

City of Delaware, Ohio



The Original



The Expansion

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDING DECEMBER 31, 2013

PREPARED BY THE FINANCE DEPARTMENT

City of Delaware, Ohio

Comprehensive Annual Financial Report *For The Year Ended December 31, 2013*

Dean P. Stelzer – Finance Director

Prepared by the City of Delaware Finance Department

Robert Alger – City Accountant

John Hunter – Tax Administrator

Stewart Clinger – Collections

Finance

Barb Browning

Dale Wynkoop

Tax

Lory Johnson

Diane Ladd

Stacie Hines

Utility Billing

Kim Johnson

Becky Peterson

Whitnie Green

Cover Pictures: The Water Treatment Facility on US 23 [north of the City] prior to the expansion project [top] and the expansion construction-in-process [below]. When this expansion is completed, the City's filtering capacity will increase from 6 million gallons per day to 7.2 mgd.

City of Delaware, Ohio
Comprehensive Annual Financial Report
For The Year Ended December 31, 2013
Table of Contents

I. Introductory Section

Table of Contents	i
Letter of Transmittal	iv
Organizational Chartxi
Elected and Appointed Officialsxii
GFOA Certificate of Achievementxiii

II. Financial Section

Independent Auditor’s Report	1
Management’s Discussion and Analysis	4
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position	15
Statement of Activities	16
Fund Financial Statements:	
Balance Sheet – Governmental Funds	17
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities	18
Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)—Governmental Funds	19
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	20
Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual [Budget Basis]:	
General Fund	21
Fire/EMS Income Tax Fund.....	22
Statement of Fund Net Position – Proprietary Funds	23
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	24
Statement of Cash Flows—Proprietary Funds	25
Statement of Fiduciary Assets and Liabilities – Agency Fund	29

City of Delaware, Ohio
Comprehensive Annual Financial Report
For The Year Ended December 31, 2013
Table of Contents, continued

Notes to the Basic Financial Statements	30
Combining Statements and Individual Fund Schedules	68
Combining Statements – Nonmajor Governmental Funds:	
Fund Descriptions	69
Combining Balance Sheet – Nonmajor Governmental Funds	74
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) – Nonmajor Governmental Funds	85
Combining Statements – Nonmajor Proprietary Funds:	
Fund Descriptions – Nonmajor Enterprise Funds	94
Combining Statement of Fund Net Position – Nonmajor Enterprise Funds.....	95
Combining Statement of Revenues, Expenses and Changes in Fund Net Position– Nonmajor Enterprise Funds.....	96
Combining Statement of Cash Flows – Nonmajor Enterprise Funds	97
Fund Descriptions – Internal Service Funds	98
Combining Statement of Fund Net Position – Internal Service Funds	99
Combining Statement of Revenues, Expenses and Changes in Fund Net Position – Internal Service Funds	100
Combining Statement of Cash Flows – Internal Service Funds	101
Combining Statements – Fiduciary Fund:	
Fund Descriptions – Agency Funds	102
Combining Statement of Changes in Assets and Liabilities— Agency Funds	103
Individual Fund Schedules of Revenues, Expenditures/Expenses, and Changes in Fund Balance – Budget and Actual [Budget Basis]:	
Major Funds	104
Nonmajor Funds	116

City of Delaware, Ohio
Comprehensive Annual Financial Report
For The Year Ended December 31, 2013
Table of Contents, continued

III. Statistical Section

Net Position by Component—Last Ten Years.....	169
Changes in Net Position—Last Ten Years.....	170
Fund Balances, Governmental Funds—Last Ten Years	172
Changes in Fund Balances, Governmental Funds — Last Ten Years	173
Tax Revenues by Source, Governmental Funds — Last Ten Years	174
Assessed Value and Actual Value of Taxable Property — Last Ten Years	175
Direct and Overlapping Property Tax Rates — Last Ten Years	176
Principal Property Tax Payers, Current Year and Ten Years Ago	177
Property Tax Levies and Collections — Last Ten Years	178
Income Tax Revenue by Source — Last Ten Years	179
Ratio of Outstanding Debt by Type —Last Ten Years	180
Ratios of General Bonded Debt Outstanding — Last Ten Years	181
Direct and Overlapping Governmental Activities Debt As of December 31, 2013.....	182
Legal Debt Margin Information—Last Ten Years	183
Pledged-Revenue Coverage—Last Ten Years.....	184
Demographic and Economic Statistics — Last Ten Years	185
Principal Business Withholdings Taxpayers — Current Year and Ten Years Ago	186
Full-time Equivalent City Government Employees by Function — Last Ten Years	187
Operating Indicators by Function — Last Ten Years	188
Capital Asset Statistics by Function — Last Ten Years	189



June 18, 2014

Members of City Council and
Citizens of Delaware, Ohio

Ohio Revised Code requires that each public office be audited at least once every two fiscal years, except under Federal Office of Management and Budget Circular No. A-133, which may require, or has elected to have, an audit every fiscal year. The City of Delaware [the City] meets these requirements for an annual audit. This report is published to satisfy that requirement for the year ended December 31, 2013.

Responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with City management and is based upon a comprehensive framework of internal controls that they have established for this purpose. These controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that [1] the cost of a control should not exceed the benefits likely to be derived from its implementation and [2] the valuation of costs and benefits requires estimates and judgments by management. We believe the data as presented is accurate in all material respects and that it is presented in a manner designed to set forth fairly the financial position and results of operations of the City as measured by the financial activity of its various funds. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

In accordance with Ohio law, independent audits are required to be performed on all financial operations of the City. Either the Auditor of State of Ohio, or, if the Auditor permits, an independent public accounting firm conducts these audits. For 2013, the City began a new contract with the accounting firm Wilson, Shannon, & Snow, Inc. to perform these services. Their report is presented in the front of the Financial Section.

Management's Discussion and Analysis [MD&A] immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

Reporting Entity

The City has reviewed its reporting entity definition in order to insure compliance and conformance with the Governmental Accounting Standards Board Statement Number 14, *"The Financial Reporting Entity,"* as amended by GASB Statement No. 39, *"Determining Whether Certain Organizations are Component Units"*. For financial reporting definition purposes, City management considered all agencies, departments, and organizations comprising the City of Delaware, the primary government, and its potential component units. Areas of consideration include financial accountability, ability to impose its will, financial benefit, and financial burden. The City has no component units.

City of Delaware, Ohio

The City of Delaware

The City is the seat of Delaware County, 25 miles north of downtown Columbus, the Ohio state capitol. Delaware is an independent, full service city that has retained its small town qualities while adapting to recent high levels of growth and development. Delaware County is the fastest growing county in Ohio, identified as one of the 100 fastest growing, wealthiest and most educated areas of the country. Housing in Delaware is available in older, tree-lined neighborhoods, newer modern subdivisions, condominium developments and rental complexes. The population of Delaware increased by about 40 percent between 2000 and 2010, going from just over 25,000 residents to over 35,000. An additional 7,500 housing units and 15,000 people were projected to be added in that time frame. However, current housing trends and an economic slowdown have reduced this growth.

The region was originally occupied by the Delaware Indians who shared the territory between Columbus and Lake Erie with the Mingos and other tribes. Prehistoric Hopewell Mound Builders inhabited this area even earlier. Delaware was a country village in an agricultural region in 1808. Following the War of 1812, settlers arrived at a faster pace, including the parents of Rutherford B. Hayes, 19th President of the United States, who was born in Delaware in 1822. He met his future wife at Ohio Wesleyan University in Delaware.

Prior to the Civil War, Delaware had Northern sympathies and brought the underground railway through the area. The local Africa Road owes its name to this era. During and following the War, railroads played an important role in expanding the markets of Delaware. By 1900, Delaware had its own electric street railway and an electric interurban rail line connecting the community with Columbus and Marion.

In the modern era, farming has declined steadily throughout Delaware County as residential and industrial development has flourished. The proximity to Columbus, as well as historic periods of growth and prosperity, has greatly influenced the economy of Delaware. Its history, however, is carefully preserved in its many 19th century buildings and homes, its comfortable scale and architecture and the pace of life as a home town.

The City covers over 19 square miles and has a population of some 35,000 residents. The City of Delaware provides municipal and general administrative services under the supervision of the City Manager for police protection, fire and emergency medical services, water, sewer, and refuse utility services, public works maintenance, and a wide array of parks and recreational facilities and services, engineering, planning and community development, building inspection, and community affairs. The City also maintains a county-wide municipal court under the elected offices of Judge and Clerk of Court.

City Government

Delaware was founded in 1808 and incorporated in 1816. The City is a Charter Municipal Corporation established and operated under the laws of the State of Ohio. The Charter was first adopted November 6, 1951, and established the Council/Manager form of government. Delaware City Council consists of seven elected members. Three City Council positions are elected at-large; the other four positions are elected from the four wards of the City. The regular term of every member of Council is four years. Elections of members of Council are staggered such that every other year either the three at-large positions are elected or the four ward positions are elected. At the conclusion of each bi-annual election one of the three at-large members of Council is elected Mayor, by vote of all seven members of Council, to serve a two-year term. The Mayor presides at meetings of Council and is recognized as the official head of the City for all ceremonial purposes, military purposes, and for servicing civil process.

City of Delaware, Ohio

The members of Council are the legislative authority of the City. Council enacts ordinances and resolutions relative to City services, tax levies, appropriating and borrowing money, licensing, and regulating businesses and trades, and other various municipal purposes.

The City Manager is the City's chief executive officer and is appointed by Council. It is the duty of the City Manager to act as chief conservator of the peace within the City; to supervise the administration of the affairs of the City; and to see that the ordinances of the City and the laws of the State are enforced. The City Manager supervises the administration of all departments and appoints the various department heads and other City employees. He also executes all contracts, conveyances, and evidences of indebtedness of the City.

City administrative departments operating under the supervision of the City Manager include: Police, Fire, Finance, Engineering, City Attorney, City Prosecutor, Planning and Community Development, Public Works, Parks and Recreation, and Public Utilities.

Economic Conditions and Outlook

New home building increased over 57% in 2013 from 2012. This is the largest increase in several years. Residential building permits totaled 184 for 2013, up from 117 in 2012. These 117 permits totaled some \$40.6 million in home value. Commercial permits dropped about 10% in number from 272 to 246 and totaled \$24.1 million in value, up from \$23.9 million during 2012.

During 2013, Delaware County maintained the lowest unemployment in the Columbus Metro Statistical Area. With about seventy percent of the manufacturing square footage in Delaware County, the City of Delaware leads the county in manufacturing job growth. Therefore, the City continued to lead the region and state in manufacturing job growth.

While many manufacturing companies experienced job cutbacks, high-tech, alternative energy companies like Engineered Material Systems, Sky Climber and Luvata Forming saw some growth. EMS manufactures a conductive ink and glue used on CIGS flexible solar panels; Sky Climber manufactures wind turbine access equipment; and Luvata is starting to manufacture solar panel connectors.

Delaware is ready to start focusing more attention on manufacturing high-tech, alternative energy corporate clustering as an attraction strategy.

The City extended T/M Real Estate's (Toolmatics) Community Reinvestment Area Abatement Agreement for 5 years last year, which was scheduled to terminate December 31, 2013. It will now terminate on December 31, 2018. With that, no abatements were terminated.

Major Initiatives

Police: In 2013, the Police Department initiated a strategic response initiative to make better use of data to direct our services. Police Department administrators identify high crime areas based off of weekly crime mapping, and direct patrols to focus on the problems in those areas. Specialized operations are also conducted to address the more serious issues. The overall result was a reduction in thefts and property crimes. These initial results are encouraging, and the Police Department will continue this program into 2014.

Fire-EMS: In 2010, a 0.3% income tax increase was voted in to fund the construction, equipping, and staffing of two new fire stations to provide more efficient and effective fire protection for all areas within the growing City. Land was purchased in 2011 for two new stations one in the northwest section of the City, the other in

City of Delaware, Ohio

the southeast. Design on the northwest station [303] began in 2011, construction began toward the end of 2012, and the Department began operation in September 2013. It is anticipated that construction of the southeast station [304] will begin around 2015. The City began hiring new firefighter/EMS personnel in 2011 and ultimately will fill approximately 18 new positions to staff the two new stations. On June 4, 2014, the Department will have hired 16 new positions. The Department placed into service a new 100' ladder truck and paramedic ambulance in 2012, and a new engine and new cardiac monitors and defibrillators in 2013. The Department will be replacing another paramedic ambulance in 2014.

Public Utilities: The construction of the City's new groundwater membrane water treatment plant and rehabilitation of the existing surface water plant continued in 2013. Construction of the thirty million dollar project started in October 2012 with substantial completion scheduled by the end of 2014. The improvements at the water plant are necessary to meet regulatory requirements and to increase the City's water capacity from 6 million gallons per day (MGD) to 7.2 MGD. In 2013, the City completed the construction of a new sanitary sewer from RT 23S to Belle Avenue to increase the sewer capacity of the City's industrial park and southwest service area. In 2014, the City will complete the construction of a new storm water conveyance system on West Lincoln Avenue and a new 8-inch water line on RT 23N from Hills Miller Road to Pennsylvania Avenue. In 2014, the City will design and construct a replacement 12-inch water line on Park Avenue from South Sandusky Street to Curtis Street.

Public Works: The winter snow/ice season ended with record setting numbers in both snow accumulation and cold. Public Works used over 4000 tons of *salt*, twice the annual average, to combat the twenty-one recorded snow events. The anti-icing program was also pushed to new limits with over 105,000 gallons of salt-brine produced and applied to the street network in advance of a coming event. Public Works is gearing up for a series of facility improvements that started with the installation of a new automated security gate across the main entrance drive. Other improvements under consideration are a 2500 ton slat storage shed, semi-automated brined production plant, new refuse cold storage building, automated exhaust collection system for the fleet garage, 3600 SF of administrative office space, and a 7000 SF recycling center, all to be constructed at 440 East William Street. When completed, the improvements will allow for all Public Works Divisions to operate out of a centralized facility at 440 E William Street.

Recreation: The City's new community center was completed in 2011 and ultimately will connect to a new National Guard armory, to be built in 2013 or 2014 on the same site. The City's center will be able to utilize Guard classrooms and drill space for recreational activities. To provide funding for the construction underway, the City issued \$20.12 million in bonds which will be paid for with tax revenues as they are collected. At the end of 2011, the City entered into a management agreement with the YMCA to manage its Jack Florance [Mingo] pool facility and recreation center, and to manage many of the City's recreational programs.

Significant 2013 City of Delaware Business Highlights

Major infrastructure investments attract companies to growing communities. The City and County have a number of projects underway and several have reached completion; the Glenn Road Extension, Peachblow/Winter Road intersection alignment, YMCA-TACC, and other projects are becoming visible and known. Although growth has slowed considerably the past couple of years, these projects continue.

Delaware's downtown has achieved some very noteworthy accomplishments over the last several years. Delaware received national Mainstreet status several years ago. The US Department of Interior certified Delaware as a Certified Local Government. In addition, Delaware was chosen by the White House in 2003 as one of the first eight Preserve America Communities.

City of Delaware, Ohio

The City of Delaware experienced a strong resurgence of business activity in 2013. The City's economic development team responded to 184 leads resulting in 106 projects and the opening of 15 new businesses from a variety of sectors. New office and technology businesses included a Howard Hanna office in downtown Delaware; Mediu, a 50 employee software development company that located in Johnson Park; Mays Consulting moving into the city limits; and, Jon Taar Creative Studios, a small marketing and Web development firm with national clients. Food and retail establishments blossomed in downtown Delaware with the opening of Jimmy John's, Delaware Dog, Something Sweet Coffee & Bakery, Staas Brewing Company, and in early 2014, the City welcomed Son of Thurman, Pulp Juice and Smoothie Bar, Josie Posie Flowers, and Delaware Diamonds.

Our new business retention and expansion program also yielded incredible results with expansions of Amato's Wood Fired Pizza, Chesrown, Delaware Music Academy, Carousel Closet, Barley Hopsters, Toolmatics, Corner Café, and Hamburger Inn. Overall, all projects resulted in the creation of 234 jobs and the retention of 58 positions.

The Mainstreet organization is currently on path to implement wayfinding signage in the downtown. With parking issues a welcomed problem, the group would like to better coordinate locating businesses and parking.

The new Glennwood Shopping Center on the City's far east side has been growing for a couple years and includes a Kohl's, Office Max, and Meijer anchor stores. Across the road, an Aldi's and a Tire Discounters store have been constructed. Other stores and businesses are expected to build within the next several years.

The following table shows comparative average monthly employment and unemployment statistics for the indicated periods.

<u>Year</u>	<u>Employed in</u>	<u>Unemployment Rate</u>		
	<u>County</u>	<u>County</u>	<u>State</u>	<u>U.S.</u>
2004	71,200	4.0	6.1	5.5
2005	72,100	4.1	6.0	5.1
2006	75,800	3.8	6.1	5.2
2007	86,630	4.0	5.6	5.1
2008	86,675	4.6	6.5	8.5
2009	85,973	6.9	10.8	10.0
2010	86,200	7.1	9.6	9.4
2011	85,754	6.7	7.4	8.1
2012	91,751	5.0	7.0	7.5
2013*	91,751*	5.2	6.2	6.8

Source: Ohio Job and Family Services, US Census Bureau.

* updated information unavailable.

City of Delaware, Ohio

The following employers (private and public) have some of the largest work forces within the City:

Employer	Nature of Activity or Business	Approximate Number of Employees
Ohio Health-Grady Hospital	Medical services	1,500
Delaware County	County government	1,082
Advance Auto	Automotive parts distribution	404
PPG	Aftermarket auto finishes	359
Jegs High Performance	Automotive parts distribution and testing	350
City of Delaware	Municipal government	296
Associated Hygienic Products	Disposable diaper manufacturer	261
Emerson Network Power [Liebert]	High voltage UPS systems	250
Midwest Acoust a Fiber	Automotive parts manufacturing	150
Sam Dong	Low Oxygen Copper	86
Optimum Plastics	Plastic wrap manufacturing	65
Federal Heath Sign Company	Manufacturer of commercial signage	50
North Am. Bus Industries, Inc.	Transit bus assembly & sales	45
Jet Stream Corporate Center	Aviation-related business center	35
Innopak	Innovative packaging	23
Benchmark Woodworks	Specialty wood products manufacturing	20

Financial Information

The City of Delaware's accounting system is organized on a "Fund Basis". Each fund is a distinct, self-balancing account.

Development of the City's accounting system includes consideration of internal accounting controls. These controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that [1] the cost of a control should not exceed the benefits likely to be derived from its implementation and [2] the valuation of costs and benefits requires estimates and judgments by management.

The City adopts its annual appropriation ordinance on or before January 1 of each year. The City Manager and the Finance Director prepare the budget legislation and submit it to City Council for their consideration and approval. All disbursements require appropriation authority. The legal level of budgetary control is at the payroll expenditures/expenses and other expenditures/expenses department level.

The Finance Director is authorized to transfer appropriations between line items, within a department or fund. Any increase in the total appropriations for a department must be approved by City Council. A purchase order is required before making any purchase over \$250.

Financial Policies

The City's budget is not a static document. It is prepared prior to the beginning of the year it represents; however, it is scrutinized by staff at least on a monthly basis for accountability. The City may budget to receive

City of Delaware, Ohio

a certain amount of revenue in an account or fund, to be used for certain operations or capital improvements. However, if those revenues are not received in their entirety or at all, those appropriations are not necessarily deemed allowable expenditures. The Finance Director, City Manager, and Departmental Directors, review the budget to determine what operations or projects may be postponed, dismissed entirely, or done sooner, depending on the circumstances. In times when the economy is slow, and fee collections are decreased, this scrutinizing plays a major role in maintaining a positive budget balance.

On September 1, 2009, Moody's Investors Service announced a bond rating upgrade for the City of Delaware's General Obligation Debt from A1 to Aa3. Moody's noted the City's expanding tax base, which has exhibited stability and resilience in the current recession, healthy financial position supported by solid fiscal policies and practices and stable reserves, and a moderate debt position with substantial non general fund support for debt service as reasons for the upgrade. In March, 2010, the City's bond rating was upgraded to Aa2, based on Moody's recalibration of municipal debt to global scales.

Certificate of Achievement

The Government Finance Officers Association of the United States and Canada [GFOA] awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Delaware for its Comprehensive Annual Financial Report for the year ended December 31, 2012. This is the eleventh consecutive award the City has received for a CAFR. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR, whose contents conform to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City of Delaware Finance Department believes this current report continues to conform to the program's requirements, and it will be submitted to GFOA for review.

Acknowledgements

We would like to thank the many departments that assisted in providing information reported in this CAFR, as well as the Delaware County Auditor's Office. We would also like to recognize City Council for their continued support and commitment to responsible financial reporting.

We are pleased to present this report to the residents and taxpayers of the City of Delaware.

Sincerely,

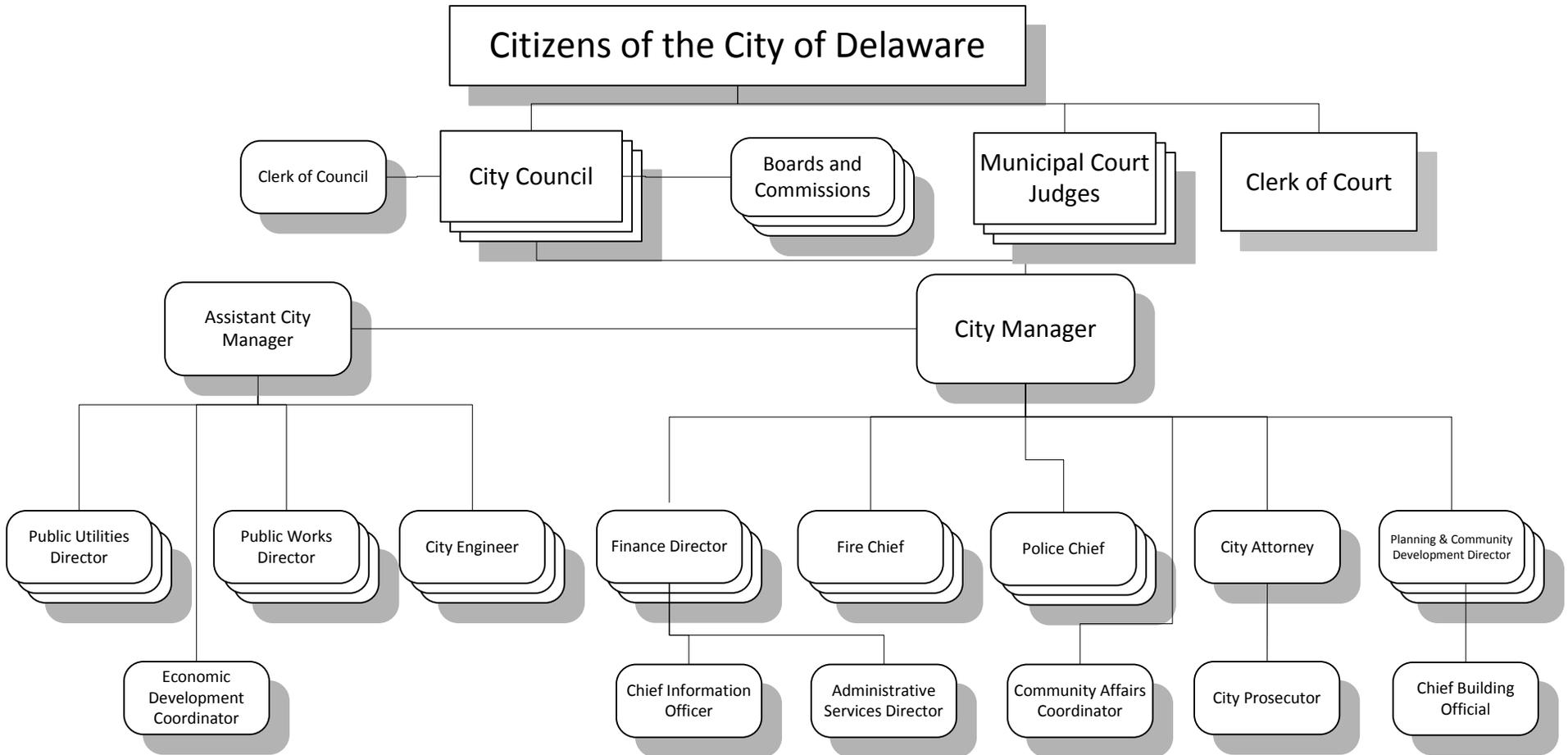


Dean P. Stelzer
Finance Director

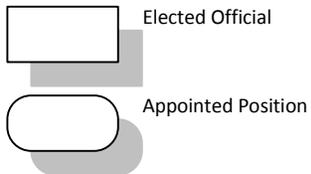


Robert L. Alger
City Accountant

City of Delaware Organizational Chart



Legend



Boards & Commissions

- Airport Commission
- Board of Zoning Appeals
- Charter Review Commission
- Civil Service Commission
- Finance Committee
- Golf Course Advisory Board
- Historic Preservation Commission
- Income Tax Board of Review
- Parks and Recreation Advisory Board
- Permanent Tax Advisory Committee
- Planning Commission
- Shade Tree Commission

**CITY OF DELAWARE,
OHIO**

Elected and Appointed Officials

As of December 31, 2013

Elected Officials

City Council

Chris Jones --- First Ward
Lisa Keller --- Second Ward
Joe Di Genova --- Third Ward
Andrew Brush --- Fourth Ward
Carolyn Riggle --- At-large/Mayor
George Hellinger --- At-large/Vice-mayor
Kent Shafer --- At-large

Municipal Court

David Sunderman --- Municipal Court Judge
David Gormley --- Municipal Court Judge
Cindy Dinovo --- Clerk of Court

Appointed Officials

R. Thomas Homan --- City Manager
Dan Whited --- Assistant City Manager
Darren Schulman --- City Attorney
Dean Stelzer --- Finance Director
Bill Ferrigno --- City Engineer
Allen Rothermel --- Public Works Director
Jackie Walker --- Director of Admin. Services
Brad Stanton --- Public Utilities Director
Dave Efland --- Planning & Community
Development Director
Lee Yoakum --- Community Affairs Coordinator
John Donahue --- Fire Chief
Bruce Pijanowski --- Police Chief
Sean Hughes --- Econ. Develop. Coordinator
Scott Stowers --- Info. Technology Director



Government Finance Officers Association

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

Presented to

**City of Delaware
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2012

Executive Director/CEO

City of Delaware, Ohio

Financial Section



City of Delaware
Delaware County
One South Sandusky Street
Delaware, Ohio 43015

INDEPENDENT AUDITOR'S REPORT

To the City Council:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Delaware, Delaware County, Ohio (the City), as of and for the year ended December 31, 2013, 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.

Wilson, Shannon & Snow, Inc.

CERTIFIED PUBLIC ACCOUNTANTS
Ten West Locust Street
Newark, Ohio 43055
(740) 345-6611
1-800-523-6611
FAX (740) 345-5635

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 the City of Delaware, Delaware County, Ohio, as of December 31, 2013, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General and Fire/EMS Income Tax Funds for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis* 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 is not a required part of the basic financial statements.

The Schedule of Federal Award Expenditures also presents additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and is also not a required part of the 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.

City of Delaware
Delaware County
Independent Auditor's Report

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 18, 2014, 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.

Wilson, Shannon & Sons, Inc.

Newark, Ohio
June 18, 2014

City of Delaware, Ohio

Management's Discussion and Analysis
For the Year Ended December 31, 2013
Unaudited

The management of the City of Delaware [the City] provides the following information as an introduction, overview, and analysis of the City's financial statements for the year ended December 31, 2013. Readers should also review the basic financial statements to further enhance their understanding of the City's financial performance.

Using this Annual Financial Report

This annual report consists of a series of financial statements and notes to those statements. The former is organized so the reader can first understand the City's financial status as a whole. The latter, and subsequent statements, provide an increasingly detailed look at specific financial conditions.

The *Statement of Net Position* and *Statement of Activities* [collectively referred to as the *government-wide statements*] provide information about the activities as an entire operating entity, presenting both an aggregate view of the City's finances and a longer-term view of those assets. Major fund statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what dollars remain for future spending. The proprietary fund's statements are prepared on the same basis as the government-wide statements.

Reporting the City as a Whole

Statement of Net Position and Statement of Activities

These government-wide statements demonstrate how the City did financially in 2013, as a whole. They are prepared on the accrual basis of accounting, similar to the way private-sector businesses prepare theirs. This basis of accounting includes all assets and liabilities, and accounts for the reporting year's revenues and expenses, regardless of when the money was received or paid.

- *The Statement of Net Position.* This statement [page 15] reports all assets and liabilities of the City as of December 31, 2013. The difference between total assets and deferred outflows of resources and the total liabilities and deferred inflows of resources is reported as "net position". Increases in net position generally indicate an improvement in financial position, while decreases may indicate a deterioration of financial position.
- *The Statement of Activities.* This statement [page 16] serves the purpose of the traditional income statement. It provides consolidated reporting of the results of all activities of the City for the year ended December 31, 2013. Changes in net position are recorded in the period in which the underlying event takes place, which may differ from the period in which cash is received or disbursed. The Statement of Activities displays the expense of the City's various programs net of related revenues, as well as a separate presentation of revenues available for general purposes.

Reporting on the City's Most Significant Funds

Fund Financial Statements

These statements provide financial position and results of the City's major funds. A fund is an accounting entity created to account for a specific activity or purpose. Major funds of the City for 2013 are the General Fund, Fire/EMS Income Tax Fund, Capital Improvement Fund, Glenn Road South Construction Fund, Water Fund, Sewer Fund, Storm Sewer Fund, and Refuse Fund. Due to the completion of the YMCA/Training and Community Center,

City of Delaware, Ohio

Management's Discussion and Analysis

For the Year Ended December 31, 2013

Unaudited

[continued]

the Recreation Income Tax Fund used to fund the construction of the YMCA and renovate several City parks has reverted back to a nonmajor fund. The creation of some funds is mandated by law and others are created by management to demonstrate financial compliance with budgetary or legal requirements. Funds are classified into three broad categories: governmental funds, proprietary funds, and fiduciary funds.

- **Governmental Funds.** Governmental funds are used to account for “governmental-type” activities. Unlike the government-wide financial statements, governmental fund statements use a “flow of financial resources” measurement focus. That is to say, the operating statement of a governmental fund attempts to answer the question “Are there more or less resources that can be spent in the near futures as a result of events and transactions of the reporting period?” Increases in spendable resources are reported in the operating statement as “revenues” or “other financing sources.” Decreases in spendable resources are reported as “expenditures” or “other financing uses.” We describe the differences between governmental funds and governmental activities [reported in the Statement of Net Position and the Statement of Activities] in reconciliations presented beside the governmental fund financial statements on pages 18 and 20.

The governmental fund financial statements on pages 17 and 19 separately display the governmental funds considered to be major funds. All other governmental funds – the “nonmajor” funds – are combined into a single column. Detailed financial data for each of the non-major governmental funds is provided in combining statements in the supplementary information section of this report.

- **Proprietary Funds.** There are two types of proprietary funds: enterprise funds and internal service funds.
 - Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises for which either 1) the intent is that the costs [expenses, including depreciation] be recovered primarily through user charges, or 2) determination of net income is appropriate for management control, accountability, or other purposes.

The City's Water Fund, Sewer Fund, Storm Sewer Fund, and Refuse Fund are all considered to be major funds and are displayed separately in the proprietary fund statements on pages 23 and 24. The City has three other proprietary funds, the activities of which are combined into one column for non-major funds. Detailed financial data for those funds can be found in the combining statements in the supplementary information section of this report.

- Internal Service funds are used to account for costs of providing certain centralized services [e.g., garage rotary, info tech rotary, self insurance, worker's compensation] that the City wishes to allocate to the other departments of the government entity that use the services. An internal service fund is the appropriate accounting mechanism when it is the intent of the government to recover the full cost of providing the service through user charges to other departments.

The City's four internal service funds are combined into a single column in the proprietary fund financial statements. Detailed financial data for those funds can be found in the combining statements in the supplementary information section of this report.

- **Fiduciary Funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the City government. Fiduciary funds are not reflected in the government-wide financial statements

City of Delaware, Ohio

Management’s Discussion and Analysis

For the Year Ended December 31, 2013

Unaudited

[continued]

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.

A Fiduciary fund statement is on page 29 of this report.

Other Information

Notes to the Basic Financial Statements

The notes provide additional and explanatory data. They are an integral part of the basic financial statements. The notes begin on page 30 of this report.

Required Supplementary Information

In addition to the basic financial statements and notes, this report also contains required supplementary information [RSI]. RSI includes financial statements and schedules for major funds other than the general fund and major special revenue funds. This data begins on page 68.

Government-Wide Financial Analysis

Table 1 presents condensed information on net position as of December 31, 2013 and 2012.

Table 1 Net Position December 31, 2013 and 2012						
	<i>Governmental Activities</i>		<i>Business-type Activities</i>		<i>Total</i>	
	2013	2012	2013	2012	2013	2012
<i>Assets</i>						
Current and Other Assets	\$ 41,626,232	\$ 42,949,605	\$ 13,502,329	\$ 20,529,624	\$ 55,128,561	\$ 63,479,229
Capital Assets, Net	87,035,682	85,920,635	129,774,475	112,089,517	216,810,157	198,010,152
Total Assets	<u>128,661,914</u>	<u>128,870,240</u>	<u>143,276,804</u>	<u>132,619,141</u>	<u>271,938,718</u>	<u>261,489,381</u>
Total Deferred Outflows of Resources	21,140	23,489	105,349	117,054	126,489	140,543
<i>Liabilities</i>						
Current and Other Liabilities	16,962,391	25,362,211	4,333,817	1,916,165	21,296,208	27,278,376
Long-term Liabilities	38,859,541	31,436,759	52,575,077	49,046,761	91,434,618	80,483,520
Total Liabilities	<u>55,821,932</u>	<u>56,798,970</u>	<u>56,908,894</u>	<u>50,962,926</u>	<u>112,730,826</u>	<u>107,761,896</u>
Total Deferred Inflows of Resources	1,847,021	1,865,736	0	0	1,847,021	1,865,736
<i>Net Position</i>						
Net Investment in Capital Assets	42,076,683	41,488,379	76,377,410	64,265,588	118,454,093	105,753,967
Restricted	21,715,595	24,942,137	0	0	21,715,595	24,942,137
Unrestricted	7,221,823	3,798,507	10,095,849	17,507,681	17,317,672	21,306,188
Total Net Position	<u>\$ 71,014,101</u>	<u>\$ 70,229,023</u>	<u>\$ 86,473,259</u>	<u>\$ 81,773,269</u>	<u>\$ 157,487,360</u>	<u>\$ 152,002,292</u>

City of Delaware, Ohio

Management's Discussion and Analysis
For the Year Ended December 31, 2013

Unaudited
[continued]

Governmental assets decreased overall 0.16% in 2013; current and other assets decreased 3% and capital assets increased 1.3%. Business current and other assets decreased with the Water Treatment Plant construction project. Loan reimbursements for the project were mostly postponed until 2014. Capital assets increased with this project and 3 Storm Water projects [\$19 million in work-in-process]. The 2012 internal balance of \$302 thousand, which is an amount owed to the Governmental funds in future years for the Cactus Hollow land acquisition, was reduced to \$142.4 thousand for 2013.

Governmental current and other liabilities decreased significantly with the reduction of bond anticipation notes in 2013, reducing them by \$8.9 million. This also affected long-term liabilities, increasing those with the resulting bond issuance of \$8.26 million that was used in the past to fund various projects including the purchase of the defunct Union Fork and Hoe land and building to serve as the City's Public Works department, the installation of a new City-wide phone system, the renovation of the Jack Florance [Mingo] Pool, the construction of a new skate park, construction of Fire Station 303, and to fund renovations of the City's Justice Center. Overall, governmental liabilities decreased by 1.8% in 2013. Business current and other liabilities increased in 2013 with contracts and retainage payables for the water plant expansion project [\$2.4 million]. Accrued wages decreased \$65 thousand from 2012. Long-term liabilities increased \$3.5 million, the net of loan proceeds that were drawn down and bond and note payments made during 2013.

Over time, net position can serve as a useful indicator of a government's financial position. Increases in net position generally indicate an improvement in financial position. At December 31, 2013, the City's assets and deferred outflows exceeded liabilities and deferred inflows by \$157 million. The City's financial position improved over 2012 by \$5.48 million.

By far, the largest portion of the City's net position [75 percent] reflects its net investment in capital assets [e.g., infrastructure, land, buildings, machinery, and equipment], less accumulated depreciation, less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets, themselves, cannot be used to liquidate these liabilities.

A portion of the City's net position [13.8 percent] represents resources that are subject to external restriction on how they may be used. This category of net position decreased 12.9% in 2013 from \$24.9 million at December 31, 2012 to \$21.7 million.

The remaining balance of unrestricted net position, \$17.3 million, is available for future use as directed by City Council.

The following, table 2, represents condensed information on the changes in net position for the years ended December 31, 2013 and 2012.

City of Delaware, Ohio

Management's Discussion and Analysis

For the Year Ended December 31, 2013

Unaudited

[continued]

	<i>Governmental Activities</i>		<i>Business-type Activities</i>		<i>Total</i>	
	2013	2012	2013	2012	2013	2012
Revenues						
Program Revenues:						
Charges for Services	\$6,193	\$6,141	\$ 18,162	\$ 18,031	\$ 24,355	\$ 24,172
Operating Grants and Contributions	815	557	17	14	832	571
Capital Grants and Contributions	4,214	3,944	1,163	1,192	5,377	5,136
Total Program Revenues	11,222	10,642	19,342	19,237	30,564	29,879
General Revenues:						
Property Taxes	1,544	1,705			1,544	1,705
Income Taxes	20,394	19,251			20,394	19,251
Other Taxes	62	70			62	70
Gain (Loss) on Sale of Assets	24	0			24	0
Grants and Other Contributions not Restricted to Specific Programs	1,240	1,101			1,240	1,101
Payments in Lieu of Taxes	582	227			582	227
Unrestricted Contributions	436	191			436	191
Interest Income	188	199	13	13	201	212
Miscellaneous	882	728	541	161	1,423	889
Total General Revenues	25,352	23,472	554	174	25,906	23,646
Total Revenues	36,574	34,114	19,896	19,411	56,470	53,525
Expenses						
General Government	5,381	4,746			5,381	\$ 4,746
Public Safety	15,142	12,794			15,142	12,794
Municipal Court	2,842	2,785			2,842	2,785
Parks & Facilities	2,742	1,849			2,742	1,849
Community Development	1,383	674			1,383	674
Airport	1,774	1,322			1,774	1,322
Public Works	5,210	10,348			5,210	10,348
Interest and Fiscal Charges	1,332	1,637			1,332	1,637
Water			4,334	4,292	4,334	4,292
Sewer			7,177	7,364	7,177	7,364
Storm Sewer			646	930	646	930
Refuse			2,815	2,707	2,815	2,707
Other Business-type Activities			224	258	224	258
Total Expenses	35,806	36,155	15,196	15,551	51,002	51,706
Special Item	17	1,265	0	0	17	1,265
Changes in Net Position	785	(776)	4,700	3,860	5,485	3,084
Net Position at Beginning of Year	70,229	71,005	81,773	77,913	152,002	148,918
Net Position at End of Year	\$ 71,014	\$ 70,229	\$ 86,473	\$ 81,773	\$ 157,487	\$ 152,002

City of Delaware, Ohio

Management's Discussion and Analysis
For the Year Ended December 31, 2013

Unaudited
[continued]

Program revenues represented 31 percent of total revenues for governmental funds and 97 percent of total revenues for business-type activities. Federal, state, and local funding, engineering fees, permits and other associated fees, and municipal court fees represent program revenues for governmental activities. Revenues for business-type activities are made up from utility charges to residents for water, sewer, storm sewer, and refuse, capacity fees to new customers for connecting to utility water and sewer lines, developer-contributed water and sewer lines, golf course revenues, and parking lot revenues. Program revenues for governmental activities increased 5% from 2012. *Charges for services* increased slightly, less than 1%. *Operating Grants and Contributions* were up \$258 thousand in 2013; mostly for Public Safety, Parks & Facilities and Public Works. *Capital Grants and Contributions* increased in 2013 [\$270 thousand], the majority in Public Works [\$86 thousand] and Airport [\$199 thousand]. Program Revenues in the Business-type increased just 0.55% [\$105 thousand] overall in 2013. *Charges for services* increased 0.73% [\$131 thousand], *Operating Grants and Contributions* increased 21% [but only \$3,500], and *Capital Grants and Contributions* [consisting mostly of developer-contributed infrastructure] decreased 2.4% [\$29 thousand].

For General Revenues, *Income tax* revenues increased \$1.1 million in 2013. Tax Increment Financed [TIF] districts were approved in 2008. These will provide *payments in lieu of taxes* over the next 20 to 30 years. This cost center increased in 2013 by \$355 thousand. Intergovernmental revenues from the State and County agencies were up \$139 thousand increasing *grants and other contributions not restricted to specific programs* in 2013. *Unrestricted contributions* increased \$245 thousand in 2013.

The major program expense for governmental activities is public safety, which includes police and fire, and accounts for 42% of all governmental expenses. General government expenses, 15%, Public Work's maintenance of the City's roads, lights, and signalization, 15%, and Municipal Court's expenses, which includes the Court and Clerk of Court, totaling 8%, are other significant governmental cost centers. For 2013, public safety expenses increased 18% from 2012, mostly from operations. Park & Facilities expenses increased \$893 thousand from 2012 due to considerable maintenance costs associated with 3 of the City's parks including the YMCA. Public Works expenses decreased \$5.1 million in 2013, \$4.7 million attributed to depreciation on infrastructure. General government expenses increased \$635 thousand in 2013, mostly related to operations. Community Development expenses increased by \$709 thousand for 2013. Airport operations increased in total just over \$452 thousand in 2013. Overall, governmental activity expenses decreased \$349 thousand [0.1%] in 2013.

Public utility costs for water, sewer, storm sewer, and refuse account for just over 98% of the City's business-type activities and are funded primarily from charges for services. For 2013, these activities' expenses also decreased \$321 thousand [just over 2%], most attributable to the Storm Sewer fund as services and charges and depreciation decreased \$249, collectively.

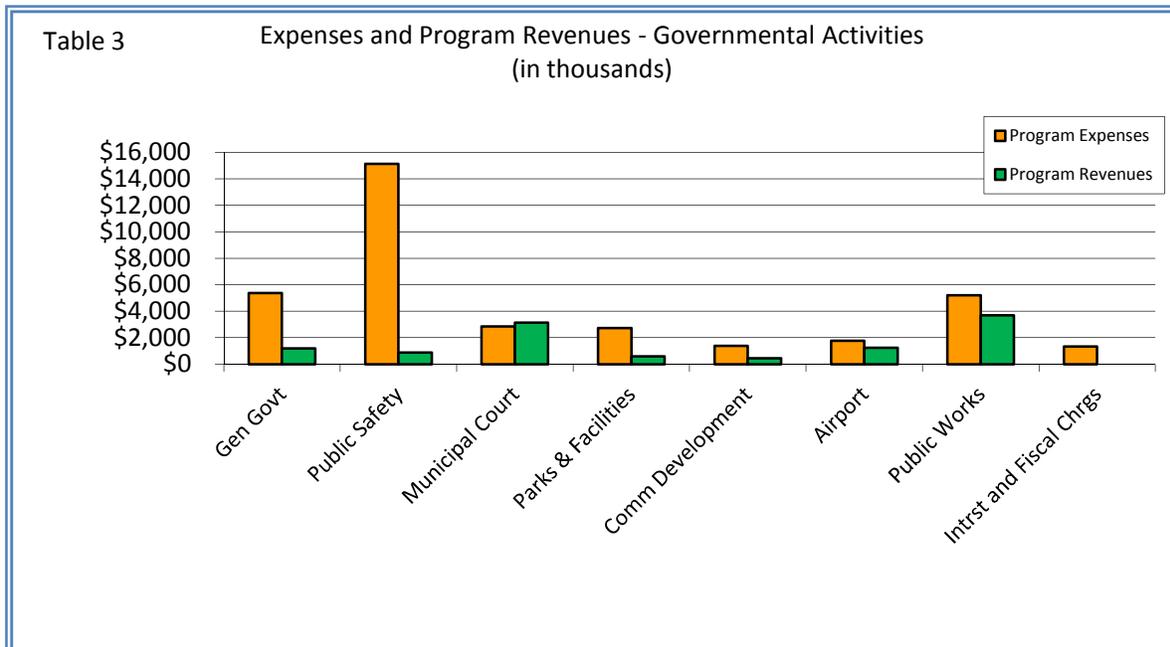
City of Delaware, Ohio

Management’s Discussion and Analysis
For the Year Ended December 31, 2013

Unaudited
[continued]

Governmental Activities

Table 3 indicates the total cost of services and revenues to offset those services for governmental activities. The statement of activities reflects the cost of program services and the charges for services, grants, and other contributions offsetting those services. The amount remaining identifies the cost of those services supported by general revenues such as tax revenues and unrestricted intergovernmental revenues.



