



COLUMBUS
METROPOLITAN
LIBRARY

96 S. Grant Ave .
Columbus, OH 43215

columbuslibrary.org | 614-645-2275



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2015



Dave Yost • Auditor of State

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

We have reviewed the *Independent Auditor's Report* of the Columbus Metropolitan Library, Franklin County, prepared by Plante & Moran, PLLC, for the audit period January 1, 2015 through December 31, 2015. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

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

Dave Yost
Auditor of State

August 1, 2016

This page intentionally left blank.

Columbus Metropolitan Library
Columbus, Ohio

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For Fiscal Year Ended December 31, 2015



Issued by:

Paula L. Miller

Chief Financial Officer/Fiscal Officer

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 2015

TABLE OF CONTENTS

INTRODUCTORY SECTION	PAGE
Title Page	i
Table of Contents	ii
Library Officials and Staff	v
Organizational Chart	vi
Letter of Transmittal	vii
Certificate of Achievement for Excellence in Financial Reporting	x
 FINANCIAL SECTION	
Independent Auditor's Report	3
Management's Discussion and Analysis	7
<i>Basic Financial Statements:</i>	
Government-Wide Financial Statements:	
Statement of Net Position	17
Statement of Activities	18
<i>Fund Financial Statements:</i>	
Balance Sheet - Governmental Funds	20
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities	21
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	22
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities - Governmental Funds	23
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual - General Fund	24
Statement of Net Position - Proprietary Fund	25
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Fund	26
Statement of Cash Flows - Proprietary Fund	27
Statement of Fiduciary Assets and Liabilities - Agency Fund	28
Notes to the Basic Financial Statements	29

Required Supplementary Information:

Schedule of Library's Proportionate Share of the Net Pension Liability/(Asset) - Ohio Public Employees Retirement System.....	55
Schedule of Library Contributions - Ohio Public Employees Retirement System.....	56

Supplementary Information:

Fund Descriptions.....	57
------------------------	----

Supplemental Schedules - General Fund:

Combining Supplemental Schedule of Assets, Liabilities and Fund Balances - General Fund.....	58
Combining Supplemental Schedule of Revenues, Expenditures and Changes in Fund Balances - General Fund.....	59

Supplemental Schedules - Capital Projects Fund:

Combining Supplemental Schedule of Assets, Liabilities and Project Balances - Capital Projects Fund.....	60
Combining Supplemental Schedule of Revenues, Expenditures and Changes in Project Balances - Capital Projects Fund.....	61

Combining Statements - Nonmajor Governmental Funds:

Combining Balance Sheet - Nonmajor Governmental Funds.....	62
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds.....	63
Combining Balance Sheet - Nonmajor Special Revenue Funds.....	64
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds.....	65
Combining Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual - General Fund.....	66

Individual Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual - Nonmajor Funds:

Restricted - Special Revenue Fund.....	70
Land Development - Special Revenue Fund.....	71
Permanent Fund.....	72
Debt Service Fund.....	73
Capital Projects Fund.....	74

Statement of Changes in Fiduciary Assets and Liabilities - Agency Fund.....	75
---	----

STATISTICAL SECTION

Section Overview.....	79
Net Position by Component - Last Ten Years.....	80
Changes in Net Position - Last Ten Fiscal Years.....	81
Fund Balances, Governmental Funds - Last Ten Fiscal Years.....	82
Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years.....	83
Assessed and Estimated Actual Value of Taxable Property - Last Ten Fiscal Years.....	84
Direct and Overlapping Property Tax Rates, - Last Ten Fiscal Years.....	86
Principal Property Taxpayers - Current Year and Nine Years Ago.....	89
Property Tax Levies and Collections - Last Ten Fiscal Years.....	90
Ratios of Outstanding Debt by Type.....	91
Ratios of General Bonded Debt Outstanding.....	92
Direct and Overlapping Governmental Activities Debt.....	93
Demographic and Economic Statistics - Last Ten Calendar Years.....	94
Principal Employers - Current Year and Nine Years Ago.....	95
Branch Information - Last Ten Fiscal Years.....	96
Operation Indicators - Last Ten Fiscal Years.....	98
Employment Trend - Last Ten Fiscal Years.....	99

COMPLIANCE SECTION

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	100
--	-----

**LIBRARY OFFICIALS
AS OF DECEMBER 31, 2015**

BOARD OF TRUSTEES

Mr. Roger Sugarman	President of the Board
Mr. Michael Lawson	Vice President of the Board
Mr. Tim Frommeyer	Secretary of the Board
Ms. Cynthia A. Hilsheimer	Member
Ms. Erika Clark Jones	Member
Ms. Amy Milbourne	Member
Mr. Mike Duffy	Member

EXECUTIVE STAFF

Mr. Patrick Losinski	Chief Executive Officer
Ms. Alison Circle	Chief Customer Experience Officer
Ms. Paula L. Miller	Chief Financial Officer/Fiscal Officer
Mr. Nate Oliver	Chief Operating Officer
Ms. Susan Zelinski	Chief Talent Officer

CML Organization Chart | PROMOTES ORGANIZATION-WIDE EXECUTION WHILE FOCUSING ON THE CUSTOMER





May 26, 2016

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

The Ohio Revised Code requires that every general purpose local government publish, within six months of the close of each fiscal year, a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended December 31, 2015.

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

CML's financial statements have been audited under contract with the Auditor of State of Ohio by Plante & Moran, a firm of licensed certified public accountants. The independent auditor concluded that CML's financial statements for the fiscal year ended December 31, 2015, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

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

Profile of the Government

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

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

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

CML's collection contains approximately 2 million items including books, eBooks, audio books, music CDs, DVDs, digital downloads, magazines, newspapers, maps and sheet music all of which circulated 17.2 million times in 2015. In addition to our materials, each of CML's locations has computers and Wi-Fi access available for public use. CML's website also offers access to a wealth of electronic databases through <http://www.columbuslibrary.org/research>; this site provides access to directories, indexes, abstracts and full-text information on careers, education, genealogy, consumer information, obituaries, literature and researching businesses.

CML receives financial support from two component units. The Friends of CML raise funds through sales of books, miscellaneous CML branded merchandise, and the operation of The Library Store located inside Main Library. The Friends of CML help fund critical CML programs like Summer Reading Club, Homework Help Centers and CML's levy campaigns. The Friends of CML are excluded from the entity-wide financial statements due to immateriality. More information about the Friends of CML can be found at <http://friendsofcml.com/>. The Columbus Metropolitan Library Foundation (CMLF) collects donations to support CML's programs. CMLF annually hosts the fundraising event, Celebration of Learning to raise funds that support library programming. In 2015, Celebration of Learning raised over \$580,000. CMLF is discretely presented as a component unit in the entity-wide financial statements. More information about CMLF can be found at <http://foundation.columbuslibrary.org/>.

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

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

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

CML prepares its financial statements in accordance with Governmental Accounting Standards Board (GASB) Statement No. 39, *Determining Whether Certain Organizations are Component Units – an amendment to GASB Statement No. 14 and GASB Statement No. 61, The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34*. Information regarding the reporting standards and bases of accounting used in preparation of the financial statements can be found in Note 1 – Summary of Significant Accounting Policies.

Economic Condition

CML is located entirely within Franklin County, Ohio. Franklin County's population as estimated by the Mid-Ohio Regional Planning Commission is 1,202,446 at December 31, 2015, an increase of 0.8 percent for the year and increase of 3.4 percent in the last five years.

Unemployment data indicates the U.S. economy and that of Franklin County is beginning to show signs of improvement. As of February, 2016 the most recent data available, the United States unemployment rate was 5.2% compared to the State of Ohio unemployment rate of 5.6%. Meanwhile, the Franklin County unemployment rate for February 2016 (the most recent county data available) is below both the state and national rates at 4.4% as it is supported by the strong and diverse economy of the Columbus metropolitan area.

CML's operational revenue is based on two major sources of funding, the Public Library Fund (PLF) and a local property tax levy. The PLF is an amount which the State of Ohio appropriates in their biennium budget to support libraries throughout Ohio. Each county receives an allocation of 1.7% of Ohio's General Revenue Fund for the State Fiscal Year 16 and 17 biennium. The second major source of CML's operational revenue is a 2.8 mill continuing property tax levy which was overwhelmingly supported by Franklin County voters in the fall of 2010.

In late 2012, CML issued \$ 92 million in bonds to support CML's aspirational building program. CML is building new branches and renovating existing branches to better serve community needs. A new branch opened to serve Columbus' Driving Park community in July of 2014, and a new branch in Whitehall opened in April of 2015. Five other locations are in various stages of construction including Main Library which closed in April 2015 for the renovation and is scheduled to reopen June 2016. More information about CML's building program can be found at <http://www.columbuslibrary.org/buildings>.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the CML for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2014. This was the twenty-ninth consecutive year that CML has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement program requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

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

Respectfully Submitted,



Paula L. Miller
Chief Financial Officer/Fiscal Officer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

Columbus Metropolitan Library
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2014

Executive Director/CEO

FINANCIAL SECTION



This page intentionally left blank.

Independent Auditor's Report

To the Board of Trustees
Columbus Metropolitan Library

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the discretely presented component unit of the Columbus Metropolitan Library, Franklin County, Ohio (the "Library"), as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the Columbus Metropolitan Library's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Columbus Metropolitan Library Foundation, which represents the entire discretely presented component unit. Those financial statements were audited by other auditors, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Columbus Metropolitan Library, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of the Columbus Metropolitan Library Foundation were not audited under *Government Auditing Standards*.

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

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

To the Board of Trustees
Columbus Metropolitan Library

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, the aggregate remaining fund information, and the discretely presented component unit of the Columbus Metropolitan Library as of December 31, 2015 and the respective changes in its financial position, and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 14 to the basic financial statements, during the year ended December 31, 2015, the Library adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended. As a result of implementing this pronouncement, the Library's net pension liability has been recognized on the government-wide financial statements and, as discussed in Note 14, the beginning of year net position reported in these statements has been restated from the amounts previously reported in the 2014 financial statements. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

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

Other Information

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

To the Board of Trustees
Columbus Metropolitan Library

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 14, 2016 on our consideration of the Columbus Metropolitan Library's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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 Columbus Metropolitan Library's internal control over financial reporting and compliance.

Plante & Moran, PLLC

June 14, 2016

This page intentionally left blank.

COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2015
(UNAUDITED)

As management of the Columbus Metropolitan Library (CML), we offer readers of CML's financial statements this narrative overview and analysis of the financial activities of CML for the fiscal year ended December 31, 2015. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, the financial statements, and the notes to the financial statements.

Financial Highlights

Key financial highlights for the fiscal year 2015 are as follows:

- The assets and deferred outflows of resources of CML exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$150,588,955. Of this amount, \$78,159,336 was unrestricted and may be used to meet CML's ongoing obligations.
- CML's net position increased by \$14,912,391 or 11.0%.
- Of the \$79,996,301 in total revenue, general revenue accounted for \$71,892,896 or 89.9%. Program specific revenue in the form of charges for services, grants and contributions accounted for \$8,103,405 or 10.1%.
- CML had \$65,083,910 in expenses related to governmental activities; 12.5% of these expenditures were offset with program specific revenue. The remaining 87.5% was provided by general revenue of CML, including Property Taxes, State of Ohio shared revenue and investment earnings.
- CML has three major funds: the general fund, the capital projects fund, and the debt service fund. Under the modified accrual basis of accounting, the general fund had \$68,130,441 in revenue and other financing sources and \$60,033,899 in expenditures, resulting in an increase in fund balance of \$8,096,542.
- At the end of the fiscal year, the unassigned fund balance in the general fund was \$52,719,757. This represents 73.3% of total fund balance in the general fund and 87.8% percent of 2015 general fund expenditures.

Overview of the Financial Statements

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

Government-wide Financial Statements

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

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

COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2015
(UNAUDITED)

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

Fund Financial Statements

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

Governmental Funds

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

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

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

Proprietary Funds

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

Fiduciary Funds

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

Notes to the Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning CML's progress in funding its obligation to provide pension benefits to its employees.

COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2015
(UNAUDITED)

Government-wide Financial Analysis

The Statement of Net Position provides the perspective of CML as a whole. Table 1 provides a summary of CML's net position for 2015 compared to 2014.

Table 1
Net Position

	Governmental Activities	
	2015	Restated 2014
Assets		
Current and Other Assets	\$ 214,886,305	\$ 224,189,008
Long-term Assets:		
Capital Assets, Net	103,091,107	80,557,144
Net Pension Asset	86,146	23,477
Total Assets	<u>318,063,558</u>	<u>304,769,629</u>
Deferred Outflows of Resources		
Pension	4,793,223	3,204,708
Total Deferred Outflows of Resources	<u>4,793,223</u>	<u>3,204,708</u>
Liabilities		
Current Liabilities	8,138,683	5,697,348
Long-term Liabilities:		
Net Pension Liability	25,377,918	24,804,715
Other Amounts	93,215,310	96,072,877
Total Liabilities	<u>126,731,911</u>	<u>126,574,940</u>
Deferred Inflows of Resources		
Property Taxes	45,063,788	45,722,833
Pension	472,127	-
Total Deferred Inflows of Resources	<u>45,535,915</u>	<u>45,722,833</u>
Net Position		
Net Investment in Capital Assets	67,209,856	66,549,451
Restricted	5,219,763	4,343,798
Unrestricted	78,159,336	64,783,315
Total Net Position	<u>\$ 150,588,955</u>	<u>\$ 135,676,564</u>

During 2015, CML adopted GASB Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27," which significantly revises accounting for pension costs and related pension assets and liabilities. For reasons discussed below, many end users of these financial statements will gain a clearer understanding of CML's actual financial condition by adding deferred inflows related to pension and the net pension liability to the reported net position and subtracting deferred outflows related to pension.

COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2015
(UNAUDITED)

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. When accounting for pension costs, GASB 27 focused on a funding approach. This approach limited pension costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's net pension liability. GASB 68 takes an earnings approach to pension accounting; however, the nature of Ohio's statewide pension systems and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

Under the new standards required by GASB 68, the net pension asset and net pension liability equals CML's proportionate share of each plan's collective:

1. Present value of estimated future pension benefits attributable to active and inactive employees' past service
2. Minus plan assets available to pay these benefits

GASB notes that pension obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension. GASB noted that the unfunded portion of this pension promise is a present obligation of CML, part of a bargained-for benefit to the employee, and should accordingly be reported by CML as a liability since they received the benefit of the exchange. However, CML is not responsible for certain key factors affecting the balance of this liability. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the pension system. In Ohio, there is no legal means to enforce the unfunded liability of the pension system as against the public employer. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The pension system is responsible for the administration of the plan.

Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension liability. As explained above, changes in pension benefits, contribution rates, and return on investments affect the balance of the net pension liability, but are outside the control of the local government. In the event that contributions, investment returns, and other changes are insufficient to keep up with required pension payments, State statute does not assign/identify the responsible party for the unfunded portion. Due to the unique nature of how the net pension liability is satisfied, this liability is separately identified within the long-term liability section of the statement of net position.

In accordance with GASB 68, CML's statements prepared on an accrual basis of accounting include an annual pension expense for their proportionate share of each plan's change in net pension asset/liability not accounted for as deferred inflows/outflows.

As a result of implementing GASB 68, CML is reporting a net pension asset and a net pension liability, and deferred inflows/outflows of resources related to pension, on the accrual basis of accounting. This implementation also had the effect of restating net position at December 31, 2014, from \$157,253,094 to \$135,676,564.

COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2015
(UNAUDITED)

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

Current Liabilities increased significantly in comparison with the prior. This increase is primarily the result of an increase in accounts and retainage payable related to CML's building program.

Long-Term Liabilities decreased significantly in comparison with the prior year. This decrease primarily represents a principal payment made in 2015.

Table 2 shows a comparison of the changes in net position for the fiscal year ended December 31, 2015 compared to December 31, 2014.

Table 2
Changes in Net Position

	Governmental Activities	
	2015	Restated 2014
Revenues		
Program Revenues		
Charges for Services	\$ 1,977,619	\$ 2,231,497
Operating Grants and Contributions	377,653	269,082
Capital Grants and Contributions	5,748,133	4,025,000
General Revenues		
Property Taxes	42,967,424	42,943,916
Intergovernmental	27,478,601	26,020,216
Investment Earnings	1,022,906	784,581
Miscellaneous	423,965	588,552
Total Revenues	<u>79,996,301</u>	<u>76,862,844</u>
Program Expenses		
Public Service	37,072,271	35,739,513
Administrative and Support	25,116,698	22,754,509
Interest Expense	2,894,941	2,909,404
Total Expenses	<u>65,083,910</u>	<u>61,403,426</u>
Increase in Net Position	14,912,391	15,459,418
Net Position - Beginning Balance	135,676,564	N/A
Net Position - Ending Balance	<u>\$ 150,588,955</u>	<u>\$ 135,676,564</u>

COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2015
(UNAUDITED)

The information necessary to restate the 2014 beginning balances and the 2014 pension expense amounts for the effects of the initial implementation of GASB 68 is not available. Therefore, 2014 functional expenses still include pension expense of \$3,204,708 computed under GASB 27. GASB 27 required recognizing pension expense equal to the contractually required contributions to the plan. Under GASB 68, pension expense represents additional amounts earned, adjusted by deferred inflows/outflows. The contractually required contribution is no longer a component of pension expense. Under GASB 68, the 2015 statements report pension expense of \$2,828,022. Consequently, in order to compare 2015 total program expenses to 2014, the following adjustments are needed:

Total 2015 program expenses under GASB 68	\$	65,083,910
Pension expense under GASB 68		(2,828,022)
2015 contractually required contribution		3,433,876
Adjusted 2015 program expenses		65,689,764
Total 2014 program expenses under GASB 27		61,403,426
Increase in program expenses not related to pension	\$	4,286,338

Capital Grants and Contributions increased significantly in comparison with the prior year. The Capital Grants and Contributions increase is primarily the result of a \$1 million increase in capital contributions from the Columbus Metropolitan Library Foundation.

Property Taxes, a major source of revenue for CML in 2015, is the revenue generated by the 2.8 mill property tax levy. In November 2010, a 2.2 mill levy was replaced with an additional 0.6 mill levy by the voters in CML's taxing district. Property Taxes remained fairly consistent in comparison with the prior year.

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

Based on this formula, a percentage of this fund is distributed to each county for use by the public library districts within that county. Within Franklin County there are seven (7) public library districts that share this revenue. Each library's share of the fund is established by the Budget Commission. The Budget Commission uses a formula to determine each library's share of the money; however, the use of a formula is not mandatory under Ohio law. This formula was negotiated and agreed to by each of the library districts within the county. Based on this formula, CML received 60.57% of Franklin County's distribution in 2015.

Program expenses increased significantly in comparison with the prior year. This increase is due to an increase in FF&E purchases related to the 2020 project that are less than CML's \$5,000 capitalization threshold.

COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2015
(UNAUDITED)

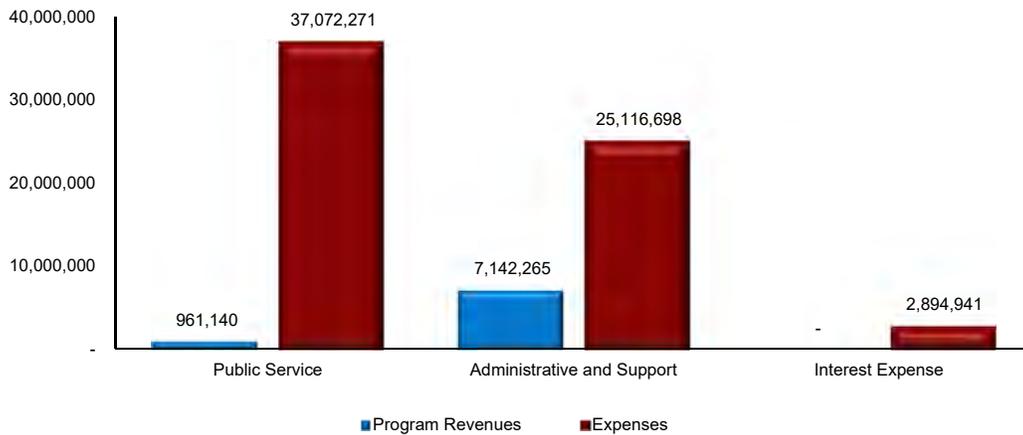
The Statement of Activities shows the cost of program services and the charges for services, grants, and contributions offsetting those services. Table 3 shows the total cost of services and the net cost of services. That is, it identifies the cost of those services supported by general revenue, consisting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

Table 3
Governmental Activities

	Total Cost of Services	Total Cost of Services	Net Cost of Services	Net Cost of Services
	2015	2014	2015	2014
Program Expenses				
Public Service	\$ 37,072,271	\$ 35,739,513	\$ 36,111,131	\$ 34,638,983
Administrative and Support	25,116,698	22,754,509	17,974,433	17,329,460
Interest Expense	2,894,941	2,909,404	2,894,941	2,909,404
Total Expenses	\$ 65,083,910	\$ 61,403,426	\$ 56,980,505	\$ 54,877,847

The above schedule clearly shows the dependence upon tax revenue and state subsidies for governmental activities. Program revenue, such as charges for services, grants and contributions, cover only 12.5% of the expenses related to the activities performed by CML. The remaining 87.5% of expenses is provided through taxes, intergovernmental revenue, and investment earnings.

**Activities for Fiscal Year Ended
December 31, 2015**



COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2015
(UNAUDITED)

Fund Financial Analysis

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

General Fund

At year-end, the fund balance in CML's general fund was \$71,916,595, an increase of \$8,096,542 in comparison with the prior year. For the most part, this increase represents the amount in which property tax and intergovernmental revenue exceeded program expenditures. Of CML's ending general fund fund balance, \$52,719,757 represents the unassigned portion, which is available for spending at CML's discretion. This unassigned fund balance represents 87.8 percent of 2015 general fund expenditures.

Capital Projects Fund

At year-end, the fund balance in CML's capital projects fund was \$79,719,713, a decrease of \$18,637,525 in comparison with the prior year. This decrease represents the amount in which expenditures exceeded capital grants and contributions. This trend is expected to continue as CML spends down the bond proceeds received in 2012 to build new and enhance existing libraries.

Debt Service Fund

At year-end, the fund balance in CML's debt service fund was \$971,175, an increase of \$52 in comparison with the prior year. This increase represents the amount in which intergovernmental revenue exceeded debt service expenditures.

Other Governmental Funds

At year-end, the fund balance in CML's other governmental funds was \$879,897, an increase of \$286,602 in comparison with the prior year. This increase represents the amount in which charges for services and contributions exceeded program expenditures. This increase is primarily the result of a decrease in Administrative and support expenditures due to repairs to the Grant Oak apartment buildings in 2014.

General Fund Budgeting Highlights

CML's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund for 2015 is the general fund.

The original and final revenue budgets for the general fund were both \$68,953,987. Actual revenue was \$2,021,455 more than the final budgeted numbers. This variance is the result of intergovernmental revenue being more than was budgeted for due to an increase in the PLF from 1.55% to 1.70% for the State Fiscal Year 2016 and 2017.

The original and final expenditure budgets for the general fund were \$80,034,589 and \$79,131,707, respectively. The decrease between the original and final budgets was primarily the result of a decrease in budgeted public service and administrative support offset by an increase in capital outlay. Actual budgetary expenditures were \$67,143,529, or \$11,988,178 less than the final budget. This decrease is primarily the result of cost containment efforts on behalf of management.

CML's ending budget basis fund balance for the General Fund is \$65,575,676.

COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2015
(UNAUDITED)

Capital Assets

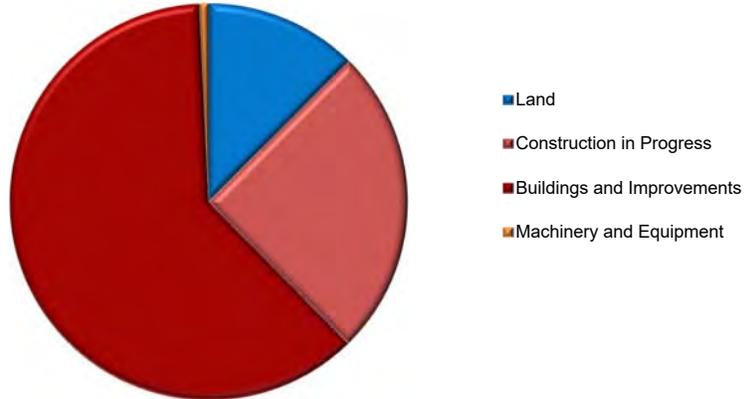
At the end of fiscal year 2015, CML had \$103,091,107 invested in capital assets. Table 4 shows fiscal year ended December 31, 2015 compared to December 31, 2014.

Table 4
Capital Assets (Net of Depreciation)

	Governmental Activities	
	2015	2014
Land	\$ 12,842,451	\$ 12,828,942
Construction in Progress	25,981,977	8,398,508
Buildings and Improvements	63,492,015	58,426,126
Machinery and Equipment	774,664	903,568
Totals	\$ 103,091,107	\$ 80,557,144

During 2015, CML's capital assets increased \$22,533,963. This increase represents the amount in which capital asset additions, mostly related to new construction on multiple branch projects, exceeded current year depreciation and disposals. See Note 4 for additional capital asset information.

Capital Assets at December 31, 2015



Debt

At year-end, CML had general obligation bonds outstanding totaling \$84,410,000, a decrease of \$2,635,000 in comparison with the prior year. This decrease represents debt principal payments made during the year. See Note 11 for additional debt information.

COLUMBUS METROPOLITAN LIBRARY
Management's Discussion and Analysis
For the Year Ended December 31, 2015
(UNAUDITED)

Contacting CML's Financial Management

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

COLUMBUS METROPOLITAN LIBRARY

Statement of Net Position

December 31, 2015

	Primary Government <u>Governmental Activities</u>	Component Unit <u>Columbus Metropolitan Library Foundation</u>
Assets		
Equity in Pooled Cash and Investments	\$ 104,622,382	\$ 1,494,516
Cash and Cash Equivalents - Restricted	54,861,040	-
Cash with Trustee	486,520	-
Receivables:		
Taxes	49,125,736	-
Accounts	154,372	-
Intergovernmental	4,558,412	-
Interest	289,689	-
Pledges	-	3,007,380
Prepaid Items	788,154	20,963
Assets Held by Others	-	5,394,425
Capital Assets:		
Nondepreciable	38,824,428	-
Depreciable, Net	64,266,679	-
Net Pension Asset	86,146	-
Cash Surrender Value of Life Insurance Policy	-	181,806
Total Assets	<u>318,063,558</u>	<u>10,099,090</u>
Deferred Outflows of Resources:		
Pension	4,793,223	-
Total Deferred Outflows of Resources	<u>4,793,223</u>	<u>-</u>
Liabilities		
Accounts Payable	4,933,627	23,872
Accrued Wages and Benefits	1,353,352	-
Intergovernmental Payable	516,088	-
Retainage Payable	623,662	-
Claims Payable	376,000	-
Accrued Interest Payable	263,822	-
Security Deposits	72,132	-
Amounts Held on Behalf of Others	-	560,344
Long-Term Liabilities:		
Due Within One Year	2,858,112	-
Due in More Than One Year		
Net Pension Liability	25,377,918	-
Other Amounts Due in More Than One Year	90,357,198	-
Total Liabilities	<u>126,731,911</u>	<u>584,216</u>
Deferred Inflows of Resources:		
Property Taxes	45,063,788	-
Pension	472,127	-
Total Deferred Inflows of Resources	<u>45,535,915</u>	<u>-</u>
Net Position		
Net Investment in Capital Assets	67,209,856	-
Restricted for:		
Restricted Donations	502,633	3,201,244
Capital Projects	3,941,343	-
Debt Service	707,353	-
Permanent Fund - Expendable	692	-
Permanent Fund - Non-expendable	67,742	-
Unrestricted	78,159,336	6,313,630
Total Net Position	<u>\$ 150,588,955</u>	<u>\$ 9,514,874</u>

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY

Statement of Activities

For the Year Ended December 31, 2015

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General Government:				
Public Service	\$ 37,072,271	\$ 583,487	\$ 377,653	\$ -
Administrative and Support	25,116,698	1,394,132	-	5,748,133
Interest on Long Term Debt	2,894,941	-	-	-
Total Governmental Activities	<u>\$ 65,083,910</u>	<u>\$ 1,977,619</u>	<u>\$ 377,653</u>	<u>\$ 5,748,133</u>
Component Unit:				
Columbus Metropolitan Library Foundation	<u>5,478,549</u>	<u>-</u>	<u>3,344,253</u>	<u>-</u>

General Revenues:

Property Taxes

Intergovernmental - Unrestricted

Investment Earnings

Miscellaneous

Total General Revenues

Change in Net Position

Net Position at Beginning of Year, Restated

Net Position at End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Position	
Primary Governmental Activities	Component Unit Columbus Metropolitan Library Foundation
\$ (36,111,131)	\$ -
(17,974,433)	-
(2,894,941)	-
<u>(56,980,505)</u>	<u>-</u>
	(2,134,296)
42,967,424	-
27,478,601	-
1,022,906	(68,071)
423,965	-
<u>71,892,896</u>	<u>(68,071)</u>
14,912,391	(2,202,367)
135,676,564	11,717,241
<u>\$ 150,588,955</u>	<u>\$ 9,514,874</u>

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY

Balance Sheet
Governmental Funds
December 31, 2015

	General Fund	Capital Projects Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
Assets:					
Equity in Pooled Cash and Investments	\$ 70,894,973	\$ 29,393,468	\$ -	\$ 714,000	\$ 101,002,441
Cash and Cash Equivalents - Restricted	-	54,793,298	-	67,742	54,861,040
Cash with Trustee	-	-	486,520	-	486,520
Receivables:					
Taxes	49,125,736	-	-	-	49,125,736
Accounts	82,392	13,000	-	2,014	97,406
Intergovernmental	3,910,047	-	484,655	163,710	4,558,412
Interest	2,391	287,298	-	-	289,689
Prepaid Items	769,694	18,460	-	-	788,154
Total Assets	\$ 124,785,233	\$ 84,505,524	\$ 971,175	\$ 947,466	\$ 211,209,398
Liabilities:					
Accounts Payable	\$ 912,103	\$ 4,004,734	\$ -	\$ 7,435	\$ 4,924,272
Accrued Wages and Benefits	1,353,352	-	-	-	1,353,352
Intergovernmental Payable	516,088	-	-	-	516,088
Matured Compensated Absences	70,497	-	-	-	70,497
Retainage Payable	-	623,662	-	-	623,662
Security Deposits	11,998	-	-	60,134	72,132
Total Liabilities	2,864,038	4,628,396	-	67,569	7,560,003
Deferred Inflows of Resources:					
Property Taxes	45,063,788	-	-	-	45,063,788
Unavailable Revenue	4,940,812	157,415	-	-	5,098,227
Total Deferred Inflows of Resources	50,004,600	157,415	-	-	50,162,015
Fund Balances:					
Nonspendable:					
Prepaid Items	769,694	18,460	-	-	788,154
Permanent Fund Principal	-	-	-	67,742	67,742
Restricted for:					
Capital Projects	-	54,793,298	-	-	54,793,298
Debt Service	-	-	971,175	-	971,175
Permanent Fund Expendable	-	-	-	692	692
Restricted Donations	-	-	-	502,633	502,633
Committed for:					
Facility Projects	1,197,070	-	-	-	1,197,070
Technology Projects	512,162	-	-	-	512,162
Library Materials	623,161	-	-	-	623,161
Operations/Programing	1,513,467	-	-	-	1,513,467
Capital Projects	-	4,036,565	-	-	4,036,565
Land Development	-	-	-	308,830	308,830
Assigned for:					
Facility Projects	9,493,993	-	-	-	9,493,993
Technology Projects	4,061,966	-	-	-	4,061,966
27th Pay Period	1,025,325	-	-	-	1,025,325
Capital Projects	-	20,871,390	-	-	20,871,390
Unassigned	52,719,757	-	-	-	52,719,757
Total Fund Balances	71,916,595	79,719,713	971,175	879,897	153,487,380
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 124,785,233	\$ 84,505,524	\$ 971,175	\$ 947,466	\$ 211,209,398

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY
 Reconciliation of Total Governmental Fund Balances
 To Net Position of Governmental Activities
 December 31, 2015

Total Governmental Fund Balances	\$ 153,487,380
<i>Amounts reported for governmental activities in the Statement of Net Position are different because:</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	103,091,107
The net pension asset is not a financial resource and therefore is not reported in the funds.	86,146
Other long-term assets are not available to pay for current period expenditures and therefore are reported as unavailable in the funds.	
Property Taxes Receivable	2,387,241
Intergovernmental Receivable	2,553,571
Interest Receivable	157,415
Governmental funds report the effect of bond premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of net position.	
Unamortized Premium on Bonds	(6,264,549)
Internal service funds are used by management to charge the costs of health care to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	3,291,552
Long-Term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
Compensated absences payable	(2,470,264)
General Obligation Bonds Payable	(84,410,000)
Accrued Interest Payable	(263,822)
The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in governmental funds:	
Deferred Outflows - Pension	4,793,223
Deferred Inflows - Pension	(472,127)
Net Pension Liability	<u>(25,377,918)</u>
Net Position of Governmental Activities	<u>\$ 150,588,955</u>

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2015

	General Fund	Capital Projects Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
Property Taxes	\$ 44,098,394	\$ -	\$ -	\$ -	\$ 44,098,394
Intergovernmental	21,918,910	-	5,818,290	-	27,737,200
Fines and Fees	583,487	-	-	-	583,487
Investment Earnings	530,445	375,261	538	1,981	908,225
Charges for Services	640,946	-	-	753,186	1,394,132
Contributions and Donations	-	5,748,133	-	377,653	6,125,786
Miscellaneous	334,811	33,515	-	30,725	399,051
Total Revenues	<u>68,106,993</u>	<u>6,156,909</u>	<u>5,818,828</u>	<u>1,163,545</u>	<u>81,246,275</u>
Expenditures:					
Current:					
Public Service	35,745,387	-	-	255,118	36,000,505
Administrative and Support	23,642,477	-	-	599,110	24,241,587
Capital Outlay	646,035	24,795,900	-	22,715	25,464,650
Debt service:					
Principal Retirement	-	-	2,635,000	-	2,635,000
Interest and Fiscal Charges	-	-	3,183,776	-	3,183,776
Total Expenditures	<u>60,033,899</u>	<u>24,795,900</u>	<u>5,818,776</u>	<u>876,943</u>	<u>91,525,518</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	8,073,094	(18,638,991)	52	286,602	(10,279,243)
Other Financing Sources:					
Proceeds from Sale of Capital Assets	23,448	1,466	-	-	24,914
Total Other Financing Sources	<u>23,448</u>	<u>1,466</u>	<u>-</u>	<u>-</u>	<u>24,914</u>
Net Change in Fund Balances	8,096,542	(18,637,525)	52	286,602	(10,254,329)
Fund Balance at Beginning of Year	63,820,053	98,357,238	971,123	593,295	163,741,709
Fund Balance at End of Year	<u>\$ 71,916,595</u>	<u>\$ 79,719,713</u>	<u>\$ 971,175</u>	<u>\$ 879,897</u>	<u>\$ 153,487,380</u>

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY
 Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balances to the Statement of Activities
 Governmental Funds
 For the Year Ended December 31, 2015

Net Change in Fund Balances - Total Governmental Funds \$ (10,254,329)

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	24,977,495
Depreciation Expense	(1,681,173)

The effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and disposals) is to decrease net position. (762,359)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (1,302,610)

Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows. 3,433,876

Except for amounts reported as deferred inflows/outflows, changes in the net pension asset and liability are reported as pension expense in the statement of activities. (2,828,022)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.

