates

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

(p) Contributed Capital

Contributions of capital arise from outside contributions of capital assets, or from grants or outside contributions of resources restricted to capital acquisition and construction. Capital contributions are reported as program revenue in the statement of activities.

(q) Extraordinary and Special Items

Extraordinary items or transactions of events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City administration and are either unusual in nature or infrequent in occurrence. The City had no extraordinary or special items during the fiscal year.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(r) Net Position

Net position represents the difference between assets, liabilities, and deferred inflows/outflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The net position restricted for other purposes primarily represents monies restricted for the Grandview Center improvements.

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

NOTE 3 – ACCOUNTABILITY

Deficit Fund Balance

The following funds had a deficit fund balance as of December 31, 2014:

<u>Governmental Fund</u>	<u>Deficit</u>
<i>Major fund</i>	
West Goodale Project Fund	\$ (101,536)
<i>Nonmajor funds</i>	
Grandview Yard Infrastructure Fund	\$ (104,372)

These funds complied with Ohio State law, which does not permit a cash basis deficit at year end. The deficit fund balance in these funds resulted from adjustments for accrued liabilities. The general fund is responsible for any deficits in these funds and provides transfers when cash is required, rather than when accruals occur.

NOTE 4 – DEPOSITS AND INVESTMENTS

State statutes classify monies held by the City into three categories.

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

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 4 – DEPOSITS AND INVESTMENTS (Continued)

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

Interim monies may be deposited or invested in the following securities:

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2 percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain banker's acceptance and commercial paper notes for a period not to exceed one-hundred-eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

The City may also invest any monies not required to be used for a period of six months or more in (1) Bonds of the State of Ohio; (2) Bonds of any municipal corporation, village, county, township, or other political subdivision of this state, as to which there is no default of principal, interest or coupons; and, (3) Obligations of the City.

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

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Director of Finance, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 4 – DEPOSITS AND INVESTMENTS (Continued)

(a) Cash on Hand

At year end, the City had \$1,000 in undeposited cash on hand which is included on the financial statements of the City as part of “equity in pooled cash and investments”.

(b) Cash in Segregated Accounts

At year end, the City had \$520 and \$22,918 deposited with financial institutions for monies related to the Mayor’s Court and the Clinton-Grandview Heights JEDZ, respectively, which are reported as agency funds. This amount was covered by the FDIC and is included in the City’s depository balance detailed in Note 4.C.

(c) Deposits with Financial Institutions

At December 31, 2014, the carrying amount of all City deposits was \$4,820,594 and the bank balance was \$5,273,743. FDIC covered \$481,787 of the bank balance. In addition, as noted above, the City held \$1,000 in petty cash at year-end.

Custodial credit risk is the risk that, in the event of bank failure, the City’s deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the City. The City has no deposit policy for custodial credit risk beyond the requirements of State statute. Although the securities were held by the pledging institutions’ trust department and all statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

(d) Investments

As of December 31, 2014, the City had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities		
		1 year or less	1 to 3 years	Greater than 3 years
Negotiable CD's	\$ 6,091,028	\$ 1,664,821	\$ 2,949,830	\$ 1,476,377
GNMA	228	-	-	228
STAR Ohio	500,354	500,354	-	-
Total	\$ 6,591,610	\$ 2,165,175	\$ 2,949,830	\$ 1,476,605

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 4 – DEPOSITS AND INVESTMENTS (Continued)

Credit Risk: The City’s investment in negotiable certificates of deposit are not rated. The City’s investment in federal agency securities is rated AA+ by Standard & Poor’s. The City’s investment in STAR Ohio is rated AAAM by Standard & Poor’s. The City has no investment policy that would further limit its investment choices.

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The City has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the Finance Director or qualified trustee.

Concentration of Credit Risk: The City places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the City at December 31, 2014:

<u>Investment Type</u>	<u>Fair Value</u>	<u>% of Total</u>
Negotiable CD's	\$ 6,091,028	92.42%
GNMA	228	0.00%
STAR Ohio	500,354	7.59%
Total	<u>\$ 6,591,610</u>	<u>100%</u>

(e) Reconciliation of Cash and Investments to the Statement of Net Position

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the statement of net position as of December 31, 2014:

Cash and Investments Per Note

Carrying Amount of Deposits	\$ 4,820,594
Investments	6,591,610
Cash on Hand	1,000
Total	<u>\$ 11,413,204</u>

Cash and Investments Per Statements of Net Position

Governmental Activities	\$ 11,389,766
Agency Funds	23,438
Total	<u>\$ 11,413,204</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 5 – INTERFUND TRANSACTIONS

(a) Interfund Balances

Interfund balances at December 31, 2014 as reported on the Governmental Funds Balance Sheet, consist of the following individual interfund advances receivable and payable:

<u>Fund</u>	<u>Beginning Balance</u>	<u>New Advances</u>	<u>Advance Repayments</u>	<u>Ending Balance</u>
General	\$ 153,000	\$ 5,090	\$ (29,090)	\$ 129,000
Street Construction, Maintenance and Repair	(150,500)	-	21,500	(129,000)
Fire/EMS Grant	(2,500)	(2,750)	5,250	-
Police Department Grant	-	(2,340)	2,340	-

The primary purpose of the interfund balances is to cover costs in specific funds where revenues were not received by December 31. These interfund balances will be repaid once the anticipated revenues are received.

The interfund balance is not expected to be repaid within one year. Accordingly, this balance is reported as Advances to/from other funds and a nonspendable fund balance has been established in the General Fund. Interfund balances between governmental funds are eliminated on the government-wide financial statements.

NOTE 6 – RECEIVABLES

Receivables at December 31, 2014 consisted of income taxes, real and other taxes, payments in lieu of taxes, accounts (billings for user charged services), accrued interest and intergovernmental receivables arising from grants, entitlements, and shared revenue. Receivables have been recorded to the extent that they are measurable at December 31, 2014.

A summary of the items of receivables reported on the statement of net position follows:

Governmental Activities:

Income taxes	\$ 2,637,376
Property and other local taxes	2,231,663
Payment in lieu of taxes	1,379,263
Accounts	109,143
Accrued Interest	25,717
Intergovernmental	1,069,333

Receivables have been separately identified on the face of the basic financial statements. All receivables are expected to be collected within the subsequent year.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 7 – PROPERTY TAXES

Property taxes include amounts levied against all real and public utility property located in the City. Taxes collected from real property taxes (other than public utility) in one calendar year are levied in the preceding calendar year on the assessed value as of January 1 of that preceding year, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be revaluated every six years. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Public utility tangible personal property is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2014 public utility property taxes became a lien December 31, 2013, are levied after October 1, 2014, and are collected in 2015 with real property taxes. Public utility property taxes are payable on the same dates as real property taxes described previously.

Beginning in calendar year 2009 tangible personal property tax on business inventory, manufacturing machinery and equipment, and furniture and fixtures is no longer levied and collected. The October 2008 tangible personal property tax settlement was the last property tax settlement for general personal property taxes. Tangible personal property tax collections in calendar year 2014 represent delinquent collections.

House Bill No. 66 was signed into law on June 30, 2005. House Bill No. 66 phased out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroads. The tax on general business and railroad property was eliminated by calendar year 2009, and the tax on telephone and telecommunications property was eliminated by calendar year 2011. The tax was phased out by reducing the assessment rate on the property each year. The bill replaces the revenue lost by the City due to the phasing out of the tax. In calendar years 2009-2010, the City was fully reimbursed for the lost revenue. The passage of the State Budget for state fiscal years 2012 and 2013 accelerated the phase out of the reimbursements. As it stands, these reimbursements have been phased out entirely for the City at the end of calendar year 2014.

The County Treasurer collects property taxes on behalf of all taxing districts in the County, including the City of Grandview Heights. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2014 and for which there is an enforceable legal claim. In the governmental funds, the current portion receivable has been offset by unavailable revenue since the current taxes were not levied to finance 2014 operations and the collection of delinquent taxes has been offset by unavailable revenue since the collection of the taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue.

The full tax rate for all City operations for the year ended December 31, 2014 was \$10.15 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2014 property tax receipts were \$233,343,600 and \$7,441,350, respectively.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 8 – LOCAL INCOME TAXES

The City's primary revenue source is a local income tax on residents and on Grandview-based businesses and their employees working in the City. Residents voted in May 2005 to approve a temporary increase in the City's income tax rate from 2.0% to 2.5%. The temporary tax increase began to sunset in 2009 as voted, and a 2.25% rate was in effect for calendar year 2009. In May 2010, taxpayers voted to increase the income tax rate to 2.5% as of July 1, 2010. This rate change in conjunction with ongoing economic development effort is a strong step forward for the City. Residents of the City are granted a credit of 100% for taxes paid to other municipalities, not to exceed a maximum of 2.25% of earnings.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City at least quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a final return annually. The Regional Income Tax Agency (RITA) administers and collects income taxes for the City. Payments, net of a 3% collection fee, are remitted monthly for tax revenues received by RITA in the prior month.

Income tax revenue is credited to the General fund, Grandview Yard TIF fund, and General Improvement fund and totaled \$7,156,618, \$175,000, and \$385,875 in 2014, respectively.

NOTE 9 – JOINT ECONOMIC DEVELOPMENT ZONE REVENUES

The City receives intergovernmental revenue from the Clinton-Grandview Height Joint Economic Development Zone (JEDZ). The Clinton-Grandview Heights JEDZ has adopted a current income tax rate of 2.5 percent, which is equal to the rate being levied by the City. The Clinton-Grandview Heights JEDZ is required to pay RITA a collection fee equal to 3% of gross revenues and the City an administration and collection fee equal to 2% of gross revenues. In addition, the Clinton-Grandview Heights JEDZ agrees to reimburse the City for any reasonable and necessary costs. The remaining net revenues will be allocated as follows: 10 percent to the Township and 90 percent to the City. The 90 percent allocated to the City will be allocated as follows: 77.78 percent to the Township and 22.22 percent to the City.

Administration and collection fees received by the City during the year totaled \$29,357 and intergovernmental revenue credited to the City's General Fund totaled \$1,219,733, of which \$948,708 was forwarded to Clinton Township.

NOTE 10 – GRANDVIEW YARD FINANCING AND DEVELOPMENT

The City, pursuant to the Ohio Revised Code and City ordinances, has established a Tax Increment Financing (TIF) District for the Grandview Yard site. A TIF District represents a geographic area wherein property values created after the commencement date of the TIF District are exempt, in whole or in part, from property taxes. Owners of such property, however, must pay amounts equal to the property taxes, known as "payments in lieu of taxes (PILOT)", as though the TIF District had not been established. These "PILOTS" are then dedicated to the payments for various public improvements within or adjacent to the TIF District. Property values existing before the commencement date of a TIF District continue to be subjected to property taxes.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 10 – GRANDVIEW YARD FINANCING AND DEVELOPMENT (Continued)

The TIF District has a longevity of the shorter period of 30 years or until the public improvements are paid for. The property tax exemption then ceases; PILOT’s cease and property taxes then apply to the increased property values. In exchange for approving this tax exemption, the City entered into an agreement with the Grandview Heights City School District to compensate for a portion of lost property tax revenue. These payments are to be made from the service payments received in lieu of property taxes.

On December 1, 2009, the City entered into a Cooperative Agreement with the Columbus-Franklin County Finance Authority (the “Issuer”) and NRI Equity Land Investments, LLC (the “Developer”), to finance and develop the Grandview Yard. Pursuant to the Cooperative Agreement, as amended, the Issuer has agreed to issue bonds up to an amount not to exceed \$145 million to finance costs of the public improvements and has appointed the Developer as its construction agent for the construction of the improvements. The public improvements generally consist of:

1. The construction of one or more surface parking lots or parking structures and related improvements, together with all appurtenances thereto;
2. The construction, reconstruction, extension, opening, improving, widening, grading, draining, curbing or changing of the lines and traffic patterns of roads, highways, streets, railways, bridges (including roadway, railway and pedestrian), existing roadways adjacent to and providing ingress and egress to the TIF Site or to the Grandview Yard Site, sidewalks, bikeways, medians and viaducts and providing lighting systems along with all other appurtenances therefore;
3. The construction or reconstruction of one or more public green spaces, including grading, trees, plantings, park accessories and related improvements, together with all appurtenances thereto;
4. The construction or installation of streetscape improvements including trees, tree grates, curbs, sidewalks, street and sidewalk lighting, trash receptacles, benches, newspaper racks, burial of overhead utility lines and related improvements, together with all appurtenances, thereto; design and traffic studies preliminary to the foregoing;
5. Designing, engineering, constructing, and improving the new infrastructure for electric, gas, telephone, and cable services, including aid to construction fees for gas, aid to construction fees for electric, with related site improvements and appurtenances thereto; and
6. The acquisition of real estate or interests in real estate, including right-of-ways, necessary to accomplish the improvements enumerated in numbers 2 through 5, above.

Cost estimates for these public improvements are as follows:

	Cost Estimate
Public improvements within the Grandview Yard Site	\$ 48,000,000
Public improvements - offsite	31,000,000
Parking structures	62,500,000
Right-of-way acquisition	12,500,000
Green space and other public improvements	4,000,000
Total public improvements	\$ 158,000,000

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 10 – GRANDVIEW YARD FINANCING AND DEVELOPMENT (Continued)

The estimated costs, above, include approximately \$14.8 million in public improvements related to a Tax Increment Financing District established by the City of Columbus related to the Third Avenue Widening Project (\$1.3 million), public infrastructure improvements in the Third Avenue/Olentangy River Road Corridor (\$11 million) and Third Avenue storm sewer improvements (\$2.5 million). The City of Columbus has consented to the issuance of bonds and has pledged service payments and property tax rollback payments to pay the costs of said improvements.

All other estimated costs relate to the City's TIF District. The City has also consented to the issuance of bonds and has pledged and assigned to the Issuer available income taxes generated by the Grandview Yard Site and Urban Renewal and TIF service payments (payments in lieu of property taxes) generated by the improvements. Assigned income taxes will continue to be pledged until the earlier of the date in which the debt service is paid in full or December 31, 2054 and assigned service payments will continue to be pledged until the earlier of date in which the debt service is paid in full or December 31, 2059.

On December 22, 2009, the Issuer issued \$12 million in Public Infrastructure TIF and Income Tax Revenue Bonds (Series 2009A) to finance Phase 1a and 1b of the Grandview Yard Project. The bonds bear an interest rate of 6.02% payable on June 1 and December 1 of each year. The bonds are subject to mandatory redemption, in whole or in part, on each interest payment date from assigned funds. Unless otherwise retired by earlier redemption, the bonds mature, together with interest on the unpaid principal balance thereof on December 21, 2039.

In 2014, three more bonds issues were authorized: 2014A (\$107 million), 2014B (\$10 million) and 2014C (\$11 million). The 2014A bonds were issued to pay for infrastructure improvements for the remaining phases of the Grandview Yard development. The 2014B bonds were issued to provide TIF funds to repay the City's OPWC loans related to the Grandview Yard development. The 2014C bonds were issued to refund the Series 2014B bonds.

During 2014, the City received \$1,271,885 in PILOT revenue related to the TIF District in 2014, of which \$983,514 was paid to the Grandview Heights City School District, \$196,176 was distributed to the Issuer for principal and interest payments, \$45,196 was distributed to the Grandview Public Library and \$38,062 was distributed to Franklin County. In addition, the City assigned \$175,000 income tax payments in calendar year 2014. Of this amount, \$98,906 was distributed to the Issuer for principal or interest payments.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 11 – CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2014 was as follows:

Governmental Activities

	Beginning Balance	Additions	Deductions	Transfers	Ending Balance
Nondepreciable Capital Assets					
Land	\$ 2,623,146	\$ -	\$ -	\$ -	\$ 2,623,146
Intangible	40,410	3,077,809	-	-	3,118,219
Construction in Progress	4,681,789	11,772,732	(360,506)	(3,560,992)	12,533,023
Total Nondepreciable Assets	7,345,345	14,850,541	(360,506)	(3,560,992)	18,274,388
Depreciable Capital Assets					
Land Improvements	910,746	5,985	-	1,187,451	2,104,182
Building and Improvements	3,195,655	-	-	1,100,166	4,295,821
Machinery, Equipment and Furniture	1,306,517	60,150	(35,613)	243,208	1,574,262
Vehicles	2,590,943	592,570	(187,483)	-	2,996,030
Infrastructure	10,080,565	-	-	1,030,167	11,110,732
Total Depreciable Assets	18,084,426	658,705	(223,096)	3,560,992	22,081,027
Less accumulated depreciation					
Land Improvements	(211,421)	(75,230)	-	-	(286,651)
Building and Improvements	(1,627,470)	(74,228)	-	-	(1,701,698)
Machinery, Equipment and Furniture	(805,419)	(97,612)	33,083	-	(869,948)
Vehicles	(1,796,219)	(171,776)	156,991	-	(1,811,004)
Infrastructure	(1,327,892)	(489,706)	-	-	(1,817,598)
Total accumulated depreciation	(5,768,421)	(908,552)	190,074	-	(6,486,899)
Depreciable Capital Assets, Net of accumulated depreciation	12,316,005	(249,847)	(33,022)	3,560,992	15,594,128
Total Capital Assets, Net	\$ 19,661,350	\$ 14,600,694	\$ (393,528)	\$ -	\$ 33,868,516

Depreciation expense was charged to the governmental functions as follows:

General Government	\$ 41,359
Security of Persons and Property	150,356
Transportation	503,942
Leisure Activities	118,162
Utility Services	44,037
Economic Development	50,696
Total depreciation expense	\$ 908,552

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 12 – CAPITALIZED LEASES – LESSEE DISCLOSURE

During 2014, the City entered into a capitalized lease for the purchase of a fire truck, which was accounted for in the general improvement nonmajor governmental fund. The lease has an interest rate of 2.1 percent and will be repaid in full in 2019. The lease will be paid from the City’s general improvement fund.

A capital asset for the fire truck has been capitalized in the amount of \$449,012. This amount represents the present value of minimum lease payments at the time of acquisition plus \$1,753 in additional expenses. Accumulated depreciation as of December 31, 2014 was \$7,484, leaving a current book value of \$441,528. A corresponding liability was recorded in the government-wide financial statement.