From this graphic, it is clear that for most governmental activities, program revenues are not sufficient to cover program expenses and that approximately 69% of the revenues to provide these services are derived from the City’s general revenues; primarily income and property taxes, and State shared revenues. For 2013, most of the Public Works revenue was in the form of State funding and capital asset donations from developers. Community Development is funded mostly from Federal grants and repayments of outstanding Federal loans. Operations at the Airport are funded by charges for services and general revenues. Park and recreation improvements are funded mainly by income taxes, impact fees, paid by developers, and general revenue. Only the Municipal Court had net “revenue” after expenses were paid. All others were supplemented by general revenues for 2013. Following is a chart depicting the sources and percentages of the City’s general revenues.

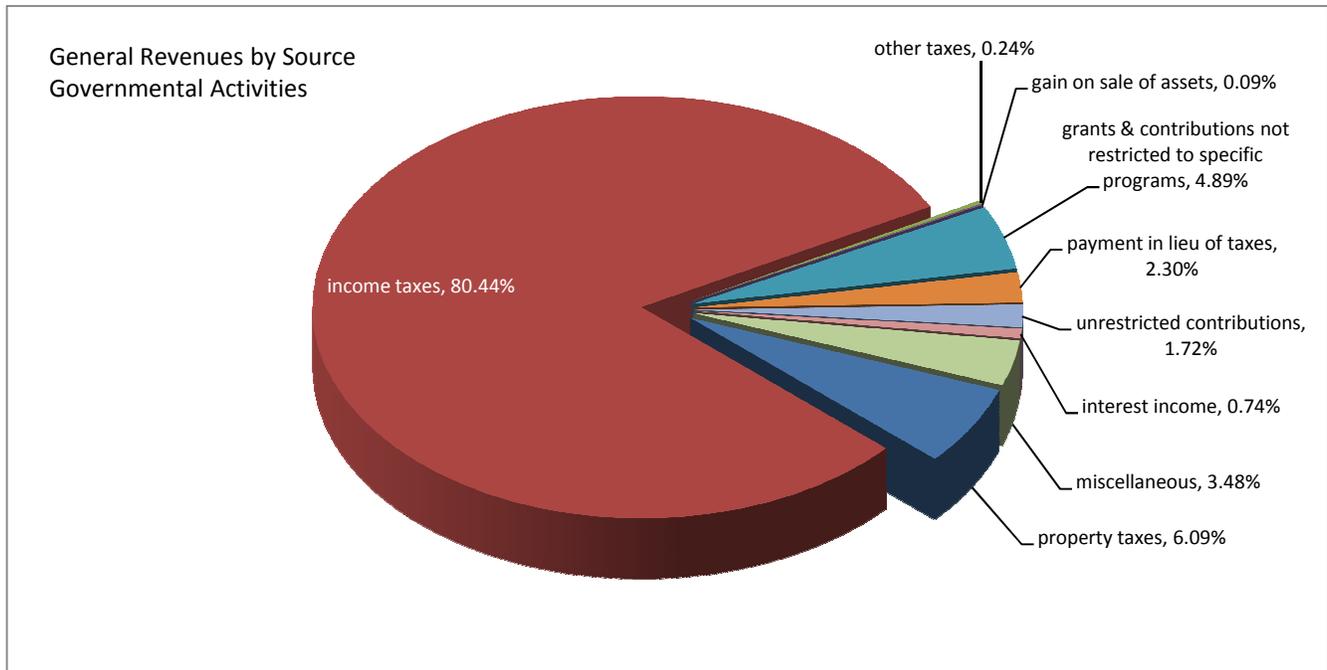
City of Delaware, Ohio

Management's Discussion and Analysis

For the Year Ended December 31, 2013

Unaudited

[continued]



Governmental Funds Financial Analysis

The City's major governmental funds are the General Fund, Fire/EMS Income Tax Fund, Capital Improvement Fund, and the Glenn Road South Construction fund. There is no anticipation of future fund resource limitations on any of the major governmental funds. The General Fund and Fire/EMS Income Tax Fund are heavily funded by income taxes paid into the City by residents who work inside or outside of the City and non-residents working in the City. There was a significant increase noted in fund balance and fund net position for the Fire/EMS Income Tax funds in 2013 attributed greatly to \$458 thousand more in income tax collections over 2012. The General Fund balance increased by approximately \$451 thousand. Although revenues in the fund increased by just over \$1 million, total expenditures and financing uses increased by almost \$1.2 million, keeping the net change close to 2012. The Parks & Recreation fund, which is merged into the General Fund for reporting, had its recreational programs operated by the YMCA beginning in 2012, so the operational costs required to run these programs is no longer a cost to the City. The Capital Improvement Fund is funded by federal and state grants and transfers from the General Fund. When grants are in high demand and short supply, as continued the case again in 2013, the fund is more reliant on General Fund transfers. Transfers were just significant enough to cover expenditures and the fund balance increased slightly [less than \$21 thousand] from 2012. The Glenn Road South Construction fund was initially funded in 2006 by a \$12.5 million bond anticipation note, which was rolled-over in 2007 and 2008. In 2009, this note was increased to \$18 million and at the end of 2010, as well as 2011, Glenn Road South, Middle, and North bond anticipation notes had been paid down to \$14.530 million. For 2012, a new 'section' of the Glenn Road South area was resurfaced and these notes increased to \$15.525 million. At the end of 2013, the notes stand at \$12.735 million. These notes are funding a project being accounted for in four different funds, so the allocation of the note proceeds will vary over the years this project is in process. As growth continues to slowly improve, development fees charged to new home owners were just enough to cover expenditures, the fund balance did manage to increase slightly [\$51 thousand].

City of Delaware, Ohio

Management's Discussion and Analysis

For the Year Ended December 31, 2013

Unaudited

[continued]

Business-Type Activities Financial Analysis

The City's major business-type funds are the Water, Sewer, Storm Sewer, and Refuse funds. As a rule, these funds consistently generate sufficient revenues to cover costs, in part due to capacity fees charged to new customers and developers to hook into the City's water and sewer lines, and storm sewer and refuse fees charged to all residents and businesses. All utility rates are reviewed annually to determine whether or not rates should be increased in order to cover current expenses and to prepare for. There was no increase for 2013 and none is scheduled for 2014. There are no known significant future fund resource limitations on any of the major business-type funds.

Budgetary Highlights

The City prepares an annual budget of revenues and expenditures/expenses for all funds of the City for use by City department heads and such other budgetary documents, as are required by State statute, including the annual appropriations ordinance, which is effective the first day of January. The City's most significant budgeted fund is the General Fund. The final estimated resources were exceeded by actual revenues by 4.1%. The final appropriations increased 67% over original but actual expenditures were below the original appropriation and below the final appropriation by \$572 thousand [4.74%]. Broken down by program; Public Safety expenditures were 2.9% under budget, and General Government expenditures were 7.2% under budget.

Capital Assets and Debt Administration

The City's net investment in capital assets respectively for governmental and business-type activities as of December 31, 2013, was \$42 million and \$76 million. This investment in capital assets includes land, land improvements, buildings and improvements, roads, bridges, storm sewers, traffic signalization, street lighting, machinery and equipment, and water and sewer lines. There were slight changes in governmental activity capital assets and significant changes in business-type activity capital assets during 2013. The net investment in capital assets is directly affected by increases to capital assets, debt, and depreciation. For 2013, capital assets in governmental activities increased by \$1.1 million [depreciation and disposals being less than additions], and total debt [including notes payable and other long-term liabilities] decreased \$1.4 million. For business-type activities, there were net increases to net capital assets of \$17.7 million and increases in debt of just under \$3.6 million, mostly attributable to the Water Treatment Plant project. Work in process that was completed in 2013 included the new Fire Department Pumper Truck [\$627 thousand], several park improvements [\$2.2 million]. Note 10 to the basic financial statements provides details on the capital asset activity during 2013.

At December 31, 2013, the City had several long-term obligations outstanding totaling over \$91 million. The obligations included \$52 million in bonds. Of this amount, \$20.9 million will be repaid from business-type activities. As mentioned, the City entered into a long-term loan with Ohio Water Development Authority to fund construction of the new Wastewater Treatment Facility. Proceeds totaled \$26.3 million. The improvements, completed in 2008, increased the City's wastewater treatment capacity from 5 million gallons per day to 10 million gallons per day. This additional capacity is needed to service the continued growth of the City for the next 15 to 20 years. As of December 31, 2013, \$19 million remained outstanding on the loan. The City entered into 2 long-term loans with OWDA in 2011 and 2012 to assist in funding the completion of the Westside Transmission Main Waterline and Penry Road projects. These loans had year-end balances of just under \$3.1 million, combined. In 2012, the City obtained another loan from OWDA to fund a Water Treatment Plant Rehabilitation and Expansion project. This loan will have a maximum of almost \$32 million and the project will be completed in

City of Delaware, Ohio

Management's Discussion and Analysis
For the Year Ended December 31, 2013

Unaudited
[continued]

2014. At the end of 2013, the amount borrowed was just under \$8.2 million. In 2012, the City entered into 2 capital leases; one for the new Fire Department Ladder Truck [\$1.1 million] and one for 2 Refuse Department Packer Trucks [\$382 thousand]. Repayment began on the ladder truck in 2012 and the balance at December 31 was just over \$830 thousand. Repayment began in 2013 on the packers and their balance was just over \$327 thousand.

In addition to the debt outlined above, the City's long-term debt also includes compensated absences and pension-related obligations. Additional information on the City's long-term debt can be found in Note 11 of this report.

Current Issues

The City has one bond anticipation note outstanding for \$12.735 million. These notes are for the Glenn Road Extension project notes to extend Glenn Road from Curve Road to US23

Request for Information

This financial report is designed to provide a general overview of the City's finances for all those interested. Questions concerning any of the information provided in this report or requests for additional information should be directed to Dean P. Stelzer, Finance Director, 1 South Sandusky Street, Delaware, OH 43015.

City of Delaware, Ohio

Basic Financial Statements

City of Delaware, Ohio
Statement of Net Position
December 31, 2013

	Governmental Activities	Business-Type Activities	Total
Assets			
Equity in Pooled Cash and Cash Equivalents	\$ 29,384,155	\$ 11,236,006	\$ 40,620,161
Receivables:			
Accounts (net of allowance for uncollectibles)	176,971	2,122,103	2,299,074
Income Taxes	5,121,488	0	5,121,488
Property Taxes	1,639,033	0	1,639,033
Payment in Lieu of Taxes	517,308	0	517,308
Loans	543,209	0	543,209
Internal Balances	1,430,711	(1,430,711)	0
Materials and Supplies Inventory	58,965	63,274	122,239
Prepaid Items	107,998	103,322	211,320
Restricted Assets:			
Cash and Cash Equivalents in Segregated Accounts	24,199	0	24,199
Retainage	190,044	1,223,449	1,413,493
Customer Deposits	13,736	184,886	198,622
Due from Other Governments:			
Federal Government	128,166	0	128,166
State Government	1,324,847	0	1,324,847
County Government	965,402	0	965,402
Nondepreciable Capital Assets	11,833,409	29,694,190	41,527,599
Depreciable Capital Assets (net of accumulated depreciation)	75,202,273	100,080,285	175,282,558
Total Assets	128,661,914	143,276,804	271,938,718
Deferred Outflow of Resources			
Deferred Charges on Refunding	21,140	105,349	126,489
Total Deferred Outflows of Resources	21,140	105,349	126,489
Liabilities			
Accounts Payable	247,215	142,632	389,847
Accrued Wages	1,271,394	133,632	1,405,026
Contracts Payable	94,638	2,197,028	2,291,666
Due to Others	546,593	0	546,593
Accrued Interest Payable	146,559	452,190	598,749
Compensated Absences Payable-Matured	402,281	0	402,281
Claims Payable-Current	1,314,931	0	1,314,931
Payables from Restricted Assets:			
Retainage	190,044	1,223,449	1,413,493
Customer Deposits	13,736	184,886	198,622
Notes Payable	12,735,000	0	12,735,000
Due Within One Year	2,661,096	2,284,842	4,945,938
Due in More Than One Year	36,198,445	50,290,235	86,488,680
Total Liabilities	55,821,932	56,908,894	112,730,826
Deferred Inflows of Resources			
Property Taxes	1,500,656	0	1,500,656
Unavailable	346,365	0	346,365
Total Deferred Inflows of Resources	1,847,021	0	1,847,021
Net Position			
Net Investment in Capital Assets	42,076,683	76,377,410	118,454,093
Restricted for:			
Capital Projects	3,143,879	0	3,143,879
Debt Service	115,216	0	115,216
Public Safety	6,486,308	0	6,486,308
Municipal Court	3,703,339	0	3,703,339
Public Works	1,784,669	0	1,784,669
Airport	519,927	0	519,927
Parks & Facilities	4,246,694	0	4,246,694
Community Development	1,715,563	0	1,715,563
Unrestricted	7,221,823	10,095,849	17,317,672
Total Net Position	\$ 71,014,101	\$ 86,473,259	\$ 157,487,360

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio
Statement of Activities
For the Year Ended December 31, 2013

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
General Government	\$ 5,380,897	\$ 1,200,336	\$ 0	\$ 0	\$ (4,180,561)		\$ (4,180,561)
Public Safety	15,141,815	639,973	228,480	2,500	(14,270,862)		(14,270,862)
Municipal Court	2,841,353	3,147,494	0	0	306,141		306,141
Parks & Facilities	2,742,269	260,166	339,253	0	(2,142,850)		(2,142,850)
Community Development	1,383,226	17,475	0	441,104	(924,647)		(924,647)
Airport	1,773,732	818,506	100	430,810	(524,316)		(524,316)
Public Works	5,210,285	109,594	247,052	3,339,235	(1,514,404)		(1,514,404)
Interest and Fiscal Charges	1,332,336	0	0	0	(1,332,336)		(1,332,336)
Total Governmental Activities	35,805,913	6,193,544	814,885	4,213,649	(24,583,835)		(24,583,835)
Business-Type Activities:							
Water	4,333,495	6,196,486	0	352,660		\$ 2,215,651	2,215,651
Sewer	7,176,767	7,734,100	0	348,477		905,810	905,810
Storm Sewer	646,183	797,580	0	461,667		613,064	613,064
Refuse	2,815,284	3,234,523	0	0		419,239	419,239
Other Business-Type Activities:							
Golf Course	161,717	155,764	0	0		(5,953)	(5,953)
Parking Lot	44,656	43,394	0	0		(1,262)	(1,262)
Watershed	17,500	0	17,500	0		0	0
Total Business-Type Activities	15,195,602	18,161,847	17,500	1,162,804	0	4,146,549	4,146,549
Total	\$ 51,001,515	\$ 24,355,391	\$ 832,385	\$ 5,376,453	(24,583,835)	4,146,549	(20,437,286)
General Revenues							
Property Taxes Levied for:							
					1,186,168	0	1,186,168
					358,144	0	358,144
Income Tax Levied for:							
					11,211,646	0	11,211,646
					7,565,625	0	7,565,625
					1,616,511	0	1,616,511
					62,197	0	62,197
					23,892	0	23,892
Grants and Contributions not Restricted to Specific Programs							
					1,240,061	0	1,240,061
					581,763	0	581,763
					435,939	0	435,939
					188,031	12,679	200,710
					881,928	540,762	1,422,690
Total General Revenues					25,351,905	553,441	25,905,346
Special Item							
					17,008	0	17,008
Change in Net Position					785,078	4,699,990	5,485,068
Net Position Beginning of Year					70,229,023	81,773,269	152,002,292
Net Position End of Year					\$ 71,014,101	\$ 86,473,259	\$ 157,487,360

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio
 Balance Sheet
 Governmental Funds
 December 31, 2013

	General	Fire/EMS Income Tax	Capital Improvement	Glenn Road South Construction	Other Governmental Funds	Total Governmental Funds
Assets						
Equity in Pooled Cash and Cash Equivalents	\$ 4,317,851	\$ 4,044,187	\$ 713,864	\$ 3,045,351	\$ 10,832,236	\$ 22,953,489
Receivables:						
Income Taxes	2,775,039	1,932,793	0	0	413,656	5,121,488
Property Taxes	1,264,447	0	0	0	374,586	1,639,033
Accounts	38,907	0	123,078	0	14,986	176,971
Loans	0	0	0	0	543,209	543,209
Interfund	1,753,184	0	0	0	0	1,753,184
Advances from Other Funds	95,409	0	142,400	0	0	237,809
Payments in Lieu of Taxes	0	0	0	0	517,308	517,308
Restricted Assets:						
Retainage	0	190,044	0	0	0	190,044
Customer Deposits	0	0	0	0	13,736	13,736
Cash Equivalents in Segregated Accounts	0	0	0	0	24,199	24,199
Prepaid Items	90,687	2,630	0	0	11,348	104,665
Material and Supplies Inventory	0	0	0	0	58,965	58,965
Due From:						
Federal Government	0	0	45,166	0	83,000	128,166
State Government	99,049	0	299,999	0	925,799	1,324,847
County Government	422,866	155,240	50,000	0	337,296	965,402
Other Funds	2,464	0	0	0	59,217	61,681
Total Assets	\$ 10,859,903	\$ 6,324,894	\$ 1,374,507	\$ 3,045,351	\$ 14,209,541	\$ 35,814,196
Liabilities						
Accounts Payable	\$ 41,356	\$ 62,943	\$ 3,802	\$ 0	\$ 101,149	\$ 209,250
Accrued Wages & Benefits	641,810	475,858	0	0	131,172	1,248,840
Contracts Payable	0	14,651	69,361	0	10,626	94,638
Interfund Payable	0	0	0	0	464,873	464,873
Due to Other Funds	0	0	0	0	61,681	61,681
Due to Others	0	0	0	0	546,593	546,593
Advances to Other Funds	0	75,974	0	0	19,435	95,409
Compensated Absences -- Matured	210,259	124,588	0	0	41,302	376,149
Payable from Restricted Assets:						
Retainage	0	190,044	0	0	0	190,044
Customer Deposits	0	0	0	0	13,736	13,736
Notes Payable	0	0	0	12,305,000	430,000	12,735,000
Total Liabilities	893,425	944,058	73,163	12,305,000	1,820,567	16,036,213
Deferred Inflows of Resources						
Property Taxes	1,157,732	0	0	0	342,924	1,500,656
Payments in Lieu of Taxes	0	0	0	0	536,456	536,456
Unavailable	1,774,049	893,190	173,078	0	1,027,019	3,867,336
Total Deferred Inflows of Resources	2,931,781	893,190	173,078	0	1,906,399	5,904,448
Fund Balances						
Nonspendable Fund Balance	186,096	2,630	142,400	0	94,512	425,638
Restricted Fund Balance	0	4,485,016	985,866	0	8,477,482	13,948,364
Committed Fund Balance	784,159	0	0	0	2,576,568	3,360,727
Assigned Fund Balance	132,700	0	0	0	0	132,700
Unassigned Fund Balance	5,931,742	0	0	(9,259,649)	(665,987)	(3,993,894)
Total Fund Balances (Deficits)	7,034,697	4,487,646	1,128,266	(9,259,649)	10,482,575	13,873,535
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 10,859,903	\$ 6,324,894	\$ 1,374,507	\$ 3,045,351	\$ 14,209,541	\$ 35,814,196

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio

Reconciliation of Total Governmental Fund Balances to

Net Position of Governmental Activities

December 31, 2013

Total Governmental Funds Balances \$ 13,873,535

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. 87,035,682

Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:

Income Taxes Receivable	2,365,493	
Delinquent Property Taxes Receivable	138,377	
Payments in Lieu of Taxes Receivable	536,456	
Due from Other Governments	1,017,101	
Total	<u>4,057,427</u>	4,057,427

Other deferred outflows of resources as they relate to debt obligations are not available to pay for current period expenditures in the funds:

Deferred Charge for refunding bond issue	21,140	
Total	<u>21,140</u>	21,140

Internal service funds are used by management to charge the costs of garage services, information technology, insurance, and workers compensation to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position:

Net Position at 12/31/2013	4,985,326	
Capital assets, included above	(11,863)	
Compensated absences [total], included below	85,086	
Total	<u>5,058,549</u>	5,058,549

Long-term liabilities, including bonds payable, capital leases, and accrued interest payable, are not due and payable in the current period and therefore are not reported in the funds:

Accrued Interest Payable	(146,559)	
General Obligation Bonds	(12,647,835)	
Income Tax Bonds	(18,435,000)	
Capital Lease	(830,565)	
Unamortized Bond Premiums	(448,797)	
Unamortized Bond Discount	21,652	
Pension Obligations	(267,728)	
Compensated Absences [including internal service-short term]	(6,277,400)	
Total	<u>(39,032,232)</u>	(39,032,232)

Net Position of Governmental Activities \$ 71,014,101

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)
Governmental Funds
For the Year Ended December 31, 2013

	General [as restated]	Fire/EMS Income Tax	Capital Improvement	Glenn Road South Construction	Other Governmental Funds [as restated]	Total Governmental Funds
Revenues						
Property Taxes	\$ 1,199,900	\$ 0	\$ 0	\$ 0	\$ 361,252	\$ 1,561,152
Income Taxes	11,189,087	7,560,413	0	0	1,615,465	20,364,965
Miscellaneous Taxes	62,197	0	0	0	0	62,197
Payments in Lieu of Taxes	0	0	0	0	471,345	471,345
Intergovernmental	1,234,138	2,500	821,523	0	2,934,267	4,992,428
Interest	77,348	0	0	102,712	7,971	188,031
Fees, Licenses and Permits	788,996	0	0	0	40,272	829,268
Fines and Forfeitures	76,316	0	0	0	2,765,708	2,842,024
Impact Fees	0	0	0	122,096	626,331	748,427
Charges for Services	676,427	586,047	44,594	0	1,286,971	2,594,039
Contributions and Donations	25,000	0	0	0	24,806	49,806
Reimbursements	182,291	211	0	0	219,954	402,456
Miscellaneous	262,065	1,825	0	1,000	6,606	271,496
Total Revenues	15,773,765	8,150,996	866,117	225,808	10,360,948	35,377,634
Expenditures						
Current:						
Public Safety						
Police/911	6,605,069	0	89,421	0	226,000	6,920,490
Fire	0	9,470,781	0	0	201,405	9,672,186
Muni Court	0	0	0	0	2,567,248	2,567,248
Other	286,614	0	0	0	0	286,614
Parks & Facilities	949,973	0	101,214	0	645,558	1,696,745
Community Development	111,976	0	0	0	1,261,600	1,373,576
Airport	0	0	0	0	1,272,294	1,272,294
Public Works	30,000	0	1,517,914	33,893	2,990,683	4,572,490
General Government	4,772,568	0	62,839	0	209,353	5,044,760
Capital Outlay	0	0	0	0	276,558	276,558
Debt Service:						
Principal Retirement	0	149,365	0	0	1,555,000	1,704,365
Interest and Fiscal Charges	0	16,929	0	140,513	1,188,861	1,346,303
Bond Issuance Costs	0	0	0	0	49,665	49,665
Refunds & Reimbursements	0	0	0	0	27,452	27,452
Total Expenditures	12,756,200	9,637,075	1,771,388	174,406	12,471,677	36,810,746
Excess of Revenues Over (Under) Expenditures	3,017,565	(1,486,079)	(905,271)	51,402	(2,110,729)	(1,433,112)
Other Financing Sources (Uses)						
Sale of Assets	18,195	22,402	0	0	18,810	59,407
Issuance of Bonds	0	0	0	0	8,260,000	8,260,000
Premium on Bond Issuance	0	0	0	0	280,261	280,261
Transfers In	0	2,850,000	2,050,000	0	4,392,264	9,292,264
Transfers Out	(2,585,000)	(260,467)	(1,124,060)	0	(5,322,737)	(9,292,264)
Total Other Financing Sources (Uses)	(2,566,805)	2,611,935	925,940	0	7,628,598	8,599,668
Special Item						
Transfer of Cemetery fund balance upon dissolution	0	0	0	0	17,008	17,008
Net Change in Fund Balances	450,760	1,125,856	20,669	51,402	5,534,877	7,183,564
Fund Balances (Deficits) Beginning of Year	6,583,937	3,361,790	1,107,597	(9,311,051)	4,947,698	6,689,971
Fund Balances (Deficits) End of Year	\$ 7,034,697	\$ 4,487,646	\$ 1,128,266	\$ (9,259,649)	\$ 10,482,575	\$ 13,873,535

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2013*

Net Change in Fund Balances - Total Governmental Funds \$ 7,183,564

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	4,113,862	
Donated Infrastructure	977,131	
Loss on Disposal	(35,515)	
Depreciation	<u>(3,940,431)</u>	
Total		1,115,047

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

Income Tax	28,817	
Property Taxes [delinquent]	(16,840)	
Charges for Services	(9,507)	
Payments in Lieu of Taxes	110,418	
Intergovernmental	<u>(499,472)</u>	
Total		(386,584)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal said debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

Various Purpose Bonds Issued	(8,260,000)	
Premium on Bond	<u>(280,261)</u>	
Total		(8,540,261)

Repayment of bond and capital lease principals are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 1,704,365

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. Other related expenses do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. 63,632

Some expenses reported in the statement of activities, such as compensated absences and police and fire past service liability which represent contractually required pension contributions, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated Absences	(624,210)	
Police and Fire Past Service Liability	<u>7,526</u>	
Total		(616,684)

The internal service funds used by management to charge the the costs of garage, information technology, insurance, and workers' compensation to individual funds are not reported in the entity-wide statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The change for governmental funds is shown for the year.

Change in Net Position for 2013	265,779	
Depreciation Expense, included above	5,765	
Compensated Absences, included above	(3,854)	
Capital Outlay, included above	<u>(5,691)</u>	
Total		<u>261,999</u>

Change in Net Position of Governmental Activities \$ 785,078

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual--(Budget Basis)

For the Year Ended December 31, 2013

	General Fund			Variance from Final Budget
	Original Budget	Final Budget	Actual	
Revenues:				
Income Taxes	\$ 10,786,835	\$ 10,766,835	\$ 10,844,789	\$ 77,954
Property & Other Taxes	1,275,000	1,275,000	1,265,366	(9,634)
Intergovernmental	840,000	840,000	1,246,242	406,242
Charges For Service	435,000	435,000	610,317	175,317
Fines & Court Fees	72,000	72,000	76,802	4,802
Licenses & Permits	780,000	780,000	885,698	105,698
Interest Income	100,000	100,000	77,348	(22,652)
Reimbursements	100,000	100,000	180,186	80,186
Donations	25,000	25,000	25,000	0
Miscellaneous	141,000	141,000	246,765	105,765
Total Revenues	14,554,835	14,534,835	15,458,513	923,678
Expenditures:				
Current:				
Public Safety	6,987,036	6,987,036	6,783,000	204,036
General Government	4,606,679	5,095,729	4,727,457	368,272
Total Expenditures	11,593,715	12,082,765	11,510,457	572,308
Excess of Revenues Over Expenditures	2,961,120	2,452,070	3,948,055	1,495,985
Other Financing Sources (Uses):				
Sale of Assets	0	0	18,195	18,195
Advances In	0	9,000,000	9,026,000	26,000
Advances Out	0	(9,238,000)	(9,238,000)	0
Transfers In	0	0	5,606	5,606
Transfers Out	(3,265,000)	(3,500,000)	(3,465,000)	35,000
Total Other Financing Sources (Uses)	(3,265,000)	(3,738,000)	(3,653,199)	84,801
Net Change in Fund Balance	(303,880)	(1,285,930)	294,856	1,580,786
Fund Balance at Beginning of Year:	4,372,116	4,372,116	4,372,116	0
Prior Years Encumbrances	226,167	226,167	226,167	0
Fund Balance at End of Year:	\$ 4,294,403	\$ 3,312,353	\$ 4,893,139	\$ 1,580,786

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio

*Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2013*

	Fire/EMS Income Tax Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Income Taxes	\$ 7,662,075	\$ 7,662,075	\$ 7,743,265	\$ 81,190
Intergovernmental	2,500	2,500	2,500	0
Charges for Services	550,000	575,000	565,669	(9,331)
Reimbursements	5,000	5,000	211	(4,789)
Miscellaneous	3,500	203,500	1,825	(201,675)
Total Revenues	<u>8,223,075</u>	<u>8,448,075</u>	<u>8,313,470</u>	<u>(134,605)</u>
Expenditures:				
Current:				
Public Safety				
Personal Services	6,584,661	6,584,661	5,655,089	929,572
Materials & Supplies	253,343	253,343	247,443	5,900
Services & Charges	502,090	536,090	469,224	66,866
Refunds	150,000	150,000	209,825	(59,825)
Capital Outlay	3,633,542	3,633,542	3,342,258	291,284
Debt Service:				
Capital Lease Principal	170,420	170,420	149,365	21,055
Principal Retirement	0	2,850,000	2,850,000	0
Interest & Fiscal Charges	0	0	16,928	(16,928)
Total Expenditures	<u>11,294,056</u>	<u>14,178,056</u>	<u>12,940,132</u>	<u>1,237,924</u>
Deficiency of Revenues Over Expenditures	(3,070,981)	(5,729,981)	(4,626,662)	1,103,319
Other Financing Sources (Uses):				
Sale of Assets	0	23,000	22,402	(598)
Transfers In	0	2,850,000	2,850,000	0
Transfers Out	(139,267)	(244,267)	(260,467)	(16,200)
Total Other Financing Sources (Uses)	<u>(139,267)</u>	<u>2,628,733</u>	<u>2,611,935</u>	<u>(16,798)</u>
Net Change in Fund Balance	(3,210,248)	(3,101,248)	(2,014,727)	1,086,521
Fund Balance at Beginning of Year:	3,266,894	3,266,894	3,266,894	0
Prior Years Encumbrances	<u>2,454,011</u>	<u>2,454,011</u>	<u>2,454,011</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 2,510,657</u>	<u>\$ 2,619,657</u>	<u>\$ 3,706,178</u>	<u>\$ 1,086,521</u>

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio
Statement of Fund Net Position
Proprietary Funds
December 31, 2013

	Business-Type Activities					Totals	Governmental Activities - Internal Service Funds
	Water	Sewer	Storm Sewer	Refuse	Non-major Enterprise Funds		
Assets							
<i>Current Assets:</i>							
Equity in Pooled Cash and Cash Equivalents	\$ 0	\$ 7,001,716	\$ 2,623,456	\$ 1,489,494	\$ 121,340	\$ 11,236,006	\$ 6,430,666
Accounts Receivable [net of uncollectible accounts]	773,424	969,337	98,441	280,901	0	2,122,103	0
Materials and Supplies Inventory	40,251	22,214	0	0	809	63,274	0
Prepaid Items	32,845	47,957	0	21,615	905	103,322	3,333
Internal Balances	0	0	0	(142,400)	0	(142,400)	0
Total Current Assets	846,520	8,041,224	2,721,897	1,649,610	123,054	13,382,305	6,433,999
<i>Noncurrent Assets:</i>							
<i>Restricted Assets:</i>							
Customer Deposits	184,886	0	0	0	0	184,886	0
Retainage	1,217,357	0	6,092	0	0	1,223,449	0
<i>Capital Assets:</i>							
Nondepreciable Capital Assets	25,208,462	3,468,758	466,071	340,145	210,754	29,694,190	0
Depreciable Capital Assets, Net	28,811,877	57,390,874	13,058,952	622,941	195,641	100,080,285	11,863
Total Noncurrent Assets	55,422,582	60,859,632	13,531,115	963,086	406,395	131,182,810	11,863
Total Assets	56,269,102	68,900,856	16,253,012	2,612,696	529,449	144,565,115	6,445,862
Deferred Outflows of Resources							
Deferred Charges on Refunding Debt	0	105,349	0	0	0	105,349	0
Total Deferred Outflows of Resources	0	105,349	0	0	0	105,349	0
Liabilities							
<i>Current Liabilities:</i>							
Accounts Payable	18,429	31,438	12,864	79,078	823	142,632	37,965
Accrued Wages & Benefits	46,831	46,500	5,062	32,288	2,951	133,632	22,554
Interfund Payable	1,288,311	0	0	0	0	1,288,311	0
Contracts Payable	1,719,425	0	266,145	211,458	0	2,197,028	0
Compensated Absences Payable	75,205	50,551	5,334	32,240	5,370	168,700	26,132
Accrued Interest Payable	66,327	383,304	0	2,559	0	452,190	0
Capital Leases Payable	0	0	0	74,713	0	74,713	0
Claims Payable	0	0	0	0	0	0	212,898
Loans Payable	88,192	1,171,819	0	0	0	1,260,011	0
General Obligation Bonds Payable	109,000	317,418	0	50,000	0	476,418	0
General Income Tax Special Obligation Bonds Payable	0	300,000	0	0	0	300,000	0
Landfill Post-Closure Obligation	0	0	0	5,000	0	5,000	0
Total Current Liabilities	3,411,720	2,301,030	289,405	487,336	9,144	6,498,635	299,549
<i>Long-Term Liabilities:</i>							
<i>Payable from Restricted Assets:</i>							
Customer Deposits	184,886	0	0	0	0	184,886	0
Retainage Payable	1,217,357	0	6,092	0	0	1,223,449	0
Compensated Absences Payable	280,984	256,422	16,501	91,250	14,376	659,533	58,954
Loans Payable	11,168,948	17,854,872	0	0	0	29,023,820	0
General Obligation Bonds Payable	2,767,169	3,135,291	0	110,000	0	6,012,460	0
General Income Tax Special Obligation Bonds Payable	0	14,116,856	0	0	0	14,116,856	0
Landfill Post-Closure Obligation	0	0	0	225,000	0	225,000	0
Capital Leases Payable	0	0	0	252,566	0	252,566	0
Claims Payable	0	0	0	0	0	0	1,102,033
Total Long-Term Liabilities	15,619,344	35,363,441	22,593	678,816	14,376	51,698,570	1,160,987
Total Liabilities	19,031,064	37,664,471	311,998	1,166,152	23,520	58,197,205	1,460,536
Net Position							
Net Investment in Capital Assets	38,167,605	24,068,725	13,258,878	475,807	406,395	76,377,410	11,863
Restricted for Claims	0	0	0	0	0	0	4,656,970
Restricted for Other Purposes	0	0	0	0	0	0	316,493
Unrestricted	(929,567)	7,273,009	2,682,136	970,737	99,534	10,095,849	0
Total Net Position	\$ 37,238,038	\$ 31,341,734	\$ 15,941,014	\$ 1,446,544	\$ 505,929	\$ 86,473,259	\$ 4,985,326

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio
Statement of Revenues,
Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2013

	Enterprise Funds					Totals	Governmental Activities - Internal Service Funds
	Water	Sewer	Storm Sewer	Refuse	Non-major Enterprise Funds		
Operating Revenues							
Charges for Services	\$ 5,028,647	\$ 6,667,918	\$ 797,580	\$ 3,234,523	\$ 199,158	\$ 15,927,826	\$ 5,746,828
Capacity Fees	1,141,535	1,066,182	0	0	0	2,207,717	0
Deposits	26,304	0	0	0	0	26,304	0
Reimbursements	19,815	0	0	200	0	20,015	643,591
Miscellaneous	491,458	3,456	2,286	18,662	4,885	520,747	0
<i>Total Operating Revenues</i>	<u>6,707,759</u>	<u>7,737,556</u>	<u>799,866</u>	<u>3,253,385</u>	<u>204,043</u>	<u>18,702,609</u>	<u>6,390,419</u>
Operating Expenses							
Personal Services	1,328,354	1,311,757	157,706	937,585	123,659	3,859,061	616,319
Cost of Services	617,757	693,823	0	316,974	0	1,628,554	0
Services and Charges	755,182	1,334,627	112,391	1,040,649	81,948	3,324,797	986,474
Materials and Supplies	534,117	288,743	49,446	223,736	14,857	1,110,899	217,559
Depreciation	778,829	2,136,758	326,640	279,596	3,409	3,525,232	5,765
Claims	0	0	0	0	0	0	4,298,523
<i>Total Operating Expenses</i>	<u>4,014,239</u>	<u>5,765,708</u>	<u>646,183</u>	<u>2,798,540</u>	<u>223,873</u>	<u>13,448,543</u>	<u>6,124,640</u>
<i>Operating Income (Loss)</i>	<u>2,693,520</u>	<u>1,971,848</u>	<u>153,683</u>	<u>454,845</u>	<u>(19,830)</u>	<u>5,254,066</u>	<u>265,779</u>
Non-Operating Revenues (Expenses)							
Intergovernmental	0	0	0	0	17,500	17,500	0
Interest and Fiscal Charges	(319,256)	(1,411,059)	0	(16,744)	0	(1,747,059)	0
Interest Income	6,657	5,079	0	943	0	12,679	0
<i>Total Non-Operating Revenues (Expenses)</i>	<u>(312,599)</u>	<u>(1,405,980)</u>	<u>0</u>	<u>(15,801)</u>	<u>17,500</u>	<u>(1,716,880)</u>	<u>0</u>
<i>Income (Loss) before Capital Contributions</i>	2,380,921	565,868	153,683	439,044	(2,330)	3,537,186	265,779
Capital Contributions	352,660	348,477	461,667	0	0	1,162,804	0
<i>Change in Net Position</i>	2,733,581	914,345	615,350	439,044	(2,330)	4,699,990	265,779
<i>Net Position Beginning of Year</i>	<u>34,504,457</u>	<u>30,427,389</u>	<u>15,325,664</u>	<u>1,007,500</u>	<u>508,259</u>	<u>81,773,269</u>	<u>4,719,547</u>
<i>Net Position End of Year</i>	<u>\$ 37,238,038</u>	<u>\$ 31,341,734</u>	<u>\$ 15,941,014</u>	<u>\$ 1,446,544</u>	<u>\$ 505,929</u>	<u>\$ 86,473,259</u>	<u>\$ 4,985,326</u>

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2013

	Enterprise Funds			
	Water	Sewer	Storm Sewer	Refuse
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows from Operating Activities				
Cash Received from Customers	\$ 5,021,645	\$ 6,657,559	\$ 802,764	\$ 3,221,719
Cash Received for Premiums	0	0	0	0
Cash Received for Capacity Fees	1,141,535	1,066,182	0	0
Customer Deposits Received	26,304	0	0	0
Customer Deposits Returned	(25,318)	0	0	0
Cash Payments for Personal Services	(1,411,931)	(1,352,522)	(163,179)	(914,968)
Cash Payments for Materials and Supplies	(545,363)	(287,017)	(49,340)	(224,438)
Cash Payments for Services and Charges	(1,350,682)	(2,042,425)	(107,613)	(1,509,531)
Cash Payments for Claims	0	0	0	0
Other Cash Receipts or Payments	514,520	51,556	1,844	25,655
<i>Net Cash Provided by (Used in) Operating Activities</i>	<u>3,370,710</u>	<u>4,093,333</u>	<u>484,476</u>	<u>598,437</u>
Cash Flows from Noncapital Financing Activities				
Cash Received from Interfund Loans	1,288,311	0	0	0
Operating Grant Received from State Agency	0	0	0	0
<i>Net Cash Provided by Noncapital Financing Activities</i>	<u>1,288,311</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash Flows from Capital and Related Financing Activities				
Acquisition and Construction of Capital Assets	(16,682,394)	(507,834)	(167,596)	(3,119)
Interest Paid on Debt Obligations	(307,062)	(1,417,499)	0	(14,768)
Principal Paid on Debt Obligations	(195,073)	(1,690,857)	0	(110,059)
Issuance of Loan	5,572,025	0	0	0
<i>Net Cash Provided by (Used in) Capital and Related Financing Activities</i>	<u>(11,612,504)</u>	<u>(3,616,190)</u>	<u>(167,596)</u>	<u>(127,946)</u>
Cash Flows from Investing Activities				
Interest on Investments	6,657	5,079	0	943
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	(6,946,826)	482,222	316,880	471,434
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>8,349,069</u>	<u>6,519,494</u>	<u>2,312,668</u>	<u>1,018,060</u>
<i>Cash and Cash Equivalents End of Year</i>	<u>\$ 1,402,243</u>	<u>\$ 7,001,716</u>	<u>\$ 2,629,548</u>	<u>\$ 1,489,494</u>
Reconciliation of Cash and Cash Equivalents per the Balance Sheet:				
Cash and Cash Equivalents	\$ 0	\$ 7,001,716	\$ 2,623,456	\$ 1,489,494
Restricted Cash and Cash Equivalents	1,402,243	0	6,092	0
Cash and Cash Equivalents at End of Year	<u>\$ 1,402,243</u>	<u>\$ 7,001,716</u>	<u>\$ 2,629,548</u>	<u>\$ 1,489,494</u>

See Accompanying Notes to the Basic Financial Statements

(continued)

City of Delaware, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2013

(continued)

	<u>Other Enterprise Funds</u>	<u>Total</u>	<u>Internal Service Funds</u>
Increase (Decrease) in Cash and Cash Equivalents			
Cash Flows from Operating Activities			
Cash Received from Customers	\$ 199,158	\$ 15,902,845	\$ 1,043,104
Cash Received for Premiums	0	0	4,703,724
Cash Received for Capacity Fees	0	2,207,717	0
Customer Deposits Received	0	26,304	0
Customer Deposits Returned	0	(25,318)	0
Cash Payments for Personal Services	(124,037)	(3,966,637)	(615,544)
Cash Payments for Materials and Supplies	(15,052)	(1,121,210)	(225,342)
Cash Payments for Services and Charges	(81,538)	(5,091,789)	(943,539)
Cash Payments for Claims	0	0	(3,790,343)
Other Cash Receipts or Payments	4,885	598,460	622,011
<i>Net Cash Provided by (Used in) Operating Activities</i>	<u>(16,584)</u>	<u>8,530,372</u>	<u>794,071</u>
Cash Flows from Noncapital Financing Activities			
Cash Received from Interfund Loans	0	1,288,311	0
Operating Grant Received from State Agency	17,500	17,500	0
<i>Net Cash Provided by Noncapital Financing Activities</i>	<u>17,500</u>	<u>1,305,811</u>	<u>0</u>
Cash Flows from Capital and Related Financing Activities			
Acquisition and Construction of Capital Assets	0	(17,360,943)	(5,691)
Interest Paid on Debt Obligations	0	(1,739,329)	0
Principal Paid on Debt Obligations	0	(1,995,989)	0
Issuance of Loan	0	5,572,025	0
<i>Net Cash Provided by (Used in) Capital and Related Financing Activities</i>	<u>0</u>	<u>(15,524,236)</u>	<u>(5,691)</u>
Cash Flows from Investing Activities			
Interest on Investments	0	12,679	0
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	916	(5,675,374)	788,380
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>120,424</u>	<u>18,319,715</u>	<u>5,642,286</u>
<i>Cash and Cash Equivalents End of Year</i>	<u>\$ 121,340</u>	<u>\$ 12,644,341</u>	<u>\$ 6,430,666</u>
Reconciliation of Cash and Cash Equivalents per the Balance Sheet:			
Cash and Cash Equivalents	\$ 121,340	\$ 11,236,006	\$ 6,430,666
Restricted Cash and Cash Equivalents	0	1,408,335	0
Cash and Cash Equivalents at End of Year	<u>\$ 121,340</u>	<u>\$ 12,644,341</u>	<u>\$ 6,430,666</u>

See Accompanying Notes to the Basic Financial Statements

(continued)

City of Delaware, Ohio
Statement of Cash Flows
Proprietary Funds (continued)
For the Year Ended December 31, 2013

	Enterprise Funds			
	Water	Sewer	Storm Sewer	Refuse
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities				
Operating Income (Loss)	\$ 2,693,520	\$ 1,971,848	\$ 153,683	\$ 454,845
Adjustments:				
Depreciation	778,829	2,136,758	326,640	279,596
(Increase) Decrease in Assets:				
Accounts Receivable	(3,755)	37,741	5,184	(5,954)
Prepaid Items	(2,704)	(101)	0	(2,551)
Materials and Supplies Inventory	(12,525)	(3)	0	0
Internal Balances	0	0	0	(160,237)
Increase (Decrease) in Liabilities:				
Accounts Payable	(100)	(5,922)	4,473	10,074
Contracts Payable	0	0	0	0
Accrued Wages and Benefits	(44,120)	(19,612)	(6,656)	4,888
Compensated Absences Payable	(39,481)	(21,232)	1,152	17,776
Retainage Payable	0	(6,144)	0	0
Customer Deposits	1,046	0	0	0
Claims Payable	0	0	0	0
Net Cash Provided by (Used in) Operating Activities	\$ 3,370,710	\$ 4,093,333	\$ 484,476	\$ 598,437

Noncash capital transactions:

The Water fund received water lines donated by developers and contributions from governmental activities with a fair value of \$352,660. These were recorded as capital assets.

The Water fund incurred capitalized interest costs of \$5,633 related to its Ohio Water Development Authority loan. These costs are reflected as principal paid on debt obligation.

