CITY OF GAHANNA

City of Gahanna, Ohio

Comprehensive Annual Financial Report

For the Year Ended December 31, 2014

Issued by the Department of Finance

Jennifer Teal
City Administrator/Director of Finance

Joann Bury
Deputy Director of Finance

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City Of Gahanna, Ohio

Comprehensive Annual Financial Report
December 31, 2014

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CITY OF GAHANNA

June 26, 2015

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

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the City of Gahanna (the "City"). This CAFR, which includes an unqualified opinion from the Auditor of the State of Ohio, conforms to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental entities. The CAFR is intended to satisfy Ohio Administrative Code 117-2-03(B) which requires the City to report in accordance with GAAP, as well as, Ohio Revised Code 117.38 which requires local public offices to file their annual reports with the Auditor of State.

Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the City's management. To the best of our knowledge and belief, this CAFR and the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included. To provide a reasonable basis for making these representations, management of the City has implemented a comprehensive internal control structure. Development of a comprehensive internal control structure does not provide absolute assurance that the financial statements are free of material misstatement due to the inherent limitations of internal controls, but does provide a reasonable assurance.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the independent accountants' report.

PROFILE OF THE CITY

The City is comprised of 12.4 square miles located within Franklin County in central Ohio. Gahanna is approximately 8 miles from downtown Columbus, minutes away from Port Columbus International Airport and provides easy access to major highways within central Ohio including I-270, I-670, I-70, I-71 and US Route 62. Gahanna was founded in 1849 along the Big Walnut Creek by John Clark. Clark named his property the Gahanna Plantation, from which the City of Gahanna derives its name. The name Gahanna is derived from a Native American word for three creeks joining into one and is the former name of the Big Walnut Creek. The City of Gahanna's official Seal refers to this confluence of three creeks with the inscription "Three In One". In its early days, Gahanna maintained a considerable rivalry with the town of Bridgeport. Located directly across Granville Street from Gahanna and also along the banks of the Big Walnut Creek, Bridgeport was founded in 1853 by Jesse Baughman, a former Franklin County Commissioner. The two towns eventually put aside their differences and merged into one. They adopted the name Gahanna as there was already another town of Bridgeport in Ohio. In March of 1881, 55 citizens of Gahanna petitioned Franklin County to incorporate the village which was granted June of 1881 and recorded August 8th 1881.

The City is a home rule municipal corporation established under the laws of the State of Ohio and operates under its own City Charter, its constitution. The City Charter can only be amended by a majority of the City's voters. The Charter provides for a Mayor-Council form of government. For 2014, the Mid-Ohio Regional Planning Commission estimated Gahanna's population to be 33,323. The City was named one of Ohio's Best Hometowns by Ohio Magazine for 2013-2014.

The accompanying financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity* as amended by GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units* and GASB Statement No. 61 *The Financial Reporting Entity: Omnibus*. On this basis, the reporting entity of the City includes the following services to its citizens as authorized by its charter: public safety, public service, street maintenance, parks and recreation, senior services, engineering and general administration. The City of Gahanna is also responsible for the construction, maintenance, and repairs associated with public utility infrastructure including the water and sewer lines and fiber optic cabling and conduit. The City purchases water and sewer treatment services from the City of Columbus. Council and the Mayor have direct responsibility for these activities. The City does not operate any schools and does not have any component units.

Legislative authority is vested in a seven member Council, four of which are elected from wards within the City for four year staggered terms and three elected at large for four-year terms. Council enacts ordinances and resolutions establishing administrative departments, City tax levies, the annual appropriation of available funding, authority to issue debt, compensation and benefits of City Officials and employees, regulations for businesses and trade and all other municipal purposes. The President of Council is the presiding officer for a one-year term elected by the members of Council. Council appoints the Clerk of Council and employs, at its discretion, other Council Office employees.

The Mayor is the Chief Executive Officer and is elected by the Citizens of Gahanna for a four-year term. As the Chief Executive Officer the Mayor is responsible for the general management of the City and ensuring all laws and ordinances are enforced. The Mayor appoints professional directors to the City's departments to administer the day-to-day operations of the City. The principal officials appointed by and who serve at the pleasure of the Mayor are the Clerk of Courts and Directors of Finance, Public Safety, Public Service, Emergency Management, Human Resources, Information Technology, Parks & Recreation and Planning and Development.

The City Attorney is elected by the Citizens of Gahanna for a four-year term and provides advice and legal representation to the City, elected and appointed officials and employees in their official capacities. The City Attorney prosecutes or defends all suits for and on behalf of the City and serves as legal counsel for the various boards and commissions of the City.

The City has created, through its charter, five boards to assist and advise City Council and the Mayor on items pertaining to various functions of the City. These boards consist of the Planning Commission, Board of Zoning and Building Appeals, Civil Service Commission, Landscape Board and Parks and Recreation Board. Members are appointed by City Council and the Mayor.

BUDGETARY PROCESS

The annual budget of the City is a year-round process that concludes each December with the formal adoption of the City's appropriations effective January 1 of the following year. The annual budget process begins with the Finance Department's development of the tax budget based on current revenue and expenditure estimates. The administration, which consists of the Mayor and Department Directors, review

and provide input. Necessary changes are made by the Finance Department and the tax budget is then provided to Council for approval. Council approves the tax budget by motion resolution for submission to the Franklin County Budget Commission by July 15th. The Franklin County Budget Commission uses the tax budget to substantiate the need to levy the full amount of authorized property taxes for the City and to certify the City's estimated resources. The City's appropriations are limited by the Budget Commission's Certification of Estimated Resources. As necessary, the City may request an amended Certificate of Estimated Resources from the Budget Commission.

After submission of the tax budget, the City begins developing the annual budget which serves as the foundation for the City's financial planning and control. From July through October the administration develops the annual budget through strategic planning, capital needs assessments, preparation of departmental operating budgets and budget work sessions. Once complete, the administration provides the annual budget request to Council. From November to December Council reviews the budget document, holds budget work sessions and public hearings for citizen input to provide the administration with final input on the budget. Once completed Council submits their input to the Finance Department to make necessary changes to the budget and produce the annual appropriation ordinance. On or before the first day of each fiscal year, Council passes an ordinance approving the adoption of the City's appropriations in accordance with Ohio Revised Code 5705. The appropriation ordinance sets forth the City's authority to spend resources at the fund, function and object levels for all funds. As necessary, the City may amend or supplement the appropriation ordinance by Council action within the limits of the Certificate of Estimated Resources. City Council has passed legislation to allow the Finance Director to transfer appropriations between object levels within the same function and fund up to $3,000. Transfers in excess of $3,000 require Council approval.

LOCAL ECONOMY

The City of Gahanna has adopted a proactive development strategy that combines successful public-private partnerships with a robust complement of development incentives to expand its employment base and retain existing businesses. The City has a diverse mix of business and industry with healthcare, food services and accommodations, and retail as our highest concentrated industries. The City uses a mix of incentives and abatements to attract new businesses as well as encourage existing businesses to grow. The incentives consist of Community Reinvestment Areas (CRA), which provide real property tax abatements to new or expanding facilities within the identified CRA; Tax Increment Financing (TIF) districts, which redirect and segregate increased property tax revenue that would normally flow to the General Fund for infrastructure and other improvements within the TIF District; Office and Industrial Incentive (O&I) program, which reimburses a negotiated percentage of credit of income tax payments made by the business based on annual salary, project investment and jobs created and retained within the City; and investment in fiber optic connectivity, which allows businesses to access multiple internet service providers at below market cost reducing their cost of doing business in Gahanna.

The City has also worked to capitalize on its own currently existing assets to attract private investment. The most notable being the Creekside Gahanna development and Tech Center Drive extension. Creekside is a public-private partnership between the City and a private developer that created a new "heart" in Olde Gahanna. The Creekside development provides a mixed use of office space, retail, restaurants and residential units with a public park, plaza and parking garage. The residential component of Creekside was completed in 2014 and was at nearly 100% capacity in 2014.

The Tech Center Drive extension was completed by the City in 2012 to allow 120 acres of shovel-ready land within Central Park of Gahanna with direct access to I-270 and the Port Columbus International Airport.

Central Park of Gahanna is an attractive corporate campus style development that boasts eleven developable lots surrounding the recently opened Golf Village at Central Park and is connected with multi-purpose trails to a 20 acre conservation area making it an ideal location for businesses looking to establish a corporate campus. These properties represent the largest developable parcels within close proximity to Port Columbus International Airport.

During 2014, 88 new businesses opened their doors and nearly 600 jobs were added. The City experienced the most growth and investment in the retail and food service and accommodation industries. The City's success in economic development is further evidenced by the City's low unemployment rate when compared to the surrounding areas as well as the State of Ohio. The City's 2014 unemployment rate as reported by the Ohio Labor Market Information was 4.1%. The City of Columbus and Franklin County had an unemployment rate of 4.8% during the same time period and the State of Ohio was 5.7%.

The City plans to continue to utilize its economic development model to retain and further grow the City's economic base into the future. The City has expanded the Olde and West Gahanna CRA to incorporate additional development areas and created the North Triangle TIF. The City's close proximity to the Port Columbus International Airport, I-270 and the City of Columbus along with the City's ability to provide various incentives will continue to make the City an attractive location for various industries.

LONG-TERM FINANCIAL PLANNING

Although the City has maintained and grown its economic base, there are still financial challenges ahead. State reductions to multiple revenue sources, a slow economic recovery from the recession impacting investment earnings and the increased cost to maintain the City's aging assets and infrastructure will continue to impact the City's ability to maintain services at past levels. In response to two failed income tax levies in 2013, the administration moved forward with an unprecedented level of financial planning, transparency and accountability in 2014.

Beginning in 2012 and continuing into 2014 the City prepared and updated the following items to identify the level of funding available for operations and services and to maintain its assets and infrastructure:

- Five Year Capital Needs Assessment – This document outlines all capital projects identified by the administration to maintain, replace or add to existing assets and infrastructure. The projects are defined and prioritized to allow the administration and Council to determine those projects that will be incorporated into the City's annual budget. Projects not selected for the next annual budget are re-evaluated and prioritized the following year or possibly removed if no longer considered necessary or feasible.
- Five Year Operating Budget – Each year departments complete their five-year operating budget and submit their plans to the Finance Department. The Finance Department creates a five year comprehensive budget forecast based on the capital projects identified in the capital needs assessment, the departmental operating requests and revenue projections. Revenue projections are prepared by the Finance Department based on past trends, known future events, and estimates from other government sources or third-parties. Once the five-year forecast is complete, the administration holds budget and strategic planning work sessions to recommend to Council a budget plan for the following year. Council reviews the recommended plan, holds budget work sessions and public hearings for citizen input and provides the administration with final comments on the plan.

- The budget document and appropriation ordinance – The Finance Department prepares the annual budget document and appropriation ordinance based on Council's final recommendations and presents them to Council for approval.
- During 2014, the administration and Council worked together to develop a Sustainable Operating Model (SOM) for the 2015 budget. The SOM is a five-year forecast of ongoing operations in the City's primary governmental funds. The SOM is built upon two key components, (1) the City will maintain its existing core infrastructure and assets at a professionally appropriate level; (2) ongoing operating costs will be funded with ongoing revenue sources. One-time windfalls, accumulated savings and short-term cost-cutting measures will not be used to balance the City's operating budget.

As economic recovery stabilized throughout 2014, the City first focused on revenue to determine what the City's new revenue base will be for the next five years. Once the new level of resources were identified, the administration then looked at programming and services. As the above items were reviewed and updated it became apparent that the City will not be able to maintain certain non-core services or those services that are not necessary for the health, safety and welfare of the citizenry. A $1.2 million dollar shortfall was projected for 2014 and Council and the administration determined that excess General fund balance would be used to close the gap. The City also reduced or eliminated funding for some community events and recreation programs during 2014 as well as reduced capital funding for police vehicles and general equipment replacements.

Beyond 2014 the administration and Council developed a sustainable operating model (SOM) to ensure assets and infrastructure are maintained at an acceptable level while keeping operating expenditures balanced with planned revenue sources. As the SOM is carried forward and amended the City may ultimately reduce and or eliminate services previously provided, such as the City pools. It was determined in 2014 that the pools cannot be supported under the SOM. The City contracted with a third party to operate the pools for 2014. For 2015, Council elected to use one-time resources to keep the pools open while funding and operating options are evaluated. The administration and Council will also continue to evaluate public-private partnerships to fund certain community events. This was successful for the Creepside Festival, Holiday Lights Parade and Fireworks for 2014. Without the support of local businesses and community groups, these events would not have occurred in 2014.

The City has also been faced with a potential contingent liability of $6.2 million dollars related to a lawsuit regarding the application of the City's reduced income tax credit. The case was heard in the Franklin County Court of Common Pleas and a summary judgement was made in favor of the plaintiffs on September 11, 2014 concluding that the tax form being used by the City misapplies the reduced credit of 83.3% to the lower of the tax payers' residency or workplace tax rate. The City has applied the credit to the lower of the two rates since the establishment of the reduced credit and has appealed this decision. On May 29, 2015 the Franklin County Court of Appeals upheld the Common Pleas Court ruling. The City will appeal this decision in the Ohio Supreme Court. Council and the administration have elected to reserve $4.1 million for pending litigation should there be an unfavorable outcome through the appeals process. At this time, the lawsuit has no impact on current operations or the SOM.

On May 21, 2015 the City issued $12.7 million in various purpose bonds. $7.6 million of the bonds were used to refinance a portion of the 2005 and 2007 bonds for a savings of $582,731 over the life of the bonds. The remaining $5.1 million will be used to rebuild 1/3rd of the City's remaining Detroit style streets. Detroit style streets are concrete pavement where the curb and street are poured as one unit. This particular style of street was not designed for the addition of an asphalt surface. Over time, the City has resurfaced these

roads with asphalt causing curb drain outlets to become blocked. The City has been rebuilding the Detroit style streets since 1980 and approximately 11 center lane miles remain.

RELEVANT FINANCIAL POLICIES

During 2012, the City issued its first debt policy. The policy sets forth the purposes for which debt will be issued, type of debt allowed, duration of the obligation and sources to be used for repayment. The City issued debt on an infrequent basis in the past and followed no formal policy. Under the current economic conditions, it is possible the City will issue debt more frequently, mainly to fund necessary capital projects. The administration and Council took the necessary measures to ensure there was an adequate policy in place to avoid the issuance of debt for a purpose, amount or time period that was not in conformity with the City's mission and vision.

During 2013, the City reviewed and updated its investment policy. The investment policy was originally passed by Council in 1998. The amended policy provides for a more diversified portfolio by approving investment types not previously allowed under the original policy, such as, investment in State of Ohio bonds and other obligations, bonds and obligations of political subdivisions of the State of Ohio and corporate bonds. Allowing for a more diversified investment policy not only reduces risk associated with over-investing in specific issuers but also lends the potential to increase investment earnings with more options from which to select.

During 2014 the City finalized its emergency reserve policy. As part of this process, the administration and Council set the reserve amount and how it is calculated, what the emergency reserve may or may not be used for, action required to spend from the reserve and how it will be replenished. This was a critical component to the strategic planning process. Before decisions could be made regarding the use of surplus balances, the amount that must remain intact for emergency costs had to be clearly defined and set-aside.

The City also created a policy review committee during 2014. The committee has one or more representatives from each department. Each department brought forth current City policies as well as a listing of policies not currently in place that should be created. The current policies are being reviewed and updated and new policies drafted. The end goal will be to have a comprehensive set of new and updated City policies. Some of these policies once adopted will have financial relevance, such as the credit card policy, travel policy and payroll timekeeping policy.

MAJOR INITIATIVES

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual report for the year ended December 31, 2013. In order to be awarded the Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual report in accordance with generally accepted accounting principles and all applicable legal requirements. The Certificate of Achievement is valid for a one year period. The City will submit this current comprehensive annual financial report to the GFOA to be considered for another Certificate of Achievement.

For 2013 and 2014 the City prepared a comprehensive budget document for all funds to aid the administration and Council in developing a strategy for the City's future. The City was awarded the Distinguished Budget Presentation Award from the GFOA for its 2014 budget document. In order to receive this award the City must submit its comprehensive budget document to the GFOA where it is judged by three reviewers for 27 specific criteria. For 2015 and beyond, developing a sustainable strategic plan will

be the main focus of the administration and Council. This plan will potentially have a significant impact on the revenues, expenditures and operations of the City.

ACKNOWLEDGEMENTS

The Finance Department prepared this Comprehensive Annual Financial Report with the efficient and dedicated services of its entire staff. We wish to express our appreciation to everyone who contributed to its preparation particularly Ms. Joann Bury, Deputy Finance Director, who oversees all aspects of the CAFR process for the City. Copies of the Comprehensive Annual Financial Report are on file at City Hall for use by the general public as well as the City's website www.gahanna.gov

Respectfully submitted,

Jennifer Teal
Director of Finance

Rebecca Stinchcomb
Mayor

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Gahanna
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2013

Executive Director/CEO

City of Gahanna, Ohio
Elected Officials and Administrative Staff
As of December 31, 2014

ELECTED OFFICIALS

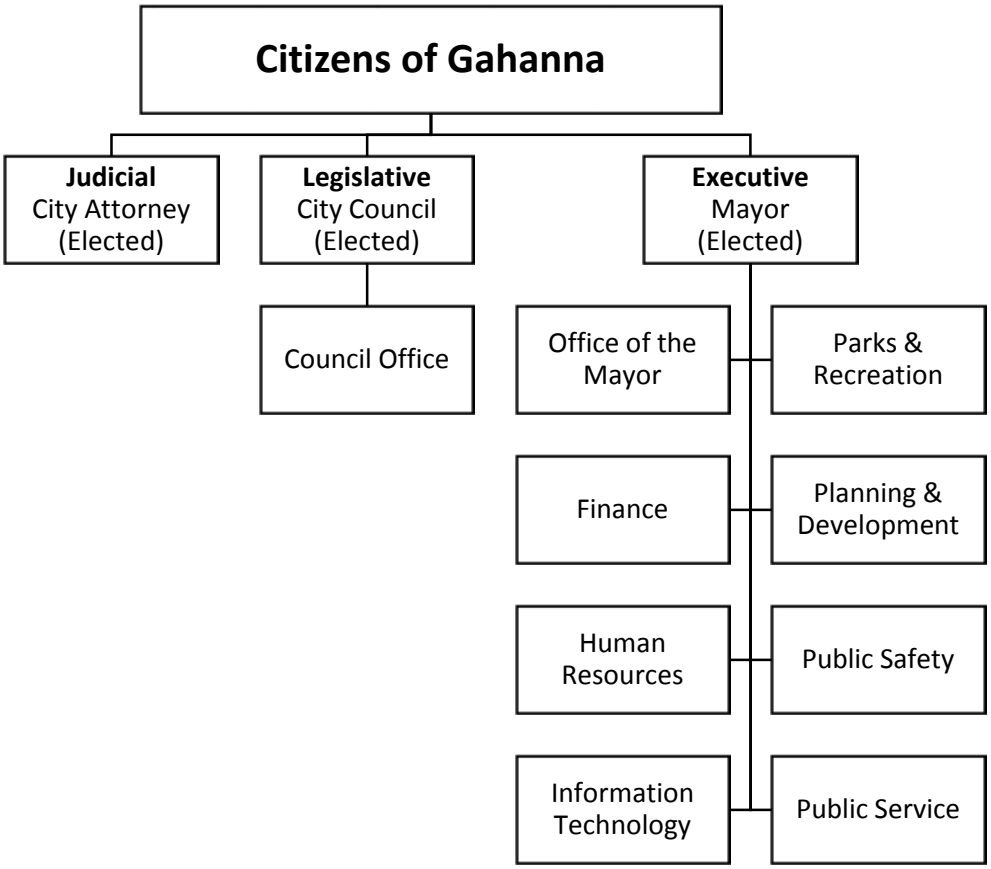
Rebecca Stinchcomb	Mayor
Brain D. Larick	Council President
Tom Kneeland	Council Vice President
Karen J. Angelou	Council Member
Ryan P. Jolley	Council Member
Jamie Leeseberg	Council Member
Stephen A. Renner	Council Member
Michael Schnetzer	Council Member
Shane Ewald	City Attorney

ADMINISTRATIVE STAFF

Jennifer Teal	City Administrator/Director of Finance
Dottie Franey	Director of Public Service
Dennis Murphy	Chief of Police
Sue Wadley	Director of Human Resources
Anthony Jones	Director of Planning & Development
Rory Gaydos	Director of Information Technology
Tony Collins	Director of Parks & Recreation
James Williams	Director of Emergency Management
Amanda Parker	Clerk of Courts
Kim McWilliams	Clerk of Council

CITY OF GAHANNA, OHIO

ORGANIZATIONAL CHART



Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

City of Gahanna
Franklin County
200 South Hamilton Road
Gahanna, Ohio 43230

To the Members of City Council and the Mayor:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Gahanna, Franklin County, Ohio (the City), as of and for the year ended December 31, 2014 and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

88 East Broad Street, Tenth Floor, Columbus, Ohio 43215-3506
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www.ohioauditor.gov

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Gahanna, Franklin County, Ohio, as of December 31, 2014, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison**s** for the General and Tax Increment Equivalent Funds thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 23 to the financial statements, in 2014 the City elected to change its method of accounting and applied the modified approach for reporting road infrastructure assets. In addition, the 2013 financial statements have been restated to correct a misstatement. Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

Our audit was conducted to opine on the City's basic financial statements taken as a whole.

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 26, 2015, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Dave Yost
Auditor of State
Columbus, Ohio

June 26, 2015

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The Management's Discussion and Analysis of the City of Gahanna's (the "City") financial performance provides an overall review of the City's financial activities for the year ended December 31, 2014. The intent of this discussion and analysis is to look at the City's financial performance as a whole. Readers should also review the Basic Financial Statements and the notes to the Basic Financial Statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key financial highlights for 2014 are as follows:

- The Statement of Net Position, reported on an accrual basis of accounting, reports an increase of total net position of the City of $3,784,690 or 2% from 2013. Net position of Governmental Activities increased $4,204,685 or 3% from 2013 and net position of Business-type Activities decreased $419,995 or 0.6% from 2013.

- The Statement of Activities, reported on an accrual basis of accounting, reports general revenues of $22,527,714 or 73% of total Governmental Activities revenue. Program specific revenues accounted for $8,234,574 or 27% of total Governmental Activities revenue.

- The Statement of Activities reports $26,557,603 in expenses related to Governmental Activities; $8,234,574 of these expenses were offset by program specific charges for services, grants or contributions. The remaining expenses of the Governmental Activities, $18,323,029, were offset by general revenues (primarily income taxes, property taxes and unrestricted grants and entitlements) of $22,527,714.

- The Statement of Revenues, Expenditures and Changes in Fund Balance for Governmental Funds, reported on a modified accrual basis of accounting, reports General Fund revenues and other financing sources of $25,315,961 in 2014. This represents an increase of $745,606 or 3% from 2013. The expenditures and other financing uses of the General Fund, which totaled $22,846,107 in 2014, increased $281,510 or 1% from 2013. The net increase in fund balance for the General Fund was $2,469,854 or 12%.

- The Statement of Revenues, Expenditures and Changes in Fund Balance for Governmental Funds, reports Tax Increment Equivalent Fund revenues of $1,852,985 during 2014. The expenditures and other financing uses of the Tax Increment Equivalent Fund were $2,117,539 during 2014. The net decrease in fund balance for the Tax Increment Equivalent Fund was $264,554 or 11%.

- The Statement of Revenues, Expenditures and Changes in Fund Balance for Governmental Funds, reports Capital Improvement Fund revenue and other financing sources of $2,807,942 in 2014. The expenditures of the Capital Improvement Fund totaled $1,987,133 in 2014. The net increase in fund balance for the Capital Improvement Fund was $820,809 or 20%.

- The Statement of Net Position reports a decrease of $419,995 in net position for 2014 for the Business-type Activities, which consist of the Water, Sewer and Storm Water Enterprise Funds. The decrease is due to charges for services revenue not maintained at a level sufficient to cover expenses in the sewer fund resulting in a decrease of net position of $2,375,671. The rates established for the Sewer Fund were deliberately set lower than cost by the City to mitigate rate increases for sewer services by utilizing available net position of the Sewer Fund for operations. The Water and Storm Water Funds had increases of $1,602,482 and $346,357 of net position respectively.

Using this Annual Financial Report

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

The Statement of Net Position located on page 23 and Statement of Activities located on page 24 provide information about the activities of the City as a whole presenting both an aggregate view of the City's finances and a longer-term view of those finances. Fund Financial Statements beginning on page 25 provide the next level of detail. For Governmental Funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The Fund Financial Statements also look at the City's most significant funds with all other nonmajor funds presented in total in one column.

Reporting the City as a Whole

Statement of Net Position and the Statement of Activities

While this document contains a number of funds used by the City to provide programs and activities, the Government-wide Statements view the City as a whole by looking at all financial transactions and asking the question, "How did we do financially during 2014?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets, liabilities, revenues and expenses using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

In the Statement of Net Position and the Statement of Activities, the City is divided into two distinct kinds of activities:

Governmental Activities - Most of the City's programs and services are reported here including police, street maintenance, capital improvements and general administration. These services are funded primarily by income and property taxes, intergovernmental revenues and other shared revenues.

Business-type Activities - These services are provided on a charge for goods or services basis to recover all or a significant portion of the expenses of the goods or services provided. The City's Water, Sewer and Storm Water operations are reported here.

Reporting the City's Most Significant Funds

Fund Financial Statements

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

Fund Financial Statements provide detailed information about the City's major funds. The City uses many funds to account for a multitude of financial transactions. However, these Fund Financial Statements focus on the City's most significant funds. The analysis of the City's Major Governmental and Proprietary Funds begins on page 25.

Governmental Funds

Governmental Funds are used to account for essentially the same functions reported as Governmental Activities in the Government-wide Financial Statements. However, unlike the Government-wide Financial Statements, Governmental Fund Financial Statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of the Governmental Funds is narrower than that of the Government-wide Financial Statements, it is useful to compare the information presented for Governmental Funds with similar information presented for Governmental Activities in the Government-wide Financial Statements. By doing so, the reader may better understand the long-term impact of the City's near-term financing decisions. Both, the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances, provide a reconciliation to facilitate this comparison between Governmental Funds and Governmental Activities. The reconciliations are located on pages 26 and 28.

The City maintains a number of individual Governmental Funds and has segregated them into two categories: major funds and non-major funds. The City's major Governmental Funds are the General Fund, Tax Increment Equivalent Fund (TIF) and Capital Improvement Fund. Information for major funds is presented separately in the Governmental Fund Balance Sheet and in the Governmental Statement of Revenues, Expenditures, and Changes in Fund Balances. Data from the Other Governmental Funds are combined into a single, aggregated presentation. The basic Governmental Fund Financial Statements can be found on pages 25-30 of this report.

Proprietary Funds

The City maintains two types of Proprietary Funds. The first type of Proprietary Funds is the Enterprise Funds used to report the same functions presented as Business-type Activities in the Government-wide Financial Statements. The City uses Enterprise Funds to account for its Water, Sewer and Storm Water management functions. These three funds are also all major Enterprise Funds. The second type of Proprietary Funds is the Internal Service Fund used by the City to accumulate and allocate workers compensation insurance costs internally among the City's various funds. The basic Proprietary Fund Financial Statements can be found on pages 31-33 of this report.

Fiduciary Funds

Fiduciary Funds are used to account for resources held for the benefit of parties outside the City. Fiduciary Funds are not reflected in the Government-wide Financial Statements because the resources of those funds are not available to support the City's own programs. The accounting used for Fiduciary Funds is much like that used for Proprietary Funds. Agency Funds are the City's only Fiduciary Fund Type. The basic Fiduciary Fund Financial Statement can be found on page 34 of this report.

Notes to the Basic Financial Statements

The notes provide additional information essential to a full understanding of the data provided in the Government-wide and Fund Financial Statements. These notes to the Basic Financial Statements can be found on pages 35-68 of this report.

Government-Wide Financial Analysis

The Statement of Net Position provides the perspective of the City as a whole. The table below provides a summary of the City's Net Position at December 31, 2014 and December 31, 2013.

	Net Position					
	Governmental Activities 2014	Restated Governmental Activities 2013	Business-type Activities 2014	Restated Business-type Activities 2013	2014 Total	2013 Total
Assets						
Current and Other Assets	$ 44,538,983	$ 42,102,811	$ 19,805,724	$ 20,593,236	$ 64,344,707	$ 62,696,047
Capital Assets, Net	139,847,508	140,364,513	50,986,907	50,731,048	190,834,415	191,095,561
Total assets	184,386,491	182,467,324	70,792,631	71,324,284	255,179,122	253,791,608
Deferred Outflows of Resources	1,017,032	1,080,596	19,422	20,636	1,036,454	1,101,232
Liabilities						
Current and Other Liabilities	4,630,671	1,133,034	2,894,705	2,684,344	7,525,376	3,817,378
Long-term Liabilities	20,285,885	26,318,987	2,129,836	2,453,070	22,415,721	28,772,057
Total Liabilities	24,916,556	27,452,021	5,024,541	5,137,414	29,941,097	32,589,435
Deferred Inflows of Resources	2,898,900	2,712,517	-	-	2,898,900	2,712,517
Net Position						
Net Investment in Capital Assets	118,249,600	116,148,500	48,731,148	48,345,728	166,980,748	164,494,228
Restricted	12,389,607	12,445,887	-	-	12,389,607	12,445,887
Unrestricted	26,948,860	24,788,995	17,056,364	17,861,779	44,005,224	42,650,774
Total Net Position	$ 157,588,067	$ 153,383,382	$ 65,787,512	$ 66,207,507	$ 223,375,579	$ 219,590,889

Over time, net position can serve as a useful indicator of a government's financial position. At December 31, 2014, the City's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $223,375,579. At year-end, net position was $157,588,067 and $65,787,512 for the Governmental Activities and the Business-type Activities, respectively.

Capital assets reported on the Government-wide Statements represent the largest portion of the City's assets. At year-end, capital assets represented 75% of total assets. Capital assets include land and land improvements, right of ways, easements, buildings, improvements other than buildings, machinery and equipment, vehicles, infrastructure and construction in progress. Net investment in capital assets at December 31, 2014 was $118,249,600 and $48,731,148 in the Governmental Activities and Business-type Activities, respectively. These capital assets are used to provide services to citizens and are not available for future spending. Although the City's net investment in capital assets is reported net of related debt, it should be noted the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities. As of December 31, 2014, the City is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate Governmental and Business-type Activities.

A portion of the City's net position, $12,389,607 represents resources that are subject to external restriction on how they may be used. In the Governmental Activities, the remaining balance of unrestricted net position of $26,948,860 may be used to meet the government's ongoing obligations to citizens and creditors. The table below shows the changes in net position for 2014 and 2013.