Principal Payments on Debt	2,635,000
----------------------------	-----------

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	3,398
Accrued Interest	1,493
Amortization of Bond Premium	287,342

The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the government-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. 402,280

Change in Position of Governmental Activities \$ 14,912,391

COLUMBUS METROPOLITAN LIBRARY
Statement of Revenues, Expenditures and Changes
in Fund Balances - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2015

	Original Budget	Final Budget	Actual	Variance (Over)/Under
Revenues				
Property Taxes	\$ 44,728,000	\$ 44,728,000	\$ 44,529,455	\$ (198,545)
Intergovernmental	19,656,187	19,656,187	21,771,138	2,114,951
Fines and Fees	800,000	800,000	587,800	(212,200)
Investment Earnings	373,000	373,000	530,539	157,539
Charges for Services	600,000	600,000	648,422	48,422
Contributions and Donations	1,000	1,000	-	(1,000)
Miscellaneous	246,500	246,500	337,840	91,340
Total Revenues	<u>66,404,687</u>	<u>66,404,687</u>	<u>68,405,194</u>	<u>2,000,507</u>
Expenditures				
Current:				
Public Service	45,397,883	43,517,925	36,348,990	7,168,935
Administrative and Support	31,363,721	30,734,057	26,708,773	4,025,284
Capital Outlay	726,185	2,332,925	1,538,966	793,959
Total Expenditures	<u>77,487,789</u>	<u>76,584,907</u>	<u>64,596,729</u>	<u>11,988,178</u>
Excess of Revenues Over (Under) Expenditures	(11,083,102)	(10,180,220)	3,808,465	13,988,685
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	2,500	2,500	23,448	20,948
Transfers In	2,546,800	2,546,800	2,546,800	-
Transfers Out	(2,546,800)	(2,546,800)	(2,546,800)	-
Total Other Financing Sources (Uses)	<u>2,500</u>	<u>2,500</u>	<u>23,448</u>	<u>20,948</u>
Net Change in Fund Balance	(11,080,602)	(10,177,720)	3,831,913	14,009,633
Fund Balances at Beginning of Year	58,924,402	58,924,402	58,924,402	-
Prior Year Encumbrances Appropriated	2,819,361	2,819,361	2,819,361	-
Fund Balances at End of Year	<u>\$ 50,663,161</u>	<u>\$ 51,566,043</u>	<u>\$ 65,575,676</u>	<u>\$ 14,009,633</u>

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY

Statement of Net Position

Proprietary Fund

December 31, 2015

	<u>Governmental Activities Internal Service Fund</u>
Assets	
Current Assets:	
Equity in Pooled Cash and Investments	\$ 3,619,941
Receivables:	
Accounts	56,966
Total Current Assets	<u>3,676,907</u>
Liabilities	
Current Liabilities:	
Accounts Payable	9,355
Claims Payable	376,000
Total Current Liabilities	<u>385,355</u>
Net Position	
Unrestricted	3,291,552
Total Net Position	<u>\$ 3,291,552</u>

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Fund
For the Year Ended December 31, 2015

	Governmental Activities <u>Internal Service Fund</u>
Operating Revenues	
Charges for Services	\$ 4,793,823
Miscellaneous	175,072
Total Operating Revenues	<u>4,968,895</u>
Operating Expenses	
Contractual Services	931,484
Claims Paid	3,662,853
Total Operating Expenses	<u>4,594,337</u>
Operating Income	<u>374,558</u>
Nonoperating Revenues	
Interest Revenue	27,722
Total Non-Operating Revenues	<u>27,722</u>
Change in Net Position	<u>402,280</u>
Net Position at Beginning of Year	2,889,272
Net Position at End of Year	<u>\$ 3,291,552</u>

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY
Statement of Cash Flows
Proprietary Fund
For the Year Ended December 31, 2015

	Governmental Activities <u>Internal Service Fund</u>
Cash Flows from Operating Activities	
Cash Received for Claims	\$ 4,791,228
Cash Received from Reimbursements	120,701
Cash Payments for Administrative Fees	(922,717)
Cash Payments for Claims	(3,625,853)
Net Cash Flows from Operating Activities	<u>363,359</u>
Cash Flows from Investing Activities	
Cash received from interest	<u>27,722</u>
Net Cash Flows from Investing Activities	<u>27,722</u>
Net Change in Cash	391,081
Cash and Cash Equivalents at Beginning of Year	3,228,860
Cash and Cash Equivalents at End of Year	<u>\$ 3,619,941</u>
Reconciliation of Operating Income to Net Cash Flows from Operating Activities:	
Operating Income	\$ 374,558
(Increase)/Decrease in Current Assets	
Accounts Receivable	(56,966)
Increase/(Decrease) in Current Liabilities	
Accounts Payable	8,767
Claims Payable	37,000
Net Cash Flows from Operating Activities	<u>\$ 363,359</u>

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY
Statement of Fiduciary Assets and Liabilities
December 31, 2015

	Digital Downloads Collaboration Agency Fund
Assets	
Equity in Pooled Cash and Investments	\$ 141,716
Accounts Receivable	79,000
Total Assets	<u>220,716</u>
Liabilities	
Accounts Payable and Other Liabilities	220,716
Total Liabilities	<u>\$ 220,716</u>

See accompanying notes to the basic financial statements

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Columbus Metropolitan Library (CML) was founded in 1872. CML is a county district library established in accordance with Section 3375.20 of the Ohio Revised Code. CML, which is a separate legal entity, is financially, managerially and operationally independent from both Franklin County and the City of Columbus. CML lends books, periodicals, audiovisual materials, and provides access to technology to residents and certain others at no charge. With its Main Library and 21 branches, CML is well known for signature services and programs like Homework Help Centers, Reading Buddies, Summer Reading Club and the Ready to Read Corps. The library's Strategic Plan supports the vision of "a thriving community where wisdom prevails," which positions CML to respond to areas of urgent need: kids unprepared for kindergarten, third grade reading proficiency, high school graduation, college readiness and employment resources.

The accompanying financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, The Financial Reporting Entity, GASB Statement No. 39, Determining Whether Certain Organizations are Component Units – an amendment to GASB Statement No. 14, and GASB Statement No. 61, The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34 in that the financial statements include all the materially significant organizations, activities, functions and component units.

CML has one component unit, the Columbus Metropolitan Library Foundation (Foundation), which is discretely presented in a separate column in the government-wide financial statements to emphasize that it is legally separate from CML. The Foundation was established in 1990 as a 501(c)(3) charitable organization to receive, hold, invest and administer property, and to make expenditures to or for the exclusive benefit of CML. Although CML is not financially accountable for the Foundation, the nature and significance of the Foundation's relationship with CML are such that CML's financial statements would be misleading without it.

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

(a) Government-wide and fund financial statements

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

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

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

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

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

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

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

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

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

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

- Notes to the financial statements providing information that is essential to the user’s understanding of the basic financial statements.
- Additional required supplementary information containing pension trend data.

(b) Financial reporting presentation

The accounts of CML are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance, revenue and expenditures (expenses). Fund types are as follows:

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

GOVERNMENTAL FUNDS

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

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

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

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

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

PROPRIETARY FUNDS

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

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

FIDUCIARY FUNDS

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

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

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) Measurement focus and basis of accounting

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

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

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

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

(d) Encumbrances

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

(e) Cash Equivalents

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

(f) Investments

In accordance with GASB Statement No. 31, Accounting and Financial Reporting for Certain Investments and for External Investment Pools, CML records all of its investments at fair value as defined in the Statement. CML reports all investments at fair value except for non-negotiable certificates of deposit, which are reported at cost.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Capital Assets

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

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

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

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

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

(h) Insurance

CML is insured by private carriers for property damage, personal injury and public official liability. Judgments and claims in excess of policy limits are recorded when it is probable that an asset has been impaired or a liability has been incurred and the amount of loss can be reasonably estimated. At December 31, 2015, 2014, and 2013, there were no outstanding judgments or claims in excess of policy limits. In 2013, the Board authorized an increase in the limit for Directors & Officers/Employment Practices liability coverage from \$5,000,000 to \$15,000,000 per claim because of increased exposure related to CML's building program. Except for this, there were no significant changes in insurance coverage from the previous year and no insurance settlement has exceeded insurance coverage during the last three years.

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

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

	<u>2013</u>	<u>2014</u>	<u>2015</u>
Unpaid Claims Jan. 1	\$ 313,000	\$ 331,000	\$ 339,000
Incurred Claims	3,720,643	3,482,847	3,662,853
Payment of Claims	<u>(3,702,643)</u>	<u>(3,474,847)</u>	<u>(3,625,853)</u>
Unpaid Claims Dec. 31	<u>\$ 331,000</u>	<u>\$ 339,000</u>	<u>\$ 376,000</u>

The \$376,000 of unpaid claims are reflected in the internal service fund's claims payable line item.

(i) Compensated Absences

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

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

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

Any governmental fund liability reported is for the unpaid balance of reimbursable unused leave for employees that terminated on or before December 31, 2015. All liabilities are paid from the general fund. The noncurrent portion of the liability is not reported.

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

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

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

(k) Interfund Transactions

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

Interfund transfers between governmental funds are eliminated for reporting on the government-wide financial statements. There were no interfund transfers during the year ended December 31, 2015.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(l) Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2015, are recorded as prepaid items. Prepaid items consist primarily of insurance premiums, conferences and training, memberships and library material subscriptions. Prepaid items are accounted for using the consumption approach of accrual accounting that is items are recorded as an asset deferring the recognition of an expenditure until the month in which it should occur.

(m) Budgetary Basis of Accounting

Budget

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

Estimated Resources

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

Appropriations

CML is required by state statute to adopt an annual appropriation cash basis budget. A temporary appropriation measure to control cash disbursements is passed by CML's Board of Trustees in December of each year to be effective as of January 1. The permanent appropriation measure then must be passed by April 1 of each year for the period January 1 to December 31. The permanent appropriation measure then may be amended or supplemented during the year as new information becomes available. Appropriations may not exceed estimated resources. Unencumbered appropriations lapse at year-end except in Capital Projects Fund which has continuing appropriations.

For all funds, increases or decreases in expenditures requires Board authorization at the total appropriation level.

CML budgets annual expenditures for all governmental funds. The budget specifies expenditure amounts by function within these funds. Expenditures cannot exceed appropriations at the Salaries & Benefits and Other Expenditures (Supplies, Purchased/Contracted Services, Library Materials, etc.) levels for the General Fund and cannot exceed total appropriations for all other budgeted funds. In the supplemental schedules, CML has provided a further breakdown of the legal reporting level.

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

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

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

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

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

(n) Net Position

Net position represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, less any outstanding debt and debt-related items. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

(o) Operating Revenue and Expenses

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

(p) Fund Balance

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

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

CML considers restricted amounts to have been spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. CML considers committed amounts used first, followed by assigned amounts; unassigned amounts are considered to have been spent when an expenditure is incurred for purposes for which amounts in the committed or assigned fund balance classifications could not be used. CML has established a minimum unassigned fund balance goal of twenty percent of the current fiscal year general fund expenditure budget less capital outlay and transfers out.

(q) Deferred Outflows/Inflows of Resources

In addition to assets, the statements of net position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For CML, deferred outflows of resources are reported on the government-wide statement of net position for pension. The deferred outflows of resources related to pension are explained in Note 5.

In addition to liabilities, the statements of net position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For CML, deferred inflows of resources include property taxes, pension, and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2015, but which were levied to finance calendar year 2016 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue are reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For CML, unavailable revenue include delinquent property taxes, intergovernmental revenue, and interest income. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. Deferred inflows of resources related to pension are reported on the government-wide statement of net position. (See Note 5)

(r) Pensions

For purposes of measuring the net pension asset, net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the pension plans and additions to/deductions from their fiduciary net position have been determined on the same basis as they are reported by the pension systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The pension system reports investments at fair value.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 2 – CASH AND INVESTMENTS

CML pools all individual fund cash balances for investment purposes, except for cash with fiscal agents, restricted investments and debt proceeds. Interest earned on debt proceeds will be credited to CML's Capital Projects Fund. All other interest earned will be allocated to the General Fund, Capital Projects Fund, Land Development Fund, Permanent Fund and Self-Insurance Fund based on the monthly average daily balance of the fund.

Credit risk is the risk of loss due to the failure of a security issuer to pay principal or interest, or the failure of the issuer to make timely payments of principal or interest. Eligible investments, pursuant to Ohio Revised Code Section 135.14, affected by credit risk include certificates of deposit, commercial paper and bankers acceptances. Per CML's investment policy, credit risk is minimized by (1) diversifying assets by issuer; (2) ensuring that required, minimum credit quality ratings exist prior to the purchase of commercial paper and bankers acceptances; and (3) maintaining adequate collateralization of deposits and certificates of deposit, pursuant to the method as determined by the Fiscal Officer.

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

Deposits:

At December 31, 2015, the carrying amount of all CML's deposits was \$6,263,223 and the bank balance was \$6,661,213. Of the bank balance, \$5,330,092 was covered by Federal Deposit Insurance and \$1,331,121 was uninsured and collateralized with securities held by the financial institution or by its trust department or agent but not in CML's name. Restricted assets of \$54,861,040 represent the endowment principal of the restricted fund and unspent note proceeds.

Investments:

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

The types of obligations eligible for investment and deposits are:

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

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 2 – CASH AND INVESTMENTS (continued)

4. Bonds and other obligations of the State of Ohio or the political subdivisions of the State of Ohio as defined by ORC Section 135.14(B)(4).
5. Certificates of deposit from any eligible institution mentioned in Ohio Revised Code Section 135.144.
6. No-load money market mutual funds rated in the highest category by at least one nationally recognized rating agency, investing exclusively in the same types of eligible securities as defined in Ohio Revised Code Sections 135.14(B)(1) and 135.14(B)(2) and repurchase agreements secured by such obligations, provided that investments in such securities are made only through eligible institutions mentioned in Ohio Revised Code Section 135.01, regarding limitations and restrictions.
7. Repurchase agreements with any eligible institutions mentioned in Ohio Revised Code Section 135 and particularly Section 135.14(E) therein. Repurchase agreements will settle on a delivery vs. payment basis with collateral held in safekeeping by a custodian as agreed to by the Fiscal Officer. The market value of securities subject to a repurchase agreement must exceed the principal value of the repurchase agreement by at least two percent as defined under the Ohio Revised Code. The Fiscal Officer reserves the right to require an additional percentage of collateral securing such repurchase agreements.
8. The state treasurer's investment programs (STAR Ohio & STAR Plus), pursuant to Ohio Revised Code Section 135.45.

Investments of CML funds are prohibited or restricted as follows:

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

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 2 – CASH AND INVESTMENTS (continued)

Cash and investments at year-end were as follows:

	Fair Value	Credit Rating	Maturity in Years		
			less than 1	1-3	3-5
STAR Ohio (State Treasurer's Asset Reserve Program)	\$ 2,616,581	AAAm ¹	\$ 2,616,581	\$ -	\$ -
US Treasury Securities	10,411,719	AA+ ¹	4,984,570	2,983,594	2,443,555
Federal Agency Securities (Non-callable)	68,936,915	AA+ ¹	16,137,100	42,997,494	9,802,321
Federal Agency Securities (Callable)	25,797,188	AA+ ¹	3,999,635	12,535,772 ²	9,261,781 ²
Federal Agency Securities (Discount)	2,099,782	AA+ ¹	2,099,782	-	-
Commercial Paper	34,290,381	A1+ ¹	34,290,381	-	-
Money Market Fund	9,512,014	AAAm ¹	9,512,014	-	-
Carrying Amount of Deposits	6,263,223		6,263,223	-	-
Change Funds and Imprest Balance	183,855		183,855	-	-
Total	\$ 160,111,658		\$ 80,087,141	\$ 58,516,860	\$ 21,507,657
Less: Cash and investments - Agency Fund	(141,716)				
Total Governmental Funds Cash	159,969,942				
Per Statement of Net Position:					
Cash and Investments	\$ 104,622,382				
Cash Equivalents - Restricted	54,861,040				
Cash with Trustee	486,520				
Total	\$ 159,969,942				

1 - Standard & Poors.

2 - The entire balance is callable within 1 year.

STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the Securities Exchange Commission as an investment company, but does operate in a manner similar to Rule 2a-7 of the Investment Company Act of 1940.

Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on December 31, 2015.

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

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 3 – DONOR RESTRICTED ENDOWMENTS

CML's Permanent Fund includes donor-restricted endowments. Non-Spendable Fund Balance includes the \$67,742 non-spendable portion of the endowment, the \$692 that is available for expenditure is restricted to comply with donors' original intent. CML Board of Trustees is permitted to appropriate, for purposes consistent with the endowment's intent, net appreciation, realized and unrealized, unless the endowment terms state otherwise.

NOTE 4 – CAPITAL ASSETS

A summary of changes in capital assets for the year ended December 31, 2015, follows:

	Balance Jan 1, 2015	Additions	Deletions	Transfers	Balance Dec 31, 2015
Nondepreciable Assets:					
Land	\$ 12,828,942	\$ 13,509	\$ -	\$ -	\$ 12,842,451
Construction in Progress	8,398,508	24,881,679	-	(7,298,210)	25,981,977
Depreciable Assets:					
Buildings & Improvements	87,985,943	17,525	(914,404)	7,298,210	94,387,274
Machinery & Equipment	6,877,715	64,782	(1,863,130)	-	5,079,367
Total Capital Assets	<u>\$ 116,091,108</u>	<u>\$ 24,977,495</u>	<u>\$ (2,777,534)</u>	<u>\$ -</u>	<u>\$ 138,291,069</u>
Accumulated Depreciation:					
Buildings & Improvements	(29,559,817)	(1,505,099)	169,657	-	(30,895,259)
Machinery & Equipment	(5,974,147)	(176,074)	1,845,518	-	(4,304,703)
Total Accumulated Depreciation	<u>\$ (35,533,964)</u>	<u>\$ (1,681,173)</u>	<u>\$ 2,015,175</u>	<u>\$ -</u>	<u>\$ (35,199,962)</u>
Total Capital Assets, net	<u>\$ 80,557,144</u>	<u>\$ 23,296,322</u>	<u>\$ (762,359)</u>	<u>\$ -</u>	<u>\$ 103,091,107</u>

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

Of the \$1,681,173 depreciation expense, \$1,005,148 was related to Public Service and \$676,025 was related to Administrative and Support.

NOTE 5 – DEFINED BENEFIT PENSION PLANS

Net Pension Asset/Liability

The net pension asset and net pension liability reported on the Statement of Net Position represent an asset/liability to employees for pensions. Pensions are a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. Pensions are provided to an employee—on a deferred-payment basis—as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for pensions is a present obligation because it was created as a result of employment exchanges that already have occurred.

The net pension asset and net pension liability represent CML's proportionate share of each pension plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension plan's fiduciary net position. The net pension asset/liability calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting this estimate annually.

Ohio Revised Code limits CML's rights to/obligation for this asset/liability to annually required payments. CML cannot control benefit terms or the manner in which pensions are financed; however, CML does receive the benefit of employees' services in exchange for compensation including pension.

GASB 68 assumes the net pension asset solely belongs to the employer and the net pension liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize overfunded assets and unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension asset/liability. Resulting adjustments to the net pension asset/liability would be effective when the changes are legally enforceable.

The proportionate share of each plan's over/under funded benefits is presented as a long-term net pension asset or long-term net pension liability on the accrual basis of accounting. Any liability for the contractually-required pension contribution outstanding at the end of the year is included in intergovernmental payable on both the accrual and modified accrual bases of accounting.

Plan Description – Ohio Public Employees Retirement System (OPERS)

Plan Description - CML employees participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional pension plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan and the combined plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features.

OPERS provides retirement, disability, survivor and death benefits, and annual cost of living adjustments to members of the traditional and combined plans. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that includes financial statements, required supplementary information and detailed information about OPERS' fiduciary net position that may be obtained by visiting <https://www.opers.org/financial/reports.shtml>, by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 800-222-7377.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 5 – DEFINED BENEFIT PENSION PLANS (Continued)

Senate Bill (SB) 343 was enacted into law with an effective date of January 7, 2013. In the legislation, members were categorized into three groups with varying provisions of the law applicable to each group. The following table provides age and service requirements for retirement and the retirement formula applied to final average salary (FAS) for the three member groups as per the reduced benefits adopted by SB 343 (see OPERS CAFR referenced above for additional information):

Group A Eligible to retire prior to January 7, 2013 or five years after January 7, 2013	Group B 20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013	Group C Members not in other Groups and members hired on or after January 7, 2013
State and Local	State and Local	State and Local
Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 57 with 25 years of service credit or Age 62 with 5 years of service credit
Traditional Plan Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Traditional Plan Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Traditional Plan Formula: 2.2% of FAS multiplied by years of service for the first 35 years and 2.5% for service years in excess of 35
Combined Plan Formula: 1.0% of FAS multiplied by years of service for the first 30 years and 1.25% for service years in excess of 30	Combined Plan Formula: 1.0% of FAS multiplied by years of service for the first 30 years and 1.25% for service years in excess of 30	Combined Plan Formula: 1.0% of FAS multiplied by years of service for the first 35 years and 1.25% for service years in excess of 35

Final average Salary (FAS) represents the average of the three highest years of earnings over a member's career for Groups A and B. Group C is based on the average of the five highest years of earnings over a member's career.