The Sewer fund received sewer lines donated by developers and contributions from governmental activities with a fair value of \$348,477. These lines were recorded as capital assets.

The Storm Sewer fund received storm sewer lines donated by developers and contributions from governmental activities with a fair value of \$461,667. These lines were recorded as capital assets.

(continued)

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio
Statement of Cash Flows
Proprietary Funds (continued)
For the Year Ended December 31, 2013

(continued)

	<u>Other Enterprise Funds</u>	<u>Total</u>	<u>Internal Service Funds</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities			
Operating Income (Loss)	\$ (19,830)	\$ 5,254,066	\$ 265,779
Adjustments:			
Depreciation	3,409	3,525,232	5,765
(Increase) Decrease in Assets:			
Accounts Receivable	0	33,216	0
Prepaid Items	40	(5,316)	12,784
Materials and Supplies Inventory	(195)	(12,723)	0
Internal Balances	0	(160,237)	0
Increase (Decrease) in Liabilities:			
Accounts Payable	370	8,895	15,220
Contracts Payable	0	0	(14,441)
Accrued Wages and Benefits	382	(65,118)	4,625
Compensated Absences Payable	(760)	(42,545)	(3,841)
Retainage Payable	0	(6,144)	0
Customer Deposits	0	1,046	0
Claims Payable	0	0	508,180
Net Cash Provided by (Used in) Operating Activities	<u>\$ (16,584)</u>	<u>\$ 8,530,372</u>	<u>\$ 794,071</u>

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio
Statement of Fiduciary Assets and Liabilities
Agency Fund
December 31, 2013

Assets

Equity in Pooled Cash and Cash Equivalents	\$	196,536
Due from Other Governments		<u>3,822</u>

<i>Total Assets</i>	\$	<u><u>200,358</u></u>
---------------------	----	-----------------------

Liabilities

Due to Other Governments	\$	4,047
Undistributed Assets		<u>196,311</u>

<i>Total Liabilities</i>	\$	<u><u>200,358</u></u>
--------------------------	----	-----------------------

See Accompanying Notes to the Basic Financial Statements

City of Delaware, Ohio

Notes to the Basic Financial Statements

December 31, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Delaware [the City] have been prepared in conformity with accounting principles generally accepted in the United States of America (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. Reporting Entity

The City of Delaware, Ohio (the "City") is an incorporated municipality under the laws of the State of Ohio. Its charter was adopted November 6, 1951, and established the Council/Manager form of government. The City presently provides the following services as authorized by its charter: public safety, airport, public works, recreation and parks, cemetery, engineering, public health and water, sewer, storm sewer, and refuse enterprise activities.

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure the financial statements are fairly presented and complete.

The primary government consists of all funds, departments, boards and commissions that are not legally separate from the City. They comprise the City's legal entity which provides various services including a public safety department, a public works department, a grounds & facilities department, a recreation services department, a planning & community development department, a utility department, an engineering department, and a cemetery. The City is also responsible for the construction, maintenance, and repairs associated with the water and sewer lines, and the provision of water and sewer treatment services. The City Manager and City Council have direct responsibility for these services.

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; (3) the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; (4) or the City is obligated for the debt of the organization. Component units may include organizations for which the City approves the budget, the issuance of debt or the levying of taxes. The City has no blended or discretely presented component units.

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

The Delaware Municipal Court's (the "Court") activities are included within these basic financial statements as required by Governmental Accounting Standard No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*. The City includes the Court's cash balance and liability to others within its agency funds, and the City's share of Court fines collected and operating expenditures in the Municipal Court Fund. The City established this fund in 2002 because the County's population grew above 100,000 citizens, which requires the presiding judge and clerk to be elected by the County's voting residents. The Court serves as the Court of record and has jurisdiction within Delaware County. The City, however, has no ability to select or influence Court management and cannot dictate budget and other fiscal matters. The Court is presided over by a separately elected judge and clerk that have the authority to select and appoint all officials of the Court and to direct the Court's activity.

On February 12, 2007, Resolution 07-05 was adopted by Delaware City Council creating Delaware South New Community Authority [DSNCA], a jointly governed organization. On February 9, 2009, Resolution 09-05 was adopted by Delaware City Council creating Delaware North New Community Authority [DNNCA], a jointly governed organization. See Note 20 for further information.

On October 29, 2012, Resolution 12-47 was adopted for which the City accepted ownership of Oak Grove Cemetery. The City had deeded the cemetery to the Oak Grove Cemetery Company in 1906. The Company [renamed 'Association'] dissolved in 2012 and deeded the property back to the City.

B. Basis of Presentation - Fund Accounting

Government-Wide Financial Statements

The statement of net position and the statement of activities display information about the City as a whole. These statements distinguish between activities that are governmental in nature, which are normally supported by taxes and intergovernmental revenues; and business-type activities, which rely, to a significant extent, upon fees and charges for support. Indirect interfund and internal service fund activities are generally eliminated to avoid the "doubling-up" effect on revenues and expenses; direct expenses are not eliminated within these functional categories. Interfund services provided and used are not eliminated in the process of consolidation. The government-wide financial statements do not include the assets and liabilities of the City's agency funds.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

The government-wide statement of net position presents the financial condition of the City at year end, displaying all assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position, the difference between these other elements. Net position is displayed in three components; net investment in capital assets, restricted, and unrestricted.

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

The *Net Investment in Capital Assets* consists of capital assets net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also should be included in this component of net position. If there are significant unspent related debt proceeds or deferred inflows of resources at the end of the reporting period, the portion of the debt or deferred inflow of resources attributable to the unspent amount should not be included in the calculation of net investment in capital assets. Instead, that portion of the debt or deferred inflow of resources should be included in the same net position component (restricted or unrestricted) as the unspent amount.

The *Restricted* component of Net Position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Generally, a liability relates to restricted assets if the asset results from a resource flow that also results in the recognition of a liability or if the liability will be liquidated with the restricted assets reported. The Net Position is reported as restricted when constraints placed upon their use are either: (1) externally imposed by creditors [such as through debt covenants], grantors, contributors, or laws or regulations of other governments, or (2) imposed by law through constitutional provisions or enabling legislation.

The *Unrestricted* component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position. When both restricted and non-restricted resources are available for use, it is the City's policy to use non-restricted resources first, and then restricted resources, as they are needed.

The government-wide statement of activities presents a comparison between expenses and program revenues for each segment of the business-type activities of the City and for each governmental program. 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.

Fund Financial Statements

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental and proprietary funds are reported in separate columns in the fund financial statements. All other funds are aggregated and reported as non-major governmental or non-major enterprise funds.

The accounting policies and financial reporting practices of the City conform to accounting principles generally accepted in the United States of America for local governments as prescribed by the GASB.

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balances/equity, revenues, and expenditures [expenses]. Fund accounting segregates funds according to the intended purpose and is used to aid management in demonstrating compliance with financial-related legal and contractual provisions.

Governmental Funds:

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

General Fund – The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. The fund balance of the General Fund is available to the City for any purpose provided it is expended or transferred according to the City's Charter and Code and the general laws and regulations of the State of Ohio.

Fire/EMS Income Tax Fund – To account for the collection and distribution of City-levied income taxes used for the Fire Department and Emergency Medical Services.

Capital Improvement Fund – To account for income taxes earmarked for capital improvements used for general improvement of all City facilities and operations.

Glenn Road South Construction Fund – To account for construction costs of the southern-most 8,700 feet of roadway from the Glenn Ross development to US 23 South.

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

Proprietary [Business-type] Funds:

Proprietary funds are used to account for the City's ongoing organizations and activities that are similar to those found in the private sector where the intent of the governing body is that the cost [expenses, including depreciation] of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

The City reports the following major proprietary funds:

Water Fund – Accounts for the operations of water treatment, distribution, administration, and related expenses, including capital improvements and debt service. The operations are exclusively financed by customer user charges.

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

Sewer Fund – Accounts for the wastewater collection, treatment, administration, and related expenses, including capital improvements and debt service. The operations are exclusively financed by customer user charges.

Storm Sewer Fund – Accounts for fees charged to residents and businesses to construct and maintain the City's storm sewers.

Refuse Fund – Accounts for the operations of the solid waste collection and recyclable materials collection systems, and related expenses including capital improvements. The operations are exclusively financed by customer user charges.

Other non-major enterprise funds are used to account for the operations of the City's golf course, parking lots, and watershed grant.

Additionally, the City reports the following fund types:

Internal Service Funds – are used to account for the financing of goods or services provided by one department of the City to other departments of the City on a cost-reimbursement basis, such as vehicle maintenance, information technology, self-insurance, and worker's compensation costs.

Fiduciary Funds – are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and other funds. The City's fiduciary funds include agency funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. These activities include funds received from the Municipal Court and passed through to the Law Library or the State Highway Patrol, funds collected from the Planning department and passed through to the State from building permits, and tax abatement collections passed through to the school districts.

C. Basis of Accounting

Governmental Funds The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets, deferred outflows, current liabilities, and deferred inflows are generally included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

Governmental fund types follow the modified accrual basis of accounting. Under this method of accounting, the City recognized revenue when it becomes both measurable and available. Measurable means the amount of the transaction can be determined. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which for the City is considered to be two months [60 days] after year end. Grants and entitlements must also meet timing, eligibility, and contingency requirements. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable. Principal and interest on general long-term debt are

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

recognized as expenditures when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Revenues accrued at the end of the year included income tax withholdings, hotel transient taxes, property and other taxes, intergovernmental, rents [building, parking, t-hangar], billings for services and materials, and loans. Revenues not accrued at year-end included fines, permits, and parking meter revenues because they are generally not measurable until received in cash.

Deferred Outflows/Inflows of Resources: In addition to assets, the statements of financial position will report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and will not be recognized as an outflow of resources [expense/expenditure] until then. For the City, deferred outflows of resources include a deferred charge on refunding reported in the government-wide statement of net position. The deferred charge resulted from the difference in carrying value of refunded debt in 2002, and its reacquisition price. This amount is being deferred and amortized over the life of the refunding debt.

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

Because governmental funds' financial statements use a different measurement focus and basis of accounting than the government-wide statements, governmental funds' financial statements include reconciliations to the government-wide statements.

Proprietary Funds All proprietary funds [enterprise funds and internal service funds] are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the balance sheet.

Proprietary fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. The accrual basis of accounting is used for reporting purposes by the proprietary funds. Revenues are recognized when they are earned and expenses are recorded at the time liabilities are incurred. Unbilled service charges are recognized as revenue at year-end.

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

D. Budgets and Budgetary Accounting

The City's budget is adopted and modified as follows:

1. Prior to August 15, the Finance Director submits, to the County Budget Commission, an estimate of year end balances and of the next year's revenues. The Commission returns a Certificate of Estimated Resources, limiting the maximum amount the City may expend from a given fund type.
2. Prior to November 15, the City Manager submits to City Council an estimate of the expenditures necessary to conduct the affairs of the City for the year commencing the following January 1. The legal level of control is payroll expenditures/expenses and other expenditures/expenses. For reporting purposes, the City further divides "other" by their function.
3. Public hearings are held to obtain taxpayers' comments.
4. Prior to January 1 and after publication of the proposed budget ordinances, the budget is legally enacted by ordinance.
5. Shortly after January 1, the Certificate of Estimated Resources is amended to reflect the actual unencumbered balances from the preceding year and for changes in estimated resources since the original submittal.
6. Supplemental appropriations and transfers of appropriations between funds and departments must be approved by City Council. Supplemental appropriations were necessary during the year. The budget figures that appear in the budgetary comparisons represent the final appropriation amounts, including all amendments and modifications.

Expenditures cannot exceed appropriations at the legal level of control. Unencumbered appropriations lapse at year-end, and encumbered appropriations are reported as expenditures in the current year.

Encumbrance accounting is utilized in the Governmental Funds. Under encumbrance accounting, purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve a portion of the applicable appropriation, and to maintain legal compliance. Unclaimed Funds and Municipal Court Unclaimed Funds did not have a legally adopted budget for 2013.

While reporting financial position, results of operations, and changes in fund balance/equity on the basis of accounting principles generally accepted in the United States of America (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances.

Schedules of Revenue, Expenditures, and Changes in Fund Balances – Budget and Actual (Budget Basis) – for the General Fund and Fire/EMS Income Tax Fund are presented on the budgetary basis in the Basic Financial Statements to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
3. Encumbrances are recorded as the equivalent of an expenditure (budget basis) in order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation as opposed to a reservation of fund balance for governmental funds (GAAP basis);
4. Some funds are included in the General fund (GAAP basis), but have separate legally adopted budgets (budget basis); and,
5. Adjustments necessary to convert the results of operations for the year on the budget basis to the GAAP basis are as follows:

<i>Net Change in Fund Balance</i>		
	<i>General</i>	<i>Fire/EMS Income Tax</i>
GAAP Basis	\$ 450,760	\$1,125,856
Revenue Accruals	(123,895)	(47,351)
Expenditure Accruals	90,687	(2,565,178)
Encumbrances at Year End	(132,700)	(528,054)
Funds Budgeted Elsewhere	10,004	0
Budget Basis	\$ 294,856	\$ (2,014,727)

E. Cash and Investments

Cash received by the City is deposited in a central bank account. Money for all funds, except for cash in segregated accounts, is maintained in the account or temporarily used to purchase investments. Individual fund integrity is maintained through City records. Each fund's interest in the pool of cash and investments is presented as "Equity in Pooled Cash and Cash Equivalents" on the combined balance sheet. Cash equivalents refer to investments, such as those described below, which are readily converted to cash with no loss of principal.

The Ohio Revised Code authorizes the City to invest in United States and State of Ohio bonds, notes, and other obligations; bank certificates of deposit; bankers' acceptances; commercial paper notes rated prime and issued by United States corporations; written repurchase agreements in the securities listed above provided that the fair 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; and STAROhio.

During the year, investments were limited to repurchase agreements and the State Treasury Asset Reserve of Ohio [STAROhio]. Except for non-participating investment contracts, investments are reported at fair value, which is based on quoted market prices. Non-participating investment contracts, such as repurchase agreements, are reported at cost.

STAROhio is an investment pool managed by the State Treasurer's Office, which allows governments of the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on December 31.

Interest income is distributed to the funds according to Ohio constitutional and statutory requirements. Interest revenue credited to the general fund during the year amounted to \$77,348, which includes \$68,145 assigned from other funds. Other major funds and other non-major governmental funds also received interest in the amounts of \$115,391 and \$7,971, respectively.

F. Materials and Supplies Inventory

On government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used.

Inventories of proprietary funds are stated at the lower of cost or market on a first-in, first-out basis. Inventories of the proprietary funds are expensed when used.

G. Restricted Assets

Restricted assets represent certain resources, which are segregated from other resources of the City to reflect restricted cash held for retainage against construction contracts, customer deposits paid into the City for utilities and airport t-hangar leases, and for cash in segregated accounts for municipal court unclaimed funds.

H. Prepaid Items

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

I. Interfund Assets and Liabilities

Short-term interfund loans or the short-term portion of advances are classified as "interfund receivables/payables." Long-term interfund loans or the long-term portion of advances are classified as "advances from/to other funds."

Amounts owed to a particular fund by another fund in the City for goods or services rendered are classified as "due from other funds/due to other funds." These interfund transactions are eliminated on the government-wide statements.

Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

J. Capital Assets

Capital assets include land, improvements to land, buildings, building improvements, machinery, equipment, infrastructure and all other assets that are used in operations and that have initial useful lives extending beyond one reporting period. Infrastructure is defined as long-lived capital assets that normally are stationary in nature and normally can be preserved for a significantly greater number of years than most capital assets. Examples of infrastructure include roads, bridges, sidewalks, and similar items.

The City further defines capital assets as assets with an initial, individual cost of more than \$2,500 and an estimated useful life in excess of five years, except for infrastructure which has a threshold of \$10,000.

All capital assets are valued at historical cost, or estimated historical cost, if actual cost is not available. Donated capital assets are valued at their fair value at the time received. Interest on constructed assets, if material, is capitalized and amortized on the straight-line basis over the estimated useful life of the asset.

When capital assets are purchased, they are capitalized and depreciated in the government-wide statements and the proprietary fund statements. Capital assets are recorded as expenditures of the current period in the governmental fund financial statements.

Depreciation: Depreciation is an element of expense resulting from the use of long-lived assets. It is measured by allocating the expected net cost of using the asset over its estimated useful life in a systematic and rational manner. Depreciation has been provided using the straight-line method over the following estimated useful lives for both Governmental and Business-Type assets:

	<i>Useful life [in years]</i>
Land Improvements	10 – 25
Vehicles (autos and trucks)	5 – 8
Machinery, Equipment, Furniture, & Fixtures	5 – 25
Buildings	25 - 50
Building Improvements	Up to 30
Infrastructure	25 – 100
Infrastructure Improvements	5 – 50

K. Bond Discounts, Premiums, and Issuance Costs

Material discounts, premiums, and issuance costs are reported as deferred charges and amortized over the life of the bond using the straight-line method. Any material discounts or premiums (1) are shown separately from the account of the bond liability, (2) are amortized using the straight-line method, and (3) are reflected as interest income or expense in the Statement of Activities.

L. Compensated Absences

The City accrues a liability for compensated absences in accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences." Vacation benefits 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. Sick leave benefits are accrued as a liability using the vesting method. These benefits are accrued into and paid out of the funds the employees' wages are paid from; primarily the General, Street Maintenance & Repair, Fire/EMS Income Tax, Airport Improvement, Municipal Court, Water, Sewer, Storm Sewer, Refuse, Golf Course, Garage Rotary, and Information Technology Rotary funds.

The liability is based on the sick leave accumulated at December 31, by those employees who are currently eligible to receive termination payments and by those employees for whom it is probable they will become eligible to receive termination benefits in the future. The amount is based on the accumulated sick leave and employees' wage rates at year end, taking into consideration any limits specified in the City's termination policy. These amounts are reported in governmental fund statements only if they have matured.

Payment of vacation and sick leave recorded in the government-wide financial statements is dependent upon many factors; therefore, timing of future payments is not readily determinable. Management believes that sufficient resources will be made available when payment is due. For governmental funds, the City's liability for unpaid accumulated sick leave and vacation time is the amount to be paid using expendable available financial resources [within 60 days] and is reported as an accrued liability in the fund from which the individuals who have accumulated the unpaid compensated absences are paid in accordance with Interpretation No. 6 of the Governmental Accounting Standards Board – Recognition and Measurement of Certain Liabilities and expenditures in Governmental Fund Financial Statements.

M. Interfund Transactions

Interfund transfers during 2013, consisted of the following:

	<i>Transfer to</i>			<i>Totals</i>
	<i>Major Fund</i>			
	<i>Fire/EMS</i>	<i>Capital Improvement</i>	<i>Other Governmental</i>	
<i>Transfer from</i>				
Major Funds				
General	\$ 0	\$ 2,050,000	\$ 535,000	\$ 2,585,000
Fire/EMS Income Tax	0	0	260,467	260,467
Capital Improvement	0	0	1,124,060	1,124,060
Other Governmental	2,850,000	0	2,472,737	5,322,737
Totals	<u>\$ 2,850,000</u>	<u>\$ 2,050,000</u>	<u>\$ 4,392,264</u>	<u>\$ 9,292,264</u>

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

Interfund services provided and used are accounted for as revenues, expenditures, or expenses. Transactions that constitute reimbursement to a fund for expenditures/expenses initially made that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures expenses in the fund that is reimbursed.

During the course of normal operations, the City has transactions between funds, most of which are in the form of transfers of resources to provide services, construct assets, and service debt. The accompanying financial statements generally reflect such transactions as transfers. Operating subsidies are also recorded as transfers. All of the transfers described below occur on a consistent basis.

All transfers are considered in compliance with Ohio Revised Code § 5705.14 – 5705.16.

N. Fund Balance

The City reports classifications of fund equity based on the purpose for which resources were received and the level of constraint placed on the resources.

Nonspendable fund balance indicates resources that are not expected to be converted to cash because they are not in a spendable form.

Restricted fund balance are resources that have purpose constraints placed upon them by laws, regulations, creditors, grantors, or other external parties and are considered available only for the purpose for which they were received.

Committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (specifically – Ordinance; the highest level action that constitutes the most binding constraint) of City Council. 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 the use in satisfying those contractual requirements. In contrast to fund balance that is restricted by enabling legislation, the committed fund balance classification may be redeployed for other purposes with appropriate due process.

Assigned fund balances occur through the City's purchasing policy; Council has given the City Manager and Finance Director the authority to constrain monies for intended purposes, which are reported as *assigned* fund balances.

All other funds in spendable form not restricted, committed, or assigned are reported as an *unassigned* fund balance.

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

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

O. Intergovernmental Revenues

In governmental funds, federal and state grants awarded on a non-reimbursement basis, state shared revenues, and federal entitlements are recorded as intergovernmental receivables and revenues when measurable and available. They must also meet timing, eligibility, and contingency requirements. Reimbursable-type grants are recorded as due from other governments and revenues when the related expenditures are made.

P. Estimates

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

Q. Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. As noted, net investment in capital assets consists of capital assets net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use, either through the enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. Net position *Restricted for Other Purposes* includes the Internal Service Rotary fund.

The City applies unrestricted resources when an expense is incurred for purposes for which restricted and unrestricted net position are available. None of the City's restricted net position was by enabling legislation at December 31, 2013.

R. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activities of the proprietary funds. For the City, these revenues are charges for services, capacity fees for the Water and Sewer funds, reimbursements, and miscellaneous revenues. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund.

S. Donated Infrastructure

Contributions of capital in proprietary funds [donated infrastructure] arise from outside contributions of capital assets or from grants or outside contributions of resources restricted to capital acquisitions and construction. These contributions are reported as revenue in the proprietary fund financial statements.

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

T. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence. In 2013, the City had one special item; an investment that remained in the Oak Grove Cemetery Association at the time of dissolution that matured in 2013 and became the City's.

2. CHANGES IN ACCOUNTING PRINCIPLES and RESTATEMENT OF FUND BALANCE/NET POSITION

A. Change in Accounting Principles

For fiscal year 2013, the City has implemented GASB Statement No. 66, "Technical Corrections – 2012, an amendment of GASB Statements No. 10 and No. 62, and GASB Statement No. 69, "Government Combinations and Disposals of Government Operations.

GASB Statement No. 66 improves reporting by resolving conflicting guidance that resulted from the issuance of Statements No. 54 and No. 62. These Statements affect fund-based risk financing reporting [No. 10, superseded by No. 54] and accounting for operating leases, purchased loans, and mortgage loans [No. 62]. The implementation of GASB Statement No. 66 did not have an effect on the on the beginning net position/fund balance of the City.

GASB Statement No. 69 establishes reporting standards related to various government combinations [mergers, acquisitions, and transfers], and disposals [transfers and sales], and the use of carrying values to measure the assets and liabilities involved. The implementation of GASB Statement No. 69 did not have an effect on the beginning net position/fund balance of the City.

B. Restatement of Fund Balance/Net Position

In November, 2012, the City of Delaware inherited the Oak Grove Cemetery upon dissolution of the Oak Grove Cemetery Association. At the end of 2012, there were investments in the name of the Association originally established for perpetual care. Upon their maturity, supporting documentation supporting the 'perpetual' nature could not be matched to the investments. The City removed the "permanent" nature of these investments and deposited the funds into the City's general account. This also removed the requirement of a permanent fund, so the fund balance is being restated within the Cemetery Fund. This increases the fund balance as of January 1, 2013 of the Cemetery Fund by \$305,098 to \$337,797 and Other Governmental Funds to \$4,947,698. As the permanent fund was classified as a Governmental Activity, the net position remains the same at January 1.

The City has appropriately reclassified its Unclaimed Money Fund from the prior year as a component of the General Fund. The impact of this reclassification is as follows:

City of Delaware. Ohio
Notes to the Basic Financial Statements
 December 31, 2013
 (continued)

Fund	Balance 12/31/2012, as reported	Adjustment	Balance 1/1/2013
General	\$ 6,566,975	\$ 16,962	\$ 6,583,937
Other Governmental:			
Cemetery	32,699	305,098	337,797
Unclaimed Funds	16,962	(16,962)	0
Permanent	305,098	(305,098)	0

3. COMPLIANCE AND ACCOUNTABILITY

A. Accountability – Fund Deficits

At December 31, the following funds had deficit fund balances:

<i>Major Fund</i>	
Glenn Road South Construction	(\$ 9,259,649)
<i>Nonmajor Funds</i>	
Glenn Road North Construction	(665,987)

The fund deficits were caused by applying GAAP. The General Fund is not liable for any deficits when accruals occur.

This space intentionally left blank

City of Delaware, Ohio
Notes to the Basic Financial Statements
 December 31, 2013
 (continued)

4. FUND BALANCES

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 the resources in the government funds.

<i>Fund Balances</i>	<i>General</i>	<i>Fire/EMS Inc Tax</i>	<i>Capital Improv</i>	<i>Glenn Rd S Constr</i>	<i>Other Govt Funds</i>	<i>Total Govt Funds</i>
Nonspendable Fund Balance						
Inventories	\$ 0	\$ 0	\$ 0	\$ 0	\$ 58,965	\$ 58,965
Prepaid Items	90,687	2,630	0	0	11,348	104,665
Long-term Advances	95,409	0	142,400	0	0	237,809
Unclaimed Funds	0	0	0	0	24,199	24,199
<i>Total Nonspendable</i>	<u>186,096</u>	<u>2,630</u>	<u>142,400</u>	<u>0</u>	<u>94,512</u>	<u>425,638</u>
Restricted Fund Balance						
Fire Department Expansion	0	4,485,016	0	0	0	4,485,016
Justice Center Equipment	0	0	0	0	110,601	110,601
Road Resurfacing and Equipment	0	0	985,866	0	463,337	1,449,203
Parks & Facilities Revitalization	0	0	0	0	2,930,655	2,930,655
Airport Expansion Projects	0	0	0	0	38,022	38,022
Community Redevelopment	0	0	0	0	1,116,050	1,116,050
Community Development Loans	0	0	0	0	543,209	543,209
Municipal Court Operations and	0	0	0	0	2,840,993	2,840,993
Cemetery Operations	0	0	0	0	424,154	424,154
Debt Service	0	0	0	0	10,461	10,461
<i>Total Restricted</i>	<u>0</u>	<u>4,485,016</u>	<u>985,866</u>	<u>0</u>	<u>8,477,482</u>	<u>13,948,364</u>
Committed Fund Balance						
Police and Fire Donations and	0	0	0	0	366,524	366,524
Future Development Set-aside	270,000	0	0	0	737,696	1,007,696
Parks & Facilities Operations and Expansion	514,159	0	0	0	859,715	1,373,874
Airport Operations	0	0	0	0	358,540	358,540
Future Equipment Purchases	0	0	0	0	252,560	252,560
General Government	0	0	0	0	1,533	1,533
<i>Total Committed</i>	<u>784,159</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,576,568</u>	<u>3,360,727</u>
Assigned Fund Balance						
General Government	132,700	0	0	0	0	132,700
<i>Total Assigned</i>	<u>132,700</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>132,700</u>
Unassigned Fund Balance						
	<u>5,931,742</u>	<u>0</u>	<u>0</u>	<u>(9,259,649)</u>	<u>(665,987)</u>	<u>(3,993,894)</u>
<i>Total Fund Balances (Deficits)</i>	<u>\$ 7,034,697</u>	<u>\$ 4,487,646</u>	<u>\$ 1,128,266</u>	<u>\$ (9,259,649)</u>	<u>\$10,482,575</u>	<u>\$13,873,535</u>

5. CASH AND CASH EQUIVALENTS

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

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

1. Active deposits are public deposits necessary to meet current demands on the treasury. Such monies must be maintained either as cash in the City Treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.
2. Inactive deposits are public deposits that Council has identified as not required for use within the current five-year designation period 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.
3. Interim deposits are deposits of interim monies. Interim monies are those monies that 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 pass book accounts.

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 Finance Director 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.

State statute permits interim monies to 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 and 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, governmental 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 fair 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; Bonds and other obligations of the State of Ohio;
4. No load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and
5. The State Treasurer's investment pool (STAR Ohio).

The City may also invest any monies not required to be used for a period of six months or more in the following:

1. Bonds of the State of Ohio;
2. Bonds of any municipal corporation, village, county, township, or other political subdivisions of this State, as to which there is no default of principal, interest or coupons; and

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

3. Obligations of the City.

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 Finance Director, or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Deposits *Custodial credit risk* is the risk that, in the event of a bank failure, the City’s deposits may not be returned. The City’s policy is to place deposits with major local banks approved by City Council. All deposits, are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by Ohio Revised Code § 135, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system in the name of the respective depository bank, and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at a Federal Reserve Bank in the name of the City.

At December 31, the carrying amount of the City's deposits was \$1,471,520 and the bank balance was \$6,348,701. Of the bank balance, \$621,456 was covered by Federal Deposit Insurance and \$5,727,245 was uninsured and uncollateralized. Although all statutory requirements for these deposits of money had been followed, non-compliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

Restricted Assets: The City is holding \$1,636,314 in restricted assets in the City Treasury. These assets are restricted by construction contracts, as deposits for utility service and T-hangar rentals, and for perpetual care at the Cemetery. These amounts are included in the carrying amount of deposits.

Investments As of December 31, 2013, the City had the following investments, which are reported at fair value:

<i>Maturity in 6 months or less</i>	<i>Fair Value</i>
STAR Ohio [AAAm]	\$ 38,114,684
Repurchase Agreement [AAA]	2,866,807
Total Investments	\$ 40,981,491

Interest Rate Risk As a means of limiting its exposure to fair value losses arising from rising interest rates, the City’s investment policy generally limits investment maturities of two years or less.

Credit Risk The City’s investments in STAR Ohio are rated AAAM by Standard & Poor’s. The City currently does not have any policy pertaining strictly to the investment’s credit risk. The investments underlying the City’s repurchase agreement were rated AAA.

Custodial Credit Risk For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. Of the City’s investment in repurchase agreements, the entire balance is collateralized by underlying securities pledged by the investment’s counterparty, not in the name of the City.

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

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

<i>Description</i>		<i>% of Total</i>
STAR Ohio	\$ 38,114,684	93.005
Repurchase Agreement	2,866,807	6.995
Total Investments	<u>\$ 40,981,491</u>	<u>100.00%</u>

The following is a reconciliation of cash and investments as reported in the footnote above to cash and investments as reported on the Statement of Net Position as of December 31:

<i>Cash and Investments per footnote:</i>		<i>Cash and Investments per Statement of Net Position:</i>	
Carrying Amount of Deposits	\$ 1,471,520	Governmental Activities	\$ 29,612,134
Investments	40,981,491	Business-type Activities	12,644,341
		Fiduciary Fund	196,536
Total	<u>\$ 42,453,011</u>	Total	<u>\$ 42,453,011</u>

6. MUNICIPAL INCOME TAX

The City collects an income tax of 1.85% of City of Delaware taxable income, defined as gross wages and salaries before any deductions and profits. Filing is mandatory for all residents. Employers within the City are required to withhold tax on all employees working in the City and remit those monies on either a quarterly or monthly schedule. Employers are required to reconcile those withholdings on an annual basis.

7. PROPERTY TAX

Property taxes include amounts levied against real, public utility and tangible (used in business) property located in the City. Real property taxes collected during 2013 had lien and levy dates of January 1, 2012. One half of this tax was due February 10, 2013, with the remaining balance due on July 10, 2013. Tangible personal property tax assessments have been phased out, and amounts received in 2013 were only delinquent amounts collected.

House Bill No. 66 was signed into law on June 30, 2005. This bill phased out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroads. The tax on general business and railroad property was eliminated in calendar year 2009, and the tax on telephone and telecommunications property was eliminated in calendar year 2011. The tax was phased out by reducing the assessment rate on the property each year. The bill replaces the revenue lost by the City due to the phasing out of the tax. In calendar years 2011-2012, the reimbursements were phased out.

Assessed values on real property are established by state law at 35 percent of appraised market value. A re-evaluation of all property is required to be completed no less than every six years. The last re-evaluation was completed in 2006. The assessed value in 2012, upon which the 2013 collections were based, was

City of Delaware. Ohio
Notes to the Basic Financial Statements
 December 31, 2013
 (continued)

approximately \$670 million. The assessed value for 2013, upon which the 2014 collections will be based, is approximately \$666 million.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1 percent of assessed value without a vote of the people. Under current procedures, the City's share is .27 percent (2.7 mills) of assessed value. Increases in the property tax rate are restricted only by voter willingness to approve such increases.

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City of Delaware. The County Auditor periodically remits to the City its portion of the taxes collected. Taxes receivable represents *property taxes*; real and tangible personal property taxes, public utility taxes, and outstanding delinquencies, which are measurable as of December 31, 2013. Although total property tax collections for the next year are measurable, amounts to be received during the available period are not intended to finance 2013 operations.

On an accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

8. RECEIVABLES

Receivables at December 31 consisted of taxes, accounts (billings for user charged services including unbilled utility services), interfund, and intergovernmental receivables arising from grants, entitlements, loans, and shared revenues. Amounts not considered fully collectible are shown. The allowance represents an estimate of uncollectible amounts and does not represent actual cash accounts written off by management.

A summary of accounts related to utility services is as follows:

	<i>Water</i>	<i>Sewer</i>	<i>Storm Sewer</i>	<i>Refuse</i>	<i>Total</i>
Gross Receivable	\$ 794,788	\$ 998,599	\$ 100,653	\$ 294,260	\$ 2,188,300
Less: Allowance for Uncollectible	21,364	29,262	2,212	13,359	66,197
Net Receivable	<u>\$ 773,424</u>	<u>\$ 969,337</u>	<u>\$ 98,441</u>	<u>\$ 280,901</u>	<u>\$ 2,122,103</u>

This space intentionally left blank

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

A summary of the principal items of intergovernmental receivables were as follows:

Governmental Activities	Amount
Major Funds	
General Fund	
Local Government	\$ 324,732
Homestead and Rollback	73,757
Local Agency Reimbursements	54,425
Inheritance Tax	69,001
Total General Fund	521,915
Fire/EMS Income Tax Fund	
Local Agency Reimbursements	155,240
Capital Improvement Fund	
Local Agency Reimbursements	50,000
Road Improvement Grants	345,165
	395,165
Total Major Funds	1,072,320
Other Governmental Funds	
Street Maintenance and Repair	586,933
State Highway	50,343
License Fee	183,053
Glenn Road Bridge TIF	19,148
Municipal Court	216,641
Court Alcohol Treatment	7,792
Police & Fire Pension	21,685
Community Development Block Grant	83,000
FAA Airport Expansion Grant	177,500
Total Other Governmental Funds	1,346,095
Total Governmental Activities	\$ 2,418,415

Payment in Lieu of Taxes

The City entered into several Tax Increment Financing Agreements in 2006 and 2007, which received approval from the Ohio Department of Taxation in 2008 and 2009, for the purpose of constructing several retail and commercial centers, as well as for developing residential areas.

To encourage these improvements, the companies and home owners were granted an exemption from paying any property taxes on the new construction; however, payments in lieu of taxes are made to the City in an amount equal to the real property taxes that otherwise would have been due in that current year. These payments are being used to finance public improvements and will continue over the next 20 to 30 years. A receivable has been recorded in the amount of \$517,308, which represents the amounts measurable at December 31, 2013.

9. INTERFUND BALANCES

At December 31, 2013, the General Fund had an interfund receivable in the amount of \$1,753,184 [\$1,288,311 from the Water fund and \$464,873 from Other Governmental funds] to provide cash flow resources until revenues were received. This is shown in the following table. On the Statement of Net Position, the Water fund advance is included in the internal balance between Governmental and Business-type funds.

<i>Advanced to [short-term]</i>			
<u>Major Fund</u>			
<i>Advanced from</i>	<u>Water</u>	<u>Other Governmental</u>	<u>Total</u>
<u>General</u>	<u>\$1,288,311</u>	<u>\$226,873</u>	<u>\$1,515,184</u>

The Capital Improvement Fund [which is funded by transfers from the General Fund] had an advance to the Refuse Fund for a litigated claim for the purchase of property. At December 31, 2013, the amount of this advance totaled \$142,400. On the Statement of Net Position, this amount is included in the internal balance between the Governmental and Business-type funds.

Other governmental funds had other governmental due to other funds in the amount of \$61,681 [of which \$2,464 was due to the General Fund and \$59,217 was due to other governmental funds] for allocated court costs, and an interfund payable of \$226,873 to the General Fund for advancement of cash flow resources until a transfer of money was received.

The City reported long-term advances on the fund statements of \$95,409 [\$75,974 from the Fire/EMS Income Tax fund and \$19,435 from Other Governmental funds] at December 31, 2013. These interfund balances will be repaid as anticipated revenues are received. The amounts are as follows:

<i>Advanced to [long-term]</i>			
<u>Major Fund</u>			
<i>Advanced from</i>	<u>Fire/EMS Income Tax</u>	<u>Other Governmental</u>	<u>Total</u>
<u>General</u>	<u>\$75,974</u>	<u>\$19,435</u>	<u>\$95,409</u>

Except for the internal balance, these amounts are not included in the government-wide statement of net position.

City of Delaware. Ohio
Notes to the Basic Financial Statements
 December 31, 2013
 (continued)

10. CAPITAL ASSETS

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

Governmental Activities	<i>Beginning Balance</i>	<i>Additions</i>	<i>Deletions</i>	<i>Ending Balance</i>
<i>Nondepreciable Capital Assets</i>				
Land	\$ 7,535,334	\$523,960	\$ 0	\$ 8,059,294
Construction in progress	4,209,720	2,786,169	(3,221,774)	3,774,115
Subtotal	<u>11,745,054</u>	<u>3,310,129</u>	<u>(3,221,774)</u>	<u>11,833,409</u>
<i>Depreciable Capital Assets</i>				
Buildings & Improvements	44,272,559	1,871,896	(8,933)	46,135,522
Machinery & Equipment	11,401,738	1,510,960	(634,733)	12,277,965
Infrastructure	54,000,862	1,619,782	0	55,620,644
Subtotal	<u>109,675,159</u>	<u>5,002,638</u>	<u>(643,666)</u>	<u>114,034,131</u>
<i>Less Accumulated Depreciation for:</i>				
Buildings & Improvements	(16,639,060)	(1,843,962)	4,119	(18,478,903)
Machinery & Equipment	(8,302,362)	(759,390)	604,032	(8,457,720)
Infrastructure	(10,558,156)	(1,337,079)	0	(11,895,235)
Total Accumulated Depreciation	<u>(35,499,578)</u>	<u>(3,940,431)</u>	<u>608,151</u>	<u>(38,831,858)</u>
Total Depreciable Capital Assets, Net	<u>74,175,581</u>	<u>1,062,207</u>	<u>(35,515)</u>	<u>75,202,273</u>
Governmental Activities Capital Assets, Net	<u>\$ 85,920,635</u>	<u>\$ 4,372,336</u>	<u>(\$ 3,257,289)</u>	<u>\$ 87,035,682</u>

This space intentionally left blank

City of Delaware. Ohio
Notes to the Basic Financial Statements
 December 31, 2013
 (continued)

Business-type Activities	<i>Beginning Balance</i>	<i>Additions</i>	<i>Deletions</i>	<i>Ending Balance</i>
<i>Nondepreciable Capital Assets</i>				
Land	\$ 4,503,561	\$ 0	\$ 0	\$ 4,503,561
Construction in progress	5,889,066	20,244,266	(942,703)	25,190,629
Subtotal	10,392,627	20,244,266	(942,703)	29,694,190
<i>Depreciable Capital Assets</i>				
Buildings & Improvements	48,201,448	0	0	48,201,448
Machinery & Equipment	6,096,325	382,059	(383,648)	6,094,736
Infrastructure	96,658,842	1,526,568	0	98,185,410
Subtotal	150,956,615	1,908,627	(383,648)	152,481,594
<i>Less Accumulated Depreciation for:</i>				
Buildings & Improvements	(21,818,106)	(1,208,235)	0	(23,026,341)
Machinery & Equipment	(4,717,634)	(429,786)	383,648	(4,763,772)
Infrastructure	(22,723,985)	(1,887,211)	0	(24,611,196)
Total Accumulated Depreciation	(49,259,725)	(3,525,232)	383,648	(52,401,309)
Total Depreciable Capital Assets, Net	101,696,890	(1,616,605)	0	100,080,285
Business-type Activities Capital Assets, Net	\$ 112,089,517	\$ 18,627,661	(\$ 942,703)	\$ 129,774,475

This space intentionally left blank

City of Delaware. Ohio
Notes to the Basic Financial Statements
 December 31, 2013
 (continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities:	
General Government	\$ 434,263
Public Safety	658,760
Municipal Court	49,183
Parks & Facilities	1,125,465
Community Development	2,924
Airport	453,754
Public Works	1,210,317
Capital assets held by the City's internal service funds are charged to the various functions based on the usage of the assets.	5,765
Total depreciation expense – governmental activities	<u>\$ 3,940,431</u>
Business-type Activities:	
Water	\$ 778,829
Sewer	2,136,758
Storm Sewer	326,640
Refuse	279,596
Other	3,409
Total depreciation expense – business-type activities	<u>\$ 3,525,232</u>

This space intentionally left blank

City of Delaware, Ohio
Notes to the Basic Financial Statements
December 31, 2013
(continued)

11. LONG TERM OBLIGATIONS AND NOTES PAYABLE

A summary of long-term obligations and notes payable for the year ended December 31, is as follows:

	<i>Balance</i> <u>12/31/2012</u>	<i>Additions</i>	<i>Deletions</i>	<i>Balance</i> <u>12/31/2013</u>	<i>Amounts</i> <i>Due in One</i> <i>Year</i>
Governmental Activities					
General Obligation Bonds	\$ 0	\$ 8,260,000	(\$480,000)	\$ 7,780,000	\$ 425,000
2013 Various Purpose Bonds – 2.625-4%					
General Obligation Bonds	3,395,000	0	(335,000)	3,060,000	333,582
2012 VP Refunding Bonds – 1%					
General Obligation Bonds	2,117,835	0	(310,000)	1,807,835	315,000
2006 Various Purpose Bonds – 4%					
Income Tax Bonds	18,865,000	0	(430,000)	18,435,000	465,000
2010 Park Facilities Bonds – 2%					
Capital Lease	979,930	0	(149,365)	830,565	152,120
2012 Fire Dept Ladder Truck – 1.83%					
Compensated absences	5,627,058	2,373,706	(1,749,496)	6,251,268	962,545
Past police & fire service liability	275,254	0	(7,526)	267,728	7,849
Total Governmental Activities Long-term Liabilities	<u>31,260,077</u>	<u>10,633,706</u>	<u>(3,461,387)</u>	<u>38,432,396</u>	<u>2,661,096</u>
Unamort. bond premiums-g.o.	76,858	280,261	(26,573)	330,546	
Unamort. bond premiums-inc. tax	123,882	0	(5,631)	118,251	
Unamort. bond discounts-g.o.	(24,058)	0	2,406	(21,652)	
Total Reported on Statement of Net Position	<u>\$ 31,436,759</u>	<u>\$ 10,913,967</u>	<u>(\$ 3,491,185)</u>	<u>\$ 38,859,541</u>	<u>\$ 2,661,096</u>
Business-type Activities					
Sewer Income Tax Special Obligation Bonds	\$ 14,660,000	\$ 0	(\$ 245,000)	\$ 14,415,000	\$300,000
2009 Southeast Highland – 3.50%					
Sewer General Obligation Bonds	2,915,000	0	(285,000)	2,630,000	286,418
2012 Swr Sys Imp & Refund Bonds – 1%					
Sewer General Obligation Bonds	841,274	0	(30,000)	811,274	31,000
2006 US 23 N Sewer Bonds – 4%					
Water General Obligation Bonds	2,979,892	0	(110,000)	2,869,892	109,000
2006 Kingman Hill Water Tower – 4%					
Refuse General Obligation Bonds	210,000	0	(50,000)	160,000	50,000
2006 Landfill Remediation – 4%					
Refuse Capital Lease	382,338	0	(55,059)	327,279	74,713
2012 Refuse Packers – 1.83%					
Compensated Absences	870,778	412,046	(454,591)	828,233	168,700
Postclosure Landfill Obligation	235,000	0	(5,000)	230,000	5,000
Water Loans Payable	5,770,188	5,572,025	(85,073)	11,257,140	88,192
2011/2012 OWDA Water Extension/ Expansion – 2.86-3.67%					
Sewer Loans Payable	20,157,548	0	(1,130,857)	19,026,691	1,171,819
2004 OWDA Wastewater Expansion – 3.59%					
Total Business-type Activities Long-term Liabilities	<u>\$ 49,022,018</u>	<u>\$ 5,984,071</u>	<u>(\$ 2,450,580)</u>	<u>52,555,509</u>	<u>\$ 2,284,842</u>
Unamort. bond premiums; Water-g.o.	9,416	0	(3,139)	6,277	
Unamort. bond premiums; Sewer-spec	1,933	0	(77)	1,856	
Unamort. bond premiums; Sewer-g.o.	59,041	0	(6,524)	52,517	
Unamort. bond discounts; Sewer-g.o.	(45,647)	0	4,565	(41,082)	
Total Reported on Statement of Net Position	<u>\$ 49,046,761</u>	<u>\$ 5,984,071</u>	<u>(\$ 2,455,755)</u>	<u>\$ 52,575,077</u>	<u>\$ 2,284,842</u>
Grand Total Long-term Obligations	<u>\$ 80,483,520</u>	<u>\$ 16,898,038</u>	<u>(\$ 5,946,940)</u>	<u>\$ 91,434,618</u>	<u>\$ 4,945,938</u>

City of Delaware, Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

	<i>Balance</i> <i>12/31/2012</i>	<i>Additions</i>	<i>Deletions</i>	<i>Balance</i> <i>12/31/2013</i>
Notes Payable				
Glenn Road South – 1 – 1.5%	\$ 12,305,000	\$ 12,735,000	(\$ 12,305,000)	\$ 12,735,000
Glenn Road Construction – 1.5%	530,000	0	(530,000)	0
Glenn Road Connector– 1.5%	2,690,000	0	(2,690,000)	0
Facilities Maintenance ¹ – 1.5%	6,116,500	0	(6,116,500)	0
<i>Total Notes Payable</i>	<u>\$ 21,641,500</u>	<u>\$ 12,735,000</u>	<u>(\$ 21,641,500)</u>	<u>\$ 12,735,000</u>

Note: All notes are Governmental
¹ This note is combined to reflect how the original note was issued.