Change in Net Position

	Governmental Activities 2014	Governmental Activities 2013	Business-type Activities 2014	Business-type Activities 2013	2014 Total	2013 Total
Revenues						
Program revenues						
Charges for Services	$ 4,457,153	$ 4,252,994	$ 14,271,335	$ 13,825,804	$ 18,728,488	$ 18,078,798
Operating Grants & Contributions	2,617,569	1,902,075	-	-	2,617,569	1,902,075
Capital Grants & Contributions	1,159,852	1,531,363	202,917	60,000	1,362,769	1,591,363
Total Program Revenues	8,234,574	7,686,432	14,474,252	13,885,804	22,708,826	21,572,236
General Revenues						
Income Taxes	16,504,593	16,798,204	-	-	16,504,593	16,798,204
Property Taxes	1,879,007	1,889,319	-	-	1,879,007	1,889,319
Revenue in Lieu of Taxes	1,699,552	1,435,780	-	-	1,699,552	1,435,780
Other Local Taxes	465,007	408,373	-	-	465,007	408,373
Unrestricted Grants & Entitlements	1,208,215	1,453,288	-	-	1,208,215	1,453,288
Investment Earnings	596,924	115,597	-	-	596,924	115,597
Miscellaneous	194,416	535,882	77,110	42,728	271,526	578,610
Transfers	(20,000)	(145,754)	20,000	145,754	-	-
Total General Revenues & Transfers	22,527,714	22,490,689	97,110	188,482	22,624,824	22,679,171
Total Revenues & Transfers	30,762,288	30,177,121	14,571,362	14,074,286	45,333,650	44,251,407
Expenses						
General Government	4,135,409	4,538,713	-	-	4,135,409	4,538,713
Security of Persons & Property	9,464,485	8,994,894	-	-	9,464,485	8,994,894
Public Health & Welfare	223,003	216,427	-	-	223,003	216,427
Transportation	2,961,415	4,659,802	-	-	2,961,415	4,659,802
Community Environment	4,926,795	4,224,762	-	-	4,926,795	4,224,762
Leisure Time Activity	3,658,521	3,949,682	-	-	3,658,521	3,949,682
Utility Services	478,318	562,939	-	-	478,318	562,939
Interest & Fiscal Charges	709,657	761,277	-	-	709,657	761,277
Water	-	-	6,030,998	6,403,114	6,030,998	6,403,114
Sewer	-	-	8,004,427	7,337,381	8,004,427	7,337,381
Storm Water	-	-	955,932	886,458	955,932	886,458
Total Expenses	26,557,603	27,908,496	14,991,357	14,626,953	41,548,960	42,535,449
Change in Net Position	4,204,685	2,268,625	(419,995)	(552,667)	3,784,690	1,715,958
Net Position Beginning of Year (Restated)	153,383,382	151,114,757	66,207,507	66,760,174	219,590,889	217,874,931
Net Position End of Year	$ 157,588,067	$ 153,383,382	$ 65,787,512	$ 66,207,507	$ 223,375,579	$ 219,590,889

Governmental Activities

The Statement of Activities presents expenses, program revenues, general revenues and changes in net position with expenses categorized as the core functions and activities of the City. Below are the most significant items reported on the Statement of Activities for Governmental Activities.

Net position of Governmental Activities increased $4,204,685 in 2014. The increase was mainly due to a decrease in transportation expense of $1,698,387 related to the City's change to the modified approach for road infrastructure during 2014. Infrastructure reported under the modified approach is not depreciated reducing program expenses. The change to the modified approach for road infrastructure required a current

inventory of road assets. The City elected to have a physical inventory performed over all capital assets. The inventory along with the implementation of the modified approach required restatement to the City's beginning net position. The City also experienced some increases in charges for services revenue, operating grants, revenue in lieu of taxes and investment earnings. Operating grants had the most significant increase of $715,494 due to receiving more funding from the County Permissive Tax for road projects.

Security of persons and property expenses, which primarily supports the operations of the police department, accounted for $9,464,485 of the total expenses of the City. These expenses were partially funded by $183,739 in direct charges to users of the services and $93,414 in operating grants and contributions.

General government expense, which includes all general administrative and legislative operations, totaled $4,135,409. General government expenses were partially funded by $1,779,433 in direct charges to users of the services.

Transportation expenses which primarily includes street maintenance and improvement programs, accounted for $2,961,415 of the total expenses of the City. These expenses were fully funded by $9,304 in direct charges to users of the services, $2,524,155 in operating grants and contributions and $1,159,852 in capital grants and contributions.

Community environment expenses, which primarily support economic development programs, accounted for $4,926,795 of the total expenses of the City. These expenses were partially funded by $1,100,020 in direct charges to users of the services.

Program revenues, which consist of operating grants and contributions and capital grants and contributions, include state and federal government contributions or grants to the City totaling $2,617,569 in operating grants and contributions and $1,159,852 in capital grants and contributions. These revenues are restricted to particular programs or purposes based on the legal requirements of the grantor. Of the total operating and capital grants and contributions, $2,524,155 and $1,159,852 respectively subsidized transportation programs.

General revenues totaled $22,527,714, and amounted to 73% of total governmental revenues. These revenues primarily consist of tax revenue (including income, property, revenue in lieu of, and other local taxes) of $20,083,152. The other primary source of general revenues is grants and entitlements not restricted to specific programs, which includes local government funds from the State of Ohio, making up $1,208,215.

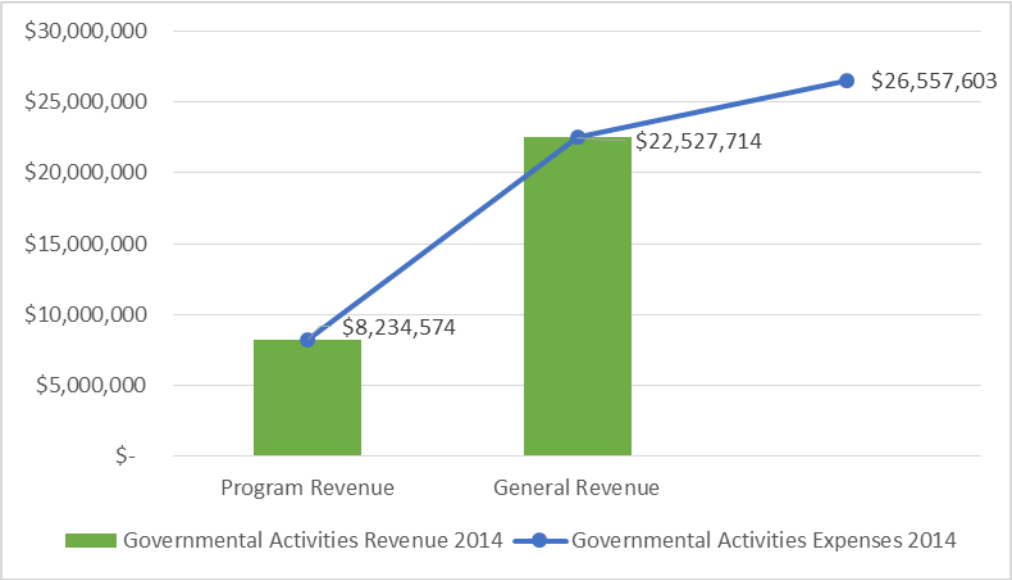
General revenues remained consistent from 2013 to 2014 with an increase of $37,025 or 0.2%. Program revenues increased $548,142 or 7% due to increases in operating grants and contributions as discussed above and charges for services. Charges for services revenue increased mainly due to an increase in parks and recreation fees along with the establishment of new fees.

The Statement of Activities shows the cost of program services and the charges for services, grants and contributions offsetting those services. The following table shows, for Governmental Activities, the total cost of services and the net cost of services. That is, it identifies the portion of the cost of these services supported by general revenues. The table below demonstrates the City's high dependence upon general revenues to support its Governmental Activities with 69% of expenses supported through taxes and other general revenues.

	Governmental Activities		
	Total Cost of Services 2014	Net Cost of Services 2014	% of Cost Supported by General Revenue 2014
Program Expenses:			
General Government	$ 4,135,409	$ 2,355,976	57%
Security of Persons & Property	9,464,485	9,187,332	97%
Public Health & Welfare	223,003	223,003	100%
Transportation	2,961,415	(731,896)	-25%
Community Environment	4,926,795	3,826,775	78%
Leisure Time Activity	3,658,521	2,273,864	62%
Utility Services	478,318	478,318	100%
Interest & Fiscal Charges	709,657	709,657	100%
Total	$26,557,603	$18,323,029	69%

The graph below compares the program and general revenues of the City to total expenses illustrating the City's dependence on general revenues.

Governmental Activities – Program and General Revenues vs. Expenses



Business-type Activities

Business-type Activities include the Water, Sewer and Storm Water Enterprise Funds. These programs have program revenues of $14,474,252, general revenues and transfers of $97,110 and expenses of $14,991,357 for 2014. The Statement of Net Position for Business-type Activities reports $70,792,631 of assets, $19,422 of deferred outflows of resources, $5,024,541 of liabilities and $65,787,512 of net position.

Program revenues increased $588,448 or 4% from 2013 due to a rate increase and an increase in capital grants. There were no other significant changes for Business-type Activities when compared to 2013. Beginning net position for Business-type Activities were restated due to the City's physical inventory over all capital assets for 2014.

Financial Analysis of the Government's Funds

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

Governmental Funds

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

The City's Governmental Funds (as presented on the Balance Sheet on page 25) reported a combined fund balance of $34,906,433 which is $2,422,976 more than the 2013 total of $32,483,457. The schedule below indicates the fund balances and the total change in fund balances as of December 31, 2014 for all major and nonmajor Governmental Funds.

	Fund Balances 12/31/14	Fund Balances 12/31/13	Increase (Decrease)
Major funds			
General	$ 22,529,819	$ 20,059,965	$ 2,469,854
Tax Increment Equivalent	2,073,283	2,337,837	(264,554)
Capital Improvements	4,972,577	4,151,768	820,809
Other Nonmajor Governmental Funds	5,330,754	5,933,887	(603,133)
Total	$ 34,906,433	$ 32,483,457	$ 2,422,976

General Fund

The City's general fund balance increased $2,469,854 which is due to an increase in revenues and a decrease in expenditures. The following tables assist in illustrating the revenues and expenditures of the General Fund in comparison to 2013.

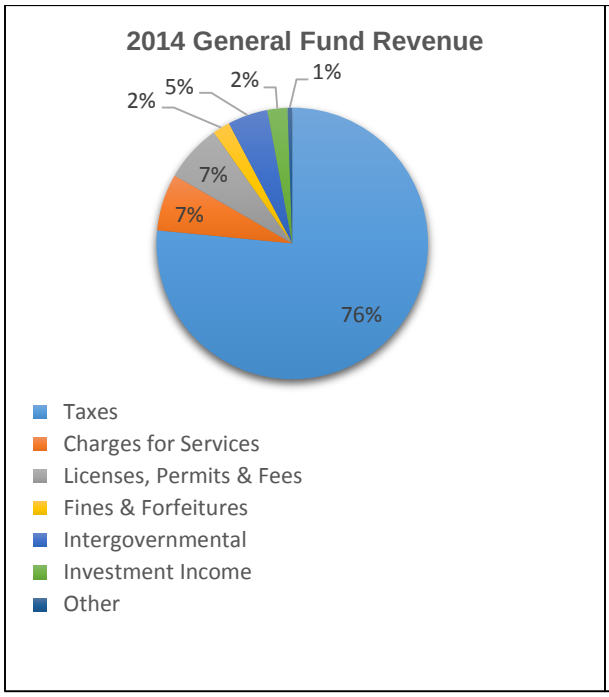
	2014 Amount	2013 Amount	Percentage Change
General Fund Revenues			
Taxes	$ 18,949,045	$ 18,370,916	3.15 %
Charges for Services	1,682,517	1,604,154	4.89 %
Licenses, Permits & Fees	1,700,201	1,785,446	(4.77) %
Fines & Forfeitures	512,823	484,655	5.81 %
Intergovernmental	1,182,642	1,746,805	(32.30) %
Investment Income	592,496	111,342	432.14 %
Other	137,414	270,083	(49.12) %
Total	$ 24,757,138	$ 24,373,401	1.57 %

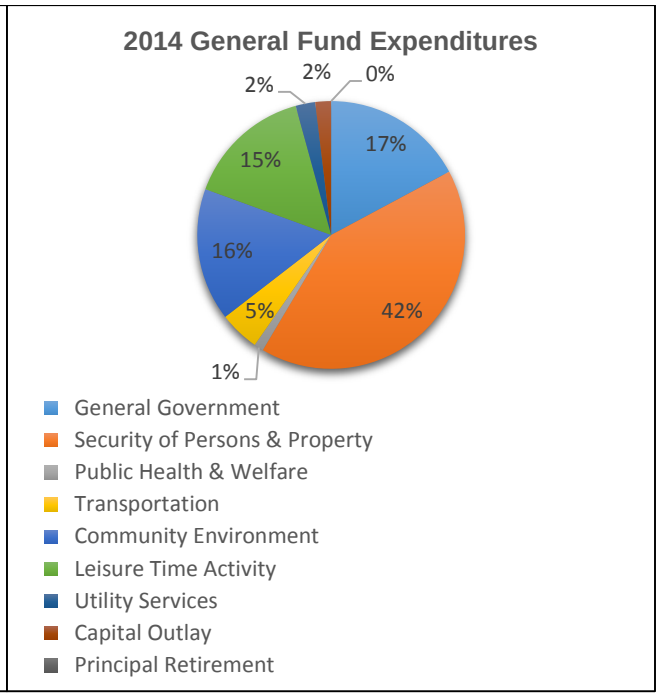
Tax revenue represents 77% of all General Fund revenue and increased slightly from 2013 to 2014 mainly due to an increase in income tax revenues. With the exception of license, permits & fees, intergovernmental and other revenue, all revenue streams of the City experienced growth in 2014 with the most notable being investment income. During 2013 the City experienced a significant loss on the fair value of investments. Total revenue increased slightly by $383,737.

	2014 Amount	2013 Amount	Percentage Change
General Fund Expenditures			
General Government	$ 3,387,176	$ 3,736,596	(9.35) %
Security of Persons & Property	8,159,404	7,823,560	4.29 %
Public Health & Welfare	223,003	216,427	3.04 %
Transportation	958,225	980,092	(2.23) %
Community Environment	3,164,192	3,039,052	4.12 %
Leisure Time Activity	2,992,690	3,193,947	(6.30) %
Utility Services	465,908	548,339	(15.03) %
Capital Outlay	372,913	1,372,324	(72.83)
Principal Retirement	3,095	1,060	100.00 %
Total	$ 19,726,606	$ 20,911,397	(5.67) %

General government expenditures decreased mainly as a result of refunds associated with real estate taxes received in 2013 that were not received in 2014 in the amount of $304,553. The decrease in capital outlay was planned as less General Fund projects were identified and budgeted for 2013. In addition the police vehicle and general equipment replacement program were each reduced by $150,000 and $226,000 respectively to minimize the impact on the General Fund unreserved fund balance.

The charts on the following page illustrate the breakdown of revenues and expenditures of the General Fund for 2014.





Tax Increment Equivalent Fund

The Tax Increment Equivalent Fund had $1,852,985 in revenues during 2014, experiencing a slight increase in payments in lieu of taxes as well as receiving rental payments for the Creekside TIF that were not received in 2013. The expenditures and other financing uses of the Tax Increment Equivalent Fund were $2,117,539 during 2014. Other financing uses in this fund decreased $483,838 due to a decrease in transfers to the Debt Service Fund. A portion of the General Obligation Bonds issued in 2005 and 2007 were used for TIF District improvements. Until 2013 the TIF Districts improved on were not performing at a level to meet their portion of the debt obligation. An analysis performed in 2013 resulted in a determination that the revenue in lieu of taxes generated by the TIF Districts was sufficient to pay these obligations resulting in a larger transfer to the Debt Service Fund during 2013. Expenditures increased $524,220 as the result of increased revenues. As the TIFs perform allowable expenditures are being planned and made from this fund. The net decrease in fund balance for the Tax Increment Equivalent Fund was $264,554 or 11%.

Capital Improvement Fund

The Capital Improvement Fund had revenues and other financing sources of $2,807,942 in 2014. Revenues decreased slightly by $70,330 due to a decrease in intergovernmental revenue related to pledged revenue received from MORPC for repayment of the City's SIB loan. Other Financing Sources increased $631,640 as a result of a planned increase to the City's Capital Needs Assessment. The expenditures of the Capital Improvement Fund totaled $1,987,133 in 2014. Expenditures in this fund decreased due to timing of completing 2013 projects and beginning of new projects for 2014. The net increase in fund balance for the Capital Improvement Fund was $820,809 or 20%.

Budgeting Highlights – General Fund

The key components of the City's budgeting process are prescribed by the Ohio Revised Code (ORC) section 5705. The outcome of the budget process is the City's appropriation ordinance which is restricted by the amounts of anticipated revenues and other resources certified by the Budget Commission in accordance with the ORC. As necessary, appropriations are amended throughout the year but must remain within the Budget Commission's certificate of estimated resources. Requests to amend the certificate of estimated resources are submitted once certainty to additional resources is identified by the City.

In the General Fund, actual revenues and other financing sources exceeded budgeted revenues and other financing sources of $24,723,830 by $1,074,129. Actual expenditures and other financing uses were $2,398,899 less than the final budgeted expenditures and other financing uses of $29,342,039. These variances are the result of the City's conservative budgeting. Budgeted revenues remained the same from the original to final budget. Budgeted expenditures and other financing uses increased slightly by $627,911 from the original budget to the final budget. Planned expenditures increased slightly by $485,301 while other financing uses increased by $550,893. The increase to other financing uses is the result of a planned reduction to transfers out to the Debt Service Fund for 2013 that was not planned for 2014. The reduction for 2013 was due to the performance of the Tax Increment Equivalent Fund. 2005 and 2007 bonds issued by the City were partially used for TIF district improvements. Prior to 2013 the TIF districts did not perform at a level to meet the TIFs portion of the general obligation debt.

Proprietary Funds

The City's Proprietary Funds provide the same type of information found in the Government-wide Financial Statements for Business-type Activities, except in more detail. The only difference between the amounts reported as Business-type Activities and the amounts reported in the Proprietary Fund Statements are interfund eliminations between Proprietary Funds and internal balances due to Business-type Activities for internal service transactions and utility services provided to Governmental Activities in the amount of $21,087. On the Government-wide statements the only interfund activity reported is between the Governmental and Business-type Activities.

Capital Assets and Debt Administration

Capital Assets

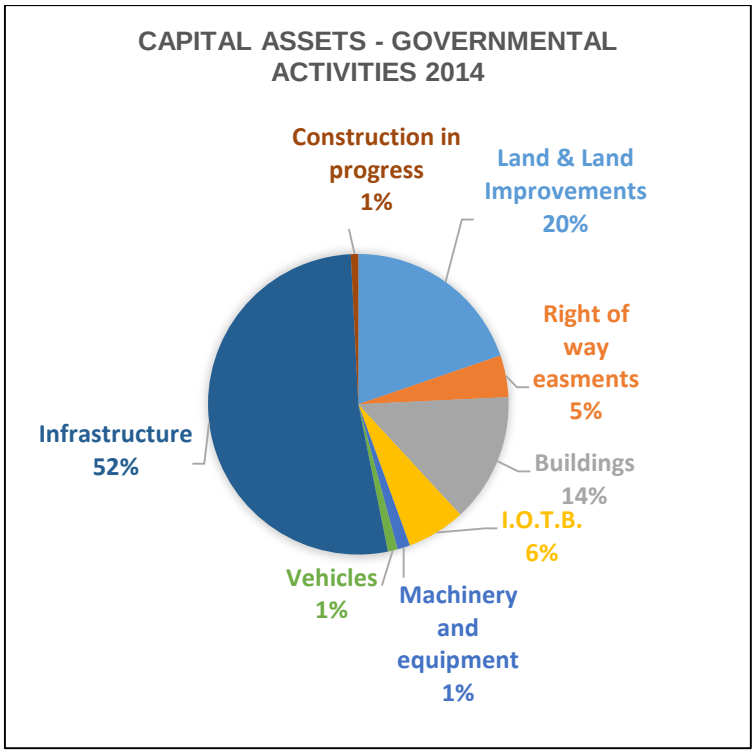
At the end of fiscal year 2014, the City had $190,834,415 (net of accumulated depreciation) invested in land and land improvements, right of way easements, buildings, improvements other than buildings, machinery and equipment, vehicles, infrastructure and construction in progress (CIP). Of this total, $139,847,508 was reported in governmental activities and $50,986,907 was reported in business-type activities. The following table shows fiscal 2014 balances compared to 2013:

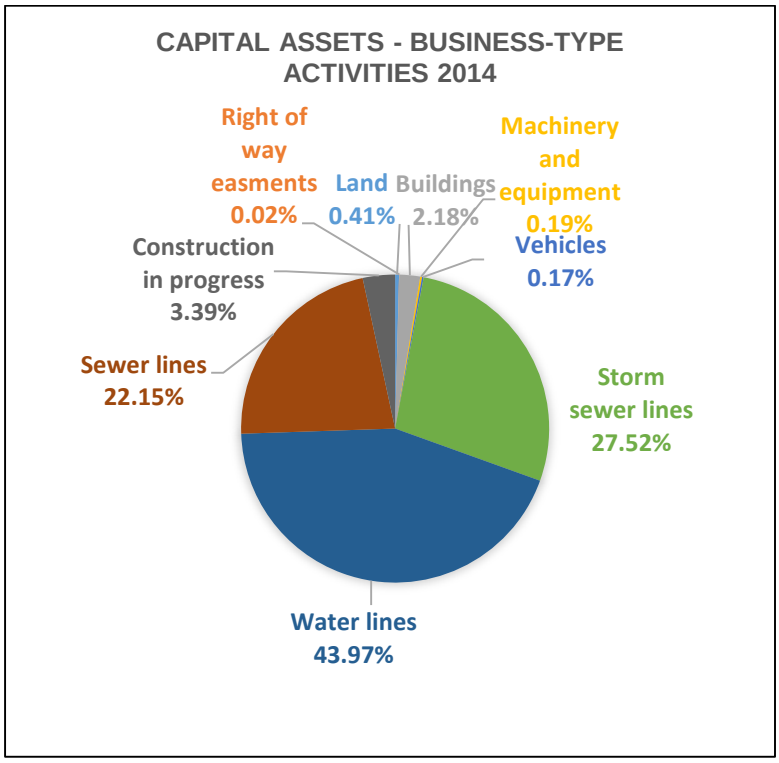
Capital Assets at December 31
(Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2014	Restated 2013	2014	Restated 2013	2014	Restated 2013
Land & Land Improvements	$ 27,608,757	$ 27,608,757	$ 208,762	$ 208,762	$ 27,817,519	$ 27,817,519
Right of way easments	6,295,511	6,278,402	12,665	-	6,308,176	6,278,402
Buildings	19,417,646	19,831,773	1,111,919	1,152,806	20,529,565	20,984,579
I.O.T.B.	8,806,782	9,582,727	-	-	8,806,782	9,582,727
Machinery and equipment	1,902,337	1,943,205	98,314	105,865	2,000,651	2,049,070
Vehicles	1,469,927	1,091,521	85,402	118,983	1,555,329	1,210,504
Storm sewer lines	-	-	14,033,992	14,375,938	14,033,992	14,375,938
Water lines	-	-	22,416,637	22,990,810	22,416,637	22,990,810
Sewer lines	-	-	11,291,839	11,634,107	11,291,839	11,634,107
Infrastructure	73,228,312	72,971,857	-	-	73,228,312	72,971,857
Construction in progress	1,118,236	1,056,271	1,727,377	143,777	2,845,613	1,200,048
Totals	$ 139,847,508	$ 140,364,513	$ 50,986,907	$ 50,731,048	$ 190,834,415	$ 191,095,561

The City's largest capital asset category is infrastructure which includes roads, bridges, culverts, sidewalks, street lighting and curbs for Governmental Activities and Sewer, Water and Storm Water Lines for Business-type Activities which play a vital role in the income producing ability of the Business-type activities. These items are immovable and of value only to the City, however, the annual cost of purchasing these items is quite significant. The net book value of the City's infrastructure (cost less accumulated depreciation) represents approximately 52% and 94% of the City's total Governmental and Business-type capital assets respectively. See Note 8 for detail on the City's capital assets. The 2013 restatement is due to a 2014 inventory of all capital assets and implementation of the modified approach for road infrastructure.

The charts on the following page illustrate the breakdown of capital assets by category for Governmental and Business-type activities.


CAPITAL ASSETS - GOVERNMENTAL ACTIVITIES 2014
Construction in progress 1%
Land & Land Improvements 20%
Right of way easments 5%
Buildings 14%
I.O.T.B. 6%
Machinery and equipment 1%
Vehicles 1%
Infrastructure 52%


CAPITAL ASSETS - BUSINESS-TYPE ACTIVITIES 2014
Right of way easments 0.02%
Land 0.41%
Buildings 2.18%
Machinery and equipment 0.19%
Vehicles 0.17%
Construction in progress 3.39%
Sewer lines 22.15%
Storm sewer lines 27.52%
Water lines 43.97%

Debt Administration

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

	Governmental Activities	
	2014	2013
Compensated Absences	$ 2,093,562	$ 2,102,974
General Obligation Bonds	17,516,544	18,513,721
OPWC Loans	1,693,195	1,877,481
Lease Purchase Agreement	317,988	425,369
SIB Loan	2,070,181	3,399,442
Total Long-term Obligations	$ 23,691,470	$ 26,318,987

	Business-type Activities	
	2014	2013
General Obligation Bonds	$ 2,255,759	$ 2,385,321
Compensated Absences	63,543	67,749
Total Long-term Obligations	$ 2,319,302	$ 2,453,070

See Note 13 for detail on the City's long-term obligations.

Economic Conditions and Outlook

The City experienced higher than anticipated revenues during 2014 and actual expenditures were below the planned appropriations for the year resulting in a positive impact on the City's year-end financials. Although this signifies growth for 2014, the City still faces on-going financial challenges. State reductions to multiple revenue sources, the slow economic recovery impacting investment earnings and increasing cost to maintain the City's aging assets and infrastructure will continue to impact the City's ability to maintain services and operations at past levels.

In response to the continued financial challenges faced by the City, the administration and elected leaders of the City continued to commit to an unprecedented level of planning, transparency and accountability in 2014. Strategic planning sessions, capital needs assessments, citizen input on priorities and desired city services and participation in the ICMA Center for Comparative Performance Measurement were continued from 2013. These processes resulted in the formulation of the City's Sustainable Operating Model (SOM) in 2014 for the City's 2015 budget. The SOM is built upon two key components, (1) the City will maintain its existing core infrastructure and assets at a professionally appropriate level; (2) ongoing operating costs will be funded with ongoing revenue sources. One-time windfalls, accumulated savings and short-term cost-cutting measures will not be used to balance the City's operating budget.

Beyond 2014 the City will continue with the above processes and the SOM will be carried forward and amended annually as part of the budgeting process. Continued implementation of the SOM could result in the loss of programs that are not essential to the health, welfare and safety of the citizens.

Contacting the City's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information contact: Ms. Jennifer Teal, Director of Finance, City of Gahanna, 200 South Hamilton Road, Gahanna, Ohio 43230.

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CITY OF GAHANNA

BASIC FINANCIAL STATEMENTS

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City of Gahanna, Ohio
Statement of Net Position
December 31, 2014

	Governmental Activities	Business-type Activities	Total
Assets			
Equity in Pooled Cash & Investments	$33,941,205	$15,928,753	$49,869,958
Cash with Fiscal Agents	271,011	-	271,011
Receivables			
Income Taxes	4,008,170	-	4,008,170
Property Taxes	2,022,949	-	2,022,949
Other Local Taxes	30,472	-	30,472
Revenue In Lieu of Taxes	948,341	-	948,341
Accounts	1,401,859	3,572,067	4,973,926
Accrued Interest	90,858	-	90,858
Intergovernmental	1,410,201	202,917	1,613,118
Prepayments	150,107	6,230	156,337
Materials & Supplies Inventory	284,897	74,670	359,567
Internal Balance	(21,087)	21,087	-
Non-depreciable Capital Assets	104,845,958	1,948,805	106,794,763
Depreciable Capital Assets, Net	35,001,550	49,038,102	84,039,652
Total Assets	184,386,491	70,792,631	255,179,122
Deferred Outflows of Resources			
Deferred Charge On Refunding	1,017,032	19,422	1,036,454
Liabilities			
Accounts Payable	511,812	29,610	541,422
Contracts Payable	202,309	255,027	457,336
Accrued Wages and Benefits	299,230	27,059	326,289
Intergovernmental Payable	131,193	2,384,796	2,515,989
Interest Payable	80,542	8,747	89,289
Long-Term Liabilities			
Due within One Year	3,405,585	189,466	3,595,051
Due in More Than One Year	20,285,885	2,129,836	22,415,721
Total Liabilities	24,916,556	5,024,541	29,941,097
Deferred Inflows of Resources			
Property Taxes Levied for the Subsequent Year	1,950,559	-	1,950,559
Revenue in Lieu of Taxes for the Subsequent Year	948,341	-	948,341
Total Deferred Inflows of Resources	2,898,900	-	2,898,900
Net Position			
Net Investment in Capital Assets	118,249,600	48,731,148	166,980,748
Restricted for			
Debt Service	1,264,543	-	1,264,543
Capital Projects	4,972,577	-	4,972,577
General Government	1,349,463	-	1,349,463
Security of Persons & Property	1,126,764	-	1,126,764
Community Environment	2,185,505	-	2,185,505
Transportation	1,490,755	-	1,490,755
Unrestricted	26,948,860	17,056,364	44,005,224
Total Net Position	157,588,067	$65,787,512	$223,375,579

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

City of Gahanna, Ohio
Statement of Activities
For the Fiscal Year Ended December 31, 2014

		Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services & Sales	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities							
General Government	$ 4,135,409	$ 1,779,433	$ -	$ -	$ (2,355,976)	$ -	$ (2,355,976)
Security of Persons & Property	9,464,485	183,739	93,414	-	(9,187,332)	-	$ (9,187,332)
Public Health & Welfare	223,003	-	-	-	(223,003)	-	$ (223,003)
Transportation	2,961,415	9,304	2,524,155	1,159,852	731,896	-	$ 731,896
Community Environment	4,926,795	1,100,020	-	-	(3,826,775)	-	$ (3,826,775)
Leisure Time Activities	3,658,521	1,384,657	-	-	(2,273,864)	-	$ (2,273,864)
Utility Services	478,318	-	-	-	(478,318)	-	$ (478,318)
Interest & Fiscal Charges	709,657	-	-	-	(709,657)	-	$ (709,657)
Total Governmental Activities	26,557,603	4,457,153	2,617,569	1,159,852	(18,323,029)	-	(18,323,029)
Business-type Activities							
Water	6,030,998	7,571,853	-	-	-	1,540,855	1,540,855
Sewer	8,004,427	5,620,111	-	-	-	(2,384,316)	(2,384,316)
Storm Water	955,932	1,079,371	-	202,917	-	326,356	326,356
Total Business-type Activities	14,991,357	14,271,335	-	202,917	-	(517,105)	(517,105)
Total Primary Government	$ 41,548,960	$ 18,728,488	$ 2,617,569	$ 1,362,769	$ (18,323,029)	$ (517,105)	$(18,840,134)
General Revenues							
Income Taxes Levied For							
General Purposes					16,504,593	-	16,504,593
Property Taxes Levied For							
General Purposes					1,408,366	-	1,408,366
Debt Service					234,525	-	234,525
Police					236,116	-	236,116
Revenue in Lieu of Taxes					1,699,552	-	1,699,552
Other Local Taxes					465,007	-	465,007
Grants & Entitlements not Restricted to Specific Programs					1,208,215	-	1,208,215
Investment Earnings					596,924	-	596,924
Miscellaneous					194,416	77,110	271,526
Transfers					(20,000)	20,000	-
Total General Revenues & Transfers					22,527,714	97,110	22,624,824
Change in Net Position					4,204,685	(419,995)	3,784,690
Net Position Beginning of Year (Restated)					153,383,382	66,207,507	219,590,889
Net Position End of Year					157,588,067	$65,787,512	$223,375,579