Members who retire before meeting the age and years of service credit requirement for unreduced benefits receive a percentage reduction in the benefit amount.

When a benefit recipient has received benefits for 12 months, an annual cost of living adjustment (COLA) is provided. For members retiring under the Combined Plan, an annual COLA will be provided on the defined benefit portion of their benefit. This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. For those retiring prior to January 7, 2013, the COLA will continue to be a 3 percent simple annual COLA. For those retiring subsequent to January 7, 2013, beginning in calendar year 2019, the COLA will be based on the average percentage increase in the Consumer Price Index, capped at 3 percent.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 5 – DEFINED BENEFIT PENSION PLANS (Continued)

Funding Policy - The Ohio Revised Code (ORC) provides statutory authority for member and employer contributions as follows:

	State and Local
2015 Statutory Maximum Contribution Rates	
Employer	14.0 %
Employee	10.0 %
2015 Actual Contribution Rates	
Employer:	
Pension	12.0 %
Post-employment Health Care Benefits	2.0
Total Employer	14.0 %
Employee	10.0 %

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. CML's contractually required contribution was \$3,433,876 for 2015. Of this amount, \$131,291 is reported as an intergovernmental payable.

Pension Assets, Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The net pension asset and net pension liability for OPERS was measured as of December 31, 2014, and the total pension asset/liability used to calculate the net pension asset/liability was determined by an actuarial valuation as of that date. CML's proportion of the net pension asset/liability was based on CML's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	OPERS Traditional Plan	OPERS Combined Plan	Total
Proportionate Share of the Net Pension Liability/(Asset)	\$25,377,918	(\$86,146)	\$25,291,772
Proportion of the Net Pension Liability/(Asset)	0.210411%	0.223743%	
Pension Expense	\$2,770,776	\$57,246	\$2,828,022

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 5 – DEFINED BENEFIT PENSION PLANS (Continued)

At December 31, 2015, CML reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	OPERS Traditional Plan	OPERS Combined Plan	Total
Deferred Outflows of Resources			
Net difference between projected and actual earnings on pension plan investments	\$1,354,089	\$5,258	\$1,359,347
CML contributions subsequent to the measurement date			3,433,876
Total Deferred Outflows of Resources	<u>\$1,354,089</u>	<u>\$5,258</u>	<u>\$4,793,223</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	<u>\$445,840</u>	<u>\$26,287</u>	<u>\$472,127</u>

\$3,433,876 reported as deferred outflows of resources related to pension resulting from CML contributions subsequent to the measurement date will be recognized as pension expense in the year ending December 31, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	OPERS Traditional Plan	OPERS Combined Plan	Total
Year Ending December 31:			
2016	\$132,810	(\$1,811)	\$130,999
2017	132,810	(1,811)	130,999
2018	304,106	(1,811)	302,295
2019	338,523	(1,813)	336,710
2020	-	(3,126)	(3,126)
Thereafter	<u>-</u>	<u>(10,657)</u>	<u>(10,657)</u>
Total	<u>\$908,249</u>	<u>(\$21,029)</u>	<u>\$887,220</u>

Actuarial Assumptions - OPERS

Actuarial valuations of an ongoing plan involve estimates of the values of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and cost trends. Actuarially determined amounts are subject to continual review or modification as actual results are compared with past expectations and new estimates are made about the future.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 5 – DEFINED BENEFIT PENSION PLANS (Continued)

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability in the December 31, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	<u>Traditional Plan</u>	<u>Combined Plan</u>
Wage Inflation	3.75 percent	3.75 percent
Future Salary Increases, including inflation	4.25 to 10.05 percent including wage inflation	4.25 to 8.05 percent including wage inflation
COLA or Ad Hoc COLA	3 percent, simple	3 percent, simple
Investment Rate of Return	8 percent	8 percent
Actuarial Cost Method	Individual Entry Age	Individual Entry Age

Mortality rates were based on the RP-2000 Mortality Table projected 20 years using Projection Scale AA. For males, 105 percent of the combined healthy male mortality rates were used. For females, 100 percent of the combined healthy female mortality rates were used. The mortality rates used in evaluating disability allowances were based on the RP-2000 mortality table with no projections. For males 120 percent of the disabled female mortality rates were used set forward two years. For females, 100 percent of the disabled female mortality rates were used.

The most recent experience study was completed for the five-year period ended December 31, 2010.

The long-term rate of return on defined benefit investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected real rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation.

OPERS manages investments in four investment portfolios: the Defined Benefits portfolio, the Health Care portfolio, the 115 Health Care Trust portfolio and the Defined Contribution portfolio. The Defined Benefit portfolio includes the investment assets of the Traditional Pension Plan, the defined benefit component of the Combined Plan, the annuitized accounts of the Member-Directed Plan and the VEBA Trust. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The money weighted rate of return, net of investments expense, for the Defined Benefit portfolio is 6.95 percent for 2014.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 5 – DEFINED BENEFIT PENSION PLANS (Continued)

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The table below displays the Board-approved asset allocation policy for 2014 and the long-term expected real rates of return:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	23.00 %	2.31 %
Domestic Equities	19.90	5.84
Real Estate	10.00	4.25
Private Equity	10.00	9.25
International Equities	19.10	7.40
Other investments	18.00	4.59
Total	100.00 %	5.28 %

Discount Rate

The discount rate used to measure the total pension liability was 8 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the statutorily required rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefits payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of CML's Proportionate Share of the Net Pension Asset and Net Pension Liability to Changes in the Discount Rate

The following table presents CML's proportionate share of the net pension asset/liability calculated using the current period discount rate assumption of 8 percent, as well as what CML's proportionate share of the net pension asset/liability would be if it were calculated using a discount rate that is one-percentage-point lower (7 percent) or one-percentage-point higher (9 percent) than the current rate:

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
CML's proportionate share of the net pension liability/(asset)			
Traditional Plan	\$46,688,097	\$25,377,918	\$7,429,612
Combined Plan	\$11,187	(\$86,146)	(\$163,332)

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 6 – OTHER POST-EMPLOYMENT BENEFITS

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

OPERS maintains two cost-sharing multiple-employer defined benefit post-employment health care trusts, which fund multiple health care plans including medical coverage, prescription drug coverage, deposits to a Health Reimbursement Arrangement and Medicare Part B premium reimbursements, to qualifying benefit recipients of both the Traditional Pension and the Combined plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including OPERS sponsored health care coverage.

In order to qualify for health care coverage, age-and-service retirees under the Traditional Pension and Combined plans must have 20 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45. Please see the Plan Statement in the OPERS 2014 CAFR for details.

The Ohio Revised Code permits, but does not require, OPERS to provide health care to its eligible benefit recipients. Authority to establish and amend health care coverage is provided to the Board in Chapter 145 of the Ohio Revised Code.

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

Funding Policy – The Ohio Revised Code provides the statutory authority requiring public employers to fund health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside to fund OPERS health care plans.

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2015, CML contributed at a rate of 14.0% of earnable salary and Public Safety and Law Enforcement employers contributed at 18.1%. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

OPERS maintains three health care trusts. The two cost-sharing, multiple-employer trusts, the 401(h) Health Care Trust and the 115 Health Care Trust, work together to provide health care funding to eligible retirees of the Traditional Pension and Combined plans. The third trust is a Voluntary Employee's Beneficiary Association (VEBA) that provides funding for a Retiree Medical Account for Member-Directed Plan members. Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside to fund health care plans.

The portion of employer contributions allocated to health care for members in the Traditional Pension Plan and Combined Plan was 2.0% during calendar year 2015. As recommended by OPERS' actuary, the portion of employer contributions allocated to health care beginning January 1, 2016 remained at 2.0% for both plans. The Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited to the VEBA for participants in the Member-Directed Plan for 2015 was 4.5%.

The amount of actuarially determined Library contributions actually made to fund post-employment benefits was approximately \$572,313, \$562,890, and \$269,921 in fiscal years 2015, 2014 and 2013, respectively. As of December 31, 2015 the full amount has been contributed for each fiscal year.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 7 – PROPERTY TAXES

Property taxes include amounts levied against all real and public utility property located in the CML district. Real property taxes and public utility taxes collected during 2015 were levied after October 1 on the assessed value listed as of the prior January 1, the lien date. These taxes are payable annually or semi-annually. If paid annually, payment is due by January 20; if paid semi-annually, the first payment is due by January 20 with remainder payable by June 20. Under certain circumstances, state statutes permit earlier or later payment dates to be established.

Assessed values are established by State law at 35% of appraised market value. A revaluation of all property is required to be completed no less than every six years. The last revaluation was completed in 2010. Public utility property taxes are assessed on tangible personal property, as well as land and improvements, at true value, which is a certain percentage of cost. Percentages vary according to the type of utility involved. The assessed values upon which the 2015 taxes were collected were approximately \$18.3 billion.

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

The Franklin County Treasurer collects property taxes on behalf of taxing districts in the county. The Franklin County Auditor periodically remits to CML its portion of the taxes collected. Property taxes with both a lien and levy date prior to fiscal year end are recorded as deferred inflows of resources and receivables. However, property taxes including delinquent property taxes that were measurable at December 31, 2015, and available to CML are recorded as revenue and receivables.

NOTE 8 – NEW PRONOUNCEMENTS

In February 2015, GASB issued Statement No. 72, Fair Value Measurement and Application. This Statement addresses accounting and financial reporting issues related to fair value measurements. The requirements of this statement are effective for financial statements for reporting periods beginning after June 15, 2015.

In June 2015, GASB issued Statement No. 75, Financial Reporting for Postemployment Benefits Other Than Pensions. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). The requirements of this statement are effective for financial statements for reporting periods beginning after June 15, 2017.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 9 – JOINT VENTURES

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

According to the terms of the agreement, CML will not assume any responsibility for the daily management, operation and maintenance of the building. In addition, the agreement states that CML will contribute, based on a formula, to the operational needs of the facility. In 2015, CML contributed \$1,050,436 to the operational costs of Worthington.

NOTE 10 – BUDGETARY BASIS OF ACCOUNTING

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

	<u>Net Change in Fund Balance</u>	<u>Fund Balance, December 31, 2015</u>
GAAP basis	\$ 8,096,542	\$ 71,916,595
Increase (decrease):		
Due to revenues:		
Received in cash during 2015,		
Accrued at December 31, 2014	3,402,169	-
Accrued at December 31, 2015, not yet received in cash	(3,103,968)	(3,103,968)
Due to expenditures:		
Paid in cash during 2015, accrued at December 31, 2014	(1,325,879)	-
Accrued at December 31, 2015, not yet paid in cash	1,482,585	1,482,585
Due to encumbrances:		
Recognized as expenditures in budget	(4,719,536)	(4,719,536)
Budgetary Basis	<u>\$ 3,831,913</u>	<u>\$ 65,575,676</u>

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 11 – LONG TERM LIABILITIES

Long term liability activity for the year ended December 31, 2015 was as follows:

Type of obligation	Balance Jan 1, 2015	Additions	Deletions	Balance Dec 31, 2015	Amount Due Within One Year
Governmental Activities:					
General Obligation:					
2012 PLF Notes -					
Taxable Serials - 1.456%	\$ 15,120,000	\$ -	\$ (2,635,000)	\$ 12,485,000	\$ 2,650,000
Tax-Exempt Serial Bond - 4.084%	50,805,000	-	-	50,805,000	-
Tax-Exempt Term Bond - 4.000%	21,120,000	-	-	21,120,000	-
Unamortized premium	6,551,891	-	(287,342)	6,264,549	-
Compensated Absences Payable	2,475,986	3,173,543	(3,108,768)	2,540,761	208,112
Net Pension Liability - OPERS	24,804,715	573,203	-	25,377,918	-
Total Governmental Activities	<u>\$ 120,877,592</u>	<u>\$ 3,746,746</u>	<u>\$ (6,031,110)</u>	<u>\$ 118,593,228</u>	<u>\$ 2,858,112</u>

(a) Long Term Debt

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

(b) Future Debt Service

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

Year Ending December 31,	Governmental Activities		
	Bond Principal	Interest	Debt Service
2016	\$ 2,650,000	\$ 3,165,858	\$ 5,815,858
2017	2,680,000	3,140,418	5,820,418
2018	2,705,000	3,110,670	5,815,670
2019	2,750,000	3,067,390	5,817,390
2020	2,805,000	3,015,140	5,820,140
2021-2025	15,890,000	13,205,500	29,095,500
2026-2030	19,870,000	9,216,900	29,086,900
2031-2035	24,085,000	5,009,900	29,094,900
2036-2037	10,975,000	662,800	11,637,800
	<u>\$ 84,410,000</u>	<u>\$ 43,594,576</u>	<u>\$ 128,004,576</u>

(c) Compensated Absences and Net Pension Liability

CML pays obligations related to employee compensation from the General Fund.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 12 – OTHER COMMITMENTS

At December 31, CML had contractual commitments as follows:

<u>Vendor</u>	<u>Amount</u>
Pizzuti Management	\$ 476,192
Library Design Associates	421,168
Schooley Caldwell Assoc	330,308
Gudenkauf Corporation	325,746
King Business Interiors	290,234
Go Sustainable Energy	171,520
NBBJ	167,201
Dinatco Inc	111,617
Clara Brown Interiors	110,258
Geotechnical Consultants	102,875
US Communications and Electric	90,934
Moody Nolan Limited	90,154
Loth	88,000
Columbus City Treasurer	82,013
Evans Mechwart Hamilton and	75,582
Cleveland Construction	68,826
Design Group	60,269
Morrison Sign Company	52,904
Martin J Daniele	51,360
Turner Construction- Dublin	85,233
Turner Construction- Hilliard	96,887
Turner Construction- Main	10,432,864
Turner Construction- MLK	57,701
Turner Construction- NLT	3,219,183
Turner Construction- Northside	8,707,011
Turner Construction- Parsons	1,527,299
Turner Construction- Shepard	2,990,335
	<u>\$ 30,283,674</u>

At year end, CML's outstanding encumbrances in the governmental funds were as follows:

General Fund	\$ 4,719,536
Capital Projects Fund	32,345,370
Other Governmental Funds	17,985
Total	<u>\$ 37,082,891</u>

NOTE 13 – CONTINGENCIES

CML currently is party to litigation for which management and legal counsel are unable to determine the likelihood or range of loss, if any. However, in the opinion of the management, the resolution of these matters will not have a material adverse effect on the financial condition of CML.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 14 – CHANGES IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF NET POSITION

For 2015, CML implemented Governmental Accounting Standards Board (GASB) Statement No. 69 Government Combinations and Disposals of Government Operations, which provides specific accounting and financial reporting guidance for combinations in the governmental environment. This Statement improves the decision usefulness of financial reporting by requiring that disclosures be made by governments about combination arrangements in which they engage and for disposals of government operations. The implementation of this statement did not have an effect on the financial statements of CML.

For 2015, CML also implemented GASB Statement No. 68, Accounting and Financial Reporting for Pensions and GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68. These Statements established standards for measuring and recognizing pension assets/liabilities, deferred outflows of resources, deferred inflows of resources and expense/expenditure. The implementation of this pronouncement had the following effect on net position as reported December 31, 2014:

	Governmental Activities
Net Position December 31, 2014	\$ 157,253,094
Adjustments:	
Net Pension Asset/Liability	(24,781,238)
Deferred Outflows - Payments Subsequent to Measurement Date	3,204,708
Restated Net Position December 31, 2014	\$ 135,676,564

Other than employer contributions subsequent to the measurement date, CML made no restatement for deferred inflows/outflows of resources as the information needed to generate these restatements was not available.

NOTE 15 – COMPONENT UNIT DISCLOSURES

- A. Basis of Accounting – The financial statements of the Foundation are maintained on the accrual basis of accounting, which means that revenue are recognized as they are earned and expenses are recognized as they are incurred, whether or not cash is received or paid out at that time.

- B. Beneficial Interest in Assets Held by Others – Beneficial interest in assets held by others represents the Foundation’s interest in investments held by the Columbus Foundation, which are comprised of various equity funds, alternative assets, income funds and cash. The underlying holdings are all based on unadjusted quoted market prices and the related investment income, realized and unrealized gains and losses net of investment fees included in the accompanying statements of activities as change in value of beneficial interest in assets held by others. The Foundation advises the Columbus Foundation as to the distribution of the funds.

- C. Contributions Receivable –The Foundation used an imputed interest rate of 5% to value pledges due after more than one year at their present value.

COLUMBUS METROPOLITAN LIBRARY
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

NOTE 15 – COMPONENT UNIT DISCLOSURES (Continued)

- D. Net Position – Net position is classified based on the existence or absence of any imposed donor restrictions. Unrestricted net position is not subject to donor-imposed restrictions. Restricted net position is subject to donor-imposed restrictions.

Net position as of December 31, 2015 is restricted as follows:

<u>Temporarily Restricted:</u>	
Great Libraries Create Campaign	\$ 2,633,388
Celebration of Learning	455,793
Adopt a Book Program	19,768
Branches and Other Collections	4,374
Support at Risk Youth	12,796
Support programs for Young Minds	5,901
<u>Permanently Restricted:</u>	
Larry Black Fund	14,224
Anderson Fund	40,000
Cody Conover Fund for Youth Minds	15,000
Total Restricted Net Position	<u>\$ 3,201,244</u>

- E. Concentration of Credit Risk – The Foundation maintains its cash accounts at financial institutions that are insured by the Federal Deposit Insurance Corporation on balances up to \$250,000 as of December 31, 2015. At December 31, 2015, the Foundation had cash balances in excess of the federally insured limit of \$678,033. The Foundation has not experienced any losses in these accounts.
- F. Related Party Transactions – The Foundation had contributions receivable due from current board members totaling \$741,112 at December 31, 2015.
- G. Concentrations – During 2015, 29% of the Foundation’s support came from one source and 17% of the Foundation’s support came from its Celebration of Learning special event.
- H. Prior Period Adjustments – a Certain errors resulting in an understatement of pledges receivable, beneficial interest in assets held by others, cash surrender value of life insurance policy and amounts held on behalf of others were discovered during the current year. Accordingly, the following noted adjustments were made to the 2014 financial statements, an adjustment of \$145,020 was made to record additional pledges receivable, \$317,250 was made to record additional beneficial interests in funds held by others, \$172,397 was made to record the cash surrender value of the life insurance policy, and \$560,175 was made to record amounts held on behalf of others. The corresponding entry was to increase net assets in the amount of \$74,492.