The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the future minimum lease payments as of December 31, 2014:

Year	Governmental Activities
2015	\$ 94,660
2016	94,660
2017	94,660
2018	94,660
2019	94,660
Total Minimum Lease Payments	473,300
Less Amount Representing Interest	(26,041)
Present Value of Minimum Lease Payments	\$ 447,259

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CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 13 – LONG TERM LIABILITIES

(a) Changes in Long term Liabilities

The following is a summary of changes in long-term liabilities of the governmental activities for the year ended December 31, 2014:

<i>Governmental Activities</i>	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
OPWC Loans:					
CC12B OPWC loan- 0%	\$ 108,710	\$ -	\$ (14,493)	\$ 94,217	\$ 14,495
CC10C OPWC loan- 3%	143,714	-	(17,358)	126,356	17,883
CC03C OPWC loan- 0%	221,642	-	(22,165)	199,477	22,164
CC05I OPWC loan- 2%	479,556	-	(29,999)	449,557	30,604
CC04N OPWC loan- 0%	220,273	-	(8,990)	211,283	8,991
CC17Q OPWC loan- 0%	-	1,581,266	-	1,581,266	-
CC11Q OPWC loan- 0%	-	10,825	-	10,825	-
General Obligation Bonds:					
Park improvement bonds, series 2012- 2%-4%	2,730,000	-	(75,000)	2,655,000	80,000
Bond premium	97,879	-	(3,765)	94,114	-
Total loans and bonds	4,001,774	1,592,091	(171,770)	5,422,095	174,137
Fire Truck Lease	-	447,259	-	447,259	85,901
Compensated Absences	964,448	297,888	(252,741)	1,009,595	239,902
Total Long Term Liabilities	<u>\$ 4,966,222</u>	<u>\$ 2,337,238</u>	<u>\$ (424,511)</u>	<u>\$ 6,878,949</u>	<u>\$ 499,940</u>

Compensated absences: Compensated absences reported in the "compensated absences payable" account will be paid from the fund from which the employees' salaries are paid, which is the general fund for all employees.

OPWC loans: The City has entered into seven debt financing arrangements through the Ohio Public Works Commission (OPWC). The CC12B, CC03C and CC17Q loans are to fund Goodale Boulevard street improvements. The CC10C and CC05I loans are to fund the sewer rehabilitation project. The CC04N loan is for the Oakland Avenue Reconstruction. The CC11Q loan is to fund the Grandview Yard Infrastructure Improvement. The amounts due to the OPWC are payable solely from general revenues. The loan agreements function similar to a line-of-credit agreement. The OPWC loans are being repaid from nonmajor governmental funds. The loan agreements require semi-annual payments based on the actual amount loaned. The OPWC loans for the street improvements are interest free as long as payments remain current and the sewer project loans have interest rates of 3% and 2%, respectively.

General Obligation Bonds: On December 20, 2012, the City issued \$2,800,000 in unvoted general obligation bonds for the purpose of financing improvements, including acquisition and construction of facilities and equipment, at the City's various parks. The bond issue included serial and term bonds, in the amounts of \$470,000 and \$2,330,000, respectively. The bonds were issued for a twenty-seven year period with final maturity at December 1, 2039.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 13 – LONG TERM LIABILITIES (Continued)

The term bonds were issued at \$2,330,000. \$350,000 of the term bonds that mature on December 1, 2022, are subject to mandatory sinking fund redemption on December 1, 2019, and on each December 1 thereafter at 100 percent of the principal amount thereof plus accrued interest to the date of redemptions according to the following schedule:

Fiscal Year	Principal Amount to be Redeemed
2019	\$ 85,000
2020	85,000
2021	90,000
2022	90,000

The \$490,000 term bonds maturing on December 1, 2027, are subject to mandatory sinking fund redemption on December 1, 2023, and on each December 1 thereafter at 100 percent of the principal amount thereof plus accrued interest to date of redemption according to the following schedule:

Fiscal Year	Principal Amount to be Redeemed
2023	\$ 95,000
2024	95,000
2025	100,000
2026	100,000
2027	100,000

The \$325,000 term bonds maturing on December 1, 2030, are subject to mandatory sinking fund redemption on December 1, 2028, and on each December 1 thereafter at 100 percent of the principal amount thereof plus accrued interest to date of redemption according to the following schedule:

Fiscal Year	Principal Amount to be Redeemed
2028	\$ 105,000
2029	110,000
2030	110,000

The \$610,000 term bonds maturing on December 1, 2035, are subject to mandatory sinking fund redemption on December 1, 2031, and on each December 1 thereafter at 100 percent of the principal amount thereof plus accrued interest to date of redemption according to the following schedule:

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 13 – LONG TERM LIABILITIES (Continued)

Fiscal Year	Principal Amount to be Redeemed
2031	115,000
2032	120,000
2033	120,000
2034	125,000
2035	130,000

The \$555,000 term bonds maturing on December 1, 2039, are subject to mandatory sinking fund redemption on December 1, 2036, and on each December 1 thereafter at 100 percent of the principal amount thereof plus accrued interest to date of redemption according to the following schedule:

Fiscal Year	Principal Amount to be Redeemed
2036	135,000
2037	135,000
2038	140,000
2039	145,000

(b) Future Debt Service Requirements

Principal and interest requirements to retire long-term obligations outstanding at December 31, 2014 are follows:

	OPWC Loans		General Obligation Bonds	
	Principal	Interest	Principal	Interest
2015	\$ 94,137	\$ 12,497	\$ 80,000	\$ 76,876
2016	95,294	11,341	80,000	75,275
2017	96,478	10,156	80,000	73,675
2018	97,692	8,942	85,000	72,075
2019	98,936	7,699	85,000	70,375
2020-2024	362,686	22,198	455,000	322,160
2025-2029	159,249	4,034	515,000	263,100
2030-2034	44,955	-	590,000	184,650
2035-2039	31,463	-	685,000	82,300
Total	<u>\$ 1,080,890</u>	<u>\$ 76,867</u>	<u>\$ 2,655,000</u>	<u>\$ 1,220,486</u>

The table above excludes two of the seven OPWC loans, CC17Q and CC11Q, as amortization schedules are not yet available. These loans will be added once schedules become available.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 13 – LONG TERM LIABILITIES (Continued)

(c) Debt Limitation

The Ohio Revised Code provides that the net debt of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total taxation value of property. The assessed valuation used in determining the City's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in calculating the City's legal debt margin calculation excludes tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations. At December 31, 2014, the City's total and unvoted debt limits were \$24,501,078 and \$12,833,898, respectively. The City's debt was within these limits.

NOTE 14 – OTHER EMPLOYEE BENEFITS

(a) Compensated Absences

The criteria for determining vested vacation and sick leave components are derived from negotiated agreements and state laws. Employees earn ten to thirty days of vacation per year, depending upon length of service. Vacation accumulation is typically limited to two to three years based on years of service. All accumulated unused vacation time is paid upon termination of employment.

Employees that were eligible for sick leave for an entire year have the option of receiving payments in cash for a portion of unused sick leave hours, which is to be paid in the first month following the end of that year. The remaining sick leave not paid out will continue to be carried forward.

Vacation and compensatory time are available to full time employees after one year of service with the City. The rates of accrual, total number of hours paid per year and accrual limit varies with years of service. Part time, temporary or seasonal employees are not entitled to vacation leave or compensatory time. Permanent part time employees accrue vacation leave based on the number of hours worked. Permanent part time employees include the Clerk of Courts and three maintenance workers.

Full time and permanent part time employees earn sick leave at a rate of 4.6 hours per 80 regular hours worked. Fire employees who work 56 hour weeks earn sick leave at a rate of 6.5 hours per pay period. There is no limit to the amount an employee can accumulate. Part time, temporary or seasonal employees are not entitled to sick leave. At the time of resignation, if an employee is in good standing and has at least 10 years of public service, OPERS employees and police are entitled to receive one-fourth of their accrued but unused sick leave, up to a maximum accrual of 2,400 and 2,800 hours, respectively, and fire employees are entitled to receive up to one-fourth of their first 2,000 hours and one-third of their remaining hours with a maximum total accrual of 2,800 hours.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 14 – OTHER EMPLOYEE BENEFITS (Continued)

(b) Health Care Benefits

The City provides health, prescription, dental, vision and employee assistance program (EAP) insurance coverage purchased through the Franklin County Cooperative for all eligible employees. Health is provided by United Healthcare, prescription is provided by Catamaran, dental is provided by Aetna, vision is provided by Vision Service Plan and EAP is provided by United Behavioral Health. The employees share the cost of the monthly premium. The City also provides life insurance and accidental death and dismemberment insurance to eligible employees through The Standard Insurance Company.

NOTE 15 – RISK MANAGEMENT

The City is exposed to various risks of property and casualty losses, and injuries to employees.

The City insures against injuries to employees through the Ohio Bureau of Worker’s Compensation.

The City belongs to the Public Entities Pool of Ohio (PEP), a risk-sharing pool available to Ohio local governments. PEP provides property and casualty coverage for its members. York Risk Pooling Services, Inc. (formerly known as American Risk Pooling Consultants, Inc.) functions as the administrator of PEP and provides underwriting, claims, loss control, risk management, and reinsurance services for PEP. PEP is a member of the American Public Entity Excess Pool (APEEP), which is also administered by ARPCO. Member governments pay annual contributions to fund PEP. PEP pays judgments, settlements and other expenses resulting from covered claims that exceed the members’ deductibles.

Casualty and Property Insurance

APEEP provides PEP with an excess risk-sharing program. Under this arrangement, PEP retains insured risks up to an amount specified in the contracts. At December 31, 2013, PEP retained \$350,000 for casualty claims and \$100,000 for property claims.

The aforementioned casualty and property reinsurance agreement does not discharge PEP’s primary liability for claims payments on covered losses. Claims exceeding coverage limits are the obligation of the respective government.

Financial Position

PEP’s financial statements (audited by other accountants) conform with generally accepted accounting principles, and reported the following assets, liabilities and net position at December 31, 2013 and 2012 (the latest information available):

<u>Casualty & Property Coverage</u>	<u>2013</u>	<u>2012</u>
Assets	\$ 34,411,883	\$ 34,389,569
Liabilities	(12,760,194)	(14,208,353)
Net Assets	<u>\$ 21,651,689</u>	<u>\$ 20,181,216</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 15 – RISK MANAGEMENT (Continued)

At December 31, 2013 and 2012, respectively, the liabilities above include approximately \$11.6 million and \$13.1 million of estimated incurred claims payable. The assets above also include approximately \$11.1 million and \$12.6 million of unpaid claims to be billed to approximately 475 and 466 member governments in the future, as of December 31, 2013 and 2012, respectively. These amounts will be included in future contributions from members when the related claims are due for payment. As of December 31, 2014, the City’s share of these unpaid claims collectible in future years is approximately \$38,697.

Based on discussions with PEP, the expected rates PEP charges to compute member contributions, which are used to pay claims as they become due, are not expected to change significantly from those used to determine the historical contributions detailed below. By contract, the annual liability of each member is limited to the amount of financial contributions required to be made to PEP for each year of membership.

Contributions to PEP	
2014	\$ 55,281
2013	\$ 69,169

After one year of membership, a member may withdraw on the anniversary of the date of joining PEP, if the member notifies PEP in writing 60 days prior to the anniversary date. Upon withdrawal, members are eligible for a full or partial refund of their capital contributions, minus the subsequent year’s contribution. Withdrawing members have no other future obligation to PEP. Also upon withdrawal, payments for all casualty claims and claim expenses become the sole responsibility of the withdrawing member, regardless of whether a claim occurred or was reported prior to the withdrawal.

NOTE 16 – PENSION BENEFITS

A. Ohio Public Employees Retirement System

All employees, other than non-administrative police officers and firefighters, participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans as described below:

1. The Traditional 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 Member-Directed Plan members accumulate retirement assets equal to the value of member and (vested) employer contributions plus any investment earnings thereon.
3. The Combined Plan (CO) – a cost-sharing multiple-employer defined benefit pension plan. Under the Combined Plan employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to, but not less than the Traditional Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 16 – PENSION BENEFITS (Continued)

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

The Ohio Revised Code provides statutory authority for member and employer contributions. For 2014, member and employer contribution rates were consistent across all three plans. Separate divisions for law enforcement and public safety exist only within the Traditional Plan. The 2014 member contribution rate for City employees was 10.00% of covered payroll. The 2014 employer contribution rate for the City was 14.00% of covered payroll. The City's required contributions to OPERS for the years ended December 31, 2014, 2013, and 2012 were \$322,153, \$295,797, and \$263,944 respectively. The full amount has been contributed for 2013 and 2012; 89.7 percent has been contributed for 2014 with the remainder being reported as a fund liability.

B. Ohio Police and Fire Pension Fund

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

Plan members are required to contribute 10.75 percent of their annual covered salary from January 1, 2014 thru July 1, 2014, and 11.50 percent of their annual covered salary from July 2, 2014 thru December 31, 2014. Throughout 2014, employers were required to contribute 19.50% and 24% respectively for police officers and firefighters. The City's contributions to OP&F for the years ending December 31, 2014, 2013, and 2012 were \$639,656, \$610,257, and \$543,942, respectively. The full amount has been contributed for 2013 and 2012; 90.7 percent has been contributed for 2014 with the remainder being reported as a fund liability.

NOTE 17 – OTHER POST-EMPLOYMENT BENEFITS

A. Public Employees Retirement System

Plan Description - The Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: The Traditional Plan (TP) – a cost-sharing multiple-employer defined benefit plan; the Member-Directed Plan (MD) – a defined contribution plan; and the Combined Plan (CO) – a cost-sharing multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 17 – OTHER POST-EMPLOYMENT BENEFITS (Continued)

OPERS 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 both the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage.

In order to qualify for post-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 primary survivor recipients is available. The health care coverage provided by the Retirement System is considered an Other Post-employment Benefit (OPEB) as described in GASB Statement No. 45.

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

Funding Policy - The Ohio Revised Code provides 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.

OPERS' Post Employment Health Care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside for funding of post employment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional Plan was 2.0% during calendar year 2014. The portion of employer contributions allocated to health care for members in the Combined Plan was 2.0% during calendar year 2014. Effective January 1, 2015, the portion of employer contributions allocated to healthcare will remain at 2 percent for both plans, as recommended by the OPERS Actuary. The OPERS Board of Trustees is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care benefits provided. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions to OPERS for post-employment benefits for the years ending December 31, 2014, 2013, and 2012 were \$46,003, \$21,120, and \$75,409, respectively. The full amount has been contributed for 2013 and 2012. 89.7 percent has been contributed for 2014 with the remainder being reported as a fund liability.

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the recent passage of pension legislation under SB 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4 percent of the employer contributions toward the health care fund after the end of the transition period.

B. Ohio Police and Fire Pension Fund

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

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 17 – OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

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

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

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. The portion of employer contributions allocated to the health care plan was .50% of covered payroll from January 1, 2014 thru December 31, 2014. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

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

The City's contributions to OP&F for the years ending December 31, 2014, 2013, and 2012 were \$639,656, \$610,257, and \$543,942, respectively, of which \$14,898, \$95,397 and \$169,716, respectively, was allocated to the healthcare plan. The full amount has been contributed for 2013 and 2012. 90.7% has been contributed for police and firefighters for 2014.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

NOTE 18 – CONTINGENCIES

(a) Grants

The City receives significant financial assistance from numerous federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the City at December 31, 2014.

(b) Litigation

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

NOTE 19 – FUND RECLASSIFICATION

The Grandview Yard Infrastructure Fund did not meet the definition of a major fund during 2014. Therefore, the funds were reclassified as Other Governmental Funds. The effect of this reclassification on fund balance is as follows:

	Grandview Yard Infrastructure Fund	Other Governmental Funds
Fund Balances, December 31, 2013	\$ (162,328)	\$ 1,825,432
Major Fund Reclassifications:		
Grandview Yard Infrastructure Fund	162,328	(162,328)
Fund Balances, January 1, 2014	\$ -	\$ 1,663,104

NOTE 20 – CHANGES IN ACCOUNTING PRINCIPLES

For the year ended December 31, 2014, the City has implemented the following:

GASB Statement No. 70 “Accounting and Financial Reporting for Nonexchange Financial Guarantees” enhances comparability of financial statements by requiring consistent reporting by those governmental entities that extend nonexchange financial guarantees and by those governmental entities that receive nonexchange financial guarantees. This Statement was implemented in the City’s 2014 financial statements; however, there was no effect.



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The CITY of
GRANDVIEW HEIGHTS

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	Original Budget	Final Budget	Actual	Variance Over/(Under)
<u>Revenues:</u>				
Municipal income taxes	\$ 6,830,700	\$ 6,830,700	\$ 6,953,496	\$ 122,796
Property and other taxes	2,034,878	2,034,878	2,023,714	(11,164)
Payment in Lieu of Taxes	80,000	80,000	-	(80,000)
Charges for services	956,636	956,636	1,058,888	102,252
Licenses and permits	260,912	260,912	254,827	(6,085)
Fines and forfeitures	75,750	75,750	78,242	2,492
Intergovernmental	551,669	551,669	988,504	436,835
Investment income	134,600	134,600	111,983	(22,617)
Contributions and donations	-	-	50,435	50,435
Other	102,583	102,583	427,331	324,748
Total revenues	<u>11,027,728</u>	<u>11,027,728</u>	<u>11,947,420</u>	<u>919,692</u>
<u>Expenditures:</u>				
Current:				
General Government				
Administration				
Personal services	334,276	334,276	331,383	2,893
Contractual services	84,230	110,230	109,741	489
Materials and supplies	10,365	10,365	8,515	1,850
Other	7,400	7,400	6,473	927
Total Administration	<u>436,271</u>	<u>462,271</u>	<u>456,112</u>	<u>6,159</u>
City Hall				
Contractual services	46,060	46,060	38,972	7,088
Materials and supplies	7,200	7,200	6,525	675
Other	103,160	103,160	60,074	43,086
Capital outlay	-	-	-	-
Total City Hall	<u>156,420</u>	<u>156,420</u>	<u>105,571</u>	<u>50,849</u>
General Administration				
Personal services	196,122	196,122	196,080	42
Contractual services	119,902	119,902	117,266	2,636
Materials and supplies	31,098	31,098	29,929	1,169
Other	63,830	63,830	57,656	6,174
Capital outlay	4,800	4,800	4,800	-
Total General Administration	<u>415,752</u>	<u>415,752</u>	<u>405,731</u>	<u>10,021</u>
Economic Development				
Other	30,200	30,200	16,709	13,491
Total Economic Development	<u>30,200</u>	<u>30,200</u>	<u>16,709</u>	<u>13,491</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	Original Budget	Final Budget	Actual	Variance Over/(Under)
Civil Service				
Personal services	300	300	300	-
Contractual services	4,141	5,141	4,991	150
Materials and supplies	586	586	586	-
Other	1,739	1,739	1,739	-
Total Civil Service	6,766	7,766	7,616	150
Finance				
Personal services	406,882	406,882	400,401	6,481
Contractual services	53,000	60,800	58,176	2,624
Materials and supplies	5,750	5,750	4,491	1,259
Other	12,250	12,250	7,448	4,802
Total Finance	477,882	485,682	470,516	15,166
Income Tax				
Contractual services	1,000	4,400	4,318	82
Other	369,500	387,500	361,799	25,701
Total Income Tax	370,500	391,900	366,117	25,783
Building				
Personal services	279,995	279,995	274,099	5,896
Contractual services	136,136	139,136	121,600	17,536
Materials and supplies	4,049	4,049	2,917	1,132
Other	650	650	190	460
Total Building	420,830	423,830	398,806	25,024
Engineering				
Contractual services	169,058	169,058	153,805	15,253
Total Engineering	169,058	169,058	153,805	15,253
Mayors Court				
Personal services	108,357	108,357	95,462	12,895
Contractual services	20,540	16,540	16,503	37
Materials and supplies	1,014	1,014	1,012	2
Other	200	200	85	115
Total Mayors Court	130,111	126,111	113,062	13,049
Legal				
Personal services	310	310	265	45
Contractual services	141,872	256,872	256,872	-
Other	20,339	20,339	20,339	-
Total Legal	162,521	277,521	277,476	45