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

City of Gahanna, Ohio
Balance Sheet
Governmental Funds
December 31, 2014

	General	Tax Increment Equivalent	Capital Improvement	Other Governmental Funds	Total Governmental Funds
Assets					
Equity in Pooled Cash & Investments	$ 21,321,371	$ 2,073,283	$ 4,998,211	$ 5,297,086	$ 33,689,951
Cash with Fiscal Agents	-	-	-	271,011	271,011
Receivables					
Income Taxes	4,008,170	-	-	-	4,008,170
Property Taxes	1,525,078	-	-	497,871	2,022,949
Other Local Taxes	30,472	-	-	-	30,472
Revenue in Lieu of Taxes	-	948,341	-	-	948,341
Accounts	1,291,958	94,401	-	15,500	1,401,859
Accrued Interest	90,858	-	-	-	90,858
Intergovernmental	512,644	17,821	-	879,736	1,410,201
Prepayments	135,934	-	-	5,760	141,694
Materials & Supplies Inventory	284,897	-	-	-	284,897
Total Assets	29,201,382	3,133,846	4,998,211	6,966,964	44,300,403
Liabilities					
Accounts Payable	168,610	-	2,280	340,922	511,812
Contracts Payable	187,607	-	9,867	4,835	202,309
Accrued Wages & Benefits	286,940	-	-	12,290	299,230
Intergovernmental Payable	65,975	-	13,487	51,731	131,193
Due to Other Funds	6,774	-	-	246	7,020
Total Liabilities	715,906	-	25,634	410,024	1,151,564
Deferred Inflows of Resources					
Property Taxes Levied for Subsequent Year	1,470,504	-	-	480,055	1,950,559
Revenue in Lieu of Taxes for the Subsequent Year	-	948,341	-	-	948,341
Unavailable Property Tax Revenue	54,574	-	-	17,816	72,390
Unavailable Income Tax Revenue	2,793,718	-	-	-	2,793,718
Unavailable Intergovernmental Revenue	403,512	17,821	-	728,315	1,149,648
Unavailable Interest Revenue	64,809	-	-	-	64,809
Unavailable License, Permits & Fees	1,146,275	-	-	-	1,146,275
Unavailable Other Revenue	22,265	-	-	-	22,265
Unavailable Charges for Services	-	94,401	-	-	94,401
Total Deferred Inflow of Resources	5,955,657	1,060,563	-	1,226,186	8,242,406
Fund Balances					
Nonspendable	451,228	-	-	5,760	456,988
Restricted	-	2,073,283	4,972,577	4,485,394	11,531,254
Committed	7,590,692	-	-	839,354	8,430,046
Assigned	4,251,908	-	-	246	4,252,154
Unassigned	10,235,991	-	-	-	10,235,991
Total Fund Balances	22,529,819	2,073,283	4,972,577	5,330,754	34,906,433
Total Liabilities, Deferred Inflows & Fund Balances	$ 29,201,382	$ 3,133,846	$ 4,998,211	$ 6,966,964	$ 44,300,403

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

City of Gahanna, Ohio
Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
December 31, 2014

Total Governmental Fund Balances		$34,906,433
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		139,847,508
Other assets are not available to pay for current period expenditures and therefore are deferred in the funds.		5,343,506
An internal service fund is used by management to charge the cost of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of position.		245,600
Long-Term liabilities, including bonds and loans payable, are not due and payable in the current period and therefore are not reported in the funds.		
	Compensated Absences	(2,093,562)
	General Obligation Debt	(17,516,544)
	Accrued Interest	(80,542)
	Loans Payable	(3,763,376)
	Capital Lease Obligations	(317,988)
		(23,772,012)
Deferred outflows of resources consist of deferred charges on refunding. In the funds, the difference between the proceeds received from the issuance of the refunding bonds, and the amount placed into escrow to pay the old bonds is reported when the debt is issued. This amount is deferred an amortized as a component of interest expense in the governmental activities		1,017,032
Net Position of Governmental Activities		$157,588,067

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

City of Gahanna, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended December 31, 2014

	General	Tax Increment Equivalent	Capital Improvement	Other Governmental Funds	Total Governmental Funds
Revenues					
Income Taxes	$ 17,066,389	$ -	$ -	$ -	$ 17,066,389
Property Taxes	1,417,649	-	-	474,110	1,891,759
Other Local Taxes	465,007	-	-	-	465,007
Revenue in Lieu of Taxes	-	1,699,552	-	-	1,699,552
Charges for Services	1,682,517	120,959	-	-	1,803,476
Licenses, Permits & Fees	1,700,201	-	-	175,185	1,875,386
Fines & Forfeitures	512,823	-	-	113,489	626,312
Intergovernmental	1,182,642	28,974	1,139,339	2,554,392	4,905,347
Investment Income	592,496	-	-	798	593,294
Rental Income	33,995	-	-	2,660	36,655
Other	103,419	3,500	32,963	6,560	146,442
Total Revenues	24,757,138	1,852,985	1,172,302	3,327,194	31,109,619
Expenditures					
Current					
General Government	3,387,176	-	617	20,728	3,408,521
Security of Persons & Property	8,159,404	-	24,602	936,840	9,120,846
Public Health & Welfare	223,003	-	-	-	223,003
Transportation	958,225	130,230	25,152	1,793,995	2,907,602
Community Environment	3,164,192	1,189,016	92,785	-	4,445,993
Leisure Time Activity	2,992,690	-	60,171	-	3,052,861
Utility Services	465,908	-	-	12,410	478,318
Capital Outlay	372,913	13,407	381,349	1,060,494	1,828,163
Debt Service					
Principal Retirement	3,095	104,286	1,328,798	1,079,176	2,515,355
Interest & Fiscal Charges	-	-	73,659	695,602	769,261
Total Expenditures	19,726,606	1,436,939	1,987,133	5,599,245	28,749,923
Excess (Deficiency) of Revenue Over Expenditures	5,030,532	416,046	(814,831)	(2,272,051)	2,359,696
Other Financing Sources (Uses)					
Transfers In	500,000	-	1,635,640	2,190,080	4,325,720
Transfers Out	(3,119,501)	(680,600)	-	(545,619)	(4,345,720)
Proceeds From Sale of Capital Assets	29,827	-	-	13,400	43,227
Insurance Proceeds	28,996			11,057	40,053
Total Other Financing Sources (Uses)	(2,560,678)	(680,600)	1,635,640	1,668,918	63,280
Net Change in Fund Balances	2,469,854	(264,554)	820,809	(603,133)	2,422,976
Fund Balances, January 1	20,059,965	2,337,837	4,151,768	5,933,887	32,483,457
Fund Balances, December 31	$ 22,529,819	$ 2,073,283	$ 4,972,577	$ 5,330,754	$ 34,906,433

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

City of Gahanna, Ohio
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended December 31, 2014

Net Change in Fund Balances - Total Governmental Funds		$ 2,422,976
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
	Capital Outlay	1,828,163
	Depreciation	(2,345,168)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
	Income Taxes	(561,796)
	Property Taxes	(12,752)
	Charges for Services	93,172
	License Permits & Fees	22,152
	Intergovernmental	80,289
	Investment Income	3,630
	Other	7,921
Repayment of bond and loan principal and leases payable are an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and does not result in an expense in the statement of activities.		2,515,355
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The amoritization of the deferred charge on refunding is also amortized over the life of the bonds but is recognized at the time the debt is issued in the funds.		59,604
An internal servcie fund is used by management to charge the costs of insurance to individual funds. The net revenue (expense) of the internal service fund is reported with governmental activities.		81,727
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	9,412
Change in Net Position of Governmental Activities		$ 4,204,685

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

City of Gahanna, Ohio
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Buget
Revenues	Original	Final	Actual	Positive/(Negative)
Income Tax	16,225,000	16,225,000	17,000,160	775,160
Property Taxes	1,450,424	1,450,424	1,417,649	(32,775)
Other Local Taxes	411,006	411,006	459,802	48,796
Charges for Services	1,471,690	1,471,690	1,679,030	207,340
Licenses Permits & Fees	1,322,700	1,322,700	1,679,969	357,269
Fines & Forfeitures	464,600	464,600	504,150	39,550
Intergovernmental	1,103,300	1,103,300	1,184,500	81,200
Investment Income	489,000	489,000	352,311	(136,689)
Rent	42,000	42,000	33,995	(8,005)
Contributions & Donations	5,000	5,000	-	(5,000)
Other	100,000	100,000	38,173	(61,827)
Total Revenues	23,084,720	23,084,720	24,349,739	1,265,019
Expenditures				
General Government	5,193,585	5,259,915	4,615,113	644,802
Security of Persons & Property	8,780,167	8,669,277	8,221,011	448,266
Public Health & Welfare	219,987	223,487	223,231	256
Transportation	1,479,470	1,488,145	1,220,140	268,005
Community Environment	3,970,737	4,198,717	3,889,262	309,455
Leisure Time Activities	3,739,376	3,866,196	3,357,029	509,167
Utility Services	644,171	649,049	614,303	34,746
Capital Outlay	1,459,082	1,617,090	1,594,330	22,760
Total Expenditures	25,486,575	25,971,876	23,734,419	2,237,457
Excess of Expenditures over Revenues	(2,401,855)	(2,887,156)	615,320	3,502,476
Other Financing Sources (uses)				
Sale of Assets	20,000	20,000	80,863	60,863
Insurance Proceeds	5,000	5,000	27,871	22,871
Advance Out	-	(19,320)	(19,320)	
Transfer In	1,614,110	1,614,110	1,339,486	(274,624)
Transfer Out	(2,819,270)	(3,350,843)	(3,189,401)	161,442
Total Other Financing Sources (uses)	(1,180,160)	(1,731,053)	(1,760,501)	(29,448)
Net Change in Fund Balance	(3,582,015)	(4,618,209)	(1,145,181)	3,473,028
Fund balance at beginning of year	15,808,716	15,808,716	15,808,716	-
Prior Year Encumbrance Appropriated	2,771,215	2,771,215	2,771,215	-
Fund balance at end of year	14,997,916	13,961,722	17,434,750	3,473,028

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

City of Gahanna, Ohio
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Tax Increment Equivalent Fund
For the Year Ended December 31, 2014

	Budgeted Amounts			Variance with Final Buget
Revenues	Original	Final	Actual	Positive/(Negative)
Revenue in Lieu of Taxes	2,074,820	2,074,820	1,699,552	(375,268)
Intergovernmental	31,700	31,700	28,975	(2,725)
Charges for Services	-	-	120,959	120,959
Other	-	-	3,500	3,500
Total Revenues	2,106,520	2,106,520	1,852,986	(253,534)
Expenditures				
Community Environment	961,740	1,240,360	1,189,016	51,344
Capital Outlay	122,159	252,390	249,593	2,797
Total Expenditures	1,083,899	1,492,750	1,438,609	54,141
Excess of Expenditures over Revenues	1,022,621	613,770	414,377	(199,393)
Other Financing Sources (uses)				
Transfer Out	(1,202,540)	(766,400)	(680,600)	85,800
Total Other Financing Sources (uses)	(1,202,540)	(766,400)	(680,600)	85,800
Net Change in Fund Balance	(179,919)	(152,630)	(266,223)	(113,593)
Fund balance at beginning of year	2,301,640	2,301,640	2,301,640	-
Prior Year Encumbrance Appropriated	37,869	37,869	37,869	-
Fund balance at end of year	2,159,590	2,186,879	2,073,286	(113,593)

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

City of Gahanna, Ohio
Statement of Net Position
Proprietary Funds
December 31, 2014

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Water	Sewer	Storm Water	Total	
Assets					
Current Assets					
Equity in Pooled Cash & Investments	$ 6,950,171	$ 6,761,484	$ 2,217,098	$ 15,928,753	251,254
Accounts Receivable	1,837,927	1,471,684	262,456	3,572,067	-
Intergovernmental Receivable	-	-	202,917	202,917	-
Due From Other Funds	1,035	-	-	1,035	6,526
Prepayments	4,278	1,063	889	6,230	8,413
Materials & Supplies Inventory	37,335	37,335	-	74,670	-
Total Current Assets	8,830,746	8,271,566	2,683,360	19,785,672	266,193
Non-current Assets					
Capital Assets					
Non-depreciable Capital Assets	1,302,868	171,411	474,526	1,948,805	-
Depreciable Capital Assets, Net	23,212,439	11,781,062	14,044,601	49,038,102	-
Total non-current assets	24,515,307	11,952,473	14,519,127	50,986,907	-
Total Assets	33,346,053	20,224,039	17,202,487	70,772,579	266,193
Deferred Outflows of Resources					
Deferred Charge on Refunding	-	-	19,422	19,422	-
Liabilities					
Current Liabilities					
Accounts Payable	18,818	7,250	3,542	29,610	-
Contracts Payable	109,418	135,293	10,316	255,027	-
Accrued Wages & Benefits	10,404	10,404	6,251	27,059	-
Intergovernmental Payable	846,335	1,537,495	966	2,384,796	-
Due to Other Funds	208	208	125	541	-
Accrued Interest Payable	1,027	1,027	6,693	8,747	-
Current Portion of Compensated Absences Payable	23,217	23,217	12,008	58,442	-
Current Portion of General Obligation Bonds Payable	14,612	14,612	101,800	131,024	-
Total Current Liabilities	1,024,039	1,729,506	141,701	2,895,246	-
Long-term Liabilities					
Compensated Absences Payable	1,984	1,984	1,133	5,101	
General Obligation Bonds Payable	248,289	248,288	1,628,158	2,124,735	-
Total Long-term Liabilities	250,273	250,272	1,629,291	2,129,836	-
Total Liabilities	1,274,312	1,979,778	1,770,992	5,025,082	-
Net Position					
Net Investment in Capital Assets	24,252,406	11,689,573	12,789,169	48,731,148	-
Unrestricted	7,819,335	6,554,688	2,661,748	17,035,771	266,193
Total Net Position	32,071,741	18,244,261	15,450,917	65,766,919	266,193
Adjustment to reflect the consolidation of the internal service funds activities related to enterprise funds				20,593	
Net Position of Business type Activities				65,787,512	

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

City of Gahanna, Ohio
Statement of Revenues, Expenditures, and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2014

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Water	Sewer	Storm Water	Total	
Operarting Revenues					
Charges for Services	$ 7,571,853	$ 5,620,111	$ 1,079,371	$ 14,271,335	$ 232,070
Other	64,253	11,270	1,587	77,110	-
Total Operating Revenues	7,636,106	5,631,381	1,080,958	14,348,445	232,070
Operating Expenses					
Personal Services	491,452	491,128	297,759	1,280,339	-
Contract Services	4,004,749	6,342,191	39,383	10,386,323	111,911
Materials & Supplies	287,381	8,105	2,049	297,535	-
Claims Expense	-	-	-	-	31,595
Depreciation	640,037	383,754	348,584	1,372,375	-
Other	597,515	770,504	195,047	1,563,066	-
Total Operating Expenses	6,021,134	7,995,682	882,822	14,899,638	143,506
Operating Income/(Loss)	1,614,972	(2,364,301)	198,136	(551,193)	88,564
Nonoperating Revenues/(Expenses)					
Interest & Fiscal Charges	(12,490)	(11,370)	(74,696)	(98,556)	-
Total Nonoperating Revenues/(Expenses)	(12,490)	(11,370)	(74,696)	(98,556)	-
Income/(Loss) Before Transfers	1,602,482	(2,375,671)	123,440	(649,749)	88,564
Contributed Capital	-	-	202,917	202,917	-
Transfer in	-	-	20,000	20,000	-
Change in Net Position	1,602,482	(2,375,671)	346,357	(426,832)	88,564
Net Position, January 1 (Restated)	30,469,259	20,619,932	15,104,560	66,193,751	177,629
Net Position, December 31	$ 32,071,741	$ 18,244,261	$ 15,450,917		$ 266,193
Adjustment to reflect the consolidation of the internal service funds activities related to enterprise funds				6,837	
Change in Net Position Business-type Activities				(419,995)	

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

City of Gahanna, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2014

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Fund
	Water	Sewer	Storm Water	Total	
Cash Flows from Operating Activities					
Cash Received From Customers	7,454,437	5,532,890	1,078,660	14,065,987	233,587
Other Operating Cash Receipts	62,798	11,248	-	74,046	-
Cash Payments for Personal Services	(490,754)	(490,481)	(298,405)	(1,279,640)	-
Cash Payments for Contractual Services	(4,143,506)	(6,209,811)	(38,342)	(10,391,659)	(111,293)
Cash Payments for Materials & Supplies	(259,142)	(1,418)	(2,182)	(262,742)	-
Cash Payments for Claims	-	-	-	-	(31,595)
Cash Payments for Other Operating Expenses	(622,838)	(700,554)	(187,866)	(1,511,258)	-
Net Cash Provided/(Used) by Operating Activities	2,000,995	(1,858,126)	551,865	694,734	90,699
Cash Flows From Capital and Related Financing Activities					
Cash Payments for the Acquisition of Capital Assets	(1,265,962)	(173,653)	(218,222)	(1,657,837)	-
Principal Payments on Bonds	(14,612)	(14,612)	(96,350)	(125,574)	-
Interest Payments on Bonds	(12,946)	(12,946)	(84,288)	(110,180)	-
Net Cash Provided/(Used) by Capital & Related Financing Activities	(1,293,520)	(201,211)	(398,860)	(1,893,591)	-
Cash Flows From Noncapital Financing Activities:					
Transfers In	-	-	20,000	20,000	-
Net Cash Provided/(Used) Noncapital Financing Activities	-	-	20,000	20,000	-
Net Increase/(Decrease) in Cash & Cash Equivalents	707,475	(2,059,337)	173,005	(1,178,857)	90,699
Cash & Cash Equivalents January 1, 2014	6,242,696	8,820,821	2,044,093	17,107,610	160,555
Cash & Cash Equivalents December 31, 2014	6,950,171	6,761,484	2,217,098	15,928,753	251,254
Reconciliation of Operating Income/(Loss) to Net Cash Provided by Operating Activities					
Operating Income/(Loss)	1,614,972	(2,364,301)	198,136	(551,193)	88,564
Adjustments					
Depreciation	640,038	383,754	348,584	1,372,376	-
Change in assets and liabilities					
(Increase)/Decrease in Materials & Supplies Inventory	5,777	5,777	-	11,554	-
(Increase)/Decrease in Accounts Receivable	(118,171)	(87,243)	(2,298)	(207,712)	-
(Increase)/Decrease in Due from Other Funds	(700)	-	-	(700)	1,517
(Increase)/Decrease in Prepayments	13,236	1,196	942	15,374	618
Increase/(Decrease) in Accounts Payable	9,018	(30,622)	2,943	(18,661)	-
Increase/(Decrease) in Contracts Payable	66,251	134,224	4,184	204,659	-
Increase/(Decrease) in Accrued Wages & Benefits	1,733	1,720	939	4,392	-
Increase/(Decrease) in Due to Other Governments	(229,875)	98,688	145	(131,042)	-
Increase/(Decrease) in Due to Other Funds	(40)	(40)	(27)	(107)	-
Increase/(Decrease) in Compensated Absences Payable	(1,244)	(1,279)	(1,683)	(4,206)	-
Net cash provided/(used) by operating activities	2,000,995	(1,858,126)	551,865	694,734	90,699

Non-cash transactions

At December 31, 2014 and 2013, the Water fund purchased $16,510 and $48,696 respectively, in capital assets on account
At December 31, 2014 and 2013, the Sewer fund purchased $0 and $1,500 respectively, in capital assets on account
At December 31, 2014 and 2013, the Storm Water fund purchased $4,083 and $0, respectively, in capital assets on account

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

City of Gahanna, Ohio
Statement of Fiduciary Assets and Liabilities
December 31, 2014

	Agency
Assets	
Equity in Pooled Cash & Investments	$ 870,724
Cash in Segregated Accounts	74,844
Accounts Receivable	479,130
Total Assets	$ 1,424,698
Liabilities	
Contracts payable	161,819
Intergovernmental Payable	51,085
Deposits Held & Due to Others	1,211,794
Total Liabilities	$ 1,424,698

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

NOTE 1 – DESCRIPTION OF THE CITY AND REPORTING ENTITY

The City of Gahanna (the "City") is a home rule municipal corporation established under the laws of the State of Ohio which operates under its own Charter. The current Charter, which provides for a Mayor-Council form of government, was adopted by the electorate June 27, 1961, was completely renumbered by the Clerk of Council in January, 1992 and was amended as part of the Charter review process in 2011.

Reporting Entity

The reporting entity has been defined in accordance with GASB Statement No. 14, "The Financial Reporting Entity" as amended by GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units" and GASB Statement No. 61 "The Financial Reporting Entity: Omnibus". A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds, departments and activities which are not legally separate from the City. They comprise the City's legal entity which provides various services including public safety, street maintenance, parks and recreation, senior services, and engineering. The City of Gahanna is also responsible for the construction, maintenance, and repairs associated with the water and sewer lines. The City purchases water and sewer treatment services from the City of Columbus. Council and the Mayor have direct responsibility for these activities.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; or (3) the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the organization's budget, the issuance of its debt or the levying of its taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the City and the organization is such that exclusion by the City would render the City's financial statements incomplete or misleading. Based upon these criteria, the City has no component units.

The City appoints the Board members of the Community Improvement Corporation (CIC) of Gahanna, but the City's accountability for the CIC does not extend beyond making the appointments. The CIC of Gahanna was formed in 1965 to advance, encourage and promote the industrial, economic, commercial and civic development of Gahanna and the territory surrounding Gahanna.

The City in conjunction with the Gahanna Area Chamber of Commerce, Olde Gahanna Community Partnership, Gahanna Jefferson Public Schools, Hospitality Advisory Committee and general managers or owner designees of all hotels/motels operating within the City of Gahanna have created the Gahanna Convention and Visitors Bureau (CVB). The Board of Directors is composed of four City representatives, one representative from each of the other groups and eight additional at large members elected by the preceding for a total of seventeen members on the Board of Directors. The Gahanna CVB was formed in 2008 for the purpose of marketing Gahanna as a visitor destination; planning promoting and executing public events; preparing and distributing promotional items about Gahanna's public activities and spaces. The City has no equity interest in the Gahanna CVB.

The City is a member of the Central Ohio Health Care Consortium (the "Pool"), a risk sharing pool which provides health insurance (See Note 17). The City participates in a joint operation with the Gahanna Jefferson Public School District. These organizations jointly operate a maintenance facility (See Note 18). The City is a member of the Regional Income Tax Agency (RITA) a jointly governed organization established to administer and collect municipal income taxes (See Note 19).

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Basis of Presentation

The City's Basic Financial Statements consist of Government-wide Statements, including a Statement of Net Position, Statement of Activities and Fund Financial Statements which provide a more detailed level of financial information.

Government-wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the City as a whole. These statements include the financial activities of the primary government, except for Fiduciary Funds. The statements distinguish between those activities of the City that are governmental in nature and those that are considered business-type activities.

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

Fund Financial Statements

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

B. Fund Accounting

The City uses funds to maintain its financial records during the year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain City functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds utilized by the City: Governmental, Proprietary and Fiduciary.

Governmental Funds

Governmental Funds are those through which most governmental functions are financed. Governmental Fund reporting focuses on the sources, uses and balances of current financial resources. Expendable

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

assets are assigned to the various Governmental Funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between Governmental Fund Assets plus Deferred Outflows of Resources and Liabilities plus Deferred Inflows of Resources is reported as Fund Balance. The following are the City's major Governmental Funds:

General Fund – The General Fund is used to account for and report all financial resources not accounted for and reported in another fund. The General Fund Balance is available for any purpose provided it is expended or transferred according to the general laws of Ohio.

Tax Increment Equivalent Fund – This fund accounts for annual service payments in lieu of taxes related to Tax Increment Financing (TIF) projects within the City. The payments are distributed to the City by the County Treasurer. The payments are restricted for infrastructure in the City and other activities set forth in the individual TIF agreements.

Capital Improvement Fund – This fund accounts for resources and expenditures restricted for acquiring, purchasing, improving and/or constructing permanent improvements within the City.

Other Governmental Funds of the City are used to account for (a) financial resources that are restricted, committed, or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets; (b) specific revenue sources that are restricted, committed or assigned to an expenditure for specific purposes other than debt service or capital projects; and (c) financial resources that are restricted, committed or assigned to expenditures for principal and interest.

Proprietary Funds

Proprietary Funds focus on the determination of operating income, changes in net position, and cash flows. The City's Proprietary Funds are Enterprise Funds and the Internal Service Fund.

Enterprise Funds – Enterprise Funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the City's major Enterprise Funds:

Water Fund – This fund is used to account for the provision of water service to the residents and businesses within the City including capital maintenance and improvements.

Sewer Fund – This fund is used to account for the provision of sanitary sewer service to the residents and businesses within the City including capital maintenance and improvements.

Storm Water Fund – This fund is used to account for charges assessed to residents and businesses of the City for the improvement of the storm water system.

Internal Service Fund – The Internal Service Fund is used to account for the financing of goods or services provided by one department or agency or other departments or agencies of the City, or to other governments, on a cost-reimbursement basis. The only Internal Service Fund of the City accounts for interfund charges and claims payments applicable to the City's self-insurance program for workers' compensation.

Fiduciary Funds

Fiduciary Fund reporting focuses on net position and changes in net position. The Fiduciary Fund category is split into four classifications: Pension Trust Funds, Investment Trust Funds, Private-purpose Trust Funds,

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

and Agency Funds. The three types of trust funds should be used to report resources held and administered by the City when it is acting in a fiduciary capacity for individuals, private organizations, or other governments. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City has six Agency Funds which are used to account for money held for other governments, compliance with building codes, senior center programs, veterans' memorial, refuse collection and the distribution of mayor's court fines.

C. Measurement Focus

Government-wide Financial Statements

The Government-wide Financial Statements are prepared using the economic resources measurement focus. All assets, deferred outflows of resources, liabilities and deferred inflows of resources associated with the operation of the City are included on the Statement of Net Position. The Statement of Activities presents increases (e.g., revenues) and decreases (e.g, expenses) in total net position.

Fund Financial Statements

All Governmental Funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets, deferred outflows of resources, current liabilities and deferred inflows of resources generally are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the Governmental Activities of the Government-wide Financial Statements are prepared. The Governmental Fund Financial Statements therefore include reconciliations with brief explanations to better identify the relationship between the Government-wide Statements and the Statements for Governmental Funds.

Like the Government-wide Statements, all Enterprise Funds are accounted for using a flow of economic resources measurement focus. All assets, all deferred outflows of resources, all liabilities and all deferred inflows of resources associated with the operation of these funds are included on the Statement of Fund Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (e.g., revenues) and decreases (e.g., expenses) in total Net Position. The Statement of Cash Flows provides information about how the City finances and meets the cash flow needs of its Enterprise Activities.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide Financial Statements are prepared using the accrual basis of accounting; Enterprise and Agency Funds also use the accrual basis of accounting. Governmental Funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows and outflows of resources, and in the presentation of expenses versus expenditures.

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

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Non-exchange transactions, in which the City receives value without directly giving equal value in return, includes income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income tax is recognized in the year in which the income is earned. Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 6). Revenue from grants, entitlements and donations are recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Deferred Inflows and Outflows of Resources

Deferred inflows and outflows of resources are defined by GASB Concepts Statement No. 4 and GASB Statements No. 63 and 65 requiring a reclassification of items previously reported as assets and liabilities as deferred outflows or inflows of resources. A deferred outflow of resources represents a consumption of net position that applies to future periods and will not be recognized as an expense/expenditure until then. The deferred charge on refunding, which results from the difference in the carrying value of the refunded debt and its reacquisition price, has been recorded as a deferred outflow of resources.

A deferred inflow of resources represents an acquisition of net position that applies to future periods and will not be recognized as revenue until that time. Property taxes and revenue in lieu of taxes for which there is an enforceable legal claim as of December 31, 2014, but which were levied to finance year 2015 operations, and lease revenues received in advance of the fiscal year for which they were intended to finance, have been recorded as a deferred inflow of resources on the Governmental-wide Statement of Net Position and Governmental Funds Balance Sheet. In addition, the Governmental Funds Balance Sheet also includes receivables not collected within the available period as deferred inflows of resources, such as, income taxes, delinquent property taxes, grants and entitlements and other accounts receivable.

Expenses/Expenditures
On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of Governmental Fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in Governmental Funds.

E. Budgets and Budgetary Accounting

All funds, other than Agency Funds, are legally required to be budgeted and appropriated. The major documents prepared are the Tax Budget, the Certificate of Estimated Resources, and the Appropriation Ordinance, all of which are prepared on the budgetary basis of accounting. The Tax Budget demonstrates a need for existing or increased tax rates. The Certificate of Estimated Resources establishes a limit on the amount Council may appropriate. The Appropriation Ordinance is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of control has been established by Council at the fund, function and object level for all funds.

The Certificate of Estimated Resources may be amended during the year if projected increases or decreases in revenue are identified by the City. The amounts reported as the original budgeted amounts on the Budgetary Statements reflect the amounts on the Certificate of Estimated Resources when the original appropriations were adopted. The amounts reported as final budgeted amounts represent estimates from the amended certificate in effect at the time final appropriations were passed by Council.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

The Appropriation Ordinance is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first Appropriation Ordinance intended to cover the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by Council during the year, including all supplemental appropriations.

F. Cash and Cash Equivalents

To improve cash management, cash received by the City is pooled. Individual fund integrity is maintained through the City's records. Interest in the pool is presented as "Equity in Pooled Cash & Investments" on the Financial Statements. The City has permissive motor vehicle license monies which are held by the Franklin County Engineer and are distributed to the City for approved projects. The balance in this account is presented as "Cash with Fiscal Agent". The Mayor's Court has its own checking account for the collection and distribution of court fines and forfeitures and is presented on the Fiduciary Statement of Assets and Liabilities – Agency Funds as "Cash in Segregated Accounts".

During the year, investments were limited to government and government sponsored entity bonds such as Federal Farm Credit Bank (FFCB) bonds, Federal Home Loan Bank (FHLB) bonds, Federal National Mortgage Association (FNMA) and Federal Home Loan Mortgage Credit (FHLMC) bonds. The City also invested in U.S. government money market mutual funds, negotiable certificates of deposit and STAR Ohio. All investments are reported at fair value which is based on quoted market prices. Mutual funds are reported at fair value which is determined by the mutual fund's current shares price.

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

Investment income is distributed to the funds according to Ohio constitutional and statutory requirements. Investment income credited to the general fund during 2014 amounted to $592,496.

For purposes of the Statement of Cash Flows, investments with an original maturity of three months or less are considered to be cash equivalents. In addition, all cash and investments of the cash management pool are considered to be cash equivalents because they are sufficiently liquid to permit withdrawal by the Proprietary Funds on demand. Investments with maturities greater than three months that are not part of the cash management pool are not considered to be cash equivalents.

G. Materials and Supplies Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventory consists of expendable supplies held for consumption. On the Fund Financial Statements, reported materials and supplies inventory is equally offset by a nonspendable fund balance which indicates that it does not constitute available spendable resources even though it is a component of net current assets.

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2014, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

time of the purchase and an expenditure is reported in the year in which services are consumed. At year end, because payments are not available to finance future Governmental Fund expenditures, a nonspendable fund balance is recorded by an amount equal to the carrying value of the asset on the Fund Financial Statements.

I. Capital Assets

General capital assets are those capital assets that are associated with Governmental Activities. These assets generally result from expenditures in Governmental Funds. These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Position, but are not reported in the Fund Financial Statements. Capital assets used by the Enterprise Funds are reported in both the Business-type Activities column of the Government-wide Statement of Net Position and in the respective funds.

Capital assets are capitalized at cost (or estimated historical cost, which is determined by indexing the current replacement cost back to the year of acquisition) and updated for additions and reductions during the year. Donated capital assets are recorded at their fair market values on the date donated. The City maintains a capitalization threshold of five thousand dollars. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed.

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

Descriptions	Estimated Life
Buildings	50 years
Improvements other than buildings	20 years
Machinery and equipment	
Machinery and equipment	5-30 years
Furniture and fixtures	20 years
Computers	5 years
Vehicles	5-8 years
Infrastructure	
Bridges and culverts	50 years
Sidewalks	20 years
Street lighting	15 years
Traffic control lighting	10 years
Alleys, fiber optics, etc.	20-65 years
Storm sewer lines	65 years
Sewer and water lines	65 years
Miscellaneous water and sewer infrastructure	25-65 years

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

During 2014 the City elected the modified approach for road infrastructure. Under the modified approach infrastructure assets that meet the following criteria are not depreciated.