Future Debt Service Requirements: The principal and interest requirements to retire long-term [bond] debt obligations outstanding at December 31 are:

<i>Year</i>	<i>Governmental Long-term Obligations</i>			<i>Business-type Long-term Obligations</i>		
	<i>Principal</i>	<i>Interest</i>	<i>Total</i>	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2014	\$ 1,538,582	\$606,448	\$ 2,145,030	\$776,418	\$809,212	\$ 1,585,630
2015	1,579,272	610,236	2,189,508	879,728	791,057	1,670,785
2016	1,621,272	652,941	2,274,213	893,728	768,974	1,662,702
2017	1,354,652	646,261	2,000,913	858,348	745,576	1,603,924
2018	1,390,342	680,204	2,070,546	879,658	737,333	1,616,991
2019-2023	7,336,881	3,851,184	11,188,065	4,529,120	3,233,665	7,762,785
2024-2028	7,240,000	2,495,212	9,735,212	4,088,000	2,420,302	6,508,302
2029-2033	7,556,834	1,225,651	8,782,485	4,421,166	1,446,462	5,867,628
2034-2037	1,465,000	65,925	1,530,925	3,560,000	432,250	3,992,250
<i>Total</i>	<u>\$ 31,082,835</u>	<u>\$ 10,834,062</u>	<u>\$ 41,916,897</u>	<u>\$ 20,886,166</u>	<u>\$ 11,384,831</u>	<u>\$ 32,270,997</u>

General Obligation Bonds: During 2013, the City issued a governmental activity general obligation bond in place of the note that was outstanding as of December 31, 2012. This bond is to finance improvements made to the Jack Florance [Mingo] Pool and the recently built Skate Park, the 8,000 square foot addition to the Justice Center, the newly installed City-wide phone system, toward the purchase of a vacant manufacturing building to use as the Public Works facility, the construction of Fire Station 303, and part of the Glenn Road construction project. The governmental activity 2012 Various Purpose Refunding bonds were issued to refund 2002 Various Purpose bonds, which were issued to fund US 23/US 42 road improvements and for downtown City street improvements. The 2012 Sewer System Improvement & Refunding bonds originated in 1992 and were refunded the first time in 2002. They were issued to fund improvements to the City’s sewer system and for current sewer system improvements. The 2006 Various Purpose bonds were issued to fund several projects, including the construction of 3 T-hangars at the Municipal Airport, the purchase of land and buildings on Ross Street for the Grounds & Facilities department, landfill remediations at our Curve Road Landfill, construction of the Kingman Hill Water Tower, the 23 N. Sewer, and Houk Road improvements.

General Income Tax Special Obligation Bonds: Special obligation bonds were issued in 2009 to refund notes issued to fund the Southeast Highland Sewer construction that began in 2004. Principal and interest on the Bonds, unless paid from other sources, are to be paid from pledged revenues, including receipts of the City’s general income tax, and the pledged funds. Special obligation bonds were issued in 2010 to provide for City park improvements and for the construction of the YMCA/Training and Community Center

City of Delaware, Ohio
Notes to the Basic Financial Statements
 December 31, 2013
 (continued)

on the City’s west side. Principal and interest on the Bonds are to be paid from the City’s levied 0.15% income tax.

Past Service Police and Firefighters Liability: Past service liability for police and firefighters is being paid out of the General fund over time through the year 2035. The principal and interest requirements to retire this obligation at December 31 are:

<i>Year</i>	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2014	\$ 7,849	\$11,296	\$ 19,145
2015	8,186	10,959	19,145
2016	8,538	10,607	19,145
2017	8,904	10,241	19,145
2018	9,286	9,859	19,145
2019-2023	52,769	42,953	95,722
2024-2028	65,118	30,604	95,722
2029-2033	80,356	15,366	95,722
2034-2035	26,722	1,125	27,847
<i>Total</i>	<u>\$ 267,728</u>	<u>\$143,010</u>	<u>\$ 410,738</u>

Compensated Absences: Additions and deletions of accrued vacation and sick leave are shown combined. Compensated absences are recorded in the fund from which the liability will be paid.

The Ohio Revised Code (ORC) provides that the net general obligation debt of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total taxation value of property. The statutory limitations on debt are measured by a direct ratio of net debt to tax valuation and expressed in terms of a percentage. At December 31, 2013, the City's total net debt and unvoted net debt were approximately 5.1% of the total assessed value of all property within the City.

As of December 31, 2013, the City had no debt approved by the voters or Council, which had not been issued.

The aggregate amount of the City's unvoted debt is also subject to overlapping debt restrictions with Delaware County and the Delaware City School District. As of December 31, 2013 these entities have complied with the requirement that overlapping debt must not exceed 1% (10 mills) of the assessed property value.

OWDA Loans: During 2007, the City completed its loan agreement with the Ohio Water Development Authority to fund the new Wastewater Treatment Expansion Facility. This loan replaced the note issued in 2003. The loan proceeds were on a progression basis over the duration of construction, up to a maximum of \$26.17 million [plus capitalized interest] at an interest rate of 3.59%. Total proceeds to be borrowed were fully disbursed as of December 31, 2008, and OWDA finalized financing terms and repayment requirements are immediately following. In 2010, the City entered into another loan agreement with OWDA for up to \$2.225 million [plus capitalized interest] for a water-system extension on the City’s far north side. The loan proceed draws were completed in 2011 and will be repaid over 25 years at an interest

City of Delaware, Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

rate of 3.67% and OWDA financing terms and repayment requirements are immediately following. The City has 2 other OWDA funded projects; Penry Road Wellfield and the Water Treatment Expansion Project. The Wellfield project has been completed and repayment requirements have been finalized. The Expansion project is underway, but won't be completed until 2015. For the aforementioned projects that the terms are finalized, debt requirements are as follows:

Year	Wastewater-System Project			Water-System Projects		
	Principal	Interest	Total	Principal	Interest	Total
2014	\$ 1,171,819	\$ 672,635	\$ 1,844,454	\$ 88,192	\$ 111,534	\$ 199,726
2015	1,214,265	630,189	1,844,454	91,425	108,301	199,726
2016	1,258,249	586,205	1,844,454	94,776	104,949	199,725
2017	1,303,825	540,629	1,844,454	98,250	101,475	199,725
2018	1,351,052	493,402	1,844,454	101,852	97,873	199,725
2019-2023	7,525,762	1,696,506	9,222,268	568,085	430,542	998,627
2024-2028	5,201,719	331,642	5,533,361	680,139	318,488	998,627
2029-2033	0	0	0	814,302	184,325	998,627
2034-2037	0	0	0	556,748	37,029	593,777
Total	\$ 19,026,691	\$ 4,951,208	\$ 23,977,899	\$ 3,093,769	\$ 1,494,516	\$ 4,588,285

Capital Lease: During 2012, the City entered into a capital lease for a firetruck. This lease agreement meets the criteria of a capital lease as defined by FASB Statement No. 13, "Accounting for Leases", which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee.

Capital assets consisting of the fire department ladder truck has been capitalized in the amount of \$1,091,176. This amount represents the present value of the minimum lease payments at the time of acquisition. A corresponding liability is recorded in the government-wide financial statements. Principal payments are reflected as debt service expenditures and are paid from the Fire/EMS Income Tax fund.

The following is a schedule of the future long-term minimum lease payments required under the capital lease and the present value of the future minimum lease payments as of December 31:

Year	Principal	Interest	Total
2014	\$152,120	\$ 14,173	\$ 166,293
2015	154,926	11,368	166,294
2016	157,783	8,510	166,293
2017	160,694	5,600	166,294
2018	163,658	2,636	166,294
2019	41,384	190	41,574
Total	\$ 830,565	\$ 42,477	\$ 873,042

Also in 2012, the City entered into a capital lease for 2 Packers [trash trucks] for the Refuse fund. This lease agreement meets the criteria of a capital lease as defined by FASB Statement No. 13, "Accounting for Leases", which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments will be classified and reflected as debt service expenditures in the financial statements for the business-type funds. These expenditures will also be reported as debt service payments on the budgetary statements.

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

Capital assets consisting of equipment have been capitalized in the amount of \$382,338. This amount represents the present value of the minimum lease payments at the time of acquisition. A corresponding liability is recorded in the government-wide financial statements. Principal payments began in 2013 from the Refuse fund.

The following is a schedule of the future long-term minimum lease payments required under the capital lease and the present value of the future minimum lease payments as of December 31:

<i>Year</i>	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
2014	\$ 74,713	\$ 5,538	\$ 80,251
2015	76,105	4,147	80,252
2016	77,523	2,729	80,252
2017	78,967	1,285	80,252
2018	19,971	92	20,063
<i>Total</i>	<u>\$ 327,279</u>	<u>\$ 13,791</u>	<u>\$ 341,070</u>

Notes Payable: A note was reissued in 2013 for improvements being made to Peachblow Road. This is accounted for in the Glenn Road South Construction fund and the Glenn Road North Construction Fund [nonmajor governmental fund].

Prior Year Defeasance of Bonds:

Governmental Activities: In prior years, the City defeased general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City’s financial statements. At December 31, 2013, \$3,080,000 of bonds outstanding are considered defeased.

The reacquisition price exceeded the net carrying amount of the old debt by \$23,489. This amount was recorded as a deferred outflow of resources – deferred charge on refunding and amortized over the remaining life of the refunding debt. At December 31, 2013, \$21,140 of this deferred charge remained unamortized.

Business Type Activities: In prior years, the City defeased general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City’s financial statements. At December 31, 2013, \$2,555,000 of bonds outstanding are considered defeased.

The reacquisition price exceeded the net carrying amount of the old debt by \$117,054. This amount was recorded as a deferred outflow of resources – deferred charge on refunding and amortized over the

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

remaining life of the refunding debt. At December 31, 2013, \$105,349 of this deferred charge remained unamortized.

12. LANDFILL CLOSURES

The City closed the Cherry Street Landfill in 1975 and the Curve Road Landfill in 1990. The City properly notified the Ohio Environmental Protection Agency for both closings. Both landfills were at 100% capacity and postclosure costs reflect estimates to monitor the landfills, as required by Ohio Administrative Code §3745-27, through the year 2020. The City awarded contracts to URS Greiner Corporation for monitoring and testing the CSL and to Burgess & Niple for monitoring and testing the CRL. No assets are restricted for payment of postclosure care costs and these costs are subject to changes related to the effects of inflation, revision of laws and other variables. The costs for monitoring and testing the landfills will be expended from the Refuse fund.

13. DEFINED BENEFIT PENSION PLANS

A. Ohio Public Employees Retirement System

The City contributes to the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans, as described below:

1. The Traditional Pension Plan [TP] – a cost-sharing multiple-employer defined benefit pension plan.
2. The Member-Directed Plan [MD] – a defined contribution plan in which the member invests both member and employer contributions [employer contributions vest over five years at 20% per year]. Under the Member Directed Plan, members accumulate retirement assets equal to the value of member and [vested] employer contributions plus any investment earnings, thereon.
3. The Combined Plan [CO] – a cost-sharing multiple-employer defined benefit pension plan. Under the Combined Plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar in nature to the Traditional Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan.

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

The Ohio Revised Code provides statutory authority for member and employer contributions. For 2013, member and employer contribution rates were consistent across all three plans [TP, MD, and CO]. Separate divisions for law enforcement and public safety exist only within the Traditional Plan.

City of Delaware, Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

For 2013, member contribution rates were 10 percent for members in state and local classifications. Public safety and law enforcement members contributed 12.0% and 12.6%, respectively. Effective January 1, 2014, the member contribution rates for public safety and law enforcement members increase to 12.0% and 13.0%, respectively. The City's contributions to OPERS, including employee [for 2011] and employer amounts paid by the City, for the years ended December 31, 2013, 2012, and 2011 were \$1,312,311, \$1,281,526, and \$1,958,231, respectively. The full amount has been contributed for 2013, 2012, and 2011. Beginning in 2012, employees were 100% responsible for their 10% share of the pension obligation. For the year 2011, the City "picked up" 8.5% of the 10%.

B. Ohio Police and Fire Pension Fund

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

From Jan. 1, 2013 thru July 1, 2013, plan members were required to contribute 10% of their annual covered salary. From July 2, 2013 thru Dec. 31, 2013, plan members were required to contribute 10.75% of their annual covered salary. Throughout 2013, Employers were required to contribute 19.5% and 24% respectively for police officers and firefighters. The City's contributions to OP&F, including employee and employer amounts paid by the City, for the years ended December 31, 2013, 2012, and 2011 amount was \$1,687,214, \$1,814,571, and \$1,837,146, respectively, or 100% of the required contribution for 2013, 2012, and 2011.

In addition to the current contribution, the City pays semiannual installments to the Fund for its portion of past service costs determined at the time the Fund was established. All payments to date have been budgeted and paid from the General Fund. The Police & Fire Pension Fund [Other Governmental Fund] receives property tax revenues equal to 0.6 mills, which is designated for the payment of current pension liabilities. The unpaid balance of \$267,728 is included in the Statement of Net Position within the Long-Term Liabilities and is to be amortized through 2035.

14. POSTEMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement Systems (OPERS)

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

City of Delaware, Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

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

In order to qualify for post-retirement health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability recipients and qualified survivor benefit recipients is available. The health care coverage provided by the Retirement System is considered an Other Post-employment Benefit [OPEB] as described in GASB Statement No. 45.

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

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

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

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2013, employer contribution rate was 14 percent of covered payroll and the law enforcement employer rate was 18.10 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active members do not make contributions to the OPEB Plan.

OPERS' Post Employment Health Care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). Each year, the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of post employment health care benefits. The portion of employer contributions allocated to health care for members in the Traditional Plan was 1.0% during calendar year 2013. The portion of employer contributions allocated to health care for members in the Combined Plan was 1.0% during calendar year 2013. Effective January 1, 2014, the portion of employer contributions allocated to healthcare was raised to 2 percent for both plans, as recommended by the OPERS Actuary. The OPERS Board of Trustees is also authorized to establish rules for the retiree, or their surviving beneficiaries, to pay a portion of the health care benefits provided. Payment amounts vary depending on the number of covered dependents and the coverage selected.

During 2013, the portion of the City's contributions that were used to fund post-employment benefits was \$93,699.

OPERS Board of Trustees Adopt Changes to the Health Care Plan – Changes to the health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

commencing January 1, 2014. With the recent passage of pension legislation under SB 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4 percent of the employer contributions toward the health care fund after the end of the transition period.

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

Plan Description – The City contributes to the Ohio Police and Fire Pension Fund (OP&F) sponsored healthcare program, a cost-sharing multiple-employer defined postemployment healthcare 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-retirement healthcare coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check or is a spouse or eligible dependent child of such person. The healthcare coverage provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement No. 45.

The Ohio Revised Code allows, but does not mandate OP&F to provide OPEB benefits. Authority for the OP&F Board of Trustees to provide healthcare 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 information and required supplementary information for the Plan. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus, OH 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, 19.5 percent and 24 percent of covered payroll for police and fire employers, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.5 percent of covered payroll for police employer units and 24 percent of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. The portion of employer contributions allocated to health care was 4.69% of covered payroll from January 1, 2013 thru May 31, 2013 and 2.85% of covered payroll from June 1, 2013 thru December 31, 2013. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

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

The City's contributions to OP&F for the years ending December 31, 2013, 2012, and 2011 were:

	<i>Police</i>	<i>Fire</i>
2013	\$676,913	\$ 790,583
2012	757,851	740,882
2011	669,679	698,866

Of which, the following amounts were allocated to the healthcare plan:

	<i>Police</i>	<i>Fire</i>
2013	\$ 120,525	\$ 112,965
2012	262,216	208,188
2011	231,709	196,381

C. Deferred Compensation

City employees may participate in the Ohio Public Employees Deferred Compensation Plan. This plan was created in accordance with Internal Revenue Code Section 457. Participation is on a voluntary payroll deduction basis. The plan permits deferral of compensation until future years. According to the plan, the deferred compensation is not available until termination, retirement, death, or an unforeseeable emergency.

15. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. During 2013, the City contracted with several different insurance providers for various coverages, as follows:

Type of Coverage	Liability Limits	Deductible
Property	\$ 2,000,000	\$ 2,500
Inland Marine	2,000,000	1,000
General Liability	2,000,000	0
Automobile	1,000,000	0
Excess Liability	10,000,000	0
Public Officials Liability	1,000,000	15,000
Police Liability	1,000,000	25,000

The City carries \$1,000,000 of comprehensive combined single limit general liability coverage with a \$1,000 deductible, a \$1,000,000 general law enforcement liability insurance policy and \$1,000,000 public officials' liability, each with a \$5,000 deductible, as well as \$5,000,000 umbrella coverage. There has been no

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

significant reduction in insurance coverage from coverage in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

16. SELF INSURANCE

The City provides medical and dental coverage for its employees and is self-insured up to a stop loss limit for the cost of providing this coverage. Under the self-insurance program, the Self-Insurance Fund (an internal service fund) provides coverage for up to a maximum of \$70,000 in any one year for each employee. The City purchases commercial insurance for claims in excess of coverage provided by the Self-Insurance Fund. The City had no occurrences in which settled claims exceeded the total stop-loss coverage in any of the last three years.

All funds of the City participate in the program and make payments to the Self-Insurance Fund based on a per-employee charge. These monies are recorded as a charge for service in the Self-Insurance Fund and as an expenditure or expense, as applicable, in the disbursing fund.

The claims liability of \$1,314,931 reported in the internal service fund at December 31, 2013, is based on estimates in accordance with the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", as amended by GASB Statement No. 30, "Risk Financing Omnibus", which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be accrued at the estimated ultimate cost of settling the claims. Changes in claims activity for the current and past years are as follows:

	<i>Beginning of Year Liability</i>	<i>Current Year Claims & Changes in Estimates</i>	<i>Claims Payments</i>	<i>End of Year Liability</i>
Self-Insurance				
2012	\$ 268,230	\$ 3,185,319	(\$3,309,892)	\$ 143,657
2013	143,657	3,667,509	(\$3,396,425)	414,741
Workers Compensation				
2012	\$ 582,401	\$ 409,249	(\$ 328,556)	\$ 663,094
2013	663,094	631,014	(393,918)	900,190

17. SEGMENT INFORMATION - ENTERPRISE FUNDS

The City maintains three nonmajor enterprise funds to account for Golf Course, Parking Lots, and Watershed Grant activities. None of these activities is supported by revenue bonds or other revenue-backed debt instruments and, therefore, segment information is not required. See the combining statements included as part of this CAFR for detailed fund activity of the nonmajor enterprise funds.

18. CONTRACTUAL COMMITMENTS

At December 31, 2013, the City had uncompleted contracts, as follows:

<i>Description</i>	<i>Contract Amount</i>	<i>Amount Paid</i>	<i>Remaining Commitment</i>
Water Treatment Plant	\$ 30,955,904	\$ 18,874,534	\$ 12,081,370
Fire Station 303 Construction	2,356,500	2,150,000	206,500
Glenn Road Extension	1,489,108	1,380,558	108,550
US 23 Waterline Replacement	964,040	0	964,040
West Lincoln Storm Sewer	628,799	94,323	534,476
US 23/SR 315/Stratford Rd Study	300,096	92,394	207,702
Pumphrey Terrace Storm Sewer	273,908	13,502	260,406
Houk Road Trail	250,419	0	250,419
Veterans Parkway	104,686	57,475	47,211
Bernard Ave Storm Sewer	99,327	44,504	54,823
Safewalks Program	81,000	0	81,000

Encumbrances As discussed in note 1.D, **Budgets and Budgetary Accounting**, encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At year end the amount of encumbrances expected to be honored upon performance by the vendor in the next year were as follows:

Governmental Funds	
General Fund	\$ 132,700
Fire/EMS Levy	528,054
Capital Projects	820,516
Glenn Rd South Construction	384
Nonmajor Governmental Funds	436,020
Total Governmental Funds	1,917,674
Proprietary Funds	
Water	13,135,563
Sewer	199,846
Storm Sewer	929,963
Refuse	343,260
Nonmajor Enterprise Funds	2,200
Internal Service Funds	85,554
Total Proprietary Funds	14,696,386
Total	\$ 16,614,060

City of Delaware. Ohio

Notes to the Basic Financial Statements

December 31, 2013

(continued)

19. CONTINGENT LIABILITIES

The City is a party to various legal proceedings seeking damages or injunctive relief generally incidental to its operations and pending projects. The City management is of the opinion that the ultimate disposition of various claims and legal proceedings will not have a material effect, if any, on the financial condition of the City.

20. JOINTLY GOVERNED ORGANIZATIONS

Delaware South New Community Authority; On February 12, 2007, the Delaware South New Community Authority [DSNCA] was created by the adoption of Resolution 07-05 by Delaware City Council, pursuant to Chapter 349 of the Ohio Revised Code. The DSNCA was established to encourage the orderly development of a well planned, diversified, and economically sound community; to encourage initiative and participation of private enterprise in this undertaking; and to encourage cooperation between the developer and the DSNCA to carry out the new community development program.

The DSNCA is governed by a seven member Board of Trustees. Delaware City Council appoints three citizen members to the Board to represent the interests of present and future residents of the District and one member to serve as a representative of local government. The Developer shall appoint three members to serve on the Board as representatives of the Developer.

The Glenn Road Extension Bond Anticipation Notes, currently reported by the City, will ultimately be reimbursed by the DSNCA. The City has agreed to construct the Glenn Road improvements on behalf of the DSNCA and to carry any debt obligations until such time as the DSNCA is able to issue debt sufficient to pay any outstanding principal and interest on debt issued by the City.

Delaware North New Community Authority; On December 10, 2007, the Delaware North New Community Authority [DNNCA] was created by the adoption of Ordinance 07-103 by the Delaware City County, pursuant to Chapter 349 of the Ohio Revised Code. Like the DSNCA, the DNNCA was established to encourage the orderly development of a well planned, diversified, and economically sound community; to encourage initiative and participation of private enterprise in this undertaking; and to encourage cooperation between the developer and the DNNCA to carry out the new community development program.

The DNNCA is governed by a seven member Board of Trustees. Delaware City Council appoints three citizen members to the Board to represent the interests of present and future residents of the District and one member to serve as a representative of local government. The Developer shall appoint three members to serve on the Board as representatives of the Developer.

21. SUBSEQUENT EVENTS

In 2014, the City will issue \$15.285 million in notes to replace the \$12.735 million outstanding at year end. These notes financed the construction of the Glenn Road extension.

City of Delaware, Ohio

*Combining Statements and
Individual Fund Schedules*

General Fund

General Fund – The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. The fund balance of the General Fund is available to the City for any purpose provided it is expended or transferred according to the City's Charter and Code and the general laws and regulations of the State of Ohio.

Some funds are included in the General Fund (GAAP basis), but have separate legally adopted budgets (budget basis):

Parks and Recreation Fund – To account for fees charged for recreational activities, and park rentals, and transfers from the General Fund to be used for park and recreation purposes.

Tree Replacement Fund – To account for fees and donations received to assist in the purchase and maintenance of trees that populate the City's streets and neighborhoods.

Unclaimed Funds – To account for outstanding checks that have not been cashed in a year or more. This fund does not have a legally adopted budget.

Combining Statements – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

Street Maintenance and Repair Fund – Required by the Ohio Revised Code to account for State gasoline tax and motor vehicle registration fees designated for maintenance of streets within the City.

State Highway Improvement Fund – Required by the Ohio Revised Code to account for State gasoline tax and motor vehicle registration fees designated for the maintenance of state highways within the City.

License Fee Fund – Required by the Ohio Revised Code to account for monies received from the State of Ohio for the maintenance of public roads, highways, streets and bridges within the City.

Cemetery Fund – To account for operational revenues and expenditures to maintain the Oak Grove Cemetery.

Airport Improvement Fund – To account for fuel sales, T-hangar rentals, tie-downs, miscellaneous sales, and transfers from the General Fund used to maintain the City's Municipal Airport.

Nonmajor Special Revenue Funds [continued]

Airport T-Hangars Fund – To account for expansion T-hangar rentals used to maintain the City’s Municipal Airport T-hangars.

Court/Police Building Income Tax Fund – To account for the collection of the City’s 0.2% Building Income Tax. Proceeds to be used to build and equip the City’s Justice Center and remodel City Hall.

Recreation Center Income Tax Fund – To account for the collection and distribution of City-levied income taxes used for park improvements and the construction of the YMCA/Training and Community Center on the City’s west side.

Airport TIF Fund – To account for payments in lieu of taxes that will be used, in part, to reimburse the General Fund for costs associated with commercial improvements made at the Municipal Airport.

Glenn Road Bridge TIF Fund – To account for costs incurred with the construction of Glenn Road 1000 feet south of the Glenn Road Railroad Bridge to a point 2000 feet north of the bridge.

Sky Climber/V&P TIF Fund – To account for payments in lieu of taxes that will be used for improvements of two of Delaware’s newest businesses.

Mill Run TIF Fund – To account for payments in lieu of taxes that will be used for improvements in the Mill Run area on the City’s east side.

Municipal Court Fund – To account for the collection and distribution of the Municipal Court’s money, collected from fines and forfeitures. The court acts as the municipal court for all of Delaware County.

IDIAM – To account for the collection of Municipal Court funds for indigent drivers interlock and alcohol monitoring devices issued to indigent defendants.

Drug Enforcement Fund – To account for a portion of money seized during drug-related arrests used in educating students in the consequences of using drugs.

Court Alcohol Treatment Fund – Required by the Ohio Revised Code to account for 50 percent of fines received by the City for convictions related to persons whose drivers license was suspended for driving under the influence of alcohol.

OMVI Enforcement and Education Fund – To account for fines imposed under Section 4511.99 (A) of the Ohio Revised Code. These monies are used to pay costs incurred in enforcing Section 4511.99 of the Ohio Revised Code, and to educate the public about laws governing the operation of a motor vehicle under the influence of alcohol and the danger thereof.

Police Judgment Fund – To account for a portion of seized money used for purchasing of equipment and for training.

Nonmajor Special Revenue Funds [continued]

Park Exaction Fees Fund – To account for developers’ fees used in park improvements.

Computer Legal Research Fund – To account for fines imposed under Section 1901.26.1 of the Ohio Revised Code to assure the efficient operation of the court by means of computerization, and to make available computerized legal research services.

Court Special Projects Fund – To account for fines imposed under Section 1901.26(B)(1) of the Ohio Revised Code to acquire and pay for special projects of the court including, but not limited to, the acquisition of additional facilities or the rehabilitation of existing facilities, the acquisition of equipment, the hiring and training of staff, community service programs, mediation or dispute resolution services, the employment of magistrates, the training and education of judges, acting judges, and magistrates, and other related services.

Probation Services Fund – To account for specific court costs used to maintain ongoing probation services.

Police and Fire Pension Fund – To account for a voted real estate tax operating levy which pays for the accrued past service liability for police and fire disability and pension benefits.

Community Development Block Grant Fund – To account for Federal-funded housing, development, and City-wide improvement programs.

Revolving Loan Fund – To account for State of Ohio economic development funds loaned to qualified Delaware businesses. The loan payments are made available for future loans to new businesses.

Housing Program Income Fund – To account for program income generated through the subsequent sale of federally-funded houses built/renovated from CHIP grant proceeds.

Ohio Neighborhood Stabilization Program Grant Fund – [ONSP] To account for Federal/State grant money issued for the ONSP to be used, in part, to address the City’s abandoned and foreclosed homes and businesses.

Community Housing Improvement Program Fund – [CHIP] To account for Federal grant money received for improving rental and owner-occupied properties within the City.

Fire Donations Fund – To account for donations received by the City's Fire Department. The donations are used, in part, to purchase equipment for the Fire Department.

Park Donations Fund – To account for donations received by the City to help beautify and decorate the City's parks.

Police Donations Fund – To account for donations given to the City Police Department. Most of the donations are used to purchase new equipment.

Nonmajor Special Revenue Funds [continued]

Mayor's Donations Fund – To account, in part, for donations received for marriage ceremonies performed by the Mayor.

Project Trust Fund – To account for money received from developers prior to the development of land to assure the developers provide the required elements, such as park land, water retention site, etc.

Municipal Court Unclaimed Funds – To account for outstanding checks that have not been cashed in a year or more from the Municipal Court.

Nonmajor Debt Service Funds

General Obligation Bond Retirement Fund – To account for transfers in, interest earned, and proceeds of debt, that are utilized for the repayment of general obligation bonds of the City.

Park Improvement Bond Retirement Fund – To account for the transfers in, interest earned, and the repayment of the principle and interest toward the 2010 income tax-funded bond.

Southeast Highland Bond Retirement Fund – To account for the transfers in, interest earned, and the repayment of the principal and interest toward the 2009 bond which was issued to fund the construction of the SE Highland sewer. For GAAP reporting, this activity is reflected in the Sewer enterprise fund.

Nonmajor Capital Projects Funds

FAA Airport Expansion Fund – To account for Federal and State funds used for the relocation and expansion of the City's Municipal Airport.

FAA Allocation Improvement Fund – To account for Federal funds used for the Automatic Weather Observation System [AWOS] installation and the replacement of the non-directional beacon [NDB].

Equipment Replacement Fund – To account for transfers from departments to provide for the future replacement of equipment.

Park Impact Fees Fund – To account for developers' fees collected to maintain a level of service associated with the City's parks required with the increased growth.

Police Impact Fees Fund – To account for developers' fees collected to maintain a level of service associated with the City's Police Department required with the increased growth.

Nonmajor Capital Projects Funds [continued]

Fire Impact Fees Fund – To account for developers’ fees collected to maintain a level of service associated with the City’s Fire Department required with the increased growth.

Municipal Impact Fees Fund – To account for fees used to expand the capacity of the City’s municipal facilities and infrastructure.

Glenn Road Middle Construction Fund – To account for costs incurred with the construction of Glenn Road from the northern point of the Glenn Ross development to 1000 feet south of the Glenn Road Railroad Bridge, and the cost of Glenn Road from a point 100 feet north of the bridge, then north to Curve Road. For 2013, there was no balance sheet activity for this fund.

Glenn Road North Construction Fund – To account for costs incurred with the construction of Glenn Road from Curve Road, then 5500 feet north to US Route 36/37.

This space intentionally left blank

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2013

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 9,169,585	\$ 134,651	\$ 1,528,000	\$ 10,832,236
Receivables:				
Income Taxes	413,656	0	0	413,656
Property Taxes	374,586	0	0	374,586
Accounts	14,986	0	0	14,986
Loans	543,209	0	0	543,209
Payments in Lieu of Taxes	517,308	0	0	517,308
Restricted Assets:				
Customer Deposits	13,736	0	0	13,736
Cash Equivalents in Segregated Accounts	24,199	0	0	24,199
Prepaid Items	11,348	0	0	11,348
Material and Supplies Inventory	58,965	0	0	58,965
Due From:				
Federal Government	83,000	0	0	83,000
State Government	748,299	0	177,500	925,799
County Government	337,296	0	0	337,296
Other Funds	59,217	0	0	59,217
Total Assets	\$ 12,369,390	\$ 134,651	\$ 1,705,500	\$ 14,209,541
Liabilities				
Accounts Payable	\$ 101,149	\$ 0	\$ 0	\$ 101,149
Accrued Wages & Benefits	131,172	0	0	131,172
Contracts Payable	0	0	10,626	10,626
Interfund Payable	80,470	0	384,403	464,873
Due to Other Funds	61,681	0	0	61,681
Due to Others	546,593	0	0	546,593
Advances to Other Funds	0	19,435	0	19,435
Compensated Absences Payable-Matured	41,302	0	0	41,302
Payables from Restricted Assets:				
Customer Deposits	13,736	0	0	13,736
Notes Payable	0	0	430,000	430,000
Total Liabilities	976,103	19,435	825,029	1,820,567
Deferred Inflows of Resources				
Property Taxes	342,924	0	0	342,924
Payments in Lieu of Taxes	536,456	0	0	536,456
Unavailable	1,027,019	0	0	1,027,019
Total Deferred Inflows of Resources	1,906,399	0	0	1,906,399
Fund Balances				
Nonspendable Fund Balance	94,512	0	0	94,512
Restricted Fund Balance	8,324,534	115,216	37,732	8,477,482
Committed Fund Balance	1,067,842	0	1,508,726	2,576,568
Unassigned Fund Balance	0	0	(665,987)	(665,987)
Total Fund Balances	9,486,888	115,216	880,471	10,482,575
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 12,369,390	\$ 134,651	\$ 1,705,500	\$ 14,209,541

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013

	<i>Street Maintenance & Repair</i>	<i>State Highway Improvement</i>	<i>License Fee</i>	<i>Cemetery</i>	<i>Airport Improvement</i>
Assets					
Equity in Pooled Cash and Cash Equivalents	\$ 224,646	\$ 10,771	\$ 65,922	\$ 410,379	\$ 217,111
Receivables:					
Income Taxes	0	0	0	0	0
Property Taxes	0	0	0	0	0
Accounts	0	0	0	14,986	0
Loans	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	0	0
Restricted Assets:					
Customer Deposits	0	0	0	0	6,132
Cash Equivalents in Segregated Accounts	0	0	0	0	0
Prepaid Items	0	0	0	0	10,478
Materials and Supplies Inventory	0	0	0	0	58,965
Due From:					
Federal Government	0	0	0	0	0
State Government	479,271	41,283	183,053	0	0
County Government	107,662	9,060	0	0	0
Other Funds	0	0	0	0	0
Total Assets	<u>\$ 811,579</u>	<u>\$ 61,114</u>	<u>\$ 248,975</u>	<u>\$ 425,365</u>	<u>\$ 292,686</u>
Liabilities					
Accounts Payable	\$ 32,119	\$ 0	\$ 0	\$ 43	\$ 30,132
Accrued Wages & Benefits	53,329	0	0	1,168	4,913
Compensated Absences Payable-Matured	14,711	0	0	0	1,413
Interfund Payable	0	0	0	0	0
Due to Other Funds	0	0	0	0	0
Due to Others	0	0	0	0	0
Payables from Restricted Assets:					
Customer Deposits	0	0	0	0	6,132
Total Liabilities	<u>100,159</u>	<u>0</u>	<u>0</u>	<u>1,211</u>	<u>42,590</u>
Deferred Inflow of Resources					
Property Taxes	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	0	0
Unavailable	397,523	34,986	125,663	0	0
Total Deferred Inflow of Resources	<u>397,523</u>	<u>34,986</u>	<u>125,663</u>	<u>0</u>	<u>0</u>
Fund Balances					
Nonspendable Fund Balance	0	0	0	0	69,443
Restricted Fund Balance	313,897	26,128	123,312	424,154	0
Committed Fund Balance	0	0	0	0	180,653
Total Fund Balances	<u>313,897</u>	<u>26,128</u>	<u>123,312</u>	<u>424,154</u>	<u>250,096</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 811,579</u>	<u>\$ 61,114</u>	<u>\$ 248,975</u>	<u>\$ 425,365</u>	<u>\$ 292,686</u>

(continued)

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013

	<i>Airport T- Hangars</i>	<i>Court/Police Building Income Tax</i>	<i>Rec Center Income Tax</i>	<i>Airport TIF</i>	<i>Glenn Rd Bridge TIF</i>
Assets					
Equity in Pooled Cash and Cash Equivalents	\$ 177,887	\$ 883	\$ 2,610,401	\$ 290	\$ 546,593
Receivables:					
Income Taxes	0	0	413,656	0	0
Property Taxes	0	0	0	0	0
Accounts	0	0	0	0	0
Loans	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	25,671	296,991
Restricted Assets:					
Customer Deposits	7,604	0	0	0	0
Cash Equivalents in Segregated Accounts	0	0	0	0	0
Prepaid Items	0	0	0	0	0
Materials and Supplies Inventory	0	0	0	0	0
Due From:					
Federal Government	0	0	0	0	0
State Government	0	0	0	0	19,148
County Government	0	0	0	0	0
Other Funds	0	0	0	0	0
Total Assets	\$ 185,491	\$ 883	\$ 3,024,057	\$ 25,961	\$ 862,732
Liabilities					
Accounts Payable	\$ 0	\$ 0	\$ 7,090	\$ 0	\$ 0
Accrued Wages & Benefits	0	0	0	0	0
Compensated Absences Payable-Matured	0	0	0	0	0
Interfund Payable	0	0	0	0	0
Due to Other Funds	0	0	0	0	0
Due to Others	0	0	0	0	546,593
Payables from Restricted Assets:					
Customer Deposits	7,604	0	0	0	0
Total Liabilities	7,604	0	7,090	0	546,593
Deferred Inflow of Resources					
Property Taxes	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	25,671	316,139
Unavailable	0	0	191,067	0	0
Total Deferred Inflow of Resources	0	0	191,067	25,671	316,139
Fund Balances					
Nonspendable Fund Balance	0	0	0	0	0
Restricted Fund Balance	0	883	2,825,900	290	0
Committed Fund Balance	177,887	0	0	0	0
Total Fund Balances	177,887	883	2,825,900	290	0
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 185,491	\$ 883	\$ 3,024,057	\$ 25,961	\$ 862,732

(continued)

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013

	<i>Sky Climber/ V&P TIF</i>	<i>Mill Run TIF</i>	<i>Municipal Court</i>	<i>IDIAM</i>	<i>Drug Enforcement</i>
Assets					
Equity in Pooled Cash and Cash Equivalents	\$ 0	\$ 0	\$ 1,000,489	\$ 10,823	\$ 47,780
Receivables:					
Income Taxes	0	0	0	0	0
Property Taxes	0	0	0	0	0
Accounts	0	0	0	0	0
Loans	0	0	0	0	0
Payments in Lieu of Taxes	48,378	146,268	0	0	0
Restricted Assets:					
Customer Deposits	0	0	0	0	0
Cash Equivalents in Segregated Accounts	0	0	0	0	0
Prepaid Items	0	0	870	0	0
Materials and Supplies Inventory	0	0	0	0	0
Due From:					
Federal Government	0	0	0	0	0
State Government	0	0	0	0	0
County Government	0	0	216,641	0	0
Other Funds	0	0	0	1,897	120
Total Assets	\$ 48,378	\$ 146,268	\$ 1,218,000	\$ 12,720	\$ 47,900
Liabilities					
Accounts Payable	\$ 0	\$ 0	\$ 1,951	\$ 0	\$ 0
Accrued Wages & Benefits	0	0	71,762	0	0
Compensated Absences Payable-Matured	0	0	25,178	0	0
Interfund Payable	0	0	0	0	0
Due to Other Funds	0	0	61,681	0	0
Due to Others	0	0	0	0	0
Payables from Restricted Assets:					
Customer Deposits	0	0	0	0	0
Total Liabilities	0	0	160,572	0	0
Deferred Inflow of Resources					
Property Taxes	0	0	0	0	0
Payments in Lieu of Taxes	48,378	146,268	0	0	0
Unavailable	0	0	216,641	0	0
Total Deferred Inflow of Resources	48,378	146,268	216,641	0	0
Fund Balances					
Nonspendable Fund Balance	0	0	870	0	0
Restricted Fund Balance	0	0	839,917	12,720	47,900
Committed Fund Balance	0	0	0	0	0
Total Fund Balances	0	0	840,787	12,720	47,900
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 48,378	\$ 146,268	\$ 1,218,000	\$ 12,720	\$ 47,900

(continued)

City of Delaware, Ohio
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 December 31, 2013

	OMVI				
	Court Alcohol Treatment	Enforcement & Education	Police Judgment	Park Exaction Fees	Computer Legal Research
Assets					
Equity in Pooled Cash and Cash Equivalents	\$ 552,947	\$ 10,941	\$ 108,348	\$ 226,131	\$ 315,719
Receivables:					
Income Taxes	0	0	0	0	0
Property Taxes	0	0	0	0	0
Accounts	0	0	0	0	0
Loans	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	0	0
Restricted Assets:					
Customer Deposits	0	0	0	0	0
Cash Equivalents in Segregated Accounts	0	0	0	0	0
Prepaid Items	0	0	0	0	0
Materials and Supplies Inventory	0	0	0	0	0
Due From:					
Federal Government	0	0	0	0	0
State Government	7,792	0	0	0	0
County Government	0	0	0	0	0
Other Funds	2,091	185	0	0	18,222
Total Assets	\$ 562,830	\$ 11,126	\$ 108,348	\$ 226,131	\$ 333,941
Liabilities					
Accounts Payable	\$ 17,839	\$ 0	\$ 0	\$ 0	\$ 1,595
Accrued Wages & Benefits	0	0	0	0	0
Compensated Absences Payable-Matured	0	0	0	0	0
Interfund Payable	0	0	0	0	0
Due to Other Funds	0	0	0	0	0
Due to Others	0	0	0	0	0
Payables from Restricted Assets:					
Customer Deposits	0	0	0	0	0
Total Liabilities	17,839	0	0	0	1,595
Deferred Inflow of Resources					
Property Taxes	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	0	0
Unavailable	7,792	0	0	0	0
Total Deferred Inflow of Resources	7,792	0	0	0	0
Fund Balances					
Nonspendable Fund Balance	0	0	0	0	0
Restricted Fund Balance	537,199	11,126	108,348	0	332,346
Committed Fund Balance	0	0	0	226,131	0
Total Fund Balances	537,199	11,126	108,348	226,131	332,346
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 562,830	\$ 11,126	\$ 108,348	\$ 226,131	\$ 333,941

(continued)

City of Delaware, Ohio
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 December 31, 2013

	<i>Court Special</i>	<i>Probation</i>	<i>Police & Fire</i>	<i>Community</i>	
	<i>Projects</i>	<i>Services</i>	<i>Pension</i>	<i>Dev. Block</i>	<i>Revolving Loan</i>
Assets					
Equity in Pooled Cash and Cash Equivalents	\$ 810,866	\$ 213,097	\$ 1,370	\$ 0	\$ 1,098,141
Receivables:					
Income Taxes	0	0	0	0	0
Property Taxes	0	0	374,586	0	0
Accounts	0	0	0	0	0
Loans	0	0	0	0	543,209
Payments in Lieu of Taxes	0	0	0	0	0
Restricted Assets:					
Customer Deposits	0	0	0	0	0
Cash Equivalents in Segregated Accounts	0	0	0	0	0
Prepaid Items	0	0	0	0	0
Materials and Supplies Inventory	0	0	0	0	0
Due From:					
Federal Government	0	0	0	83,000	0
State Government	0	0	17,752	0	0
County Government	0	0	3,933	0	0
Other Funds	17,809	18,893	0	0	0
Total Assets	\$ 828,675	\$ 231,990	\$ 397,641	\$ 83,000	\$ 1,641,350
Liabilities					
Accounts Payable	\$ 880	\$ 0	\$ 0	\$ 0	\$ 9,500
Accrued Wages & Benefits	0	0	0	0	0
Compensated Absences Payable-Matured	0	0	0	0	0
Interfund Payable	0	0	0	80,470	0
Due to Other Funds	0	0	0	0	0
Due to Others	0	0	0	0	0
Payables from Restricted Assets:					
Customer Deposits	0	0	0	0	0
Total Liabilities	880	0	0	80,470	9,500
Deferred Inflow of Resources					
Property Taxes	0	0	342,924	0	0
Payments in Lieu of Taxes	0	0	0	0	0
Unavailable	0	0	53,347	0	0
Total Deferred Inflow of Resources	0	0	396,271	0	0
Fund Balances					
Nonspendable Fund Balance	0	0	0	0	0
Restricted Fund Balance	827,795	231,990	1,370	2,530	1,631,850
Committed Fund Balance	0	0	0	0	0
Total Fund Balances	827,795	231,990	1,370	2,530	1,631,850
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 828,675	\$ 231,990	\$ 397,641	\$ 83,000	\$ 1,641,350