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	Original Budget	Final Budget	Actual	Variance Over/(Under)
Legislative				
Personal services	26,940	26,940	26,636	304
Contractual services	10,490	10,490	10,490	-
Materials and supplies	400	400	225	175
Other	1,797	1,797	1,796	1
Total Legislative	<u>39,627</u>	<u>39,627</u>	<u>39,147</u>	<u>480</u>
Service Administration				
Personal services	155,706	155,706	128,171	27,535
Contractual services	800	800	614	186
Materials and supplies	3,509	3,509	3,014	495
Other	27,310	27,310	25,720	1,590
Total Service Administration	<u>187,325</u>	<u>187,325</u>	<u>157,519</u>	<u>29,806</u>
Unclaimed Funds				
Other	83	83	83	-
Total Unclaimed Funds	<u>83</u>	<u>83</u>	<u>83</u>	<u>-</u>
Total General Government	<u>3,003,346</u>	<u>3,173,546</u>	<u>2,968,270</u>	<u>205,276</u>
Security of Persons and Property				
Fire Administration				
Personal services	177,899	177,899	172,536	5,363
Contractual services	18,407	18,407	16,807	1,600
Materials and supplies	5,617	5,617	2,462	3,155
Other	6,650	6,650	6,358	292
Total Fire Administration	<u>208,573</u>	<u>208,573</u>	<u>198,163</u>	<u>10,410</u>
Fire Prevention				
Personal services	113,277	113,277	111,443	1,834
Other	5,500	5,500	3,069	2,431
Total Fire Prevention	<u>118,777</u>	<u>118,777</u>	<u>114,512</u>	<u>4,265</u>
Fire Emergency Service				
Personal services	1,796,046	1,796,046	1,787,673	8,373
Contractual services	49,748	49,748	39,699	10,049
Materials and supplies	40,465	40,465	38,421	2,044
Other	9,000	9,000	4,260	4,740
Total Fire Emergency Service	<u>1,895,259</u>	<u>1,895,259</u>	<u>1,870,053</u>	<u>25,206</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	Original Budget	Final Budget	Actual	Variance Over/(Under)
Haz-Mat				
Personal services	4,500	4,500	4,500	-
Materials and supplies	500	500	-	500
Other	2,000	2,000	739	1,261
Total Haz-Mat	<u>7,000</u>	<u>7,000</u>	<u>5,239</u>	<u>1,761</u>
Police Administration				
Personal services	137,095	137,095	130,101	6,994
Other	600	600	534	66
Total Police Administration	<u>137,695</u>	<u>137,695</u>	<u>130,635</u>	<u>7,060</u>
Crossing Guards				
Personal services	16,093	36,093	15,290	20,803
Total Crossing Guards	<u>16,093</u>	<u>36,093</u>	<u>15,290</u>	<u>20,803</u>
Police Patrol				
Personal services	1,952,695	1,952,695	1,861,545	91,150
Contractual services	112,369	112,369	85,805	26,564
Materials and supplies	24,590	24,590	15,010	9,580
Other	39,332	54,332	47,086	7,246
Total Police Patrol	<u>2,128,986</u>	<u>2,143,986</u>	<u>2,009,446</u>	<u>134,540</u>
Police Communications				
Personal services	388,428	388,428	375,710	12,718
Contractual services	27,880	27,880	26,691	1,189
Other	2,800	2,800	2,070	730
Total Police Communications	<u>419,108</u>	<u>419,108</u>	<u>404,471</u>	<u>14,637</u>
Total Security of Persons and Property	<u>4,931,491</u>	<u>4,966,491</u>	<u>4,747,809</u>	<u>218,682</u>
Transportation				
Street				
Personal services	397,818	397,818	377,166	20,652
Contractual services	95,788	105,788	102,522	3,266
Materials and supplies	3,800	3,800	2,177	1,623
Other	174,185	174,185	170,435	3,750
Total Street	<u>671,591</u>	<u>681,591</u>	<u>652,300</u>	<u>29,291</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	Original Budget	Final Budget	Actual	Variance Over/(Under)
Utility services				
Sanitation				
Personal services	513,580	513,580	495,365	18,215
Contractual services	171,125	171,125	160,964	10,161
Materials and supplies	2,950	2,950	1,354	1,596
Other	35,394	49,394	46,766	2,628
Total Sanitation	<u>723,049</u>	<u>737,049</u>	<u>704,449</u>	<u>32,600</u>
Total Utility services	<u>723,049</u>	<u>737,049</u>	<u>704,449</u>	<u>32,600</u>
Leisure Time Activity				
Parks and Recreation Administration				
Personal services	213,538	213,538	209,187	4,351
Contractual services	24,579	27,519	25,389	2,130
Materials and supplies	7,190	7,190	5,819	1,371
Other	10,665	10,665	7,383	3,282
Total Parks and Recreation Admin.	<u>255,972</u>	<u>258,912</u>	<u>247,778</u>	<u>11,134</u>
General Recreation				
Personal services	106,829	106,829	100,018	6,811
Materials and supplies	5,200	5,200	4,609	591
Other	23,446	23,446	21,883	1,563
Total General Recreation	<u>135,475</u>	<u>135,475</u>	<u>126,510</u>	<u>8,965</u>
Senior Center				
Personal services	102,383	102,383	94,063	8,320
Materials and supplies	1,100	1,100	152	948
Other	17,734	17,734	14,463	3,271
Total Senior Center	<u>121,217</u>	<u>121,217</u>	<u>108,678</u>	<u>12,539</u>
Parks Maintenance				
Personal services	220,587	220,587	211,178	9,409
Materials and supplies	29,356	39,756	33,395	6,361
Other	67,864	67,864	58,415	9,449
Total Parks Maintenance	<u>317,807</u>	<u>328,207</u>	<u>302,988</u>	<u>25,219</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	Original Budget	Final Budget	Actual	Variance Over/(Under)
Pool				
Personal services	11,199	11,199	11,199	-
Contractual services	135,000	135,000	134,629	371
Materials and supplies	10,754	10,754	8,120	2,634
Other	34,190	34,190	30,603	3,587
Capital outlay	8,000	20,000	5,469	14,531
Total Pool	<u>199,143</u>	<u>211,143</u>	<u>190,020</u>	<u>21,123</u>
Pool Concessions				
Other	-	-	-	-
Total Pool Concessions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Leisure Time Activity	<u>1,029,614</u>	<u>1,054,954</u>	<u>975,974</u>	<u>78,980</u>
Total Expenditures	10,359,091	10,613,631	10,048,802	564,829
Excess (Deficiency) of Revenues Over (Under) Expenditures	668,637	414,097	1,898,618	1,484,521
Other Financing Sources (Uses):				
Sale of Assets	-	-	3,875	3,875
Insurance Recoveries	-	-	18,247	18,247
Transfer In	-	-	-	-
Transfer Out	(425,000)	(425,000)	(425,000)	-
Advances In	24,000	24,000	29,090	5,090
Advances Out	-	-	(5,090)	(5,090)
Total Other Financing Sources (Uses)	<u>(401,000)</u>	<u>(401,000)</u>	<u>(378,878)</u>	<u>22,122</u>
Net Change in Fund Balance	267,637	13,097	1,519,740	1,506,643
Fund Balances at Beginning of Year	5,038,167	5,038,167	5,038,167	-
Prior Year Encumbrances Appropriated	<u>284,183</u>	<u>284,183</u>	<u>284,183</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 5,589,987</u>	<u>\$ 5,335,447</u>	<u>\$ 6,842,090</u>	<u>\$ 1,506,643</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GRANDVIEW YARD TIF FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>				
Payments in lieu of taxes	\$ 1,243,867	\$ 1,243,867	\$ 1,271,885	\$ 28,018
Contributions and donations	-	1,312,022	1,312,022	-
Other revenue	-	-	5,773	5,773
Total revenues	<u>1,243,867</u>	<u>2,555,889</u>	<u>2,589,680</u>	<u>33,791</u>
<u>Expenditures:</u>				
Economic Development				
Capital outlay	-	1,573,366	1,573,366	-
Other	1,433,211	1,433,211	1,376,564	56,647
Total expenditures	<u>1,433,211</u>	<u>3,006,577</u>	<u>2,949,930</u>	<u>56,647</u>
<u>Other Financing Sources:</u>				
Transfer in	125,000	175,000	175,000	-
Total other financing sources	<u>125,000</u>	<u>175,000</u>	<u>175,000</u>	<u>-</u>
Net change in fund balance	(64,344)	(275,688)	(185,250)	90,438
Fund balance - January 1	372,461	372,461	372,461	-
Fund balance - December 31	<u>\$ 308,117</u>	<u>\$ 96,773</u>	<u>\$ 187,211</u>	<u>\$ 90,438</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 1 - BUDGETARY PROCESS

The City follows procedures prescribed by State law in establishing the budgetary data reflected in the financial statements as follows:

- (1) The City must submit a tax budget of estimated cash receipts and disbursements for all funds to the County Budget Commission by July 20 of each year for the following year, January 1 through December 31.
- (2) The County Budget Commission certifies its actions by September 1 and issues an Official Certificate of Estimated Resources, (the "Certificate") limiting the maximum amount the City may expend from a given fund during the year to the estimated resources available.
- (3) About January 1, the Certificate is amended to reflect the actual unencumbered balances from the preceding year. The City must prepare its appropriations so that the total contemplated expenditures from any fund will not exceed the amount stated in the initial or amended Certificate.
- (4) A temporary appropriation measure may be passed to control cash disbursements for the period January 1 through March 31. Before April 1, a permanent appropriation measure must be passed for the period January 1 through December 31. The budget identifies specific expenditure amounts by object for each division within each fund.
- (5) Unencumbered appropriations lapse at year end. State Statute provides that no contract, agreement or other obligation involving the expenditure of money shall be entered into unless the Director of Finance first certifies that the money required for such contract, agreement, obligation or expenditure is in the treasury, or is anticipated to come into the treasury, before the maturity of such contract.
- (6) The City adopts budgets amendments for all governmental funds and budget is approved by City Council.

The Finance Director acts as budget officer for the City and submits a proposed operating budget to the City Council on an annual basis. Public hearings are held to obtain taxpayer comments. The Council enacts the budget through passage of an ordinance. The appropriation ordinance controls expenditures at the object level. Council can amend the budget at functional expense lines, through the passage of supplemental ordinances. Management can amend appropriations below this level without council approval. Supplemental appropriations to the original appropriations ordinance were made during the year.

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 as an extension of formal budgetary control in the governmental funds. Encumbrances outstanding at year end are reported as an assigned fund balance, since they do not constitute expenditures or liabilities.

CITY OF GRANDVIEW HEIGHTS, OHIO
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 1 - BUDGETARY PROCESS (Continued)

While reporting financial position, results of operations and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the budgetary basis, as provided by law, is based upon accounting for certain transactions on a basis of cash receipts and disbursements. Schedules of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Budget (Non-GAAP) Basis are presented on the budgetary basis in the Required Supplementary Information to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- (1) Revenues are recorded when received in cash (budget) as opposed to when they are both measurable and available (GAAP).
- (2) Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
- (3) Encumbrances are recorded as the equivalent of expenditures (budget) as opposed to an assignment of fund balance (GAAP).
- (4) Due to the implementation of GASB 54, some funds were reclassified to the General Fund. These funds are not required to be included in the General Fund Budgetary Schedule. Therefore, the activity from these funds is excluded with an adjustment for their change in fund balance.

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

	General Fund	Grandview Yard TIF Fund
	Fund	Fund
Budget Basis	\$ 1,418,344	\$ 244,459
Community Events Fund Change	130	-
Tax Abatement Fund Change	163,345	-
Accrued Leave Reserve Fund Change	1,768	-
Unclaimed Funds Fund Change	83	-
Net Adjustment for Revenue Accruals	348,368	-
Net Adjustment for Expenditure Accruals	39,447	(429,709)
Net Adjustment for Other Financing Sources/Uses	(151,000)	-
Adjustment for Encumbrances	(300,745)	-
GAAP Basis	\$ 1,519,740	\$ (185,250)



The CITY of
GRANDVIEW HEIGHTS

SUPPLEMENTARY INFORMATION

CITY OF GRANDVIEW HEIGHTS, OHIO
FUND DESCRIPTIONS- GOVERNMENTAL FUNDS

NONMAJOR SPECIAL REVENUE FUNDS

The special revenue funds are used to account for all specific financial resources (other than major capital projects) that are legally restricted for specified expenditure purposes. The following are the special revenue funds which the City operates:

Street Construction, Maintenance and Repair Fund

This fund accounts for the portion of State gasoline tax and motor vehicle registration fees designated for the maintenance of the streets within the City.

State Highway Improvement Fund

This fund accounts for the portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of state highways within the City.

Police Pension Fund

This fund accounts for property taxes levied and other monies for the payment of the accrued liability for police disability and pension benefits.

Fire Pension Fund

This fund accounts for property taxes levied and other monies for the payment of the accrued liability for fire disability and pension benefits.

Motor Vehicle Permissive Tax Fund

This fund accounts for local vehicle license fees designated for the maintenance of streets in the City.

Law Enforcement Trust Fund

This fund accounts for grant monies received from the U.S. Department of Justice to be used for specific law enforcement purposes and proceeds from the sale of contraband that are restricted to subsidize law enforcement efforts.

DUI Enforcement and Education Fund

This fund accounts for fees and fines to be used to enforce the DUI law and informing the public of laws governing the operation of a vehicle while under the influence of alcohol, the dangers of the operation of a vehicle under the influence of alcohol, and other information relating to operation of a vehicle under the influence of alcohol and the consumption of alcoholic beverages.

Mayor's Court Computer Fund

This fund accounts for additional court fees designated for the computerization of the Mayor's court and the acquisition and maintenance of legal research services for the Mayor's court.

Community Events and Projects Fund

This fund accounts for revenues and expenses associated with community events such as sporting events, festivals, parades, concerts and entertainment to promote the quality of life in the City for its residents and visitors. This fund is classified as part of the General Fund for financial statement presentation, in accordance with GASB 54.

Tax Abatement Fund

This fund accounts for the distribution of income tax incentive payments. This fund is classified as part of the General Fund for financial statement presentation, in accordance with GASB 54.

CITY OF GRANDVIEW HEIGHTS, OHIO
FUND DESCRIPTIONS- GOVERNMENTAL FUNDS

Fire EMS Grant Fund

This fund accounts for state and federal grants awarded to the City for the purpose of supporting and enhancing the City's fire and emergency medical services.

Grandview Center Improvement Fund

This fund accounts for donations and contributions used for maintenance and improvements of the City's senior center facility.

McKinley Field Fund

This fund accounts for monies received through charitable donations which are designated for the maintenance and improvement of the McKinley Field in the City.

Wyman Woods Fund

This fund accounts for monies received through charitable donations which are designated for the maintenance and improvement of the Wyman Woods Park in the City.

Municipal Swimming Pool Fund

This fund accounts for monies received through charitable donations and fees charged for use of the City's pool which are designated for the maintenance and improvement of the pool in the City.

Convention and Visitor's Bureau Fund

This fund accounts for monies received from a City-imposed hotel bed tax, a portion of which is designated for the promotion of tourism in the City.

JEDZ CEDA Fund

This fund accounts for the receipts and expenses related to the Joint Economic Development Zone Cooperative Economic Development Agreement with Clinton Township. This fund is classified as part of the General Fund for financial statement presentation, in accordance with GASB 54.

Police Department Grants Fund

This fund accounts for grants awarded to the City for expenditures relating to police department.

Coronary Care Fund

This fund accounts for monies received through charitable donations which are designated for the acquisition and maintenance of the equipment related to the EMS cardiac care functions.

Youth DARE Trust Fund

This fund accounts for monies received through charitable donations which are designated for the support of the Drug Abuse Resistance Educations (DARE) program in the City.

C. Ray Buck Sports Park Fund

This fund accounts for monies received through charitable donations which are designated for the maintenance and improvement of the C. Ray Buck Sports Park in the City.

Greenspace Parkland Trust Fund

This fund accounts for donations restricted for acquisition, development, and upkeep of the Greenspace Parkland area at the corner of Goodale Boulevard and Elmwood Avenue.

CITY OF GRANDVIEW HEIGHTS, OHIO
FUND DESCRIPTIONS- GOVERNMENTAL FUNDS

Pierce Field Park Trust

This fund accounts for monies received through charitable donations which are designated for the maintenance and improvement of the Pierce Field Park in the City.

Accrued Leave Reserve Fund

This fund accounts for resources accumulated for the payment of accumulated sick leave and vacation leave and for payments in lieu of taking compensatory time off, upon the termination of employment or retirement of employees of the City. This fund is classified as part of the General Fund for financial statement presentation, in accordance with GASB 54.

NONMAJOR CAPITAL PROJECTS FUNDS

The capital project funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary fund types. Following is a description of the capital project funds:

General Improvement Fund

This fund accounts for revenues and expenditures for capital improvements.

Sewer Improvement Fund

This fund accounts for revenues and expenditures for sewer improvements.

Grandview Yard Infrastructure Fund

This fund accounts for revenues and expenditures for infrastructure projects at Grandview Yard.

Grandview Yard Infrastructure Phase IV Fund

This fund accounts for revenues and expenditures of the OPWC project relating to phase IV of the Grandview Yard Infrastructure project.