COLUMBUS METROPOLITAN LIBRARY
Schedule of Library's Proportionate Share of the Net Pension Liability/(Asset)
Ohio Public Employees Retirement System

Last Two Years (1)

	<u>2014</u>	<u>2013</u>
Library's Proportion of the Net Pension Liability/(Asset)		
Traditional Plan	0.210411%	0.210411%
Combined Plan	0.223743%	0.223743%
Library's Proportionate Share of the Net Pension Liability/(Asset)		
Traditional Plan	\$ 25,377,918	\$ 24,804,715
Combined Plan	\$ (86,146)	\$ (23,477)
Library's Covered-Employee Payroll	\$ 28,157,667	\$ 27,003,731
Library's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered-Employee Payroll	89.82%	91.77%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability/(Asset)		
Traditional Plan	86.45%	86.36%
Combined Plan	114.83%	104.56%

(1) Information prior to 2013 is not available.

Amounts presented as of the Library's measurement date, which is the prior year-end.

COLUMBUS METROPOLITAN LIBRARY
Schedule of Library Contributions
Ohio Public Employees Retirement System

Last Three Years (1)

	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually Required Contribution	\$ 3,433,876	\$ 3,378,920	\$ 3,510,485
Contributions in relation to the contractually required contribution	<u>\$ 3,433,876</u>	<u>\$ 3,378,920</u>	<u>\$ 3,510,485</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 28,615,633	\$ 28,157,667	\$ 27,003,731
Contributions as a percentage of covered-employee payroll	12.00%	12.00%	13.00%

(1) Information prior to 2013 is not available.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended December 31, 2015

Changes of benefit terms - There were no changes in benefit terms affecting the OPERS plan for the plan year ended December 31, 2014.

Changes in assumptions - There were no changes in assumptions or plan amendments affecting the OPERS plan for the plan year ended December 31, 2014.

COLUMBUS METROPOLITAN LIBRARY FUND DESCRIPTIONS

Major Funds

General Fund

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

Capital Projects Fund

The Capital Projects Fund is used to account for the acquisition and/or construction of major capital facilities and equipment other than those financed by Proprietary Funds. Active capital projects for 2015 are:

- Driving Park Branch Project
- Whitehall Branch Project
- Main Library Renovation Project
- Hilliard Branch Project
- Northern Lights Branch Project
- Martin Luther King Branch Project
- Parsons Branch Project
- Northside Branch Project
- Shepard Branch Project
- Dublin Branch Project
- HVAC Replacement Project
- Roof Replacement Project

Debt Service Fund

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

Non-Major Funds

Special Revenue Funds

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

- Restricted Fund
- Land Development Fund

Permanent Fund

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

Internal Service Fund

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

Agency Fund

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

COLUMBUS METROPOLITAN LIBRARY
Combining Supplemental Schedule of Assets, Liabilities and Fund Balances
General Fund
December 31, 2015

	General Operating	General Projects	General Liability	27th Pay Period	Total General Fund
Assets:					
Equity in Pooled Cash and Investments	\$ 53,823,052	\$ 15,446,835	\$ 599,761	\$ 1,025,325	\$ 70,894,973
Receivables:					
Taxes	49,125,736	-	-	-	49,125,736
Accounts	82,392	-	-	-	82,392
Intergovernmental	3,910,047	-	-	-	3,910,047
Interest	2,391	-	-	-	2,391
Prepaid Items	733,849	35,845	-	-	769,694
Total Assets	<u>\$107,677,467</u>	<u>\$ 15,482,680</u>	<u>\$ 599,761</u>	<u>\$ 1,025,325</u>	<u>\$124,785,233</u>
Liabilities:					
Accounts Payable	\$ 692,032	\$ 181,644	\$ 38,427	\$ -	\$ 912,103
Accrued Wages and Benefits	1,098,713	-	254,639	-	1,353,352
Intergovernmental Payable	209,393	-	306,695	-	516,088
Matured Compensated Absences	70,497	-	-	-	70,497
Security Deposits	11,998	-	-	-	11,998
Total Liabilities	<u>2,082,633</u>	<u>181,644</u>	<u>599,761</u>	<u>-</u>	<u>2,864,038</u>
Deferred Inflows of Resources:					
Property Taxes	45,063,788	-	-	-	45,063,788
Unavailable Revenue	4,940,812	-	-	-	4,940,812
Total Deferred Inflows of Resources	<u>50,004,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>50,004,600</u>
Fund Balances:					
Nonspendable:					
Prepaid Items	733,849	35,845	-	-	769,694
Committed for:					
Facility Projects	-	1,197,070	-	-	1,197,070
Technology Projects	-	512,162	-	-	512,162
Library Materials	623,161	-	-	-	623,161
Operations/Programing	1,513,467	-	-	-	1,513,467
Assigned for:					
Facility Projects	-	9,493,993	-	-	9,493,993
Technology Projects	-	4,061,966	-	-	4,061,966
27th Pay Period	-	-	-	1,025,325	1,025,325
Unassigned	52,719,757	-	-	-	52,719,757
Total Fund Balances	<u>55,590,234</u>	<u>15,301,036</u>	<u>-</u>	<u>1,025,325</u>	<u>71,916,595</u>
Total Liabilities, Deferred Inflows, and Fund Balances	<u>\$107,677,467</u>	<u>\$ 15,482,680</u>	<u>\$ 599,761</u>	<u>\$ 1,025,325</u>	<u>\$124,785,233</u>

COLUMBUS METROPOLITAN LIBRARY
Combining Supplemental Schedule of Revenues
Expenditures and Changes in Fund Balances
General Fund
For the Year Ended December 31, 2015

	General Operating	General Projects	General Liability	27th Pay Period	Total General Fund
Revenues:					
Property Taxes	\$ 44,098,394	\$ -	\$ -	\$ -	\$ 44,098,394
Intergovernmental	21,918,910	-	-	-	21,918,910
Fines and Fees	583,487	-	-	-	583,487
Investment Earnings	530,445	-	-	-	530,445
Charges for Services	640,946	-	-	-	640,946
Miscellaneous	334,811	-	-	-	334,811
Total Revenues	<u>68,106,993</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>68,106,993</u>
Expenditures:					
Current:					
Public Service	34,912,165	833,222	-	-	35,745,387
Administrative and Support	22,171,687	1,470,790	-	-	23,642,477
Capital Outlay	98,601	547,434	-	-	646,035
Total Expenditures	<u>57,182,453</u>	<u>2,851,446</u>	<u>-</u>	<u>-</u>	<u>60,033,899</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	10,924,540	(2,851,446)	-	-	8,073,094
Other Financing Sources (Uses):					
Proceeds from Sale of Capital Assets	23,448	-	-	-	23,448
Transfers In	(2,546,800)	2,341,800	-	205,000	-
Total Other Financing Sources (Uses)	<u>(2,523,352)</u>	<u>2,341,800</u>	<u>-</u>	<u>205,000</u>	<u>23,448</u>
Net Change in Fund Balances	8,401,188	(509,646)	-	205,000	8,096,542
Fund Balance at Beginning of Year	47,189,046	15,810,682	-	820,325	63,820,053
Fund Balance at End of Year	<u>\$ 55,590,234</u>	<u>\$ 15,301,036</u>	<u>\$ -</u>	<u>\$ 1,025,325</u>	<u>\$ 71,916,595</u>

COLUMBUS METROPOLITAN LIBRARY
Combining Supplemental Schedule of Assets, Liabilities and Project Balances
Capital Projects Fund
December 31, 2015

	Non-Project Related	2020 Project	HVAC Replacement Project	Roof Replacement Project	Totals
Assets:					
Equity in Pooled Cash and Investments	\$ 20,741,507	\$ 8,538,279	\$ 37,316	\$ 76,366	\$ 29,393,468
Cash and Cash Equivalents - Restricted	-	54,793,298	-	-	54,793,298
Receivables:					
Accounts	-	13,000	-	-	13,000
Interest	287,298	-	-	-	287,298
Prepaid Items	-	18,460	-	-	18,460
Total Assets	\$ 21,028,805	\$ 63,363,037	\$ 37,316	\$ 76,366	\$ 84,505,524
Liabilities:					
Accounts Payable	\$ -	\$ 4,004,734	\$ -	\$ -	\$ 4,004,734
Retainage Payable	-	623,662	-	-	623,662
Total Liabilities	-	4,628,396	-	-	4,628,396
Deferred Inflows of Resources:					
Unavailable Revenue	157,415	-	-	-	157,415
Total Deferred Inflows of Resources	157,415	-	-	-	157,415
Fund Balances:					
Nonspendable:					
Prepaid Items	-	18,460	-	-	18,460
Restricted for:					
Capital Projects	-	54,793,298	-	-	54,793,298
Committed for:					
Capital Projects	-	3,922,883	37,316	76,366	4,036,565
Assigned for:					
Capital Projects	20,871,390	-	-	-	20,871,390
Total Fund Balances	20,871,390	58,734,641	37,316	76,366	79,719,713
Total Liabilities, Deferred Inflows, and Fund Balances	\$ 21,028,805	\$ 63,363,037	\$ 37,316	\$ 76,366	\$ 84,505,524

COLUMBUS METROPOLITAN LIBRARY
Combining Supplemental Schedule of Revenues,
Expenditures and Changes in Project Balance
Capital Projects Fund
For the Year Ended December 31, 2015

	Non-Project Related	2020 Project	HVAC Replacement Project	Roof Replacement Project	Totals
Revenues:					
Investment Earnings	\$ 375,261	\$ -	\$ -	\$ -	\$ 375,261
Contributions and Donations	5,000,000	748,133	-	-	5,748,133
Miscellaneous	8,586	24,929	-	-	33,515
Total Revenues	<u>5,383,847</u>	<u>773,062</u>	<u>-</u>	<u>-</u>	<u>6,156,909</u>
Expenditures:					
Capital Outlay	-	24,795,900	-	-	24,795,900
Total Expenditures	<u>-</u>	<u>24,795,900</u>	<u>-</u>	<u>-</u>	<u>24,795,900</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	5,383,847	(24,022,838)	-	-	(18,638,991)
Other Financing Sources (Uses):					
Proceeds from Sale of Capital Assets	-	1,466	-	-	1,466
Total Other Financing Sources (Uses)	<u>-</u>	<u>1,466</u>	<u>-</u>	<u>-</u>	<u>1,466</u>
Net Change in Fund Balances	5,383,847	(24,021,372)	-	-	(18,637,525)
Fund Balance at Beginning of Year	15,487,543	82,756,013	37,316	76,366	98,357,238
Fund Balance at End of Year	<u>\$ 20,871,390</u>	<u>\$ 58,734,641</u>	<u>\$ 37,316</u>	<u>\$ 76,366</u>	<u>\$ 79,719,713</u>

COLUMBUS METROPOLITAN LIBRARY

Combining Balance Sheet
 Nonmajor Governmental Funds
 December 31, 2015

	Nonmajor Special Revenue Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Totals
	<u> </u>	<u> </u>	<u> </u>
Assets:			
Equity in Pooled Cash and Investments	\$ 713,322	\$ 678	\$ 714,000
Cash and Cash Equivalents - Restricted	-	67,742	67,742
Receivables:			
Accounts	2,000	14	2,014
Intergovernmental	163,710	-	163,710
Total Assets	<u>\$ 879,032</u>	<u>\$ 68,434</u>	<u>\$ 947,466</u>
Liabilities:			
Accounts Payable	\$ 7,435	\$ -	\$ 7,435
Security Deposits	60,134	-	60,134
Total Liabilities	<u>67,569</u>	<u>-</u>	<u>67,569</u>
Fund Balances:			
Nonspendable:			
Permanent Fund Principal	-	67,742	67,742
Restricted for:			
Permanent Fund Expendable	-	692	692
Restricted Donations	502,633	-	502,633
Committed for:			
Land Development	308,830	-	308,830
Total Fund Balances	<u>811,463</u>	<u>68,434</u>	<u>879,897</u>
Total Liabilities and Fund Balance	<u>\$ 879,032</u>	<u>\$ 68,434</u>	<u>\$ 947,466</u>

COLUMBUS METROPOLITAN LIBRARY
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended December 31, 2015

	Nonmajor Special Revenue Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Totals
Revenues:			
Investment Earnings	\$ 1,909	\$ 72	\$ 1,981
Charges for Services	753,186	-	753,186
Contributions and Donations	377,653	-	377,653
Miscellaneous	30,725	-	30,725
Total Revenues	<u>1,163,473</u>	<u>72</u>	<u>1,163,545</u>
Expenditures:			
Current:			
Salaries and Benefits	67,253	-	67,253
Supplies	148,608	-	148,608
Purchased Services	33,703	-	33,703
Library Materials	5,554	-	5,554
Public Service	<u>255,118</u>	<u>-</u>	<u>255,118</u>
Supplies	55,502	-	55,502
Purchased Services	543,608	-	543,608
Administrative and Support	<u>599,110</u>	<u>-</u>	<u>599,110</u>
Capital Outlay	22,715	-	22,715
Total Expenditures	<u>876,943</u>	<u>-</u>	<u>876,943</u>
Net Change in Fund Balances	286,530	72	286,602
Fund Balance at Beginning of Year	524,933	68,362	593,295
Fund Balance at End of Year	<u>\$ 811,463</u>	<u>\$ 68,434</u>	<u>\$ 879,897</u>

COLUMBUS METROPOLITAN LIBRARYCombining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2015

	Restricted Donation	Land Development	Total Nonmajor Special Revenue Funds
Assets:			
Equity in Pooled Cash and Investments	\$ 344,358	\$ 368,964	\$ 713,322
Receivables:			
Accounts	2,000	-	2,000
Intergovernmental	163,710	-	163,710
Total Assets	<u>\$ 510,068</u>	<u>\$ 368,964</u>	<u>\$ 879,032</u>
Liabilities:			
Accounts Payable	\$ 7,435	\$ -	\$ 7,435
Security Deposits	-	60,134	60,134
Total Liabilities	<u>7,435</u>	<u>60,134</u>	<u>67,569</u>
Fund Balances:			
Restricted for:			
Restricted Donations	502,633	-	502,633
Committed for:			
Land Development	-	308,830	308,830
Total Fund Balances	<u>502,633</u>	<u>308,830</u>	<u>811,463</u>
Total Liabilities and Fund Balance	<u>\$ 510,068</u>	<u>\$ 368,964</u>	<u>\$ 879,032</u>

COLUMBUS METROPOLITAN LIBRARY

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
 Nonmajor Special Revenue Funds
 For the Year Ended December 31, 2015

	Restricted Donation	Land Development	Total Nonmajor Special Revenue Funds
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Investment Earnings	\$ -	\$ 1,909	\$ 1,909
Charges for Services	-	753,186	753,186
Contributions and Donations	377,653	-	377,653
Miscellaneous	-	30,725	30,725
Total Revenues	<u>377,653</u>	<u>785,820</u>	<u>1,163,473</u>
Expenditures:			
Current:			
Salaries and Benefits	67,253	-	67,253
Supplies	148,608	-	148,608
Purchased Services	33,703	-	33,703
Library Materials	5,554	-	5,554
Public Service	<u>255,118</u>	<u>-</u>	<u>255,118</u>
Supplies	-	55,502	55,502
Purchased Services	-	543,608	543,608
Administrative and Support	<u>-</u>	<u>599,110</u>	<u>599,110</u>
Capital Outlay	22,715	-	22,715
Total Expenditures	<u>277,833</u>	<u>599,110</u>	<u>876,943</u>
Net Change in Fund Balances	99,820	186,710	286,530
Fund Balance at Beginning of Year	402,813	122,120	524,933
Fund Balance at End of Year	<u>\$ 502,633</u>	<u>\$ 308,830</u>	<u>\$ 811,463</u>

COLUMBUS METROPOLITAN LIBRARY
Combining Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2015

	General Operating Account			Variance (Over)/Under
	Original Budget	Final Budget	Actual	
Revenues				
Property Taxes	\$ 44,728,000	\$ 44,728,000	\$ 44,529,455	\$ (198,545)
Intergovernmental	19,656,187	19,656,187	21,771,138	2,114,951
Fines and Fees	800,000	800,000	587,800	(212,200)
Investment Earnings	373,000	373,000	530,539	157,539
Charges for Services	600,000	600,000	648,422	48,422
Contributions and Donations	1,000	1,000	-	(1,000)
Miscellaneous	246,500	246,500	337,840	91,340
Total Revenues	<u>66,404,687</u>	<u>66,404,687</u>	<u>68,405,194</u>	<u>2,000,507</u>
Expenditures				
Current:				
Public Service				
Salaries and Benefits	28,042,718	27,974,966	25,812,927	2,162,039
Supplies	228,304	254,514	205,592	48,922
Purchased Services	1,106,441	1,167,552	1,032,750	134,802
Library Materials	8,354,101	8,349,633	8,348,549	1,084
Other	-	-	-	-
Administrative and Support				
Salaries and Benefits	10,566,417	10,644,169	11,506,411	(862,242)
Supplies	1,931,247	2,626,678	2,289,870	336,808
Purchased Services	10,765,065	10,742,777	9,544,872	1,197,905
Library Materials	2,000	5,768	4,186	1,582
Other	2,359,540	1,524,046	1,034,469	489,577
Capital Outlay	121,130	186,860	170,190	16,670
Total Expenditures	<u>63,476,963</u>	<u>63,476,963</u>	<u>59,949,816</u>	<u>3,527,147</u>
Excess of Revenues Over (Under) Expenditures	2,927,724	2,927,724	8,455,378	5,527,654
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	2,500	2,500	23,448	20,948
Transfers In	-	-	-	-
Transfers Out	(2,546,800)	(2,546,800)	(2,546,800)	-
Total Other Financing Sources (Uses)	<u>(2,544,300)</u>	<u>(2,544,300)</u>	<u>(2,523,352)</u>	<u>20,948</u>
Net Change in Fund Balance	383,424	383,424	5,932,026	5,548,602
Fund Balances at Beginning of Year	43,419,822	43,419,822	43,419,822	-
Prior Year Encumbrances Appropriated	1,642,544	1,642,544	1,642,544	-
Fund Balances at End of Year	<u>\$ 45,445,790</u>	<u>\$ 45,445,790</u>	<u>\$ 50,994,392</u>	<u>\$ 5,548,602</u>

General Projects Account			
Original Budget	Final Budget	Actual	Variance (Over)/Under
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
7,818,124	5,694,192	877,516	4,816,676
98,195	77,068	71,656	5,412
-	-	-	-
(250,000)	-	-	-
-	-	-	-
363,597	609,267	557,062	52,205
4,498,829	2,113,959	1,771,903	342,056
-	-	-	-
877,026	2,467,393	-	2,467,393
605,055	2,146,065	1,368,776	777,289
<u>14,010,826</u>	<u>13,107,944</u>	<u>4,646,913</u>	<u>8,461,031</u>
(14,010,826)	(13,107,944)	(4,646,913)	8,461,031
-	-	-	-
2,341,800	2,341,800	2,341,800	-
-	-	-	-
<u>2,341,800</u>	<u>2,341,800</u>	<u>2,341,800</u>	<u>-</u>
(11,669,026)	(10,766,144)	(2,305,113)	8,461,031
14,684,255	14,684,255	14,684,255	-
1,176,817	1,176,817	1,176,817	-
<u>\$ 4,192,046</u>	<u>\$ 5,094,928</u>	<u>\$ 13,555,959</u>	<u>\$ 8,461,031</u>