1. The infrastructure assets are maintained by the City in an asset inventory system.

2. The City performs a condition assessment of the infrastructure assets using a rating methodology general accepted in the industry that considers all relevant factors affecting the overall condition and results in an overall single rating for each element (road segment) being considered.

3. The City estimates each year the annual budget requirements to maintain and preserve the infrastructure assets at a minimum condition level.

The City performs a condition assessment of all roads annually to determine that the roads are being maintained at approximately the condition level established by the City in accordance with the condition assessment policy. Costs for maintenance and preservation of the roads are expensed in the period incurred. Additions and improvements are capitalized.

J. Compensated Absences

Vacation benefits and compensatory time are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for all accumulated unused vacation time and compensatory time when earned for all employees after six months of service. Compensatory time is accumulated by employees at the applicable overtime rate for each hour of overtime worked. City employees may carry over vacation and compensatory time in accordance with employment contracts or ordinances.

Sick leave benefits are accrued as a liability using the termination method. An accrual for earned sick leave is made to the extent it is probable that benefits will result in termination payments. The liability is an estimate based on the City's past experience of making termination payments.

K. Accrued Liabilities And Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the Government-wide Financial Statements. All payables, accrued liabilities, and long-term obligations payable from the Enterprise Funds are reported on the Enterprise Funds Financial Statements.

In general, Governmental Fund payables and accrued liabilities are reported, once incurred, as obligations of the funds, if they are paid in a timely manner and in full from current financial resources. However, compensated absences that will be paid from Governmental Funds are reported as liabilities on the Fund Financial Statements only to the extent that they are due for payment during the current year. Long-term bonds, loans and capital leases are recognized on the Governmental Fund Financial Statements when due.

L. Unamortized Bond Premiums

Premiums for Government-wide Statements and Enterprise Fund Statements are deferred and amortized over the term of the bonds using the straight-line method since the results are not significantly different from the effective interest method. Bond premiums are presented as an increase to the face amount of the bonds payable.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

M. Deferred Charge on Refunding

On the Government-wide Financial Statements and Enterprise Fund Statements, the difference between the reacquisition price (funds required to refund the old debt) and the net carrying amount of the old debt is the deferred charge on refunding and is reported as a deferred outflow. The amount is amortized as a component of interest expense on a straight line basis, since the results are not significantly different from the effective interest rate method, over the shorter life of the new debt or old debt.

N. Fund Balance

Fund balance is divided into five classifications based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the Governmental Funds. The classifications are as follows:

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form or are legally required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash.

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

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

Assigned - Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In Governmental Funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by policies of City Council, which includes giving the Finance Director the authority to constrain monies for intended purposes.

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

The City applies restricted resources first when expenditures are incurred for purposes for which restricted and unrestricted (committed, assigned, and unassigned) fund balance is available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

O. Budget Stabilization/General Fund Balance Reserve

During 2014 the City updated the emergency reserve policy. The policy updated the level of funding, established conditions for use, how the reserve would be allocated and replenished, mechanics and reporting. Under this policy, the General Fund is required to maintain a fund balance emergency reserve of 25% of planned General Fund operating expenditures and shall be communicated to City Council during the appropriations process. Formal action of City Council is required to use the reserve. As of December 31, 2014, the amount of the reserve was $6,400,000. This amount is included in the committed fund balance of the General Fund.

P. Internal Activity

Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Interfund services provided and used are not eliminated on the Statement of Activities. Transfers between Governmental and Business-type Activities on the Government-wide Financial Statements are reported in the same manner as general revenues.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in Governmental Funds and after nonoperating revenues/expenses in Enterprise Funds. Interfund transfers are eliminated on the Entity-wide Statement of Activities.

Q. Due to/from other funds & Interfund Loans Payable/Receivable

On Fund Financial Statements, outstanding interfund loans are reported as “Interfund Loans Receivable” and “Interfund Loans Payable.” Unpaid amounts for interfund services are reported as “Due to Other Funds” and “Due from Other Funds”. Interfund balances are eliminated on the Government-wide Statement of Net Position except for any net residual amounts due between Governmental and Business-type Activities, which are presented as “Internal Balances.” The City had no interfund loans at December 31, 2014.

R. Net Position

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

The City applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available. The Government-wide Statement of Net Position reports $12,389,607 of restricted net position, none of which is restricted by enabling legislation.

S. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the Enterprise Funds. For the City, these revenues are charges for services for water, sewer and storm water utility services. Operating expenses are the necessary costs incurred to provide the service that is the primary activity of the fund. Revenues and expenses that do not meet these definitions are reported as non-operating.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

T. Contributions of Capital

Contributions of capital in Governmental Activities and Proprietary Fund Financial Statements arise from outside contributions of capital assets, transfers of capital assets between Governmental and Proprietary Funds, or from grants or outside contributions of resources restricted to capital acquisition and construction.

U. Estimates

The preparation of Financial Statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

NOTE 3 – BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance on the basis of Generally Accepted Accounting Principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements.

The Statement of Revenue, Expenditures and Changes in Fund Balance - Budget and Actual (non-GAAP Budgetary Basis) presented for the General Fund and the Tax Increment Equivalent Fund are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

(a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);

(b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);

(c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to assigned or committed fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis);

(d) Advances-in and advances-out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis);

(e) Investments are reported at fair value (GAAP basis) rather than cost (budget basis); and,

(f) Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements (as reported in the Fund Financial Statements) to the Budgetary Basis Statements for all Governmental Funds for which a Budgetary Basis Statement is presented:

NOTE 3 – BUDGETARY BASIS OF ACCOUNTING *(continued)*

Net Change in Fund Balance

	General	Tax Incremental Equivalent
Budget basis	$ (1,145,181)	$ (266,223)
Net adjustment for revenue accruals	342,082	-
Net adjustment for expenditure accruals	191,752	1,669
Net adjustment for other sources/(uses)	1,125	-
Funds budgeted elsewhere	(177,480)	-
Adjustment for Encumbrances	3,257,556	-
GAAP basis	$ 2,469,854	$ (264,554)

Certain funds that are legally budgeted in separate Special Revenue Funds are considered part of the General Fund on a GAAP basis. This includes the Law Enforcement Trust Fund, the Police Duty Weapon Fund, the Vending Machine Fund, Reserve for Sick/Vacation Fund and Unclaimed Monies Fund.

NOTE 4 - DEPOSITS AND INVESTMENTS

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

Active deposits are public deposits necessary to meet current demands on the treasury. Such monies must be maintained either as cash in the City Treasury, in commercial accounts payable or withdrawable on demand, or in money market deposit accounts.

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

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

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States;

2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;

NOTE 4 – DEPOSITS AND INVESTMENTS *(continued)*

4. Bonds and other obligations of the State of Ohio;

5. The State Treasurer's investment pool (STAR Ohio and STAR Plus). Any other investment pools operating in Ohio and available exclusively to public fund agencies of Ohio. The instruments of these pools must have the full faith and credit backing of the United States or be fully collateralized or insured;

6. Bonds and other obligations of any legally constituted taxing subdivision of the State of Ohio, such as but not limited to, counties, municipal corporations and school districts. At the time of investment the entity must not be in default of payment for any outstanding obligations and the securities must be general obligation backed by the full faith and credit of the government entity issuing the bonds rated at least second highest by any nationally recognized rating agency;

7. Commercial paper issued by companies incorporated under the laws of the United States and which are rated at the time of purchase in the single highest classification by two nationally recognized rating agencies;

8. Bankers acceptances which are eligible for purchase by the Federal Reserve System which are issued by institutions ranked nationally as one of the top fifty in asset and deposit size within the industry;

9. Corporate bonds or medium term notes issued by corporations incorporated under the laws of the United States and operating within the United States with assets in excess of $500 million and rated at least second highest by at least two nationally recognized rating agencies at the time of purchase.

10. Money market funds consisting of investments described herein;

11. Any other investments not listed herein but that are otherwise eligible under Chapter 135 of the Ohio Revised Code.

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

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

Cash with Fiscal Agent: At year end, the City had $271,011 on deposit with the Franklin County Treasurer. The data regarding insurance and collateralization can be obtained from the Franklin County Comprehensive Annual Financial Report for the year ended December 31, 2014. This amount is not included in the City's depository balance below.

NOTE 4 – DEPOSITS AND INVESTMENTS *(continued)*
Cash in Segregated Accounts: At year end, the City had $74,844 deposited with a financial institution for monies related to the Mayor's Court Agency Fund. This amount is included in the City's depository balance below.

Deposits with Financial Institutions

At December 31, 2014, the carrying amount of all City deposits was $897,578, which excludes $3,275 of petty cash on hand. The bank balance of all City deposits was $1,571,114 of which $318,468 was covered by FDIC insurance and $1,252,646 was uninsured. Of the remaining uninsured bank balance, all was collateralized with securities held by the pledging institution's trust department, not in the City's name.

Investments

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

Investment type	Fair Value	1 Year or Less	1 to 2 Years	2 to 3 Years	Greater Than 3 Years
Government & Government Sponsored Entity Bonds					
FFCB	$ 6,213,115	$ -	$ 1,991,470	$ 1,488,265	$ 2,733,380
FHLB	15,981,952	-	-	992,000	14,989,952
FHLMC	9,934,855	-	3,989,280	2,481,915	3,463,660
FNMA	3,487,950	-	996,210	1,498,380	993,360
US Treasury Notes	2,987,890	-	1,991,720	996,170	-
Other Investments					
Negotiable CD's	8,371,549	3,162,459	3,515,663	1,448,010	245,417
U.S. Government Money Market	2,831,346	2,831,346	-	-	-
STAR Ohio	106,018	106,018	-	-	-
Total	$ 49,914,675	$ 6,099,823	$ 12,484,343	$ 8,904,740	$ 22,425,769

The weighted average length to maturity of the investments is 2.67 years.
Interest Rate Risk: As a means of limiting its exposure to fair value losses caused by rising interest rates, the City's investment policy requires that, to the extent possible, investments will match anticipated cash flow requirements. No investment shall be made unless the Director of Finance, at the time of making the investment, reasonably expects it can be held to its maturity. Unless matched to a specific obligation or debt of the City, the City will not directly invest in securities maturing more than five years from the date of investment.

Credit Risk: The City's investments in government and government sponsored entity bonds carry a rating of Aaa by Moody's and AA+ by Standard and Poor's. STAROhio and the U.S. government money market mutual funds carry a rating of AAAm by Standard and Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service.

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires all security transactions, including collateral for repurchase agreements, are entered into on a delivery-versus-payment basis. Should an independent third party custodian be used to hold securities the City's investment policy requires security transactions be evidenced by safekeeping receipts and that there be a written custodial agreement. Currently the City is not exposed to custodial credit risk as all investments are purchased on a delivery versus payment basis and are in the City's name.

NOTE 4 – DEPOSITS AND INVESTMENTS *(continued)*

Concentration of Credit Risk: The City's investment policy addresses concentration of credit risk by requiring investments to be diversified to reduce the risk of loss resulting from over concentration of assets in a specific issue or specific class of securities. 100% may be invested in US Treasury Obligations, US Agency Securities, STAR Ohio or Other Ohio Investment Pools; up to 40% in Certificates of Deposit; up to 25% in Commercial Paper, Bankers Acceptance, Repurchase Agreements or State and Local Government Securities; up to 15% in Corporate Bonds or Money Market Funds. In regard to Local Government Securities and Corporate Bonds no more than 5% of the City's investment portfolio may be invested in any one single issuer.

The following table includes the percentage of each investment type held by the City at December 31, 2014:

Investment type	Fair Value	% of Total
Government & Government Sponsored Entity Bonds		
FFCB	$ 6,213,115	12.45%
FHLB	15,981,952	32.02%
FHLMC	9,934,855	19.90%
FNMA	3,487,950	6.99%
US Treasury Notes	2,987,890	5.99%
Total US Securities & Obligations	38,605,762	77.35%
Other Investments		
Negotiable CD's	8,371,549	16.77%
U.S. Government money market	2,831,346	5.67%
STAR Ohio	106,018	0.21%
Total	$ 49,914,675	100%

NOTE 5 – MUNICIPAL INCOME TAX

The City levies and collects an income tax of one and one-half percent on all income earned within the City as well as on incomes of residents earned outside the City. In the latter case, the City allows a credit of eighty-three and one-third percent of the tax paid to another municipality up to one and one half percent. In no instance shall the credit exceed the amount levied by the City. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City monthly. Corporations and other individual taxpayers are also required to pay their estimated tax at least quarterly and file a final return annually. All proceeds go to the General Fund. The City has entered into an agreement with the Regional Income Tax Authority (RITA) for income tax administration (see Note 19)

NOTE 6 – PROPERTY TAX

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

NOTE 6 – PROPERTY TAX *(continued)*

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

The County Treasurer collects property taxes on behalf of all taxing districts in the County, including the City of Gahanna. The County Treasurer periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real property taxes, public utility taxes, and outstanding delinquencies which are measurable as of December 31, 2014 and for which there is an enforceable legal claim. In the Governmental Funds and Governmental Activities, the current portion receivable has been offset by a deferred inflow of resources since current taxes were not levied to finance 2014 operations. The collection of delinquent taxes has been recorded as a receivable and revenue on the accrual basis and a deferred inflow of resources on the modified basis.

The full tax rate for all City operations for the year ended December 31, 2014 was $2.40 per $1,000 of assessed value. The assessed values of real and public utility upon which 2014 property tax receipts were based are as follows:

Real property	
Residential/agricultural	$ 712,345,700
Commercial/industrial	179,997,470
Public utility	
Real	78,010
Personal	10,344,730
Total assessed value	$ 902,765,910

NOTE 7 – RECEIVABLES

Receivables at December 31, 2014, are considered fully collectible and will be received within one year with the exception of property taxes and income taxes. Property and income taxes, although ultimately collectible, include some portion of delinquents that will not be collected within one year. Water, sewer, and storm water charges receivable which, if delinquent, may be certified and collected as a special assessment, are subject to foreclosure for nonpayment.

NOTE 8 – CAPITAL ASSETS

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

	Restated Balance 12/31/2013	Additions	Deletions	Balance 12/31/2014
Governmental Activities				
Non-depreciable Capital Assets				
Land & Land Improvements	$ 27,608,757	$ -	$ -	$ 27,608,757
Right of Way Easements	6,278,402	17,109	-	6,295,511
Infrastructure	69,190,055	633,399	-	69,823,454
Construction in Progress	1,056,271	206,634	(144,669)	1,118,236
Total Non-depreciable Capital Assets	104,133,485	857,142	(144,669)	104,845,958
Depreciable Capital Assets				
Buildings	24,586,934	78,915	-	24,665,849
Improvements Other Than Buildings	16,166,136	-	-	16,166,136
Machinery & Equipment	4,075,483	298,024	(15,000)	4,358,507
Vehicles	3,008,129	687,392	(374,823)	3,320,698
Infrastructure	12,744,048	51,359	-	12,795,407
Total Depreciable Capital Assets	60,580,730	1,115,690	(389,823)	61,306,597
Less: Accumulated Depreciation				
Buildings	(4,755,161)	(493,042)	-	(5,248,203)
Improvements Other Than Buildings	(6,583,409)	(775,945)	-	(7,359,354)
Machinery & Equipment	(2,132,278)	(338,892)	15,000	(2,456,170)
Vehicles	(1,916,608)	(308,986)	374,823	(1,850,771)
Infrastructure:	(8,962,246)	(428,303)	-	(9,390,549)
Total Accumulated Depreciation	(24,349,702)	(2,345,168)	389,823	(26,305,047)
Governmental Activities Capital Assets, Net	$ 140,364,513	$ (372,336)	$ (144,669)	$ 139,847,508

Depreciation expense was charged to governmental programs as follows:

General Government	$ 870,448
Security of Persons & Property	291,235
Community Environment	474,708
Leisure Time Activties	630,754
Transportation	78,023
Total Depreciation Expense	$ 2,345,168

NOTE 8 – CAPITAL ASSETS *(continued)*

	Restated Balance 12/31/2013	Additions	Deletions	Balance 12/31/2014
Business-type Activities				
Non-depreciable Capital Assets				
Land & Land Improvements	$ 208,762	$ -	$ -	$ 208,762
Right of Ways	-	12,665	-	12,665
Construction in Progress	143,777	1,583,600	-	1,727,377
Total Non-depreciable Capital Assets	352,539	1,596,265	-	1,948,804
Depreciable Capital Assets				
Buildings	2,044,403	-	-	2,044,403
Machinery & Equipment	234,886	7,450	-	242,336
Vehicles	692,461	24,519	-	716,980
Infrastructure				
Storm Sewer Lines	22,226,437	-	-	22,226,437
Water Lines & Other	37,321,208	-	-	37,321,208
Sewer Lines & Other	22,247,421	-	-	22,247,421
Total Depreciable Capital Assets	84,766,816	31,969	-	84,798,785
Less: Accumulated Depreciation				
Buildings	(891,597)	(40,887)	-	(932,484)
Machinery & Equipment	(129,021)	(15,001)	-	(144,022)
Vehicles	(573,478)	(58,100)	-	(631,578)
Infrastructure				
Storm Sewer Lines	(7,850,499)	(341,946)	-	(8,192,445)
Water Lines & Other	(14,330,398)	(574,173)	-	(14,904,571)
Sewer Lines & Other	(10,613,314)	(342,268)	-	(10,955,582)
Total Accumulated Depreciation	(34,388,307)	(1,372,375)	-	(35,760,682)
Business-type Activities Capital Assets, Net	$ 50,731,048	$ 255,859	$ -	$ 50,986,907

Depreciation expense was charged to the enterprise funds as follows:

Water	$ 640,037
Sewer	383,754
Storm Water	348,584
Total Depreciation Expense	$ 1,372,375

NOTE 9 – DEFINED BENEFIT PENSION PLANS

A. Ohio Public Employees Retirement System

Plan Description - The City participates in the Ohio Public Employees Retirement System (OPERS) for all employees except those enrolled in the Ohio Police and Fire Pension Plan. OPERS administer 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 in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan. Under the Combined Plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the Traditional Pension Plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the Member-Directed Plan. While members in the State and local divisions may participate in all three plans, law enforcement (generally sheriffs, deputy sheriffs and township police) and public safety divisions exist only within the Traditional Pension Plan. The City does not currently have any employees enrolled in the law enforcement and public safety divisions.

OPERS provides retirement, disability, survivor and death benefits and annual cost of living adjustments to members of the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report which may be obtained by visiting https://www.opers.org/investments/cafr.shtml, writing to OPERS, Attention: Finance Director, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

Funding Policy - The Ohio Revised Code provides statutory authority for member and employer contributions. For 2014, member contribution rates were consistent across all three plans. The 2014 member contribution rates were 10.00% for members in State and local classifications. The City's contribution rate for 2014 was 14.00% of covered payroll. If the City had employees in the law enforcement or public safety divisions, members would have contributed 12.00% and 13.00% for the public safety and law enforcement members respectively and the City's contribution rate would have been 18.10% of covered payroll for. Of the employer contribution rates, 2% for the Traditional Plan and Combined Plan were allocated to post employment health care benefits.

The City's contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2014, 2013, and 2012 were $739,983, $831,396, and $634,655, respectively; which represent 100% of the required pension obligations for 2014, 2013 and 2012. Contributions to the Member-Directed Plan for 2014 were $71,759 made by the City and $51,256 made by the plan members.

B. Ohio Police and Fire Pension Fund

Plan Description - The City contributes to the Ohio Police and Fire Pension Fund (OP&F) for all sworn police officers of the City, a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to the OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy - Plan members were required to contribute 10.75% of their annual covered salary from January 1, 2014 to July 1, 2014 and 11.5% thereafter. The City is required to contribute 19.50% for police officers. If the City had firefighters, the member would contribute 10.75% from January 1, 2014 to

NOTE 9 – DEFINED BENEFIT PENSION PLANS*(continued)*

July 1, 2014 and 11.5% thereafter, and the City would contribute 24.00%. Contribution rates are established by State statute. For 2014, the portion of the City's contributions to fund pension obligations was 19% for police officers. If the City had firefighters, 23.5% would be the portion of the City's contributions to fund pension obligations. The City's contributions for pension obligations to OP&F for police officers for December 31, 2014, 2013 and 2012 were $884,263, $728,583, and $597,951 respectively; which represent 100% of the required pension obligations for 2014, 2013 and 2012.

NOTE 10 - POSTRETIREMENT BENEFIT PLANS

A. Ohio Public Employees Retirement System

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

To qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have ten years or more of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The Ohio Revised Code permits, but does not mandate, OPERS to provide OPEB benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code. Disclosures for the healthcare plan are presented separately in the OPERS financial report which may be obtained by visiting www.opers.org/investments/cafr.shtml, writing to OPERS, Attention: Finance Director, 277 E. Town St., Columbus, OH 43215-4642 or by calling (614) 222-5601 or (800) 222-7377.

Funding Policy - The post-employment healthcare plan was established under, and is administered in accordance with, Internal Revenue Code Section 401(h). State statute requires that public employers fund post-employment healthcare through contributions to OPERS. A portion of each employer's contribution to the Traditional or Combined Plans is set aside for the funding of post-employment health care. Active members do not make contributions to the post-employment healthcare plan. Employer contribution rates are expressed as a percentage of the covered payroll of active employees. In 2014, local government employers contributed 14.00% of covered payroll (18.10% for public safety and law enforcement). Each year the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for the funding of the postemployment health care benefits. The portion of employer contributions allocated to fund post-employment healthcare for members in the Traditional and Combined Plans for 2014 was 2.00%.

The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2014, 2013, and 2012 were $123,273, $63,926, and $258,858, respectively; which represent 100% of the required obligations for 2014, 2013 and 2012.

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

NOTE 10 - POSTRETIREMENT BENEFIT PLANS *(continued)*

B. Ohio Police and Fire Pension Fund

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

OP&F provides access to post-employment health care coverage to any person who receives or is eligible to receive a monthly service, disability or survivor benefit or is a spouse or eligible dependent of such person.

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

OP&F issues a publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to the OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy - The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F (defined benefit pension plan). Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.50% of covered payroll for police and 24 % if the City had firefighters. The Ohio Revised Code states that the employer contribution may not exceed these percentages for police and fire employer units. Active members do not make contributions to the OPEB Plan.

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan into the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2014, .5% of the employer contributions were allocated to health care. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that the pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

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

The City's contributions to OP&F which were allocated to fund post-employment healthcare benefits for police officers for December 31, 2014, 2013 and 2012 were $23,605, $165,918, and $316,347; which represent 100% of the required obligations for 2013, 2012 and 2011.

NOTE 11 – EMPLOYEE BENEFITS

A. Compensated Absences

Vacation leave is earned bi-weekly at a rate which varies depending upon negotiated agreements or employment ordinances, length of service and standard work week. Current policy allows the unused balance to be accumulated at levels which depend upon negotiated agreements and employment ordinances. City employees are paid for earned, unused vacation leave at the time of termination of employment.

NOTE 11 – EMPLOYEE BENEFITS *(continued)*

Sick leave is earned bi-weekly at variable rates based on negotiated agreements or employment ordinances based on years of service worked and can be accumulated without limit. Each employee with the City is paid, according to contract or ordinance, a portion of their earned unused sick leave upon termination from the City. In lieu of payment, an employee may elect to transfer the full balance or a portion of earned unused sick leave to another governmental agency. In the event that an employee dies as the result of injuries sustained on the job, his or her estate will be paid the total allowable amount of all earned unused sick leave.

City employees working in excess of designated work hours are entitled to either overtime pay or compensatory time according to the Fair Labor Standards Act. Employees may elect to receive compensatory time in lieu of overtime pay. Current policy allows accumulation of compensatory time to levels established by negotiated agreements or employment ordinances and there are no timing restrictions on when accumulated compensatory time must be used. City employees are paid for earned, unused compensatory leave at the time of termination of employment.

All termination benefits are paid from the General Fund. Leave usage is paid from the same fund as the employee's regular wages.

B. Deferred Compensation Plan

Employees of the City may elect to participate in the Ohio Public Employees Deferred Compensation Program or other deferred compensation plans created in accordance with Internal Revenue Code Section 457. Under these programs, employees elect to defer a portion of their pay. Deferred pay and any income earned on it are not subject to Federal and State income taxation until actually received by the employee. The deferred compensation is not available to employees until termination, retirement, death or unforeseen emergency.

C. Health Care Benefits

The City provides health care benefits through the Central Ohio Health Care Consortium (the "Pool"), a risk-sharing pool that provides basic hospital, surgical and prescription drug coverage. See Note 17 for further information. Dental, vision, and life insurance coverage is provided by Delta Dental, Vision Service Plan, and Cigna Insurance Company, respectively. For those employees covered under the labor contract with United Steel, Paper, Forestry, Rubber, Manufacturing, Energy, Allied Industrial and Service Workers International (USW), the City provides health care, dental, and vision insurance coverage through the Steelworker Health and Welfare Plan. Life insurance for employees covered under the labor contract with USW is provided by the Cigna Insurance Company.

NOTE 13 – OUTSTANDING DEBT AND OTHER LONG-TERM OBLIGATIONS

A. Bonded Debt And Other Long-Term Obligations

Bonded debt and other long-term obligations payable activity for fiscal year 2014 follows:

Types / Issues	Balance 12/31/2013	Issued	Retired	Balance 12/31/2014	Due Within One Year
Governmental activities:					
General obligation bonds					
2005 - Creekside Phase II and Morrison Road					
Serial Bonds 3.25% to 5.0%	$ 1,930,300	$ -	$ (455,900)	$ 1,474,400	$ 470,450
Premium on Bonds Issued	191,355	-	(47,839)	143,516	-
2007 - Various Purpose					
Serial Bonds 3.76% to 4.6%	6,890,076	-	(365,777)	6,524,299	375,777
Premium on Bonds Issued	145,234	-	(10,758)	134,476	-
2013 - Refunding Bonds					
Serial Bonds 2% to 3%	4,106,550	-	(72,750)	4,033,800	72,750
Term Bonds 3.5% to 4%	4,499,600	-	-	4,499,600	-
Premium on Bonds Issued	750,606	-	(44,153)	706,453	-
Total general obligations bonds	18,513,721	-	(997,177)	17,516,544	918,977
Other long-term obligations					
2006 - OPWC Loan 0% (CC13G)	334,997	-	(95,714)	239,283	95,714
2009 - OPWC Loan 0% (CC02L)	880,872	-	(51,816)	829,056	51,816
2011 - OPWC Loan 0% (CC16M)	661,612	-	(36,756)	624,856	36,756
Lease Purchase Agreement	417,142	-	(104,286)	312,856	104,286
SIB Loan 3%	3,399,442	-	(1,329,261)	2,070,181	1,369,469
Capital Lease	8,227	-	(3,095)	5,132	3,095
Compensated absences payable	2,102,974	1,120,483	(1,129,895)	2,093,562	825,472
Total other long-term obligations	7,805,266	1,120,483	(2,750,823)	6,174,926	2,486,608
Total governmental activities	$ 26,318,987	$ 1,120,483	$ (3,748,000)	$ 23,691,470	$ 3,405,585

NOTE 13 – OUTSTANDING DEBT AND OTHER LONG-TERM OBLIGATIONS *(continued)*

Types / Issues	Balance 12/31/2013	Issued	Retired	Balance 12/31/2014	Due Within One Year
Business-type activities:					
General obligation bonds					
Water fund					
2007 - Various Purpose					
Serial Bonds 3.76% to 4.6%	$ 272,462	$ -	$ (14,612)	$ 257,850	$ 14,612
Premium on Bonds Issued	5,455	-	(404)	5,051	-
Sewer fund					
2007 - Various Purpose					
Serial Bonds 3.76% to 4.6%	272,462	-	(14,612)	257,850	14,612
Premium on Bonds Issued	5,454	-	(404)	5,050	-
Storm water fund					
2005 - Creekside Phase II and Morrison Road					
Serial Bonds 3.25% to 5.0%	59,700	-	(14,100)	45,600	14,550
2007 - Various Purpose					
Serial Bonds 3.76% to 4.6%	1,550,000	-	(80,000)	1,470,000	85,000
Premium on Bonds Issued	31,335	-	(2,321)	29,014	-
2013 - Refunding Bonds					
Serial Bonds 2% to 3%	108,450	-	(2,250)	106,200	2,250
Term Bonds 3.5% to 4%	65,400	-	-	65,400	-
Premium on Bonds Issued	14,603	-	(859)	13,744	-
Total General Obligations Bonds	2,385,321	-	(129,562)	2,255,759	131,024
Other long-term obligations					
Compensated absences payable	67,749	67,809	(72,015)	63,543	58,442
Total other long-term obligations	67,749	67,809	(72,015)	63,543	58,442
Total business-type activities	$ 2,453,070	$ 67,809	$ (201,577)	$ 2,319,302	$ 189,466

The City's overall voted legal debt margin (the ability to issue additional amounts of general obligation debt) was $79,265,549, with an unvoted debt margin of $49,533,342 at December 31, 2014.

NOTE 13 – OUTSTANDING DEBT AND OTHER LONG-TERM OBLIGATIONS *(continued)*

Annual debt service requirements to maturity for Governmental Activities long-term obligations are:

	Government-Type Activities							
Year Ending	*Serial Bonds*		*Term Bonds*		*OPWC Loan*	*Lease Purchase*	*SIB Loan*	
December 31,	*Principal*	*Interest*	*Principal*	*Interest*	*Principal*	*Principal*	*Principal*	*Interest*
2015	918,977	636,885	-	-	184,286	104,286	1,369,469	59,931
2016	951,658	601,818	-	-	184,286	104,286	700,443	18,781
2017	1,004,039	559,335	-	-	136,429	104,284	268	2,101
2018	1,051,570	514,554	-	-	88,572	-	-	-
2019	1,074,551	483,721	-	-	88,572	-	-	-
2020-2024	4,554,539	1,514,561	1,377,400	350,025	442,861	-	-	-
2025-2029	2,477,166	252,884	2,487,200	369,374	442,861	-	-	-
2030-2031	-	-	635,000	22,225	125,329	-	-	-
Totals	$ 12,032,500	$ 4,563,758	$ 4,499,600	$ 741,624	$ 1,693,196	$ 312,856	$ 2,070,180	$ 80,813

Annual debt service requirements to maturity for Business-type Activities long term obligations are:

	Business-Type Activities					
Year Ending	*Water General Obligation Bonds*		*Sewer General Obligation Bonds*		*Stormwater General Obligation Bonds*	
December 31,	*Principal*	*Interest*	*Principal*	*Interest*	*Principal*	*Interest*
2015	14,611	12,325	14,611	12,325	101,800	80,314
2016	15,471	11,704	15,471	11,704	107,400	76,111
2017	16,331	11,047	16,331	11,047	113,300	71,484
2018	17,190	10,353	17,190	10,353	114,050	66,603
2019	18,050	9,622	18,050	9,622	119,350	62,185
2020-2024	102,280	34,337	102,280	34,337	683,500	227,016
2025-2029	73,917	7,521	73,917	7,521	447,800	47,376
Totals	$ 257,850	$ 96,909	$ 257,850	$ 96,909	$ 1,687,200	$ 631,089

The 2013 term bonds maturing on December 1, 2027 in the amount of $3,310,000 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 of the years and in the respective principal amounts as follows:

Year Ending December 31,	Amount
2023	$695,000
2024	725,000
2025	760,000
2026	555,000
Total	$2,735,000

The remaining principal amount of $575,000 will mature at stated maturity of December 1, 2027.

NOTE 13 – OUTSTANDING DEBT AND OTHER LONG-TERM OBLIGATIONS *(continued)*

The 2013 term bonds maturing on December 1, 2030 in the amount of $1,255,000 are subject to mandatory sinking fund redemption at a redemption price of 100% of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 of the years and in the respective principal amounts as follows:

Year Ending December 31,	Amount
2029	$620,000

The remaining principal amount of $635,000 will mature at stated maturity of December 1, 2030.