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES

**CITY OF GRANDVIEW HEIGHTS, OHIO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AS OF DECEMBER 31, 2014**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:			
Equity in pooled cash and investments	\$ 869,167	\$ 1,158,512	\$ 2,027,679
Receivables (net of allowances):			
Income taxes	-	131,869	131,869
Property and other taxes	135,928	-	135,928
Accounts	265	52,119	52,384
Intergovernmental	127,258	686,183	813,441
Materials and supplies inventory	50,818	-	50,818
Total assets	<u>\$ 1,183,436</u>	<u>\$ 2,028,683</u>	<u>\$ 3,212,119</u>
Liabilities:			
Accounts payable	\$ 11,780	\$ 823,071	\$ 834,851
Advances from other funds	129,000	-	129,000
Retainage payable	43,012	-	43,012
Total liabilities	<u>183,792</u>	<u>823,071</u>	<u>1,006,863</u>
Deferred Inflows of Resources:			
Property and other local taxes	127,356	-	127,356
Unavailable revenue	78,839	94,873	173,712
Total deferred inflows of resources	<u>206,195</u>	<u>94,873</u>	<u>301,068</u>
Fund Balances:			
Nonspendable:			
Inventory	50,818	-	50,818
Restricted:			
Street construction, maintenance and repairs	449,830	-	449,830
Fire/EMS	1,424	-	1,424
Parks and recreation	150,389	-	150,389
Court computer	20,193	-	20,193
Law enforcement	7,253	-	7,253
Other purposes	113,542	-	113,542
Committed:			
Capital projects	-	1,215,111	1,215,111
Unassigned	-	(104,372)	(104,372)
Total fund balances	<u>793,449</u>	<u>1,110,739</u>	<u>1,904,188</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,183,436</u>	<u>\$ 2,028,683</u>	<u>\$ 3,212,119</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:			
Municipal income taxes	\$ -	\$ 385,875	\$ 385,875
Property and other taxes	181,877	-	181,877
Charges for services	-	390,449	390,449
Fines and forfeitures	6,045	-	6,045
Intergovernmental	574,081	2,934,846	3,508,927
Investment income	7,658	-	7,658
Contributions and donations	13,050	-	13,050
Other	1,741	5,349	7,090
Total revenues	<u>784,452</u>	<u>3,716,519</u>	<u>4,500,971</u>
Expenditures:			
Current:			
General government	71,993	31,882	103,875
Security of persons and property	154,008	-	154,008
Transportation	83,217	28,638	111,855
Leisure time activities	13,713	-	13,713
Utility services	-	293,306	293,306
Capital outlay	542,467	3,655,090	4,197,557
Debt service:			
Principal retirement	42,504	50,501	93,005
Interest and fiscal charges	-	13,630	13,630
Total expenditures	<u>907,902</u>	<u>4,073,047</u>	<u>4,980,949</u>
Excess (deficiency) of revenues over (under) expenditures	(123,450)	(356,528)	(479,978)
Other Financing Sources (Uses):			
Sale of capital assets	-	12,978	12,978
Proceeds from loan issuance	-	10,825	10,825
Proceeds from inception of capital lease	-	447,259	447,259
Transfers in	250,000	-	250,000
Total other financing sources (uses)	<u>250,000</u>	<u>471,062</u>	<u>721,062</u>
Net change in fund balances	126,550	114,534	241,084
Fund balance at beginning of year	666,899	996,205	1,663,104
Fund balance at end of year	<u>\$ 793,449</u>	<u>\$ 1,110,739</u>	<u>\$ 1,904,188</u>

**CITY OF GRANDVIEW HEIGHTS, OHIO
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
AS OF DECEMBER 31, 2014**

	Street Construction Maintenance and Repair	State Highway Improvement	Police Pension	Fire Pension	Motor Vehicle Permissive Tax
Assets:					
Equity in pooled cash and investments	\$ 400,029	\$ 35,488	\$ 769	\$ 769	\$ 142,548
Receivables (net of allowances):					
Property and other taxes	-	-	66,111	66,111	-
Accounts	-	-	-	-	-
Intergovernmental	108,946	8,820	4,000	4,000	1,492
Materials and supplies inventory	50,818	-	-	-	-
Total assets	<u>\$ 559,793</u>	<u>\$ 44,308</u>	<u>\$ 70,880</u>	<u>\$ 70,880</u>	<u>\$ 144,040</u>
Liabilities:					
Accounts payable	\$ 8,198	\$ -	\$ -	\$ -	\$ -
Advances from other funds	129,000	-	-	-	-
Retainage payable	43,012	-	-	-	-
Total liabilities	<u>180,210</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources:					
Property and other local taxes	-	-	63,678	63,678	-
Unavailable revenue	61,799	5,484	5,778	5,778	-
Total deferred inflows of resources	<u>61,799</u>	<u>5,484</u>	<u>69,456</u>	<u>69,456</u>	<u>-</u>
Fund Balances:					
Nonspendable:					
Inventory	50,818	-	-	-	-
Restricted:					
Street construction, maintenance and repairs	266,966	38,824	-	-	144,040
Fire/EMS	-	-	-	1,424	-
Parks and recreation	-	-	-	-	-
Court computer	-	-	-	-	-
Law enforcement	-	-	1,424	-	-
Other purposes	-	-	-	-	-
Total fund balances	<u>317,784</u>	<u>38,824</u>	<u>1,424</u>	<u>1,424</u>	<u>144,040</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 559,793</u>	<u>\$ 44,308</u>	<u>\$ 70,880</u>	<u>\$ 70,880</u>	<u>\$ 144,040</u>

**CITY OF GRANDVIEW HEIGHTS, OHIO
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
AS OF DECEMBER 31, 2014**

	Convention and Visitors Bureau	Police Department Grant	Coronary Care	Youth DARE Trust	C. Ray Buck Sports Park
Assets:					
Equity in pooled cash and investments	\$ 99,005	\$ -	\$ 1,620	\$ 1,148	\$ 23,519
Receivables (net of allowances):					
Property and other taxes	3,706	-	-	-	-
Accounts	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Materials and supplies inventory	-	-	-	-	-
Total assets	<u>\$ 102,711</u>	<u>\$ -</u>	<u>\$ 1,620</u>	<u>\$ 1,148</u>	<u>\$ 23,519</u>
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Advances from other funds	-	-	-	-	-
Retainage payable	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources:					
Property and other local taxes	-	-	-	-	-
Unavailable revenue	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:					
Nonspendable:					
Inventory	-	-	-	-	-
Restricted:					
Street construction, maintenance and repairs	-	-	-	-	-
Fire/EMS	-	-	-	-	-
Parks and recreation	-	-	-	-	23,519
Court computer	-	-	-	-	-
Law enforcement	-	-	-	1,148	-
Other purposes	102,711	-	1,620	-	-
Total fund balances	<u>102,711</u>	<u>-</u>	<u>1,620</u>	<u>1,148</u>	<u>23,519</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 102,711</u>	<u>\$ -</u>	<u>\$ 1,620</u>	<u>\$ 1,148</u>	<u>\$ 23,519</u>

Greenspace Parkland Trust	Pierce Field Park Trust	Total Non-major Special Revenue Funds
\$ 1,000	\$ 112,536	\$ 869,167
-	-	135,928
-	-	265
-	-	127,258
-	-	50,818
<u>\$ 1,000</u>	<u>\$ 112,536</u>	<u>\$ 1,183,436</u>
\$ -	\$ -	\$ 11,780
-	-	129,000
-	-	43,012
<u>-</u>	<u>-</u>	<u>183,792</u>
-	-	127,356
-	-	78,839
<u>-</u>	<u>-</u>	<u>206,195</u>
-	-	50,818
-	-	449,830
-	-	1,424
1,000	112,536	150,389
-	-	20,193
-	-	7,253
-	-	113,542
<u>1,000</u>	<u>112,536</u>	<u>793,449</u>
<u>\$ 1,000</u>	<u>\$ 112,536</u>	<u>\$ 1,183,436</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014

	Street Construction Maintenance and Repair	State Highway Improvement	Police Pension	Fire Pension	Motor Vehicle Permissive Tax
Revenues:					
Property and other taxes	\$ -	\$ -	\$ 59,680	\$ 59,680	\$ -
Fines and forfeitures	-	-	-	-	-
Intergovernmental	501,191	21,502	9,296	9,296	16,849
Investment income	3,111	719	-	-	3,828
Contributions and donations	-	-	-	-	-
Other	-	-	321	321	-
Total revenues	<u>504,302</u>	<u>22,221</u>	<u>69,297</u>	<u>69,297</u>	<u>20,677</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Security of persons and property	-	-	72,424	72,424	-
Transportation	29,819	-	-	-	53,398
Leisure time activities	-	-	-	-	-
Capital outlay	433,284	-	-	-	-
Debt service:					
Principal retirement	20,339	22,165	-	-	-
Total expenditures	<u>483,442</u>	<u>22,165</u>	<u>72,424</u>	<u>72,424</u>	<u>53,398</u>
Excess (deficiency) of revenues over (under) expenditures	20,860	56	(3,127)	(3,127)	(32,721)
Other Financing Sources (Uses):					
Transfers in	250,000	-	-	-	-
Total other financing sources (uses)	<u>250,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	270,860	56	(3,127)	(3,127)	(32,721)
Fund balance at beginning of year	46,924	38,768	4,551	4,551	176,761
Fund balance at end of year	<u>\$ 317,784</u>	<u>\$ 38,824</u>	<u>\$ 1,424</u>	<u>\$ 1,424</u>	<u>\$ 144,040</u>

Law Enforcement	DUI Enforcement and Education	Mayor's Court Computer	Fire/EMS Grant	Grandview Center Improvement	McKinley Field	Wyman Woods	Municipal Swimming Pool
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2,041	619	3,385	-	-	-	-	-
-	-	-	5,250	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	3,327	-	61	8,967
-	-	-	-	-	-	-	-
<u>2,041</u>	<u>619</u>	<u>3,385</u>	<u>5,250</u>	<u>3,327</u>	<u>-</u>	<u>61</u>	<u>8,967</u>
-	-	6,993	-	-	-	-	-
5,520	247	-	2,750	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	6,934	-	100,000	-
-	-	-	-	-	-	-	-
<u>5,520</u>	<u>247</u>	<u>6,993</u>	<u>2,750</u>	<u>6,934</u>	<u>-</u>	<u>100,000</u>	<u>-</u>
(3,479)	372	(3,608)	2,500	(3,607)	-	(99,939)	8,967
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
(3,479)	372	(3,608)	2,500	(3,607)	-	(99,939)	8,967
5,902	1,886	23,801	(2,500)	12,818	126	103,150	1,030
<u>\$ 2,423</u>	<u>\$ 2,258</u>	<u>\$ 20,193</u>	<u>\$ -</u>	<u>\$ 9,211</u>	<u>\$ 126</u>	<u>\$ 3,211</u>	<u>\$ 9,997</u>

(Continued)

**CITY OF GRANDVIEW HEIGHTS, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2014**

	Convention and Visitors Bureau	Police Department Grant	Coronary Care	Youth DARE Trust	C. Ray Buck Sports Park
Revenues:					
Property and other taxes	\$ 62,517	\$ -	\$ -	\$ -	\$ -
Fines and forfeitures	-	-	-	-	-
Intergovernmental	-	10,697	-	-	-
Investment income	-	-	-	-	-
Contributions and donations	-	-	640	-	-
Other	-	-	-	-	-
Total revenues	<u>62,517</u>	<u>10,697</u>	<u>640</u>	<u>-</u>	<u>-</u>
Expenditures:					
Current:					
General government	65,000	-	-	-	-
Security of persons and property	-	-	-	643	-
Transportation	-	-	-	-	-
Leisure time activities	-	-	-	-	-
Capital outlay	-	-	2,249	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Total expenditures	<u>65,000</u>	<u>-</u>	<u>2,249</u>	<u>643</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(2,483)	10,697	(1,609)	(643)	-
Other Financing Sources (Uses):					
Transfers in	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(2,483)	10,697	(1,609)	(643)	-
Fund balance at end of year	<u>105,194</u> <u>\$ 102,711</u>	<u>(10,697)</u> <u>\$ -</u>	<u>3,229</u> <u>\$ 1,620</u>	<u>1,791</u> <u>\$ 1,148</u>	<u>23,519</u> <u>\$ 23,519</u>