(continued)

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013

	Housing Program Income	ONSP Grant	CHIP	Fire Donations	Park Donations	Police Donations
Assets						
Equity in Pooled Cash and Cash Equivalents	\$ 24,878	\$ 1	\$ 0	\$ 6,342	\$ 0	\$ 6,141
Receivables:						
Income Taxes	0	0	0	0	0	0
Property Taxes	0	0	0	0	0	0
Accounts	0	0	0	0	0	0
Loans	0	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	0	0	0
Restricted Assets:						
Customer Deposits	0	0	0	0	0	0
Cash Equivalents in Segregated Accounts	0	0	0	0	0	0
Prepaid Items	0	0	0	0	0	0
Materials and Supplies Inventory	0	0	0	0	0	0
Due From:						
Federal Government	0	0	0	0	0	0
State Government	0	0	0	0	0	0
County Government	0	0	0	0	0	0
Other Funds	0	0	0	0	0	0
Total Assets	\$ 24,878	\$ 1	\$ 0	\$ 6,342	\$ 0	\$ 6,141
Liabilities						
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Wages & Benefits	0	0	0	0	0	0
Compensated Absences Payable-Matured	0	0	0	0	0	0
Interfund Payable	0	0	0	0	0	0
Due to Other Funds	0	0	0	0	0	0
Due to Others	0	0	0	0	0	0
Payables from Restricted Assets:						
Customer Deposits	0	0	0	0	0	0
Total Liabilities	0	0	0	0	0	0
Deferred Inflow of Resources						
Property Taxes	0	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	0	0	0
Unavailable	0	0	0	0	0	0
Total Deferred Inflow of Resources	0	0	0	0	0	0
Fund Balances						
Nonspendable Fund Balance	0	0	0	0	0	0
Restricted Fund Balance	24,878	1	0	0	0	0
Committed Fund Balance	0	0	0	6,342	0	6,141
Total Fund Balances	24,878	1	0	6,342	0	6,141
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 24,878	\$ 1	\$ 0	\$ 6,342	\$ 0	\$ 6,141

(continued)

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013

	<i>Mayor</i>		<i>Municipal</i>	
	<i>Donations</i>	<i>Project Trust</i>	<i>Court</i>	<i>Total</i>
			<i>Unclaimed</i>	
	<i>Funds</i>			
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 1,533	\$ 469,155	\$ 0	\$ 9,169,585
Receivables:				
Income Taxes	0	0	0	413,656
Property Taxes	0	0	0	374,586
Accounts	0	0	0	14,986
Loans	0	0	0	543,209
Payments in Lieu of Taxes	0	0	0	517,308
Restricted Assets:				
Customer Deposits	0	0	0	13,736
Cash Equivalents in Segregated Accounts	0	0	24,199	24,199
Prepaid Items	0	0	0	11,348
Materials and Supplies Inventory	0	0	0	58,965
Due From:				
Federal Government	0	0	0	83,000
State Government	0	0	0	748,299
County Government	0	0	0	337,296
Other Funds	0	0	0	59,217
Total Assets	\$ 1,533	\$ 469,155	\$ 24,199	\$ 12,369,390
Liabilities				
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 101,149
Accrued Wages & Benefits	0	0	0	131,172
Compensated Absences Payable-Matured	0	0	0	41,302
Interfund Payable	0	0	0	80,470
Due to Other Funds	0	0	0	61,681
Due to Others	0	0	0	546,593
Payables from Restricted Assets:				
Customer Deposits	0	0	0	13,736
Total Liabilities	0	0	0	976,103
Deferred Inflow of Resources				
Property Taxes	0	0	0	342,924
Payments in Lieu of Taxes	0	0	0	536,456
Unavailable	0	0	0	1,027,019
Total Deferred Inflow of Resources	0	0	0	1,906,399
Fund Balances				
Nonspendable Fund Balance	0	0	24,199	94,512
Restricted Fund Balance	0	0	0	8,324,534
Committed Fund Balance	1,533	469,155	0	1,067,842
Total Fund Balances	1,533	469,155	24,199	9,486,888
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,533	\$ 469,155	\$ 24,199	\$ 12,369,390

City of Delaware, Ohio
Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2013

	<i>General Obligation Bond Retirement</i>	<i>Park Improvement Bond Retirement</i>	<i>Total</i>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$ 29,896	\$ 104,755	\$ 134,651
<i>Total Assets</i>	<u>\$ 29,896</u>	<u>\$ 104,755</u>	<u>\$ 134,651</u>
Liabilities			
Advances to Other Funds	\$ 19,435	\$ 0	\$ 19,435
<i>Total Liabilities</i>	<u>19,435</u>	<u>0</u>	<u>19,435</u>
Fund Balances			
Restricted Fund Balance	<u>10,461</u>	<u>104,755</u>	<u>115,216</u>
<i>Total Fund Balances (Deficit)</i>	<u>10,461</u>	<u>104,755</u>	<u>115,216</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$ 29,896</u>	<u>\$ 104,755</u>	<u>\$ 134,651</u>

City of Delaware, Ohio
 Combining Balance Sheet
 Nonmajor Capital Projects Funds
 December 31, 2013

	<i>FAA Airport</i>	<i>FAA Airport</i>	<i>Equipment</i>	<i>Park Impact Fees</i>	<i>Police Impact</i>
	<i>Expansion</i>	<i>Allocation</i>	<i>Replacement</i>	<i>Park Impact Fees</i>	<i>Fees</i>
Assets					
Equity in Pooled Cash and Cash Equivalents	\$ 0	\$ 17,261	\$ 252,560	\$ 633,584	\$ 250,014
Due From State Government	<u>177,500</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Assets</i>	<u>\$ 177,500</u>	<u>\$ 17,261</u>	<u>\$ 252,560</u>	<u>\$ 633,584</u>	<u>\$ 250,014</u>
Liabilities and Fund Balances					
Liabilities					
Contracts Payable	\$ 10,626	\$ 0	\$ 0	\$ 0	\$ 0
Interfund Payable	146,403	0	0	0	0
Notes Payable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Liabilities</i>	<u>157,029</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances					
Restricted Fund Balance	20,471	17,261	0	0	0
Committed Fund Balance	0	0	252,560	633,584	250,014
Unassigned Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Fund Balances (Deficit)</i>	<u>20,471</u>	<u>17,261</u>	<u>252,560</u>	<u>633,584</u>	<u>250,014</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$ 177,500</u>	<u>\$ 17,261</u>	<u>\$ 252,560</u>	<u>\$ 633,584</u>	<u>\$ 250,014</u>

(continued)

City of Delaware, Ohio
 Combining Balance Sheet
 Nonmajor Capital Projects Funds
 December 31, 2013

	<u>Fire Impact Fees</u>	<u>Municipal Impact Fees</u>	<u>Glenn Rd N Construction</u>	<u>Total</u>
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 104,027	\$ 268,541	\$ 2,013	\$ 1,528,000
Due From State Government	<u>0</u>	<u>0</u>	<u>0</u>	<u>177,500</u>
<i>Total Assets</i>	<u>\$ 104,027</u>	<u>\$ 268,541</u>	<u>\$ 2,013</u>	<u>\$ 1,705,500</u>
Liabilities and Fund Balances				
Liabilities				
Contracts Payable	\$ 0	\$ 0	\$ 0	\$ 10,626
Interfund Payable	0	0	238,000	384,403
Notes Payable	<u>0</u>	<u>0</u>	<u>430,000</u>	<u>430,000</u>
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>668,000</u>	<u>825,029</u>
Fund Balances				
Restricted Fund Balance	0	0	0	37,732
Committed Fund Balance	104,027	268,541	0	1,508,726
Unassigned Fund Balance	<u>0</u>	<u>0</u>	<u>(665,987)</u>	<u>(665,987)</u>
<i>Total Fund Balances (Deficit)</i>	<u>104,027</u>	<u>268,541</u>	<u>(665,987)</u>	<u>880,471</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$ 104,027</u>	<u>\$ 268,541</u>	<u>\$ 2,013</u>	<u>\$ 1,705,500</u>

City of Delaware, Ohio

Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits)

Nonmajor Governmental Funds

For the Year Ended December 31, 2013

	<i>Nonmajor Special Revenue Funds [as restated]</i>	<i>Nonmajor Debt Service Funds</i>	<i>Nonmajor Capital Projects Funds</i>	<i>Total Nonmajor Governmental Funds</i>
Revenues				
Property Taxes	\$ 361,252	\$ 0	\$ 0	\$ 361,252
Income Taxes	1,615,465	0	0	1,615,465
Payments in Lieu of Taxes	471,345	0	0	471,345
Intergovernmental	2,350,572	0	583,695	2,934,267
Interest	6,467	445	1,059	7,971
Fees, Licenses and Permits	40,272	0	0	40,272
Fines and Forfeitures	2,765,708	0	0	2,765,708
Impact Fees	0	0	626,331	626,331
Charges for Services	1,221,971	0	65,000	1,286,971
Contributions and Donations	23,095	0	1,711	24,806
Reimbursements	193,954	26,000	0	219,954
Miscellaneous	6,606	0	0	6,606
<i>Total Revenues</i>	<u>9,056,707</u>	<u>26,445</u>	<u>1,277,796</u>	<u>10,360,948</u>
Expenditures				
Current:				
Public Safety				
Police/911	215,428	0	10,572	226,000
Fire	201,405	0	0	201,405
Muni Court	2,567,248	0	0	2,567,248
Parks & Facilities	645,558	0	0	645,558
Community Development	1,261,600	0	0	1,261,600
Airport	791,972	0	480,322	1,272,294
Public Works	2,742,324	0	248,359	2,990,683
General Government	182,265	3,011	24,077	209,353
Capital Outlay	0	0	276,558	276,558
Debt Service:				
Principal Retirement	180,000	1,375,000	0	1,555,000
Interest and Fiscal Charges	79,357	1,062,295	47,209	1,188,861
Bond Issuance Costs	27,728	16,672	5,265	49,665
Refunds & Reimbursements	27,452	0	0	27,452
<i>Total Expenditures</i>	<u>8,922,337</u>	<u>2,456,978</u>	<u>1,092,362</u>	<u>12,471,677</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>134,370</u>	<u>(2,430,533)</u>	<u>185,434</u>	<u>(2,110,729)</u>
Other Financing Sources (Uses)				
Sale of Assets	18,810	0	0	18,810
Proceeds of Bonds	2,617,126	2,772,792	2,870,082	8,260,000
Premium on Bond Issuance	100,602	94,477	85,182	280,261
Transfers In	1,356,244	2,709,991	326,029	4,392,264
Transfers Out	(1,795,441)	(3,100,000)	(427,296)	(5,322,737)
<i>Total Other Financing Sources (Uses)</i>	<u>2,297,341</u>	<u>2,477,260</u>	<u>2,853,997</u>	<u>7,628,598</u>
Special Item				
Transfer of Cemetery fund balance upon dissolution	17,008	0	0	17,008
<i>Net Change in Fund Balances</i>	2,448,719	46,727	3,039,431	5,534,877
<i>Fund Balances (Deficits) Beginning of Year</i>	<u>7,038,169</u>	<u>68,489</u>	<u>(2,158,960)</u>	<u>4,947,698</u>
<i>Fund Balances End of Year</i>	<u>\$ 9,486,888</u>	<u>\$ 115,216</u>	<u>\$ 880,471</u>	<u>\$ 10,482,575</u>

City of Delaware, Ohio
*Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
(Deficits)*
*Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013*

	<i>Street Maintenance & Repair</i>	<i>State Highway Improvement</i>	<i>License Fee</i>	<i>Cemetery [as restated]</i>	<i>Airport Improvement</i>	<i>Airport T- Hangars</i>	<i>Court/Police Building Income Tax</i>	<i>Rec Center Income Tax</i>
Revenues								
Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Income Taxes	0	0	0	0	0	0	1	1,615,464
Payments in Lieu of Taxes	0	0	0	0	0	0	0	0
Intergovernmental	1,199,140	97,228	374,854	0	0	0	0	0
Interest	0	34	201	2,611	0	0	0	2,287
Fees, Licenses and Permits	0	0	0	0	0	0	0	0
Fines and Forfeitures	0	0	0	0	0	0	0	0
Charges for Services	0	0	0	158,481	727,913	90,593	0	0
Contributions and Donations	0	0	0	924	100	0	0	0
Reimbursements	0	0	0	0	37,263	0	0	18,691
Miscellaneous	0	0	0	1,185	1,537	0	0	0
<i>Total Revenues</i>	<u>1,199,140</u>	<u>97,262</u>	<u>375,055</u>	<u>163,201</u>	<u>766,813</u>	<u>90,593</u>	<u>1</u>	<u>1,636,442</u>
Expenditures								
Current:								
Public Safety								
Police/911	0	0	0	0	0	0	0	0
Fire	0	0	0	0	0	0	0	0
Muni Court	0	0	0	0	0	0	0	0
Parks & Facilities	0	0	0	93,852	0	0	0	550,900
Community Development	0	0	0	0	0	0	0	0
Airport	0	0	0	0	770,445	21,527	0	0
Public Works	2,112,012	122,500	459,846	0	0	0	0	0
General Government	0	0	0	0	0	0	0	0
Debt Service:								
Principal Retirement	0	0	0	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0	0	0	0
Bond Issuance Costs	0	0	0	0	0	0	0	0
Refunds & Reimbursements	0	0	0	0	0	0	0	0
<i>Total Expenditures</i>	<u>2,112,012</u>	<u>122,500</u>	<u>459,846</u>	<u>93,852</u>	<u>770,445</u>	<u>21,527</u>	<u>0</u>	<u>550,900</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(912,872)</u>	<u>(25,238)</u>	<u>(84,791)</u>	<u>69,349</u>	<u>(3,632)</u>	<u>69,066</u>	<u>1</u>	<u>1,085,542</u>
Other Financing Sources (Uses)								
Sale of Assets	18,810	0	0	0	0	0	0	0
Proceeds of Bonds	0	0	0	0	0	0	0	0
Premium on Debt Issuance	0	0	0	0	0	0	0	0
Transfers In	775,000	0	0	0	10,000	0	0	0
Transfers Out	0	0	0	0	0	(78,349)	0	(1,230,554)
<i>Total Other Financing Sources (Uses)</i>	<u>793,810</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>10,000</u>	<u>(78,349)</u>	<u>0</u>	<u>(1,230,554)</u>
Special Item								
Transfer of Cemetery fund balance upon dissolution	0	0	0	17,008	0	0	0	0
<i>Net Change in Fund Balances</i>	<u>(119,062)</u>	<u>(25,238)</u>	<u>(84,791)</u>	<u>86,357</u>	<u>6,368</u>	<u>(9,283)</u>	<u>1</u>	<u>(145,012)</u>
<i>Fund Balances (Deficits) Beginning of Year</i>	<u>432,959</u>	<u>51,366</u>	<u>208,103</u>	<u>337,797</u>	<u>243,728</u>	<u>187,170</u>	<u>882</u>	<u>2,970,912</u>
<i>Fund Balances End of Year</i>	<u>\$ 313,897</u>	<u>\$ 26,128</u>	<u>\$ 123,312</u>	<u>\$ 424,154</u>	<u>\$ 250,096</u>	<u>\$ 177,887</u>	<u>\$ 883</u>	<u>\$ 2,825,900</u>

(continued)

City of Delaware, Ohio
*Combining Statement of Revenues,
 Expenditures and Changes in Fund Balances
 (Deficits)*
*Nonmajor Special Revenue Funds
 For the Year Ended December 31, 2013*

	Glenn Rd Bridge		Sky Climber/ V&P TIF		Municipal		Drug
	Airport TIF	TIF	V&P TIF	Mill Run TIF	Court	IDIAM	Enforcement
Revenues							
Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Income Taxes	0	0	0	0	0	0	0
Payments in Lieu of Taxes	24,637	265,042	46,429	135,237	0	0	0
Intergovernmental	0	27,609	0	0	0	0	0
Interest	0	467	0	0	0	0	0
Fees, Licenses and Permits	0	0	0	0	0	0	0
Fines and Forfeitures	0	0	0	0	1,871,840	20,180	4,997
Charges for Services	0	0	0	0	227,509	0	0
Contributions and Donations	0	0	0	0	0	0	0
Reimbursements	0	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0	0
Total Revenues	24,637	293,118	46,429	135,237	2,099,349	20,180	4,997
Expenditures							
Current:							
Public Safety							
Police/911	0	0	0	0	0	0	3,834
Fire	0	0	0	0	0	0	0
Muni Court	0	0	0	0	2,296,275	14,465	0
Parks & Facilities	0	0	0	0	0	0	0
Community Development	0	0	0	0	0	0	0
Airport	0	0	0	0	0	0	0
Public Works	0	47,966	0	0	0	0	0
General Government	0	0	46,429	135,237	0	0	0
Debt Service:							
Principal Retirement	0	180,000	0	0	0	0	0
Interest and Fiscal Charges	0	79,357	0	0	0	0	0
Bond Issuance Costs	0	27,728	0	0	0	0	0
Refunds & Reimbursements	26,000	0	0	0	0	0	0
Total Expenditures	26,000	335,051	46,429	135,237	2,296,275	14,465	3,834
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(1,363)</u>	<u>(41,933)</u>	<u>0</u>	<u>0</u>	<u>(196,926)</u>	<u>5,715</u>	<u>1,163</u>
Other Financing Sources (Uses)							
Sale of Assets	0	0	0	0	0	0	0
Proceeds of Bonds	0	2,617,126	0	0	0	0	0
Premium on Debt Issuance	0	100,602	0	0	0	0	0
Transfers In	0	84,706	0	0	486,538	0	0
Transfers Out	0	0	0	0	0	0	0
Total Other Financing Sources (Uses)	0	2,802,434	0	0	486,538	0	0
Special Item							
Transfer of Cemetery fund balance upon dissolution	0	0	0	0	0	0	0
Net Change in Fund Balances	(1,363)	2,760,501	0	0	289,612	5,715	1,163
Fund Balances (Deficits) Beginning of Year	1,653	(2,760,501)	0	0	551,175	7,005	46,737
Fund Balances End of Year	\$ 290	\$ 0	\$ 0	\$ 0	\$ 840,787	\$ 12,720	\$ 47,900

(continued)

City of Delaware, Ohio
*Combining Statement of Revenues,
 Expenditures and Changes in Fund Balances
 (Deficits)*
*Nonmajor Special Revenue Funds
 For the Year Ended December 31, 2013*

	OMVI							
	Court Alcohol Treatment	Enforcement & Education	Police Judgment	Park Exaction Fees	Computer Legal Research	Court Special Projects	Probation Services	Police & Fire Pension
Revenues								
Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 361,252
Income Taxes	0	0	0	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	0	0	0	0	0
Intergovernmental	0	0	0	0	0	0	0	42,929
Interest	0	0	0	0	0	0	0	0
Fees, Licenses and Permits	0	0	0	0	0	0	0	0
Fines and Forfeitures	42,419	1,390	53,926	0	266,130	260,612	244,214	0
Charges for Services	0	0	0	0	0	0	0	0
Contributions and Donations	0	0	0	20,371	0	0	0	0
Reimbursements	0	0	0	138,000	0	0	0	0
Miscellaneous	0	0	0	0	50	0	0	0
<i>Total Revenues</i>	<u>42,419</u>	<u>1,390</u>	<u>53,926</u>	<u>158,371</u>	<u>266,180</u>	<u>260,612</u>	<u>244,214</u>	<u>404,181</u>
Expenditures								
Current:								
Public Safety								
Police/911	0	0	8,898	0	0	0	0	201,406
Fire	0	0	0	0	0	0	0	201,405
Muni Court	105,637	0	0	0	91,535	40,088	19,248	0
Parks & Facilities	0	0	0	758	0	0	0	0
Community Development	0	0	0	0	0	0	0	0
Airport	0	0	0	0	0	0	0	0
Public Works	0	0	0	0	0	0	0	0
General Government	0	0	0	0	0	0	0	0
Debt Service:								
Principal Retirement	0	0	0	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0	0	0	0
Bond Issuance Costs	0	0	0	0	0	0	0	0
Refunds & Reimbursements	0	0	0	0	0	0	0	0
<i>Total Expenditures</i>	<u>105,637</u>	<u>0</u>	<u>8,898</u>	<u>758</u>	<u>91,535</u>	<u>40,088</u>	<u>19,248</u>	<u>402,811</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(63,218)</u>	<u>1,390</u>	<u>45,028</u>	<u>157,613</u>	<u>174,645</u>	<u>220,524</u>	<u>224,966</u>	<u>1,370</u>
Other Financing Sources (Uses)								
Sale of Assets	0	0	0	0	0	0	0	0
Proceeds of Bonds	0	0	0	0	0	0	0	0
Premium on Debt Issuance	0	0	0	0	0	0	0	0
Transfers In	0	0	0	0	0	0	0	0
Transfers Out	0	0	0	0	(100,000)	(50,000)	(336,538)	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(100,000)</u>	<u>(50,000)</u>	<u>(336,538)</u>	<u>0</u>
Special Item								
Transfer of Cemetery fund balance upon dissolution	0	0	0	0	0	0	0	0
<i>Net Change in Fund Balances</i>	<u>(63,218)</u>	<u>1,390</u>	<u>45,028</u>	<u>157,613</u>	<u>74,645</u>	<u>170,524</u>	<u>(111,572)</u>	<u>1,370</u>
<i>Fund Balances (Deficits) Beginning of Year</i>	<u>600,417</u>	<u>9,736</u>	<u>63,320</u>	<u>68,518</u>	<u>257,701</u>	<u>657,271</u>	<u>343,562</u>	<u>0</u>
<i>Fund Balances End of Year</i>	<u>\$ 537,199</u>	<u>\$ 11,126</u>	<u>\$ 108,348</u>	<u>\$ 226,131</u>	<u>\$ 332,346</u>	<u>\$ 827,795</u>	<u>\$ 231,990</u>	<u>\$ 1,370</u>

(continued)

City of Delaware, Ohio
*Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
(Deficits)*
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013

	Community Dev. Block		Housing Program		Fire		Park	Police
	Grant	Revolving Loan	Income	ONSP Grant	CHIP	Donations	Donations	Donations
Revenues								
Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Income Taxes	0	0	0	0	0	0	0	0
Payments in Lieu of Taxes	0	0	0	0	0	0	0	0
Intergovernmental	83,000	0	0	1	525,811	0	0	0
Interest	0	867	0	0	0	0	0	0
Fees, Licenses and Permits	0	0	0	0	0	0	0	0
Fines and Forfeitures	0	0	0	0	0	0	0	0
Charges for Services	0	17,475	0	0	0	0	0	0
Contributions and Donations	0	0	0	0	0	1,300	0	0
Reimbursements	0	0	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0	0	0
Total Revenues	83,000	18,342	0	1	525,811	1,300	0	0
Expenditures								
Current:								
Public Safety								
Police/911	0	0	0	0	0	0	0	1,290
Fire	0	0	0	0	0	0	0	0
Muni Court	0	0	0	0	0	0	0	0
Parks & Facilities	0	0	0	0	0	0	48	0
Community Development	83,000	102,145	0	718,352	358,103	0	0	0
Airport	0	0	0	0	0	0	0	0
Public Works	0	0	0	0	0	0	0	0
General Government	0	0	0	0	0	0	0	0
Debt Service:								
Principal Retirement	0	0	0	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0	0	0	0
Bond Issuance Costs	0	0	0	0	0	0	0	0
Refunds & Reimbursements	0	0	0	0	0	0	0	0
Total Expenditures	83,000	102,145	0	718,352	358,103	0	48	1,290
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>0</u>	<u>(83,803)</u>	<u>0</u>	<u>(718,351)</u>	<u>167,708</u>	<u>1,300</u>	<u>(48)</u>	<u>(1,290)</u>
Other Financing Sources (Uses)								
Sale of Assets	0	0	0	0	0	0	0	0
Proceeds of Bonds	0	0	0	0	0	0	0	0
Premium on Debt Issuance	0	0	0	0	0	0	0	0
Transfers In	0	0	0	0	0	0	0	0
Transfers Out	0	0	0	0	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0	0	0	0	0
Special Item								
Transfer of Cemetery fund balance upon dissolution	0	0	0	0	0	0	0	0
Net Change in Fund Balances	0	(83,803)	0	(718,351)	167,708	1,300	(48)	(1,290)
Fund Balances (Deficits) Beginning of Year	2,530	1,715,653	24,878	718,352	(167,708)	5,042	48	7,431
Fund Balances End of Year	\$ 2,530	\$ 1,631,850	\$ 24,878	\$ 1	\$ 0	\$ 6,342	\$ 0	\$ 6,141

(continued)

City of Delaware, Ohio
*Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
(Deficits)*
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013

	<i>Mayor Donations</i>	<i>Project Trust</i>	<i>Municipal Court Unclaimed Funds</i>	<i>Total</i>
Revenues				
Property Taxes	\$ 0	\$ 0	\$ 0	\$ 361,252
Income Taxes	0	0	0	1,615,465
Payments in Lieu of Taxes	0	0	0	471,345
Intergovernmental	0	0	0	2,350,572
Interest	0	0	0	6,467
Fees, Licenses and Permits	0	40,272	0	40,272
Fines and Forfeitures	0	0	0	2,765,708
Charges for Services	0	0	0	1,221,971
Contributions and Donations	400	0	0	23,095
Reimbursements	0	0	0	193,954
Miscellaneous	0	0	3,834	6,606
<i>Total Revenues</i>	<u>400</u>	<u>40,272</u>	<u>3,834</u>	<u>9,056,707</u>
Expenditures				
Current:				
Public Safety				
Police/911	0	0	0	215,428
Fire	0	0	0	201,405
Muni Court	0	0	0	2,567,248
Parks & Facilities	0	0	0	645,558
Community Development	0	0	0	1,261,600
Airport	0	0	0	791,972
Public Works	0	0	0	2,742,324
General Government	599	0	0	182,265
Debt Service:				
Principal Retirement	0	0	0	180,000
Interest and Fiscal Charges	0	0	0	79,357
Bond Issuance Costs	0	0	0	27,728
Refunds & Reimbursements	0	0	1,452	27,452
<i>Total Expenditures</i>	<u>599</u>	<u>0</u>	<u>1,452</u>	<u>8,922,337</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(199)</u>	<u>40,272</u>	<u>2,382</u>	<u>134,370</u>
Other Financing Sources (Uses)				
Sale of Assets	0	0	0	18,810
Proceeds of Bonds	0	0	0	2,617,126
Premium on Debt Issuance	0	0	0	100,602
Transfers In	0	0	0	1,356,244
Transfers Out	0	0	0	(1,795,441)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,297,341</u>
Special Item				
Transfer of Cemetery fund balance upon dissolution	0	0	0	17,008
<i>Net Change in Fund Balances</i>	<u>(199)</u>	<u>40,272</u>	<u>2,382</u>	<u>2,448,719</u>
<i>Fund Balances (Deficits) Beginning of Year</i>	<u>1,732</u>	<u>428,883</u>	<u>21,817</u>	<u>7,038,169</u>
<i>Fund Balances End of Year</i>	<u>\$ 1,533</u>	<u>\$ 469,155</u>	<u>\$ 24,199</u>	<u>\$ 9,486,888</u>

City of Delaware, Ohio
*Combining Statement of Revenues,
Expenditures and Changes in Fund Balances
(Deficits)
Nonmajor Debt Service Funds
For the Year Ended December 31, 2013*

	<i>General Obligation Bond Retirement</i>	<i>Park Improvement Bond</i>	<i>Total</i>
Revenues			
Interest	\$ 83	\$ 362	\$ 445
Reimbursements	<u>26,000</u>	<u>0</u>	<u>26,000</u>
<i>Total Revenues</i>	<u>26,083</u>	<u>362</u>	<u>26,445</u>
Expenditures			
Current:			
General Government	3,011	0	3,011
Debt Service:			
Principal Retirement	945,000	430,000	1,375,000
Interest and Fiscal Charges	262,906	799,389	1,062,295
Bond Issuance Costs	<u>16,672</u>	<u>0</u>	<u>16,672</u>
<i>Total Expenditures</i>	<u>1,227,589</u>	<u>1,229,389</u>	<u>2,456,978</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(1,201,506)</u>	<u>(1,229,027)</u>	<u>(2,430,533)</u>
Other Financing Sources (Uses)			
Proceeds of Bonds	2,772,792	0	2,772,792
Premium on Bond Issuance	94,477	0	94,477
Transfers In	1,479,437	1,230,554	2,709,991
Transfers Out	<u>(3,100,000)</u>	<u>0</u>	<u>(3,100,000)</u>
<i>Total Other Financing Sources (Uses)</i>	<u>1,246,706</u>	<u>1,230,554</u>	<u>2,477,260</u>
<i>Net Change in Fund Balances</i>	45,200	1,527	46,727
<i>Fund Balances (Deficits) Beginning of Year</i>	<u>(34,739)</u>	<u>103,228</u>	<u>68,489</u>
<i>Fund Balances End of Year</i>	<u>\$ 10,461</u>	<u>\$ 104,755</u>	<u>\$ 115,216</u>

City of Delaware, Ohio

*Combining Statement of Revenues, Expenditures and
Changes in Fund Balances (Deficits)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2013*

	<i>FAA Airport</i>				
	<i>FAA Airport</i>	<i>Allocation</i>	<i>Equipment</i>	<i>Park Impact</i>	<i>Police Impact</i>
	<i>Expansion</i>	<i>Improvements</i>	<i>Replacement</i>	<i>Fees</i>	<i>Fees</i>
Revenues					
Intergovernmental	\$ 300,137	\$ 283,558	\$ 0	\$ 0	\$ 0
Interest	0	0	0	455	229
Impact Fees	0	0	0	317,171	69,341
Charges for Services	0	0	0	0	0
Contributions and Donations	0	0	0	1,711	0
<i>Total Revenues</i>	<u>300,137</u>	<u>283,558</u>	<u>0</u>	<u>319,337</u>	<u>69,570</u>
Expenditures					
Current:					
Public Safety					
Police/911	0	0	0	0	10,572
Airport	349,741	130,581	0	0	0
Public Works	0	0	0	0	0
General Government	0	0	0	0	0
Capital Outlay	0	0	274,226	0	0
Debt Service:					
Interest and Fiscal Charges	0	0	0	0	13,964
Bond Issuance Costs	0	0	0	0	5,265
<i>Total Expenditures</i>	<u>349,741</u>	<u>130,581</u>	<u>274,226</u>	<u>0</u>	<u>29,801</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(49,604)</u>	<u>152,977</u>	<u>(274,226)</u>	<u>319,337</u>	<u>39,769</u>
Other Financing Sources (Uses)					
Proceeds of Bonds	0	0	0	0	875,618
Premium on Debt Issuance	0	0	0	0	29,646
Transfers In	53,854	0	272,175	0	0
Transfers Out	0	0	0	(119,260)	(63,644)
<i>Total Other Financing Sources (Uses)</i>	<u>53,854</u>	<u>0</u>	<u>272,175</u>	<u>(119,260)</u>	<u>841,620</u>
<i>Net Change in Fund Balances</i>	4,250	152,977	(2,051)	200,077	881,389
<i>Fund Balances (Deficits) Beginning of Year</i>	<u>16,221</u>	<u>(135,716)</u>	<u>254,611</u>	<u>433,507</u>	<u>(631,375)</u>
<i>Fund Balances (Deficits) End of Year</i>	<u>\$ 20,471</u>	<u>\$ 17,261</u>	<u>\$ 252,560</u>	<u>\$ 633,584</u>	<u>\$ 250,014</u>

(continued)

City of Delaware, Ohio

*Combining Statement of Revenues, Expenditures and
Changes in Fund Balances (Deficits)
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2013*

	<i>Fire Impact Fees</i>	<i>Municipal Impact Fees</i>	<i>Glenn Rd M Construction</i>	<i>Glenn Rd N Construction</i>	<i>Total</i>
Revenues					
Intergovernmental	\$ 0	\$ 0	\$ 0	\$ 0	\$ 583,695
Interest	52	238	55	30	1,059
Impact Fees	114,863	124,956	0	0	626,331
Charges for Services	0	65,000	0	0	65,000
Contributions and Donations	0	0	0	0	1,711
<i>Total Revenues</i>	<u>114,915</u>	<u>190,194</u>	<u>55</u>	<u>30</u>	<u>1,277,796</u>
Expenditures					
Current:					
Public Safety					
Police/911	0	0	0	0	10,572
Airport	0	0	0	0	480,322
Public Works	0	0	0	248,359	248,359
General Government	0	24,077	0	0	24,077
Capital Outlay	2,332	0	0	0	276,558
Debt Service:					
Interest and Fiscal Charges	0	31,158	0	2,087	47,209
Bond Issuance Costs	0	0	0	0	5,265
<i>Total Expenditures</i>	<u>2,332</u>	<u>55,235</u>	<u>0</u>	<u>250,446</u>	<u>1,092,362</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>112,583</u>	<u>134,959</u>	<u>55</u>	<u>(250,416)</u>	<u>185,434</u>
Other Financing Sources (Uses)					
Proceeds of Bonds	0	1,994,464	0	0	2,870,082
Premium on Debt Issuance	0	55,536	0	0	85,182
Transfers In	0	0	0	0	326,029
Transfers Out	(15,910)	(143,776)	(84,706)	0	(427,296)
<i>Total Other Financing Sources (Uses)</i>	<u>(15,910)</u>	<u>1,906,224</u>	<u>(84,706)</u>	<u>0</u>	<u>2,853,997</u>
<i>Net Change in Fund Balances</i>	96,673	2,041,183	(84,651)	(250,416)	3,039,431
<i>Fund Balances (Deficits) Beginning of Year</i>	<u>7,354</u>	<u>(1,772,642)</u>	<u>84,651</u>	<u>(415,571)</u>	<u>(2,158,960)</u>
<i>Fund Balances (Deficits) End of Year</i>	<u>\$ 104,027</u>	<u>\$ 268,541</u>	<u>\$ 0</u>	<u>\$ (665,987)</u>	<u>\$ 880,471</u>

Combining Statements – Nonmajor Enterprise Funds

Enterprise Funds

Golf Course Fund – To account for funds received and used at the City’s Municipal Golf Course.

Parking Lots Fund – To account for funds received from the rental of City-owned parking lots and meters. The receipts are used to purchase and maintain traffic enforcement equipment, parking lots, and meters.

Watershed Grant Fund – To account for the funds received from the Environmental Protection Agency which are used to monitor and analyze the water quality of the Upper Olentangy River Watershed, used by the City to provide water to its residents.

City of Delaware, Ohio
Combining Statement of Fund Net Position
Nonmajor Enterprise Funds
December 31, 2013

	<u>Golf Course</u>	<u>Parking Lots</u>	<u>Watershed Grant</u>	<u>Total</u>
Assets				
<i>Current Assets:</i>				
Equity in Pooled Cash and Cash Equivalents	\$ 105,212	\$ 16,128	\$ 0	\$ 121,340
Materials and Supplies Inventory	809	0	0	809
Prepaid Items	905	0	0	905
<i>Total Current Assets</i>	<u>106,926</u>	<u>16,128</u>	<u>0</u>	<u>123,054</u>
<i>Noncurrent Assets:</i>				
<i>Capital Assets:</i>				
Nondepreciable Capital Assets	8,500	202,254	0	210,754
Depreciable Capital Assets, Net	<u>195,641</u>	<u>0</u>	<u>0</u>	<u>195,641</u>
<i>Total Noncurrent Assets</i>	<u>204,141</u>	<u>202,254</u>	<u>0</u>	<u>406,395</u>
<i>Total Assets</i>	<u>311,067</u>	<u>218,382</u>	<u>0</u>	<u>529,449</u>
Liabilities				
<i>Current Liabilities:</i>				
Accounts Payable	377	446	0	823
Accrued Wages & Benefits	2,951	0	0	2,951
Compensated Absences Payable	<u>5,370</u>	<u>0</u>	<u>0</u>	<u>5,370</u>
<i>Total Current Liabilities</i>	<u>8,698</u>	<u>446</u>	<u>0</u>	<u>9,144</u>
<i>Long-Term Liabilities:</i>				
Compensated Absences Payable	<u>14,376</u>	<u>0</u>	<u>0</u>	<u>14,376</u>
<i>Total Long-Term Liabilities</i>	<u>14,376</u>	<u>0</u>	<u>0</u>	<u>14,376</u>
<i>Total Liabilities</i>	<u>23,074</u>	<u>446</u>	<u>0</u>	<u>23,520</u>
Net Position				
Net Investment in Capital Assets	204,141	202,254	0	406,395
Unrestricted	<u>83,852</u>	<u>15,682</u>	<u>0</u>	<u>99,534</u>
<i>Total Net Position</i>	<u>\$ 287,993</u>	<u>\$ 217,936</u>	<u>\$ 0</u>	<u>\$ 505,929</u>

City of Delaware, Ohio
*Combining Statement of Revenues,
 Expenses and Changes in Fund Net Position
 Nonmajor Enterprise Funds
 For the Year Ended December 31, 2013*

	<u>Golf Course</u>	<u>Parking Lots</u>	<u>Watershed Grant</u>	<u>Total</u>
Operating Revenues				
Charges for Services	\$ 155,764	\$ 43,394	\$ 0	\$ 199,158
Miscellaneous	<u>4,885</u>	<u>0</u>	<u>0</u>	<u>4,885</u>
<i>Total Operating Revenues</i>	<u>160,649</u>	<u>43,394</u>	<u>0</u>	<u>204,043</u>
Operating Expenses				
Personal Services	123,659	0	0	123,659
Services and Charges	19,792	44,656	17,500	81,948
Materials and Supplies	14,857	0	0	14,857
Depreciation	<u>3,409</u>	<u>0</u>	<u>0</u>	<u>3,409</u>
<i>Total Operating Expenses</i>	<u>161,717</u>	<u>44,656</u>	<u>17,500</u>	<u>223,873</u>
<i>Operating Income (Loss)</i>	<u>(1,068)</u>	<u>(1,262)</u>	<u>(17,500)</u>	<u>(19,830)</u>
Non-Operating Revenues				
Intergovernmental	<u>0</u>	<u>0</u>	<u>17,500</u>	<u>17,500</u>
<i>Total Non-Operating Revenues</i>	<u>0</u>	<u>0</u>	<u>17,500</u>	<u>17,500</u>
<i>Change in Net Position</i>	(1,068)	(1,262)	0	(2,330)
<i>Net Position Beginning of Year</i>	<u>289,061</u>	<u>219,198</u>	<u>0</u>	<u>508,259</u>
<i>Net Position End of Year</i>	<u>\$ 287,993</u>	<u>\$ 217,936</u>	<u>\$ 0</u>	<u>\$ 505,929</u>

City of Delaware, Ohio
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Year Ended December 31, 2013

	Enterprise Funds			
	<i>Golf Course</i>	<i>Parking Lots</i>	<i>Watershed Grant</i>	<i>Total</i>
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows from Operating Activities				
Cash Received from Customers	\$ 155,764	\$ 43,394	\$ 0	\$ 199,158
Cash Payments for Personal Services	(124,037)	0	0	(124,037)
Cash Payments for Materials and Supplies	(15,052)	0	0	(15,052)
Cash Payments for Services and Charges	(19,539)	(44,499)	(17,500)	(81,538)
Other Cash Receipts or Payments	4,885	0	0	4,885
<i>Net Cash Provided by (Used in) Operating Activities</i>	<u>2,021</u>	<u>(1,105)</u>	<u>(17,500)</u>	<u>(16,584)</u>
Cash Flows from Noncapital Financing Activities				
Operating Grant Received from State Agency	0	0	17,500	17,500
<i>Net Cash Provided by (Used in) Noncapital Financing Activities</i>	<u>0</u>	<u>0</u>	<u>17,500</u>	<u>17,500</u>
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	2,021	(1,105)	0	916
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>103,191</u>	<u>17,233</u>	<u>0</u>	<u>120,424</u>
<i>Cash and Cash Equivalents End of Year</i>	<u>\$ 105,212</u>	<u>\$ 16,128</u>	<u>\$ 0</u>	<u>\$ 121,340</u>
Reconciliation of Operating Loss to Net Cash Provided by (Used in) Operating Activities				
Operating Loss	\$ (1,068)	\$ (1,262)	\$ (17,500)	\$ (19,830)
Adjustments:				
Depreciation	3,409	0	0	3,409
(Increase) Decrease in Assets:				
Prepaid Items	40	0	0	40
Materials and Supplies Inventory	(195)	0	0	(195)
Increase (Decrease) in Liabilities:				
Accounts Payable	213	157	0	370
Accrued Wages and Benefits	382	0	0	382
Compensated Absences Payable	(760)	0	0	(760)
<i>Net Cash Provided by (Used in) Operating Activities</i>	<u>\$ 2,021</u>	<u>\$ (1,105)</u>	<u>\$ (17,500)</u>	<u>\$ (16,584)</u>

Combining Statements – Internal Service Funds

Internal Service Funds

Garage Rotary Fund – To account for the fuel, maintenance and repair for all City vehicles and machinery. The cost is allocated to the various departments.

Info Tech Rotary Fund – To account for the staff, system support, and purchases of the City's technology and GIS department. The cost is allocated to the various departments supported.

Self-insurance Fund – To account for premiums charged to various City funds for the payment of employee health care claims.

Worker's Compensation Fund – To account for the potential worker's compensation claims of the City. The City utilizes a retro-payment system where annual premiums are paid, as are retroactive claims. The City charges various departments for these premiums and payments.