B. General Obligation Bonds

During 2005, the City issued $13,700,000 in general obligation bonds to provide funds for the infrastructure improvements of Morrison Road and the construction and improvements of Creekside. $13,401,397 was issued as Governmental Activities general obligation bonds and $298,603 was issued as Enterprise obligation bonds. All are direct obligations and pledge the full faith and credit of the City for repayment. The City obtained a financial guarantee insurance policy from Ambac Assurance Corporation (Ambac) to insure the payment of the principal and interest on the bonds when due. These bonds are 20 year serial bonds with varying amounts of principal maturing each year and a 25 year term bond. Bond payments relating to the Governmental Activities general obligation bonds are paid with property taxes from the Debt Service Fund as well as other non-income tax revenues. Bond payments relating to the Enterprise general obligation bonds are paid from revenues from the operations of the Storm Water system. The 2005 bonds maturing December 1, 2018 through December 31, 2030 were refunded during 2013.

During 2007, the City issued $11,350,000 in general obligation bonds for various purposes including park improvements, street improvements, broadband strategic plan development, infrastructure improvements, and storm water system improvements. $8,683,665 was issued as Governmental Activities general obligation bonds and $2,666,335 was issued as Enterprise obligation bonds. All are direct obligations and pledge the full faith and credit of the City for repayment. The City obtained a financial guarantee insurance policy from MBIA Insurance Corporation (MBIA) to insure the payment of the principal and interest on the bonds when due. These bonds are 20 year serial bonds with varying amounts of principal maturing each year. Bond payments relating to the Governmental Activities general obligation bonds are paid with property taxes from the Debt Service Fund as well as other non-income tax revenues. Bond payments relating to the Enterprise general obligation bonds are paid from revenues from the operations of the Water, Sewer, and Storm Water systems.

During 2013, the City issued $8,975,000 of various purpose refunding bonds to advance refund a portion of the bonds issued during 2005. The refunding resulted in a difference between the reacquisition price and the net carrying amount of the old bonds of $1,133,621. This is reported as a deferred outflow on the Entity-wide and Proprietary Statement of Net Position and is being amortized as interest and fiscal charges on a straight line basis through 2030. The bond proceeds were deposited in an irrevocable trust with an escrow agent and invested in obligations guaranteed as to both principal and interest by the United States Government. The principal and interest earned by the trust will be used to pay the principal and interest of the refunded bonds. The City completed the advance refunding to reduce debt service payments by $1,059,470 over the life of the bonds and to obtain an economic gain of $889,496. As of December 31, 2014 the refunded bonds have an outstanding balance of $8,015,000, not included in the City's outstanding debt since the City has in-substance satisfied its obligations through the advance refunding.

NOTE 13 – OUTSTANDING DEBT AND OTHER LONG-TERM OBLIGATIONS *(continued)*

C. Ohio Public Works Commission (OPWC) Loans

The 2006 OPWC Loan consists of $957,137 borrowed from the Ohio Public Works Commission for the widening of Hamilton Road. The 10 year loan is payable with property taxes from the Debt Service Fund and transfers from the General Fund.

The 2009 OPWC Loan consists of $1,036,320 borrowed from the Ohio Public Works Commission for U.S. Route 62 roadway improvements. The 20 year loan will be paid with property taxes from the Debt Service Fund and transfers from the General Fund.

The 2012 OPWC loan consists of $735,124 borrowed from the Ohio Public Works Commission for U.S. 62 and Stygler Road improvements. The 20 year loan will be paid with property taxes from the Debt Service Fund and transfers from the General Fund.

D. Lease Purchase Agreement

During 2011, the City entered into a lease purchase agreement with the Gahanna Community Improvement Corporation (the CIC) to acquire land. The lease is interest free and the City agrees to make annual payments of $104,286 for a period of seven years to the CIC beginning March 27, 2011. The CIC shall sell and convey the land on or before the eighth year anniversary and shall deliver said deed to the City at the time of closing. The lease will be paid with payments in lieu of taxes from the Tax Increment Equivalent Fund.

E. State Infrastructure Bank (SIB) Loan

During 2011, the City entered into a State Infrastructure Bank (SIB) Loan to assist with the construction of an overpass related to Tech Center Drive. The overpass is owned by the State of Ohio as it passes over Interstate 270. The proceeds of the loan totaled $5,228,017 with an annual interest rate of 3% and final maturity of January 15, 2016. The City has received a pledge of Federal Surface Transportation Program grant funds from the Mid Ohio Regional Planning Commission (MORPC) to pay a significant portion of the loan. MORPC has pledged $5,226,017 for payment of loan principal and $252,469 for payment of 80% of the interest. The amount pledged represents approximately 6.3% of MORPC Federal Surface Transportation projected grant revenues from State Fiscal Year 2013 to 2016 projected to be $86,216,049. During 2014 the City received $1,402,457 from MORPC, $1,328,798 and $73,659 was used to pay the SIB loan principal and interest due respectively.

F. Capital Lease

During 2013, the City entered into a capital lease for a microfilm reader. The lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, *Accounting for Leases,* which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee.

The microfilm reader has been capitalized in the amount of $9,287 on the Statement of Net Position which represents the present value of minimum lease payments at the time of acquisition. A corresponding long term liability was reported on the Statement of Net Position. The following is a schedule of future minimum lease payments which are equivalent to the present value of minimum lease payments:

NOTE 13 – OUTSTANDING DEBT AND OTHER LONG-TERM OBLIGATIONS *(continued)*

Fiscal Year Ending December 31,	Capital Lease Obligation
2015	3,095
2016	2,037
Present Value of Mimimum Lease Payments	$ 5,132

NOTE 14 – CONSTRUCTION COMMITMENTS

The City has entered into various contracts for the construction and acquisition of capital assets. At December 31, 2014, the significant outstanding construction commitment was:

Project	Fund	Amount	Completed	12/31/2014
Taylor Rd Booster Station	Water	2,041,914	988,134	1,053,780

NOTE 15 – RISK MANAGEMENT

A. Property and Liability

The City maintains comprehensive insurance coverage with private carriers for real property, building contents, vehicles, general liability insurance and police professional liability insurance. The City also carries public official's liability insurance. Settlements have not exceeded coverage in any of the last three years. There has not been a significant reduction in coverage from the prior year.

B. Workers' Compensation

During 2011, the City was approved for self-insured status by the Ohio Bureau of Workers' Compensation and administers its own worker's compensation program. The City has established an employee benefits self-insurance internal service fund to account for assets set aside for claim settlements and related liabilities associated with the program. Liabilities of the fund are reported when an employee injury has occurred, it is probably that a claim will be filed under the program and the amount of the claim can be reasonably estimated. For 2013 and 2014 there were no transactions that met this criteria as a result the beginning and ending liability amount for both years is $0. The City utilizes the services of a third party administrator to review, process, and pay employee claims.

NOTE 16 – INTERFUND TRANSFERS

Transfers made during the year ended December 31, 2014, were as follows:

		Transfers To				
		General	Capital Improvement	Nonmajor Governmental	Storm Water	Total
Transfers From	General	$ -	$ 1,635,640	$ 1,463,861	$ 20,000	$ 3,119,501
	Tax Increment Equivalent	500,000	-	180,600	-	680,600
	Nonmajor Governmental	-	-	545,619	-	545,619
	Total	$ 500,000	$ 1,635,640	$ 2,190,080	$ 20,000	$ 4,345,720

Transfers were made to move unrestricted balances to support programs and projects accounted for in other funds. The transfers from the General and Nonmajor Governmental Funds to the Bond Retirement Fund (a Nonmajor Governmental Fund) were made to service annual debt payments.

NOTE 17 – SHARED RISK POOL

On January 1, 1992, the City joined the Central Ohio Health Care Consortium (the "Pool"), a risk-sharing pool, which provides employee health care benefits for all full-time employees who wish to participate in the Pool. The Pool, which commenced business on January 1, 1992, has ten members consisting of various cities, villages and townships who pool risk for basic hospital, surgical and prescription drug coverage. The members originally entered into an irrevocable agreement to remain members of the Pool for a minimum of three years. This agreement was renewed for an additional three years on January 1, 2013. The Pool is governed by a Board of Directors consisting of one director appointed by each member. The Board elects a Chairman, a Vice Chairman, a Treasurer and a Secretary. The Board is responsible for its own financial matters and the Pool maintains its own books of account. Budgeting and financing of the Pool is subject to the approval of the Board. The City has no explicit and measurable equity interest in the Pool. The City has no ongoing financial responsibility other than the three year minimum membership. The City pays monthly contributions to the Pool, which are used to cover claims and administrative costs, purchase excess loss insurance for the Pool and establish adequate reserves.

Each member's contribution rate is established based on the number of employees and officers enrolled in the plan and the prior loss experience of the respective member group. In total, the members' contributions represent 110% of the projected pool costs to allow for adequate funding to establish and maintain an excess reserve for future operational needs. The Pool also entered into an agreement with an independent plan supervisor to oversee the day to day operations of the Pool, such as administration and approval of submitted claims, the payment of operating expenses incurred by the Pool and the preparation of a monthly activity report which is presented to the Board. The funds held by the Pool are maintained in a bank trust account established for the sole purpose and benefit of the Pool operations. Financial information for the Pool can be obtained from Jennifer Teal, Treasurer of the Central Ohio Health Care Consortium, 200 South Hamilton Rd, Gahanna, Ohio 43230. The City's payment to the Pool for insurance coverage was $1,824,473 during 2014.

NOTE 17 – SHARED RISK POOL*(continued)*

The Pool has entered into an agreement for individual and aggregate excess loss coverage with a commercial insurance carrier. The individual excess loss coverage has been structured to indemnify the Pool for medical claims paid for an individual in excess of $175,000 with an unlimited individual lifetime maximum. The aggregate excess loss coverage has been structured to indemnify the Pool for aggregate claims paid in excess of $12,000,255 to a maximum of $1,000,000 annually. In the event that the losses of the Pool in any year exceeds amounts paid to the Pool, together with all stop-loss, reinsurance and other coverage then in effect, then the payment of all uncovered losses shall revert to and be the sole obligation of the political subdivision against which the claim was made. No such loss has occurred in the past five years. In the event that an entity should withdraw from the plan, the withdrawing member is required to either reimburse the Pool for claims paid on its behalf or the member must pay the claims directly.

NOTE 18 – UNDIVIDED INTEREST

On February 21, 1996, a contract was entered into between the Gahanna Jefferson Public School District (the "District") and the City of Gahanna to construct and operate a vehicle maintenance facility and fueling station. During 2012, the City completed the demolition of the fuel station. Based on the terms of the agreement, the entities equally bear the cost related to the construction and maintenance of the facility. In addition, the City received a credit of $93,980 on the construction and maintenance of this facility, representing the fair value of the 4.699 acres of land that the City deeded to the District for this project. The City's undivided interest in this facility is being shown as a capital asset in the Government-wide Financial Statements.

NOTE 19 – JOINTLY GOVERNED ORGANIZATIONS

In 1971, 38 municipalities joined together to organize a Regional Council of Governments (RCOG) under the authority of Chapter 167 of the Ohio Revised Code to administer tax collection and enforcement concerns facing the Cities and Villages. The purpose of the RCOG is to foster cooperation between the municipalities through sharing facilities for their common benefit. This includes the establishment of a central collection facility for the purpose of administering the income tax laws of the various municipal corporations who are members of the RCOG and for the purpose of collecting income taxes on behalf of each member municipality, doing all things allowed by law to accomplish such purpose. The first official act of the RCOG was to form the Regional Income Tax Agency (RITA). Today RITA serves as the income tax collection agency for 214 municipalities throughout the State of Ohio. During 2014, the City paid $349,698, in income tax collection fees to RITA.

NOTE 20 – CONTINGENT LIABILITIES

A. Litigation

July 3, 2012 the City became party to a class action lawsuit concerning the application of the reduced credit on individual income tax forms for residents of the City who work in a different municipality with a higher income tax rate. In most Ohio municipalities, income taxes are levied on the income of residents as well as non-residents who work or provide services within the municipality. The collection of income taxes, for the most part, is performed through the residents' employer as a local income tax withholding based on the tax levied by the municipality where they are employed. Although taxes may be levied on an individual by multiple municipalities, they are only required to file an individual income tax form with the municipality they reside in. Some municipalities provide 100% credit for paying income taxes where a resident works and some municipalities provide a reduced credit. Gahanna provides a reduced credit under City Code Section 161.18(a).

NOTE 20 – CONTINGENT LIABILITIES *(continued)*

At the time of the lawsuit, City Code Section 161.18(a) stated, in summary, that every individual taxpayer who resides in the City but has paid municipal income tax to another municipality shall be allowed a credit of 83-1/3% of the amount so paid to the other municipality to the extent of the tax assessed by this chapter. In no instance shall the allowable credit for tax paid to another municipality exceed the amount of tax imposed by this chapter.

The lawsuit claims that the individual income tax form does not apply the credit in accordance with City Code Section 161.18(a) and therefore the City has collected income taxes not owed to the City and the City has not refunded the overpayment to the residents of the City. The plaintiffs believe that in accordance with City code the credit of 83-1/3% should be applied to the amount paid to another municipality. If the amount of the credit is equal to or in excess of the resident's tax liability to the City, or 1.5% of the residents' income, then no amount is due to the City. However, the individual income tax form applies the 83-1/3% credit to the lesser of 1) the workplace tax paid or 2) the residency tax liability of 1.5% of income.

The City has consistently applied the credit to the lesser of the workplace tax paid or the residency tax liability since the establishment of the reduced credit and does not believe the City's individual income tax form misapplies the credit. Therefore the City has not over collected income taxes due from residents. September 11, 2014 a summary judgement was made in the Franklin County Court of Common Pleas in favor of the plaintiffs concluding that the plaintiffs' interpretation of City Code Section 161.18(a) is correct and the individual income tax form should be amended to reflect the court's ruling or should stop being used. The Court also approved the case to proceed as a class action lawsuit. November 7, 2014 an appeal was filed by the City regarding the Court's summary judgement. As of the May 14, 2015 a decision from the District Court of Appeals has not been made. Should the City's appeal fail, the City may be liable for up to $6.2 million dollars in damages and restitution.

B. Federal And State Grants

For the period January 1, 2014 to December 31, 2014, the City received Federal and State grants for specific purposes that are subject to review and audit by the grantor agencies or their designees. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the City believes such disallowance, if any, would be immaterial.

NOTE 21 – FUND BALANCE

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

NOTE 21 – FUND BALANCE*(continued)*

The constraints placed on fund balance for the Major Governmental Funds and all Other Governmental Funds are presented below:

Fund balance	General	Tax Increment Equivalent	Capital Improvement	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable					
Materials & Supplies Inventory	$ 284,897	$ -	$ -	$ -	$ 284,897
Prepaids	135,934	-	-	5,760	141,694
Unclaimed Monies	30,397	-	-	-	30,397
Total Nonspendable	451,228	-	-	5,760	456,988
Restricted					
Debt Service	-	-	-	1,240,353	1,240,353
Capital Improvements	-	-	4,972,577	-	4,972,577
General Government	-	-	-	1,349,463	1,349,463
Security of Persons & Property	-	-	-	1,101,732	1,101,732
Community Environment	-	2,073,283	-	-	2,073,283
Transporation	-	-	-	793,846	793,846
Total Restricted	-	2,073,283	4,972,577	4,485,394	11,531,254
Committed					
Capital Improvements	-	-	-	432,244	432,244
General Government	6,403,266	-	-	372,787	6,776,053
Sick/Vacation Leave	1,187,426	-	-	-	1,187,426
Leisure Time Activities	-	-	-	10,796	10,796
Transportation	-	-	-	23,527	23,527
Total Committed	7,590,692	-	-	839,354	8,430,046
Assigned					
Capital Improvements	1,239,605	-	-	246	1,239,851
Subsequent Year Appropriations	1,203,640	-	-	-	1,203,640
General Government	511,065	-	-	-	511,065
Security of Persons & Property	82,882	-	-	-	82,882
Community Environment	640,713	-	-	-	640,713
Leisure Time Activities	395,498	-	-	-	395,498
Transportation	178,505	-	-	-	178,505
Total Assigned	4,251,908	-	-	246	4,252,154
Unassigned	10,235,991	-	-	-	10,235,991
Total Fund Balances	$ 22,529,819	$ 2,073,283	$ 4,972,577	$ 5,330,754	$ 34,906,433

NOTE 22 – OTHER COMMITMENTS

The City utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year end may be reported as part of restricted, committed, or assigned classifications of fund balance. At year end, the City's commitments for encumbrances in the Governmental Funds were as follows:

Fund	Year-End Encumbrances
General Fund	$ 3,048,268
Capital Improvement	2,394,060
Other Governmental	158,933
Total	$ 5,601,261

NOTE 23 – CHANGE IN APPLICATION OF ACCOUNTING PRINCIPLES

During 2014 the City elected to apply the modified approach for reporting road infrastructure assets. Under the modified approach the City must have a current inventory of all assets, perform a condition assessment on the infrastructure and maintain the infrastructure at a level as established by City policy. As long as the infrastructure assets meet this criteria they are not required to be depreciated. As part of implementing the modified approach, the City had an asset inventory performed by a third party Asset Works. The results of the inventory and change in road infrastructure reporting resulted in a restatement of beginning net position for Governmental and Business Type-Activities, as well as, the Water, Sewer and Storm Water Proprietary Funds as follows:

	Governmental Activities
Net position, as previously reported	100,647,216
Effect of change in accounting related to asset inventory and infrastructure	52,736,166
Net position, as restated	153,383,382

	Water Fund	Sewer Fund	Storm Water	Business-Type Activities
Net position, as previously reported	30,780,576	24,087,865	11,376,278	66,258,475
Effect of change in accounting related to asset inventory	(311,317)	(3,467,933)	3,728,282	(50,968)
Net position, as restated	30,469,259	20,619,932	15,104,560	66,207,507

NOTE 24 – SUBSEQUENT EVENTS

The City issued $12,715,000 of various purpose bonds on May 21, 2015 to refund a portion of the 2005 and 2007 outstanding bonds and to re-construct one third of the City's Detroit style streets. $5,095,000 in bonds were issued for the Detroit street project. $7,620,000 in bonds were issued to advance refund a portion of the 2005 and 2007 bonds outstanding. The refunding resulted in a difference between the reacquisition price and the net carrying amount of the old bonds of $694,295. The bond proceeds were deposited in an irrevocable trust with an escrow agent and invested in obligations guaranteed as to both principal and interest by the United States Government. The principal and interest earned by the trust will be used to pay the principal and interest of the refunded bonds. The City completed the advance refunding to reduce debt service payments by $582,731 over the life of the bonds and to obtain an economic gain of $501,240.

Required Supplementary Information
Condition Assessment of the City's Infrastructure

The City of Gahanna reports road infrastructure assets using the modified approach as outlined in Governmental Accounting Standards Board (GASB) Statement No. 34. The following disclosures pertain to the condition assessment and budgeted versus actual expenditures for the preservation of these assets.

The condition of road pavement is evaluated and measured using a pavement condition rating system. This approach assigns a numerical rating to each road, or section thereof, being evaluated for the presence of numerous distresses (14 in all) and the severity level of each (low, medium, high) for arterial roadways, and the 5 most critical distress factors for local roadways.

The physical condition rating is determined by the City's Service Department based on the criteria below:

Pavement Condition Index	Road Condition Rating	Description
90-100	Very Good	Pavement structure is stable with no cracking, no patching and no deformation evident. Roadways in this category are usually fairly new. Nothing is needed to improve the roadway.
75-89	Good	Pavement structure is stable, but may have surface erosion or minor cracking, which is generally hairline and hard to detect, minor patching and possibly some minor deformation. Riding qualities are good.
65-74	Fair	Pavement structure is generally stable with minor areas of structural weakness evident. Cracking is easier to detect. The pavement might be patched, but not excessively. Although riding qualities are fair, deformation is more pronounced and easily noticed.
55-64	Fair to Poor	Roadway has areas of instability, marked evidence of structural deficiency, large crack patterns, heavy and numerous patches and very noticeable deformation. Riding qualities range from acceptable to poor. Spot repair of the pavement base may be required.
54-40	Poor	Roadway has widespread areas of instability, marked evidence of structural deficiency, large crack patterns, heavy and numerous patches and usually widespread pavement base deformation/failure. Riding qualities are poor. Pavement base repair required.
0-39	Very Poor	Widespread loss of the pavement structural section that would typically require a complete reconstruction or replacement.

It is the City's current policy that 100% of all roads have a rating of 75 or better. Each roadway in the City is assessed on an annual basis.

Required Supplementary Information
Condition Assessment of the City's Infrastructure

The following summarizes the physical condition assessment of City roads as of December 31, for 2014, 2013 and 2012:

Year	Paved Lane Miles Assessed	Average Pavement Condition Rating	Percent of Lane Miles Rated 75 or Better
2014	325.09	87.6	92.2%
2013	325.09	87.4	91.5%
2012	324.89	86.2	87.7%

The following is a five year comparison of budgeted and actual expenditures for preservation of the existing roadways and is reported on a cash-basis:

Year	Budget	Actual	Difference
2014	$884,591	$859,256	$25,335
2013	952,479	928,191	24,288
2012	922,902	832,484	90,418
2011	242,583	226,186	16,397
2010	602,825	488,743	114,082

CITY OF GAHANNA

SUPPLEMENTAL DATA

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SPECIAL REVENUE FUNDS

Special revenue funds are maintained to account for resources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects. The following describes the City's nonmajor special revenue funds.

Street Fund

The Street Fund receives a proportionate share of the State's Motor Vehicle Fuel Tax and the City's Permissive Motor Vehicle License Tax revenues restricted to expenditures for constructing, improving and maintaining public roads, highways, streets and maintenance and repair of bridges under Ohio Revised Code Chapter 5735 and 4504.

State Highway Fund

The State Highway Fund receives a portion of Franklin County's proportionate share of the State's Motor Vehicle Fuel Tax revenues and these funds are restricted to expenditures for constructing, improving and maintaining state highways and maintenance and repair of bridges within the City under Ohio Revised Code Chapter 5735.

Law Enforcement Trust Fund

The Law Enforcement Trust Fund receives a proportionate share of cash or proceeds resulting from the sale of contraband property seized or forfeited under the Contraband Seizure Forfeiture Act. Resources received by the fund are restricted for law enforcement purposes as defined by Ohio Revised Code Section 2981.13.

Enforcement & Education

The Enforcement & Education Fund receives a proportionate share of fines collected for motor vehicle infractions within the City of Gahanna. Resources received by the fund are restricted for law enforcement and law enforcement educational purposes as defined by City of Gahanna Code, section 133.092.

Parks & Recreation Donation

The Parks & Recreation Donation Fund receives cash and donations for use in programs for special needs of children in the community and is committed for this purpose under City of Gahanna Code, section 133.095.

Permanent Improvement

In 1978 the City established the Industrial Zone (TIZ) by purchasing 103 acres of land in the southwest area of town to spur business development and job creation in the community. Developable lots were leased through the City's Community Urban Redevelopment Corporation to individual businesses for a term of 30 years. Lease payments received are restricted under City of Gahanna Code, section 133.04 for permanent improvements, including debt payments for such improvements and maintenance and operating costs for public property not included within the TIZ.

Court

The Court Fund receives a proportionate share of cash or proceeds from cases heard in the Municipal Mayors Court and is restricted for court computer expenditures under City of Gahanna Code, section 133.093 and Auditor of State Bulletin 97-019.

County Permissive

The County Permissive Fund receives a proportionate share of the County's Permissive Motor Vehicle License Tax revenues restricted to expenditures for planning, constructing, improving maintaining and repairing public roads, highways, streets, and for the maintaining and repair of bridges and viaducts under Ohio Revised Code Chapter 4504.

Cul-De-Sac Maintenance

The Cul-De-Sac Maintenance Fund receives fees from developers who plan to install cul-de-sac streets in their developments. The funds received are committed for equipment capable of repairing cul-de-sacs under City of Gahanna code section 905.03.

Federal Law Enforcement Seizure

The Federal Law Enforcement Seizure Fund receives a proportionate share of cash or proceeds from property seized or forfeited under the United States Department of Justice Asset Forfeiture Program and is restricted for law enforcement expenditures defined under CFDA (Catalog of Federal Domestic Assistance) 16.922.

Right of Way

The Right of Way Fund receives permit fee payments from citizens or businesses to construct and/or complete minor maintenance in the rights of way, as well as, annual maintenance fee payments based on miles of right of way being utilized. Revenues received are committed by City of Gahanna Code, section 931 for costs associated with the administration of said code.

Police Pension Fund

The Police Pension Fund receives property tax revenue from a police pension property tax levy and is restricted for paying a share of the City's police pension obligation under Ohio Revised Code Chapter 5705.

Public Landscape Trust

The Public Landscape Trust fund receives donations, bequests and other funds for the specific purpose of constructing or materially improving public landscape areas and is committed for this purpose under City of Gahanna Code, section 133.098.

CAPITAL PROJECTS FUNDS

Capital Projects funds are maintained to account for resources that are restricted, committed or assigned for capital outlays, which includes the acquisition, construction or improvement of City capital assets. The following describes the City's nonmajor capital projects funds.

Park Improvement & Acquisition

The Park Improvement & Acquisition Fund was created for the improvement or acquisition of land for parks, recreational facilities, playgrounds, trails wetlands or development of existing park and playground sites.

Park

The Park Fund receives fees from developers of platted residential subdivisions prior to the issuance of building permits pursuant to City of Gahanna Code, section 1109.08(k). Payments are committed for cost associated with improvement of recreational facilities within existing publicly owned and operated park facilities and the purchase of recreational equipment.

Park In-Lieu of Fees
The Park In-Lieu of Fees Fund receives fees from developers in-lieu of mandatory land dedication provisions per the City's Subdivsion Regulations when it is determined that such dedication is inappropriate or unacceptable. The funds are committed under City of Gahanna Code, section 1109.08(b)(2) for the acquisition of land for parks, recreational facilities, playgrounds, trails wetlands or development of existing park and playground sites.

Court Building Fund
The Court Building Fund receives a proportionate share of cash or proceeds from cases heard in the Gahanna Municipal Mayor's Court and is committed to expenditures for acquisition of land and/or construction or renovation of a facility to house the Mayor's Court under City of Gahanna Code, section 133.099.

DEBT SERVICE FUNDS

Debt Service funds are maintained to account for resources that are restricted for repayment of the City's debt obligations and for costs associated with the issuance of new debt. The following describes the City's nonmajor debt service funds.

General Bond Retirement Fund
The General Bond Retirement Fund receives property tax revenue from a general bond retirement property tax levy and is restricted for the repayment of principal and interest of the City's general obligation debt in accordance with Ohio Revised Code Chapter 5705. The fund also receives proceeds from the issuance of new debt a portion of which is restricted for the cost of the issuance of the debt.

Special Assessment Fund
The Special Assessment Fund was established for the purpose of receiving special assessment payments from property owners for repayment of principal and interest on special assessment debt obligations of the City and is restricted for such purpose under Ohio Revised Code Chapter 5705.

City of Gahanna, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2014

	SPECIAL REVENUE FUNDS				
	Street Fund	State Highway	Law Enforcement Trust	Enforcement & Education	Parks & Recreation Donation
Assets					
Equity in Pooled Cash & Investments	$ 461,067	$ 171,786	$ 101,697	$ 27,072	$ 2,980
Cash with Fiscal Agents	-	-	-	-	-
Receivables					
Property Taxes	-	-	-	-	-
Accounts	-	-	-	-	-
Intergovernmental	788,734	53,700	-	125	-
Prepayments	2,171	-	-	-	-
Total Assets	1,251,972	225,486	101,697	27,197	2,980
Liabilities					
Accounts Payable	321,801	3,921	-	-	-
Contracts Payable	2,145	2,416	-	-	-
Accrued Wages & Benefits	12,290	-	-	-	-
Intergovernmental Payable	1,899	-	9,038	-	-
Due to Other Funds	246	-	-	-	-
Total Liabilities	338,381	6,337	9,038	-	-
Deferred Inflows of Resources					
Property Taxes Levied for Subsequent Year	-	-	-	-	-
Unavailable Property Tax Revenue	-	-	-	-	-
Unavailable Intergovernmental Revenue	652,516	44,393	-	-	-
Total Deferred Inflow of Resources	652,516	44,393	-	-	-
Fund Balances					
Nonspendable	2,171	-	-	-	-
Restricted	258,904	174,756	92,659	27,197	-
Committed	-	-	-	-	2,980
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances	261,075	174,756	92,659	27,197	2,980
Total Liabilities, Deferred Inflows & Fund Balances	$ 1,251,972	$ 225,486	$ 101,697	$ 27,197	$ 2,980

City of Gahanna, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2014

	SPECIAL REVENUE FUNDS					
	Permanent Improvement	Court	County Permissive	Cul-De-Sac Maintenance	Federal Law Enforcement Seizure	Right Of Way
Assets						
Equity in Pooled Cash & Investments	$ 1,130,401	$ 215,908	$ 129,969	$ 23,527	$ 111,155	$ 357,787
Cash with Fiscal Agents	-	-	271,011	-	-	-
Receivables						
Property Taxes	-	-	-	-	-	-
Accounts	-	-	-	-	-	15,000
Intergovernmental	-	3,563	-	-	-	-
Prepayments	-	3,589	-	-	-	-
Total Assets	1,130,401	223,060	400,980	23,527	111,155	372,787
Liabilities						
Accounts Payable	-	135	-	-	15,065	-
Contracts Payable	-	274	-	-	-	-
Accrued Wages & Benefits	-	-	-	-	-	-
Intergovernmental Payable	-	-	40,794	-	-	-
Due to Other Funds	-	-	-	-	-	-
Total Liabilities	-	409	40,794	-	15,065	-
Deferred Inflows of Resources						
Property Taxes Levied for Subsequent Year	-	-	-	-	-	-
Unavailable Property Tax Revenue	-	-	-	-	-	-
Unavailable Intergovernmental Revenue	-	-	-	-	-	-
Total Deferred Inflow of Resources	-	-	-	-	-	-
Fund Balances						
Nonspendable	-	3,589	-	-	-	-
Restricted	1,130,401	219,062	360,186	-	96,090	-
Committed	-	-	-	23,527	-	372,787
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total Fund Balances	1,130,401	222,651	360,186	23,527	96,090	372,787
Total Liabilities, Deferred Inflows & Fund Balances	$ 1,130,401	$ 223,060	$ 400,980	$ 23,527	$ 111,155	$ 372,787

City of Gahanna, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2014

	SPECIAL REVENUE FUNDS		
	Police Pension	Public Landscape Trust	Total Nonmajor Special Revenue
Assets			
Equity in Pooled Cash & Investments	$ 885,786	$ 7,816	3,626,951
Cash with Fiscal Agents	-	-	271,011
Receivables			
Property Taxes	253,155	-	253,155
Accounts	-	-	15,000
Intergovernmental	15,973	-	862,095
Prepayments	-	-	5,760
Total Assets	1,154,914	7,816	5,033,972
Liabilities			
Accounts Payable	-	-	340,922
Contracts Payable	-	-	4,835
Accrued Wages & Benefits	-	-	12,290
Intergovernmental Payable	-	-	51,731
Due to Other Funds	-	-	246
Total Liabilities	-	-	410,024
Deferred Inflows of Resources			
Property Taxes Levied for Subsequent Year	244,096	-	244,096
Unavailable Property Tax Revenue	9,059	-	9,059
Unavailable Intergovernmental Revenue	15,973	-	712,882
Total Deferred Inflow of Resources	269,128	-	966,037
Fund Balances			
Nonspendable	-	-	5,760
Restricted	885,786	-	3,245,041
Committed	-	7,816	407,110
Assigned	-	-	-
Unassigned	-	-	-
Total Fund Balances	885,786	7,816	3,657,911
Total Liabilities, Deferred Inflows & Fund Balances	$ 1,154,914	$ 7,816	$ 5,033,972