Greenspace Parkland Trust	Pierce Field Park Trust	Total Non-major Special Revenue Funds
\$ -	\$ -	\$ 181,877
-	-	6,045
-	-	574,081
-	-	7,658
-	55	13,050
-	1,099	1,741
-	1,154	784,452
-	-	71,993
-	-	154,008
-	-	83,217
-	13,713	13,713
-	-	542,467
-	-	42,504
-	13,713	907,902
-	(12,559)	(123,450)
-	-	250,000
-	-	250,000
-	(12,559)	126,550
1,000	125,095	666,899
<u>\$ 1,000</u>	<u>\$ 112,536</u>	<u>\$ 793,449</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
STREET CONSTRUCTION, MAINTENANCE AND REPAIR
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	Final Budget	Actual	Variance Over/(Under)
<u>Revenues:</u>			
Intergovernmental	\$ 485,000	\$ 492,634	\$ 7,634
Investment income	6,100	3,111	(2,989)
Other Revenue	-	13,445	13,445
Total revenues	<u>491,100</u>	<u>509,190</u>	<u>18,090</u>
<u>Expenditures:</u>			
Transportation			
Contractual services	67,500	66,561	939
Materials and supplies	30,400	23,175	7,225
Other operating	20,350	14,381	5,969
Capital outlay	551,000	549,687	1,313
Debt service			
Principal retirement	20,339	20,339	-
Total expenditures	<u>689,589</u>	<u>674,143</u>	<u>15,446</u>
<u>Other Financing Uses:</u>			
Transfers in	250,000	250,000	-
Advances out	(21,500)	(21,500)	-
Total other financing uses	<u>228,500</u>	<u>228,500</u>	<u>-</u>
Net change in fund balance	30,011	63,547	33,536
Fund balance - January 1	137,323	137,323	-
Prior year encumbrances appropriated	10,750	10,750	-
Fund balance - December 31	<u>\$ 178,084</u>	<u>\$ 211,620</u>	<u>\$ 33,536</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
STATE HIGHWAY IMPROVEMENT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>			
Intergovernmental	\$ 20,500	\$ 21,295	\$ 795
Investment income	1,400	718	(682)
Total revenues	<u>21,900</u>	<u>22,013</u>	<u>113</u>
<u>Expenditures:</u>			
Debt service			
Principal retirement	<u>22,165</u>	<u>22,164</u>	<u>1</u>
Total expenditures	<u>22,165</u>	<u>22,164</u>	<u>1</u>
Net change in fund balance	(265)	(151)	114
Fund balance - January 1	<u>35,639</u>	<u>35,639</u>	<u>-</u>
Fund balance - December 31	<u>\$ 35,374</u>	<u>\$ 35,488</u>	<u>\$ 114</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
POLICE PENSION
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	Final Budget	Actual	Variance Over/(Under)
<u>Revenues:</u>			
Property and other taxes	\$ 64,521	\$ 62,883	\$ (1,638)
Intergovernmental	9,349	9,296	(53)
Other Revenue	-	322	322
Total revenues	<u>73,870</u>	<u>72,501</u>	<u>(1,369)</u>
<u>Expenditures:</u>			
Security of Persons and Property			
Personal services	71,471	71,471	-
Other	1,000	953	47
Total expenditures	<u>72,471</u>	<u>72,424</u>	<u>47</u>
Net change in fund balance	1,399	77	(1,322)
Fund balance - January 1	693	693	-
Fund balance - December 31	<u>\$ 2,092</u>	<u>\$ 770</u>	<u>\$ (1,322)</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
FIRE PENSION
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	Final Budget	Actual	Variance Over/(Under)
<u>Revenues:</u>			
Property and other local taxes	\$ 64,521	\$ 62,883	\$ (1,638)
Intergovernmental	9,349	9,296	(53)
Other Revenue	-	322	322
Total revenues	<u>73,870</u>	<u>72,501</u>	<u>(1,369)</u>
<u>Expenditures:</u>			
Security of Persons and Property			
Personal services	71,471	71,471	-
Other	1,000	953	47
Total expenditures	<u>72,471</u>	<u>72,424</u>	<u>47</u>
Net change in fund balance	1,399	77	(1,322)
Fund balance - January 1	693	693	-
Fund balance - December 31	<u>\$ 2,092</u>	<u>\$ 770</u>	<u>\$ (1,322)</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
MOTOR VEHICLE PERMISSIVE TAX
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	Final Budget	Actual	Variance Over/(Under)
<u>Revenues:</u>			
Intergovernmental	\$ 15,000	\$ 16,610	\$ 1,610
Investment income	6,400	3,828	(2,572)
Total revenues	<u>21,400</u>	<u>20,438</u>	<u>(962)</u>
<u>Expenditures:</u>			
Transportation			
Materials and supplies	83,500	72,437	11,063
Total expenditures	<u>83,500</u>	<u>72,437</u>	<u>11,063</u>
Net change in fund balance	(62,100)	(51,999)	10,101
Fund balance - January 1	174,225	174,225	-
Prior year encumbrances appropriated	10,500	10,500	-
Fund balance - December 31	<u>\$ 122,625</u>	<u>\$ 132,726</u>	<u>\$ 10,101</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
LAW ENFORCEMENT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	Final Budget	Actual	Variance Over/(Under)
<u>Revenues:</u>			
Fines and forfeitures	\$ -	\$ 2,041	\$ 2,041
Total revenues	<u>-</u>	<u>2,041</u>	<u>2,041</u>
<u>Expenditures:</u>			
Current:			
Security of Persons and Property			
Supplies and Materials	5,228	4,920	308
Other	600	600	-
Total expenditures	<u>5,828</u>	<u>5,520</u>	<u>308</u>
Excess of Expenditures Over Revenues	(5,828)	(3,479)	2,349
<u>Other Financing Sources:</u>			
Sale of capital assets	-	74	74
Total other financing sources	<u>-</u>	<u>74</u>	<u>74</u>
Net change in fund balance	(5,828)	(3,405)	2,423
Fund balance - January 1	\$ 5,828	\$ 5,828	\$ -
Fund balance - December 31	<u>\$ -</u>	<u>\$ 2,423</u>	<u>\$ 2,423</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
DUI EDUCATION AND ENFORCEMENT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>			
Fines and forfeitures	\$ 1,000	\$ 694	\$ (306)
Total revenues	<u>1,000</u>	<u>694</u>	<u>(306)</u>
<u>Expenditures:</u>			
<u>Current:</u>			
Security of Persons and Property			
Materials and Supplies	1,886	247	1,639
Total expenditures	<u>1,886</u>	<u>247</u>	<u>1,639</u>
Net change in fund balance	(886)	447	1,333
Fund balance - January 1	1,786	1,786	-
Fund balance - December 31	<u>\$ 900</u>	<u>\$ 2,233</u>	<u>\$ 1,333</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
MAYOR’S COURT COMPUTER
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>			
Fines and forfeitures	\$ 5,000	\$ 3,380	\$ (1,620)
Total revenues	<u>5,000</u>	<u>3,380</u>	<u>(1,620)</u>
<u>Expenditures:</u>			
General Government			
Contractual services	3,500	3,411	89
Materials and supplies	2,600	-	2,600
Capital Outlay	13,500	-	13,500
Total expenditures	<u>19,600</u>	<u>3,411</u>	<u>16,189</u>
Net change in fund balance	(14,600)	(31)	14,569
Fund balance - January 1	23,566	23,566	-
Fund balance - December 31	<u>\$ 8,966</u>	<u>\$ 23,535</u>	<u>\$ 14,569</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
COMMUNITY EVENTS AND PROJECTS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Expenditures:</u>			
Leisure Time Activity			
Other operating	\$ 202	\$ 130	\$ 72
Total expenditures	<u>202</u>	<u>130</u>	<u>72</u>
Net change in fund balance	(202)	(130)	72
Fund balance - January 1	2,002	2,002	-
Fund balance - December 31	<u>\$ 1,800</u>	<u>\$ 1,872</u>	<u>\$ 72</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
TAX ABATEMENT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	Final Budget	Actual	Variance Over/(Under)
<u>Revenues:</u>			
Municipal income taxes	\$ 500,000	\$ 401,336	\$ (98,664)
Charges for services	3,800	5,202	\$ 1,402
Total revenues	<u>503,800</u>	<u>406,538</u>	<u>(97,262)</u>
<u>Expenditures:</u>			
General Government			
Other	\$ 690,250	\$ 690,097	\$ 153
Total expenditures	<u>690,250</u>	<u>690,097</u>	<u>153</u>
Net change in fund balance	(186,450)	(283,559)	(97,109)
Fund balance - January 1	456,724	456,724	-
Prior Year Encumbrances Appropriated	90,250	90,250	-
Fund balance - December 31	<u>\$ 360,524</u>	<u>\$ 263,415</u>	<u>\$ (97,109)</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
FIRE EMS GRANT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	Final Budget	Actual	Variance Over/(Under)
<u>Revenues:</u>			
Intergovernmental	\$ 2,500	\$ 5,250	\$ 2,750
Total revenues	<u>2,500</u>	<u>5,250</u>	<u>2,750</u>
<u>Expenditures:</u>			
Security of Persons and Property			
Materials and supplies	2,750	2,750	-
Total expenditures	<u>2,750</u>	<u>2,750</u>	<u>-</u>
<u>Other Financing Sources (Uses):</u>			
Transfer out	-	-	-
Advance in	-	2,750	2,750
Advance out	-	(5,250)	(5,250)
Total other financing sources (uses)	<u>-</u>	<u>(2,500)</u>	<u>(2,500)</u>
Net change in fund balance	(250)	-	250
Fund balance - January 1	-	-	-
Fund balance - December 31	<u>\$ (250)</u>	<u>\$ -</u>	<u>\$ 250</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
GRANDVIEW CENTER IMPROVEMENT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>			
Contributions and donations	\$ 1,000	\$ 3,327	\$ 2,327
Total revenues	<u>1,000</u>	<u>3,327</u>	<u>2,327</u>
<u>Expenditures:</u>			
Public Health and Welfare			
Capital outlay	<u>7,000</u>	<u>6,934</u>	<u>66</u>
Total expenditures	<u>7,000</u>	<u>6,934</u>	<u>66</u>
Net change in fund balance	(6,000)	(3,607)	2,393
Fund balance - January 1	<u>12,818</u>	<u>12,818</u>	<u>-</u>
Fund balance - December 31	<u>\$ 6,818</u>	<u>\$ 9,211</u>	<u>\$ 2,393</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
MCKINLEY FIELD
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	Final Budget	Actual	Variance Over/(Under)
Fund balance - January 1	\$ 126	\$ 126	\$ -
Fund balance - December 31	<u>\$ 126</u>	<u>\$ 126</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
WYMAN WOODS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>			
Contributions and donations	\$ -	\$ 61	\$ 61
Total revenues	<u>-</u>	<u>61</u>	<u>61</u>
<u>Expenditures:</u>			
Leisure Time Activity			
Capital outlay	101,150	100,000	1,150
Total expenditures	<u>101,150</u>	<u>100,000</u>	<u>1,150</u>
Net change in fund balance	(101,150)	(99,939)	1,211
Fund balance - January 1	\$ 103,150	\$ 103,150	\$ -
Fund balance - December 31	<u>\$ 2,000</u>	<u>\$ 3,211</u>	<u>\$ 1,211</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
MUNICIPAL SWIMMING POOL
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>			
Contributions and donations	\$ -	\$ 8,968	\$ 8,968
Total revenues	<u>-</u>	<u>8,968</u>	<u>8,968</u>
<u>Expenditures:</u>			
Leisure Time Activity			
Materials and supplies	1,000	-	1,000
Total expenditures	<u>1,000</u>	<u>-</u>	<u>1,000</u>
Net change in fund balance	(1,000)	8,968	9,968
Fund balance - January 1	1,030	1,030	-
Fund balance - December 31	<u>\$ 30</u>	<u>\$ 9,998</u>	<u>\$ 9,968</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
CONVENTION AND VISITOR’S BUREAU
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>			
Property and other local taxes	\$ 60,000	\$ 62,185	\$ 2,185
Total revenues	<u>60,000</u>	<u>62,185</u>	<u>2,185</u>
<u>Expenditures:</u>			
General Government			
Other	65,000	65,000	-
Total expenditures	<u>65,000</u>	<u>65,000</u>	<u>-</u>
Net change in fund balance	(5,000)	(2,815)	2,185
Fund balance - January 1	101,820	101,820	-
Fund balance - December 31	<u>\$ 96,820</u>	<u>\$ 99,005</u>	<u>\$ 2,185</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
POLICE DEPARTMENT GRANT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>			
Intergovernmental	\$ 2,340	\$ 2,306	\$ (34)
Total revenues	<u>2,340</u>	<u>2,306</u>	<u>(34)</u>
<u>Expenditures:</u>			
Security of Persons and Property			
Capital Outlay	2,340	2,306	34
Total expenditures	<u>2,340</u>	<u>2,306</u>	<u>34</u>
Excess of Expenditures Over Revenues	-	-	-
Other Financing Sources			
Advance In	-	2,340	2,340
Advance Out	-	(2,340)	(2,340)
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balance - January 1	-	-	-
Fund balance - December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
JEDZ CEDA
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>			
Intergovernmental	\$ 910,000	\$ 948,708	\$ 38,708
Total revenues	<u>910,000</u>	<u>948,708</u>	<u>38,708</u>
<u>Expenditures:</u>			
Economic Development			
Contractual Services	910,000	910,000	-
Total expenditures	<u>910,000</u>	<u>910,000</u>	<u>-</u>
Net change in fund balance	-	38,708	38,708
Fund balance - January 1	-	-	-
Fund balance - December 31	<u>\$ -</u>	<u>\$ 38,708</u>	<u>\$ 38,708</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
CORONARY CARE TRUST
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>			
Contributions and donations	\$ -	\$ 640	\$ 640
Total revenues	<u>-</u>	<u>640</u>	<u>640</u>
<u>Expenditures:</u>			
Security of Persons and Property			
Capital Outlay	<u>3,229</u>	<u>2,249</u>	<u>980</u>
Total Expenditures	<u>3,229</u>	<u>2,249</u>	<u>980</u>
Net change in fund balance	(3,229)	(1,609)	1,620
Fund balance - January 1	<u>\$ 3,229</u>	<u>\$ 3,229</u>	<u>\$ -</u>
Fund balance - December 31	<u><u>\$ -</u></u>	<u><u>\$ 1,620</u></u>	<u><u>\$ 1,620</u></u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
YOUTH TRUST
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Expenditures:</u>			
Security of Persons and Property			
Other	\$ 1,791	\$ 643	\$ 1,148
Total Expenditures	<u>1,791</u>	<u>643</u>	<u>1,148</u>
 Net change in Fund Balance	 (1,791)	 (643)	 1,148
 Fund balance - January 1	 \$ 1,791	 \$ 1,791	 \$ -
Fund balance - December 31	<u>\$ -</u>	<u>\$ 1,148</u>	<u>\$ 1,148</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
C. RAY BUCK SPORTS PARK
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Expenditures:</u>			
Capital outlay	\$ 10,000	\$ 9,950	\$ 50
Total expenditures	<u>10,000</u>	<u>9,950</u>	<u>50</u>
 Net change in fund balance	 (10,000)	 (9,950)	 50
 Fund balance - January 1	 \$ 23,519	 \$ 23,519	 \$ -
Fund balance - December 31	<u>\$ 13,519</u>	<u>\$ 13,569</u>	<u>\$ 50</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
GREENSPACE PARKLAND TRUST
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	Final Budget	Actual	Variance Over/(Under)
Fund balance - January 1	\$ 1,000	\$ 1,000	\$ -
Fund balance - December 31	<u>\$ 1,000</u>	<u>\$ 1,000</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
PIERCE FIELD PARK TRUST
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>			
Contributions and donations	\$ 800	\$ 55	\$ (745)
Other revenue	5,000	1,100	(3,900)
Total revenues	<u>5,800</u>	<u>1,155</u>	<u>(4,645)</u>
<u>Expenditures:</u>			
Leisure Time Activity			
Contractual services	7,116	7,116	-
Materials and Supplies	20,000	19,833	167
Total expenditures	<u>27,116</u>	<u>26,949</u>	<u>167</u>
Net change in fund balance	(21,316)	(25,794)	(4,478)
Fund balance - January 1	120,891	120,891	-
Prior year encumbrances appropriated	7,116	7,116	-
Fund balance - December 31	<u>\$ 106,691</u>	<u>\$ 102,213</u>	<u>\$ (4,478)</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
ACCRUED LEAVE RESERVE
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Expenditures:</u>			
General Government			
Personal services	150,000	1,768	148,232
Total expenditures	<u>150,000</u>	<u>1,768</u>	<u>148,232</u>
Net change in fund balance	(150,000)	(1,768)	148,232
Fund balance - January 1	150,000	150,000	-
Fund balance - December 31	<u>\$ -</u>	<u>\$ 148,232</u>	<u>\$ 148,232</u>

**CITY OF GRANDVIEW HEIGHTS, OHIO
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUND
AS OF DECEMBER 31, 2014**

	General Improvement	Sewer Improvement	Grandview Yard Infrastructure Fund	Grandview Yard Phase IV Infrastructure Fund	Total Non-major Capital Projects Funds
Assets:					
Equity in pooled cash and investments	\$ 896,867	\$ 261,645	\$ -	\$ -	\$ 1,158,512
Receivables (net of allowances):					
Income taxes	131,869	-	-	-	131,869
Accounts	37,800	14,319	-	-	52,119
Intergovernmental	-	-	-	686,183	686,183
Total assets	<u>\$ 1,066,536</u>	<u>\$ 275,964</u>	<u>\$ -</u>	<u>\$ 686,183</u>	<u>\$ 2,028,683</u>
Liabilities:					
Accounts payable	\$ 32,516	\$ -	\$ 104,372	\$ 686,183	\$ 823,071
Total liabilities	<u>32,516</u>	<u>-</u>	<u>104,372</u>	<u>686,183</u>	<u>823,071</u>
Deferred Inflows of Resources:					
Unavailable revenue	94,873	-	-	-	94,873
Total deferred inflows of resources	<u>94,873</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>94,873</u>
Fund Balances:					
Committed:					
Capital projects	939,147	275,964	-	-	1,215,111
Unassigned	-	-	(104,372)	-	(104,372)
Total fund balances	<u>939,147</u>	<u>275,964</u>	<u>(104,372)</u>	<u>-</u>	<u>1,110,739</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,066,536</u>	<u>\$ 275,964</u>	<u>\$ -</u>	<u>\$ 686,183</u>	<u>\$ 2,028,683</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2014

	General Improvement	Sewer Improvement	Grandview Yard Infrastructure Fund	Grandview Yard Phase IV Infrastructure Fund	Total Non-major Capital Projects Funds
Revenues:					
Municipal income taxes	\$ 385,875	\$ -		\$ -	\$ 385,875
Charges for services	195,400	195,049	-	-	390,449
Intergovernmental	-	-	1,692,552	1,242,294	2,934,846
Other	5,349	-	-	-	5,349
Total revenues	<u>586,624</u>	<u>195,049</u>	<u>1,692,552</u>	<u>1,242,294</u>	<u>3,716,519</u>
Expenditures:					
Current:					
General government	31,882	-	-	-	31,882
Transportation	28,638	-	-	-	28,638
Utility services	247,819	45,487	-	-	293,306
Capital outlay	767,375	-	1,645,421	1,242,294	3,655,090
Debt service:					
Principal retirement	-	50,501	-	-	50,501
Interest and fiscal charges	-	13,630	-	-	13,630
Total expenditures	<u>1,075,714</u>	<u>109,618</u>	<u>1,645,421</u>	<u>1,242,294</u>	<u>4,073,047</u>
Excess (deficiency) of revenues over (under) expenditures	(489,090)	85,431	47,131	-	(356,528)
Other Financing Sources (Uses):					
Sale of capital assets	12,978	-	-	-	12,978
Proceeds from loan issuance	-	-	10,825	-	10,825
Proceeds from inception of capital lease	447,259	-	-	-	447,259
Total other financing sources (uses)	<u>460,237</u>	<u>-</u>	<u>10,825</u>	<u>-</u>	<u>471,062</u>
Net change in fund balances	(28,853)	85,431	57,956	-	114,534
Fund balance at beginning of year	968,000	190,533	(162,328)	-	996,205
Fund balance at end of year	<u>\$ 939,147</u>	<u>\$ 275,964</u>	<u>\$ (104,372)</u>	<u>\$ -</u>	<u>\$ 1,110,739</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
GENERAL IMPROVEMENT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>			
Municipal income taxes	\$ 385,000	\$ 387,096	\$ 2,096
Charges for services	100,000	194,274	94,274
Other	4,000	5,347	1,347
Total revenues	<u>489,000</u>	<u>586,717</u>	<u>97,717</u>
<u>Expenditures:</u>			
General Government			
Contractual services	45,450	44,133	1,317
Other	276,300	274,042	2,258
Capital outlay	559,872	481,598	78,274
Debt Service			
Principal Retirement	163,300	-	163,300
Total expenditures	<u>1,044,922</u>	<u>799,773</u>	<u>245,149</u>
Excess of expenditures over revenues	(555,922)	(213,056)	342,866
<u>Other Financing Sources:</u>			
Sale of Capital Assets	-	12,978	12,978
Total other financing sources	<u>-</u>	<u>12,978</u>	<u>12,978</u>
Net change in fund balance	(555,922)	(200,078)	355,844
Fund balance - January 1	844,764	844,764	-
Prior year encumbrances appropriated	52,452	52,452	-
Fund balance - December 31	<u>\$ 341,294</u>	<u>\$ 697,138</u>	<u>\$ 355,844</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
SEWER IMPROVEMENT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>			
Charges for services	\$ 190,000	\$ 189,761	\$ (239)
Total revenues	<u>190,000</u>	<u>189,761</u>	<u>(239)</u>
<u>Expenditures:</u>			
Utility Services			
Contractual services	108,619	88,517	20,102
Materials and supplies	18,000	17,909	91
Other operating	5,140	170	4,970
Capital outlay	-	-	-
Debt service			
Principal retirement	50,507	50,507	-
Interest and fiscal charges	14,725	13,624	1,101
Total expenditures	<u>196,991</u>	<u>170,727</u>	<u>26,264</u>
Net change in fund balance	(6,991)	19,034	26,025
Fund balance - January 1	127,914	127,914	-
Prior year encumbrances appropriated	75,659	75,659	-
Fund balance - December 31	<u>\$ 196,582</u>	<u>\$ 222,607</u>	<u>\$ 26,025</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
WEST GOODALE PROJECT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>			
Intergovernmental	\$ 1,212,774	\$ 1,212,774	\$ -
Total revenues	<u>1,212,774</u>	<u>1,212,774</u>	<u>-</u>
<u>Expenditures:</u>			
Capital outlay	2,794,040	2,794,040	-
Total expenditures	<u>2,794,040</u>	<u>2,794,040</u>	<u>-</u>
Excess of Expenditures Over Revenues	(1,581,266)	(1,581,266)	-
Other Financing Sources			
Loan Proceeds	1,581,266	1,581,266	-
Total Other Financing Sources	<u>1,581,266</u>	<u>1,581,266</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balance - January 1	-	-	-
Fund balance - December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
PARKS AND RECREATION CAPITAL IMPROVEMENT
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2013

	Final Budget	Actual	Variance Over/(Under)
<u>Revenues:</u>			
Property and other local taxes	\$ 172,129	\$ 176,775	\$ 4,646
Intergovernmental	7,789	76,710	68,921
Investment income	2,500	2,971	471
Other	-	270	270
Total revenues	<u>182,418</u>	<u>256,726</u>	<u>74,308</u>
<u>Expenditures:</u>			
Leisure Time Activity			
Contractual services	1,655	-	1,655
Other Operating	1,000	794	206
Capital outlay	1,933,810	1,779,426	154,384
Debt service			
Principal retirement	75,000	75,000	-
Interest and fiscal charges	78,375	78,375	-
Total expenditures	<u>2,089,840</u>	<u>1,933,595</u>	<u>156,245</u>
<u>Other Financing Sources:</u>			
Transfer in	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(1,907,422)	(1,676,869)	230,553
Fund balance - January 1	1,784,268	1,784,268	-
Prior year encumbrances appropriated	267,465	267,465	-
Fund balance - December 31	<u>\$ 144,311</u>	<u>\$ 374,864</u>	<u>\$ 230,553</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
GRANDVIEW YARD INFRASTRUCTURE
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>			
Intergovernmental	\$ 2,295,627	\$ 2,295,627	\$ -
Total revenues	<u>2,295,627</u>	<u>2,295,627</u>	<u>-</u>
<u>Expenditures:</u>			
Capital outlay	2,306,453	2,306,452	1
Total expenditures	<u>2,306,453</u>	<u>2,306,452</u>	<u>1</u>
Excess of Expenditures Over Revenues	(10,826)	(10,825)	1
Other Financing Sources			
Loan Proceeds	10,826	10,825	(1)
Total Other Financing Sources	<u>10,826</u>	<u>10,825</u>	<u>(1)</u>
Net change in fund balance	-	-	-
Fund balance - January 1	-	-	-
Fund balance - December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL – BUDGETARY (NON-GAAP) BASIS
GRANDVIEW YARD INFRASTRUCTURE PHASE IV
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<u>Revenues:</u>			
Intergovernmental	\$ 556,112	\$ 556,111	\$ (1)
Total revenues	<u>556,112</u>	<u>556,111</u>	<u>(1)</u>
<u>Expenditures:</u>			
Capital outlay	556,112	556,111	1
Total expenditures	<u>556,112</u>	<u>556,111</u>	<u>1</u>
Net change in fund balance	-	-	-
Fund balance - January 1	-	-	-
Fund balance - December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

**INDIVIDUAL FUND SCHEDULES
FUND DESCRIPTION - AGENCY FUND**

Agency Funds

Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

Mayor's Court

To account for monies collected and to be distributed by the Mayor's Court.

Joint Economic Development Zone (JEDZ) Board

To account for monies collected and to be distributed by the JEDZ Board in agreement with the agreement between the City and Clinton Township.