(continued)

COLUMBUS METROPOLITAN LIBRARY
Combining Schedule of Revenues, Expenditures and Changes
in Fund Balances - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2015

	27th Pay Period Account			Variance (Over)/Under
	Original Budget	Final Budget	Actual	
Revenues				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Fines and Fees	-	-	-	-
Investment Earnings	-	-	-	-
Charges for Services	-	-	-	-
Contributions and Donations	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	-	-	-	-
Expenditures				
Current:				
Public Service				
Salaries and Benefits	-	-	-	-
Supplies	-	-	-	-
Purchased Services	-	-	-	-
Library Materials	-	-	-	-
Other	-	-	-	-
Administrative and Support				
Salaries and Benefits	-	-	-	-
Supplies	-	-	-	-
Purchased Services	-	-	-	-
Library Materials	-	-	-	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess of Revenues Over (Under) Expenditures	-	-	-	-
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	-	-	-	-
Transfers In	205,000	205,000	205,000	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	205,000	205,000	205,000	-
Net Change in Fund Balance	205,000	205,000	205,000	-
Fund Balances at Beginning of Year	820,325	820,325	820,325	-
Prior Year Encumbrances Appropriated	-	-	-	-
Fund Balances at End of Year	\$ 1,025,325	\$ 1,025,325	\$ 1,025,325	\$ -

Combining General Fund Totals

Original Budget	Final Budget	Actual	Variance (Over)/Under
\$ 44,728,000	\$ 44,728,000	\$ 44,529,455	\$ (198,545)
19,656,187	19,656,187	21,771,138	2,114,951
800,000	800,000	587,800	(212,200)
373,000	373,000	530,539	157,539
600,000	600,000	648,422	48,422
1,000	1,000	-	(1,000)
246,500	246,500	337,840	91,340
<u>66,404,687</u>	<u>66,404,687</u>	<u>68,405,194</u>	<u>2,000,507</u>
28,042,718	27,974,966	25,812,927	2,162,039
8,046,428	5,948,706	1,083,108	4,865,598
1,204,636	1,244,620	1,104,406	140,214
8,354,101	8,349,633	8,348,549	1,084
(250,000)	-	-	-
10,566,417	10,644,169	11,506,411	(862,242)
2,294,844	3,235,945	2,846,932	389,013
15,263,894	12,856,736	11,316,775	1,539,961
2,000	5,768	4,186	1,582
3,236,566	3,991,439	1,034,469	2,956,970
726,185	2,332,925	1,538,966	793,959
<u>77,487,789</u>	<u>76,584,907</u>	<u>64,596,729</u>	<u>11,988,178</u>
(11,083,102)	(10,180,220)	3,808,465	13,988,685
2,500	2,500	23,448	20,948
2,546,800	2,546,800	2,546,800	-
(2,546,800)	(2,546,800)	(2,546,800)	-
<u>2,500</u>	<u>2,500</u>	<u>23,448</u>	<u>20,948</u>
(11,080,602)	(10,177,720)	3,831,913	14,009,633
58,924,402	58,924,402	58,924,402	-
2,819,361	2,819,361	2,819,361	-
<u>\$ 50,663,161</u>	<u>\$ 51,566,043</u>	<u>\$ 65,575,676</u>	<u>\$ 14,009,633</u>

COLUMBUS METROPOLITAN LIBRARY
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Restricted - Special Revenue Fund
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance (Over)/Under
Revenues			
Contributions and Donations	\$ 616,125	\$ 211,943	\$ (404,182)
Total Revenues	<u>616,125</u>	<u>211,943</u>	<u>(404,182)</u>
Expenditures			
Current:			
Public Service			
Salaries and Benefits	83,802	67,253	16,549
Supplies	359,970	163,732	196,238
Purchased Services	125,778	31,395	94,383
Library Materials	39,553	13,313	26,240
Other	389,142	-	389,142
Capital Outlay	30,715	22,715	8,000
Total Expenditures	<u>1,028,960</u>	<u>298,408</u>	<u>730,552</u>
Net Change in Fund Balance	(412,835)	(86,465)	326,370
Fund Balances at Beginning of Year	399,533	399,533	-
Prior Year Encumbrances Appropriated	13,306	13,306	-
Fund Balances at End of Year	<u>\$ 4</u>	<u>\$ 326,374</u>	<u>\$ 326,370</u>

COLUMBUS METROPOLITAN LIBRARY
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Land Development - Special Revenue Fund
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance (Over)/Under
Revenues			
Investment Earnings	\$ 350	\$ 1,909	\$ 1,559
Charges for Services	729,220	753,186	23,966
Miscellaneous	20,700	90,859	70,159
Total Revenues	<u>750,270</u>	<u>845,954</u>	<u>95,684</u>
Expenditures			
Current:			
Administrative and Support			
Supplies	68,800	55,502	13,298
Purchased Services	667,013	543,608	123,405
Total Expenditures	<u>735,813</u>	<u>599,110</u>	<u>136,703</u>
Net Change in Fund Balance	14,457	246,844	232,387
Fund Balances at Beginning of Year	122,120	122,120	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balances at End of Year	<u>\$ 136,577</u>	<u>\$ 368,964</u>	<u>\$ 232,387</u>

COLUMBUS METROPOLITAN LIBRARY
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Fund
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance (Over)/Under
Revenues			
Investment Earnings	\$ 20	\$ 58	\$ 38
Total Revenues	<u>20</u>	<u>58</u>	<u>38</u>
Expenditures			
Current:			
Public Service			
Library Materials	620	-	620
Administrative and Support			
Library Materials	20	-	20
Total Expenditures	<u>640</u>	<u>-</u>	<u>640</u>
Net Change in Fund Balance	(620)	58	678
Fund Balances at Beginning of Year	620	620	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balances at End of Year	<u>\$ -</u>	<u>\$ 678</u>	<u>\$ 678</u>

COLUMBUS METROPOLITAN LIBRARY
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Debt Service Fund
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance (Over)/Under
Revenues			
Intergovernmental	\$ 5,818,777	\$ 5,818,533	\$ (244)
Investment Earnings	-	538	538
Total Revenues	<u>5,818,777</u>	<u>5,819,071</u>	<u>294</u>
Expenditures			
Debt service:			
Principal Retirement	2,635,000	2,635,000	-
Interest and Fiscal Charges	3,183,777	3,183,776	1
Total Expenditures	<u>5,818,777</u>	<u>5,818,776</u>	<u>1</u>
Net Change in Fund Balance	-	295	295
Fund Balances at Beginning of Year	486,225	486,225	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Balances at End of Year	<u>\$ 486,225</u>	<u>\$ 486,520</u>	<u>\$ 295</u>

COLUMBUS METROPOLITAN LIBRARY
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Capital Projects Fund
For the Year Ended December 31, 2015

	Final Budget	Actual	Variance (Over)/Under
Revenues			
Investment Earnings	\$ 300,000	\$ 439,239	\$ 139,239
Contributions and Donations	5,000,000	5,748,133	748,133
Miscellaneous	-	20,515	20,515
Total Revenues	<u>5,300,000</u>	<u>6,207,887</u>	<u>907,887</u>
Expenditures*			
Capital Outlay	92,394,548	54,626,561	37,767,987
Total Expenditures	<u>92,394,548</u>	<u>54,626,561</u>	<u>37,767,987</u>
Excess of Revenues Over (Under) Expenditures	(87,094,548)	(48,418,674)	38,675,874
Other Financing Sources (Uses)			
Proceeds from Sale of Capital Assets	-	1,466	1,466
Total Other Financing Sources (Uses)	<u>-</u>	<u>1,466</u>	<u>1,466</u>
Net Change in Fund Balance	(87,094,548)	(48,417,208)	38,677,340
Fund Balances at Beginning of Year	92,499,409	92,499,409	-
Prior Year Encumbrances Appropriated	7,858,217	7,858,217	-
Fund Balances at End of Year	<u>\$ 13,263,078</u>	<u>\$ 51,940,418</u>	<u>\$ 38,677,340</u>

*The amounts presented in the budget represents the project budgets that is to be spent over the life of the projects.

COLUMBUS METROPOLITAN LIBRARY
Statement of Changes in Fiduciary Assets and Liabilities
Agency Fund - Digital Download Collaboration
December 31, 2015

	Balance January 1, 2015	Additions	Deletions	Balance December 31, 2015
Assets				
Equity in Pooled Cash and Investments	\$ 202,480	\$ 1,837,847	\$ 1,898,611	\$ 141,716
Accounts Receivable	-	79,000	-	79,000
Total Assets	<u>202,480</u>	<u>1,916,847</u>	<u>1,898,611</u>	<u>220,716</u>
Liabilities				
Accounts Payable and Other Liabilities	202,480	1,916,847	1,898,611	220,716
Total Liabilities	<u>\$ 202,480</u>	<u>\$ 1,916,847</u>	<u>\$ 1,898,611</u>	<u>\$ 220,716</u>

This page intentionally left blank.

STATISTICAL SECTION



This page intentionally left blank.

STATISTICAL SECTION

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

	<u>Pages</u>
Financial Trends	80-83

These schedules summarize financial information to assist the reader in analyzing and understanding how the Library’s financial performance and condition changed over time.

Revenue Capacity	84-90
-------------------------------	-------

These schedules contain information to assist the reader in evaluating factors affecting the Library’s ability to generate property tax revenue.

Debt Capacity	91-93
----------------------------	-------

These schedules contain information to help the reader in evaluating the Library’s ability to pay off long term debt.

Economic and Demographic Information	94-95
---	-------

These schedules offer economic and demographic indicators to assist the reader in understanding environmental factors that influence the Library’s financial activities.

Operating Information	96-99
------------------------------------	-------

These schedules assist the reader in measuring the Library’s financial performance as it relates to various operational statistics.

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

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

	Fiscal Year									
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Governmental activities										
Net Investment in Capital Assets	\$ 71,928,282	\$ 70,477,531	\$ 69,437,656	\$ 68,643,901	\$ 67,167,277	\$ 65,687,200	\$ 65,519,104	\$ 68,969,845	\$ 66,549,451	\$ 67,209,856
Restricted	13,297,427	10,943,907	9,113,095	7,661,520	6,534,500	26,513,196	26,460,875	2,274,372	4,276,056	5,152,021
Non-Expendable	67,742	67,742	67,742	67,742	67,742	67,742	67,742	67,742	67,742	67,742
Unrestricted	23,030,705	12,714,129	11,259,145	7,265,132	7,669,410	14,179,366	29,745,728	70,481,717	64,783,315	78,159,336
Total primary government net position	<u>\$ 108,324,156</u>	<u>\$ 94,203,309</u>	<u>\$ 89,877,638</u>	<u>\$ 83,638,295</u>	<u>\$ 81,438,929</u>	<u>\$ 106,447,504</u>	<u>\$ 121,793,449</u>	<u>\$ 141,793,676</u>	<u>\$ 135,676,564</u>	<u>\$ 150,588,955</u>

Note: GASB 68 was implemented in 2015. Effects of the implementation can not fully be shown for prior years.

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

	Fiscal Year									
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Expenses										
Governmental activities:										
Public Service	\$ 33,456,423	\$ 34,198,334	\$ 34,999,765	\$ 33,105,824	\$ 29,768,963	\$ 37,143,023	\$ 36,923,350	\$ 33,995,179	\$ 35,739,513	\$ 37,072,271
Administrative and Support	17,956,008	19,428,007	20,324,972	18,339,648	17,014,855	21,144,501	21,904,360	24,786,351	22,754,509	25,116,698
Interest Expense	-	-	-	-	-	-	264,199	2,912,100	2,909,404	2,894,941
Total primary government expenses	<u>\$ 51,412,431</u>	<u>\$ 53,626,341</u>	<u>\$ 55,324,737</u>	<u>\$ 51,445,472</u>	<u>\$ 46,783,818</u>	<u>\$ 58,287,524</u>	<u>\$ 59,091,909</u>	<u>\$ 61,693,630</u>	<u>\$ 61,403,426</u>	<u>\$ 65,083,910</u>
Program Revenues										
Governmental activities:										
Charges for Services										
Public Service	\$ 2,150,708	\$ 2,418,348	\$ 2,264,448	\$ 2,201,915	\$ 1,901,782	\$ 1,975,996	\$ 1,427,822	\$ 1,189,910	\$ 831,448	\$ 583,487
Administrative and Support	1,468,269	1,618,728	1,418,800	1,355,577	1,354,700	1,431,254	1,369,663	1,415,195	1,400,049	1,394,132
Operating grants and contributions	209,120	130,556	294,952	583,625	1,389,960	876,869	410,906	323,669	269,082	377,653
Capital grants and contributions	-	-	-	64,059	-	-	-	1,000,000	4,025,000	5,748,133
Total primary government program revenues	<u>\$ 3,828,097</u>	<u>\$ 4,167,632</u>	<u>\$ 3,978,200</u>	<u>\$ 4,205,176</u>	<u>\$ 4,646,442</u>	<u>\$ 4,284,119</u>	<u>\$ 3,208,391</u>	<u>\$ 3,928,774</u>	<u>\$ 6,525,579</u>	<u>\$ 8,103,405</u>
Net (Expense) Revenue										
Total primary government net expense	<u>\$ (47,584,334)</u>	<u>\$ (49,458,709)</u>	<u>\$ (51,346,537)</u>	<u>\$ (47,240,296)</u>	<u>\$ (42,137,376)</u>	<u>\$ (54,003,405)</u>	<u>\$ (55,883,518)</u>	<u>\$ (57,764,856)</u>	<u>\$ (54,877,847)</u>	<u>\$ (56,980,505)</u>
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes	\$ 18,096,282	\$ 18,233,344	\$ 17,530,349	\$ 15,808,287	\$ 15,669,459	\$ 50,680,324	\$ 44,081,501	\$ 47,651,678	\$ 42,943,916	\$ 42,967,424
Intergovernmental, unrestricted	27,358,159	16,019,512	28,487,444	24,799,451	24,101,422	28,109,034	26,188,636	29,027,326	26,020,216	27,478,601
Unrestricted Investment Earnings	1,404,862	1,495,748	1,089,794	260,402	167,129	222,622	255,983	473,331	784,581	1,022,906
Miscellaneous	-	-	-	-	-	-	703,343	395,067	588,552	423,965
Total primary government	<u>\$ 46,859,303</u>	<u>\$ 35,748,604</u>	<u>\$ 47,107,587</u>	<u>\$ 40,868,140</u>	<u>\$ 39,938,010</u>	<u>\$ 79,011,980</u>	<u>\$ 71,229,463</u>	<u>\$ 77,547,402</u>	<u>\$ 70,337,265</u>	<u>\$ 71,892,896</u>
Changes in Net Position										
Total primary government	<u>\$ (725,031)</u>	<u>\$ (13,710,105)</u>	<u>\$ (4,238,950)</u>	<u>\$ (6,372,156)</u>	<u>\$ (2,199,366)</u>	<u>\$ 25,008,575</u>	<u>\$ 15,345,945</u>	<u>\$ 19,782,546</u>	<u>\$ 15,459,418</u>	<u>\$ 14,912,391</u>

Note: GASB 68 was implemented in 2015. Effects of the implementation can not fully be shown for prior years.

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

	Fiscal Year									
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General Fund										
Non-Spendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 745,435	\$ 840,400	\$ 797,312	\$ 947,733	\$ 769,694
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	437,366	1,812,084	889,755	1,868,809	3,845,860
Assigned	2,043,617	2,373,149	2,224,307	1,029,204	1,029,204	4,104,753	2,713,267	2,160,973	15,504,580	14,581,284
Unassigned	14,221,722	8,881,711	6,089,229	6,475,532	5,633,109	5,995,483	23,664,390	38,160,939	45,498,931	52,719,757
Total general fund	<u>16,265,339</u>	<u>11,254,860</u>	<u>8,313,536</u>	<u>7,504,736</u>	<u>6,662,313</u>	<u>11,283,037</u>	<u>29,030,141</u>	<u>42,008,979</u>	<u>63,820,053</u>	<u>71,916,595</u>
All Other Governmental Funds										
Non-Spendable	\$ 67,742	\$ 67,742	\$ 67,742	\$ 67,742	\$ 67,742	\$ 84,414	\$ 84,324	\$ 88,581	\$ 68,676	\$ 86,202
Restricted	-	-	-	-	-	566,769	77,132,800	96,385,042	84,129,635	56,267,798
Committed	-	-	-	-	-	579,795	1,102,393	4,479,527	235,802	4,345,395
Assigned	11,927,987	10,363,015	8,727,016	6,719,882	6,339,926	25,349,960	46,342,298	17,453,798	15,487,543	20,871,390
Unassigned	-	-	-	-	-	-	-	-	-	-
Total all governmental Funds	<u>28,261,068</u>	<u>21,685,617</u>	<u>17,108,294</u>	<u>14,292,360</u>	<u>13,069,981</u>	<u>37,863,975</u>	<u>153,691,956</u>	<u>160,415,927</u>	<u>163,741,709</u>	<u>153,487,380</u>

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

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

	Fiscal Year									
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2015</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Revenues										
Property Taxes	\$ 18,566,700	\$ 18,307,983	\$ 16,515,427	\$ 15,976,544	\$ 15,976,544	\$ 48,318,432	\$ 44,765,211	\$ 46,748,089	\$ 43,535,330	\$ 44,098,394
Intergovernmental	32,557,054	22,536,974	28,487,444	24,856,280	24,856,280	28,109,034	26,188,636	26,215,156	26,020,216	27,737,200
Fines and Fees	1,866,936	1,945,475	2,041,208	1,864,263	1,864,263	1,532,581	1,427,822	1,189,910	831,448	583,487
Investment Earnings	1,292,009	1,350,592	806,956	733,130	694,174	223,955	245,403	382,700	787,393	908,225
Charges for Services	1,425,250	1,486,019	1,549,539	873,260	807,801	1,431,254	1,369,663	1,415,195	1,400,049	1,394,132
Contributions and Donations	209,120	130,556	296,196	590,855	1,389,960	876,869	410,906	1,323,669	4,294,082	6,125,786
Miscellaneous	322,795	601,492	221,996	282,552	329,117	443,415	695,817	393,335	561,232	399,051
Total revenues	56,239,864	46,359,091	49,918,766	45,176,884	45,918,139	80,935,540	75,103,458	77,668,054	77,429,750	81,246,275
Expenditures										
Public Service	32,335,004	33,012,423	33,385,801	31,053,545	29,400,950	35,569,558	34,022,084	33,300,994	35,420,238	36,000,505
Administrative	15,825,673	17,405,684	18,882,474	15,703,784	16,273,101	19,908,901	22,833,115	23,799,477	22,806,297	24,241,587
Capital Outlay	2,249,759	2,516,435	2,141,093	1,368,302	487,906	926,714	1,863,322	8,933,331	10,097,870	25,464,650
Debt Service										
Principal	-	-	-	-	-	-	-	2,620,000	2,620,000	2,635,000
Interest	-	-	-	-	-	-	-	3,197,256	3,197,924	3,183,776
Total expenditures	50,410,436	52,934,542	54,409,368	48,125,631	46,161,957	56,405,173	58,718,521	71,851,058	74,142,329	91,525,518
Excess of revenues over (under) expenditures	5,829,428	(6,575,451)	(4,490,602)	(2,948,747)	(243,818)	24,530,367	16,384,937	5,816,996	3,287,421	(10,279,243)
Other Financing Sources (Uses)										
Transfers In	1,500,000	22,768	5,419,996	-	-	25,986,258	484,771	100,000	12,935,994	-
Transfers Out	(1,500,000)	(22,768)	(5,419,996)	-	-	(25,986,258)	(484,771)	(100,000)	(12,935,994)	-
Proceeds from sale of property	-	-	-	-	-	-	7,526	906,975	38,361	24,914
Debt Issuance & Premium	-	-	-	-	-	-	99,435,518	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	99,443,044	906,975	38,361	24,914
Net change in fund balances	\$ 5,829,428	\$ (6,575,451)	\$ (4,490,602)	\$ (2,948,747)	\$ (243,818)	\$ 24,530,367	\$ 115,827,981	\$ 6,723,971	\$ 3,325,782	\$ (10,254,329)
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	9.16%	9.14%	8.74%