City of Gahanna, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2014

	CAPITAL PROJECTS FUNDS				
	Park Improvement & Acquisition	Park	Park In-Lieu Of Fees	Court Building	Total Nonmajor Capital Projects
Assets					
Equity in Pooled Cash & Investments	$ 246	$ 158,791	$ 68,477	$ 202,268	429,782
Cash with Fiscal Agents	-	-	-	-	-
Receivables					
Property Taxes	-	-	-	-	-
Accounts	-	500	-	-	500
Intergovernmental	-	-	-	2,208	2,208
Prepayments	-	-	-	-	-
Total Assets	246	159,291	68,477	204,476	432,490
Liabilities					
Accounts Payable	-	-	-	-	-
Contracts Payable	-	-	-	-	-
Accrued Wages & Benefits	-	-	-	-	-
Intergovernmental Payable	-	-	-	-	-
Due to Other Funds	-	-	-	-	-
Total Liabilities	-	-	-	-	-
Deferred Inflows of Resources					
Property Taxes Levied for Subsequent Year	-	-	-	-	-
Unavailable Property Tax Revenue	-	-	-	-	-
Unavailable Intergovernmental Revenue	-	-	-	-	-
Total Deferred Inflow of Resources	-	-	-	-	-
Fund Balances					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Committed	-	159,291	68,477	204,476	432,244
Assigned	246	-	-	-	246
Unassigned	-	-	-	-	-
Total Fund Balances	246	159,291	68,477	204,476	432,490
Total Liabilities, Deferred Inflows & Fund Balances	$ 246	$ 159,291	$ 68,477	$ 204,476	$ 432,490

City of Gahanna, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2014

	DEBT SERVICE FUNDS			
	General Bond Retirement	Special Assessment	Total Nonmajor Debt Service	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash & Investments	$ 1,240,331	$ 22	1,240,353	5,297,086
Cash with Fiscal Agents	-	-	-	271,011
Receivables				
Property Taxes	244,716	-	244,716	497,871
Accounts	-	-	-	15,500
Intergovernmental	15,433	-	15,433	879,736
Prepayments	-	-	-	5,760
Total Assets	1,500,480	22	1,500,502	6,966,964
Liabilities				
Accounts Payable	-	-	-	340,922
Contracts Payable	-	-	-	4,835
Accrued Wages & Benefits	-	-	-	12,290
Intergovernmental Payable	-	-	-	51,731
Due to Other Funds	-	-	-	246
Total Liabilities	-	-	-	410,024
Deferred Inflows of Resources				
Property Taxes Levied for Subsequent Year	235,959	-	235,959	480,055
Unavailable Property Tax Revenue	8,757	-	8,757	17,816
Unavailable Intergovernmental Revenue	15,433	-	15,433	728,315
Total Deferred Inflow of Resources	260,149	-	260,149	1,226,186
Fund Balances				
Nonspendable	-	-	-	5,760
Restricted	1,240,331	22	1,240,353	4,485,394
Committed	-	-	-	839,354
Assigned	-	-	-	246
Unassigned	-	-	-	-
Total Fund Balances	1,240,331	22	1,240,353	5,330,754
Total Liabilities, Deferred Inflows & Fund Balances	$ 1,500,480	$ 22	$ 1,500,502	$ 6,966,964

City of Gahanna, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2014

	SPECIAL REVENUE FUNDS					
	Street Fund	State Highway	Law Enforcement Trust	Enforcement & Education	Parks & Recreation Donation	Permanent Improvement
Revenues						
Property Taxes	-	-	-	-	-	-
Licenses, Permits & Fees	-	-	-	-	-	-
Fines & Forfeitures	-	-	39,727	2,727	-	-
Intergovernmental	1,610,123	109,723	-	-	-	-
Investment Income	-	-	-	-	-	-
Rental Income	-	-	-	-	-	2,660
Other	6,560	-	-	-	-	-
Total Revenues	1,616,683	109,723	39,727	2,727	-	2,660
Expenditures						
Current						
General Government	-	-	-	-	-	-
Security of Persons & Property	-	-	18,788	-	-	-
Transportation	1,156,131	135,304	-	-	-	-
Utility Services	7,627	4,783	-	-	-	-
Capital outlay	516,424	3,214	33,000	17,773	-	-
Debt service						
Principal Retirement	-	-	-	-	-	-
Interest & Fiscal Charges	-	-	-	-	-	-
Total Expenditures	1,680,182	143,301	51,788	17,773	-	-
Excess (Deficiency) of Revenue Over Expenditures	(63,499)	(33,578)	(12,061)	(15,046)	-	2,660
Other Financing Sources (Uses)						
Transfers In	-	-	-	-	-	-
Transfers Out	(545,619)	-	-	-	-	-
Proceeds From Sale of Capital Assets	13,400	-	-	-	-	-
Insurance Proceeds	11,057	-	-	-	-	-
Total Other Financing Sources (Uses)	(521,162)	-	-	-	-	-
Net Change in Fund Balance	(584,661)	(33,578)	(12,061)	(15,046)	-	2,660
Fund Balances, January 1	845,736	208,334	104,720	42,243	2,980	1,127,741
Fund Balances, December 31	$ 261,075	$ 174,756	$ 92,659	$ 27,197	$ 2,980	$ 1,130,401

City of Gahanna, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2014

	SPECIAL REVENUE FUNDS				
	Court	County Permissive	Cul-De-Sac Maintenance	Federal Law Enforcement Seizure	Right Of Way
Revenues					
Property Taxes	-	-	-	-	-
Licenses, Permits & Fees	-	-	-	-	78,685
Fines & Forfeitures	43,712	-	-	-	-
Intergovernmental	-	693,469	-	78,008	-
Investment Income	-	-	-	798	-
Rental Income	-	-	-	-	-
Other	-	-	-	-	-
Total Revenues	43,712	693,469	-	78,806	78,685
Expenditures					
Current					
General Government	18,244	-	-	-	-
Security of Persons & Property	-	-	-	7,614	-
Transportation	-	502,560	-	-	-
Utility Services	-	-	-	-	-
Capital outlay	-	333,685	-	156,398	-
Debt service					
Principal Retirement	-	-	-	-	-
Interest & Fiscal Charges	-	-	-	-	-
Total Expenditures	18,244	836,245	-	164,012	-
Excess (Deficiency) of Revenue Over Expenditures	25,468	(142,776)	-	(85,206)	78,685
Other Financing Sources (Uses)					
Transfers In	-	39,419	-	-	-
Transfers Out	-	-	-	-	-
Proceeds From Sale of Capital Assets	-	-	-	-	-
Insurance Proceeds	-	-	-	-	-
Total Other Financing Sources (Uses)	-	39,419	-	-	-
Net Change in Fund Balance	25,468	(103,357)	-	(85,206)	78,685
Fund Balances, January 1	197,183	463,543	23,527	181,296	294,102
Fund Balances, December 31	$ 222,651	$ 360,186	$ 23,527	$ 96,090	$ 372,787

City of Gahanna, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2014

	SPECIAL REVENUE FUNDS		
	Police Pension	Public Landscape Trust	Total Nonmajor Special Revenue
Revenues			
Property Taxes	236,534	-	236,534
Licenses, Permits & Fees	-	-	78,685
Fines & Forfeitures	-	-	86,166
Intergovernmental	32,069	-	2,523,392
Investment Income	-	-	798
Rental Income	-	-	2,660
Other	-	-	6,560
Total Revenues	268,603	-	2,934,795
Expenditures			
Current			
General Government	-	-	18,244
Security of Persons & Property	910,438	-	936,840
Transportation	-	-	1,793,995
Utility Services	-	-	12,410
Capital outlay	-	-	1,060,494
Debt service			
Principal Retirement	-	-	-
Interest & Fiscal Charges	-	-	-
Total Expenditures	910,438	-	3,821,983
Excess (Deficiency) of Revenue Over Expenditures	(641,835)	-	(887,188)
Other Financing Sources (Uses)			
Transfers In	641,975	-	681,394
Transfers Out	-	-	(545,619)
Proceeds From Sale of Capital Assets	-	-	13,400
Insurance Proceeds	-	-	11,057
Total Other Financing Sources (Uses)	641,975	-	160,232
Net Change in Fund Balance	140	-	(726,956)
Fund Balances, January 1	885,646	7,816	4,384,867
Fund Balances, December 31	$ 885,786	$ 7,816	3,657,911

City of Gahanna, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2014

	CAPITAL PROJECTS FUNDS				
	Park Improvement & Acquisition	Park	Park In-Lieu Of Fees	Court Building	Total Nonmajor Capital Projects
Revenues					
Property Taxes	-	-	-	-	-
Licenses, Permits & Fees	-	96,500	-	-	96,500
Fines & Forfeitures	-	-	-	27,323	27,323
Intergovernmental	-	-	-	-	-
Investment Income	-	-	-	-	-
Rental Income	-	-	-	-	-
Other	-	-	-	-	-
Total Revenues	-	96,500	-	27,323	123,823
Expenditures					
Current					
General Government	-	-	-	-	-
Security of Persons & Property	-	-	-	-	-
Transportation	-	-	-	-	-
Utility Services	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service					
Principal Retirement	-	-	-	-	-
Interest & Fiscal Charges	-	-	-	-	-
Total Expenditures	-	-	-	-	-
Excess (Deficiency) of Revenue Over Expenditures	-	96,500	-	27,323	123,823
Other Financing Sources (Uses)					
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Proceeds From Sale of Capital Assets	-	-	-	-	-
Insurance Proceeds	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balance	-	96,500	-	27,323	123,823
Fund Balances, January 1	246	62,791	68,477	177,153	308,667
Fund Balances, December 31	$ 246	$ 159,291	$ 68,477	$ 204,476	$ 432,490

City of Gahanna, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended December 31, 2014

	DEBT SERVICE FUNDS			
	General Bond Retirement	Special Assessment	Total Nonmajor Debt Service	Total Nonmajor Governmental Funds
Revenues				
Property Taxes	237,576	-	237,576	474,110
Licenses, Permits & Fees	-	-	-	175,185
Fines & Forfeitures	-	-	-	113,489
Intergovernmental	31,000	-	31,000	2,554,392
Investment Income	-	-	-	798
Rental Income	-	-	-	2,660
Other	-	-	-	6,560
Total Revenues	268,576	-	$ 268,576	3,327,194
Expenditures				
Current				
General Government	2,484	-	2,484	20,728
Security of Persons & Property	-	-	-	936,840
Transportation	-	-	-	1,793,995
Utility Services	-	-	-	12,410
Capital outlay	-	-	-	1,060,494
Debt service				
Principal Retirement	1,079,176	-	1,079,176	1,079,176
Interest & Fiscal Charges	695,602	-	695,602	695,602
Total Expenditures	1,777,262	-	1,777,262	5,599,245
Excess (Deficiency) of Revenue Over Expenditures	(1,508,686)	-	(1,508,686)	(2,272,051)
Other Financing Sources (Uses)				
Transfers In	1,508,686	-	1,508,686	2,190,080
Transfers Out	-	-	-	(545,619)
Proceeds From Sale of Capital Assets	-	-	-	13,400
Insurance Proceeds	-	-	-	11,057
Total Other Financing Sources (Uses)	1,508,686	-	1,508,686	1,668,918
Net Change in Fund Balance	-	-	-	(603,133)
Fund Balances, January 1	1,240,331	22	1,240,353	5,933,887
Fund Balances, December 31	$ 1,240,331	$ 22	1,240,353	$ 5,330,754

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AGENCY FUNDS

Agency funds are maintained by the City in a fiduciary capacity on behalf of an outside third party. The following describes the City's agency funds.

Senior Escrow

The Senior Escrow Fund accounts for payments and donations made by citizens or other third parties expended by the Senior Center for activities or programs such as, memorial plaques, craft supplies, new appliances or other items for use by the members of the Senior Center.

Veterans Memorial

The Veterans Memorial Fund accounts for donations made by citizens or other third parties to purchase engraved bricks to be place at the Veterans Memorial Park to honor veterans.

Refuse Escrow

The City belongs to a refuse consortium agreement with other Central Ohio municipalities to provide refuse collection services to its citizens. The cost of the refuse service is collected from the citizens as a component of their water/sewage utility bill. Amounts received from the collection of utility bills are held in the refuse escrow until payment is due to the service provider.

Developers Escrow

The Developers Escrow Fund accounts for payments made by real estate developers to be held by the City Engineer to cover the cost of inspections and potential site work related to private real estate development projects in the City. Cash received by the City for these purposes is held in the escrow fund until actual inspection and/or site work is completed.

TIZ Real Estate Escrow

In 1978 the City established the Industrial Zone (TIZ) by purchasing 103 acres of land in the southwest area of town to spur business development and job creation in the community. Developable lots were leased through the City's Community Urban Redevelopment Corporation to individual businesses for a term of 30 years. The City retains ownership of the property until the lease is paid in full and the property is transferred to the business, as a result, the City is responsible for payment of the property taxes. The City invoices the lease holders for the costs of the property taxes. Payments made by the businesses are placed in the TIZ Real Estate Escrow Fund until the taxes are due.

Mayor's Court

The Gahanna Mayor's Court provides judicial services for the City of Gahanna. This fund receives and disburses all fines and fees collected. The Mayor has fiduciary responsibility for the collection and distribution of court fines and fees.

City of Gahanna, Ohio
Combining Statement of Assets and Liabilities
Agency Funds
December 31, 2014

	Senior Escrow Fund	Vets Memorial Fund	Refuse Escrow Fund	Developers Escrow Fund	TIZ Real Estate Escrow Fund
Assets					
Equity in Pooled Cash & Investments	$ 5,958	$ 8,526	$ 413,915	$ 436,645	$ 5,680
Cash in Segregated Accounts	-	-	-	-	-
Accounts Receivable	-	-	479,130	-	-
Total Assets	$ 5,958	$ 8,526	$ 893,045	$ 436,645	$ 5,680
Liabilities					
Contracts payable	-	-	161,819	-	-
Intergovernmental Payable	-	-	-	590	-
Deposits Held & Due to Others	5,958	8,526	731,226	436,055	5,680
Total Liabilities	$ 5,958	$ 8,526	$ 893,045	$ 436,645	$ 5,680

City of Gahanna, Ohio
Combining Statement of Assets and Liabilities
Agency Funds
December 31, 2014

	Mayors Court Fund	Total Agency Funds
Assets		
Equity in Pooled Cash & Investments	$ -	$ 870,724
Cash in Segregated Accounts	74,844	74,844
Accounts Receivable	-	479,130
Total Assets	$ 74,844	$ 1,424,698
Liabilities		
Contracts payable	-	161,819
Intergovernmental Payable	50,495	51,085
Deposits Held & Due to Others	24,349	1,211,794
Total Liabilities	$ 74,844	$ 1,424,698

City of Gahanna, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended December 31, 2014

	Beginning Balance January 1, 2014	Additions	Deductions	Ending Balance December 31, 2014
Senior Escrow Fund				
Assets				
Cash & Cash Equivalents	$ 5,767	$ 191	$ -	$ 5,958
Total Assets	$ 5,767	$ 191	$ -	$ 5,958
Liabilities				
Deposits Held & Due to Others	$ 5,767	$ 191	$ -	$ 5,958
Total Liabilities	$ 5,767	$ 191	$ -	$ 5,958
Vets Memorial Fund				
Assets				
Cash & Cash Equivalents	$ 8,387	$ 139	$ -	$ 8,526
Total Assets	$ 8,387	$ 139	$ -	$ 8,526
Liabilities				
Deposits Held & Due to Others	$ 8,387	$ 139	$ -	$ 8,526
Total Liabilities	$ 8,387	$ 139	$ -	$ 8,526
Refuse Escrow Fund				
Assets				
Cash & Cash Equivalents	$ 424,960	$ -	$ (11,045)	$ 413,915
Accounts Receivable	489,185	479,130	(489,185)	479,130
Total Assets	$ 914,145	$ 479,130	$ (500,230)	$ 893,045
Liabilities				
Accounts Payable	$ 162,245	$ -	$ (162,245)	$ -
Contracts Payable	-	161,819	-	161,819
Deposits Held & Due to Others	751,900	-	(20,674)	731,226
Total Liabilities	$ 914,145	$ 161,819	$ (182,919)	$ 893,045
Developers Escrow Fund				
Assets				
Cash & Cash Equivalents	$ 438,483	$ -	$ (1,838)	$ 436,645
Total Assets	$ 438,483	$ -	$ (1,838)	$ 436,645
Liabilities				
Intergovernmental Payable	$ -	$ 590	$ -	$ 590
Deposits Held & Due to Others	438,483	-	(2,428)	436,055
Total Liabilities	$ 438,483	$ 590	$ (2,428)	$ 436,645
TIZ Real Estate Escrow Fund				
Assets				
Cash & Cash Equivalents	$ -	$ 5,680	$ -	$ 5,680
Total Assets	$ -	$ 5,680	$ -	$ 5,680
Liabilities				
Deposits Held & Due to Others	$ -	$ 5,680		$ 5,680
Total Liabilities	$ -	$ 5,680	$ -	$ 5,680

City of Gahanna, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended December 31, 2014

	Beginning Balance January 1, 2014	Additions	Deductions	Ending Balance December 31, 2014
Mayors Court Fund				
Assets				
Cash in Segregated Accounts	$ 62,570	$ 12,274		$ 74,844
Total Assets	$ 62,570	$ 12,274	$ -	$ 74,844
Liabilities				
Intergovernmental Payable	$ 41,506	$ 50,495	$ (41,506)	$ 50,495
Deposits Held & Due to Others	21,064	3,285	-	24,349
Total Liabilities	$ 62,570	$ 53,780	$ (41,506)	$ 74,844
Total Agency Funds				
Assets				
Cash & Cash Equivalents	$ 877,597	$ 6,010	$ (12,883)	$ 870,724
Cash in Segregated Accounts	62,570	12,274	-	74,844
Accounts Receivable	489,185	479,130	(489,185)	479,130
Total Assets	$ 1,429,352	$ 497,414	$ (502,068)	$ 1,424,698
Liabilities				
Accounts Payable	$ 162,245	$ -	$ (162,245)	$ -
Contracts Payable	-	161,819	-	161,819
Intergovernmental Payable	41,506	51,085	(41,506)	51,085
Deposits Held & Due to Others	1,225,601	9,295	(23,102)	1,211,794
Total Liabilities	$ 1,429,352	$ 222,199	$ (226,853)	$ 1,424,698

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Income Tax	16,225,000	17,000,160	775,160
Property Taxes	1,450,424	1,417,649	(32,775)
Other Local Taxes	411,006	459,802	48,796
Charges for Services	1,471,690	1,679,030	207,340
Licenses Permits & Fees	1,322,700	1,679,969	357,269
Fines & Forfeitures	464,600	504,150	39,550
Intergovernmental	1,103,300	1,184,500	81,200
Investment Income	489,000	352,311	(136,689)
Rent	42,000	33,995	(8,005)
Contributions & Donations	5,000	-	(5,000)
Other	100,000	38,173	(61,827)
Total Revenues	23,084,720	24,349,739	1,265,019
Expenditures			
General Government			
Council Office			
Salaries & Benefits	328,163	299,831	28,332
Contractual Services	127,540	74,845	52,695
Supplies & Materials	46,137	22,812	23,325
Total Council Office	501,840	397,488	104,352
Finance			
Salaries & Benefits	460,279	405,391	54,888
Contractual Services	992,541	839,685	152,856
Supplies & Materials	81,745	45,801	35,944
Capital Outlay	24,531	20,285	4,246
Other	30,000	30,000	-
Total Finance	1,589,096	1,341,162	247,934
Human Resources			
Salaries & Benefits	287,830	285,396	2,434
Contractual Services	74,160	43,428	30,732
Supplies & Materials	37,236	27,916	9,320
Total Human Resources	399,226	356,740	42,486
Office of the Mayor			
Salaries & Benefits	528,646	502,732	25,914
Contractual Services	288,171	269,513	18,658
Supplies & Materials	14,572	9,489	5,083
Total Office of the Mayor	831,389	781,734	49,655
Public Service			
Salaries & Benefits	590,272	577,272	13,000
Contractual Services	596,866	514,722	82,144
Supplies & Materials	781,092	750,433	30,659
Capital Outlay	17,581	17,581	-
Total Public Service	1,985,811	1,860,008	125,803

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetry Basis)
General Fund
For the Year Ended December 31, 2014
(Continued)

Department of Law			
Salaries & Benefits	136,460	121,028	15,432
Contractual Services	315,642	252,343	63,299
Supplies & Materials	14,826	14,136	690
Total Public Service	466,928	387,507	79,421
Total General Government	5,774,290	5,124,639	649,651
Security of Persons & Property			
Office of the Mayor			
Salaries & Benefits	42,760	39,134	3,626
Contractual Services	48,000	47,112	888
Total Office of the Mayor	90,760	86,246	4,514
Public Safety			
Salaries & Benefits	7,772,818	7,458,692	314,126
Contractual Services	406,356	333,435	72,921
Supplies & Materials	399,993	342,639	57,354
Capital Outlay	461,966	461,966	-
Total Public Safety	9,041,133	8,596,732	444,401
Total Security of Persons & Property	9,131,893	8,682,978	448,915
Public Health & Welfare			
Public Safety			
Contractual Services	223,487	223,231	256
Total Public Safety	223,487	223,231	256
Total Public Health & Welfare	223,487	223,231	256
Transportation			
Public Service			
Salaries & Benefits	465,618	448,558	17,060
Contractual Services	18,076	7,050	11,026
Supplies & Materials	1,039,957	794,443	245,514
Capital Outlay	865,488	865,488	-
Total Public Service	2,389,139	2,115,539	273,600
Total Transportation	2,389,139	2,115,539	273,600
Community Environment			
Council Office			
Salaries & Benefits	87,010	66,129	20,881
Contractual Services	500	-	500
Supplies & Materials	5,134	4,966	168
Total Council Office	92,644	71,095	21,549
Finance			
Supplies & Materials	844,862	844,862	-
Total Finance	844,862	844,862	-
Information Technology			
Salaries & Benefits	441,157	401,303	39,854
Contractual Services	249,943	227,868	22,075
Supplies & Materials	382,988	326,139	56,849
Capital Outlay	60,508	53,516	6,992
Total Information Technology	1,134,596	1,008,826	125,770

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetry Basis)
General Fund
For the Year Ended December 31, 2014
(Continued)

Public Service			
Contractual Services	113,195	104,631	8,564
Supplies & Materials	88,246	80,949	7,297
Capital Outlay	119,487	119,487	-
Total Public Service	320,928	305,067	15,861
Planning & Development			
Salaries & Benefits	832,431	791,817	40,614
Contractual Services	354,511	338,853	15,658
Supplies & Materials	680,953	582,258	98,695
Capital Outlay	125,000	125,000	-
Total Planning & Development	1,992,895	1,837,928	154,967
Total Community Environment	4,385,925	4,067,778	318,147
Leisure Time Activities			
Parks & Recreation			
Salaries & Benefits	2,244,038	2,022,846	221,192
Contractual Services	647,760	596,344	51,416
Supplies & Materials	1,113,328	850,570	262,758
Capital Outlay	62,016	50,494	11,522
Total Parks & Recreation	4,067,142	3,520,254	546,888
Total Leisure Time Activities	4,067,142	3,520,254	546,888
Total Expenditures	25,971,876	23,734,419	2,237,457
Excess of Expenditures over Revenues	(2,887,156)	615,320	3,502,476
Other Financing Sources (uses)			
Sale of Assets	20,000	80,863	60,863
Insurance Proceeds	5,000	27,871	22,871
Advance Out	(19,320)	(19,320)	-
Transfer In	1,614,110	1,339,486	(274,624)
Transfer Out	(3,350,843)	(3,189,401)	161,442
Total Other Financing Sources (uses)	(1,731,053)	(1,760,501)	(29,448)
Net Change in Fund Balance	(4,618,209)	(1,145,181)	3,473,028
Fund balance at beginning of year	15,808,716	15,808,716	-
Prior Year Encumbrance Appropriated	2,771,215	2,771,215	-
Fund balance at end of year	13,961,722	17,434,750	3,473,028

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Tax Increment Equivalent Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Revenue in Lieu of Taxes	2,074,820	1,699,552	(375,268)
Intergovernmental	31,700	28,975	(2,725)
Charges for Services	-	120,959	
Other	-	3,500	
Total Revenues	2,106,520	1,852,986	(253,534)
Expenditures			
Community Environment			
Finance			
Contractual Services	1,006,360	955,109	51,251
Other	234,000	233,907	93
Capital Outlay	252,390	249,593	2,797
Total Expenditures	1,492,750	1,438,609	54,141
Excess of Expenditures over Revenues	613,770	414,377	(199,393)
Other Financing Sources (uses)			
Transfer Out	(766,400)	(680,600)	85,800
Total Other Financing Sources (uses)	(766,400)	(680,600)	85,800
Net Change in Fund Balance	(152,630)	(266,223)	(113,593)
Fund balance at beginning of year	2,301,640	2,301,640	-
Prior Year Encumbrance Appropriated	37,869	37,869	-
Fund balance at end of year	2,186,879	2,073,286	(113,593)

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Capital Improvement Capital Projects Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Intergovernmental	245,000	-	
Other	-	32,963	32,963
Total Revenues	-	32,963	32,963
Expenditures			
Capital Improvement			
Finance			
Capital Outlay	3,850,020	3,340,377	509,643
Total Expenditures	3,850,020	3,340,377	509,643
Excess of Expenditures over Revenues	(3,850,020)	(3,307,414)	542,606
Other Financing Sources (uses)			
Transfer In	20,000	1,635,640	1,615,640
Total Other Financing Sources (uses)	20,000	1,635,640	1,615,640
Net Change in Fund Balance	(3,830,020)	(1,671,774)	2,158,246
Fund balance at beginning of year	2,276,168	2,276,168	-
Prior Year Encumbrance Appropriated	1,987,609	1,987,609	-
Fund balance at end of year	433,757	2,592,003	2,158,246

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Street Special Revenue Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Intergovernmental	1,645,000	1,609,542	(35,458)
Other	1,000	6,205	5,205
Total Revenues	1,646,000	1,615,747	(30,253)
Expenditures			
Transportation			
Public Service			
Salaries & Benefits	684,957	653,690	31,267
Contractual Services	240,296	236,313	3,983
Supplies & Materials	301,605	292,247	9,358
Capital Outlay	610,680	605,792	4,888
Total Expenditures	1,837,538	1,788,042	49,496
Excess of Expenditures over Revenues	(191,538)	(172,295)	19,243
Other Financing Sources (uses)			
Sale of Assets	500	13,755	13,255
Insurance Proceeds	-	11,057	11,057
Transfer Out	(545,619)	(545,619)	-
Total Other Financing Sources (uses)	(545,119)	(520,807)	24,312
Net Change in Fund Balance	(736,657)	(693,102)	43,555
Fund balance at beginning of year	299,424	299,424	-
Prior Year Encumbrance Appropriated	438,868	438,868	-
Fund balance at end of year	1,635	45,190	43,555

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
State Highway Special Revenue Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Intergovernmental	96,700	109,689	12,989
Total Revenues	96,700	109,689	12,989
Expenditures			
Transportation			
Public Service			
Salaries & Benefits	46,980	15,927	31,053
Contractual Services	95,350	89,754	5,596
Supplies & Materials	32,073	32,073	-
Capital Outlay	27,485	27,049	436
Total Expenditures	201,888	164,803	37,085
Net Change in Fund Balance	(105,188)	(55,114)	50,074
Fund balance at beginning of year	191,595	191,595	-
Prior Year Encumbrance Appropriated	11,381	11,381	-
Fund balance at end of year	97,788	147,862	50,074

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Law Enforcement Trust Special Revenue Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Fines & Forfeitures	5,000	39,727	34,727
Total Revenues	5,000	39,727	34,727
Expenditures			
Security of Persons & Property			
Public Safety			
Supplies & Materials	19,039	18,789	250
Capital Outlay	33,000	33,000	-
Total Expenditures	52,039	51,789	250
Net Change in Fund Balance	(47,039)	(12,062)	34,977
Fund balance at beginning of year	71,720	71,720	-
Prior Year Encumbrance Appropriated	33,000	33,000	-
Fund balance at end of year	57,681	92,658	34,977

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Enforcement and Education Special Revenue Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Fines & Forfeitures	3,700	2,727	(973)
Total Revenues	3,700	2,727	(973)
Expenditures			
Security of Persons & Property			
Public Safety			
Capital Outlay	18,000	17,773	227
Total Expenditures	18,000	17,773	227
Net Change in Fund Balance	(14,300)	(15,046)	(746)
Fund balance at beginning of year	42,118	42,118	-
Prior Year Encumbrance Appropriated	-	-	-
Fund balance at end of year	27,818	27,072	(746)

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Parks and Recreation Donation Special Revenue Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Total Revenues	-	-	-
Expenditures	-	-	-
Net Change in Fund Balance	-	-	-
Fund balance at beginning of year	2,980	2,980	-
Prior Year Encumbrance Appropriated	-	-	-
Fund balance at end of year	2,980	2,980	-

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Permanent Improvement Special Revenue Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Rent	5,230	2,660	(2,570)
Total Revenues	5,230	2,660	(2,570)
Expenditures	-	-	-
Net Change in Fund Balance	5,230	2,660	(2,570)
Fund balance at beginning of year	1,127,741	1,127,741	-
Prior Year Encumbrance Appropriated	-	-	-
Fund balance at end of year	1,132,971	1,130,401	(2,570)

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Court Computer Special Revenue Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Fines & Forfeitures	34,300	43,330	9,030
Total Revenues	34,300	43,330	9,030
Expenditures			
General Government			
Supplies & Materials	29,370	25,951	3,419
Total Expenditures	29,370	25,951	3,419
Net Change in Fund Balance	4,930	17,379	12,449
Fund balance at beginning of year	191,631	191,631	-
Prior Year Encumbrance Appropriated	2,370	2,370	-
Fund balance at end of year	198,931	211,380	12,449

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Permissive Tax Special Revenue Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Intergovernmental	421,000	434,000	13,000
Total Revenues	421,000	434,000	13,000
Expenditures			
Transportation			
Public Service			
Capital Outlay	585,867	585,552	315
Total Expenditures	585,867	585,552	315
Excess of Expenditures over Revenues	(164,867)	(151,552)	13,315
Other Financing Sources (uses)			
Transfer In	-	39,419	39,419
Total Other Financing Sources (uses)	-	39,419	39,419
Net Change in Fund Balance	(164,867)	(112,133)	52,734
Fund balance at beginning of year	54,099	54,099	-
Prior Year Encumbrance Appropriated	111,187	111,187	-
Fund balance at end of year	419	53,153	52,734

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Cul-De-Sac Maintenance Special Revenue Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Total Revenues	-	-	-
Expenditures	-	-	-
Net Change in Fund Balance	-	-	-
Fund balance at beginning of year	23,527	23,527	-
Prior Year Encumbrance Appropriated	-	-	-
Fund balance at end of year	23,527	23,527	-

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Federal Law Enforcement Seizure Special Revenue Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Intergovernmental	25,000	78,008	53,008
Investment Income	-	798	798
Total Revenues	25,000	78,806	53,806
Expenditures			
Security of Persons & Property			
Public Safety			
Supplies & Materials	13,358	7,614	5,744
Capital Outlay	160,000	156,399	3,601
Total Expenditures	173,358	164,013	9,345
Net Change in Fund Balance	(148,358)	(85,207)	63,151
Fund balance at beginning of year	181,296	181,296	-
Prior Year Encumbrance Appropriated	-	-	-
Fund balance at end of year	32,938	96,089	63,151

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Law Enforcement Special Revenue Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Total Revenues	-	-	-
Expenditures	-	-	-
Net Change in Fund Balance	-	-	-
Fund balance at beginning of year	4,733	4,733	-
Prior Year Encumbrance Appropriated	-	-	-
Fund balance at end of year	4,733	4,733	-

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Right of Way Special Revenue Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
License Permits & Fees	25,000	63,685	38,685
Total Revenues	25,000	63,685	38,685
Expenditures	-	-	-
Net Change in Fund Balance	25,000	63,685	38,685
Fund balance at beginning of year	294,102	294,102	-
Prior Year Encumbrance Appropriated	-	-	-
Fund balance at end of year	319,102	357,787	38,685