CITY OF GRANDVIEW HEIGHTS, OHIO
STATEMENT IN CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014

	Beginning Balance	Additions	Deductions	Ending Balance
Mayor's Court				
Assets				
Cash in segregated accounts	\$ 975	\$ 111,446	\$ (111,901)	\$ 520
Total assets	<u>\$ 975</u>	<u>\$ 111,446</u>	<u>\$ (111,901)</u>	<u>\$ 520</u>
Liabilities				
Due to others	\$ 975	\$ 111,446	\$ (111,901)	\$ 520
Total liabilities	<u>\$ 975</u>	<u>\$ 111,446</u>	<u>\$ (111,901)</u>	<u>\$ 520</u>
Joint Economic Development Zone Board				
Assets				
Cash in segregated accounts	\$ -	\$ 1,467,828	\$ (1,444,910)	\$ 22,918
Income Taxes Receivable	-	366,519	-	366,519
Total assets	<u>\$ -</u>	<u>\$ 1,834,347</u>	<u>\$ (1,444,910)</u>	<u>\$ 389,437</u>
Liabilities				
Due to others	\$ -	\$ 1,834,347	\$ (1,444,910)	\$ 389,437
Total liabilities	<u>\$ -</u>	<u>\$ 1,834,347</u>	<u>\$ (1,444,910)</u>	<u>\$ 389,437</u>
Total				
Assets				
Cash in segregated accounts	\$ 975	\$ 1,579,274	\$ (1,556,811)	\$ 23,438
Income Taxes Receivable	-	366,519	-	366,519
Total assets	<u>\$ 975</u>	<u>\$ 1,945,793</u>	<u>\$ (1,556,811)</u>	<u>\$ 389,957</u>
Liabilities				
Due to others	\$ 975	\$ 1,945,793	\$ (1,556,811)	\$ 389,957
Total liabilities	<u>\$ 975</u>	<u>\$ 1,945,793</u>	<u>\$ (1,556,811)</u>	<u>\$ 389,957</u>



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The CITY of
GRANDVIEW HEIGHTS

STATISTICAL SECTION



The CITY of
GRANDVIEW HEIGHTS

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CITY OF GRANDVIEW HEIGHTS, OHIO

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City of Grandview Heights's financial performance and well-being have changed over time.	S4-S11
Revenue Capacity These schedules contain information to help the reader assess the City’s most significant local revenue source, the income tax.	S12-17
Debt Capacity These schedules contain information to help the reader assess the afford-ability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	S18-21
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	S22-23
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	S24-29

Sources: Sources are noted on the individual schedules.

CITY OF GRANDVIEW HEIGHTS, OHIO

NET POSITION BY COMPONENT
LAST TEN YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Governmental activities:				
Net investment in capital assets	\$ 28,093,276	\$ 17,454,369	\$ 14,833,545	\$ 13,916,772
Restricted	1,779,704	1,192,229	998,793	593,883
Unrestricted	9,548,018	8,724,333	6,205,357	4,764,336
Total governmental activities net assets	<u>\$ 39,420,998</u>	<u>\$ 27,370,931</u>	<u>\$ 22,037,695</u>	<u>\$ 19,274,991</u>

Source: City financial records.

<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
\$ 12,133,217	\$ 4,551,855	\$ 4,432,203	\$ 3,691,157	\$ 3,532,321	\$ 3,058,195
1,611,322	1,132,664	1,202,213	1,660,592	1,585,464	1,366,202
3,494,112	4,023,126	4,004,892	2,741,623	1,726,118	574,967
<u>\$ 17,238,651</u>	<u>\$ 9,707,645</u>	<u>\$ 9,639,308</u>	<u>\$ 8,093,372</u>	<u>\$ 6,843,903</u>	<u>\$ 4,999,364</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

CHANGES IN NET POSITION
LAST TEN YEARS
(ACCRUAL BASIS OF ACCOUNTING)

Program revenues:	2014	2013	2012	2011	2010
Governmental activities					
Charges for services:					
General government	\$ 544,813	\$ 451,915	\$ 455,289	\$ 435,571	\$ 423,918
Security of persons and property	539,958	498,081	449,968	399,152	406,577
Public health and welfare	186,734	183,268	175,426	177,226	169,237
Transportation	53,065	51,187	49,373	232,293	225,278
Utility Services	195,049	191,538	189,754	-	-
Leisure time activity	260,511	251,859	278,929	268,002	255,528
Economic Development	10,976	3,831	-	-	-
Operating grants & contributions	1,644,574	459,865	414,372	445,306	1,606,592
Capital grants & contributions	11,254,753	2,742,643	1,916,238	1,809,543	7,783,106
Total governmental activities program revenues	<u>14,690,433</u>	<u>4,834,187</u>	<u>3,929,349</u>	<u>3,767,093</u>	<u>10,870,236</u>
Expenses:					
Governmental activities					
General government	3,000,999	2,504,617	2,457,407	2,253,422	2,098,542
Security of persons and property	5,099,104	4,944,704	4,817,775	4,686,786	4,609,921
Public health and welfare	39,947	6,209	42,352	43,126	40,303
Transportation	1,232,038	1,172,477	1,087,234	804,027	602,154
Leisure time activity	1,163,617	999,847	951,611	914,501	856,551
Utility services	758,093	790,285	769,457	722,475	748,210
Economic development	3,653,254	2,347,316	1,213,559	1,218,348	1,730,058
Interest & fiscal charges	90,563	100,008	16,930	19,262	13,045
Bond issuance costs	-	-	65,700	-	-
Total governmental activities expenses	<u>15,037,615</u>	<u>12,865,463</u>	<u>11,422,025</u>	<u>10,661,947</u>	<u>10,698,784</u>
Total primary government net revenue (expense)	<u>(347,182)</u>	<u>(8,031,276)</u>	<u>(7,492,676)</u>	<u>(6,894,854)</u>	<u>171,452</u>
General revenues and other changes in net assets:					
Governmental activities					
Taxes:					
Property taxes levied for:					
General purposes	1,920,525	2,069,275	1,376,226	1,462,403	1,437,706
Police and fire pensions	119,090	130,564	126,450	125,388	144,204
Parks and recreation improvements	54,426	-	-	-	-
Hotel and motel taxes	187,552	245,746	237,143	207,056	31,743
Payments in lieu of taxes	1,271,885	1,653,591	413,790	-	-
Municipal income taxes levied for:					
General purposes	7,249,043	7,606,041	6,994,594	5,629,193	4,404,879
Capital improvements	381,528	400,319	367,041	296,273	154,654
Grants and entitlements not restricted to specific programs	790,346	881,703	515,848	892,128	1,013,394
Investment earnings	74,311	53,068	120,486	132,081	104,581
Lease	-	-	-	-	-
Miscellaneous	348,543	324,205	103,802	186,672	68,413
Special item	-	-	-	-	-
Total governmental activities	<u>12,397,249</u>	<u>13,364,512</u>	<u>10,255,380</u>	<u>8,931,194</u>	<u>7,359,574</u>
Total primary government change in net position	<u>\$ 12,050,067</u>	<u>\$ 5,333,236</u>	<u>\$ 2,762,704</u>	<u>\$ 2,036,340</u>	<u>\$ 7,531,026</u>

Source: City financial records.

	2009	2008	2007	2006	2005
\$	309,175	\$ 213,627	\$ 216,906	\$ 172,519	\$ 165,083
	564,845	542,676	499,893	551,316	546,146
	146,593	158,414	155,936	124,633	120,857
	221,589	219,398	196,812	115,292	131,657
	-	-	-	-	-
	243,177	269,207	258,572	227,938	251,661
	-	-	-	-	-
	373,644	542,629	374,288	563,107	457,437
	10,950	8,541	3,418	22,548	24,276
	<u>1,869,973</u>	<u>1,954,492</u>	<u>1,705,825</u>	<u>1,777,353</u>	<u>1,697,117</u>
	2,023,040	2,204,504	2,075,789	1,707,802	1,530,412
	4,667,721	4,410,555	4,382,097	4,339,500	4,060,294
	39,636	36,822	34,345	33,557	31,868
	1,548,131	1,493,001	1,397,206	1,165,134	1,304,154
	785,511	768,120	775,985	735,040	888,488
	109,100	107,706	107,153	111,066	65,674
	-	-	-	15,903	-
	24,939	23,116	36,045	38,760	48,174
	-	-	-	-	-
	<u>9,198,078</u>	<u>9,043,824</u>	<u>8,808,620</u>	<u>8,146,762</u>	<u>7,929,064</u>
	<u>(7,328,105)</u>	<u>(7,089,332)</u>	<u>(7,102,795)</u>	<u>(6,369,409)</u>	<u>(6,231,947)</u>
	1,387,888	1,500,106	1,459,747	1,566,802	1,439,355
	122,460	123,818	123,722	129,868	106,158
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	4,745,785	5,692,124	5,353,771	5,147,926	3,447,179
	-	-	-	-	-
	916,994	1,003,195	1,020,332	1,002,555	959,886
	107,228	167,510	94,179	99,301	50,104
	-	-	215,660	215,605	214,855
	116,087	148,515	84,853	51,891	76,355
	-	-	-	-	45,789
	<u>7,396,442</u>	<u>8,635,268</u>	<u>8,352,264</u>	<u>8,213,948</u>	<u>6,339,681</u>
\$	<u>68,337</u>	<u>\$ 1,545,936</u>	<u>\$ 1,249,469</u>	<u>\$ 1,844,539</u>	<u>\$ 107,734</u>

CITY OF GRANDVIEW HEIGHTS, OHIO
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
General fund:				
Reserved	N/A	N/A	N/A	N/A
Unreserved	N/A	N/A	N/A	N/A
Nonspendable	177,939	204,695	216,999	237,387
Committed	148,232	150,000	150,000	-
Assigned	203,371	144,167	1,546,279	1,249,920
Unassigned	7,095,887	5,708,223	2,544,146	1,988,100
Total general fund	<u>\$ 7,625,429</u>	<u>\$ 6,207,085</u>	<u>\$ 4,457,424</u>	<u>\$ 3,475,407</u>
All other governmental funds:				
Reserved	N/A	N/A	N/A	N/A
Undesignated (deficit), reported in:				
Special revenue funds	N/A	N/A	N/A	N/A
Capital project funds	N/A	N/A	N/A	N/A
Nonspendable	50,818	10,485	17,752	20,643
Restricted	1,742,683	2,889,402	3,784,652	522,872
Committed	1,215,111	1,158,533	1,029,225	916,057
Unassigned	(205,908)	(175,212)	(287,445)	(391,102)
Total all other governmental funds	<u>\$ 2,802,704</u>	<u>\$ 3,883,208</u>	<u>\$ 4,544,184</u>	<u>\$ 1,068,470</u>
Total Governmental funds	<u>\$ 10,428,133</u>	<u>\$ 10,090,293</u>	<u>\$ 9,001,608</u>	<u>\$ 4,543,877</u>

Source: City financial records.

2010	2009	2008	2007	2006	2005
N/A	\$ 109,898	\$ 171,144	\$ 286,948	\$ 253,194	\$ 98,091
N/A	3,676,274	3,883,314	2,410,128	1,356,521	730,789
258,985	N/A	N/A	N/A	N/A	N/A
-	N/A	N/A	N/A	N/A	N/A
1,351,767	N/A	N/A	N/A	N/A	N/A
1,917,702	N/A	N/A	N/A	N/A	N/A
<u>\$ 3,528,454</u>	<u>\$ 3,786,172</u>	<u>\$ 4,054,458</u>	<u>\$ 2,697,076</u>	<u>\$ 1,609,715</u>	<u>\$ 828,880</u>
N/A	\$ 146,396	\$ 46,203	\$ 240,775	\$ 270,657	\$ 99,732
N/A	541,769	662,337	1,002,435	927,655	880,499
N/A	319,801	266,601	324,536	254,270	254,764
46,805	N/A	N/A	N/A	N/A	N/A
521,505	N/A	N/A	N/A	N/A	N/A
774,163	N/A	N/A	N/A	N/A	N/A
(420,988)	N/A	N/A	N/A	N/A	N/A
<u>\$ 921,485</u>	<u>\$ 1,007,967</u>	<u>\$ 975,142</u>	<u>\$ 1,567,747</u>	<u>\$ 1,452,583</u>	<u>\$ 1,246,018</u>
<u>\$ 4,449,939</u>	<u>\$ 4,794,139</u>	<u>\$ 5,029,600</u>	<u>\$ 4,264,823</u>	<u>\$ 3,062,298</u>	<u>\$ 2,074,898</u>

CITY OF GRANDVIEW HEIGHTS, OHIO

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Revenues:				
Municipal income tax	\$ 7,717,493	\$ 7,572,082	\$ 6,845,331	\$ 5,619,516
Property and other taxes	2,284,558	2,444,575	1,740,073	1,798,345
Payment in lieu of taxes	1,271,885	1,653,591	413,790	-
Charges for services	1,452,820	1,322,568	1,300,942	1,209,343
Licenses, permits & fees	254,827	205,216	211,362	202,568
Fines and forfeitures	81,283	86,787	91,515	96,576
Intergovernmental	6,716,096	3,233,113	1,672,554	2,471,965
Investment Income	76,155	55,149	119,081	126,165
Capital lease revenue	-	-	-	-
Contributions and donations	1,375,507	712,545	115,970	11,447
Miscellaneous	439,973	226,240	88,365	86,172
Total revenues	<u>21,670,597</u>	<u>17,511,866</u>	<u>12,598,983</u>	<u>11,622,097</u>
Expenses:				
Current:				
General government	2,935,640	2,575,361	2,381,001	2,210,917
Security of persons and property	4,876,991	4,701,675	4,506,905	4,489,567
Public health and welfare	39,947	6,209	42,352	43,126
Transportation	684,828	669,235	606,464	628,207
Leisure time activity	955,151	892,193	856,670	835,953
Utility services	964,210	747,709	721,683	718,703
Economic Development	2,895,156	2,170,884	1,462,257	1,155,347
Capital outlay	9,795,274	4,428,942	326,120	1,644,618
Debt service:	-	-	-	-
Principal retirement	168,005	161,910	110,473	110,875
Interest and fiscal charges	92,005	90,290	16,930	19,262
Bond issuance costs	-	-	65,700	-
Total expenditures	<u>23,407,207</u>	<u>16,444,408</u>	<u>11,096,555</u>	<u>11,856,575</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,736,610)</u>	<u>1,067,458</u>	<u>1,502,428</u>	<u>(234,478)</u>
Other financing sources (uses):				
Sale of capital assets	16,853	19,589	4,541	30,855
Loan issuance	1,592,091	-	28,952	204,807
Note issuance	-	-	-	-
Bond issuance	-	-	2,800,000	-
Premium on Bond issuance	-	-	101,644	-
Inception of capital lease	447,259	-	-	-
Insurance Recoveries	18,247	1,638	20,166	92,754
Transfers in	250,000	307,500	85,000	59,774
Transfers out	(250,000)	(307,500)	(85,000)	(59,774)
Total other financing sources (uses)	<u>2,074,450</u>	<u>21,227</u>	<u>2,955,303</u>	<u>328,416</u>
Special item:				
Sale of land	-	-	-	-
Net change in fund balances	<u>\$ 337,840</u>	<u>\$ 1,088,685</u>	<u>\$ 4,457,731</u>	<u>\$ 93,938</u>
Debt service as a percentage of noncapital	1.14%	1.58%	1.20%	1.27%

Source: City financial records.

	2010	2009	2008	2007	2006	2005
\$	4,748,687	\$ 4,548,428	\$ 5,611,389	\$ 5,559,384	\$ 4,787,451	\$ 3,334,135
	1,635,865	1,503,409	1,600,458	1,608,430	1,735,924	1,571,355
	-	-	-	-	-	-
	1,196,115	1,128,191	1,142,485	1,092,531	1,010,117	1,057,546
	169,856	182,004	95,832	99,004	88,852	76,063
	116,995	181,496	164,299	126,555	123,080	121,418
	4,619,688	1,289,132	1,474,911	1,338,216	1,561,177	1,459,706
	90,957	126,977	208,499	139,434	99,301	50,104
	-	-	-	215,660	215,605	-
	10,807	9,908	14,923	-	-	-
	71,176	104,999	148,144	113,521	61,682	281,406
	12,660,146	9,074,544	10,460,940	10,292,735	9,683,189	7,951,733
	2,038,156	1,990,396	2,161,482	2,035,446	1,671,651	1,508,045
	4,389,401	4,465,941	4,146,435	4,149,691	4,054,938	3,870,414
	40,303	39,636	36,822	34,345	33,207	31,868
	534,611	1,409,635	1,290,263	1,255,987	1,059,646	1,209,774
	771,687	715,225	685,713	690,768	659,262	842,853
	690,642	109,100	107,706	107,153	111,066	65,674
	1,730,058	-	-	-	15,736	-
	2,674,874	448,693	1,248,791	548,017	1,280,738	303,060
	-	-	-	-	-	-
	112,508	121,855	124,588	252,474	479,891	581,303
	22,106	25,434	23,601	26,004	40,208	48,045
	-	-	-	-	-	-
	13,004,346	9,325,915	9,825,401	9,099,885	9,406,343	8,461,036
	(344,200)	(251,371)	635,539	1,192,850	276,846	(509,303)
	-	15,910	13,733	9,675	12,813	4,308
	-	-	-	-	-	-
	-	-	-	-	647,551	220,000
	-	-	-	-	-	10,762
	-	-	-	-	-	-
	-	-	115,505	-	50,190	-
	-	-	-	-	-	-
	498,229	232,700	556,121	638,412	361,121	204,100
	(498,229)	(232,700)	(556,121)	(638,412)	(361,121)	(204,100)
	-	15,910	129,238	9,675	710,554	235,070
	-	-	-	-	-	47,340
\$	(344,200)	\$ (235,461)	\$ 764,777	\$ 1,202,525	\$ 987,400	\$ (226,893)
	1.30%	1.65%	1.70%	3.22%	6.34%	7.67%

CITY OF GRANDVIEW HEIGHTS, OHIO

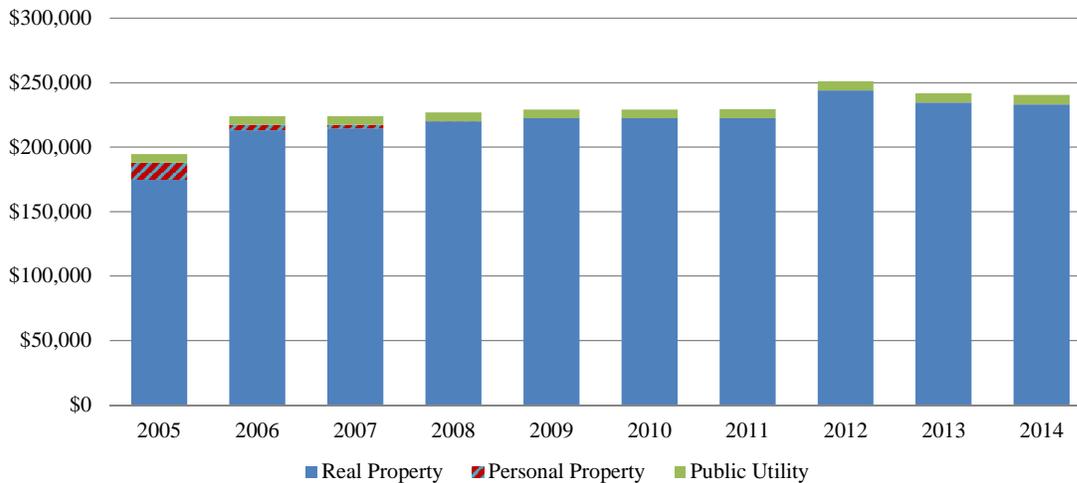
ASSESSED VALUATION AND ESTIMATED TRUE VALUES OF TAXABLE PROPERTY
LAST TEN YEARS
(\$000's omitted)

Tax Year	Collection Year	Real Property		Personal Property		Public Utility		TOTAL			City Direct Rate
		Assessed	Estimated Actual (a)	Assessed	Estimated Actual (b)	Assessed	Estimated Actual (c)	Assessed	Estimated Actual	Ratio	
2004	2005	\$ 174,818	\$ 499,480	\$13,188	\$ 52,752	\$ 6,704	\$ 26,816	\$194,710	\$ 579,048	33.63%	10.70
2005	2006	213,264	609,326	4,129	22,021	6,645	26,580	224,038	657,927	34.05%	10.70
2006	2007	214,655	613,300	2,708	21,578	6,755	27,020	224,118	661,898	33.86%	10.70
2007	2008	220,095	628,843	107	1,712	6,786	27,144	226,988	657,699	34.51%	10.70
2008	2009	222,574	635,926	53	-	6,681	26,724	229,308	662,650	34.60%	10.70
2009	2010	222,597	635,991	53	-	6,658	26,632	229,308	662,623	34.61%	10.70
2010	2011	222,779	636,511	-	-	6,918	27,672	229,697	664,183	34.58%	10.95
2011	2012	244,163	697,609	-	-	7,100	28,400	251,263	726,009	34.61%	10.70
2012	2013	234,810	670,886	-	-	7,092	28,368	241,902	699,254	34.59%	10.15
2013	2014	233,373	666,780	-	-	7,412	29,648	240,785	696,428	34.57%	10.15

Source: County Auditor - Franklin County, Ohio.