City of Delaware, Ohio
Combining Statement of Fund Net Position
Internal Service Funds
December 31, 2013

	<u>Garage Rotary</u>	<u>Info Tech Rotary</u>	<u>Self-Insurance</u>	<u>Workers Compensation</u>	<u>Total</u>
Assets					
<i>Current Assets:</i>					
Equity in Pooled Cash and Cash Equivalents	\$ 223,929	\$ 234,836	\$ 4,333,366	\$ 1,638,535	\$ 6,430,666
Prepaid Items	<u>0</u>	<u>3,333</u>	<u>0</u>	<u>0</u>	<u>3,333</u>
<i>Total Current Assets</i>	<u>223,929</u>	<u>238,169</u>	<u>4,333,366</u>	<u>1,638,535</u>	<u>6,433,999</u>
<i>Noncurrent Assets:</i>					
<i>Capital Assets:</i>					
Depreciable Capital Assets, Net	<u>2,064</u>	<u>9,799</u>	<u>0</u>	<u>0</u>	<u>11,863</u>
<i>Total Noncurrent Assets</i>	<u>2,064</u>	<u>9,799</u>	<u>0</u>	<u>0</u>	<u>11,863</u>
<i>Total Assets</i>	<u>225,993</u>	<u>247,968</u>	<u>4,333,366</u>	<u>1,638,535</u>	<u>6,445,862</u>
Liabilities					
<i>Current Liabilities:</i>					
Accounts Payable	4,131	33,834	0	0	37,965
Accrued Wages & Benefits	9,706	12,848	0	0	22,554
Compensated Absences Payable	11,354	14,778	0	0	26,132
Claims Payable	<u>0</u>	<u>0</u>	<u>212,898</u>	<u>0</u>	<u>212,898</u>
<i>Total Current Liabilities</i>	<u>25,191</u>	<u>61,460</u>	<u>212,898</u>	<u>0</u>	<u>299,549</u>
<i>Long-Term Liabilities:</i>					
Compensated Absences Payable	26,182	32,772	0	0	58,954
Claims Payable	<u>0</u>	<u>0</u>	<u>201,843</u>	<u>900,190</u>	<u>1,102,033</u>
<i>Total Long-Term Liabilities</i>	<u>26,182</u>	<u>32,772</u>	<u>201,843</u>	<u>900,190</u>	<u>1,160,987</u>
<i>Total Liabilities</i>	<u>51,373</u>	<u>94,232</u>	<u>414,741</u>	<u>900,190</u>	<u>1,460,536</u>
Net Position					
Net Investment in Capital Assets	2,064	9,799	0	0	11,863
Restricted for Claims	0	0	3,918,625	738,345	4,656,970
Restricted for Other Purposes	<u>172,556</u>	<u>143,937</u>	<u>0</u>	<u>0</u>	<u>316,493</u>
<i>Total Net Position</i>	<u>\$ 174,620</u>	<u>\$ 153,736</u>	<u>\$ 3,918,625</u>	<u>\$ 738,345</u>	<u>\$ 4,985,326</u>

City of Delaware, Ohio
*Combining Statement of Revenues,
Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended December 31, 2013*

	<u>Garage Rotary</u>	<u>Info Tech Rotary</u>	<u>Self-Insurance</u>	<u>Workers Compensation</u>	<u>Total</u>
Operating Revenues					
Charges for Services	\$ 414,687	\$ 628,417	\$ 4,182,354	\$ 521,370	\$ 5,746,828
Reimbursements	<u>0</u>	<u>0</u>	<u>409,615</u>	<u>233,976</u>	<u>643,591</u>
<i>Total Operating Revenues</i>	<u>414,687</u>	<u>628,417</u>	<u>4,591,969</u>	<u>755,346</u>	<u>6,390,419</u>
Operating Expenses					
Personal Services	298,059	318,260	0	0	616,319
Services and Charges	20,445	379,748	572,645	13,636	986,474
Materials and Supplies	199,855	17,704	0	0	217,559
Depreciation	682	5,083	0	0	5,765
Claims	<u>0</u>	<u>0</u>	<u>3,667,509</u>	<u>631,014</u>	<u>4,298,523</u>
<i>Total Operating Expenses</i>	<u>519,041</u>	<u>720,795</u>	<u>4,240,154</u>	<u>644,650</u>	<u>6,124,640</u>
<i>Change in Net Position</i>	(104,354)	(92,378)	351,815	110,696	265,779
<i>Net Position Beginning of Year</i>	<u>278,974</u>	<u>246,114</u>	<u>3,566,810</u>	<u>627,649</u>	<u>4,719,547</u>
<i>Net Position End of Year</i>	<u>\$ 174,620</u>	<u>\$ 153,736</u>	<u>\$ 3,918,625</u>	<u>\$ 738,345</u>	<u>\$ 4,985,326</u>

City of Delaware, Ohio
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2013

	Internal Service Funds				
	<i>Garage Rotary</i>	<i>Info Tech Rotary</i>	<i>Self-Insurance</i>	<i>Workers Compensation</i>	<i>Total</i>
Increase in Cash and Cash Equivalents					
Cash Flows from Operating Activities					
Cash Received from Customers	\$ 414,687	\$ 628,417	\$ 0	\$ 0	\$ 1,043,104
Cash Received for Premiums	0	0	4,182,354	521,370	4,703,724
Cash Payments for Personal Services	(290,767)	(324,777)	0	0	(615,544)
Cash Payments for Materials and Supplies	(207,574)	(17,768)	0	0	(225,342)
Cash Payments for Services and Charges	(20,945)	(361,226)	(551,065)	(10,303)	(943,539)
Cash Payments for Claims	0	0	(3,396,425)	(393,918)	(3,790,343)
Other Cash Receipts or Payments	0	0	388,035	233,976	622,011
<i>Net Cash Provided by (Used in) Operating Activities</i>	<u>(104,599)</u>	<u>(75,354)</u>	<u>622,899</u>	<u>351,125</u>	<u>794,071</u>
Acquisition and Construction of Capital Assets	0	(5,691)	0	0	(5,691)
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	(104,599)	(81,045)	622,899	351,125	788,380
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>328,528</u>	<u>315,881</u>	<u>3,710,467</u>	<u>1,287,410</u>	<u>5,642,286</u>
<i>Cash and Cash Equivalents End of Year</i>	<u>\$ 223,929</u>	<u>\$ 234,836</u>	<u>\$ 4,333,366</u>	<u>\$ 1,638,535</u>	<u>\$ 6,430,666</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities					
Operating Income (Loss)	\$ (104,354)	\$ (92,378)	\$ 351,815	\$ 110,696	\$ 265,779
Adjustments:					
Depreciation	682	5,083	0	0	5,765
(Increase) Decrease in Assets:					
Prepaid Items	0	9,451	0	3,333	12,784
Increase (Decrease) in Liabilities:					
Accounts Payable	(8,228)	23,448	0	0	15,220
Contracts Payable	0	(14,441)	0	0	(14,441)
Accrued Wages and Benefits	2,256	2,369	0	0	4,625
Compensated Absences Payable	5,045	(8,886)	0	0	(3,841)
Claims Payable	0	0	271,084	237,096	508,180
<i>Net Cash Provided by (Used in) Operating Activities</i>	<u>\$ (104,599)</u>	<u>\$ (75,354)</u>	<u>\$ 622,899</u>	<u>\$ 351,125</u>	<u>\$ 794,071</u>

Combining Statements –Fiduciary Fund

Agency Funds

Highway Patrol Transfer Fund – To account for money received from fines and forfeitures used to support the Delaware County Law Library.

State Building Permit Fund – To account for the allocation of permit fees collected by the City that are due to the State.

Tax Abatement Fund – To account for tax abatements from businesses paid to the Olentangy Local School District.

Municipal Court – To account for the collection and distribution of court fines and forfeitures through the Municipal Court.

City of Delaware, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2013

	<i>Balance at January</i>		<i>Balance at</i>	
	<i>1, 2013</i>	<i>Additions</i>	<i>Reductions</i>	<i>December 31, 2013</i>
Highway Patrol Transfer				
Assets				
Due from Other Governments	\$ 2,994	\$ 60,216	\$ 59,388	\$ 3,822
<i>Total Assets</i>	<u>\$ 2,994</u>	<u>\$ 60,216</u>	<u>\$ 59,388</u>	<u>\$ 3,822</u>
Liabilities				
Due to Other Governments	\$ 2,994	\$ 60,216	\$ 59,388	\$ 3,822
<i>Total Liabilities</i>	<u>\$ 2,994</u>	<u>\$ 60,216</u>	<u>\$ 59,388</u>	<u>\$ 3,822</u>
State Building Permit Fund				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 305	\$ 5,006	\$ 5,086	\$ 225
<i>Total Assets</i>	<u>\$ 305</u>	<u>\$ 5,006</u>	<u>\$ 5,086</u>	<u>\$ 225</u>
Liabilities				
Due to Other Governments	\$ 305	\$ 5,006	\$ 5,086	\$ 225
<i>Total Liabilities</i>	<u>\$ 305</u>	<u>\$ 5,006</u>	<u>\$ 5,086</u>	<u>\$ 225</u>
Tax Abatement Fund				
Assets				
Other Taxes Receivable	\$ 120,000	\$ 0	\$ 120,000	\$ 0
<i>Total Assets</i>	<u>\$ 120,000</u>	<u>\$ 0</u>	<u>\$ 120,000</u>	<u>\$ 0</u>
Liabilities				
Due to Other Governments	\$ 120,000	\$ 0	\$ 120,000	\$ 0
<i>Total Liabilities</i>	<u>\$ 120,000</u>	<u>\$ 0</u>	<u>\$ 120,000</u>	<u>\$ 0</u>
Municipal Court				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 158,839	\$ 5,564,581	\$ 5,527,109	\$ 196,311
<i>Total Assets</i>	<u>\$ 158,839</u>	<u>\$ 5,564,581</u>	<u>\$ 5,527,109</u>	<u>\$ 196,311</u>
Liabilities				
Undistributed Assets	\$ 158,839	\$ 5,564,581	\$ 5,527,109	\$ 196,311
<i>Total Liabilities</i>	<u>\$ 158,839</u>	<u>\$ 5,564,581</u>	<u>\$ 5,527,109</u>	<u>\$ 196,311</u>
Totals				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 159,144	\$ 5,569,587	\$ 5,532,195	\$ 196,536
Other Taxes Receivable	120,000	0	120,000	0
Due from Other Governments	2,994	60,216	59,388	3,822
<i>Total Assets</i>	<u>\$ 282,138</u>	<u>\$ 5,629,803</u>	<u>\$ 5,711,583</u>	<u>\$ 200,358</u>
Liabilities				
Due to Other Governments	\$ 123,299	\$ 65,222	\$ 184,474	\$ 4,047
Undistributed Assets	158,839	5,564,581	5,527,109	196,311
<i>Total Liabilities</i>	<u>\$ 282,138</u>	<u>\$ 5,629,803</u>	<u>\$ 5,711,583</u>	<u>\$ 200,358</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual--(Budget Basis)

For the Year Ended December 31, 2013

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Income Taxes	\$ 10,786,835	\$ 10,766,835	\$ 10,844,789	\$ 77,954
Property & Other Taxes	1,275,000	1,275,000	1,265,366	(9,634)
Intergovernmental	840,000	840,000	1,246,242	406,242
Charges For Service	435,000	435,000	610,317	175,317
Fines & Court Fees	72,000	72,000	76,802	4,802
Licenses & Permits	780,000	780,000	885,698	105,698
Interest Income	100,000	100,000	77,348	(22,652)
Reimbursements	100,000	100,000	180,186	80,186
Donations	25,000	25,000	25,000	0
Miscellaneous	141,000	141,000	246,765	105,765
Total Revenues	<u>14,554,835</u>	<u>14,534,835</u>	<u>15,458,513</u>	<u>923,678</u>
Expenditures:				
Current:				
Public Safety				
Police				
Personal Services	6,158,734	6,158,734	6,019,511	139,223
Materials & Supplies	221,611	221,611	194,887	26,724
Services & Charges	299,199	299,199	280,056	19,143
Capital Outlay	40,756	40,756	34,866	5,890
Prosecutor				
General Admin. - Street Lighting				
Services & Charges	<u>266,737</u>	<u>266,737</u>	<u>253,680</u>	<u>13,057</u>
Total Public Safety	<u>6,987,036</u>	<u>6,987,036</u>	<u>6,783,000</u>	<u>204,036</u>
General Government				
Council				
Personal Services	44,224	44,724	44,472	252
Materials & Supplies	200	200	196	4
Services & Charges	9,750	15,750	15,503	247
Capital Outlay	1,000	1,000	975	25
City Manager's Office				
Personal Services	307,595	327,395	326,898	497
Materials & Supplies	1,500	1,000	1,175	(175)
Services & Charges	86,333	86,333	80,272	6,061
Capital Outlay	0	500	0	500
Administrative Services				
Personal Services	203,297	203,297	199,053	4,244
Materials & Supplies	1,598	1,598	1,158	440
Services & Charges	67,765	67,765	65,358	2,407

(continued)

City of Delaware, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual--(Budget Basis)

For the Year Ended December 31, 2013

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Economic Development				
Personal Services	39,976	39,976	5,234	34,742
Materials & Supplies	200	200	65	135
Services & Charges	19,556	19,556	7,821	11,735
Reimbursements	100,000	100,000	95,332	4,668
Capital Outlay	600	600	530	70
Legal Affairs				
Personal Services	515,320	515,320	503,868	11,452
Materials & Supplies	5,626	5,626	5,035	591
Services & Charges	52,524	52,524	43,316	9,208
Finance				
Personal Services	626,249	626,249	600,831	25,418
Materials & Supplies	25,051	25,051	18,828	6,223
Services & Charges	210,534	210,534	184,602	25,932
Capital Outlay	1,000	1,000	1,000	0
General Administration				
Services & Charges	291,340	291,340	296,532	(5,192)
Refunds	65,656	140,656	145,174	(4,518)
Capital Outlay	7,500	220,250	227,656	(7,406)
Risk Management				
Services & Charges	226,966	226,966	171,654	55,312
Planning & Community Development				
Personal Services	506,506	506,506	443,491	63,015
Materials & Supplies	15,030	15,030	12,111	2,921
Services & Charges	94,100	94,100	85,392	8,708
Refunds	31,750	31,750	15,321	16,429
Engineering				
Personal Services	506,157	506,157	495,703	10,454
Materials & Supplies	14,935	14,935	9,253	5,682
Services & Charges	189,730	364,730	312,368	52,362
Capital Outlay	500	500	0	500
Municipal Building & Grounds Maintenance				
Personal Services	85,069	85,069	77,812	7,257
Materials & Supplies	23,558	23,558	24,519	(961)
Services & Charges	227,984	227,984	208,951	19,033
Total General Government	4,606,679	5,095,729	4,727,457	368,272

(continued)

City of Delaware, Ohio*Schedule of Revenues, Expenditures and Changes in Fund Balance**Budget and Actual--(Budget Basis)**For the Year Ended December 31, 2013*

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Total Expenditures	<u>11,593,715</u>	<u>12,082,765</u>	<u>11,510,457</u>	<u>572,307</u>
Excess (Deficiency) Of				
Excess of Revenues Over Expenditures	2,961,120	2,452,070	3,948,055	1,495,985
Other Financing Sources (Uses):				
Sale of Assets	0	0	18,195	18,195
Advances In	0	9,000,000	9,026,000	26,000
Advances Out	0	(9,238,000)	(9,238,000)	0
Transfers In	0	0	5,606	5,606
Transfers Out	<u>(3,265,000)</u>	<u>(3,500,000)</u>	<u>(3,465,000)</u>	<u>35,000</u>
Total Other Financing Sources (Uses)	<u>(3,265,000)</u>	<u>(3,738,000)</u>	<u>(3,653,199)</u>	<u>84,801</u>
Net Change in Fund Balance	(303,880)	(1,285,930)	294,856	1,580,786
Fund Balance at Beginning of Year:	4,372,116	4,372,116	4,372,116	0
Prior Years Encumbrances	<u>226,167</u>	<u>226,167</u>	<u>226,167</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 4,294,403</u>	<u>\$ 3,312,353</u>	<u>\$ 4,893,139</u>	<u>\$ 1,580,786</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Parks & Recreation			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	\$ 0	\$ 0	\$ 160	\$ 160
Miscellaneous	<u>10,000</u>	<u>28,500</u>	<u>28,546</u>	<u>46</u>
Total Revenues	<u>10,000</u>	<u>28,500</u>	<u>28,706</u>	<u>206</u>
Expenditures:				
Current:				
Parks & Recreation				
Grounds & Facilities Maintenance				
Personal Services	590,014	590,014	563,330	26,684
Materials & Supplies	72,897	77,397	73,780	3,617
Services & Charges	134,231	129,731	123,618	6,113
Refunds	500	500	0	500
Capital Outlay	1,000	1,000	530	470
Recreational Services				
Personal Services	6	6	0	6
Services & Charges	<u>192,000</u>	<u>192,000</u>	<u>187,000</u>	<u>5,000</u>
Total Expenditures	<u>990,648</u>	<u>990,648</u>	<u>948,258</u>	<u>42,390</u>
Deficiency of Revenues Over Expenditures	(980,648)	(962,148)	(919,552)	42,596
Other Financing Sources:				
Transfers In	<u>835,000</u>	<u>835,000</u>	<u>835,000</u>	<u>0</u>
Total Other Financing Sources	<u>835,000</u>	<u>835,000</u>	<u>835,000</u>	<u>0</u>
Net Change in Fund Balance	(145,648)	(127,148)	(84,552)	42,596
Fund Balance at Beginning of Year:	425,777	425,777	425,777	0
Prior Years Encumbrances	<u>8,597</u>	<u>8,597</u>	<u>8,597</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 288,726</u>	<u>\$ 307,226</u>	<u>\$ 349,822</u>	<u>\$ 42,596</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Tree Replacement			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	\$ 15,000	\$ 102,000	\$ 101,775	\$ (225)
Miscellaneous	<u>7,500</u>	<u>7,500</u>	<u>5,500</u>	<u>(2,000)</u>
Total Revenues	<u>22,500</u>	<u>109,500</u>	<u>107,275</u>	<u>(2,225)</u>
Expenditures:				
Current:				
Parks & Recreation				
Materials & Supplies	2,250	2,250	989	1,261
Services & Charges	42,700	42,700	23,016	19,684
Capital Outlay	<u>25,000</u>	<u>25,000</u>	<u>24,962</u>	<u>38</u>
Total Expenditures	<u>69,950</u>	<u>69,950</u>	<u>48,967</u>	<u>20,983</u>
Excess (Deficiency) of Revenues Over Expenditures	(47,450)	39,550	58,308	18,758
Other Financing Sources:				
Transfers In	<u>45,000</u>	<u>45,000</u>	<u>45,000</u>	<u>0</u>
Total Other Financing Sources	<u>45,000</u>	<u>45,000</u>	<u>45,000</u>	<u>0</u>
Net Change in Fund Balance	(2,450)	84,550	103,308	18,758
Fund Balance at Beginning of Year:	57,179	57,179	57,179	0
Prior Years Encumbrances	<u>3,200</u>	<u>3,200</u>	<u>3,200</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 57,929</u>	<u>\$ 144,929</u>	<u>\$ 163,687</u>	<u>\$ 18,758</u>

City of Delaware, Ohio

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2013*

	Special Revenue Fund: Fire/EMS Income Tax			Variance from Final Budget
	Original Budget	Final Budget	Actual	
Revenues:				
Income Taxes	\$ 7,662,075	\$ 7,662,075	\$ 7,743,265	\$ 81,190
Intergovernmental	2,500	2,500	2,500	0
Charges for Services	550,000	575,000	565,669	(9,331)
Reimbursements	5,000	5,000	211	(4,789)
Miscellaneous	3,500	203,500	1,825	(201,675)
Total Revenues	<u>8,223,075</u>	<u>8,448,075</u>	<u>8,313,470</u>	<u>(134,605)</u>
Expenditures:				
Current:				
Public Safety				
Personal Services	6,584,661	6,584,661	5,655,089	929,572
Materials & Supplies	253,343	253,343	247,443	5,900
Services & Charges	502,090	536,090	469,224	66,866
Refunds	150,000	150,000	209,825	(59,825)
Capital Outlay	3,633,542	3,633,542	3,342,258	291,284
Debt Service:				
Capital Lease Principal	170,420	170,420	149,365	21,055
Principal Retirement	0	2,850,000	2,850,000	0
Interest & Fiscal Charges	0	0	16,928	(16,928)
Total Expenditures	<u>11,294,056</u>	<u>14,178,056</u>	<u>12,940,132</u>	<u>1,237,924</u>
Deficiency of Revenues Over Expenditures	(3,070,981)	(5,729,981)	(4,626,662)	1,103,319
Other Financing Sources (Uses):				
Sale of Assets	0	23,000	22,402	(598)
Transfers In	0	2,850,000	2,850,000	0
Transfers Out	(139,267)	(244,267)	(260,467)	(16,200)
Total Other Financing Sources (Uses)	<u>(139,267)</u>	<u>2,628,733</u>	<u>2,611,935</u>	<u>(16,798)</u>
Net Change in Fund Balance	(3,210,248)	(3,101,248)	(2,014,727)	1,086,521
Fund Balance at Beginning of Year:	3,266,894	3,266,894	3,266,894	0
Prior Years Encumbrances	2,454,011	2,454,011	2,454,011	0
Fund Balance at End of Year:	<u>\$ 2,510,657</u>	<u>\$ 2,619,657</u>	<u>\$ 3,706,178</u>	<u>\$ 1,086,521</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Capital Projects Fund: Capital Improvements			Variance from Final Budget
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental	\$ 1,685,000	\$ 1,801,000	\$ 476,358	\$ (1,324,642)
Charges for Service	78,038	78,038	44,594	(33,444)
Reimbursements	50,000	83,000	160,237	77,237
Total Revenues	<u>1,813,038</u>	<u>1,962,038</u>	<u>681,189</u>	<u>(1,280,849)</u>
Expenditures:				
Current:				
General Government				
Capital Outlay	3,236,334	3,798,834	2,601,270	1,197,564
Debt Service:				
Principal Retirement	0	250,000	250,000	0
Total Expenditures	<u>3,236,334</u>	<u>4,048,834</u>	<u>2,851,270</u>	<u>1,197,564</u>
Deficiency of Revenues Over Expenditures	(1,423,296)	(2,086,796)	(2,170,081)	(83,285)
Other Financing Sources (Uses):				
Transfers In	1,600,000	2,600,000	2,050,000	(550,000)
Transfers Out	<u>(1,264,108)</u>	<u>(1,264,108)</u>	<u>(1,124,060)</u>	<u>140,048</u>
Total Other Financing Sources (Uses)	<u>335,892</u>	<u>1,335,892</u>	<u>925,940</u>	<u>(409,952)</u>
Net Change in Fund Balance	(1,087,404)	(750,904)	(1,244,141)	(493,237)
Fund Balance at Beginning of Year:	514,794	514,794	514,794	0
Prior Years Encumbrances	<u>622,695</u>	<u>622,695</u>	<u>622,695</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 50,085</u>	<u>\$ 386,585</u>	<u>\$ (106,652)</u>	<u>\$ (493,237)</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Capital Projects Fund: Glenn Road South Construction			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Impact Fees	\$ 0	\$ 115,000	\$ 122,096	\$ 7,096
Community Authority Charges	125,000	125,000	0	(125,000)
Interest Income	0	2,000	2,359	359
Miscellaneous	0	0	1,000	1,000
Total Revenues	<u>125,000</u>	<u>242,000</u>	<u>125,455</u>	<u>(116,545)</u>
Expenditure:				
Current:				
Public Works				
Services & Charges	20,000	35,000	34,277	723
Debt Service:				
Principal Retirement	12,305,000	12,305,000	12,305,000	0
Interest & Fiscal Charges	<u>140,514</u>	<u>140,514</u>	<u>140,513</u>	<u>1</u>
Total Expenditures	<u>12,465,514</u>	<u>12,480,514</u>	<u>12,479,790</u>	<u>724</u>
Deficiency of Revenues Over Expenditures	(12,340,514)	(12,238,514)	(12,354,335)	(115,821)
Other Financing Sources:				
Issuance of Notes	12,305,000	12,305,000	12,305,000	0
Premium on Note Issuance	<u>0</u>	<u>100,000</u>	<u>100,353</u>	<u>353</u>
Total Other Financing Sources	<u>12,305,000</u>	<u>12,405,000</u>	<u>12,405,353</u>	<u>353</u>
Net Change in Fund Balance	(35,514)	166,486	51,018	(115,468)
Fund Balance at Beginning of Year:	<u>2,993,949</u>	<u>2,993,949</u>	<u>2,993,949</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 2,958,435</u>	<u>\$ 3,160,435</u>	<u>\$ 3,044,967</u>	<u>\$ (115,468)</u>

City of Delaware, Ohio
Schedule of Revenues, Expenses, and Changes in Fund Equity
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2013

	Enterprise Fund: Water			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	\$ 5,159,671	\$ 5,159,671	\$ 5,021,645	\$ (138,026)
Capacity Fees	675,000	1,775,000	1,141,535	(633,465)
Interest Income	6,000	6,000	6,657	657
Water Deposits	35,000	35,000	26,304	(8,696)
Reimbursements	0	0	19,815	19,815
Miscellaneous	96,132	501,132	491,458	(9,674)
Total Revenues	5,971,803	7,476,803	6,707,414	(769,389)
Expenses:				
Administration				
Personal Services	263,387	263,387	228,807	34,580
Materials & Supplies	750	750	561	189
Services & Charges	247,673	247,673	231,961	15,712
Refunds	5,200	5,200	4,951	249
Treatment				
Personal Services	620,032	659,782	659,008	774
Materials & Supplies	408,858	408,858	365,932	42,926
Services & Charges	639,915	639,915	600,572	39,343
Capital Outlay	75,500	75,500	73,885	1,615
Distribution				
Personal Services	543,402	543,402	524,116	19,286
Materials & Supplies	181,384	181,384	155,915	25,469
Services & Charges	313,224	313,224	289,096	24,128
Refunds	35,000	35,000	20,368	14,632
Capital Outlay	15,000	15,000	5,115	9,885
Capital Projects				
Services & Charges	250,000	250,000	0	250,000
Capital Outlay	30,438,340	21,033,874	29,990,966	(8,957,092)
Debt Service				
Principal Retirement	277,400	277,400	195,073	82,327
Interest & Fiscal Charges	748,805	748,805	307,062	441,743
Total Expenses	35,063,870	25,699,154	33,653,388	(7,954,234)
Excess (Deficiency) Of Revenues Over Expenses	(29,092,067)	(18,222,351)	(26,945,974)	(8,723,623)
Other Financing Sources:				
Issuance of Loan	24,477,000	24,477,000	5,572,025	(18,904,975)
Sale of Assets	0	0	3,247	3,247
Advances In	0	4,500,000	9,000,000	4,500,000
Advances Out	0	0	(9,000,000)	(9,000,000)
Total Other Financing Sources (Uses)	24,477,000	28,977,000	5,575,272	(23,401,728)
Net Change in Fund Equity	(4,615,067)	10,754,649	(21,370,702)	(32,125,351)
Fund Equity at Beginning of Year:	(20,173,201)	(20,173,201)	(20,173,201)	0
Prior Years Encumbrances	28,522,271	28,522,271	28,522,271	0
Fund Equity at End of Year:	\$ 3,734,003	\$ 19,103,719	\$ (13,021,632)	\$ (32,125,351)

City of Delaware, Ohio

Schedule of Revenues , Expenses, and Changes in Fund Equity

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Enterprise Fund:			
	Sewer			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	\$ 7,052,972	\$ 7,052,972	\$ 6,657,559	\$ (395,413)
Capacity Fees	650,000	1,102,000	1,066,182	(35,818)
Interest Income	7,750	7,750	4,832	(2,918)
Miscellaneous	5,000	5,000	3,456	(1,544)
Total Revenues	<u>7,715,722</u>	<u>8,167,722</u>	<u>7,732,029</u>	<u>(435,693)</u>
Expenses:				
Administration				
Personal Services	175,670	180,270	180,171	99
Materials & Supplies	1,250	1,250	799	451
Services & Charges	286,303	286,303	243,919	42,384
Refunds	4,000	4,000	0	4,000
Treatment				
Personal Services	850,485	850,485	833,466	17,019
Materials & Supplies	239,462	239,462	218,927	20,535
Services & Charges	1,171,067	1,171,067	1,183,025	(11,958)
Capital Outlay	20,750	20,750	10,850	9,900
Collection				
Personal Services	353,551	353,551	338,885	14,666
Materials & Supplies	95,891	95,891	85,831	10,060
Services & Charges	283,694	283,694	264,614	19,080
Capital Outlay	17,249	17,249	6,439	10,810
Capital Projects				
Services & Charges	65,000	65,000	65,000	0
Capital Outlay	1,519,322	1,519,322	957,720	561,602
Debt Service				
Principal Retirement	1,445,857	1,445,857	1,445,856	1
Interest & Fiscal Charges	<u>783,462</u>	<u>783,462</u>	<u>791,891</u>	<u>(8,429)</u>
Total Expenses	<u>7,313,013</u>	<u>7,317,613</u>	<u>6,627,393</u>	<u>690,220</u>
Excess (Deficiency) Of				
Revenues Over Expenses	402,709	850,109	1,104,636	254,527
Other Financing Sources (Uses):				
Sale of Assets	0	0	48,100	48,100
Transfers Out	<u>(874,784)</u>	<u>(874,784)</u>	<u>(871,012)</u>	<u>3,772</u>
Total Other Financing Sources (Uses)	<u>(874,784)</u>	<u>(874,784)</u>	<u>(822,912)</u>	<u>51,872</u>
Net Change in Fund Equity	(472,075)	(24,675)	281,724	306,399
Fund Equity at Beginning of Year:	5,741,645	5,741,645	5,741,645	0
Prior Years Encumbrances	<u>701,702</u>	<u>701,702</u>	<u>701,702</u>	<u>0</u>
Fund Equity at End of Year:	<u>\$ 5,971,272</u>	<u>\$ 6,418,672</u>	<u>\$ 6,725,071</u>	<u>\$ 306,399</u>

City of Delaware, Ohio

Schedule of Revenues, Expenses, and Changes in Fund Equity

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Enterprise Fund: Storm Sewer			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	\$ 800,000	\$ 800,000	\$ 802,764	\$ 2,764
Miscellaneous	<u>0</u>	<u>0</u>	<u>2,286</u>	<u>2,286</u>
Total Revenues	<u>800,000</u>	<u>800,000</u>	<u>805,050</u>	<u>5,050</u>
Expenses:				
Operations				
Personal Services	164,919	164,919	165,231	(312)
Materials & Supplies	59,746	59,746	51,560	8,186
Services & Charges	190,520	190,520	160,563	29,957
Refunds	1,000	1,000	442	558
Capital Outlay	18,500	18,500	8,370	10,130
Capital Projects				
Services & Charges	0	0	82	(82)
Capital Outlay	<u>863,393</u>	<u>1,585,290</u>	<u>1,031,885</u>	<u>553,405</u>
Total Expenses	<u>1,298,078</u>	<u>2,019,975</u>	<u>1,418,133</u>	<u>601,842</u>
Net Change in Fund Equity	(498,078)	(1,219,975)	(613,083)	606,892
Fund Equity at Beginning of Year:	2,195,700	2,195,700	2,195,700	0
Prior Years Encumbrances	<u>116,968</u>	<u>116,968</u>	<u>116,968</u>	<u>0</u>
Fund Equity at End of Year:	<u>\$ 1,814,590</u>	<u>\$ 1,092,693</u>	<u>\$ 1,699,585</u>	<u>\$ 606,892</u>

City of Delaware, Ohio

Schedule of Revenues, Expenses, and Changes in Fund Equity

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Enterprise Fund: Refuse			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	\$ 3,240,185	\$ 3,240,185	\$ 3,221,719	\$ (18,466)
Interest Income	500	500	943	443
Reimbursements	12,500	12,500	200	(12,300)
Miscellaneous	20,000	20,000	18,662	(1,338)
Total Revenues	<u>3,273,185</u>	<u>3,273,185</u>	<u>3,241,524</u>	<u>(31,661)</u>
Expenses:				
Administration				
Services & Charges	157,318	312,318	309,457	2,861
Refunds	0	0	57	(57)
Capital Outlay	46,715	46,715	39,555	7,160
Collection				
Personal Services	582,122	582,122	569,770	12,352
Materials & Supplies	186,485	186,485	179,785	6,700
Services & Charges	1,194,853	1,194,853	1,165,700	29,153
Capital Outlay	24,500	24,500	22,559	1,941
Recycling				
Personal Services	344,158	345,658	345,198	460
Materials & Supplies	67,641	67,641	58,228	9,413
Services & Charges	102,419	102,419	97,921	4,498
Capital Outlay	219,100	219,100	212,143	6,957
Debt Service				
Principal Retirement	123,608	123,608	105,059	18,549
Interest & Fiscal Charges	17,230	17,230	14,768	2,462
Total Expenses	<u>3,066,149</u>	<u>3,222,649</u>	<u>3,120,200</u>	<u>102,449</u>
Excess Of Revenues Over Expenses	207,036	50,536	121,324	70,788
Other Financing Sources:				
Sale of Assets	0	0	6,850	6,850
Total Other Financing Sources	<u>0</u>	<u>0</u>	<u>6,850</u>	<u>6,850</u>
Net Change in Fund Equity	207,036	50,536	128,174	77,638
Fund Equity at Beginning of Year:	881,508	881,508	881,508	0
Prior Years Encumbrances	<u>136,552</u>	<u>136,552</u>	<u>136,552</u>	<u>0</u>
Fund Equity at End of Year:	<u>\$ 1,225,096</u>	<u>\$ 1,068,596</u>	<u>\$ 1,146,234</u>	<u>\$ 77,638</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Street Maintenance & Repair			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	\$ 1,220,000	\$ 1,220,000	\$ 1,199,140	\$ (20,860)
Reimbursements	1,000	1,000	0	(1,000)
Miscellaneous	500	500	0	(500)
Total Revenues	<u>1,221,500</u>	<u>1,221,500</u>	<u>1,199,140</u>	<u>(22,360)</u>
Expenditures:				
Current:				
Public Works				
Administration				
Personal Services	552,847	552,847	541,681	11,166
Materials & Supplies	16,975	16,975	12,462	4,513
Services & Charges	62,889	62,889	58,723	4,166
Street Division				
Personal Services	509,314	509,314	507,765	1,549
Materials & Supplies	448,289	468,289	448,944	19,345
Services & Charges	88,396	88,396	87,203	1,193
Capital Outlay	15,450	15,450	15,479	(29)
Traffic Division				
Personal Services	308,701	320,601	320,098	503
Materials & Supplies	120,471	120,471	128,755	(8,284)
Services & Charges	64,705	64,705	44,594	20,111
Capital Outlay	7,186	15,186	17,855	(2,669)
Total Expenditures	<u>2,195,223</u>	<u>2,235,123</u>	<u>2,183,559</u>	<u>51,564</u>
Deficiency of Revenues Over Expenditures	(973,723)	(1,013,623)	(984,419)	29,204
Other Financing Sources :				
Sale of Assets	500	19,500	18,809	(691)
Transfers In	<u>775,000</u>	<u>775,000</u>	<u>775,000</u>	<u>0</u>
Total Other Financing Sources	<u>775,500</u>	<u>794,500</u>	<u>793,809</u>	<u>(691)</u>
Net Change in Fund Balance	(198,223)	(219,123)	(190,610)	28,513
Fund Balance at Beginning of Year:	297,215	297,215	297,215	0
Prior Years Encumbrances	<u>52,046</u>	<u>52,046</u>	<u>52,046</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 151,038</u>	<u>\$ 130,138</u>	<u>\$ 158,651</u>	<u>\$ 28,513</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: State Highway Improvement			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	\$ 100,983	\$ 100,983	\$ 97,228	\$ (3,755)
Interest Income	<u>0</u>	<u>0</u>	<u>34</u>	<u>34</u>
Total Revenues	<u>100,983</u>	<u>100,983</u>	<u>97,262</u>	<u>(3,721)</u>
Expenditures:				
Current:				
Public Works				
Capital Outlay	<u>122,500</u>	<u>122,500</u>	<u>122,500</u>	<u>0</u>
Total Expenditures	<u>122,500</u>	<u>122,500</u>	<u>122,500</u>	<u>0</u>
Net Change in Fund Balance	(21,517)	(21,517)	(25,238)	(3,721)
Fund Balance at Beginning of Year:	<u>36,009</u>	<u>36,009</u>	<u>36,009</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 14,492</u>	<u>\$ 14,492</u>	<u>\$ 10,771</u>	<u>\$ (3,721)</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund:			Variance from Final Budget
	License Fee			
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental	\$ 370,872	\$ 370,872	\$ 374,854	\$ 3,982
Interest Income	0	0	201	201
Total Revenues	<u>370,872</u>	<u>370,872</u>	<u>375,055</u>	<u>4,183</u>
Expenditures:				
Current:				
Public Works				
Capital Outlay	<u>470,500</u>	<u>470,500</u>	<u>459,846</u>	<u>10,654</u>
Total Expenditures	<u>470,500</u>	<u>470,500</u>	<u>459,846</u>	<u>10,654</u>
Net Change in Fund Balance	(99,628)	(99,628)	(84,791)	14,837
Fund Balance at Beginning of Year:	<u>150,713</u>	<u>150,713</u>	<u>150,713</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 51,085</u>	<u>\$ 51,085</u>	<u>\$ 65,922</u>	<u>\$ 14,837</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Cemetery			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	\$ 147,650	\$ 177,650	\$ 160,565	\$ (17,085)
Interest Income	1,500	1,500	54	(1,446)
Miscellaneous	1,750	328,750	327,656	(1,094)
Donations	1,000	1,000	924	(76)
Total Revenues	<u>151,900</u>	<u>508,900</u>	<u>489,199</u>	<u>(19,701)</u>
Expenditures:				
Current:				
Cemetery				
Personal Services	133,670	133,670	70,801	62,869
Materials & Supplies	12,444	12,444	9,089	3,355
Services & Charges	25,230	60,230	16,297	43,933
Refunds	1,000	1,000	0	1,000
Total Expenditures	<u>172,344</u>	<u>207,344</u>	<u>96,187</u>	<u>111,157</u>
Excess (Deficiency) of Revenues Over Expenditures	(20,444)	301,556	393,012	91,456
Other Financing Sources:				
Transfers In	20,000	20,000	0	(20,000)
Total Other Financing Sources	<u>20,000</u>	<u>20,000</u>	<u>0</u>	<u>(20,000)</u>
Net Change in Fund Balance	(444)	321,556	393,012	71,456
Fund Balance at Beginning of Year:	15,762	15,762	15,762	0
Prior Years Encumbrances	444	444	444	0
Fund Balance at End of Year:	<u>\$ 15,762</u>	<u>\$ 337,762</u>	<u>\$ 409,218</u>	<u>\$ 71,456</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Airport Improvement			Variance from Final Budget
	Original Budget	Final Budget	Actual	
Revenues:				
Charges For Service	\$ 677,350	\$ 717,350	\$ 728,656	\$ 11,306
Reimbursements	37,200	37,200	37,263	63
Donations	0	0	100	100
Miscellaneous	2,080	2,080	1,537	(543)
Total Revenues	<u>716,630</u>	<u>756,630</u>	<u>767,556</u>	<u>10,926</u>
Expenditures:				
Current:				
Airport				
Personal Services	168,180	168,180	153,662	14,518
Materials & Supplies	493,977	493,977	480,240	13,737
Services & Charges	186,382	186,382	169,116	17,266
Refunds	1,000	1,000	340	660
Capital Outlay	800	800	305	495
Total Expenditures	<u>850,339</u>	<u>850,339</u>	<u>803,663</u>	<u>46,676</u>
Deficiency of Revenues Over Expenditures	(133,709)	(93,709)	(36,107)	57,602
Other Financing Sources:				
Transfers In	10,000	10,000	10,000	0
Total Other Financing Sources	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>0</u>
Net Change in Fund Balance	(123,709)	(83,709)	(26,107)	57,602
Fund Balance at Beginning of Year:	184,732	184,732	184,732	0
Prior Years Encumbrances	32,522	32,522	32,522	0
Fund Balance at End of Year:	<u>\$ 93,545</u>	<u>\$ 133,545</u>	<u>\$ 191,147</u>	<u>\$ 57,602</u>

City of Delaware, Ohio

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2013*

	Special Revenue Fund: Airport T-Hangars			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	\$ 93,500	\$ 93,500	\$ 90,839	\$ (2,661)
Total Revenues	<u>93,500</u>	<u>93,500</u>	<u>90,839</u>	<u>(2,661)</u>
Expenditures:				
Current:				
Airport				
Services & Charges	22,500	22,500	20,919	1,581
Refunds	<u>1,250</u>	<u>1,250</u>	<u>888</u>	<u>362</u>
Total Expenditures	<u>23,750</u>	<u>23,750</u>	<u>21,807</u>	<u>1,943</u>
Excess of Revenues Over Expenditures	69,750	69,750	69,032	(718)
Other Financing (Uses):				
Transfers Out	<u>(78,349)</u>	<u>(78,349)</u>	<u>(78,349)</u>	<u>0</u>
Total Other Financing (Uses)	<u>(78,349)</u>	<u>(78,349)</u>	<u>(78,349)</u>	<u>0</u>
Net Change in Fund Balance	(8,599)	(8,599)	(9,317)	(718)
Fund Balance at Beginning of Year:	<u>194,808</u>	<u>194,808</u>	<u>194,808</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 186,209</u>	<u>\$ 186,209</u>	<u>\$ 185,491</u>	<u>\$ (718)</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Court/Police Building Income Tax			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Income Taxes	\$ 50	\$ 50	\$ 1	\$ (49)
Total Revenues	<u>50</u>	<u>50</u>	<u>1</u>	<u>(49)</u>
Expenditures:				
Current:				
Public Safety				
Services & Charges	875	875	0	875
Total Expenditures	<u>875</u>	<u>875</u>	<u>0</u>	<u>875</u>
Net Change in Fund Balance	(825)	(825)	1	826
Fund Balance at Beginning of Year:	<u>882</u>	<u>882</u>	<u>882</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 57</u>	<u>\$ 57</u>	<u>\$ 883</u>	<u>\$ 826</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund:			
	Recreation Center Income Tax			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Income Taxes	\$ 1,663,025	\$ 1,663,025	\$ 1,656,146	\$ (6,879)
Interest Income	150	150	2,287	2,137
Reimbursements	0	0	18,691	18,691
Total Revenues	<u>1,663,175</u>	<u>1,663,175</u>	<u>1,677,124</u>	<u>13,949</u>
Expenditures:				
Current:				
Parks & Recreation				
Services & Charges	106,337	106,337	246,066	(139,729)
Capital Outlay	1,121,092	1,121,092	626,908	494,184
Refunds	40,000	40,000	46,753	(6,753)
Total Expenditures	<u>1,267,429</u>	<u>1,267,429</u>	<u>919,727</u>	<u>347,702</u>
Excess of Revenues Over Expenditures	395,746	395,746	757,397	361,651
Other Financing Uses:				
Transfers Out	<u>(1,231,590)</u>	<u>(1,231,590)</u>	<u>(1,230,554)</u>	<u>1,036</u>
Total Other Financing Uses	<u>(1,231,590)</u>	<u>(1,231,590)</u>	<u>(1,230,554)</u>	<u>1,036</u>
Net Change in Fund Balance	(835,844)	(835,844)	(473,157)	362,687
Fund Balance at Beginning of Year:	2,630,749	2,630,749	2,630,749	0
Prior Years Encumbrances	<u>426,608</u>	<u>426,608</u>	<u>426,608</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 2,221,513</u>	<u>\$ 2,221,513</u>	<u>\$ 2,584,200</u>	<u>\$ 362,687</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Airport TIF			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Payments in Lieu of Taxes	<u>\$ 26,000</u>	<u>\$ 26,000</u>	<u>\$ 24,637</u>	<u>\$ (1,363)</u>
Total Revenues	<u>26,000</u>	<u>26,000</u>	<u>24,637</u>	<u>(1,363)</u>
Expenditures:				
Current:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over Expenditures	26,000	26,000	24,637	(1,363)
Other Financing (Uses):				
Advances Out	<u>(26,000)</u>	<u>(26,000)</u>	<u>(26,000)</u>	<u>0</u>
Total Other Financing (Uses)	<u>(26,000)</u>	<u>(26,000)</u>	<u>(26,000)</u>	<u>0</u>
Net Change in Fund Balance	0	0	(1,363)	(1,363)
Fund Balance at Beginning of Year:	<u>1,653</u>	<u>1,653</u>	<u>1,653</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 1,653</u>	<u>\$ 1,653</u>	<u>\$ 290</u>	<u>\$ (1,363)</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Glenn Road Bridge TIF			Variance from Final Budget
	Original Budget	Final Budget	Actual	
Revenues:				
Payments in Lieu of Taxes	\$ 185,000	\$ 267,000	\$ 265,042	\$ (1,958)
Intergovernmental	28,650	28,650	27,609	(1,041)
Interest Income	0	0	467	467
Total Revenues	<u>213,650</u>	<u>295,650</u>	<u>293,118</u>	<u>(2,532)</u>
Expenditures:				
Current:				
Public Works				
Services & Charges	49,679	96,679	47,893	48,786
Capital Outlay	158,410	158,410	158,410	0
Debt Service:				
Principal Retirement	2,740,000	2,862,000	2,870,000	(8,000)
Interest & Fiscal Charges	73,114	73,114	107,084	(33,970)
Total Expenditures	<u>3,021,203</u>	<u>3,190,203</u>	<u>3,183,387</u>	<u>6,816</u>
Deficiency of Revenues Over Expenditures	(2,807,553)	(2,894,553)	(2,890,269)	4,284
Other Financing Sources:				
Proceeds of Bonds	2,690,000	2,690,000	2,617,126	(72,874)
Premium on Bonds	0	0	100,602	100,602
Transfers In	84,643	84,643	84,706	63
Total Other Financing Sources	<u>2,774,643</u>	<u>2,774,643</u>	<u>2,802,434</u>	<u>27,791</u>
Net Change in Fund Balance	(32,910)	(119,910)	(87,835)	32,075
Fund Balance at Beginning of Year:	338,789	338,789	338,789	0
Prior Years Encumbrances	<u>193,089</u>	<u>193,089</u>	<u>193,089</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 498,968</u>	<u>\$ 411,968</u>	<u>\$ 444,043</u>	<u>\$ 32,075</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Sky Climber/V&P TIF			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Payments in Lieu of Taxes	\$ 50,000	\$ 50,000	\$ 46,429	\$ (3,571)
Total Revenues	<u>50,000</u>	<u>50,000</u>	<u>46,429</u>	<u>(3,571)</u>
Expenditures:				
Current:				
General Government				
Reimbursements	50,000	50,000	46,429	3,571
Total Expenditures	<u>50,000</u>	<u>50,000</u>	<u>46,429</u>	<u>3,571</u>
Net Change in Fund Balance	0	0	0	0
Fund Balance at Beginning of Year:	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund:			
	Mill Run TIF			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Payments in Lieu of Taxes	\$ 165,000	\$ 165,000	\$ 135,237	\$ (29,763)
Total Revenues	<u>165,000</u>	<u>165,000</u>	<u>135,237</u>	<u>(29,763)</u>
Expenditures:				
Current:				
General Government				
Reimbursements	<u>165,000</u>	<u>165,000</u>	<u>135,237</u>	<u>29,763</u>
Total Expenditures	<u>165,000</u>	<u>165,000</u>	<u>135,237</u>	<u>29,763</u>
Net Change in Fund Balance	0	0	0	0
Fund Balance at Beginning of Year:	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Municipal Court			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	\$ 1,721,242	\$ 1,721,242	\$ 1,854,570	\$ 133,328
Charges for Service	224,000	224,000	224,574	574
Miscellaneous	9,599	9,599	2,805	(6,794)
Total Revenues	<u>1,954,841</u>	<u>1,954,841</u>	<u>2,081,949</u>	<u>127,108</u>
Expenditures:				
Current:				
Public Safety				
Court Administration				
Personal Services	1,120,779	1,120,779	1,110,031	10,748
Materials & Supplies	19,000	19,000	5,543	13,457
Services & Charges	28,720	28,720	13,916	14,804
Clerk of Court				
Personal Services	1,186,532	1,186,532	1,091,450	95,082
Materials & Supplies	27,845	27,426	16,832	10,594
Services & Charges	65,027	65,446	44,149	21,297
Total Expenditures	<u>2,447,903</u>	<u>2,447,903</u>	<u>2,281,921</u>	<u>165,982</u>
Deficiency of Revenues Over Expenditures	(493,062)	(493,062)	(199,972)	293,090
Other Financing Sources:				
Transfers In	508,538	508,538	486,538	(22,000)
Total Other Financing Sources	<u>508,538</u>	<u>508,538</u>	<u>486,538</u>	<u>(22,000)</u>
Net Change in Fund Balance	15,476	15,476	286,566	271,090
Fund Balance at Beginning of Year:	557,449	557,449	557,449	0
Prior Years Encumbrances	9,792	9,792	9,792	0
Fund Balance at End of Year:	<u>\$ 582,717</u>	<u>\$ 582,717</u>	<u>\$ 853,807</u>	<u>\$ 271,090</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: IDIAM			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	\$ 20,000	\$ 20,000	\$ 19,359	\$ (641)
Total Revenues	<u>20,000</u>	<u>20,000</u>	<u>19,359</u>	<u>(641)</u>
Expenditures:				
Current:				
Public Safety				
Court Administration				
Services & Charges	<u>16,000</u>	<u>16,000</u>	<u>14,898</u>	<u>1,102</u>
Total Expenditures	<u>16,000</u>	<u>16,000</u>	<u>14,898</u>	<u>1,102</u>
Net Change in Fund Balance	4,000	4,000	4,461	461
Fund Balance at Beginning of Year:	<u>6,362</u>	<u>6,362</u>	<u>6,362</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 10,362</u>	<u>\$ 10,362</u>	<u>\$ 10,823</u>	<u>\$ 461</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Drug Enforcement			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	\$ 5,500	\$ 5,500	\$ 4,895	\$ (605)
Total Revenues	<u>5,500</u>	<u>5,500</u>	<u>4,895</u>	<u>(605)</u>
Expenditures:				
Current:				
Public Safety				
Services & Charges	10,000	10,000	1,745	8,255
Capital Outlay	<u>33,503</u>	<u>33,503</u>	<u>2,089</u>	<u>31,414</u>
Total Expenditures	<u>43,503</u>	<u>43,503</u>	<u>3,834</u>	<u>39,669</u>
Net Change in Fund Balance	(38,003)	(38,003)	1,061	39,064
Fund Balance at Beginning of Year:	<u>46,719</u>	<u>46,719</u>	<u>46,719</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 8,716</u>	<u>\$ 8,716</u>	<u>\$ 47,780</u>	<u>\$ 39,064</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Court Alcohol Treatment			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	\$ 45,000	\$ 45,000	\$ 42,143	\$ (2,857)
Total Revenues	<u>45,000</u>	<u>45,000</u>	<u>42,143</u>	<u>(2,857)</u>
Expenditures:				
Current:				
Public Safety				
Services & Charges	<u>90,000</u>	<u>90,000</u>	<u>88,045</u>	<u>1,955</u>
Total Expenditures	<u>90,000</u>	<u>90,000</u>	<u>88,045</u>	<u>1,955</u>
Net Change in Fund Balance	(45,000)	(45,000)	(45,902)	(902)
Fund Balance at Beginning of Year:	<u>598,849</u>	<u>598,849</u>	<u>598,849</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 553,849</u>	<u>\$ 553,849</u>	<u>\$ 552,947</u>	<u>\$ (902)</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: OMVI Enforcement & Education			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	\$ 3,000	\$ 3,000	\$ 1,216	\$ (1,784)
Total Revenues	<u>3,000</u>	<u>3,000</u>	<u>1,216</u>	<u>(1,784)</u>
Expenditures:				
Current:				
Public Safety				
Services & Charges	2,000	2,000	0	2,000
Capital Outlay	<u>6,000</u>	<u>6,000</u>	<u>0</u>	<u>6,000</u>
Total Expenditures	<u>8,000</u>	<u>8,000</u>	<u>0</u>	<u>8,000</u>
Net Change in Fund Balance	(5,000)	(5,000)	1,216	6,216
Fund Balance at Beginning of Year:	<u>9,725</u>	<u>9,725</u>	<u>9,725</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 4,725</u>	<u>\$ 4,725</u>	<u>\$ 10,941</u>	<u>\$ 6,216</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Police Judgment			Variance from Final Budget
	Original Budget	Final Budget	Actual	
Revenues:				
Miscellaneous	\$ 7,500	\$ 77,000	\$ 53,925	\$ (23,075)
Total Revenues	<u>7,500</u>	<u>77,000</u>	<u>53,925</u>	<u>(23,075)</u>
Expenditures:				
Current:				
Public Safety				
Capital Outlay	43,739	43,739	8,897	34,842
Total Expenditures	<u>43,739</u>	<u>43,739</u>	<u>8,897</u>	<u>34,842</u>
Net Change in Fund Balance	(36,239)	33,261	45,028	11,767
Fund Balance at Beginning of Year:	63,084	63,084	63,084	0
Prior Years Encumbrances	<u>236</u>	<u>236</u>	<u>236</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 27,081</u>	<u>\$ 96,581</u>	<u>\$ 108,348</u>	<u>\$ 11,767</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Park Exaction Fees			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Donations & Contributions	\$ 5,000	\$ 35,000	\$ 20,370	\$ (14,630)
Reimbursements	<u>138,000</u>	<u>138,000</u>	<u>138,000</u>	<u>0</u>
Total Revenues	<u>143,000</u>	<u>173,000</u>	<u>158,370</u>	<u>(14,630)</u>
Expenditures:				
Current:				
Parks & Recreation				
Services & Charges	65,000	65,000	0	65,000
Capital Outlay	<u>161,050</u>	<u>161,050</u>	<u>17,750</u>	<u>143,300</u>
Total Expenditures	<u>226,050</u>	<u>226,050</u>	<u>17,750</u>	<u>208,300</u>
Net Change in Fund Balance	(83,050)	(53,050)	140,620	193,670
Fund Balance at Beginning of Year:	67,561	67,561	67,561	0
Prior Years Encumbrances	<u>17,950</u>	<u>17,950</u>	<u>17,950</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 2,461</u>	<u>\$ 32,461</u>	<u>\$ 226,131</u>	<u>\$ 193,670</u>