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Police Pension Special Revenue Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Property Taxes	240,760	236,534	(4,226)
Intergovernmental	30,146	32,069	1,923
Total Revenues	270,906	268,603	(2,303)
Expenditures			
Security of Persons & Property			
Public Safety			
Salaries & Benefits	978,510	907,868	70,642
Contractual Services	5,540	2,569	2,971
Supplies & Materials	4,000	-	4,000
Total Expenditures	988,050	910,437	77,613
Excess of Expenditures over Revenues	(717,144)	(641,834)	75,310
Other Financing Sources (uses)			
Transfer In	707,250	641,975	(65,275)
Total Other Financing Sources (uses)	707,250	641,975	(65,275)
Net Change in Fund Balance	(9,894)	141	10,035
Fund balance at beginning of year	885,646	885,646	-
Prior Year Encumbrance Appropriated	-	-	-
Fund balance at end of year	875,752	885,787	10,035

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Police Duty Weapons Special Revenue Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Other	26,000	14,244	(11,756)
Total Revenues	26,000	14,244	(11,756)
Expenditures			
Security of Persons & Property			
Public Safety			
Supplies & Materials	19,857	13,079	6,778
Total Expenditures	19,857	13,079	6,778
Excess of Expenditures over Revenues	6,143	1,165	(4,978)
Other Financing Sources (uses)			
Advance In	-	19,320	
Total Other Financing Sources (uses)	-	19,320	-
Net Change in Fund Balance	6,143	20,485	(4,978)
Fund balance at beginning of year	(13,285)	(13,285)	-
Prior Year Encumbrance Appropriated	7,357	7,357	-
Fund balance at end of year	215	14,557	(4,978)

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Public Landscape Trust Special Revenue Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Total Revenues	-	-	-
Expenditures	-	-	-
Net Change in Fund Balance	-	-	-
Fund balance at beginning of year	7,816	7,816	-
Prior Year Encumbrance Appropriated	-	-	-
Fund balance at end of year	7,816	7,816	-

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Vending Machine Special Revenue Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Charges for Services	50	37	(13)
Total Revenues	50	37	(13)
Expenditures			
General Government			
Office of the Mayor			
Supplies & Materials	500	415	85
Total Expenditures	500	415	85
Net Change in Fund Balance	(450)	(378)	72
Fund balance at beginning of year	1,488	1,488	-
Prior Year Encumbrance Appropriated	500	500	-
Fund balance at end of year	1,538	1,610	72

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Reserve for Sick and Vacation Special Revenue Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Total Revenues	-	-	-
Expenditures			
General Government			
Finance			
Salaries & Benefits	198,020	197,588	432
Total Expenditures	198,020	197,588	432
Net Change in Fund Balance	(198,020)	(197,588)	432
Fund balance at beginning of year	875,802	875,802	-
Prior Year Encumbrance Appropriated	-	-	-
Fund balance at end of year	677,782	678,214	432

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Park Improvement and Acquisition Capital Projects Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Total Revenues	-	-	-
Expenditures	-	-	-
Net Change in Fund Balance	-	-	-
Fund balance at beginning of year	246	246	-
Prior Year Encumbrance Appropriated	-	-	-
Fund balance at end of year	246	246	-

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Park Capital Projects Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
License Permits & Fees	4,000	96,000	92,000
Total Revenues	4,000	96,000	92,000
Expenditures	-	-	-
Net Change in Fund Balance	4,000	96,000	92,000
Fund balance at beginning of year	62,791	62,791	-
Prior Year Encumbrance Appropriated	-	-	-
Fund balance at end of year	66,791	158,791	92,000

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Park In-Lieu of Fees Capital Projects Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
License Permits & Fees	-	-	-
Total Revenues	-	-	-
Expenditures	-	-	-
Net Change in Fund Balance	-	-	-
Fund balance at beginning of year	68,477	68,477	-
Prior Year Encumbrance Appropriated	-	-	-
Fund balance at end of year	68,477	68,477	-

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Court Building Capital Projects Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Fines & Forfeitures	23,200	27,100	3,900
Total Revenues	23,200	27,100	3,900
Expenditures	-	-	-
Net Change in Fund Balance	23,200	27,100	3,900
Fund balance at beginning of year	175,168	175,168	-
Prior Year Encumbrance Appropriated	-	-	-
Fund balance at end of year	198,368	202,268	3,900

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
General Bond Retirement Debt Service Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Property Taxes	232,734	237,576	4,842
Intergovernmental	58,366	31,000	(27,366)
Total Revenues	291,100	268,576	(22,524)
Expenditures			
General Government			
Finance			
Contractual Services	5,830	2,484	3,346
Supplies & Materials	4,000	-	4,000
Debt Service	2,010,550	2,010,532	18
Total Expenditures	2,020,380	2,013,016	7,364
Excess of Expenditures over Revenues	(1,729,280)	(1,744,440)	(15,160)
Other Financing Sources (uses)			
Sale of Assets			-
Transfer In	1,717,970	1,744,440	26,470
Total Other Financing Sources (uses)	1,717,970	1,744,440	26,470
Net Change in Fund Balance	(11,310)	-	11,310
Fund balance at beginning of year	1,233,995	1,233,995	-
Prior Year Encumbrance Appropriated	-	-	-
Fund balance at end of year	1,222,685	1,233,995	11,310

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Special Assessment Debt Service Fund
For the Year Ended December 31, 2014

	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Total Revenues	-	-	-
Expenditures	-	-	-
Net Change in Fund Balance	-	-	-
Fund balance at beginning of year	22	22	-
Prior Year Encumbrance Appropriated	-	-	-
Fund balance at end of year	22	22	-

City of Gahanna, Ohio
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)
Workers Compensation Internal Service Fund
For the Year Ended December 31, 2014

Revenues	Final Budget	Actual	Variance with Final Buget Positive/(Negative)
Charges for Services	249,630	233,587	(16,043)
Total Revenues	249,630	233,587	(16,043)
Expenditures			
General Government			
Human Resources			
Contractual Services	234,321	185,167	49,154
Total Expenditures	234,321	185,167	49,154
Net Change in Fund Balance	15,309	48,420	33,111
Fund balance at beginning of year	155,634	155,634	-
Prior Year Encumbrance Appropriated	4,920	4,920	-
Fund balance at end of year	175,863	208,974	33,111

Statistical Section

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

Contents **Pages**

Financial Trends **122-126**

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity **127-135**

These schedules contain information to help the reader assess the City's most significant local revenue sources, municipal income tax and property taxes.

Debt Capacity **136-139**

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information **140-141**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information **142-144**

These schedules contain service data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports and basic financial statements for the relevant year.

City of Gahanna, Ohio
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	2014	Restated 2013	Restated 2012	Restated 2011	Restated 2010	Restated 2009	2008	2007	Restated 2006	Restated 2005
Governmental Activities										
Net Investement in Capital Assets	$ 118,249,600	$ 116,148,500	$ 63,455,491	$ 68,285,441	$ 64,354,828	$ 61,259,010	$ 60,042,672	$ 57,581,230	$ 54,932,564	$ 50,801,490
Restricted	12,389,607	12,445,887	13,687,434	11,049,344	13,723,679	14,162,242	11,935,778	10,330,264	10,994,792	9,118,068
Unrestricted	26,948,860	24,788,995	21,235,666	17,947,623	21,249,773	21,997,293	25,220,459	29,950,475	24,721,514	23,846,176
Total Governmental Activities Net Position	$ 157,588,067	$ 153,383,382	$ 98,378,591	$ 97,282,408	$ 99,328,280	$ 97,418,545	$ 97,198,909	$ 97,861,969	$ 90,648,870	$ 83,765,734

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Business-Type Activities										
Net Investement in Capital Assets	$ 48,731,148	$ 48,345,728	$ 49,068,153	$ 49,960,158	$ 50,158,280	$ 49,292,971	$ 49,865,655	$ 49,756,999	$ 51,247,249	$ 50,851,467
Unrestricted	17,056,364	17,861,779	17,742,989	18,568,401	19,766,123	23,292,753	22,516,890	19,557,483	15,793,921	16,703,286
Total Business-Type activities Net Position	$ 65,787,512	$ 66,207,507	$ 66,811,142	$ 68,528,559	$ 69,924,403	$ 72,585,724	$ 72,382,545	$ 69,314,482	$ 67,041,170	$ 67,554,753

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Primary Government										
Net Investement in Capital Assets	$ 166,980,748	$ 164,494,228	$ 112,523,644	$ 118,245,599	$ 114,513,108	$ 110,551,981	$ 109,908,327	$ 107,338,229	$ 106,179,813	$ 101,652,957
Restricted	12,389,607	12,445,887	13,687,434	11,049,344	13,723,679	14,162,242	11,935,778	10,330,264	10,994,792	9,118,068
Unrestricted	44,005,224	42,650,774	38,978,655	36,516,024	41,015,896	45,290,046	47,737,349	49,507,958	40,515,435	40,549,462
Total Primary Government Net Position	$ 223,375,579	$ 219,590,889	$ 165,189,733	$ 165,810,967	$ 169,252,683	$ 170,004,269	$ 169,581,454	$ 167,176,451	$ 157,690,040	$ 151,320,487

City of Gahanna, Ohio
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	2014	2013	Restated 2012	Restated 2011	Restated 2010	Restated 2009	2008	2007	Restated 2006	Restated 2005
Expenses										
Governmental Activities										
General Government	$ 4,135,409	$ 4,538,713	$ 4,456,167	$ 4,591,521	$ 4,959,182	$ 4,006,381	$ 4,417,484	$ 3,654,789	$ 2,885,011	$ 3,250,453
Security of Persons & Property	9,464,485	8,994,894	9,347,802	8,553,504	8,686,610	9,082,898	8,882,162	8,519,978	8,398,282	7,402,253
Public Health & Welfare	223,003	216,427	206,424	215,060	195,382	195,382	181,060	174,923	184,719	157,642
Transportation	2,961,415	4,659,802	4,059,871	5,610,420	3,571,469	4,198,845	5,402,208	4,880,366	4,533,474	5,033,462
Community Environment	4,926,795	4,224,762	4,517,023	5,790,535	4,376,125	5,168,287	5,574,128	5,597,590	4,873,258	3,349,270
Leisure Time Acitivities	3,658,521	3,949,682	3,591,675	2,643,767	3,285,193	3,238,751	3,004,206	2,564,826	2,384,657	2,692,861
Utility Services	478,318	562,939	504,919	474,867	2,253,385	2,295,336	1,691,119	1,468,793	16,946	224,602
Interest & Fiscal Charges	709,657	761,277	928,555	1,039,207	900,076	925,503	963,467	778,936	665,994	297,839
Total Governmental Activities Expenses	26,557,603	27,908,496	27,612,436	28,918,881	28,227,422	29,111,383	30,115,834	27,640,201	23,942,341	22,408,382
Business- Type Activities										
Water	6,030,998	6,403,114	6,748,836	5,903,450	6,385,501	5,080,513	4,293,663	4,186,573	4,409,294	4,164,243
Sewer	8,004,427	7,337,381	7,424,007	6,676,639	7,642,442	6,343,851	5,329,467	5,523,203	5,760,998	4,394,265
Storm Water	955,932	886,458	963,282	821,295	811,894	611,248	1,603,400	1,294,822	680,243	496,079
Total Business-Type Acitivities Expenses	14,991,357	14,626,953	15,136,125	13,401,384	14,839,837	12,035,612	11,226,530	11,004,598	10,850,535	9,054,587
Total Primary Government Expenses	$ 41,548,960	$ 42,535,449	42,748,561	42,320,265	43,067,259	41,146,995	41,342,364	38,644,799	34,792,876	31,462,969
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	$ 1,779,433	$ 1,944,536	$ 799,150	$ 1,062,848	$ 663,857	$ 553,735	$ 649,653	$ 720,829	$ 536,924	$ 599,581
Security of Persons & Property	183,739	207,783	354,525	154,552	178,005	545,423	151,581	156,602	47,127	327,096
Public Health & Welfare	-	-	-	-	-	-	-	-	-	-
Transportation	9,304	11,389	39,100	46,786	390,699	362,326	433,508	353,846	60,388	32,250
Community Environment	1,100,020	750,802	506,381	304,844	267,750	242,223	407,771	449,657	303,563	366,909
Leisure Time Acitivities	1,384,657	1,338,484	1,511,989	981,039	1,054,016	1,031,125	730,881	725,808	563,900	627,440
Utility Services	-	-	-	159,432	1,960,712	1,867,026	1,863,163	1,666,698	165,147	303,670
Interest & Fiscal Charges	-	-	-	-	-	-	-	-	-	-
Operating Grants & Contributions	2,617,569	1,902,075	2,099,228	1,748,552	2,267,903	1,898,377	1,830,914	1,857,991	2,044,487	2,074,238
Capital Grants & Contributions	1,159,852	1,531,363	630,617	1,179,040	1,183,273	1,557,616	1,145,349	3,808,995	878,780	4,001,600
Total Governmental Activities Program Revenues	8,234,574	7,686,432	5,940,990	5,637,093	7,966,215	8,057,851	7,212,820	9,740,426	4,600,316	8,332,784
Business-Type Activities										
Charges for Services										
Water	7,571,853	7,189,091	6,722,456	5,788,248	5,587,024	4,274,932	4,552,582	4,243,182	3,356,937	3,727,475
Sewer	5,620,111	5,548,467	5,261,204	5,057,911	5,439,343	6,774,106	8,434,677	7,941,555	6,199,443	5,786,973
Storm Water	1,079,371	1,088,246	987,008	980,800	934,765	923,661	1,006,822	902,136	634,475	650,543
Operating Grants & Contributions	-	-	-	-	-		-	-	-	-
Capital Grants & Contributions	202,917	60,000	-	-	45,000	-	-	-	-	-
Total Business-Type Activities Program Revenues	14,474,252	13,885,804	12,970,668	11,826,959	12,006,132	11,972,699	13,994,081	13,086,873	10,190,855	10,164,991
Total Primary Government Program Revenues	22,708,826	21,572,236	18,911,658	17,464,052	19,972,347	20,030,550	21,206,901	22,827,299	14,791,171	18,497,775
Net (Expense)/Revenue										
Governmental Activities	(18,323,029)	(20,222,064)	(21,671,446)	(23,281,788)	(20,261,207)	(21,053,532)	(22,903,014)	(17,899,775)	(19,342,025)	(14,075,598)
Business-Type Activities	(517,105)	(741,149)	(2,165,457)	(1,574,425)	(2,833,705)	(62,913)	2,767,551	2,082,275	(659,680)	1,110,404
Total Primary Government Net Expense	$ (18,840,134)	$ (20,963,213)	$ (23,836,903)	$ (24,856,213)	$ (23,094,912)	$ (21,116,445)	$ (20,135,463)	$ (15,817,500)	$ (20,001,705)	$ (12,965,194)

City of Gahanna, Ohio
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	2014	2013	Restated 2012	Restated 2011	Restated 2010	Restated 2009	2008	2007	Restated 2006	Restated 2005
General Revenues and Other Changes in Net Position										
Governmental Activities										
Income Tax Levied For										
General Purposes	$ 16,504,593	$ 16,798,204	$ 16,531,571	$ 14,415,698	$ 12,902,689	$ 13,037,720	$ 13,434,476	$ 15,124,934	$ 14,709,010	$ 13,581,726
Property Taxes Levied For										
General Purposes	1,408,366	1,415,106	1,444,786	1,532,042	1,612,081	1,586,545	1,602,232	1,529,731	1,518,194	1,327,081
Debt Service	234,525	237,652	240,742	260,652	258,003	251,693	251,353	245,512	243,095	220,603
Police	236,116	236,561	247,503	260,359	266,656	254,996	259,980	253,720	251,477	213,260
Revenue in Lieu of Taxes	1,699,552	1,435,780	1,908,942	1,002,203	2,661,218	67,885	1,420,967	1,052,840	1,552,505	-
Other Local Taxes	465,007	408,373	435,863	421,791	868,501	842,211	902,649	892,450	798,742	729,072
Grants & Entitlements not Restricted	1,208,215	1,453,288	741,106	1,991,744	2,413,448	3,395,583	2,287,655	2,078,691	4,388,915	2,889,627
Contributions & Donations	-	-	-	-	-	-	-	-	1,116	-
Investment Earnings	596,924	115,597	492,559	653,169	736,662	1,098,874	2,308,530	3,246,695	2,750,655	1,309,754
Increase/(Decrease) in FV of Investments	-	-	(35,400)	178,767	(27,004)	346,999	(492,910)	-	-	-
Gain on Sale of Capital Assets	-	-	-	-	-	95,995	11,055	-	-	-
Miscellaneous	194,416	535,882	1,004,594	539,491	43,977	339,393	300,967	738,301	92,750	264,547
Transfers	(20,000)	(145,754)	(244,637)	(20,000)	434,711	(44,726)	(47,000)	(50,000)	(81,298)	(10,706,328)
Total Governmental Activities										
General Revenues and Other Changes	22,527,714	22,490,689	22,767,629	21,235,916	22,170,942	21,273,168	22,239,954	25,112,874	26,225,161	9,829,342
Business Type Activities										
Investment Earnings	-	-	-	28	63	2,383	40,404	49,601	5,233	-
Miscellaneous	77,110	42,728	203,403	158,553	-	218,983	213,108	91,436	59,566	43,392
Transfers	20,000	145,754	244,637	20,000	172,321	44,726	47,000	50,000	81,298	10,706,328
Total Business-Type Activities										
General Revenues and Other Changes	97,110	188,482	448,040	178,581	172,384	266,092	300,512	191,037	146,097	10,749,720
Total Primary Government										
General Revenues and Other Changes	$ 22,624,824	$ 22,679,171	$ 23,215,669	$ 21,414,497	$ 22,343,326	$ 21,539,260	$ 22,540,466	$ 25,303,911	$ 26,371,258	$ 20,579,062
Change in Net Position										
Governmental Activities	4,204,685	2,268,625	1,096,183	(2,045,872)	1,909,735	219,636	(663,060)	7,213,099	6,883,136	(4,246,256)
Business-Type Activities	(419,995)	(552,667)	(1,717,417)	(1,395,844)	(2,661,321)	203,179	3,068,063	2,273,312	(513,583)	11,860,124
Total Primary Government	$ 3,784,690	$ 1,715,958	(621,234)	(3,441,716)	(751,586)	422,815	2,405,003	9,486,411	6,369,553	7,613,868

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

	2014	2013	2012	2011	Restated * 2010	2009	2008	2007	Restated 2006	2005
General Fund										
Reserved	$ -	$ -	$ -	$ -	$ -	$ 6,092,012	$ 10,429,996	$ 14,078,731	$ 14,520,638	$ 15,295,687
Unreserved	-	-	-	-	-	12,828,174	13,964,988	17,592,196	11,670,718	14,403,269
Nonspendable	451,228	351,145	311,003	324,995	347,140	-	-	-	-	-
Committed	7,590,692	1,190,692	1,190,692	1,274,618	1,611,494	-	-	-	-	-
Assigned	4,251,908	3,314,438	6,156,546	3,661,298	5,254,630	-	-	-	-	-
Unassigned	10,235,991	15,203,690	10,395,966	16,251,643	12,678,805	-	-	-	-	-
Total General Fund	$ 22,529,819	$ 20,059,965	$ 18,054,207	$ 21,512,554	$ 19,892,069	$ 18,920,186	$ 24,394,984	$ 31,670,927	$ 26,191,356	$ 29,698,956
All Other Governmental Funds										
Reserved	$ -	$ -	$ -	$ -	$ -	$ 3,257,799	$ 2,986,118	$ 3,117,288	$ 1,845,686	$ 4,340,336
Unreserved, reported in:										
Special Revenue Funds	-	-	-	-	-	5,419,456	4,349,271	4,114,356	3,412,810	4,099,062
Debt Service Fund	-	-	-	-	-	-	-	1,280,477	1,266,715	231,775
Capital Projects Funds	-	-	-	-	-	4,256,324	3,519,235	3,659,285	4,773,428	3,571,775
Nonspendable	5,760	2,164	3,784	2,335	3,027	-	-	-	-	-
Restricted	11,531,254	11,784,236	12,933,340	9,722,408	11,813,879	-	-	-	-	-
Committed	839,354	636,846	522,648	455,915	450,445	-	-	-	-	-
Assigned	246	246	246	246	246	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-	-
Total All Other Governmental Funds	$ 12,376,614	$ 12,423,492	$ 13,460,018	$ 10,180,904	$ 12,267,597	$ 12,933,579	$ 10,854,624	$ 12,171,406	$ 11,298,639	$ 12,242,948

* - Restated for implementation of GASB 54 during fiscal year 2011. The City has elected to not restate prior fund balance amounts for fiscal years prior to implementation.

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

	2014	2013	2012	2011	Restated 2010	2009	2008	2007	Restated 2006	2005
Revenues										
Income Taxes	$ 17,066,389	$ 16,540,915	$ 15,176,200	$ 14,405,894	$ 13,838,380	$ 12,973,103	$ 14,131,280	$ 14,448,528	$ 14,560,379	$ 13,634,576
Property Taxes	1,891,759	1,898,016	1,953,823	2,056,265	2,140,235	2,118,489	2,096,004	2,008,773	2,001,019	1,769,436
Other Local Taxes	465,007	408,373	435,863	421,791	901,175	841,659	878,774	865,751	754,481	716,786
Revenue in Lieu of Taxes	1,699,552	1,435,780	1,908,942	1,002,203	2,661,218	1,342,299	1,199,393	1,679,793	-	-
Charges for Serivces	1,803,476	1,604,154	1,147,643	1,224,707	3,542,692	3,290,260	3,101,067	2,712,026	659,451	875,044
Licenses Permits & Fees	1,875,386	1,876,445	1,114,882	896,537	343,701	308,831	459,019	620,923	363,541	520,687
Fines & Forfeitures	626,312	553,782	773,617	534,385	535,885	881,155	519,527	610,811	513,853	750,450
Intergovernmental	4,905,347	5,216,865	4,437,473	4,465,679	6,782,304	5,766,762	4,712,686	6,946,721	7,422,000	8,618,964
Investment Income	593,294	112,468	520,233	674,841	715,554	1,212,167	2,294,196	3,065,056	2,466,342	1,519,123
Rental Income	36,655	49,863	67,915	78,363	92,762	121,612	156,943	-	140,411	125,812
Contributions & Donations	-	10	2,615	26,510	2,560	1,560	17,000	4,800	12,062	90,441
Increase (Decrease) in Fair Value of Investments	-	-	(35,400)	178,767	(27,004)	346,999	(492,910)	249,771	206,803	(237,684)
Other	146,442	509,907	351,937	449,968	433,117	364,944	242,013	738,301	92,750	266,894
Total Revenues	31,109,619	30,206,578	27,855,743	26,415,910	31,962,579	29,569,840	29,314,992	33,951,254	29,193,092	28,650,529
Expenditures										
Current:										
General Government	3,408,521	3,825,471	3,402,233	4,085,990	4,303,225	3,787,165	3,847,668	3,292,378	2,386,973	938,687
Security of Persons & Property	9,120,846	8,755,192	9,065,929	8,580,044	8,528,510	8,427,575	8,384,841	7,887,657	7,777,684	6,880,540
Public Health & Welfare	223,003	216,427	206,424	215,060	195,382	195,382	181,060	174,923	184,719	157,642
Transportation	2,907,602	3,128,758	2,594,625	6,908,770	2,214,302	2,030,005	2,405,665	2,674,654	2,226,478	2,300,816
Community Environment	4,445,993	3,829,133	4,167,512	4,127,834	2,943,729	4,505,304	3,928,308	4,169,888	3,340,411	2,919,555
Leisure Time Activities	3,052,861	3,244,203	2,920,356	2,596,505	2,760,515	2,957,090	2,691,317	2,218,050	2,044,706	1,855,486
Utility Services	478,318	562,939	504,919	474,867	2,253,385	2,295,336	1,691,119	1,457,644	8,940	209,684
Capital Outlay	1,828,163	2,766,860	3,372,482	3,801,856	7,369,642	7,610,239	12,536,384	12,773,759	14,844,812	12,960,508
Debt Service										
Principal Retirement	2,515,355	2,495,422	1,662,652	979,500	773,436	772,864	1,222,926	973,430	829,127	458,571
Interest and Fiscal Charges	769,261	838,760	895,176	892,242	916,677	942,074	982,484	760,188	678,733	267,993
Issuance Costs	-	-	-	-	-	-	-	94,262	-	120,041
Total Expenditures	$ 28,749,923	$ 29,663,165	$ 28,792,308	$ 32,662,668	$ 32,258,803	$ 33,523,034	$ 37,871,772	$ 36,476,833	$ 34,322,583	$ 29,069,523
Excess (defciency) of revenue over (under) expenditures	$ 2,359,696	$ 543,413	$ (936,565)	$ (6,246,758)	$ (296,224)	$ (3,953,194)	$ (8,556,780)	$ (2,525,579)	$ (5,129,491)	$ (418,994)
Other Financing Sources (Uses)										
Transfers In	4,325,720	3,321,151	4,983,806	3,076,136	2,012,348	4,346,478	3,352,331	2,403,837	4,401,890	1,667,051
Transfers (out)	(4,345,720)	(3,327,522)	(4,983,806)	(3,096,136)	(2,012,348)	(4,391,204)	(3,399,331)	(2,453,837)	(4,781,791)	(2,155,110)
Lease Purchase Transaction	-	9,287	-	730,000	-	-	-	-	100,346	24,706
Insurance Recovery	40,053	49,236	-	-	-	-	-	-	-	-
Proceeds from Sale of Capital Assets	43,227	37,293	42,711	28,799	43,977	123,905	11,055	29,090	-	-
Premium and interest on Bonds Sold	-	772,683	-	-	-	-	-	215,162	-	333,759
Bonds Issued	-	-	-	-	-	-	-	8,683,665	-	13,700,000
Refunding Bonds Issued	-	8,795,300	-	-	-	-	-	-	-	-
Issuance of Loans	-	206,769	714,621	5,041,751	558,148	478,172	-	-	957,137	-
Payments to Refunded Bond Escrow	-	(9,438,378)	-	-	-	-	-	-	-	-
Total Other Financing (Sources) Uses	63,280	425,819	757,332	5,780,550	602,125	557,351	(35,945)	8,877,917	677,582	13,570,406
Net Change in Fund Balance	$ 2,422,976	$ 969,232	$ (179,233)	$ (466,208)	$ 305,901	$ (3,395,843)	$ (8,592,725)	$ 6,352,338	$ (4,451,909)	$ 13,151,412
Debt Service as a Percentage of Noncapital Expenditures	12.20%	12.40%	10.06%	6.49%	6.79%	6.62%	8.70%	7.31%	7.74%	4.51%

City of Gahanna, Ohio
Income Tax Revenue by Payer Type, Net of Refunds
Cash Basis Last Ten Fiscal Years

Year	Income Tax Rate	Withholding	% of Total	Individual	% of Total	Net Profit	% of Total	Total
2014	1.50%	$ 11,773,903	69.43%	$ 3,148,912	18.57%	$ 2,035,352	12.00%	$ 16,958,167
2013	1.50%	11,394,114	69.35%	3,513,214	21.38%	1,522,423	9.27%	16,429,751
2012	1.50%	10,858,782	72.37%	3,337,927	22.25%	806,921	5.38%	15,003,630
2011	1.50%	9,843,007	65.32%	3,272,454	21.72%	1,952,819	12.96%	15,068,280
2010	1.50%	9,206,203	68.65%	3,213,644	23.96%	990,298	7.38%	13,410,145
2009	1.50%	9,139,894	68.47%	3,109,729	23.30%	1,098,749	8.23%	13,348,372
2008	1.50%	9,502,622	66.86%	3,162,712	22.25%	1,547,741	10.89%	14,213,075
2007	1.50%	10,094,925	69.18%	3,085,567	21.14%	1,412,734	9.68%	14,593,226
2006	1.50%	9,415,484	65.30%	3,505,531	24.31%	1,497,121	10.38%	14,418,136
2005	1.50%	9,119,280	66.46%	3,303,395	24.07%	1,298,719	9.46%	13,721,394

City of Gahanna, Ohio
Top Income Tax Payers - Withholder Accounts
Current Year and Nine Years Ago

	2014		2005	
Range of Amount Withheld	Number of Withholding Accounts	Percent of Total Withholding Received	Number of Withholding Accounts	Percent of Total Withholding Received
$500,000 and higher	3	18.42%	3	19.46%
$499,999 - $100,000	15	19.69%	9	13.88%
$99,999 - $75,000	7	5.15%	4	3.58%
$74,999 - $50,000	-	0.00%	6	4.10%
$49,999 - $25,000	-	0.00%	3	1.57%
Total	25	43.26%	25	42.59%
All Others	3,240	56.70%	2,773	57.41%
Total	3,265	100%	2,798	100%

Source: RITA and Income Tax Revenue by Payer Type, Net of Refunds Table

Note: Due to confidentiality the names of the top withholders cannot be reported. The above serves as an alternative to the top principal revenue payers.

City of Gahanna, Ohio
Top Income Tax Payers - Individual Accounts
Current Year and Eight Years Ago

	2014		2006 *	
Range of Income Assessed	Number of Individuals	Percent of Total Individuals	Number of Individual Accounts	Percent of Total Individuals
$500,000 and higher	61	0.81%	83	0.69%
$499,999 - $400,000	27	0.36%	64	0.53%
$399,999 - $300,000	74	0.98%	94	0.78%
$299,999 - $200,000	323	4.27%	358	2.99%
$199,999 - $100,000	1,726	22.81%	2,201	18.38%
Total	2,211	29.22%	2,800	23.38%
All Others	5,355	70.78%	9,177	76.62%
Total	7,566	100%	11,977	100%

Source: RITA

Note: The above tables are useful to understand the income threshholds of which income taxes are assesed and is not a complete number of all indivdual accounts on file. RITA provides this information from individual income tax filings they have reconciled as of the date of the information request and not from total inidviudal filings received.

* - Information not available prior to 2006

City of Gahanna, Ohio
Assessed Valuation and Estimated Actual Value of Taxable Property
Last Ten Collection Years

Collection Year	Real Property (a) Assessed Value	Real Property (a) Est. Actual Value	Tangible Personal Property (b) Assessed Value	Tangible Personal Property (b) Est. Actual Value	Public Utility (c) Assessed Value	Public Utility (c) Est. Actual Value	Total Assessed Value	Total Est. Actual Value	Direct Tax Rate
2014	$ 892,421,180	$ 2,549,774,800	$ -	$ -	$ 10,344,730	$ 29,556,371	$ 902,765,910	$ 2,579,331,171	2.40
2013	890,838,100	2,545,251,714	-	-	9,768,120	27,908,914	900,606,220	2,573,160,628	2.40
2012	894,928,870	2,556,939,629	-	-	9,701,520	27,718,629	904,630,390	2,584,658,258	2.40
2011	950,816,350	2,716,618,143	-	-	11,572,850	33,065,286	962,389,200	2,749,683,429	2.40
2010	941,679,190	2,690,511,971	460,083	460,083	13,067,930	37,336,943	955,207,203	2,728,308,997	2.40
2009	937,586,400	2,678,818,286	920,167	920,167	11,751,890	33,576,829	950,258,457	2,713,315,282	2.40
2008	925,152,780	2,643,293,657	11,683,301	186,932,816	10,352,920	29,579,771	947,189,001	2,859,806,244	2.40
2007	910,588,030	2,601,680,086	18,119,579	144,956,632	10,674,100	30,497,429	939,381,709	2,777,134,147	2.40
2006	902,627,910	2,578,936,886	25,821,091	137,712,485	11,528,550	32,938,714	939,977,551	2,749,588,085	2.40
2005	771,506,770	2,204,305,057	37,345,665	149,382,660	11,664,510	33,327,171	820,516,945	2,387,014,888	2.40

Source : Franklin County Auditor

(a) The assessed value of real property is fixed at 35% of true value and is determined pursuant to the rules of the State Tax Commissioner.