- (a) Real property is assessed at 35% of actual value. Real property taxes collected in a calendar year are levied as of January 1 of that year based on assessed values as of January 1 of the preceding year.
- (b) Public utility is assessed at 25% of actual value. Public utility real and tangible property taxes collected in a calendar year are levied in the preceding calendar year based on assessed values determined as of December 31, of the second preceding year.
- (c) For 2005 and prior, tangible personal is assessed at 25% of true value for capital assets and 23% percent of true value for inventory.
 For 2006, tangible personal property tax is assessed at 18.75% of property value, including inventory.
 For 2007, tangible personal property tax is assessed at 12.55% of property value, including inventory.
 For 2008, tangible personal property tax is assessed at 6.25% of property value, including inventory.
 For 2009, tangible personal property tax is entirely phased out.

**Assessed Valuation by Property Type
Collection Years 2005- 2014 (\$000's Omitted)**



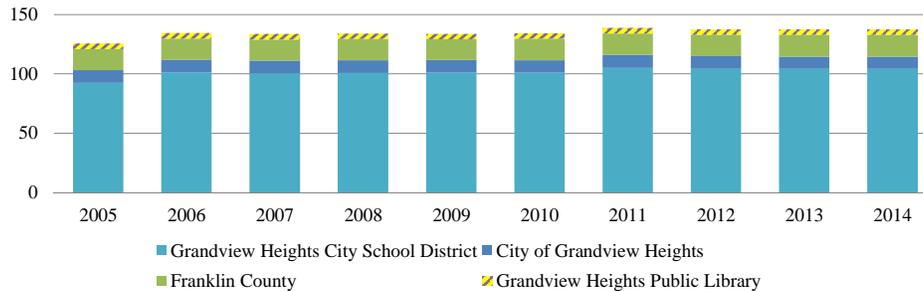
CITY OF GRANDVIEW HEIGHTS, OHIO

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
 RATES EXPRESSED PER \$1,000 OF ASSESSED VALUATION
 LAST TEN YEARS

Tax Year	Collection Year	Operating Direct Rate	Fire Pension Direct Rate	Police Pension Direct Rate	Parks and Recreation Direct Rate	Total City Direct Rate	Franklin County	Grandview Heights City School District	Grandview Heights Public Library	Total	Res/Agr Effective Rate	Com/Ind Effective Rate
2004	2005	10.10	0.30	0.30	N/A	10.70	17.79	92.45	4.70	125.64	66.4980	92.2907
2005	2006	10.10	0.30	0.30	N/A	10.70	17.79	101.28	4.70	134.47	63.7188	92.3448
2006	2007	10.10	0.30	0.30	N/A	10.70	17.79	100.50	4.70	133.69	63.9223	96.0322
2007	2008	10.10	0.30	0.30	N/A	10.70	17.84	100.80	4.70	134.04	65.3498	96.6696
2008	2009	10.10	0.30	0.30	N/A	10.70	17.37	101.10	4.70	133.87	67.0868	92.3150
2009	2010	10.10	0.30	0.30	N/A	10.70	18.07	100.90	4.70	134.37	68.0786	92.9989
2010	2011	10.35	0.30	0.30	N/A	10.95	18.07	105.05	4.70	138.77	74.6074	99.0556
2011	2012	10.10	0.30	0.30	N/A	10.70	18.07	104.15	4.70	137.62	71.2288	93.5683
2012	2013	9.55	0.30	0.30	N/A	10.15	18.47	104.30	4.70	137.62	76.1796	97.7249
2013	2014	9.30	0.30	0.30	0.25	10.15	18.47	104.30	4.70	137.62	76.2794	98.3721

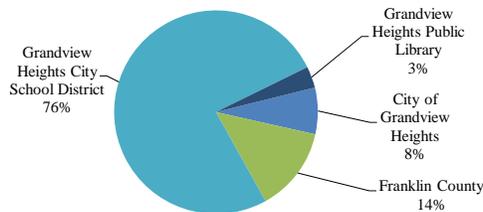
Sources: Ohio Municipal Advisory Council, Franklin County Auditor's Office

Property Tax Rates by Entity
 Rates Expressed per \$1,000 of Assessed Valuation
 Collection Years 2005-2014



Property Tax Breakdown by Entity

2014 Collection Year



CITY OF GRANDVIEW HEIGHTS, OHIO

TOP PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

Taxpayer Name	Assessed Valuation	% of Total Assessed Valuation
December 31, 2013 (a)		
Public Utilities		
Ohio Power Company	\$5,833,990	2.42%
Columbia Gas	1,583,390	0.66%
Real Estate		
NRI Equity Land	3,406,350	1.41%
Buckone Ltd.	1,702,370	0.71%
Woodhill Garden	1,050,000	0.44%
Grandview Business Center	963,040	0.40%
Buena William E TR	911,650	0.38%
Wagbros Co.	880,580	0.37%
777 Goodale Partners LLC	761,850	0.32%
Panzer Nick	703,500	0.29%
1400 Goodale LLC	677,610	0.28%
Roundtree Rentals LTD	606,770	0.25%
All Others	221,703,850	92.08%
Total Assessed Valuation	<u>\$240,784,950</u>	<u>100.00%</u>

December 31, 2004 (a)		
Public Utilities		
Columbus Southern Power	\$4,432,940	2.28%
Columbia Gas of Ohio Inc	2,552,670	1.31%
Real Estate		
Olentangy Commerce Center LP	5,215,010	2.68%
Penn Traffic	1,402,820	0.72%
Farmers New World Life Insurance Co	1,328,290	0.68%
Woodhill Garden	867,420	0.45%
Popajack LLC	844,380	0.43%
Court Realty Ltd	796,020	0.41%
Jamestown Apartments Corp	764,750	0.39%
Tarbill Family LP	720,410	0.37%
William E Benua TR	607,500	0.31%
Big Valley Ltd LLC	588,000	0.30%
Tangible Personal Property		
Penn Traffic Company	4,216,570	2.17%
Loeb Electric Company	1,550,150	0.80%
Carro Printing Corp	672,480	0.35%
Capital Wholesale Drug Company	646,770	0.33%
Mindleaders Com Inc	501,140	0.26%
Floyd Bell Associates Inc	395,330	0.20%
Bearing Distributors Inc	351,630	0.18%
Global Living LLC	327,203	0.17%
Wesco Distribution Inc	325,760	0.17%
Time Warner Entertainment Company LP	311,840	0.15%
All Others	165,291,846	84.89%
Total Assessed Valuation	<u>\$194,710,929</u>	<u>100.00%</u>

Source: County Auditor - Franklin County, Ohio.

(a) Tax Year 2013 and 2004 collections represent amounts received in 2014 and 2005, respectively.

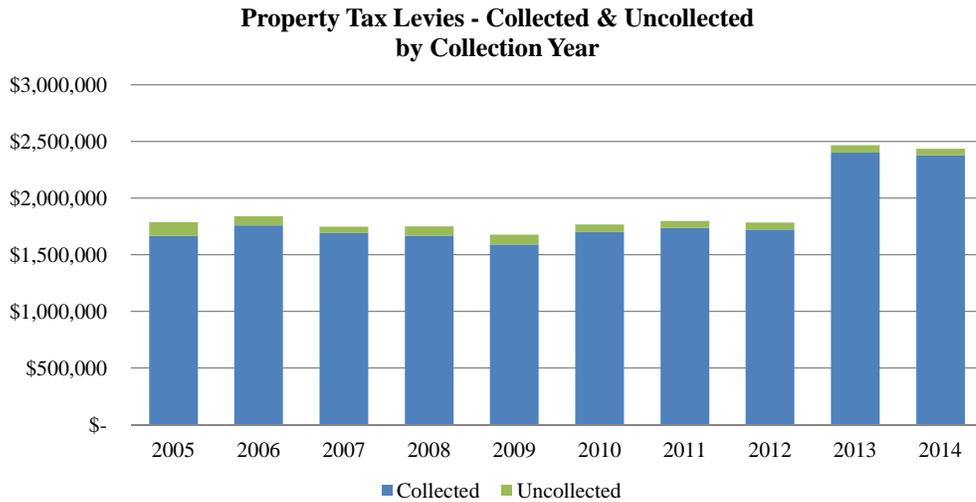
CITY OF GRANDVIEW HEIGHTS, OHIO

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS

Tax Year	Collection Year	Total Tax Levy	Current Collection	Delinquent Collection	Total Tax Collections	Accumulated Outstanding Delinquent Taxes	Percent of Total Collections to Tax Levy	Percent of Delinquent Taxes to Total Tax Levy
2004	2005	\$ 1,628,655	\$ 1,561,778	\$ 102,766	\$ 1,664,544	\$ 122,048	102.20%	7.49%
2005	2006	1,717,404	1,657,596	100,654	1,758,250	80,615	102.38%	4.69%
2006	2007	1,701,716	1,647,180	42,741	1,689,921	57,716	99.31%	3.39%
2007	2008	1,687,015	1,636,797	30,787	1,667,584	81,183	98.85%	4.81%
2008	2009	1,673,526	1,540,350	49,201	1,589,551	88,121	94.98%	5.27%
2009	2010	1,681,153	1,640,791	60,877	1,701,668	65,889	101.22%	3.92%
2010	2011	1,733,917	1,699,364	36,171	1,735,535	62,391	100.09%	3.60%
2011	2012	1,752,553	1,689,728	32,214	1,721,942	62,137	98.25%	3.55%
2012	2013	2,625,870	2,348,369	54,062	2,402,431	63,146	91.49%	2.40%
2013	2014	2,442,967	2,334,457	41,297	2,375,754	60,182	97.25%	2.46%
Ten Year Average		\$ 1,864,478	\$ 1,775,641	\$ 55,077	\$ 1,830,718	\$ 74,343	98.19%	3.99%

Source: County Auditor - Franklin County, Ohio.

Note: The Franklin County Auditor's Office confirmed the Percent of Total Collections to Tax Levy column includes percentages in excess of 100% due to timing issues with the collection of property taxes.



CITY OF GRANDVIEW HEIGHTS, OHIO

INCOME TAX COLLECTIONS
LAST TEN YEARS
(CASH BASIS)

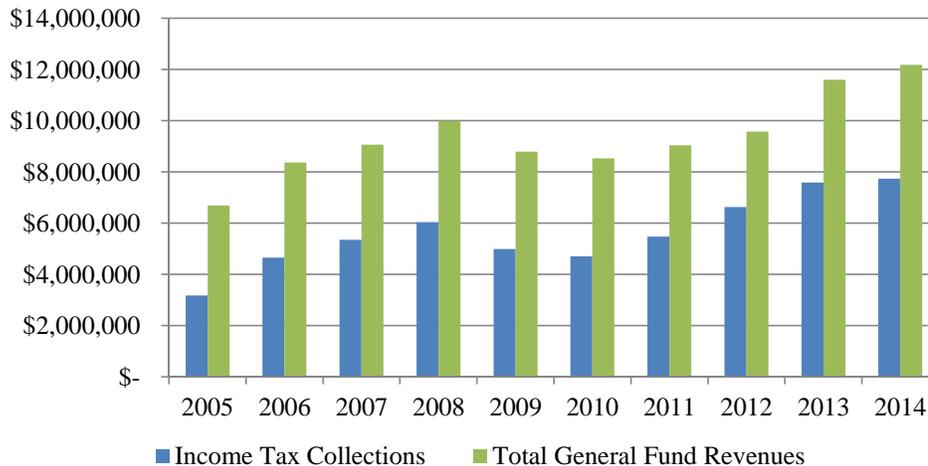
Tax Year	Tax Rate	Withholding Tax	Individual Tax	Business Income Tax	Total Tax Collections	Total General Fund Revenues	Total Income Taxes as a % of Total General Fund Revenues
2005	2.5%	\$ 2,301,243	\$ 507,106	\$ 359,984	\$ 3,168,333	\$ 6,688,374	47.37%
2006	2.5%	2,919,962	1,101,634	631,762	4,653,358	8,364,610	55.63%
2007	2.5%	3,146,500	1,332,039	868,350	5,346,889	9,064,082	58.99%
2008	2.5%	3,465,513	1,368,417	1,198,061	6,031,991	9,998,228	60.33%
2009	2.25%	2,939,249	1,303,871	741,476	4,984,596	8,785,112	56.74%
2010	2.5%	3,168,122	961,315	577,224	4,706,661	8,532,378	55.16%
2011	2.5%	3,503,958	1,206,731	762,115	5,472,804	9,043,480	60.52%
2012	2.5%	4,144,915	1,290,955	1,189,733	6,625,603	9,572,787	69.21%
2013	2.5%	4,624,817	1,467,958	1,496,987	7,589,762	11,601,156	65.42%
2014	2.5%	4,854,177	1,439,182	1,442,724	7,736,083	12,188,519	63.47%
Ten Year Average		\$ 3,506,846	\$ 1,197,921	\$ 926,842	\$ 5,631,608	\$ 9,383,873	60.01%

Note 1: The tax rate was increased to 2.5% of taxable income effective July 1, 2005. This rate was then reduced to 2.25% of taxable income effective January 1, 2009. This rate was increased to 2.5% effective July 1, 2010.

Note 2: In 2010 Council allocated 5% of income tax collections for capital expenditures. This amount is recorded in the General Improvement Fund. The above income tax collections reflect total City collections for the year.

Source: Regional Income Tax Agency & City financial reports.

Income Tax Collections & Total General Fund Revenues



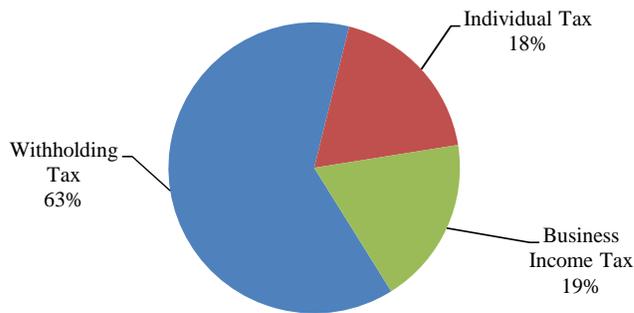
CITY OF GRANDVIEW HEIGHTS, OHIO

INCOME TAX COLLECTIONS
CURRENT YEAR AND NINE YEARS AGO
(CASH BASIS)

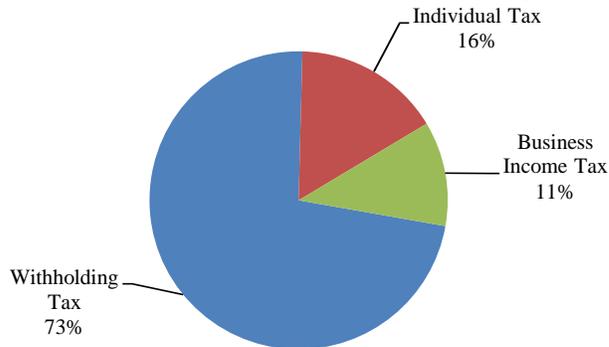
	<u>2014</u>		<u>2005</u>	
Withholding Tax	\$ 4,854,177	62.75%	\$ 2,301,243	72.63%
Individual Tax	1,439,182	18.60%	507,106	16.01%
Business Income Tax	<u>1,442,724</u>	<u>18.65%</u>	<u>359,984</u>	<u>11.36%</u>
Total Income Tax Collections	<u>\$ 7,736,083</u>	<u>100.00%</u>	<u>\$ 3,168,333</u>	<u>100.00%</u>

Source: Regional Income Tax Agency & City financial reports.

2014 Income Tax Collections by Type



2005 Income Tax Collections by Type



CITY OF GRANDVIEW HEIGHTS, OHIO

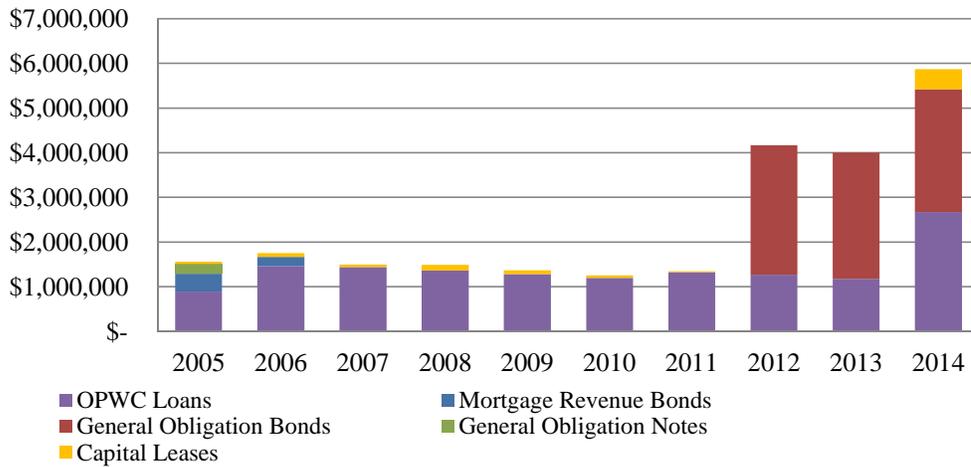
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN YEARS

Year	Mortgage Revenue Bonds	General Obligation Bonds	General Obligation Notes	OPWC Loans	Capital Leases	Total Debt	Percentage of Personal Income	Total Debt Per Capita
2005	\$ 400,000	\$ -	\$ 220,000	\$ 889,078	\$ 47,505	\$ 1,556,583	0.90%	\$ 248.14
2006	205,000	-	-	1,460,966	83,348	1,749,314	1.02%	281.74
2007	-	-	-	1,435,538	61,302	1,496,840	0.88%	241.08
2008	-	-	-	1,357,735	130,022	1,487,757	0.86%	235.93
2009	-	-	-	1,278,958	86,944	1,365,902	0.79%	216.60
2010	-	-	-	1,199,184	54,210	1,253,394	0.70%	191.77
2011	-	-	-	1,323,193	24,133	1,347,326	0.57%	206.14
2012	-	2,901,644	-	1,265,805	-	4,167,449	1.77%	637.61
2013	-	2,827,879	-	1,173,895	-	4,001,774	1.50%	579.13
2014	-	2,749,114	-	2,672,981	447,259	5,869,354	2.06%	876.68

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Source: City financial records.