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

Tax Year¹	Real Property		Personal Property	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2006	\$18,455,997	\$52,731,420	\$814,754	\$3,259,016
2007	18,820,172	53,771,920	466,184	1,864,736
2008	19,197,804	54,850,869	58,937	589,370
2009	19,279,860	55,085,314	29,468	294,680
2010	19,631,342	56,089,549	0	0
2011	17,840,838	50,973,823	0	0
2012	18,374,269	52,497,911	0	0
2013	17,594,534	50,270,097	0	0
2014	17,594,534	50,270,097	0	0
2015	17,732,196	50,663,417	0	0

Source: Franklin County Auditor

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

² Rate per \$1,000 of assessed value

Public Utilities		Total		Total Direct Tax Rate²	Assessed Value as a Percentage of Actual Value
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
\$549,787	\$1,570,820	\$19,820,538	\$57,561,256	\$17.79	34.434%
408,559	1,167,311	19,694,915	56,803,967	17.79	34.672
422,371	1,206,774	19,679,112	56,647,013	17.84	34.740
436,874	1,248,211	19,746,202	56,628,205	18.02	34.870
470,486	1,344,246	20,101,828	57,433,795	18.07	35.000
472,145	1,348,986	18,312,983	52,322,809	18.07	35.000
499,509	1,427,169	18,873,778	53,925,080	18.47	35.000
546,095	1,560,271	18,140,629	51,830,368	18.47	35.000
546,095	1,560,271	18,140,629	51,830,368	18.47	35.000
642,073	1,834,494	18,374,269	52,497,911	18.47	35.000

l the following year (e.g. taxes collected in 2016 are applied in 2016)

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

	Years									
	2006 for 2007	2007 for 2008	2008 for 2009	2009 for 2010	2010 for 2011	2011 for 2012	2012 for 2013	2013 for 2014	2014 for 2015	2015 for 2016
COUNTY -										
Franklin County	\$17.79	\$17.84	\$18.02	\$18.07	\$18.07	\$18.07	\$18.47	\$18.47	\$18.47	\$18.47
SCHOOL DISTRICT:										
Canal Winchester	\$61.25	\$61.25	\$62.93	\$77.75	\$78.16	\$79.13	\$79.45	\$78.70	\$78.70	\$78.70
Columbus	67.65	67.65	75.50	75.50	75.50	75.85	76.15	76.00	76.00	76.00
Dublin	72.50	72.50	72.50	80.40	80.40	80.40	89.45	88.59	88.59	88.59
Gahanna-Jefferson	66.95	65.80	66.78	66.73	66.73	72.10	72.10	72.10	72.10	72.10
Groveport-Madison	52.75	52.81	52.81	56.71	56.66	57.42	57.65	57.60	57.60	57.60
Hamilton	55.15	55.60	55.60	55.90	56.00	56.60	56.30	56.90	56.90	56.90
Hilliard	75.89	75.89	82.79	82.85	82.95	89.35	89.45	89.45	89.45	89.45
Licking Heights	48.52	47.07	47.00	46.24	46.22	50.89	50.87	60.31	60.31	60.31
Reynoldsburg	59.30	59.10	65.70	64.90	71.55	71.80	73.10	73.90	73.90	73.90
Upper Arlington	95.88	95.88	102.08	102.08	102.08	102.08	102.08	106.08	106.08	106.08
Whitehall	65.45	65.45	72.42	72.65	72.65	74.25	73.25	73.25	73.25	73.25

(Continued)

**Columbus Metropolitan Library
Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years**

(rate per \$1,000 of assessed value)

	Years									
	<u>2006 for 2007</u>	<u>2007 for 2008</u>	<u>2008 for 2009</u>	<u>2009 for 2010</u>	<u>2010 for 2011</u>	<u>2011 for 2012</u>	<u>2012 for 2013</u>	<u>2013 for 2014</u>	<u>2014 for 2015</u>	<u>2015 for 2016</u>
JOINT VOCATIONAL SCHOOL DISTRICT:										
Central Ohio	\$1.30	\$1.30	\$1.30	\$ 1.30	\$ 1.30	\$ 1.60	\$ 1.60	\$ 1.60	\$ 1.60	\$ 1.60
Eastland	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Licking County	3.00	3.00	2.50	2.50	2.50	2.54	2.54	2.56	2.56	2.56
MUNICIPAL CORPORATIONS:										
Brice	\$3.20	\$3.20	\$3.20	\$ 3.20	\$ 3.20	\$ 3.20	\$ 3.20	\$ 3.20	\$ 3.20	\$ 3.20
Canal Winchester	2.00	2.00	2.00	2.00	2.00	2.00	2.65	2.65	2.65	2.65
Columbus	3.14	3.14	3.14	3.14	3.14	3.14	3.14	3.14	3.14	3.14
Dublin	2.95	2.95	2.95	2.95	2.95	2.95	2.95	2.95	2.95	2.95
Gahanna	2.40	2.40	2.40	2.40	2.40	2.40	2.40	2.40	2.40	2.40
Groveport	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40	1.40
Hilliard	1.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60	1.60
Lockbourne	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50
New Albany	1.94	1.94	1.94	1.94	1.94	1.94	1.94	1.94	1.94	1.94
Obetz	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70	1.70
Reynoldsburg	0.70	0.70	0.70	0.70	0.70	0.70	0.70	0.70	0.70	0.70
Valleyview	22.53	22.53	22.53	22.53	22.53	22.53	22.53	22.53	22.53	22.53
Whitehall	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Lithopolis	5.90	5.90	5.90	5.90	5.90	5.90	5.90	5.90	5.90	5.90

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

	Years									
	2006 for 2007	2007 for 2008	2008 for 2009	2009 for 2010	2010 for 2011	2011 for 2012	2012 for 2013	2013 for 2014	2014 for 2015	2015 for 2016
TOWNSHIPS:										
Blendon	\$26.55	\$26.51	\$26.56	\$26.56	\$29.10	\$29.10	\$30.65	\$30.65	\$30.65	32.15
Brown	12.80	12.80	12.80	12.80	12.80	12.80	12.80	12.80	12.80	17.92
Clinton	31.14	31.14	29.74	29.74	29.74	29.74	29.74	29.74	29.74	29.74
Franklin	21.31	21.31	25.20	25.20	25.20	25.20	25.20	25.20	25.20	25.20
Hamilton	15.80	15.80	15.80	15.80	16.05	16.05	20.20	16.05	16.05	17.05
Jefferson	10.09	9.12	9.17	9.17	9.17	9.17	9.20	12.20	12.20	12.12
Madison	21.80	21.80	21.80	21.80	21.80	21.80	21.80	21.80	21.80	27.42
Mifflin	22.80	22.80	26.80	24.80	24.80	37.40	37.40	37.40	37.40	37.40
Norwich	21.60	21.60	21.60	21.60	21.60	21.60	21.60	25.72	25.72	25.72
Perry	21.20	21.20	17.67	18.10	18.10	18.10	21.60	21.60	21.60	25.10
Plain	13.15	12.85	15.35	15.35	15.35	15.35	15.35	15.35	15.35	15.25
Prairie	18.20	18.20	18.20	18.20	18.20	18.20	18.20	18.20	18.20	18.20
Sharon	23.50	23.50	23.50	23.50	23.50	23.50	23.50	23.50	23.50	23.50
Truro	16.65	16.65	16.65	16.65	16.65	16.60	20.50	20.50	20.50	20.50
Washington	19.95	14.47	14.48	14.48	15.45	15.45	15.45	15.45	15.45	15.45
OTHER ENTITIES:										
Columbus Metropolitan Library	\$2.20	\$2.20	\$2.20	\$ 2.20	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80
Metropolitan Park District	0.65	0.65	0.65	0.75	0.75	0.75	0.75	0.75	0.75	0.75

Source: Franklin County Auditor

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

<u>Taxpayer</u>	<u>Fiscal Year 2015³</u>			<u>Fiscal Year 2006⁴</u>		
	<u>Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value¹</u>	<u>Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value²</u>
Ohio Power Company	\$ 445,541,490	1	2.42 %	\$ 301,694,890	1	1.52 %
Ohio Health Corp	226,850,740	2	1.23	39,057,350	10	0.20
Nationwide Mutual	94,256,960	3	0.51	88,630,690	3	0.45
Columbia Gas	88,805,680	4	0.48	45,729,100	9	0.23
Easton Town Center	77,725,810	5	0.42			
Distribution Land Corp	66,201,820	6	0.36	70,122,890	4	0.35
AEP Ohio Transmission	63,169,860	7	0.34			
BRE/COH OH LLC	60,274,790	8	0.33			
LSREF3 BRAVO LLC	41,615,310	9	0.23			
Huntington Center	39,830,000	10	0.22	58,100,000	6	0.29
Grange Mutual Insurance	34,558,430	11	0.19			
Huntington National Bank	34,122,360	12	0.19			
Total	<u>\$ 1,272,953,250</u>		6.93 %	<u>\$ 844,465,280</u>		<u>4.26 %</u>

¹The total assessed valuation for 2015 equals: \$18,374,268,950

²The total assessed valuation for 2006 equals: \$19,820,538,301

Source of Principal Property Taxpayer Listing:

³Franklin County Auditor

⁴Columbus Metropolitan Library's 2006 CAFR

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

Fiscal Year Ended December 31,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2006	\$20,533,480	\$18,711,078	91.12%	\$943,001	\$19,654,079	95.72%
2007	20,423,141	18,272,720	89.47	939,357	19,212,077	94.07
2008	19,816,075	17,286,854	87.24	860,646	18,147,500	91.58
2009	19,066,250	17,650,285	92.57	885,022	18,535,307	97.22
2010	19,068,759	17,367,128	91.08	854,819	18,221,947	95.56
2011	52,494,125	49,954,346	95.16	1,322,005	51,276,351	97.68
2012	54,898,885	47,572,258	86.65	1,936,696	49,508,954	90.18
2013	54,764,452	48,088,274	87.81	1,846,218	49,934,492	91.18
2014	54,764,452	48,088,274	87.81	1,846,218	49,934,492	91.18
2015	50,700,462	49,334,845	97.31	-	49,334,845	97.31

Source: Franklin County Auditor

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

<u>Fiscal Year</u>	<u>General Obligation Bonds (1)</u>	<u>Capital Leases</u>	<u>Special Assessment Bonds</u>	<u>General Obligation Bonds</u>	<u>Total Outstanding Debt</u>	<u>Percentage of Personal Income (2)</u>	<u>Population (3)</u>	<u>Debt per Capital</u>
	<u>Governmental Activities:</u>			<u>Business-Type Activities</u>				
2015	\$ 90,674,549	\$ -	\$ -	\$ -	\$ 90,674,549	183.84%	1,251,722	\$ 72
2014	93,596,891	-	-	-	93,596,891	193.25%	1,231,393	76
2013	96,504,232	-	-	-	96,504,232	216.99%	1,212,263	80
2012	99,411,683	-	-	-	99,411,683	241.56%	1,180,046	84
2011	-	-	-	-	-	0.00%	1,171,653	-
2010	-	-	-	-	-	0.00%	1,163,414	-
2009	-	-	-	-	-	0.00%	1,130,782	-
2008	-	-	-	-	-	0.00%	1,126,742	-
2007	-	-	-	-	-	0.00%	1,130,253	-
2006	-	-	-	-	-	0.00%	1,150,722	-

(1) Presented net of original issuance discounts and premiums

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

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

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

Fiscal Year	General Obligation Bonds (1)	Less: Amounts Available in Debt Service Fund (2)	Total	Percentage of Estimated Actual Taxable Value of Property (3)	Per Capita
2015	\$ 90,674,549	\$ 971,175	\$ 89,703,374	170.87%	\$ 72
2014	93,596,891	971,123	92,625,768	178.71%	76
2013	96,504,232	970,891	95,533,341	184.32%	80
2012	99,411,683	969,542	98,442,141	182.55%	84
2011	-	-	-	0.00%	-
2010	-	-	-	0.00%	-
2009	-	-	-	0.00%	-
2008	-	-	-	0.00%	-
2007	-	-	-	0.00%	-
2006	-	-	-	0.00%	-

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

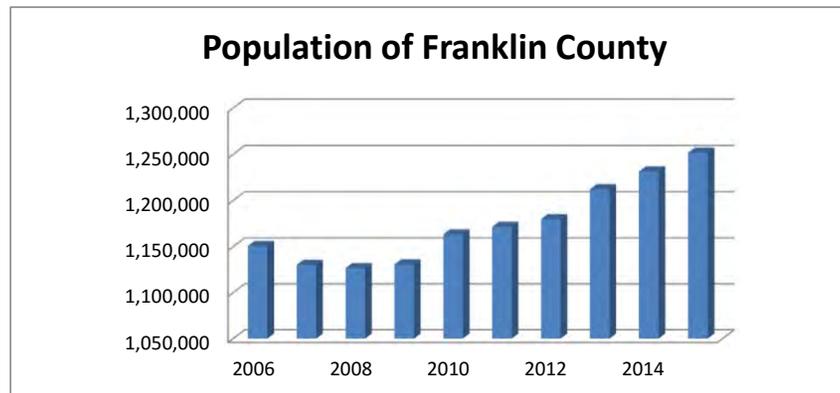
**Columbus Metropolitan Library
Direct and Overlapping Governmental Activities Debt
As of December 31, 2015**

Government Unit:	Debt Outstanding	Estimated Percentage Applicable	Amount Applicable to Primary Government
Direct Debt:			
Columbus Metropolitan Library	\$ 90,674,549	100.00%	\$ 90,674,549
<i>Total Direct Debt</i>	<u>90,674,549</u>		<u>90,674,549</u>
Overlapping Debt:			
Franklin County	222,905,000	68.68%	153,091,154
Canal Winchester City	5,460,235	88.55%	4,835,038
Columbus City	2,268,640,000	80.28%	1,821,264,192
Dublin City	29,560,000	84.22%	24,895,432
Gahanna City	1,615,000	100.00%	1,615,000
Grandview Heights City	4,205,000	0.02%	841
Groveport City	-	100.00%	-
Hilliard City	13,210,000	100.00%	13,210,000
New Albany City	-	96.28%	-
Reynoldsburg City	2,107,900	70.35%	1,482,908
Whitehall City	2,915,000	100.00%	2,915,000
Brice Village	-	100.00%	-
Lithopolis Village	644,100	4.40%	28,340
Lockbourne Village	-	98.24%	-
Obetz Village	2,000,000	100.00%	2,000,000
Valleyview Village	-	100.00%	-
Blendon Township	-	1.09%	-
Brown Township	-	100.00%	-
Clinton Township	-	100.00%	-
Franklin Township	753,000	6.26%	47,138
Hamilton Township	-	100.00%	-
Jackson Township	-	0.70%	-
Jefferson Township	753,000	100.00%	753,000
Madison Township	-	99.50%	-
Mifflin Township	975,000	100.00%	975,000
Norwich Township	-	100.00%	-
Perry Township	-	21.19%	-
Plain Township	1,409,000	98.85%	1,392,797
Pleasant Township	-	0.07%	-
Prairie Township	9,665,000	28.06%	2,711,999
Sharon Township	-	4.16%	-
Truro Township	-	100.00%	-
Washington Township	-	84.41%	-
Columbus City School District	407,836,556	99.97%	407,714,205
Dublin City School District	143,147,223	78.60%	112,513,717
Gahanna-Jefferson City School District	8,110,109	100.00%	8,110,109
Hilliard City School District	116,911,423	99.99%	116,899,732
Reynoldsburg City School District	126,749,975	73.61%	93,300,657
Upper Arlington City School District	18,847,172	1.33%	250,667
Whitehall City School District	14,779,994	100.00%	14,779,994
Canal Winchester L School District	54,238,670	73.26%	39,735,250
Groveport Madison L School District	37,748,578	100.00%	37,748,578
Hamilton L School District	18,189,031	100.00%	18,189,031
Licking Heights L School District	49,163,875	51.67%	25,402,974
New Albany-Plain L School District	98,317,695	99.98%	98,298,031
Career & Tech Ed Ctr Licking Co (C-Tec) Jt. Voc. School	20,570,000	6.55%	1,347,335
Eastland-Fairfield Career & Technical Jt. Voc. School	2,100,000	57.93%	1,216,530
Tolles Career & Technical Center Jt. Voc. School District	1,390,000	69.43%	965,077
Central Ohio Transit Authority Miscellaneous	-	65.97%	-
Metro Columbus-Franklin Co. Park Dist. Miscellaneous	-	68.68%	-
New Albany Community Authority Miscellaneous	-	99.14%	-
New Albany Plain Local Park District Miscellaneous	5,529,476	99.14%	5,481,923
Rickenbacker Port Authority Miscellaneous	-	68.68%	-
Solid Waste Authority Of Central Ohio Miscellaneous	-	65.63%	-
Westerville-Minerva Park Hospital Dist. Miscellaneous	-	0.12%	-
<i>Total Overlapping Debt</i>	<u>3,690,447,012</u>		<u>3,013,171,648</u>
<i>Total</i>	<u>\$ 3,781,121,561</u>		<u>\$ 5,868,417,105</u>

Source: Ohio Municipal Advisory Council (OMAC)
OMAC determined percentages by dividing each overlapping subdivision's assessed valuation within the Library by its total assessed valuation.