(b) The rate at which tangible personal property used in business is assessed for purposes of ad valorem property taxation decreased one percent each year from 35% in 1983 until it reached 25% in 1993. The rate decreased by 6.25% to 18.75% in 2006 and by an additional 6.25% to 12.5% in 2007. The rate continued to decrease by 6.25% in 2008 and reached 0 in 2009. Personal property assesed for collection year 2009-2010 is for delinquent taxes outstanding.

(c) Assumes public utilities are assessed at 35% of true value.

City of Gahanna, Ohio
Real Property Tax Rates - Direct and Overlapping
Last Ten Years
City of Gahanna-Gahanna Jefferson SD (District #025)
(Per $1000 Assessed Value)

Collection Year	City of Gahanna	Franklin County	Gahanna Jefferson School District	Columbus Metropolitan Library	Eastland Career Center	Township	Total Rate	Residential/ Agriculture Effective Rate	Commercial/ Industrial Effective Rate
2014	2.40	18.47	72.10	2.80	2.00	14.50	112.27	81.526464	87.852181
2013	2.40	18.47	72.10	2.80	2.00	14.50	112.27	81.437803	87.746158
2012	2.40	18.07	72.10	2.80	2.00	14.50	111.87	80.346654	86.988447
2011	2.40	18.07	66.73	2.80	2.00	10.70	102.70	68.378701	76.810544
2010	2.40	18.07	66.73	2.20	2.00	10.70	102.10	66.132253	74.823675
2009	2.40	18.02	66.78	2.20	2.00	10.70	102.10	64.714526	74.080299
2008	2.40	18.49	65.80	2.20	2.00	10.70	101.59	61.707361	73.615481
2007	2.40	18.44	66.95	2.20	2.00	10.70	102.69	62.684601	75.462045
2006	2.40	18.44	59.24	2.20	2.00	10.70	94.98	54.169740	67.051683
2005	2.40	18.44	60.14	2.20	2.00	10.70	95.88	61.437223	71.041881

Note: The City of Gahanna consists of three taxing Districts:
City of Gahanna - Gahanna Jefferson School District (District #025)
City of Gahanna - Columbus City School District (District #026)
City of Gahanna - Jefferson Township/Gahanna Jefferson School District (District #027)

Source: Office of the County Auditor, Franklin County, Ohio

Real Property Tax Rates - Direct and Overlapping
Last Ten Years
City of Gahanna-Columbus City School District (District #026)
(Per $1000 Assessed Value)

Collection Year	City of Gahanna	Franklin County	Columbus City School District	Columbus Metropolitan Library	Township	Total Rate	Residential/ Agriculture Effective Rate	Commercial/ Industrial Effective Rate
2014	2.40	18.47	76.00	2.80	14.50	114.17	81.325141	92.797438
2013	2.40	18.47	76.15	2.80	14.50	114.32	81.296732	92.451919
2012	2.40	18.07	75.85	2.80	14.50	113.62	79.826491	91.239815
2011	2.40	18.07	75.50	2.80	10.70	109.47	72.249939	85.773798
2010	2.40	18.07	75.50	2.20	10.70	108.87	69.950174	83.543560
2009	2.40	18.02	75.50	2.20	10.70	108.82	68.404347	82.468688
2008	2.40	18.49	67.65	2.20	10.70	101.44	58.343956	75.461416
2007	2.40	18.44	67.65	2.20	10.70	101.39	58.169705	75.546499
2006	2.40	18.44	66.47	2.20	10.70	100.21	56.157498	73.821293
2005	2.40	18.44	67.65	2.20	10.70	101.39	65.333807	77.549723

Note: The City of Gahanna consists of three taxing Districts:
City of Gahanna - Gahanna Jefferson School District (District #025)
City of Gahanna - Columbus City School District (District #026)
City of Gahanna - Jefferson Township/Gahanna Jefferson School District (District #027)

Source: Office of the County Auditor, Franklin County, Ohio

City of Gahanna, Ohio
Real Property Tax Rates - Direct and Overlapping
Last Ten Years
City of Gahanna-Jefferson Township/Gahanna Jefferson SD (District #027)
(Per $1000 Assessed Value)

Collection Year	City of Gahanna	Franklin County	Gahanna Jefferson School District	Columbus Metropolitan Library	Eastland Career Center	Township	Total Rate	Residential/ Agriculture Effective Rate	Commercial/ Industrial Effective Rate
2014	1.63	18.47	72.10	2.80	2.00	12.57	109.57	77.504360	85.401273
2013	1.63	18.47	72.10	2.80	2.00	9.57	106.57	74.407900	82.391582
2012	1.63	18.07	72.10	2.80	2.00	9.54	106.14	73.293370	81.642260
2011	1.63	18.07	66.73	2.80	2.00	9.54	100.77	65.334279	74.459773
2010	1.63	18.07	66.73	2.20	2.00	9.54	100.17	63.044436	72.519424
2009	1.63	18.02	66.78	2.20	2.00	9.54	100.17	61.632338	71.822031
2008	1.63	18.49	65.80	2.20	2.00	9.49	99.61	59.339024	71.738044
2007	1.63	18.44	66.95	2.20	2.00	10.46	101.68	60.101102	73.719136
2006	1.63	18.44	59.24	2.20	2.00	10.58	94.09	51.769608	65.399110
2005	1.63	18.44	60.14	2.20	2.00	10.65	95.06	58.512639	69.333485

Note: The City of Gahanna consists of three taxing Districts:
City of Gahanna - Gahanna Jefferson School District (District #025)
City of Gahanna - Columbus City School District (District #026)
City of Gahanna - Jefferson Township/Gahanna Jefferson School District (District #027)

Source: Office of the County Auditor, Franklin County, Ohio

City of Gahanna, Ohio
Principal Property Taxpayers
Current Year and Nine Years Ago

	December 31, 2014	
	Total Assessed Valuation	% of Total Assessed Valuation
Public Utilities		
1 . Ohio Power Company	$7,562,740	0.84%
Real Estate		
1 . Stoneridge Plaza Shops	10,418,140	1.16%
2 . Vista at Rocky Fork LP	7,910,010	0.88%
3 . McGraw-Hill Inc	6,335,530	0.70%
4 . AERC Christopher Wren Inc	5,330,500	0.59%
5 . Columbus Giant LLC	4,577,910	0.51%
6 . Sun Life Assurance Co	3,929,320	0.44%
7 . STAG Gahanna LLC	3,488,740	0.39%
8 . CIP II Buckeye Hotel	3,255,000	0.36%
9 . Gahanna Realty LLC	2,975,000	0.33%
10 . Morrison Arbors LLC	2,872,310	0.32%
ALL OTHERS	841,951,020	93.49%
TOTAL ASSESSED VALUATION	$900,606,220	100.00%

	December 31, 2005	
	Total Assessed Valuation	% of Total Assessed Valuation
Public Utilities		
1 . Columbus Southern Power Company	$7,011,980	0.85%
2 . Ohio Bell Telephone Company	3,340,710	0.41%
3 . Columbia Gas of Ohio	1,363,360	0.17%
Real Estate		
1 . Morse & Hamilton LP	9,167,610	1.12%
2 . Vista at Rocky Fork LP	6,930,000	0.84%
3 . AERC Christopher Wren Inc	4,410,000	0.54%
4 . Continental/Eagle IV LLC	3,237,500	0.39%
5 . Morrison Arbors LLC	3,230,890	0.39%
6 . McGraw Hill Inc	2,991,210	0.36%
7 . USPG Portfoliio Two LLC	2,560,920	0.31%
8 . HPT CW Properties Trust	2,483,250	0.30%
9 . Provident-Hunters	2,329,250	0.28%
10 . Sunrise Gahanna Assisted	2,116,730	0.26%
Tangible Personal Property *		
1 . McGraw Hill Inc	7,005,260	0.85%
2 . Penn Traffic Company	2,291,360	0.28%
3 . Siemens Airfield Solutions Inc	1,787,460	0.22%
4 . Tamarkin Company	1,704,920	0.21%
5 . BLC Corporation	1,578,600	0.19%
6 . Time Warner Entertainment Company LP	1,368,420	0.17%
7 . JE Grote Company Inc	1,227,275	0.15%
8 . Basell USA Inc	1,096,510	0.13%
9 . Kroger Company	1,002,660	0.12%
10 . Ometek Inc	975,830	0.12%
ALL OTHERS	749,305,240	91.32%
TOTAL ASSESSED VALUATION	$820,516,945	100.00%

Source : Franklin County Auditor's Office

Assessed Values are for the valuation year of 2013 and 2004 respectively

* House Bill 66 (the State's bienniel budget) begun the phase out of Tangible Personal Property Tax (TPP) in FY 2006, which will continue over three years.
The rate decreased by 6.25% to 18.75% in 2006 and by an additional 6.25% to 12.5% in 2007. The rate will continued to decrease by 6.25% in 2008 and will reach 0 in 2009.

City of Gahanna, Ohio
Property Tax Levies and Collections
Last Ten Years

Collection Year	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Total Tax Collections to Tax Levy	Outstanding Delinquent Taxes	Percent of Delinquent Taxes to Tax Levy
2014	$ 2,164,785	$ 2,053,384	94.85	$ 45,268	$ 2,098,652	96.95	$ 72,390	3.34
2013	2,224,429	1,941,685	87.29	49,069	1,990,754	89.50	85,142	3.83
2012	2,230,058	2,126,685	95.36	60,926	2,187,611	98.10	93,839	4.21
2011	2,363,365	2,256,672	95.49	47,912	2,304,584	97.51	133,898	5.67
2010	2,358,218	2,206,189	93.55	63,634	2,269,823	96.25	117,843	5.00
2009	2,349,651	2,217,000	94.35	62,031	2,279,031	96.99	121,338	5.16
2008	2,337,158	2,208,843	94.51	58,246	2,267,089	97.00	146,594	6.27
2007	2,293,450	2,165,583	94.42	53,578	2,219,161	96.76	129,032	5.63
2006	2,288,056	2,066,694	90.33	52,572	2,119,266	92.62	108,843	4.76
2005	1,992,761	1,867,718	93.73	51,213	1,918,931	96.30	79,187	3.97

Note: The information above is for real estate, public utilities and tangible personal property collections and levies.

Source: Office of the County Auditor, Franklin County, Ohio

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

	Governmental Activities			Business-type Activities				
Year	(a) Bonded Debt	(a) Loans	(a) Capital Lease	(a) Bonded Debt	(a) Loans	Total Primary Government	(b) Percentage of Personal Income	(b) Per Capita
2014	$ 17,516,544	$ 3,763,376	$ 317,988	$ 2,255,759	$ -	$ 23,853,667	1.76%	$ 716
2013	17,426,526	5,276,923	425,369	2,328,474	-	25,457,292	1.96%	765
2012	17,951,420	6,466,036	521,428	2,418,580	12,349	27,369,813	2.15%	823
2011	18,708,521	6,552,680	625,714	2,531,479	24,277	28,442,671	2.24%	825
2010	19,436,206	1,658,458	-	2,638,794	35,798	23,769,256	2.06%	715
2009	20,095,598	1,196,024	18,330	2,744,402	46,926	24,101,280	2.04%	700
2008	20,745,576	813,566	45,502	2,844,424	57,675	24,506,743	1.13%	323
2007	21,890,554	861,423	75,593	3,144,446	62,911	26,034,927	0.98%	279
2006	14,056,350	957,137	103,848	678,650	73,115	15,869,100	0.60%	170
2005	15,160,000	-	27,582	570,000	82,971	15,840,553	0.61%	173

Sources :
(a) Notes to the Financial Statements

(c) See Schedule "Demographic and Economic Statistics, Last Ten Years" for personal income, and population

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

		Governmental Activities			Business-Type Activities	Total Primary Government		
Year	(a) Assessed Value	(b) Gross Bonded Debt	(c) Less Debt Service	Net Bonded Debt	(b) Gross Bonded Debt	Net Bonded Debt	% of Net Bonded Debt to Assessed Valuation	(d) Net Bonded Debt Per Capita
2014	$ 902,765,910	$ 17,516,544	$ 1,240,331	$ 16,276,213	$ 2,255,759	$ 18,531,972	2.05%	$ 488
2013	900,606,220	17,426,526	1,240,353	16,186,173	2,328,474	18,514,647	2.06%	486
2012	904,630,390	17,951,420	1,183,758	16,767,662	2,418,580	19,186,242	2.12%	504
2011	962,389,200	18,708,521	1,186,778	17,521,743	2,531,479	20,053,222	2.08%	508
2010	955,207,203	19,436,206	1,104,011	18,332,195	2,638,794	20,970,989	2.20%	551
2009	950,258,457	20,095,598	1,153,618	18,941,980	2,744,402	21,686,382	2.28%	550
2008	947,189,001	20,745,576	1,153,617	19,591,959	2,844,424	22,436,383	2.37%	570
2007	939,381,709	21,890,554	1,090,455	20,800,099	3,144,446	23,944,545	2.55%	609
2006	939,977,551	14,056,350	1,076,693	12,979,657	678,650	13,658,307	1.45%	381
2005	820,516,945	15,160,000	1,254,205	13,905,795	570,000	14,475,795	1.76%	411

Sources :

(a) County Auditor

(b) General Obligation debt outstanding per notes to the financial statements

(c) Balance of Debt Service fund at end of fiscal year

(d) See Schedule "Demographic and Economic Statistics, Last Ten Years" for population and enrollment information

City of Gahanna, Ohio
Computation of Direct and Overlapping General Obligation Bonded Debt
as of December 31, 2014

Governmental Unit	Gross Debt Outstanding	Percent Applicable to City	Amount Applicable to City
City of Gahanna	$ 20,589,307	100.000%	$20,589,307
Franklin County	234,865,000	3.450%	8,102,843
Jefferson Township	878,500	0.660%	5,798
Mifflin Township	1,120,000	95.760%	1,072,512
Columbus City School District	432,229,221	0.090%	389,006
Gahanna-Jefferson School District	8,973,297	64.240%	5,764,446
Eastland Fairfield Career Center	2,450,000	12.280%	300,860
Total Direct	20,589,307		20,589,307
Total Overlapping	680,516,018		15,635,465
Total Direct and Overlapping	$ 701,105,325		$36,224,772

Note: Overlapping governments with no outstanding debt are not reflected

Source: Ohio Municipal Advisory Council

City of Gahanna, Ohio
Legal Debt Margin Information
Last Ten Years

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Assessed Valuation	902,765,910	900,606,220	904,630,390	962,389,200	955,207,203	950,258,457	947,189,001	939,381,709	939,977,551	820,516,945
Overall Debt Limit - 10.5% of Assessed Valuation	94,790,421	94,563,653	94,986,191	101,050,866	100,296,756	99,777,138	99,454,845	98,635,079	98,697,643	86,154,279
Net Indebtedness (a)	16,276,213	16,186,173	16,767,662	17,521,743	18,332,195	18,941,980	19,591,959	20,800,099	12,979,657	13,905,795
Legal Debt Margin	78,514,208	78,377,480	78,218,529	83,529,123	81,964,561	80,835,158	79,862,886	77,834,980	85,717,986	72,248,484
Total Net Debt Applicable to the Limit as a percentage of the Debt Limit	17%	17%	18%	17%	18%	19%	20%	21%	13%	16%
Unvoted Debt Limit - 5.5% of Assessed Valuation (General Limitation)	49,652,125	49,533,342	49,754,671	52,931,406	52,536,396	52,264,215	52,095,395	51,665,994	51,698,765	45,128,432
Unvoted Net Indebtedness	16,276,213	16,186,173	16,767,662	17,521,743	18,332,195	18,941,980	19,591,959	20,800,099	12,979,657	13,905,795
Legal Debt Margin	33,375,912	33,347,169	32,987,009	35,409,663	34,204,201	33,322,235	32,503,436	30,865,895	38,719,108	31,222,637
Total Net Debt Applicable to the Limit as a percentage of the Debt Limit	33%	33%	34%	33%	35%	36%	38%	40%	25%	31%

Note: Ohio Bond Law sets a limit of 10.5% for all debt and 5.5% for unvoted debt exclusive of certain exemptions and exceptions.

(a) - See schedule of Ratios of Net General Bonded Debt Outstanding

Source: Franklin County Auditor and Bond Counsel

City of Gahanna, Ohio
Demographic and Economic Statistics
Last Ten Years

Year	(a) Estimated Population	(b) Per Capita Income	Personal Income	(c) Unemployment Rate	(d) School Enrollment
2014	33,323	40,582	1,352,300,085	4.10%	7,190
2013	33,288	39,058	1,300,172,983	5.60%	7,019
2012	33,262	38,199	1,270,569,650	5.30%	7,073
2011	34,468	36,765	1,267,216,020	6.50%	7,075
2010	33,248	34,782	1,156,445,336	7.70%	7,142
2009	34,443	34,235	1,179,144,003	7.20%	7,147
2008	34,355	34,988	1,202,006,244	4.80%	7,036
2007	34,170	34,953	1,194,339,160	4.10%	6,997
2006	34,098	34,675	1,182,363,645	3.90%	6,926
2005	33,865	33,342	1,129,119,485	4.30%	6,893

Sources :

(a) Population for the City is estimated based on estimates from Mid-Ohio Regional Planning Commission

(b) US Department of Commerce, Bureau of Economic Analysis, Franklin County & US Census Bureau

(c) Ohio Labor Market Information

(d) Gahanna Jefferson School District CAFR

City of Gahanna, Ohio
Principal Employers
Current Year and Nine Years Ago

	2014
Employer	Type of Business
American Electric Power	Public Utility
Gahanna-Jefferson Schools	Public School District
JP Morgan Chase	Financial Institution
McGraw-Hill Education LLC	Education Materials Supplier
Ohio Power Company	Public Utility
Columbus Academy	Private School K-12
City of Gahanna	Municipality
Ohio Health Physicians Group	Healthcare Provider
State Automobile Mutual Insurance	Insurance Provider
Donatos Pizzeria LLC	Food Service

	2005
Employer	Type of Business
Gahanna-Jefferson School District	Public School District
American Electric Power	Public Utility
Alliance Data Systems	Marketing Services
EMH&T	Engineering Services
McGraw-Hill	Education Materials Supplier
City of Gahanna	Municipality
State of Ohio	State
Donatos Pizzeria LLC	Food Service
Defense Finance & Accounting Service	Federal Agency
Columbus Academy	Private School K-12

Note: Number of employees not available. As a result the top employers were based on the top income tax withholders for the City. Due to confidentiality the amount withheld cannot be reported.

Source: RITA, City Tax

City of Gahanna, Ohio
Staffing Statistics - Head Count by Type and Function
Last Eight Fiscal Years

	2014 ***	2013	2012	2011	2010	2009 **	2008	2007 *	
General Government									
Council Elected Officials	7.00	7.00	7.00	7.00	7.00	7.00	7.00	7.00	
Council Office Full-Time	3.00	2.40	2.80	2.80	2.80	2.80	3.10	3.10	
Council Office Part-Time	-	3.00	2.00	2.00	2.00	1.00	1.00	1.00	
Council Office Appointed Board Member	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	
Office of the Mayor Elected Officials	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	
Office of the Mayor Full-Time	4.00	6.00	6.00	5.00	5.00	5.00	4.00	4.00	
Office of the Mayor Part-Time	3.00	2.00	2.00	4.00	3.00	4.00	4.00	4.00	
Department of Law Elected Officials	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	
Department of Law Full-Time	-	0.10	0.30	0.30	0.30	0.30	0.30	0.30	
Department of Law Part-Time	1.00	1.00	-	-	-	-	-	-	
Human Resoources Full-Time	3.00	3.00	3.00	2.00	3.00	2.00	3.00	2.00	
Human Resoources Part-Time	-	-	-	1.00	1.00	1.00	1.00	1.00	
Finance Full-Time	4.00	5.00	5.00	5.00	6.00	5.50	4.00	4.00	
Finance Part-Time	1.00	-	-	-	-	1.00	1.00	1.00	
Income Tax Full-Time	-	-	-	-	-	3.50	4.00	5.00	
Income Tax Part-Time	-	-	-	-	-	3.00	3.00	3.00	
Public Service Full-Time	5.45	6.95	7.95	7.95	9.25	10.25	10.25	10.25	
Public Service Part-Time	2.00	2.00	2.00	-	1.00	2.00	2.00	2.00	
Total	41.45	46.45	46.05	45.05	48.35	56.35	55.65	55.65	
Security of Persons & Property									
Police Full-Time	62.00	55.00	61.00	59.00	62.00	64.00	64.00	66.00	
Police Part-Time	4.00	4.00	4.00	4.00	4.00	4.00	4.00	5.00	
Police Appointed Member	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	
Emergency Management Part-Time	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	
Dispatch	10.00	10.00	10.00	10.00	9.00	9.00	9.00	8.00	
Total	78.00	71.00	77.00	75.00	77.00	79.00	79.00	81.00	
Transportation									
Fleet Full-Time	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	
Fleet Part-Time	-	-	-	-	-	1.00	2.00	1.00	
Streets Full-Time	6.25	6.25	6.25	6.68	7.25	7.25	7.25	7.25	
Streets Part-Time	-	-	-	-	-	1.00	1.00	-	
Streets Seasonal	2.00	2.00	2.00	-	-	1.00	1.00	-	*
Total	13.25	13.25	13.25	11.68	12.25	15.25	16.25	13.25	
Community Environment									
Planning & Development Full-Time	9.00	9.50	9.90	9.90	9.90	10.90	9.60	10.60	
Planning & Development Part-Time	2.00	1.00	1.00	1.00	2.00	5.00	7.00	6.00	
Appointed Board Members	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	
Information Technology Full-Time	5.00	5.00	5.00	5.00	4.00	4.00	4.00	4.00	
Information Technology Part-Time	-	-	1.00	1.00	1.00	2.00	3.00	1.00	
Total	28.00	27.50	28.90	28.90	28.90	33.90	35.60	33.60	
Leisure Time Activity									
Parks & Facilities Full-Time	6.85	6.85	6.85	6.85	7.85	7.85	7.85	6.00	
Parks & Facilities Part-Time	36.00	31.98	34.90	30.93	28.14	35.08	32.49	23.00	
Parks & Facilities Seasonal	3.00	2.37	2.00	4.52	2.00	10.00	10.00	4.00	*
Parks & Facilities Appointed Board Members	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	
Recreation Full-Time	2.00	3.00	3.40	3.10	3.15	3.40	2.10	1.90	
Recreation Part-Time	6.00	3.75	4.70	2.72	2.00	5.02	4.29	6.00	
Recreation Seasonal	27.00	41.45	39.40	37.98	38.00	36.56	27.00	7.00	*
Golf Course Full-Time	0.15	0.15	0.45	0.60	0.45	0.45	0.45	2.30	
Golf Course Part-Time	5.00	7.73	7.40	7.35	5.86	5.90	6.22	6.00	
Golf Course Seasonal	9.00	8.37	7.00	8.00	8.00	9.00	13.00	-	*
Senior Center Full-Time	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	
Senior Center Part-Time	2.00	2.00	2.00	2.00	3.00	3.00	3.00	3.00	
Senior Center Seasonal	2.00	2.00	2.00	2.00	3.00	3.00	3.00	3.00	
Pools Full-Time	-	-	0.30	0.45	0.55	0.30	0.60	0.80	
Pools Part-Time	1.00	1.00	2.00	2.00	4.00	2.00	1.00	-	
Pools Seasonal	6.00 *	85.35	80.60	68.50	78.00	101.44	30.00	-	*
Total	119.00	209.00	206.00	190.00	197.00	236.00	154.00	76.00	
Business-Type Activities									
Water Full-Time	5.60	5.34	5.34	5.60	5.88	5.38	5.37	4.87	
Water Part-Time	-	-	0.33	0.66	0.66	0.33	0.33	0.83	
Water Seasonal	-	0.66	0.33	0.33	1.83	2.15	1.33	0.50	*
Sewer Full-Time	5.60	5.35	5.35	5.61	5.88	5.38	5.38	4.88	
Sewer Part-Time	-	-	0.34	0.66	0.66	0.33	0.33	0.83	
Sewer Seasonal	-	0.68	0.34	0.33	1.83	2.19	1.33	0.50	*
Storm Water Full-Time	3.10	3.11	3.11	3.16	2.75	2.75	2.75	2.75	
Storm Water Part-Time	-	-	0.33	0.68	0.68	0.34	1.34	1.34	
Storm Water Seasonal	1.00	0.66	0.33	0.34	1.33	1.65	3.34	1.00	*
Total	15.30	15.80	15.80	17.37	21.50	20.50	21.50	17.50	
Total Elected Officials	9.00	9.00	9.00	9.00	9.00	9.00	9.00	9.00	
Total Full-Time	141.00	139.00	148.00	145.00	151.01	156.01	153.00	154.00	
Total Part-Time	64.00	60.46	65.00	61.00	60.00	78.00	79.00	67.00	
Total Seasonal	48.00	141.54	132.00	120.00	130.99	163.99	87.00	13.00	*
Total Appointed	31.00	31.00	31.00	31.00	31.00	31.00	31.00	31.00	
Total All Employees	295.00	383.00	387.00	368.00	385.00	441.00	362.00	277.00	

* - The City purchased new accounting and Human Resources software in 2007 which became operational in October 2007. Any staffing information prior to this date is not available. In addition due to the October implementation date, seasonal staff for 2007 is not complete.

** - The City acquired the Gahanna Swim Club in 2008 opening for operations in 2009 explaining the large fluctuation in pool seasonal staff from 2009 to current.

*** - The City hired a third party to operate the pools for 2014 explaining the decrease in leisure time activity and seasonal staffing.

Note - Unless otherwise indicated staff reported are full-time. Staff allocated to more than one function are allocated above by the same percentage. Head-count for part-time and full-time is as of the December 31. Head-count for seasonal is as of August 31.

Source - Payroll Records

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

Function	2014	2013	2012	2011	2010	2009 **	2008	2007	2006	2005
Governmental Activities										
General Government										
Active Income Tax Accounts										
Withholding	3,265	3,154	3,094	2,978	2,801	2,683	N/A	N/A	N/A	N/A
Individual	21,940	21,141	21,178	20,138	19,262	15,206	N/A	N/A	N/A	N/A
Business	2,075	2,132	2,383	2,329	2,246	1,905	N/A	N/A	N/A	N/A
Security of Persons & Property										
Dispatched Calls	38,750	39,317	37,589	41,809	39,225	34,279	33,695	31,152	30,938	32,084
Violent Crimes	227	211	239	163	195	242	277	335	227	74
Property Crimes	680	736	824	830	779	927	955	933	880	886
Traffic Citations & Accidents	6,649	5,870	4,577	4,916	4,693	4,194	4,637	4,346	3,662	7,499
Arrests	1,090	1,281	1,205	1,216	1,109	1,106	1,192	1,149	996	912
Leisure Time Activities										
Special Event Participation	19,609	26,520	30,986	23,005	20,890	22,717	N/A	N/A	N/A	N/A
Recreation Program Participation	4,747	3,386	3,105	2,809	3,078	3,190	2,780	2,540	2,653	N/A
Swimming Pool Admissions	37,460	38,809	38,885	35,630	33,196	30,474	N/A	N/A	N/A	N/A
Golf Course Admissions	20,281	19,362	22,518	15,837	19,602	22,846	20,348	15,174	18,443	18,069
Senior Center Members	460	576	N/A	N/A	590	N/A	657	670	670	685
Community Environment										
Commercial Permits Issued	512	979	612	433	319	352	577	510	N/A	N/A
Residential Permits Issued	901	884	840	734	798	664	727	725	N/A	N/A
Code Enforcement Complaints	666	727	705	672	597	595	684	493	1,268	1,167
Code Enforcement Violations	849	838	826	859	846	920	703	654	1,095	951
Jobs Created/Retained Through Economic Development Incentives *	3,188	3,385	4,393	4,324	2,965	3,070	3,423	4,257	4,530	4,047
Private Investment Leveraged Per Dollar of Public Investment Incentives	$ 15.18	$ 33.82	$ 29.04	$ 40.02	$ 39.84	$ 38.35	$ 40.80	$ 44.86	$ 45.24	$ 44.49
Transportation										
Lane Miles of Street Rebuild	0.62	0.78	0.70	-	-	0.50	0.48	1.35	-	0.22
Lane Miles of Street Overlay	1.60	3.53	3.07	0.77	8.19	2.74	5.34	2.05	7.44	9.07
Lane Miles of Street Maintenance	16.80	24.11	15.41	-	-	3.71	3.99	0.30	2.76	1.91
Average Pavement Condition Rating	87.60%	87.40%	86.20%	87.60%	89.70%	92.80%	92.00%	91.60%	91.50%	91.50%
Business-Type Activities										
Residential Utility Accounts	10,164	10,031	10,023	10,017	10,017	10,016	10,013	10,008	10,001	9,988
Commercial Utility Accounts	630	628	625	620	617	616	614	606	600	594

* - Prior to 2012, Jobs Created and Retained through Economic Development Incentives were only tracked for Community Reinvestment Areas. After 2012 Office & Industrial Incentives are also included.

** - Transition year to RITA. Data not available prior to transition.

N/A - Data Not Available

Source - RITA, Department Records

City of Gahanna, Ohio
Capital Asset Statistics
Last Ten Fiscal Years

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Governmental Activities										
General Government										
City Hall	1	1	1	1	1	1	1	1	1	1
Fleet	6	6	7	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Security of Persons & Property										
Police Station	1	1	1	1	1	1	1	1	1	1
Police Fleet	37	42	50	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Transportation										
Service Garage	1	1	1	1	1	1	1	1	1	1
Joint Maintenance Facility	1	1	1	1	1	1	1	1	1	1
Street Lane Miles	325.09	325.09	324.89	321.05	318.67	318.67	317.55	317.07	317.07	317.07
Street Lights	1,740	1,740	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Traffic Signals	41	41	40	38	37	37	37	36	35	34
Fleet	16	17	18	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Community Environment										
Office Building	1	1	1	1	-	-	-	-	-	-
Parking Garage	1	1	1	1	1	1	1	-	-	-
Miles of Fiber	14.42 **	20.26	18.75	15.12	13.75	12.60	7.42	7.42	7.24	7.24
Leisure Time Activities										
Park Acreage	759.2	759.13	759.13	759.13	702.25	693.35	651.18	651.90	645.00	631.40
Number of Parks	52	51	51	51	49	49	34	34	34	34
Rentable Shelters	8	6	6	6	6	6	4	4	4	4
Playgrounds	13	15	15	15	13	13	12	12	11	11
Senior Center	1	1	1	1	1	1	1	1	1	1
Herb Education Center	1	1	1	1	-	-	-	-	-	-
Golf Course	1	1	1	1	1	1	1	1	1	1
Dog Park	1	1	1	1	1	1	1	-	-	-
Skate Park	1	1	1	1	1	1	1	1	1	1
Pools	2	2	2	2	2	2	1	1	1	1
Parks Garage	1	1	1	1	1	1	1	1	1	1
Trail Miles	12 *	17.10	16.60	16.60	14.80	13.70	12.90	10.10	9.60	8.60
Fleet	30	35	43	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Business-Type Activities										
Water Main Miles	152.37 **	177.42	175.00	174.69	173.21	170.39	170.03	165.44	165.33	165.16
Sanitary Sewer Miles	150.94 **	161.94	160.00	159.43	158.48	156.97	156.43	155.26	155.05	154.91
Storm Sewer Miles	125.46 **	148.59	145.00	144.86	142.01	137.13	135.07	127.95	124.34	124.13
Fleet	13	16.00	15.00	N/A	N/A	N/A	N/A	N/A	N/A	N/A

* - Prior to 2014 golf course cart paths and unpaved trails were included for trail miles.
** - Prior to 2014 privately owned portions of these utilities were included. 2014 accurately reflects what is owned by the City.

Source: Capital Asset System, Departmental Records

N/A - Information Not Available