Outstanding Debt by Type



CITY OF GRANDVIEW HEIGHTS, OHIO

**RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN YEARS**

Year	Mortgage Revenue Bonds	General Obligation Bonds	General Obligation Notes	Total General Bonded Debt Outstanding	Ratio of Bonded Debt to Assessed Value	Per Capita
2005	\$ 400,000	\$ -	\$ 220,000	\$ 620,000	0.32%	\$ 98.84
2006	205,000	-	-	205,000	0.09%	33.02
2007	-	-	-	-	0.00%	-
2008	-	-	-	-	0.00%	-
2009	-	-	-	-	0.00%	-
2010	-	-	-	-	0.00%	-
2011	-	-	-	-	0.00%	-
2012	-	2,901,644	-	2,901,644	1.15%	443.95
2013	-	2,827,879	-	2,827,879	1.17%	409.24
2014	-	2,749,114	-	2,749,114	1.14%	410.62

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Source: City financial records.

CITY OF GRANDVIEW HEIGHTS, OHIO

COMPUTATION OF DIRECT AND OVERLAPPING
GENERAL OBLIGATION BONDED DEBT
AS OF DECEMBER 31, 2014

Governmental Unit	Debt Outstanding	Percent Applicable	Estimated Share of Overlapping Debt
Direct:*			
City of Grandview Heights	\$ 6,331,346	100.00%	\$ 6,331,346
Overlapping:**			
Franklin County	234,865,000	0.92%	2,160,758
Grandview Heights City School District	3,565,000	85.37%	3,043,441
Total overlapping debt	<u>238,430,000</u>		<u>5,204,199</u>
Total direct & overlapping debt	<u><u>\$ 244,761,346</u></u>		<u><u>\$ 11,535,545</u></u>

***Source:** City of Grandview Height's Finance Department

****Source:** Ohio Municipal Advisory Council

Note: Percentage derived by dividing the subdivision's assessed valuation in an overlapping subdivision, by the total assessed valuation of the overlapping subdivision.

CITY OF GRANDVIEW HEIGHTS, OHIO

LEGAL DEBT MARGIN INFORMATION
LAST TEN YEARS

<u>Year</u>	<u>Debt Limit</u>	<u>Total Net Debt Applicable to Limit</u>	<u>Debt Service Available Balance</u>	<u>Legal Debt Margin</u>	<u>Total Net Debt Applicable to Limit as a Percentage of Debt Limit</u>
2005	\$ 20,444,648	\$ 220,000	\$ 11,023	\$ 20,235,671	1.08%
2006	22,392,720	-	1	22,392,721	0.00%
2007	22,538,775	-	1	22,538,776	0.00%
2008	23,109,975	-	1	23,109,976	0.00%
2009	23,370,270	-	1	23,370,271	0.00%
2010	23,372,685	-	1	23,372,686	0.00%
2011	23,391,795	-	-	23,391,795	0.00%
2012	25,637,115	2,800,000	-	22,837,115	10.92%
2013	24,655,050	2,730,000	-	21,925,050	11.07%
2014	24,504,165	2,655,000	-	21,849,165	10.83%

Notes:

- (1) Debt limit is calculated as assessed valuation multiplied by 10.5%.
- (2) Beginning in 2007, the debt limit excludes the assessed valuation of tangible personal property tax, as well as railroad and telephone public utility personal property in accordance with Ohio House Bill 530.

Source: City financial records.

CITY OF GRANDVIEW HEIGHTS, OHIO

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS

Year	Population (1)	Per Capita Income (1)	Personal Income (5)	Median Age (1)	School Enrollment (3)	Unemployment Rate (2)
2005	6,273	\$ 27,495	\$ 172,476,135	36.8	1,155	4.8%
2006	6,209	27,495	170,716,455	36.8	1,140	4.7%
2007	6,209	27,495	170,716,455	36.8	1,136	4.7%
2008	6,306	27,495	173,383,470	36.8	1,142	5.5%
2009	6,306	27,495	173,383,470	36.8	1,123	8.8%
2010	6,536	27,495	179,707,320	36.8	1,113	8.3%
2011	6,536	36,028	235,479,008	36.8	1,103	6.3%
2012	6,536	36,028	235,479,008	36.8	1,071	5.4%
2013	6,910	38,515	266,138,650	35.7	1,072	5.4%
2014	6,695	42,537	284,785,215	35.7	1,055	3.6%

OTHER MISCELLANEOUS INFORMATION (4)

Date of Incorporation 1906
Form of Government Mayor/Council

Area in square miles 1.24

City Acreage by class:

Single family	507	62.6%
Multi-family	131	16.2%
Retail	17	2.1%
Industrial	155	19.1%

Facilities & Services:

Miles of streets	20.82
Number of street lights	696
Number of traffic lights	10

Sources:

- (1) US Census
- (2) Ohio Job & Family Services, Labor Market Information department. Rates are for Franklin County
- (3) Grandview Heights City School District website.
- (4) City Department Records.
- (5) Per capita income multiplied by population.

CITY OF GRANDVIEW HEIGHTS, OHIO

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

Employer	2014	
	Number of Employees	Percent of Total City Employment
Grandview Heights Board of Education	345	3.92%
Flatiron Services	265	3.01%
Columbus Brau LLC (DBA Hofbrauhaus)	147	1.67%
Electrical Specialists, Inc.	145	1.65%
Book Dog Books LLC	139	1.58%
City of Grandview Heights	134	1.52%
Navigator Management Partners	121	1.37%
2Checkout.com Inc.	108	1.23%
Manley Deas Kochal	91	1.03%
Bravo Brio Restaurant Group	90	1.02%
Total of top ten	<u>1,585</u>	<u>18.00%</u>
Total Employment within the City	<u>8,808</u>	
Employer	2005	
	Number of Employees	Percent of Total City Employment
Grandview Heights Board of Education	307	7.35%
Loeb Electric Company	161	3.86%
City of Grandview Heights	132	3.16%
NiSource Corporate Services	126	3.02%
Electrical Specialists, Inc.	87	2.08%
Limbach Company, LLC	86	2.06%
Columbus Prescription Pharmacy	71	1.70%
Grandview Heights Public Library	62	1.49%
Gourmet Corp DBA Gourmet Market	59	1.41%
Fine Line Graphics Corp.	56	1.34%
Total of top ten	<u>1,147</u>	<u>27.47%</u>
Total Employment within the City	<u>4,175</u>	

Source: Regional Income Tax Agency (RITA) records.

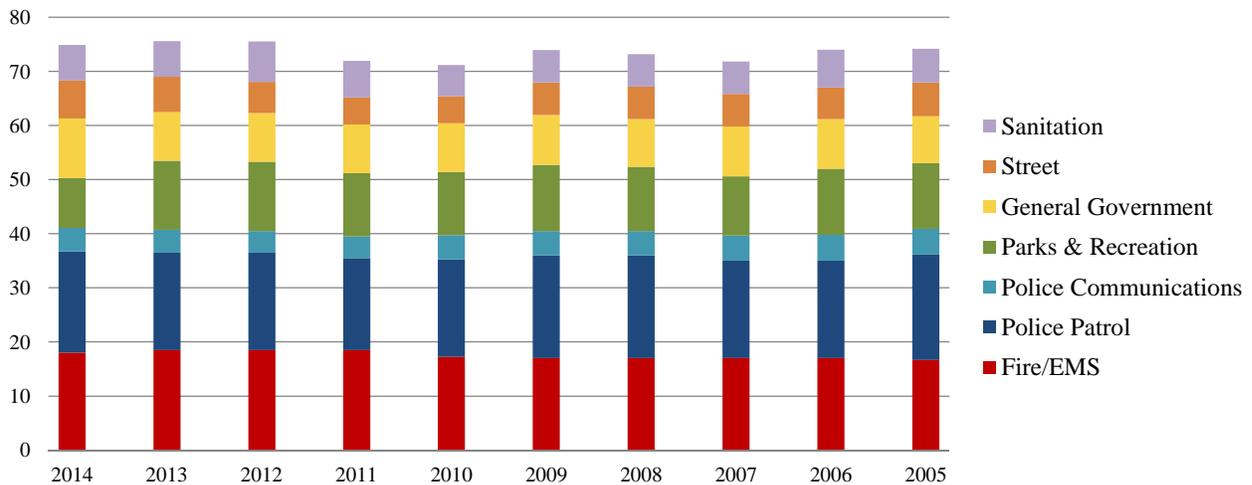
CITY OF GRANDVIEW HEIGHTS, OHIO

FULL-TIME EQUIVALENT CITY GOVERNMENT
EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN YEARS

Function/Program	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
General Government:										
Administration	2.75	2.00	2.00	2.00	2.00	2.00	2.00	2.90	2.90	3.82
Finance	4.00	3.00	3.00	3.00	3.00	3.25	3.00	3.00	3.00	3.00
Legal	1.00	1.00	1.00	1.00	1.00	1.00	0.80	0.80	0.80	0.83
Building & Zoning	3.25	3.00	3.00	3.00	3.00	3.00	3.00	2.50	2.50	1.01
Total General Government	11.00	9.00	9.00	9.00	9.00	9.25	8.80	9.20	9.20	8.66
Security of Persons & Property:										
Fire/EMS	18.00	18.50	18.50	18.50	17.25	17.00	17.00	17.00	17.00	16.69
Police	18.70	18.00	18.00	17.00	18.00	19.00	19.00	18.00	18.00	19.47
Communications	4.40	4.20	4.00	4.00	4.50	4.50	4.50	4.65	4.80	4.74
Total Security of Persons & Property	41.10	40.70	40.50	39.50	39.75	40.50	40.50	39.65	39.80	40.90
Street	7.00	6.50	5.75	5.00	5.00	6.00	6.00	6.00	5.80	6.21
Sanitation	6.60	6.60	7.50	6.75	5.75	6.00	6.00	6.00	7.00	6.27
Parks & Recreation	9.20	12.80	12.80	11.70	11.70	12.20	11.87	10.98	12.20	12.16
Total full-time equivalent (FTE)	74.90	75.60	75.55	71.95	71.20	73.95	73.17	71.83	74.00	74.20

Source: City payroll systems.

Full-Time Equivalent Employees by Function



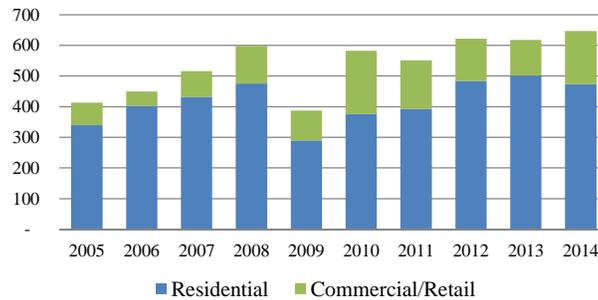
CITY OF GRANDVIEW HEIGHTS, OHIO

CONSTRUCTION ACTIVITY
LAST TEN YEARS

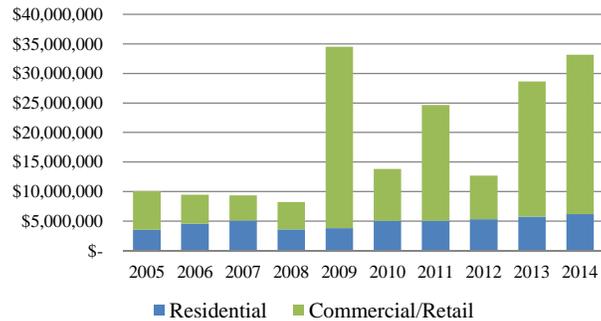
Year	Residential			Commercial/Retail			Total		
	Permits	Total Value	Avg Value	Permits	Total Value	Avg Value	Permits	Total Value	Avg Value
2005	340	\$ 3,565,370	\$ 10,486	73	\$ 6,497,793	\$ 89,011	413	\$10,063,163	\$ 24,366
2006	403	4,582,590	11,371	47	4,912,899	104,530	450	9,495,489	21,101
2007	432	5,141,520	11,902	84	4,239,626	50,472	516	9,381,146	18,181
2008	476	3,597,308	7,557	122	4,661,742	38,211	598	8,259,050	13,811
2009	290	3,830,262	13,208	97	30,654,535	316,026	387	34,484,797	89,108
2010	376	5,074,843	13,497	206	8,770,595	42,576	582	13,845,438	23,789
2011	392	5,074,277	12,945	159	19,584,310	123,172	551	24,658,587	44,752
2012	484	5,346,955	11,047	138	7,378,798	53,470	622	12,725,753	20,459
2013	502	5,748,282	11,451	116	22,885,611	197,290	618	28,633,893	46,333
2014	473	6,201,076	13,110	174	26,947,091	154,868	647	33,148,167	51,234

Source: City Building Department Records

Number of Building Permits Issued



Value of Building Permits Issued



CITY OF GRANDVIEW HEIGHTS, OHIO

OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN YEARS

Function/Program	2014	2013	2012	2011	2010
Police:					
Physical arrests	367	538	359	315	380
Parking citations	73	80	117	170	166
Traffic citations	1,011	1,052	1,325	1,247	1,806
Fire:					
Emergency responses/calls answered	2,049	2,054	1,314	1,224	1,129
Fires extinguished	60	60	20	1	2
Inspections conducted	361	504	352	126	121
Sanitation:					
Total refuse collected (tons)	2,272.0	2,288.8	2,157.9	2,244.7	2,245.2
Total recyclables collected (tons)	910.9	920.1	913.5	948.7	930.3
Total yard waste collected (tons)	881.9	953.0	884.6	936.5	765.1
Service:					
Street resurfacing (miles)	0.750	0.738	1.000	0.001	-
Asphalt used for potholes/patching (tons)	49.0	37.2	35.2	75.4	32.9
Parks and Recreation:					
Swimming pool memberships	1,587	1,591	1,531	1,662	1,608
Grandview Center memberships	620	687	688	655	678
Street/park trees planted	96	115	79	430	40
Per capita tree expenditure	\$13.13	\$10.64	\$11.12	\$10.71	\$10.44
Street/park trees removed	89	36	36	74	32
Finance:					
Checks issued	1,553	1,720	1,656	1,669	1,712
Purchase orders issued	959	1,103	1,034	1,074	1,084
School District:					
Total student enrollment	1,154	1,072	1,071	1,103	1,113
Total staff	175	158	158	160	163
Total certified staff	103	102	102	104	105
Average teacher/pupil ratio	11.2	10.510	10.500	10.606	10.600
Library:					
Materials owned	158,821	199,507	159,417	154,576	151,030
Circulation volume	624,687	582,883	791,657	772,023	777,820
Visitors to Library	580,112	676,832	683,528	747,459	760,596

Sources: City Department Directors,
Grandview Heights City School District website,
Grandview Heights Public Library.

2009	2008	2007	2006	2005
659	667	590	653	497
291	230	300	327	335
3,511	3,422	1,801	1,969	1,863
1,102	1,290	1,275	1,105	1,152
31	20	29	18	22
121	174	359	87	140
2,471.7	2,662.7	2,814.8	3,025.1	3,149.0
751.0	732.2	690.9	616.0	569.0
765.6	958.6	788.6	997.0	911.9
0.430	0.320	-	1.100	0.128
35.8	39.5	40.0	25.0	27.5
1,690	1,783	1,799	1,629	2,729
615	683	617	600	510
106	108	60	65	49
\$11.25	\$7.11	\$6.57	\$4.58	\$4.18
55	72	90	69	56
1,847	1,760	1,758	1,650	1,828
1,143	1,358	1,425	1,446	1,359
1,142	1,136	1,139	1,149	1,155
164	161	185	165	158
103	103	121	106	106
11,087	11,029	9,413	10,840	10,896
145,367	155,705	176,000	173,427	168,946
726,464	950,478	1,500,000	984,881	818,200
900,432	1,090,856	1,100,000	1,091,324	1,084,125

CITY OF GRANDVIEW HEIGHTS, OHIO

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN YEARS

Function/Program	2014	2013	2012	2011	2010
Police:					
Stations	1	1	1	1	1
Cruisers	7	7	7	7	7
Other Vehicles	2	2	2	2	2
Bicycles	5	4	4	4	4
Motor Scooter	0	0	0	0	0
Motorcycles	1	1	1	2	2
Fire/Emergency Medical Services:					
Stations	1	1	1	1	1
Ambulance/Medic Vehicle	2	2	2	2	2
Fire Truck	2	2	2	2	2
Staff Vehicles	4	4	4	4	3
Sanitation/Service:					
Packer trucks	3	3	4	4	3
Cushman collection vehicles	7	9	9	8	10
Dump trucks	3	3	3	3	3
Backhoe	1	1	1	1	1
Leafers	2	2	2	2	2
Staff/Other vehicles	4	4	4	4	7
Other Public Works:					
Streets & alleys (miles)	20.82	20.82	20.37	20.37	20.37
Streetlights - owned	537	537	424	424	424
Street lights - contracted	159	159	159	159	159
Traffic signals	10	10	10	10	11
Parks & Recreation:					
Number of parks	9	9	9	9	9
Park acreage	45	45	45	45	45
Shelter houses	2	2	2	2	2
Swimming pool	1	1	1	1	1
Tennis courts	4	4	4	4	4
Lighted baseball/softball fields	4	4	4	4	4
Grandview Center building	1	1	1	1	1
Water:					
Water mains (miles)	6.35	6.35	5.93	5.93	5.93
Fire hydrants	213	213	208	208	208
Sanitary/Storm Sewer System:					
Miles of sanitary sewers	21.05	21.05	20.76	20.76	20.76
Miles of storm sewers	11.69	11.69	11.1	11.1	11.1
Sewer Jet	1	1	1	1	1
Number of service connections	3,000	3,000	3,000	3,000	3,000

Source: City financial records.

2009	2008	2007	2006	2005
1	1	1	1	1
7	7	9	9	9
2	2	0	0	0
4	4	4	4	4
0	0	0	1	0
2	2	2	2	2
1	1	1	1	1
2	2	2	2	2
2	2	2	2	2
3	3	4	4	4
3	3	3	3	4
12	12	9	7	7
3	3	3	3	4
1	1	1	1	1
2	2	2	2	2
4	4	4	4	2
20.37	20.37	20.37	20.37	20.37
424	424	424	424	424
159	159	159	159	159
10	10	10	10	10
9	9	9	9	9
45	45	45	45	45
2	2	2	2	2
1	1	1	1	1
4	4	4	4	4
4	4	4	4	4
1	1	1	1	1
5.93	5.93	5.93	5.93	5.93
208	208	208	208	208
20.76	20.76	20.76	20.76	20.76
11.1	11.1	11.1	11.1	11.1
1	1	1	1	1
3,000	3,000	3,000	3,000	3,000

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Dave Yost • Auditor of State

CITY OF GRANDVIEW HEIGHTS

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
JULY 21, 2015**