City of Delaware, Ohio

*Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2013*

	Special Revenue Fund: Computer Legal Research			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	\$ 245,000	\$ 245,000	\$ 265,517	\$ 20,517
Miscellaneous	0	0	50	50
Total Revenues	<u>245,000</u>	<u>245,000</u>	<u>265,567</u>	<u>20,567</u>
Expenditures:				
Current:				
Public Safety				
Services & Charges	125,924	125,924	72,947	52,977
Capital Outlay	90,000	90,000	18,897	71,103
Total Expenditures	<u>215,924</u>	<u>215,924</u>	<u>91,844</u>	<u>124,080</u>
Excess of Revenues Over Expenditures	29,076	29,076	173,723	144,647
Other Financing (Uses):				
Transfers Out	(100,000)	(100,000)	(100,000)	0
Total Other Financing (Uses)	<u>(100,000)</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>0</u>
Net Change in Fund Balance	(70,924)	(70,924)	73,723	144,647
Fund Balance at Beginning of Year:	237,498	237,498	237,498	0
Prior Years Encumbrances	924	924	924	0
Fund Balance at End of Year:	<u>\$ 167,498</u>	<u>\$ 167,498</u>	<u>\$ 312,145</u>	<u>\$ 144,647</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Court Special Projects			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	\$ 250,000	\$ 250,000	\$ 259,582	\$ 9,582
Total Revenues	<u>250,000</u>	<u>250,000</u>	<u>259,582</u>	<u>9,582</u>
Expenditures:				
Current:				
Public Safety				
Services & Charges	43,000	43,000	34,637	8,363
Capital Outlay	<u>35,000</u>	<u>35,000</u>	<u>15,890</u>	<u>19,110</u>
Total Expenditures	<u>78,000</u>	<u>78,000</u>	<u>50,527</u>	<u>27,473</u>
Excess of Revenues Over Expenditures	172,000	172,000	209,055	37,055
Other Financing (Uses):				
Transfers Out	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>0</u>
Total Other Financing (Uses)	<u>(50,000)</u>	<u>(50,000)</u>	<u>(50,000)</u>	<u>0</u>
Net Change in Fund Balance	122,000	122,000	159,055	37,055
Fund Balance at Beginning of Year:	<u>638,736</u>	<u>638,736</u>	<u>638,736</u>	<u>0</u>
Fund Balance at End of Year:	<u><u>\$ 760,736</u></u>	<u><u>\$ 760,736</u></u>	<u><u>\$ 797,791</u></u>	<u><u>\$ 37,055</u></u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Probation Services			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Fines & Court Fees	\$ 300,000	\$ 300,000	\$ 241,950	\$ (58,050)
Total Revenues	<u>300,000</u>	<u>300,000</u>	<u>241,950</u>	<u>(58,050)</u>
Expenditures:				
Current:				
Public Safety				
Services & Charges	20,000	20,000	19,248	752
Capital Outlay	<u>2,000</u>	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Total Expenditures	<u>22,000</u>	<u>22,000</u>	<u>19,248</u>	<u>2,752</u>
Excess of Revenues Over Expenditures	278,000	278,000	222,702	(55,298)
Other Financing (Uses):				
Transfers Out	<u>(336,538)</u>	<u>(336,538)</u>	<u>(336,538)</u>	<u>0</u>
Total Other Financing (Uses)	<u>(336,538)</u>	<u>(336,538)</u>	<u>(336,538)</u>	<u>0</u>
Net Change in Fund Balance	(58,538)	(58,538)	(113,836)	(55,298)
Fund Balance at Beginning of Year:	<u>326,933</u>	<u>326,933</u>	<u>326,933</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 268,395</u>	<u>\$ 268,395</u>	<u>\$ 213,097</u>	<u>\$ (55,298)</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Police and Fire Pension			Variance from Final Budget
	Original Budget	Final Budget	Actual	
Revenues:				
Property and Other Taxes	\$ 360,000	\$ 360,000	\$ 361,252	\$ 1,252
Intergovernmental	43,500	43,500	42,929	(571)
Total Revenues	<u>403,500</u>	<u>403,500</u>	<u>404,181</u>	<u>681</u>
Expenditures:				
Current:				
Public Safety				
Personal Services	403,500	403,500	402,811	689
Total Expenditures	<u>403,500</u>	<u>403,500</u>	<u>402,811</u>	<u>689</u>
Net Change in Fund Balance	0	0	1,370	1,370
Fund Balance at Beginning of Year:	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year:	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 1,370</u></u>	<u><u>\$ 1,370</u></u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Community Development Block Grant			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	\$ 175,470	\$ 177,970	\$ 95,000	\$ (82,970)
Total Revenues	<u>175,470</u>	<u>177,970</u>	<u>95,000</u>	<u>(82,970)</u>
Expenditures:				
Current:				
Community Development				
Services & Charges	16,400	16,400	16,400	0
Capital Outlay	<u>66,600</u>	<u>66,600</u>	<u>66,600</u>	<u>0</u>
Total Expenditures	<u>83,000</u>	<u>83,000</u>	<u>83,000</u>	<u>0</u>
Net Change in Fund Balance	92,470	94,970	12,000	(82,970)
Fund Deficit at Beginning of Year:	<u>(92,470)</u>	<u>(92,470)</u>	<u>(92,470)</u>	<u>0</u>
Fund Balance (Deficit) at End of Year:	<u>\$ 0</u>	<u>\$ 2,500</u>	<u>\$ (80,470)</u>	<u>\$ (82,970)</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Revolving Loan			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	\$ 126,853	\$ 126,853	\$ 127,815	\$ 962
Interest Income	150	150	867	717
Total Revenues	<u>127,003</u>	<u>127,003</u>	<u>128,682</u>	<u>1,679</u>
Expenditures:				
Current:				
Community Development				
Services & Charges	137,757	137,757	57,578	80,179
Capital Outlay	<u>646,450</u>	<u>646,450</u>	<u>174,642</u>	<u>471,808</u>
Total Expenditures	<u>784,207</u>	<u>784,207</u>	<u>232,220</u>	<u>551,987</u>
Net Change in Fund Balance	(657,204)	(657,204)	(103,538)	553,666
Fund Balance at Beginning of Year:	1,058,680	1,058,680	1,058,680	0
Prior Years Encumbrances	<u>9,207</u>	<u>9,207</u>	<u>9,207</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 410,683</u>	<u>\$ 410,683</u>	<u>\$ 964,349</u>	<u>\$ 553,666</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Housing Program Income			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Current:				
Community Development				
Capital Outlay	20,179	20,179	0	20,179
Total Expenditures	20,179	20,179	0	20,179
Net Change in Fund Balance	(20,179)	(20,179)	0	20,179
Fund Balance at Beginning of Year:	24,878	24,878	24,878	0
Fund Balance at End of Year:	\$ 4,699	\$ 4,699	\$ 24,878	\$ 20,179

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Ohio Neighborhood Stabilization Program			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	\$ 172,908	\$ 172,908	\$ 193,007	\$ 20,099
Miscellaneous	21,000	21,000	0	(21,000)
Total Revenues	<u>193,908</u>	<u>193,908</u>	<u>193,007</u>	<u>(901)</u>
Expenditures:				
Current:				
Community Development				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	193,908	193,908	193,007	(901)
Fund Deficit at Beginning of Year:	<u>(193,006)</u>	<u>(193,006)</u>	<u>(193,006)</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 902</u>	<u>\$ 902</u>	<u>\$ 1</u>	<u>\$ (901)</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Community Housing Improvement Program			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	\$ 544,000	\$ 704,000	\$ 525,811	\$ (178,189)
Total Revenues	<u>544,000</u>	<u>704,000</u>	<u>525,811</u>	<u>(178,189)</u>
Expenditures:				
Current:				
Community Development				
Services & Charges	181,167	181,167	180,170	997
Capital Outlay	<u>195,125</u>	<u>195,125</u>	<u>177,933</u>	<u>17,192</u>
Total Expenditures	<u>376,292</u>	<u>376,292</u>	<u>358,103</u>	<u>18,189</u>
Net Change in Fund Balance	167,708	327,708	167,708	(160,000)
Fund Deficit at Beginning of Year:	(277,860)	(277,860)	(277,860)	0
Prior Years Encumbrances	<u>110,152</u>	<u>110,152</u>	<u>110,152</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 0</u>	<u>\$ 160,000</u>	<u>\$ 0</u>	<u>\$ (160,000)</u>

City of Delaware, Ohio

Schedule of Revenue, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Fire Donations			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Donations	\$ 500	\$ 500	\$ 1,300	\$ 800
Total Revenues	<u>500</u>	<u>500</u>	<u>1,300</u>	<u>800</u>
Expenditures:				
Current:				
Public Safety				
Materials & Supplies	<u>5,000</u>	<u>5,000</u>	<u>2,414</u>	<u>2,586</u>
Total Expenditures	<u>5,000</u>	<u>5,000</u>	<u>2,414</u>	<u>2,586</u>
Net Change in Fund Balance	(4,500)	(4,500)	(1,114)	3,386
Fund Balance at Beginning of Year:	<u>5,042</u>	<u>5,042</u>	<u>5,042</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 542</u>	<u>\$ 542</u>	<u>\$ 3,928</u>	<u>\$ 3,386</u>

City of Delaware, Ohio

Schedule of Revenue, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Park Donations			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Donations	\$ 0	\$ 1	\$ 0	\$ (1)
Total Revenues	<u>\$ 0</u>	<u>\$ 1</u>	<u>\$ 0</u>	<u>\$ (1)</u>
Expenditures:				
Current:				
Parks & Recreation				
Reimbursements	<u>0</u>	<u>49</u>	<u>49</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>49</u>	<u>49</u>	<u>0</u>
Net Change in Fund Balance	0	(48)	(49)	(1)
Fund Balance at Beginning of Year:	<u>49</u>	<u>49</u>	<u>49</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 49</u>	<u>\$ 1</u>	<u>\$ 0</u>	<u>\$ (1)</u>

City of Delaware, Ohio

Schedule of Revenue, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Police Donations			Variance From Final Budget
	Original Budget	Final Budget	Actual	
Revenues:				
Total Revenues	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures:				
Current:				
Public Safety				
Materials & Supplies	0	0	495	(495)
Capital Outlay	<u>7,000</u>	<u>7,000</u>	<u>795</u>	<u>6,205</u>
Total Expenditures	<u>7,000</u>	<u>7,000</u>	<u>1,290</u>	<u>5,710</u>
Net Change in Fund Balance	(7,000)	(7,000)	(1,290)	5,710
Fund Balance at Beginning of Year:	<u>7,431</u>	<u>7,431</u>	<u>7,431</u>	<u>0</u>
Fund Balance at End of Year:	<u><u>\$ 431</u></u>	<u><u>\$ 431</u></u>	<u><u>\$ 6,141</u></u>	<u><u>\$ 5,710</u></u>

City of Delaware, Ohio

Schedule of Revenue, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Mayor's Donations			Variance From Final Budget
	Original Budget	Final Budget	Actual	
Revenues:				
Donations	\$ 1,000	\$ 1,000	\$ 400	\$ (600)
Total Revenues	<u>1,000</u>	<u>1,000</u>	<u>400</u>	<u>(600)</u>
Expenditures:				
Current:				
General Government				
Services & Charges	<u>1,200</u>	<u>1,200</u>	<u>599</u>	<u>601</u>
Total Expenditures	<u>1,200</u>	<u>1,200</u>	<u>599</u>	<u>601</u>
Net Change in Fund Balance	(200)	(200)	(199)	1
Fund Balance at Beginning of Year:	<u>1,732</u>	<u>1,732</u>	<u>1,732</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 1,532</u>	<u>\$ 1,532</u>	<u>\$ 1,533</u>	<u>\$ 1</u>

City of Delaware, Ohio

Schedule of Revenue, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Special Revenue Fund: Project Trust			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Developers' Fees	\$ 22,500	\$ 47,500	\$ 40,272	\$ (7,228)
Total Revenues	<u>22,500</u>	<u>47,500</u>	<u>40,272</u>	<u>(7,228)</u>
Expenditures:				
Current:				
Community Development				
Capital Outlay	<u>61,004</u>	<u>61,004</u>	<u>11,004</u>	<u>50,000</u>
Total Expenditures	<u>61,004</u>	<u>61,004</u>	<u>11,004</u>	<u>50,000</u>
Net Change in Fund Balance	(38,504)	(13,504)	29,268	42,772
Fund Balance at Beginning of Year:	428,883	428,883	428,883	0
Prior Years Encumbrances	<u>11,004</u>	<u>11,004</u>	<u>11,004</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 401,383</u>	<u>\$ 426,383</u>	<u>\$ 469,155</u>	<u>\$ 42,772</u>

City of Delaware, Ohio

Schedule of Revenue, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Debt Service Fund:			Variance from Final Budget
	General Obligation Bond Retirement			
	Original Budget	Final Budget	Actual	
Revenues:				
Interest Income	\$ 0	\$ 0	\$ 83	\$ 83
Miscellaneous	0	230,000	0	(230,000)
Total Revenues	0	230,000	83	(229,917)
Expenditures:				
Debt Service:				
Services & Charges	25,827	25,827	3,011	22,816
Principal Retirement	1,019,302	944,302	945,000	(698)
Interest & Fiscal Charges	235,285	257,743	279,578	(21,835)
Total Expenditures	1,280,414	1,227,872	1,227,589	283
Deficiency of Revenues Over Expenditures	(1,280,414)	(997,872)	(1,227,506)	(229,634)
Other Financing Sources (Uses):				
Proceeds of Bonds	0	2,850,000	2,772,792	(77,208)
Premium on Bonds	0	0	94,477	94,477
Transfers In	1,276,832	1,276,832	1,479,437	202,605
Transfers Out	0	(3,100,000)	(3,100,000)	0
Total Other Financing Sources (Uses)	1,276,832	1,026,832	1,246,706	219,874
Net Change in Fund Balance	(3,582)	28,960	19,200	(9,760)
Fund Balance at Beginning of Year:	9,869	9,869	9,869	0
Prior Years Encumbrances	827	827	827	0
Fund Balance at End of Year:	\$ 7,114	\$ 39,656	\$ 29,896	\$ (9,760)

City of Delaware, Ohio

Schedule of Revenue, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Debt Service Fund: Park Improvement Bond Retirement			Variance from Final Budget
	Original Budget	Final Budget	Actual	
Revenues:				
Interest Income	\$ 0	\$ 0	\$ 362	\$ 362
Total Revenues	<u>0</u>	<u>0</u>	<u>362</u>	<u>362</u>
Expenditures:				
Debt Service:				
Principal Retirement	430,000	430,000	430,000	0
Interest & Fiscal Charges	<u>799,389</u>	<u>799,389</u>	<u>799,389</u>	<u>0</u>
Total Expenditures	<u>1,229,389</u>	<u>1,229,389</u>	<u>1,229,389</u>	<u>0</u>
Deficiency of Revenues Over Expenditures	(1,229,389)	(1,229,389)	(1,229,027)	362
Other Financing Sources:				
Transfers In	<u>1,231,589</u>	<u>1,231,589</u>	<u>1,230,554</u>	<u>(1,035)</u>
Total Other Financing Sources	<u>1,231,589</u>	<u>1,231,589</u>	<u>1,230,554</u>	<u>(1,035)</u>
Net Change in Fund Balance	2,200	2,200	1,527	(673)
Fund Balance at Beginning of Year:	<u>103,228</u>	<u>103,228</u>	<u>103,228</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 105,428</u>	<u>\$ 105,428</u>	<u>\$ 104,755</u>	<u>\$ (673)</u>

City of Delaware, Ohio

Schedule of Revenue, Expenditures, and Changes in Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Debt Service Fund: Southeast Highland Bond Retirement			Variance from Final Budget
	Original Budget	Final Budget	Actual	
Revenues:				
Interest Income	\$ 0	\$ 0	\$ 247	\$ 247
Total Revenues	<u>0</u>	<u>0</u>	<u>247</u>	<u>247</u>
Expenditures:				
Debt Service:				
Principal Retirement	245,000	245,000	245,000	0
Interest & Fiscal Charges	<u>625,609</u>	<u>625,609</u>	<u>625,608</u>	<u>1</u>
Total Expenditures	<u>870,609</u>	<u>870,609</u>	<u>870,608</u>	<u>1</u>
Deficiency of Revenues Over Expenditures	(870,609)	(870,609)	(870,361)	248
Other Financing Sources:				
Transfers In	<u>874,784</u>	<u>874,784</u>	<u>871,012</u>	<u>(3,772)</u>
Total Other Financing Sources	<u>874,784</u>	<u>874,784</u>	<u>871,012</u>	<u>(3,772)</u>
Net Change in Fund Balance	4,175	4,175	651	(3,524)
Fund Balance at Beginning of Year:	<u>76,147</u>	<u>76,147</u>	<u>76,147</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 80,322</u>	<u>\$ 80,322</u>	<u>\$ 76,798</u>	<u>\$ (3,524)</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Capital Projects Fund: FAA Airport Expansion			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	\$ 360,000	\$ 360,000	\$ 122,637	\$ (237,363)
Total Revenues	<u>360,000</u>	<u>360,000</u>	<u>122,637</u>	<u>(237,363)</u>
Expenditures:				
Capital Outlay	450,000	450,000	350,579	99,421
Total Expenditures	<u>450,000</u>	<u>450,000</u>	<u>350,579</u>	<u>99,421</u>
Deficiency of Revenues Over Expenditures	(90,000)	(90,000)	(227,942)	(137,942)
Other Financing Sources:				
Transfers In	73,779	73,779	53,854	(19,925)
Total Other Financing Sources	<u>73,779</u>	<u>73,779</u>	<u>53,854</u>	<u>(19,925)</u>
Net Change in Fund Balance	(16,221)	(16,221)	(174,088)	(157,867)
Fund Balance at Beginning of Year:	<u>16,221</u>	<u>16,221</u>	<u>16,221</u>	<u>0</u>
Fund Balance (Deficit) at End of Year:	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (157,867)</u>	<u>\$ (157,867)</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Capital Projects Fund: FAA Airport Allocation/Improvement			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	\$ 402,172	\$ 602,172	\$ 283,558	\$ (318,614)
Total Revenues	<u>402,172</u>	<u>602,172</u>	<u>283,558</u>	<u>(318,614)</u>
Expenditures:				
Current:				
Airport				
Services & Charges	153,955	153,955	153,954	1
Capital Outlay	<u>115,000</u>	<u>115,000</u>	<u>0</u>	<u>115,000</u>
Total Expenditures	<u>268,955</u>	<u>268,955</u>	<u>153,954</u>	<u>115,001</u>
Excess (Deficiency) of Revenues Over Expenditures	133,217	333,217	129,604	(203,613)
Other Financing Sources:				
Transfers In	<u>2,500</u>	<u>102,500</u>	<u>0</u>	<u>(102,500)</u>
Total Other Financing Sources	<u>2,500</u>	<u>102,500</u>	<u>0</u>	<u>(102,500)</u>
Net Change in Fund Balance	135,717	435,717	129,604	(306,113)
Fund Deficit at Beginning of Year:	(289,672)	(289,672)	(289,672)	0
Prior Years Encumbrances	<u>153,955</u>	<u>153,955</u>	<u>153,955</u>	<u>0</u>
Fund Balance (Deficit) at End of Year:	<u>\$ 0</u>	<u>\$ 300,000</u>	<u>\$ (6,113)</u>	<u>\$ (306,113)</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Capital Projects Fund: Equipment Replacement			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Current:				
Capital Outlay	438,405	438,405	305,824	132,581
Total Expenditures	438,405	438,405	305,824	132,581
Deficiency of Revenues Over Expenditures	(438,405)	(438,405)	(305,824)	132,581
Other Financing Sources:				
Transfers In	400,000	400,000	272,175	(127,825)
Total Other Financing Sources	400,000	400,000	272,175	(127,825)
Net Change in Fund Balance	(38,405)	(38,405)	(33,649)	4,756
Fund Balance at Beginning of Year:	252,425	252,425	252,425	0
Prior Years Encumbrances	31,090	31,090	31,090	0
Fund Balance at End of Year:	\$ 245,110	\$ 245,110	\$ 249,866	\$ 4,756

City of Delaware, Ohio

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Capital Projects Fund: Park Impact Fees			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Impact Fees	\$ 150,000	\$ 305,000	\$ 317,171	\$ 12,171
Interest Income	250	250	455	205
Donations	0	0	1,711	1,711
Total Revenues	<u>150,250</u>	<u>305,250</u>	<u>319,337</u>	<u>14,087</u>
Expenditures:				
Current:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over Expenditures	150,250	305,250	319,337	14,087
Other Financing (Uses):				
Transfers Out	<u>(119,260)</u>	<u>(119,260)</u>	<u>(119,260)</u>	<u>0</u>
Total Other Financing (Uses)	<u>(119,260)</u>	<u>(119,260)</u>	<u>(119,260)</u>	<u>0</u>
Net Change in Fund Balance	30,990	185,990	200,077	14,087
Fund Balance at Beginning of Year:	<u>433,507</u>	<u>433,507</u>	<u>433,507</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 464,497</u>	<u>\$ 619,497</u>	<u>\$ 633,584</u>	<u>\$ 14,087</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Capital Projects Fund: Police Impact Fees			Variance from Final Budget
	Original Budget	Final Budget	Actual	
Revenues:				
Impact Fees	\$ 25,000	\$ 70,000	\$ 69,341	\$ (659)
Interest Income	100	200	229	29
Total Revenues	<u>25,100</u>	<u>70,200</u>	<u>69,570</u>	<u>(630)</u>
Expenditures:				
Current:				
Public Safety				
Services & Charges	0	11,000	10,573	427
Debt Service:				
Principal Retirement	933,500	933,500	933,500	0
Interest & Fiscal Charges	13,964	13,964	19,229	(5,265)
Total Expenditures	<u>947,464</u>	<u>958,464</u>	<u>963,302</u>	<u>(4,838)</u>
Deficiency of Revenues Over Expenditures	(922,364)	(888,264)	(893,732)	(5,468)
Other Financing Sources (Uses):				
Proceeds of Bonds	900,000	900,000	875,618	(24,382)
Premium on Bonds	0	0	29,647	29,647
Transfers Out	(41,000)	(63,320)	(63,644)	(324)
Total Other Financing Sources (Uses)	<u>859,000</u>	<u>836,680</u>	<u>841,621</u>	<u>4,941</u>
Net Change in Fund Balance	(63,364)	(51,584)	(52,111)	(527)
Fund Balance at Beginning of Year:	<u>302,125</u>	<u>302,125</u>	<u>302,125</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 238,761</u>	<u>\$ 250,541</u>	<u>\$ 250,014</u>	<u>\$ (527)</u>

City of Delaware, Ohio*Schedule of Revenues, Expenditures and Changes In Fund Balance**Budget and Actual [Budget Basis]**For the Year Ended December 31, 2013*

	Capital Projects Fund:			
	Fire Impact Fees			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Impact Fees	\$ 50,000	\$ 115,000	\$ 114,863	\$ (137)
Interest Income	250	250	52	(198)
Total Revenues	<u>50,250</u>	<u>115,250</u>	<u>114,915</u>	<u>(335)</u>
Expenditure:				
Current:				
Public Safety				
Capital Outlay	2,332	2,332	2,332	0
Total Expenditures	<u>2,332</u>	<u>2,332</u>	<u>2,332</u>	<u>0</u>
Excess of Revenues Over Expenditures	47,918	112,918	112,583	(335)
Other Financing Uses:				
Transfers Out	(45,000)	(45,000)	(15,910)	29,090
Total Other Financing Uses	<u>(45,000)</u>	<u>(45,000)</u>	<u>(15,910)</u>	<u>29,090</u>
Net Change in Fund Balance	2,918	67,918	96,673	28,755
Fund Balance at Beginning of Year:	5,022	5,022	5,022	0
Prior Years Encumbrances	2,332	2,332	2,332	0
Fund Balance at End of Year:	<u>\$ 10,272</u>	<u>\$ 75,272</u>	<u>\$ 104,027</u>	<u>\$ 28,755</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Capital Projects Fund: Municipal Impact Fees			Variance from Final Budget
	Original Budget	Final Budget	Actual	
Revenues:				
Impact Fees	\$ 60,000	\$ 125,000	\$ 124,956	\$ (44)
Miscellaneous	65,000	65,000	65,000	0
Interest Income	0	0	238	238
Total Revenues	<u>125,000</u>	<u>190,000</u>	<u>190,194</u>	<u>194</u>
Expenditure:				
Current:				
General Government				
Services & Charges	0	24,500	24,077	423
Debt Service:				
Principal Retirement	2,083,000	2,083,000	2,083,000	0
Interest & Fiscal Charges	31,159	31,159	31,158	1
Total Expenditures	<u>2,114,159</u>	<u>2,138,659</u>	<u>2,138,235</u>	<u>424</u>
Deficiency of Revenues Over Expenditures	(1,989,159)	(1,948,659)	(1,948,041)	618
Other Financing Sources (Uses):				
Proceeds of Bonds	2,050,000	2,050,000	1,994,464	55,536
Premium on Bonds	0	0	55,536	(55,536)
Transfers Out	(100,000)	(143,500)	(143,776)	(276)
Total Other Financing Sources (Uses)	<u>1,950,000</u>	<u>1,906,500</u>	<u>1,906,224</u>	<u>(276)</u>
Net Change in Fund Balance	(39,159)	(42,159)	(41,817)	342
Fund Balance at Beginning of Year:	<u>310,358</u>	<u>310,358</u>	<u>310,358</u>	<u>0</u>
Fund Balance at End of Year:	<u><u>\$ 271,199</u></u>	<u><u>\$ 268,199</u></u>	<u><u>\$ 268,541</u></u>	<u><u>\$ 342</u></u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Capital Projects Fund: Glenn Road Middle Construction			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Interest Income	\$ 0	\$ 100	\$ 55	\$ (45)
Total Revenues	<u>0</u>	<u>100</u>	<u>55</u>	<u>(45)</u>
Expenditure:				
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	0	100	55	(45)
Other Financing Uses:				
Transfers Out	<u>(84,643)</u>	<u>(84,707)</u>	<u>(84,706)</u>	<u>1</u>
Total Other Financing Uses	<u>(84,643)</u>	<u>(84,707)</u>	<u>(84,706)</u>	<u>1</u>
Net Change in Fund Balance	(84,643)	(84,607)	(84,651)	(44)
Fund Balance at Beginning of Year:	<u>84,651</u>	<u>84,651</u>	<u>84,651</u>	<u>0</u>
Fund Balance at End of Year:	<u>\$ 8</u>	<u>\$ 44</u>	<u>\$ 0</u>	<u>\$ (44)</u>

City of Delaware, Ohio

Schedule of Revenues, Expenditures and Changes In Fund Balance

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Capital Projects Fund: Glenn Road North Construction			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Community Authority Charges	\$ 78,089	\$ 78,089	\$ 0	\$ (78,089)
Interest Income	100	100	30	(70)
Miscellaneous	0	250,000	0	(250,000)
Total Revenues	<u>78,189</u>	<u>328,189</u>	<u>30</u>	<u>(328,159)</u>
Expenditure:				
Current:				
Public Works				
Services & Charges	15,000	15,000	7,678	7,322
Capital Outlay	0	290,000	241,365	48,635
Debt Service:				
Principal Retirement	530,000	530,000	530,000	0
Interest & Fiscal Charges	2,088	2,088	2,087	1
Total Expenditures	<u>547,088</u>	<u>837,088</u>	<u>781,130</u>	<u>55,958</u>
Deficiency of Revenues Over Expenditures	(468,899)	(508,899)	(781,100)	(272,201)
Other Financing Sources:				
Issuance of Notes	430,000	430,000	430,000	0
Advances In	0	238,000	238,000	0
Total Other Financing Sources	<u>430,000</u>	<u>668,000</u>	<u>668,000</u>	<u>0</u>
Net Change in Fund Balance	(38,899)	159,101	(113,100)	(272,201)
Fund Balance at Beginning of Year:	<u>114,429</u>	<u>114,429</u>	<u>114,429</u>	<u>0</u>
Fund Balance at End of Year:	<u><u>\$ 75,530</u></u>	<u><u>\$ 273,530</u></u>	<u><u>\$ 1,329</u></u>	<u><u>\$ (272,201)</u></u>

City of Delaware, Ohio
Schedule of Revenues, Expenses, and Changes in Fund Equity
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2013

	Enterprise Fund: Golf Course			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	\$ 182,200	\$ 182,200	\$ 155,764	\$ (26,436)
Miscellaneous	1,500	1,500	4,885	3,385
Total Revenues	<u>183,700</u>	<u>183,700</u>	<u>160,649</u>	<u>(23,051)</u>
Expenses:				
Personal Services	129,944	129,944	124,037	5,907
Materials & Supplies	21,900	21,900	17,252	4,648
Services & Charges	27,779	27,779	19,539	8,240
Refunds	400	400	0	400
Capital Outlay	3,000	3,000	0	3,000
Total Expenses	<u>183,023</u>	<u>183,023</u>	<u>160,828</u>	<u>22,195</u>
Net Change in Fund Equity	677	677	(179)	(856)
Fund Equity at Beginning of Year:	<u>103,191</u>	<u>103,191</u>	<u>103,191</u>	<u>0</u>
Fund Equity at End of Year:	<u>\$ 103,868</u>	<u>\$ 103,868</u>	<u>\$ 103,012</u>	<u>\$ (856)</u>

City of Delaware, Ohio
Schedule of Revenues, Expenses, and Changes in Fund Equity
Budget and Actual [Budget Basis]
For the Year Ended December 31, 2013

	Enterprise Fund: Parking Lots			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Charges For Service	\$ 44,850	\$ 44,850	\$ 43,394	\$ (1,456)
Total Revenues	<u>44,850</u>	<u>44,850</u>	<u>43,394</u>	<u>(1,456)</u>
Expenses:				
Services & Charges	50,175	50,175	44,499	5,676
Capital Outlay	25,000	25,000	0	25,000
Total Expenses	<u>75,175</u>	<u>75,175</u>	<u>44,499</u>	<u>30,676</u>
Deficiency of Revenues Over Expenses	(30,325)	(30,325)	(1,105)	29,220
Other Financing Sources:				
Operating Transfer in	15,000	15,000	0	(15,000)
Total Other Financing Sources	<u>15,000</u>	<u>15,000</u>	<u>0</u>	<u>(15,000)</u>
Net Change in Fund Equity	(15,325)	(15,325)	(1,105)	14,220
Fund Equity at Beginning of Year:	<u>17,233</u>	<u>17,233</u>	<u>17,233</u>	<u>0</u>
Fund Equity at End of Year:	<u>\$ 1,908</u>	<u>\$ 1,908</u>	<u>\$ 16,128</u>	<u>\$ 14,220</u>

City of Delaware, Ohio

Schedule of Revenues, Expenses, and Changes in Fund Equity

Budget and Actual [Budget Basis]

For the Year Ended December 31, 2013

	Enterprise Fund: Watershed Grant			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Intergovernmental	\$ 17,500	\$ 17,500	\$ 17,500	\$ 0
Total Revenues	<u>17,500</u>	<u>17,500</u>	<u>17,500</u>	<u>0</u>
Expenses:				
Services & Charges	17,500	17,500	17,500	0
Total Expenses	<u>17,500</u>	<u>17,500</u>	<u>17,500</u>	<u>0</u>
Net Change in Fund Equity	0	0	0	0
Fund Equity at Beginning of Year:	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Equity at End of Year:	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

City of Delaware, Ohio*Schedule Of Revenues , Expenses, And Changes In Fund Equity**Budget And Actual [Budget Basis]**For The Year Ended December 31, 2013*

	Internal Service Fund: Garage Rotary			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Charges For Services	\$ 414,687	\$ 414,687	\$ 414,687	\$ 0
Total Revenues	<u>414,687</u>	<u>414,687</u>	<u>414,687</u>	<u>0</u>
Expenses:				
Personal Services	301,514	301,514	290,767	10,747
Materials & Supplies	280,252	280,252	243,129	37,123
Services & Charges	<u>24,600</u>	<u>24,600</u>	<u>22,643</u>	<u>1,957</u>
Total Expenses	<u>606,366</u>	<u>606,366</u>	<u>556,539</u>	<u>49,827</u>
Net Change in Fund Equity	(191,679)	(191,679)	(141,852)	49,827
Fund Equity At Beginning Of Year:	275,076	275,076	275,076	0
Prior Years Encumbrances	<u>53,452</u>	<u>53,452</u>	<u>53,452</u>	<u>0</u>
Fund Equity At End Of Year:	<u>\$ 136,849</u>	<u>\$ 136,849</u>	<u>\$ 186,676</u>	<u>\$ 49,827</u>

City of Delaware, Ohio

Schedule Of Revenues , Expenses, And Changes In Fund Equity

Budget And Actual [Budget Basis]

For The Year Ended December 31, 2013

	Internal Service Fund: Information Technology Rotary			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Charges For Service	\$ 631,677	\$ 631,677	\$ 628,417	\$ (3,260)
Total Revenues	<u>631,677</u>	<u>631,677</u>	<u>628,417</u>	<u>(3,260)</u>
Expenses:				
Technology				
Personal Services	288,887	288,887	242,705	46,182
Materials & Supplies	2,200	2,200	1,701	499
Services & Charges	26,500	68,000	69,074	(1,074)
Capital Outlay	4,000	4,000	2,255	1,745
Support				
Materials & Supplies	1,917	1,917	3,467	(1,550)
Services & Charges	342,113	342,113	309,146	32,967
Capital Outlay	34,124	34,124	31,436	2,688
Geographical Information Systems				
Personal Services	83,585	83,585	82,072	1,513
Materials & Supplies	650	650	614	36
Services & Charges	<u>18,100</u>	<u>18,100</u>	<u>15,293</u>	<u>2,807</u>
Total Expenses	<u>802,076</u>	<u>843,576</u>	<u>757,763</u>	<u>85,813</u>
Net Change in Fund Equity	(170,399)	(211,899)	(129,346)	82,553
Fund Equity At Beginning Of Year:	284,820	284,820	284,820	0
Prior Years Encumbrances	<u>31,061</u>	<u>31,061</u>	<u>31,061</u>	<u>0</u>
Fund Equity At End Of Year:	<u>\$ 145,482</u>	<u>\$ 103,982</u>	<u>\$ 186,535</u>	<u>\$ 82,553</u>

City of Delaware, Ohio

Schedule Of Revenues , Expenses, And Changes In Fund Equity

Budget And Actual [Budget Basis]

For The Year Ended December 31, 2013

	Internal Service Fund: Self-Insurance			
	Original Budget	Final Budget	Actual	Variance From Final Budget
Revenues:				
Charges For Service	\$ 4,263,978	\$ 4,263,978	\$ 4,182,354	\$ (81,624)
Reimbursements	100,000	100,000	409,615	309,615
Total Revenues	<u>4,363,978</u>	<u>4,363,978</u>	<u>4,591,969</u>	<u>227,991</u>
Expenses:				
Services & Charges	602,650	602,650	551,065	51,585
Claims	3,610,000	3,610,000	3,396,425	213,575
Refunds	27,000	27,000	21,580	5,420
Total Expenses	<u>4,239,650</u>	<u>4,239,650</u>	<u>3,969,070</u>	<u>270,580</u>
Net Change in Fund Equity	124,328	124,328	622,899	498,571
Fund Equity At Beginning Of Year:	<u>3,710,467</u>	<u>3,710,467</u>	<u>3,710,467</u>	<u>0</u>
Fund Equity At End Of Year:	<u><u>\$ 3,834,795</u></u>	<u><u>\$ 3,834,795</u></u>	<u><u>\$ 4,333,366</u></u>	<u><u>\$ 498,571</u></u>

City of Delaware, Ohio

Schedule Of Revenues , Expenses, And Changes In Fund Equity

Budget And Actual [Budget Basis]

For The Year Ended December 31, 2013

	Internal Service Fund: Worker's Compensation			Variance From Final Budget
	Original Budget	Final Budget	Actual	
Revenues:				
Charges For Service	\$ 519,083	\$ 519,083	\$ 521,370	\$ 2,287
Reimbursements	0	0	233,976	233,976
Total Revenues	<u>519,083</u>	<u>519,083</u>	<u>755,346</u>	<u>236,263</u>
Expenses:				
Services & Charges	<u>698,700</u>	<u>698,700</u>	<u>404,221</u>	<u>294,479</u>
Total Expenses	<u>698,700</u>	<u>698,700</u>	<u>404,221</u>	<u>294,479</u>
Net Change in Fund Equity	(179,617)	(179,617)	351,125	530,742
Fund Equity At Beginning Of Year:	1,285,710	1,285,710	1,285,710	0
Prior Years Encumbrances	<u>1,700</u>	<u>1,700</u>	<u>1,700</u>	<u>0</u>
Fund Equity At End Of Year:	<u>\$ 1,107,793</u>	<u>\$ 1,107,793</u>	<u>\$ 1,638,535</u>	<u>\$ 530,742</u>

City of Delaware, Ohio

Statistical Section

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

Contents	Page
<i>Financial Trends</i>	169
These schedules contain trend information to help the reader understand how the government’s financial performance and well-being have changed over time.	
<i>Revenue Capacity</i>	174
These schedules contain information to help the reader assess the government’s most significant local revenue source; Income Tax.	
<i>Debt Capacity</i>	180
These schedules present information to help the reader assess the affordability of the government’s current levels of outstanding debt and the government’s ability to issue additional debt in the future.	
<i>Demographic and Economic Information</i>	185
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government’s financial activities take place.	
<i>Operating Information</i>	187
These schedules contain service and infrastructure data to help the reader understand how the information in the government’s financial report relates to the services the government provides and the activities it performs.	