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

Year	Population	Personal Income (1)	Per Capita Personal Income (1)	Median Age	K-12 School Enrollment	Unemployment Rates		
						Franklin County	State of Ohio	United States
2006	1,150,722 (4)	35,526,000	39,395	38.8 (4)	207,204 (2)	4.5 (6)	5.4 (6)	4.3 (6)
2007	1,130,253 (4)	39,485,000	38,773	34.0 (4)	203,394 (2)	4.7 (5)	5.6 (5)	4.6 (5)
2008	1,126,742 (4)	40,331,000	40,009	34.0 (4)	200,001 (2)	6.1 (5)	7.7 (5)	7.1 (5)
2009	1,130,782 (4)	40,785,460	41,077	34.0 (4)	207,675 (2)	8.2 (5)	10.2 (5)	9.3 (5)
2010	1,163,414 (4)	41,304,170	39,473	34.0 (4)	209,841 (2)	8.5 (5)	10.1 (5)	9.6 (5)
2011	1,171,653 (8)	42,615,880	44,666	33.6 (8)	208,597 (7)	7.6 (6)	8.6 (6)	8.9 (6)
2012	1,180,046 (8)	41,153,440	39,726	33.6 (8)	195,928 (7)	6.1 (6)	7.2 (6)	8.1 (6)
2013	1,212,263 (9)	44,474,450	48,895	34.5 (8)	208,254 (7)	6.2 (6)	7.4 (6)	7.4 (6)
2014	1,231,393 (9)	48,432,840	44,797	33.4 (8)	208,254 (7)	4.4 (6)	5.1 (6)	5.5 (6)
2015	1,251,722 (9)	49,323,220	46,828	37.2 (8)	214,341 (7)	4.4 (5)	5.6 (5)	5.2 (5)



Source: (1) State Profile. Ohio Woods & Poole Economics, Inc., Washington, D.C.
*Woods & Poole forecast from 2009; most recent information available
(2) Quality Education Data, Inc., School Guide
(3) State of Ohio Labor Market Information
(4) Community Sourcebook of County Demographics ESRI Business Informations

(5) Ohio Dept. of Job and Family Services, LMI; <http://lmi.state.oh.us> ESRI Business Informations
(6) www.bls.gov Unemployment rates for Metropolitan Areas March 2015
(7) MDR's school directory. Ohio. (formerly QED, source (2) at left)
(8) [Business Decision](#)
(9) Estimate, US Census Bureau, Population Division

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

<u>Employer</u>	<u>2015</u> ¹			<u>2006</u> ³		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
The Ohio State University	30,963	1	4.28 %	19,919	2	3.38%
State of Ohio	23,859	2	3.30 %	26,613	1	4.51%
OhioHealth	19,936	3	2.76 %	9,413	6	1.60%
JPMorgan Chase Bank (formerly Bank One)	19,200	4	2.66 %	14,276	3	2.42%
Nationwide Mutual Insurance Co.	12,200	5	1.69 %	11,834	4	2.01%
Kroger Co.	10,242	6	1.42 %	-		
Mount Carmel Health System	8,818	7	1.22 %	-		
City of Columbus	8,510	8	1.18 %	7,432	7	1.26%
Nationwide Children's Hospital	8,508	9	1.18 %	-		
Honda North America Inc	7,800	10	1.08 %	6,900	10	1.17%
Franklin County	6,959	11	0.96 %	-		
Columbus City Schools	6,488	12	0.90 %	8,106	8	1.37%
L Brands Inc	6,090	13	0.84 %	7,200	9	1.22%
United States Postal Service	-	-	-	10,477	5	1.78%
Average County Employment for the Year ²	<u>722,900</u>		23.46 %	<u>590,100</u>		<u>0.21 %</u>

Source:

¹Business First of Columbus, Book of Lists 2015 -2016 page 116

²Bureau of Labor Statistics Ohio - County data <http://www.bls.gov/web/cewqtr.supp.toc.htm>

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

The Columbus Metropolitan Library has 22 branch locations that service customers in Franklin County and the surrounding areas.

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Driving Park (1973)										
Number of Registered Borrowers	4,858	5,139	4,655	5,257	7,037	7,703	7,909	7,909	10,994	13,770
Volume Size (Collection)	29,000	29,000	29,000	29,000	29,000	29,000	19,749	19,749	15,857	16,191
Circulation	119,347	106,594	93,618	76,985	71,019	71,081	72,689	64,447	116,320	166,241
Dublin (1981)										
Number of Registered Borrowers	30,067	33,365	33,483	37,667	44,431	48,584	50,100	50,100	57,680	61,302
Volume Size (Collection)	160,000	160,000	160,000	160,000	160,000	160,000	119,851	119,851	124,087	126,751
Circulation	1,529,032	1,630,425	1,739,138	1,713,453	1,534,438	1,558,342	1,575,547	1,580,264	1,776,859	1,798,694
Franklinton (1995)										
Number of Registered Borrowers	5,849	5,583	5,401	6,091	8,426	9,424	9,728	9,728	12,102	13,298
Volume Size (Collection)	33,000	33,000	33,000	33,000	33,000	33,000	25,764	25,764	11,635	11,816
Circulation	156,707	135,920	138,550	124,564	107,336	124,123	134,789	116,648	135,918	154,344
Gahanna (1991)										
Number of Registered Borrowers	31,987	32,833	32,481	36,400	43,462	47,165	48,213	48,213	54,137	57,638
Volume Size (Collection)	143,000	143,000	143,000	143,000	143,000	143,000	124,097	124,097	109,193	105,037
Circulation	1,182,590	1,263,524	1,353,457	1,338,952	1,199,784	1,174,913	1,166,464	1,162,482	1,310,011	1,352,935
Hilliard (1996)										
Number of Registered Borrowers	38,901	40,606	41,020	46,109	54,732	59,329	60,972	60,972	69,213	73,715
Volume Size (Collection)	170,000	170,000	170,000	170,000	170,000	170,000	147,897	147,897	134,352	133,003
Circulation	1,637,625	1,749,510	1,863,562	1,799,007	1,599,039	1,591,721	1,615,010	1,627,314	1,844,604	1,924,454
Hilltop (1996)										
Number of Registered Borrowers	23,741	24,490	23,426	25,821	32,924	36,023	37,136	37,136	44,634	48,144
Volume Size (Collection)	145,000	145,000	145,000	145,000	145,000	145,000	108,462	108,462	43,056	64,641
Circulation	676,625	659,391	660,015	594,335	485,221	519,700	575,773	518,674	597,918	624,540
Karl Road (1988)										
Number of Registered Borrowers	32,252	32,282	31,009	34,478	42,691	46,272	47,197	47,197	55,223	59,921
Volume Size (Collection)	170,000	170,000	170,000	170,000	170,000	170,000	102,018	102,018	85,226	84,242
Circulation	1,051,858	985,798	946,994	859,353	727,638	720,080	694,097	659,247	802,440	904,538
Linden (2004)										
Number of Registered Borrowers	10,446	10,438	9,714	10,973	14,881	16,107	16,482	16,482	20,317	22,435
Volume Size (Collection)	32,000	32,000	32,000	32,000	32,000	32,000	34,465	34,465	19,591	23,435
Circulation	175,826	175,469	178,532	152,642	134,859	135,494	138,088	114,970	151,374	189,603
Livingston (1992)										
Number of Registered Borrowers	14,399	15,192	13,976	15,597	19,834	21,162	21,213	21,213	25,368	27,071
Volume Size (Collection)	90,000	90,000	90,000	90,000	90,000	90,000	43,517	43,517	33,006	25,852
Circulation	287,361	281,320	300,800	274,717	230,806	234,540	218,659	197,941	244,648	239,364
Main Library (1901)										
Number of Registered Borrowers	70,791	78,846	79,331	90,348	113,592	129,906	135,451	135,451	179,285	175,135
**Volume Size (Collection)	928,000	928,000	928,000	928,000	928,000	928,000	807,607	807,607	419,936	94,795
*Circulation	3,041,414	3,041,972	2,898,452	1,971,498	1,778,524	2,093,716	2,678,357	2,961,532	3,530,770	3,016,427
Marion-Franklin (2014)										
Number of Registered Borrowers	-	-	-	-	-	-	-	-	311	1,146
Volume Size (Collection)	-	-	-	-	-	-	-	-	3,691	4,043
Circulation	-	-	-	-	-	-	-	-	6,407	26,825
Martin Luther King (1969)										
Number of Registered Borrowers	5,484	5,402	5,203	5,932	7,770	8,445	8,589	8,589	10,402	11,511
Volume Size (Collection)	30,000	30,000	30,000	30,000	30,000	30,000	23,830	23,830	15,440	16,367
Circulation	147,531	143,224	162,779	144,400	125,551	127,794	137,600	120,812	150,296	180,103

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

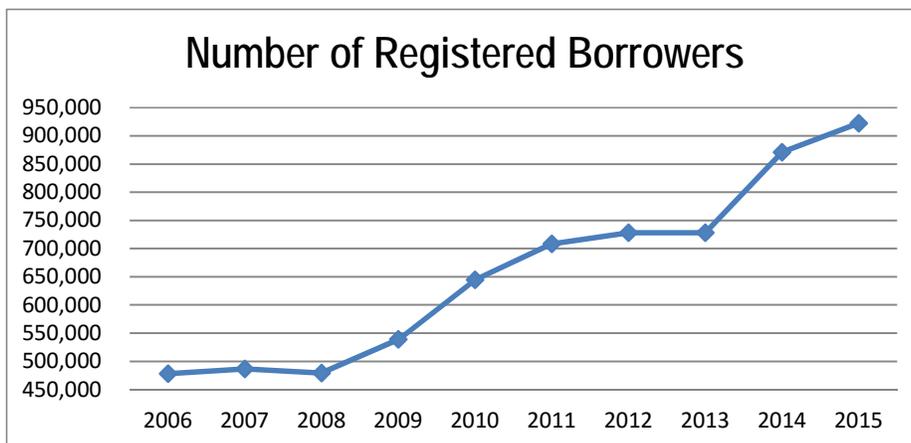
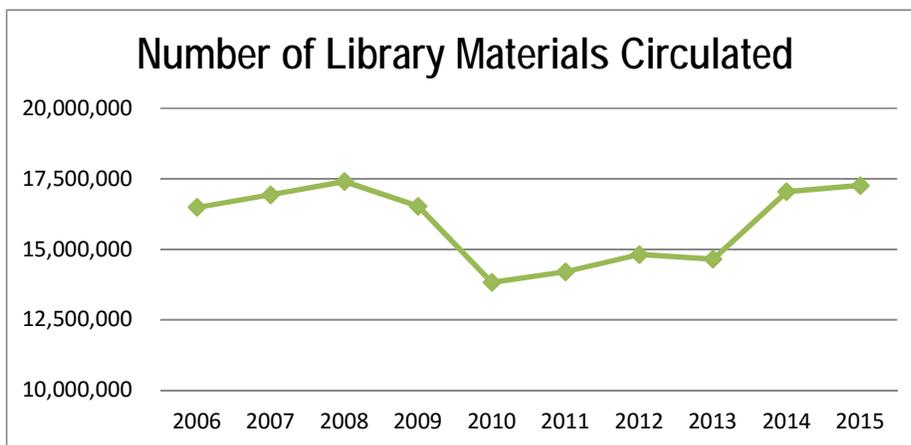
	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
New Albany (2004)										
Number of Registered Borrowers	15,353	18,827	19,526	22,082	26,113	28,719	29,737	29,737	34,348	36,938
Volume Size (Collection)	120,000	120,000	120,000	120,000	120,000	120,000	89,336	89,336	89,699	97,027
Circulation	868,032	935,378	979,920	969,944	872,277	880,868	891,082	900,043	1,021,790	1,066,331
Northern Lights (1993)										
Number of Registered Borrowers	16,843	16,671	15,550	17,410	22,814	25,448	26,545	26,545	32,915	34,967
Volume Size (Collection)	72,000	72,000	72,000	72,000	72,000	72,000	51,524	51,524	48,578	25,819
Circulation	363,203	353,919	385,163	347,390	313,827	326,299	319,733	282,245	371,868	256,185
Northside (1991)										
Number of Registered Borrowers	11,810	13,521	13,081	15,149	19,565	21,490	21,781	21,781	25,532	27,212
Volume Size (Collection)	48,000	48,000	48,000	48,000	48,000	48,000	39,474	39,474	25,561	22,635
Circulation	477,942	506,680	501,656	460,684	393,705	357,420	330,750	288,021	304,533	315,351
Parsons (1956)										
Number of Registered Borrowers	8,012	8,074	7,552	8,393	11,294	12,377	12,819	12,819	15,187	16,420
Volume Size (Collection)	37,000	37,000	37,000	37,000	37,000	37,000	31,946	31,946	16,724	17,915
Circulation	184,034	178,203	197,213	172,957	163,638	164,471	175,205	154,255	191,920	236,407
Reynoldsburg (1981)										
Number of Registered Borrowers	38,798	39,573	38,766	42,774	52,323	56,726	57,744	57,744	65,561	70,673
Volume Size (Collection)	170,000	170,000	170,000	170,000	170,000	170,000	112,247	112,247	93,047	88,082
Circulation	1,397,845	1,393,610	1,466,922	1,360,013	1,172,337	1,157,804	1,139,286	1,065,965	1,173,522	1,184,146
Shepard (1986)										
Number of Registered Borrowers	4,346	4,594	4,448	5,083	6,653	7,169	7,368	7,368	9,141	9,819
Volume Size (Collection)	33,000	33,000	33,000	33,000	33,000	33,000	20,188	20,188	15,634	14,707
Circulation	163,632	155,974	134,556	125,325	113,112	112,501	108,825	97,000	122,037	133,468
Southeast (2001)										
Number of Registered Borrowers	26,969	29,334	29,202	33,043	40,444	44,133	45,308	45,308	52,083	55,660
Volume Size (Collection)	112,000	112,000	112,000	112,000	112,000	112,000	94,509	94,509	88,301	83,028
Circulation	901,580	977,527	996,428	977,868	865,402	853,097	841,934	777,852	908,073	942,955
South High (1992)										
Number of Registered Borrowers	13,523	13,968	13,536	15,234	19,190	20,882	21,311	21,311	24,673	27,827
Volume Size (Collection)	84,000	84,000	84,000	84,000	84,000	84,000	44,963	44,963	43,082	31,482
Circulation	336,883	329,242	346,657	326,269	263,865	274,358	272,865	250,634	303,538	324,313
Whetstone (1986)										
Number of Registered Borrowers	26,829	27,701	27,663	30,645	36,355	39,585	40,431	40,431	45,509	47,941
Volume Size (Collection)	170,000	170,000	170,000	170,000	170,000	170,000	125,697	125,697	130,537	124,295
Circulation	1,386,441	1,518,429	1,655,248	1,563,128	1,372,560	1,408,640	1,396,049	1,404,549	1,595,386	1,683,405
Whitehall (1959)										
Number of Registered Borrowers	26,829	14,523	14,196	16,162	20,140	21,802	22,339	22,339	26,359	30,114
Volume Size (Collection)	63,000	63,000	63,000	63,000	63,000	63,000	42,768	42,768	35,643	41,549
Circulation	404,391	409,467	405,180	385,790	298,061	317,757	326,155	304,187	383,605	540,140

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

** Main Library was closed for renovations beginning March 2015 and the collection was placed in storage

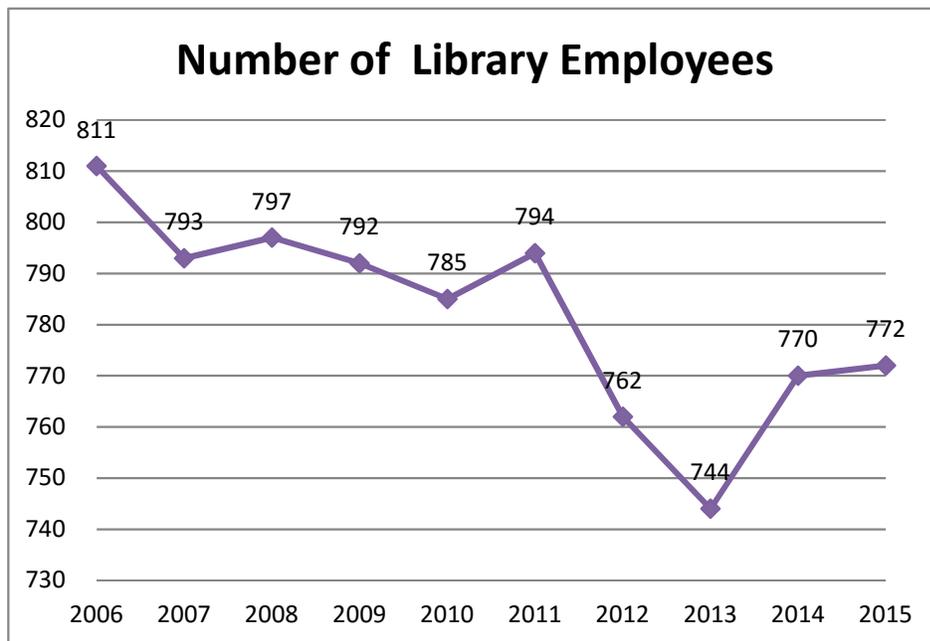
**Columbus Metropolitan Library
Operation Indicators,
Last Ten Fiscal Years**

<u>Year</u>	<u>Number of Library Materials Circulated</u>	<u>Number of Registered Borrowers</u>
2006	16,489,899	478,465
2007	16,931,576	486,674
2008	17,404,840	479,219
2009	16,526,936	539,005
2010	13,822,999	644,671
2011	14,204,719	708,451
2012	14,808,957	728,373
2013	14,649,082	728,373
2014	17,043,837	870,974
2015	17,260,769	922,657



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

<u>Year</u>	<u>Number of Library Employees¹</u>	<u>Percentage of Change Over Prior Year</u>
2006	811	-3.11%
2007	793	-2.22%
2008	797	0.50%
2009	792	-0.63%
2010	785	-0.88%
2011	794	1.15%
2012	762	-4.03%
2013	744	-2.36%
2014	770	3.49%
2015	772	0.26%



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

Report on Internal Control Over Financial Reporting and on Compliance
and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards*

Independent Auditor's Report

To Management and the Board of Trustees
Columbus Metropolitan Library

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the discretely presented component unit of the Columbus Metropolitan Library Franklin County (the "Library") as of and for the year ended December 31, 2015 and the related notes to the financial statements, which collectively comprise the Library's basic financial statements, and have issued our report thereon dated June 14, 2016. Our report includes a reference to other auditors who audited the financial statements of the Columbus Metropolitan Library Foundation, as described in our report on the Columbus Metropolitan Library's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of the Columbus Metropolitan Library Foundation were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

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

To Management and the Board of Trustees
Columbus Metropolitan Library

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

Compliance and Other Matters

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

Purpose of this Report

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

Plante & Moran, PLLC

June 14, 2016

COLUMBUS METROPOLITAN LIBRARY



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



Dave Yost • Auditor of State

COLUMBUS METROPOLITAN LIBRARY

FRANKLIN COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
AUGUST 11, 2016**