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

Schedule 1

City of Delaware, Ohio
Net Position by Component,
Last Ten Years

[accrual basis of accounting]

	Year									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Governmental Activities										
Net Investment in Capital Assets	\$ 53,734,712	\$ 36,119,949	\$ 35,015,936	\$ 40,627,934	\$ 44,510,126	\$ 42,217,131	\$ 49,555,182	\$ 44,178,679	\$ 41,488,379	\$ 42,076,683
Restricted	6,499,267	5,345,258	5,759,898	9,577,121	8,888,379	12,481,627	27,692,345	20,355,048	24,942,137	21,715,595
Unrestricted	(983,729)	8,243,880	13,704,954	8,657,196	9,232,749	10,388,349	(5,629,421)	6,471,127	3,798,507	7,221,823
Total Governmental Activities Net Position	\$ 59,250,250	\$ 49,709,087	\$ 54,480,788	\$ 58,862,251	\$ 62,631,254	\$ 65,087,107	\$ 71,618,106	\$ 71,004,854	\$ 70,229,023	\$ 71,014,101
Business-Type Activities										
Net Investment in Capital Assets	\$ 40,280,555	\$ 30,575,792	\$ 56,663,776	\$ 59,276,013	\$ 62,280,398	\$ 62,909,728	\$ 64,221,470	\$ 63,614,360	\$ 64,265,588	\$ 76,377,410
Unrestricted	12,326,691	32,735,271	14,695,814	14,708,083	14,658,030	13,503,282	12,761,428	14,298,948	17,507,681	10,095,849
Total Business-Type Activities Net Position	\$ 52,607,246	\$ 63,311,063	\$ 71,359,590	\$ 73,984,096	\$ 76,938,428	\$ 76,413,010	\$ 76,982,898	\$ 77,913,308	\$ 81,773,269	\$ 86,473,259
Primary Government										
Net Investment in Capital Assets	\$ 94,015,267	\$ 66,695,741	\$ 91,679,712	\$ 99,903,947	\$ 106,790,524	\$ 105,126,859	\$ 113,776,652	\$ 107,793,039	\$ 105,753,967	\$118,454,093
Restricted	6,499,267	5,345,258	5,759,898	9,577,121	8,888,379	12,481,627	27,692,345	20,355,048	24,942,137	21,715,595
Unrestricted	11,342,962	40,979,151	28,400,768	23,365,279	23,890,779	23,891,631	7,132,007	20,770,075	21,306,188	17,317,672
Total Primary Government Net Position	\$ 111,857,496	\$ 113,020,150	\$ 125,840,378	\$ 132,846,347	\$ 139,569,682	\$ 141,500,117	\$ 148,601,004	\$ 148,918,162	\$ 152,002,292	\$157,487,360

Schedule 2

City of Delaware, Ohio
 Changes in Net Position,
 Last Ten Years

[accrual basis of accounting]

	Year									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Expenses¹										
Governmental Activities:										
General Government	\$ 5,954,344	\$ 5,696,978	\$ 6,008,692	\$ 5,597,600	\$ 5,673,407	\$ 4,319,605	\$ 4,709,782	\$ 4,381,295	\$ 4,745,838	\$ 5,380,897
Public Safety	8,737,027	9,008,365	10,353,575	10,571,167	11,524,263	11,814,941	12,162,111	12,327,103	12,794,421	15,141,815
Municipal Court	2,938,634	2,358,227	2,370,261	2,636,439	3,173,354	3,167,772	3,116,508	3,005,899	2,785,258	2,841,353
Parks & Recreation	1,497,378	1,555,662	1,472,748	1,512,507	1,765,238	1,686,291	1,810,642	5,761,615	1,849,411	2,742,269
Community Development	552,172	1,269,899	948,545	427,025	445,970	78,974	290,966	705,895	673,941	1,383,226
Airport	846,752	1,097,678	1,025,762	1,082,282	1,213,569	1,125,084	1,134,052	1,187,418	1,321,930	1,773,732
Public Works	2,032,793	2,602,443	3,099,066	3,599,331	4,681,247	3,890,814	3,876,541	5,971,273	10,348,212	5,210,285
Interest and Charges	282,549	427,008	864,700	966,999	909,767	551,336	1,389,592	1,369,537	1,636,456	1,332,336
Total Governmental Activities Expenses	22,841,649	24,016,260	26,143,349	26,393,350	29,386,815	26,634,817	28,490,194	34,710,035	36,155,467	35,805,913
Business-Type Activities:										
Water	3,728,993	4,608,834	3,953,015	3,390,558	4,948,492	4,262,902	3,932,733	4,523,921	4,292,105	4,333,495
Sewer	8,199,201	4,312,244	4,518,766	6,436,978	7,043,539	8,200,691	7,458,354	7,449,457	7,363,967	7,176,767
Storm Sewer ²	n/a	1,112,564	741,292	629,824	666,681	699,321	608,410	648,000	930,359	646,183
Refuse	2,107,979	2,543,973	2,451,294	2,506,714	2,621,832	2,465,141	3,231,835	3,136,616	2,707,019	2,815,284
Other Business-Type Activities	227,703	212,033	282,615	243,723	237,816	315,875	256,076	236,782	257,826	223,873
Total Business-Type Activities	14,263,876	12,789,648	11,946,982	13,207,797	15,518,360	15,943,930	15,487,408	15,994,776	15,551,276	15,195,602
Total Primary Government Expenses	\$ 37,105,525	\$ 36,805,908	\$ 38,090,331	\$ 39,601,147	\$ 44,905,175	\$ 42,578,747	\$ 43,977,602	\$ 50,704,811	\$ 51,706,743	\$ 51,001,515
Program Revenues										
Governmental Activities:										
Charges for Services:										
General Government	\$ 861,893	\$ 1,525,298	\$ 651,023	\$ 1,750,636	\$ 940,558	\$ 848,521	\$ 811,028	\$ 938,452	\$ 1,397,945	\$ 1,200,336
Public Safety	971,644	1,082,643	1,039,665	635,824	638,080	678,647	714,196	897,278	619,758	639,973
Municipal Court	1,896,059	2,235,526	2,351,132	2,558,368	2,371,950	3,111,673	3,114,000	3,143,978	3,108,000	3,147,494
Parks & Facilities	245,291	265,264	267,985	367,014	422,942	412,909	497,698	474,276	48,391	260,166
Community Development	0	16,085	93,471	43,761	47,056	37,733	32,709	30,613	74,930	17,475
Airport	385,671	524,526	591,341	648,524	725,862	591,902	638,253	734,904	808,333	818,506
Public Works	720,427	388,800	0	0	159,407	100,522	8,321	101,739	84,112	109,594
Operating Grants and Contributions	970,510	798,258	1,071,113	767,520	1,432,856	786,367	754,091	402,615	557,212	814,885
Capital Grants and Contributions	3,490,805	6,036,615	4,852,213	5,085,496	5,471,180	3,250,089	7,224,661	3,710,470	3,943,885	4,213,649
Total Governmental Activities Program Revenues	\$ 9,542,300	\$ 12,873,015	\$ 10,917,943	\$ 11,857,143	\$ 12,209,891	\$ 9,818,363	\$ 13,794,957	\$ 10,434,325	\$ 10,642,566	\$ 11,222,078

	Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Business-Type Activities:										
Charges for Services:										
Water	\$ 4,281,930	\$ 4,442,117	\$ 4,252,033	\$ 4,394,712	\$ 4,678,500	\$ 3,995,280	\$ 4,472,717	\$ 4,845,877	\$ 6,064,510	\$ 6,196,486
Sewer	5,607,457	5,549,206	5,235,430	5,547,183	6,739,840	6,416,812	6,816,959	6,994,836	7,877,850	7,734,100
Storm Sewer ²	n/a	736,246	745,718	679,704	753,136	774,379	771,881	794,557	698,034	797,580
Refuse	2,028,058	2,196,242	2,307,315	2,416,904	2,525,397	2,833,424	2,917,011	3,032,084	3,165,678	3,234,523
Other Activities	212,556	223,711	229,534	235,988	234,060	229,472	207,711	179,110	225,095	199,158
Operating Grants and Contributions	0	0	0	26,250	135,000	35,000	35,000	35,000	14,000	17,500
Capital Grants and Contributions	2,060,010	2,984,965	4,082,046	1,548,355	2,615,142	865,839	639,290	725,476	1,192,376	1,162,804
Total Business-Type Activities Program Revenues	14,190,011	16,132,487	16,852,076	14,849,096	17,681,075	15,150,206	15,860,569	16,606,940	19,237,543	19,342,151
Total Primary Government Program Revenues	\$ 23,732,311	\$ 29,005,502	\$ 27,770,019	\$ 26,706,239	\$ 29,890,966	\$ 24,968,569	\$ 29,655,526	\$ 27,041,265	\$ 29,880,109	\$ 30,564,229
Net (Expense)/Revenue										
Governmental Activities	\$ (13,299,349)	\$ (11,143,245)	\$ (15,225,406)	\$ (14,536,207)	\$ (17,176,924)	\$ (16,816,454)	\$ (14,695,237)	\$ (24,275,710)	\$ (25,512,901)	\$ (24,583,835)
Business-Type Activities	(73,865)	3,342,839	4,905,094	1,641,299	2,162,715	(793,724)	373,161	612,164	3,686,267	4,146,549
Total Primary Government Net Expense	\$ (13,373,214)	\$ (7,800,406)	\$ (10,320,312)	\$ (12,894,908)	\$ (15,014,209)	\$ (17,610,178)	\$ (14,322,076)	\$ (23,663,546)	\$ (21,826,634)	\$ (20,437,286)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property Taxes	\$ 1,412,269	\$ 1,473,996	\$ 1,715,499	\$ 1,793,182	\$ 1,849,164	\$ 1,825,092	\$ 1,752,804	\$ 1,685,641	\$ 1,704,832	\$ 1,544,312
Income Taxes ³	10,550,673	11,462,224	12,182,520	13,420,687	14,077,081	14,938,237	15,558,058	18,114,605	19,250,670	20,393,782
Other Taxes	66,055	79,176	71,016	57,116	64,531	62,339	54,465	51,455	70,301	62,197
Gain (Loss) on Sale of Assets	0	0	0	0	758,080	20,837	97,639	12,345	0	23,892
Grants and Contributions not Restricted to Specific Programs	2,101,340	1,676,817	2,227,802	1,906,545	2,365,978	1,599,125	2,544,655	2,021,199	1,101,219	1,240,061
Payments in Lieu of Taxes	0	0	0	0	947,129	243,756	581,505	669,138	227,225	581,763
Unrestricted Contributions	0	0	0	0	632,655	217,878	300,975	317,683	190,697	435,939
Interest Income	219,904	608,037	1,510,900	1,130,374	711,891	240,559	172,788	173,744	198,615	188,031
Miscellaneous	256,714	198,615	877,320	609,766	218,147	124,484	163,347	616,648	728,605	881,928
Total Governmental Activities	14,606,955	15,498,865	18,585,057	18,917,670	21,624,656	19,272,307	21,226,236	23,662,458	23,472,164	25,351,905
Special Item										
Transfer of Cemetery net position upon dissolution	0	0	0	0	0	0	0	0	1,264,906	17,008
Business-Type Activities:										
Interest Income	271,658	715,454	1,188,877	889,996	619,542	31,687	14,255	11,818	13,444	12,679
Gain on Sale of Assets	0	0	0	0	0	14,858	0	0	0	0
Miscellaneous	192,312	175,736	63,347	93,211	203,529	221,761	182,472	306,428	160,250	540,762
Total Business-Type Activities	463,970	891,190	1,252,224	983,207	823,071	268,306	196,727	318,246	173,694	553,441
Total Primary Government	\$ 15,070,925	\$ 16,390,055	\$ 19,837,281	\$ 19,900,877	\$ 22,447,727	\$ 19,540,613	\$ 21,422,963	\$ 23,980,704	\$ 24,910,764	\$ 25,922,354
Change in Net Position										
Governmental Activities	\$ 1,307,606	\$ 4,355,620	\$ 3,359,651	\$ 4,381,463	\$ 4,447,732	\$ 2,455,853	\$ 6,530,999	\$ (613,252)	\$ (775,831)	\$ 785,078
Business-Type Activities	390,105	4,234,029	6,157,318	2,624,506	2,985,786	(525,418)	569,888	930,410	3,859,961	4,699,990
Total Primary Government	\$ 1,697,711	\$ 8,589,649	\$ 9,516,969	\$ 7,005,969	\$ 7,433,518	\$ 1,930,435	\$ 7,100,887	\$ 317,158	\$ 3,084,130	\$ 5,485,068

¹ In 2009, Municipal Court related expenses have been reported separately from Public Safety. Prior years have been restated, accordingly.

² Storm Sewer fund was reclassified as an Enterprise fund beginning 2005.

³ Beginning in 2011, Income tax refunds are not reflected as General Government expenses, but rather as reduction in Income Tax revenues.

Schedule 3

City of Delaware, Ohio

Fund Balances, Governmental Funds,
Last Ten Years

[modified accrual basis of accounting]	Year									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
General Fund										
Nonspendable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 241,848	\$ 193,516	\$ 186,096
Committed	0	0	0	0	0	0	0	733,570	774,267	784,159
Assigned	0	0	0	0	0	0	0	171,094	226,167	132,700
Unassigned	0	0	0	0	0	0	0	4,868,744	5,373,025	5,931,742
Reserved	213,391	269,444	210,664	194,256	146,602	311,399	283,192	0	0	0
Unreserved	<u>3,113,297</u>	<u>3,729,728</u>	<u>3,320,589</u>	<u>4,636,153</u>	<u>4,329,430</u>	<u>3,363,482</u>	<u>4,269,038</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total General Fund	<u>\$ 3,326,688</u>	<u>\$ 3,999,172</u>	<u>\$ 3,531,253</u>	<u>\$ 4,830,409</u>	<u>\$ 4,476,032</u>	<u>\$ 3,674,881</u>	<u>\$ 4,552,230</u>	<u>\$ 6,015,256</u>	<u>\$ 6,566,975</u>	<u>\$ 7,034,697</u>
All Other Governmental Funds										
Nonspendable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,467,320	\$ 718,649	\$ 239,542
Restricted	0	0	0	0	0	0	0	11,029,429	12,976,541	13,948,364
Committed	0	0	0	0	0	0	0	2,163,710	1,572,458	2,576,568
Unassigned	0	0	0	0	0	0	0	(14,107,013)	(15,144,652)	(9,925,636)
Reserved	1,253,020	2,778,059	4,919,173	3,148,272	3,286,888	2,260,622	12,632,020	0	0	0
Unreserved, Reported In:										
Special Revenue Funds	3,539,715	3,541,396	2,493,707	4,554,423	3,617,503	4,367,987	9,161,840	0	0	0
Debt Service Funds	0	(318,829)	(194,149)	(164,215)	(95,031)	(40,584)	65,486	0	0	0
Capital Project Funds	<u>371,534</u>	<u>(2,099,828)</u>	<u>(1,716,753)</u>	<u>(8,441,470)</u>	<u>(9,670,311)</u>	<u>(10,265,440)</u>	<u>(11,336,439)</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total All Other Governmental Funds	<u>\$ 5,164,269</u>	<u>\$ 3,900,798</u>	<u>\$ 5,501,978</u>	<u>\$ (902,990)</u>	<u>\$ (2,860,951)</u>	<u>\$ (3,677,415)</u>	<u>\$ 10,522,907</u>	<u>\$ 553,446</u>	<u>\$ 122,996</u>	<u>\$ 6,838,838</u>

Schedule 4

City of Delaware, Ohio
 Changes in Fund Balances, Governmental Funds,
 Last Ten Years
[modified accrual basis of accounting]

	Year									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Revenues										
Taxes [see Schedule 5]	\$ 11,786,991	\$ 12,908,446	\$ 13,803,188	\$ 15,294,360	\$ 15,833,459	\$ 16,447,243	\$ 17,360,032	\$ 20,172,350	\$ 20,535,799	\$ 21,988,314
Intergovernmental	4,543,844	5,354,783	4,712,298	5,498,301	4,411,719	4,420,892	8,915,679	4,566,345	4,005,737	4,992,428
Payments in Lieu of Taxes	0	0	0	0	144,180	123,249	626,716	658,991	377,639	471,345
Interest	219,904	608,037	1,510,900	1,130,374	711,891	240,559	172,788	173,744	198,615	188,031
Fees, Licenses, and Permits	1,235,725	1,293,068	812,802	695,102	911,800	649,967	717,855	772,584	839,153	829,268
Fines and Forfeitures	1,621,581	2,099,499	2,185,519	2,272,295	2,170,171	2,745,278	2,718,732	2,718,941	2,700,089	2,842,024
Impact Fees	732,316	716,595	671,769	635,868	947,185	313,320	282,074	317,812	474,539	748,427
Charges for Services	3,036,944	2,954,540	2,009,778	3,066,440	2,236,182	2,262,787	2,373,599	2,949,115	2,339,600	2,594,039
Miscellaneous Revenues	434,934	182,596	924,699	478,365	575,290	588,769	653,928	709,914	808,330	723,758
Total Revenues	23,612,239	26,117,564	26,630,953	29,071,105	27,941,877	27,792,064	33,821,403	33,039,796	32,279,501	35,377,634
Expenditures										
Public Safety										
Police/911	4,648,003	4,601,572	5,308,311	5,747,008	6,082,182	6,711,910	6,535,526	6,410,160	6,717,902	6,920,490
Fire	3,923,493	3,826,612	4,302,064	4,437,377	4,827,021	5,021,164	5,207,654	6,701,280	6,530,534	9,672,186
Municipal Court	1,907,380	1,831,658	1,991,201	2,116,629	2,541,708	2,774,856	2,517,600	2,419,095	2,600,349	2,567,248
Other	507,569	491,003	354,756	507,724	555,251	647,593	669,365	628,891	205,862	286,614
Parks & Facilities	1,285,589	1,253,301	1,322,053	1,342,676	1,476,899	2,454,881	8,749,976	10,769,217	2,870,507	1,696,745
Community Development	548,626	1,266,499	937,467	414,304	449,766	144,508	273,568	707,277	677,968	1,373,576
Airport	501,920	554,198	703,117	632,474	735,271	687,147	716,795	980,685	806,080	1,272,294
Public Works	2,726,141	2,059,117	2,083,994	2,337,900	3,878,769	2,797,245	6,389,734	3,764,992	4,935,056	4,572,490
General Government	5,048,933	5,336,851	5,536,024	5,374,168	5,385,890	4,145,850	4,436,391	4,555,490	4,395,764	5,044,760
Capital Outlay	2,764,706	2,421,987	6,950,049	9,842,843	3,919,563	3,217,430	917,033	2,365,391	1,011,857	276,558
Refunds and Reimbursements	0	5,908	1,477	0	0	0	0	26,409	427,286	27,452
Debt Service										
Principal	250,775	272,551	279,293	523,889	540,976	563,915	1,063,900	895,000	1,075,246	1,704,365
Interest and Charges	245,922	305,161	622,553	959,636	984,232	759,014	1,538,929	1,334,689	1,382,852	1,395,968
Total Expenditures	24,359,057	24,226,418	30,392,359	34,236,628	31,377,528	29,925,513	39,016,471	41,558,576	33,637,263	36,810,746
Excess of Revenues Over/(Under) Expenditures	(746,818)	1,891,146	(3,761,406)	(5,165,523)	(3,435,651)	(2,133,449)	(5,195,068)	(8,518,780)	(1,357,762)	(1,433,112)
Other Financing Sources (Uses)										
Issuance of Bonds	0	0	3,720,000	0	0	0	20,120,000	0	3,395,000	8,260,000
Issuance of Notes	475,000	0	0	0	0	0	0	0	0	0
Premium on Bond Issuance	0	0	0	0	0	0	140,775	0	65,710	280,261
Proceeds of Capital Lease	60,342	0	0	59,791	0	0	0	0	1,090,176	0
Payment to Refunding Agent	0	0	0	0	0	0	0	0	(3,383,489)	0
Discount on Bond Issuance	0	0	0	0	0	0	0	0	(24,058)	0
Sale of Assets ¹	0	0	0	0	1,123,313	37,085	11,964	12,345	28,786	59,407
Transfers In	3,411,829	5,915,144	8,449,668	5,744,361	5,671,567	5,804,230	6,121,095	5,155,407	6,804,445	9,292,264
Transfers Out	(3,411,829)	(5,915,144)	(8,453,298)	(5,744,361)	(5,671,567)	(5,804,230)	(6,121,095)	(5,155,407)	(6,804,445)	(9,292,264)
Total Other Financing Sources (Uses)	535,342	0	3,716,370	59,791	1,123,313	37,085	20,272,739	12,345	1,172,125	8,599,668
Special Item										
Transfer of Cemetery Fund Balance upon dissolution	0	0	0	0	0	0	0	0	306,906	17,008
Net Change in Fund Balances	\$ (211,476)	\$ 1,891,146	\$ (45,036)	\$ (5,105,732)	\$ (2,312,338)	\$ (2,096,364)	\$ 15,077,671	\$ (8,506,435)	\$ 121,269	\$ 7,183,564
Debt Service as a Percentage of										
Noncapital Expenditures [restated] ²	2.46%	2.63%	3.91%	8.11%	6.10%	5.27%	9.88%	7.07%	8.52%	9.48%

¹ Due to materiality, Sale of Assets was reported in Miscellaneous Revenues until 2008.

² Restated to use corrected capital outlay amount in calculation.

Schedule 5

City of Delaware, Ohio

Tax Revenues by Source, Governmental Funds,
Last Ten Years

[modified accrual basis of accounting]

<i>Year</i>	<i>Property</i>	<i>Income</i>	<i>Other</i>	<i>Total</i>
2004	\$ 1,412,269	\$ 10,271,309	\$ 103,413	\$ 11,786,991
2005	1,473,996	11,319,280	115,170	12,908,446
2006	1,715,499	11,980,011	107,678	13,803,188
2007	1,793,182	13,408,017	93,161	15,294,360
2008	1,849,164	13,919,764	64,531	15,833,459
2009	1,825,092	14,559,812	62,339	16,447,243
2010	1,752,804	15,552,763	54,465	17,360,032
2011	1,685,641	18,435,254	51,455	20,172,350
2012	1,549,615	18,915,883	70,301	20,535,799
2013	1,561,152	20,364,965	62,197	21,988,314
Change 2004 to 2013	10.54%	98.27%	-39.86%	86.55%

Schedule 6

City of Delaware, Ohio

Assessed Value and Actual Value of Taxable Property,
Last Ten Years

[in Thousands of Dollars]

Collection Year Ended December 31	Real Property					Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Public Utility	Personal Property					
2004	\$ 350,985	\$ 154,571	\$ 13,402	\$ 62,877	\$ 581,835	2.70	\$ 1,734,245	33.55 %	
2005	377,678	150,328	13,416	72,441	613,863	2.70	1,836,683	33.42	
2006	457,358	159,383	13,542	56,820	687,103	2.70	2,028,089	33.88	
2007	494,524	155,988	12,805	41,101	704,418	2.70	2,059,595	34.20	
2008	513,443	163,712	12,838	24,704	714,697	2.70	2,070,223	34.52	
2009	511,997	168,759	15,848	734	697,338	2.70	2,015,746	34.59	
2010	510,295	178,094	16,594	362	705,345	2.70	2,040,441	34.57	
2011	515,519	171,692	18,815	0	706,026	2.70	2,017,217	35.00	
2012	482,997	166,853	20,058	0	669,908	2.70	1,914,024	35.00	
2013	485,710	159,889	20,089	0	665,688	2.70	1,901,965	35.00	

Source: Delaware County Auditor's Office

Schedule 7

City of Delaware, Ohio

Direct and Overlapping Property Tax Rates,
Last Ten Years

[rate per \$1,000 of assessed value]

<i>Collection</i>	<i>City of Delaware</i>			<i>Overlapping Rates</i> ¹			<i>Total Direct & Overlapping Rates</i>
	<i>General Fund</i>	<i>Police & Fire Pension</i>	<i>Total Direct</i>	<i>County</i>	<i>School District</i>	<i>Other</i>	
2004	2.10	0.60	2.70	5.61	64.73	4.02	77.06
2005	2.10	0.60	2.70	5.61	67.96	3.99	80.26
2006	2.10	0.60	2.70	5.98	67.18	3.98	79.84
2007	2.10	0.60	2.70	6.10	67.76	3.97	80.53
2008	2.10	0.60	2.70	6.10	67.10	3.96	79.86
2009	2.10	0.60	2.70	6.30	67.42	3.94	80.36
2010	2.10	0.60	2.70	7.09	66.83	4.93	81.55
2011	2.10	0.60	2.70	7.10	66.91	4.90	81.61
2012	2.10	0.60	2.70	7.10	76.38	4.90	91.08
2013	2.10	0.60	2.70	7.10	76.73	4.90	91.43

Source: Delaware County Auditor's Office

Note: The City's basic property tax rate may be increased only by a majority vote of the City's residents.

¹ Overlapping rates are those of local and county governments that apply to property owners within the City of Delaware. Not all overlapping rates apply to all Delaware property owners: annexed properties may still pay township taxes in addition to City taxes.

Schedule 8

City of Delaware, Ohio

Principal Property Tax Payers,
Current Year and Ten Years Ago

Taxpayer	<u>2013</u>			<u>2003</u>		
	<i>Taxable Assessed</i>	<i>Rank</i>	<i>Percentage of Total City Taxable</i>	<i>Taxable Assessed</i>	<i>Rank</i>	<i>Percentage of Total City Taxable</i>
	<i>Value</i>		<i>Assessed Value</i>	<i>Assessed Value</i>		<i>Assessed Value</i>
Ohio Power Co.	\$ 15,952,710	1	2.38 %	\$ 8,042,990	1	1.72 %
Crown Group, Ltd.	4,757,050	2	0.71	—	—	—
Dominion Homes, Inc	4,339,390	3	0.65	—	—	—
Kroger Company	4,121,860	4	0.62	3,425,975	5	0.73
USPG Portfolio Two, LLC	3,976,330	5	0.59	4,693,395	3	1.00
Willow Brook Christian	3,967,430	6	0.59	4,230,380	6	0.90
Bowtown Apartments, Inc.	3,958,290	7	0.59	4,974,200	2	1.06
SARBG Delaware, LTD	3,773,700	8	0.56	4,594,765	4	0.98
Grady Memorial Hospital	3,231,270	9	0.48	—	—	—
Long Real Estate, Inc.	3,210,430	10	0.48	3,051,650	7	0.65
Columbia Gas of Ohio	2,785,810	11	0.42	—	—	—
Troy Farm Acquisition	2,621,120	12	0.39	—	—	—
Olentangy Building & Development LTD	—	—	—	2,794,400	8	0.60
PPG Industries	—	—	—	2,785,125	9	0.59
City of Delaware	—	—	—	2,711,765	13	0.58
Western Auto Supply	—	—	—	2,434,075	10	0.52
Liebert NA Inc	—	—	—	2,271,500	11	0.48
Hayes Colony LTD	—	—	—	2,234,855	12	0.48
Verizon North Inc	—	—	—	1,994,080	14	0.43
	<u>\$ 56,695,390</u>		<u>8.47 %</u>	<u>\$ 50,239,155</u>		<u>10.70 %</u>

Source: Delaware County Auditor's Office.

Schedule 9

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

<i>Tax Year/ Collection Year</i>	<i>Total Tax Levy</i>	<i>Current Tax Collections¹</i>	<i>Percentage of Current Collections to Current Levy</i>	<i>Delinquent Tax Collections²</i>	<i>Total Tax Collections</i>	<i>Percentage of Total Collections to Total Tax Levy</i>
2003/2004	\$ 1,580,882	\$ 1,515,521	95.87 %	\$ 43,562	\$ 1,559,083	98.62 %
2004/2005	1,608,059	1,592,740	99.05	15,061	1,607,801	99.98
2005/2006	1,680,176	1,603,236	95.42	44,870	1,648,106	98.09
2006/2007	1,748,691	1,690,890	96.69	49,908	1,740,798	99.55
2007/2008	1,883,475	1,807,518	95.97	72,451	1,879,969	99.81
2008/2009	1,832,785	1,771,209	96.64	58,723	1,829,932	99.84
2009/2010	1,856,229	1,753,217	94.45	51,149	1,804,366	97.21
2010/2011	1,854,135	1,776,838	95.83	70,062	1,846,900	99.61
2011/2012	1,762,460	1,715,093	97.31	43,714	1,758,807	99.79
2012/2013	1,756,488	1,694,568	96.47	53,757	1,748,325	99.54

¹ State reimbursement of homestead and rollback exemptions are included.

² The County does not identify delinquent collections by tax year.

Source: Delaware County Auditor's Office, City of Delaware Finance Department

Schedule 10

City of Delaware, Ohio

Income Tax Revenue by Source,
Last Ten Years
*[modified accrual basis of
accounting, in thousands of dollars]*

	<i>Year</i>									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Income Tax Rate	1.40%	1.40%	1.40%	1.40%	1.40%	1.55%	1.55%	1.85%	1.85%	1.85%
Business Accounts	\$ 811	\$ 951	\$ 1,138	\$ 1,337	\$ 1,794	\$ 1,270	\$ 1,264	\$ 1,338	\$ 1,516	\$ 1,989
<i>Percentage of Total</i>	<i>7.90%</i>	<i>8.40%</i>	<i>9.50%</i>	<i>9.97%</i>	<i>12.89%</i>	<i>8.72%</i>	<i>8.13%</i>	<i>7.26%</i>	<i>8.01%</i>	<i>9.77%</i>
Residential Accounts	1,880	2,385	2,597	2,749	2,886	3,213	3,425	3,775	3,933	4,250
<i>Percentage of Total</i>	<i>18.30%</i>	<i>21.07%</i>	<i>21.68%</i>	<i>20.50%</i>	<i>20.73%</i>	<i>22.07%</i>	<i>22.02%</i>	<i>20.48%</i>	<i>20.79%</i>	<i>20.87%</i>
Withholding Accounts	7,580	7,983	8,245	9,322	9,240	10,077	10,864	13,322	13,467	14,126
<i>Percentage of Total</i>	<i>73.80%</i>	<i>70.53%</i>	<i>68.82%</i>	<i>69.53%</i>	<i>66.38%</i>	<i>69.21%</i>	<i>69.85%</i>	<i>72.26%</i>	<i>71.19%</i>	<i>69.36%</i>
Total Income Tax Revenues	<u>\$ 10,271</u>	<u>\$ 11,319</u>	<u>\$ 11,980</u>	<u>\$ 13,408</u>	<u>\$ 13,920</u>	<u>\$ 14,560</u>	<u>\$ 15,552</u>	<u>\$ 18,435</u>	<u>\$ 18,916</u>	<u>\$ 20,365</u>

Source: City of Delaware Tax Department

Passage of levy in 2008 increased rate by .15% for recreation improvements.

Passage of levy in 2010 increased rate by .3% for fire/ems improvements.

Note: Years 2005, 2007, 2011 changed to reflect modified accrual basis.

Schedule 11

City of Delaware, Ohio

Ratios of Outstanding Debt by Type,
Last Ten Years

[dollars in thousands, except per capita]

Year	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income ²	Per Capita ²
	General Obligation Bonds	Income Tax Revenue Bonds	Special Assessment Bonds	Capital Leases	Sewer Bonds ¹	General Obligation Bonds	Loans Payable	Capital Leases			
2004	\$ 5,290	\$ 0	\$ 202	\$ 56	\$ 0	\$ 6,840	\$ 4,985	\$ 38	\$ 17,411	2.35 %	\$ 580
2005	5,070	0	169	36	0	6,380	18,593	24	30,272	3.86	961
2006	8,565	0	135	16	0	10,930	23,199	11	42,856	5.35	1,339
2007	8,093	0	99	60	0	10,297	25,222	0	43,771	5.34	1,347
2008	7,608	0	62	41	0	9,647	24,251	0	41,609	4.90	1,244
2009	7,103	0	23	21	15,150	8,976	23,245	0	54,518	6.24	1,594
2010	6,583	19,620	0	0	15,020	7,982	22,202	0	71,407	7.94	2,040
2011	6,043	19,265	0	0	14,855	7,567	23,446	0	71,176	7.86	2,034
2012	5,513	18,865	0	980	14,660	6,946	25,928	0	72,892	9.97	2,056
2013	12,648	18,435	0	831	14,415	6,471	30,284	327	83,411	9.02	2,322

Note: Details regarding the City's outstanding debt can be found in the Notes to the Financial Statements.

¹ Sewer Bonds are General Income Tax Special Obligation Bonds

² See Schedule 16 for personal income and population data.

Sources: City of Delaware Finance Department, Economic Development Department

Schedule 12

City of Delaware, Ohio

Ratios of General Bonded Debt Outstanding,
Last Ten Years

[dollars in thousands, except per capita]

<i>Year</i>	<i>General Obligation Bonds</i>	<i>Less: Amounts Available in Debt Service Fund</i>	<i>Total</i>	<i>Percentage of Estimated Actual Taxable Value of Property¹</i>	<i>Per Capita²</i>
2004	\$ 12,130	\$ 77	\$ 12,053	0.69 %	\$ 402
2005	11,450	157	11,293	0.61	364
2006	19,495	9	19,486	0.96	609
2007	18,390	0	18,390	0.89	566
2008	17,255	0	17,255	0.83	516
2009	16,079	0	16,079	0.80	471
2010	14,565	0	14,565	0.71	416
2011	13,610	0	13,610	0.67	389
2012	12,459	0	12,459	0.65	351
2013	19,119	10	19,109	1.00	532

Note: Further details regarding the City's outstanding debt can be found in the Notes to the Financial Statements. The amounts were restated to include both governmental and business-type bonds.

¹ See Schedule 6 for property value data.

² Population data can be found in Schedule 16.

Schedule 13

City of Delaware, Ohio

Direct and Overlapping Governmental Activities Debt,
As of December 31, 2013

<u>Governmental Unit</u>	<u>Debt</u> <u>Outstanding</u>	<u>Estimated</u> <u>Percentage</u> <u>Applicable</u> ¹	<u>Estimated</u> <u>Share of</u> <u>Overlapping</u>
Oustanding General Obligation Debt			
Delaware County	\$ 57,031,260	10.80%	\$ 6,159,376
Delaware City School District	<u>30,467,795</u>	96.08%	<u>29,273,457</u>
Subtotal, Overlapping Debt	\$ 87,499,055		<u>35,432,834</u>
City of Delaware direct debt			<u>25,357,764</u>
Total Direct and Overlapping Debt			<u><u>\$ 60,790,598</u></u>

Sources: Debt outstanding and assessed value data used to estimate applicable percentages provided by the County Auditor.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Delaware. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

¹ The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the City's boundaries and dividing it by the county's total taxable assessed value.

Schedule 14

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

(dollars in thousands)

	Year																			
	2004		2005		2006		2007		2008		2009		2010		2011		2012		2013	
	voted:	unvoted:																		
Debt Limit	\$ 60,492	\$ 31,686	\$ 59,543	\$ 28,849	\$ 63,328	\$ 29,098	\$ 66,514	\$ 30,987	\$ 67,373	\$ 31,638	\$ 73,220	\$ 38,354	\$ 74,061	\$ 38,794	\$ 74,133	\$ 38,831	\$ 70,340	\$ 36,845	\$ 69,897	\$ 36,613
Total Net Debt Applicable to Limit	8,202	8,202	13,109	13,109	21,476	21,476	25,261	25,261	25,210	25,210	29,310	29,310	33,175	33,175	31,640	31,640	34,190	34,190	31,854	31,854
Legal Debt Margin	\$ 52,290	\$ 23,484	\$ 46,434	\$ 15,740	\$ 41,852	\$ 7,622	\$ 41,253	\$ 5,726	\$ 42,163	\$ 6,428	\$ 43,910	\$ 9,044	\$ 40,886	\$ 5,619	\$ 42,493	\$ 7,191	\$ 36,150	\$ 2,655	\$ 38,043	\$ 4,759
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	86.44%	74.11%	77.98%	54.56%	66.09%	26.19%	62.02%	18.48%	62.58%	20.32%	59.97%	23.58%	55.21%	14.48%	57.32%	18.52%	51.39%	7.21%	54.43%	13.00%

Legal Debt Margin Calculation for Year 2013

	Voted limit:	Unvoted Limit:
Assessed value	\$ 665,688	\$ 665,688
Debt limit [% of assessed value]	69,897	36,613
Debt applicable to limit:		
General Obligation Debt	\$ 31,854	
Less amount set aside for repayment of general obligation debt.	(10)	
Total Net Debt Applicable to Limit	31,844	31,844
Legal Debt Margin	\$ 38,053	\$ 4,769

Note: Under state finance law, the City's outstanding general obligation debt should not exceed 10.5% of total assessed property value for voted debt, nor 5.5% of the total for unvoted debt. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

City of Delaware, Ohio
Pledged-Revenue Coverage,
Last Ten Years
[dollars in thousands]

<i>Water Revenue Bonds & Loans</i>							<i>Sewer Revenue Bonds & Loans</i>					
<i>Fiscal Year</i>	<i>Water Charges and Other¹</i>	<i>Less: Operating²</i>	<i>Net Available Revenue</i>	<i>Debt Service</i>			<i>Sewer Charges and Other¹</i>	<i>Less: Operating²</i>	<i>Net Available Revenue</i>	<i>Debt Service</i>		
				<i>Principal</i>	<i>Interest</i>	<i>Coverage</i>				<i>Principal</i>	<i>Interest</i>	<i>Coverage</i>
2004	N/A	N/A	N/A	\$ 0	\$ 0	—	N/A	N/A	N/A	\$ 0	\$ 0	—
2005	N/A	N/A	N/A	0	0	—	N/A	N/A	N/A	0	0	—
2006	N/A	N/A	N/A	0	0	—	N/A	N/A	N/A	0	0	—
2007	N/A	N/A	N/A	0	0	—	5,171	3,052	2,119	1,121	195	1.61
2008	N/A	N/A	N/A	0	0	—	5,866	3,312	2,554	874	892	1.45
2009	N/A	N/A	N/A	0	0	—	5,971	3,050	2,921	1,541	1,631	0.92
2010	N/A	N/A	N/A	0	0	—	6,309	3,223	3,086	1,723	1,697	0.90
2011	4,351	3,208	1,143	27	41	16.81	6,426	3,238	3,188	1,663	1,229	1.10
2012	5,158	3,298	1,860	57	80	13.58	6,983	3,478	3,505	1,851	1,518	1.04
2013	5,573	3,235	2,338	85	319	5.79	6,676	3,629	3,047	1,376	1,330	1.13

<i>Special Assessment Bonds</i>					<i>Income Tax Bonds</i>			
<i>Fiscal Year</i>	<i>Special Assessments Collections</i>	<i>Debt Service</i>			<i>Income Tax Collections</i>	<i>Debt Service</i>		
		<i>Principal</i>	<i>Interest</i>	<i>Coverage</i>		<i>Principal</i>	<i>Interest</i>	<i>Coverage</i>
2004	\$ 37	\$ 31	\$ 14	0.82	\$ 0	\$ 0	\$ 0	0
2005	36	33	12	0.80	0	0	0	0
2006	37	34	10	0.84	0	0	0	0
2007	36	36	8	0.82	0	0	0	0
2008	38	37	6	0.88	0	0	0	0
2009	35	39	4	0.81	0	0	0	0
2010	21	23	1	0.88	1,226	500	648	1.07
2011	0	0	0	—	1,508	355	392	2.02
2012	N/A	N/A	N/A	—	1,557	400	385	1.98
2013	N/A	N/A	N/A	—	1,615	430	377	2.00

Note: Details regarding the City's outstanding debt can be found in the Notes to the Financial Statements.

¹ Charges and Other Revenues do not include Capacity Fees or Contributed Assets.

² Operating Expenses do not include Depreciation or Debt Service.

Schedule 16

City of Delaware, Ohio

Demographic and Economic Statistics,
Last Ten Years

<i>Year</i>	<i>Population</i> ¹	<i>Personal Income</i> <i>[thousands of dollars]</i>	<i>Per Capita Personal</i> <i>Income</i> ¹	<i>School Enrollment</i> ²	<i>Unemployment</i> <i>Rate</i> ³
2004	30,012	\$ 741,867	\$ 24,719	4,487	3.70
2005	31,000	771,280	24,880	4,614	3.20
2006	32,000	801,312	25,041	4,683	3.80
2007	32,500	819,130	25,204	4,686	4.00
2008	33,440	848,306	25,368	4,837	3.90
2009	34,168	872,412	25,533	4,800	7.80
2010	35,000	899,465	25,699	5,185	7.10
2011	35,011	905,560	25,865	5,272	6.42
2012	35,450	926,083	26,124	5,272	5.50
2013	35,925	924,817	25,743	5,525	5.40

Sources: U.S Census Bureau, Bureau of Economic Analysis, Delaware City Schools

¹ "Population estimates and Projections ", published by the U.S. Department of Commerce, Bureau of the Census, when available. When unavailable, estimates are interpolated based on increases in construction of single and double family homes.

² Delaware City School District

³ Ohio Bureau of Employment Services, Civilian Labor Force Research and Statistics Estimates

Schedule 17

City of Delaware, Ohio

Principal Business Withholdings Taxpayers,
Current Year and Ten Years Ago

Employer	2013				2003			
	<i>Taxes Paid</i> ¹	<i>Rank</i>	<i>Total Business</i> ¹	<i>Percentage of Total City</i> ²	<i>Taxes Paid</i>	<i>Rank</i>	<i>Percentage of Total Business</i>	<i>Percentage of Total City</i>
The Kroger Company	\$ 1,050,466	1	7.44 %	5.16 %	\$ 193,783	8	2.61 %	1.97 %
Delaware County Auditor	740,708	2	5.24	3.64	390,476	1	5.26	3.97
Delaware City Board of Education	526,015	3	3.72	2.58	314,069	2	4.23	3.19
Ohio Wesleyan University	479,607	4	3.40	2.36	302,384	3	4.07	3.08
Grady Memorial Hospital	462,896	5	3.28	2.27	264,587	6	3.56	2.69
PPG Industries Ohio, Inc.	416,758	6	2.95	2.05	292,867	4	3.95	2.98
Liebert North America, Inc.	412,785	7	2.92	2.03	133,028	11	1.79	1.35
State of Ohio	386,289	8	2.73	1.90	270,554	5	3.65	2.75
City of Delaware	349,184	9	2.47	1.71	176,124	9	2.37	1.79
Honda of America Mfg., Inc.	278,475	10	1.97	1.37	232,026	7	3.13	2.36
AHP	223,256	11	1.58	1.10	—	—	—	—
Jegs Automotive	218,993	12	1.55	1.08	123,513	13	1.66	1.26
Advance Stores Co. Inc.	211,488	13	1.50	1.04	125,852	12	1.70	1.28
Healthworks, Inc.	187,739	14	1.33	0.92	—	—	—	—
Olentangy Schools	170,357	15	1.21	0.84	—	—	—	—
International Paper Co. [Willamette; 2002]	132,841	16	0.94	0.65	—	—	—	—
Liberty Castings Co [General Castings; 2002]	126,139	17	0.89	0.62	—	—	—	—
Sam Dong Ohio Inc [Luvata; 2003]	111,400	18	0.79	0.55	143,262	10	—	—
Midwest Acoust-a-Fiber	107,597	19	0.76	0.53	92,536	14	1.25	0.94
US Xpress Inc.	106,071	20	0.75	0.52	—	—	—	—
	<u>\$ 6,699,064</u>		<u>47.43 %</u>	<u>32.86 %</u>	<u>\$ 3,120,241</u>		<u>39.23 %</u>	<u>29.61 %</u>

¹As compared to total business withholdings for the year from Schedule 10.

²As compared to total taxes received for the year from Schedule 10.

Source: City of Delaware Tax Department

Schedule 18

City of Delaware, Ohio

Full-time Equivalent City Government Employees by Function

Last Ten Years

Function	<i>Year</i>									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
General Government	52.3	55.4	53.0	52.5	50.5	48.5	48.5	47.5	45.5	46.5
Public Safety										
Police										
Officers	43.0	45.0	47.0	48.0	50.0	50.0	48.0	52.0	52.0	52.0
Civilians	18.0	18.0	18.0	18.0	18.0	16.7	7.5	8.5	8.5	8.5
Fire										
Firefighters and Officers	42.7	44.7	46.7	47.7	46.0	45.0	44.0	44.0	56.0	61.0
Civilians	1.0	1.0	1.0	1.0	1.0	2.7	1.5	1.5	1.5	1.5
Municipal Court	29.0	27.0	28.0	28.0	34.0	35.0	35.0	35.0	35.0	35.4
Prosecutor	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	6.0	6.0
Parks & Facilities	18.0	18.6	17.6	17.6	20.7	20.7	20.7	20.7	8.9	9.5
Community Development	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Airport	2.8	2.8	2.8	2.8	3.0	3.0	3.0	2.5	2.5	2.5
Public Works ¹	24.7	21.3	19.0	20.0	20.0	19.0	19.0	18.0	18.0	18.0
Water	17.7	17.7	19.6	19.6	18.5	17.0	17.0	17.5	17.8	17.0
Sewer	17.5	17.5	18.0	18.0	18.5	15.5	15.9	15.9	15.9	16.0
Refuse	12.0	12.0	12.0	12.0	13.0	13.0	13.0	13.0	13.0	13.0
Storm Sewer	—	2.4	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Golf Course	3.4	3.4	3.4	3.4	3.4	3.4	3.4	3.4	3.4	3.1
Garage	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Information Technology	3.0	3.0	3.5	3.5	4.5	4.0	4.8	4.8	4.8	5.0
Total	<u>295.1</u>	<u>299.8</u>	<u>301.6</u>	<u>304.1</u>	<u>313.1</u>	<u>305.5</u>	<u>293.3</u>	<u>296.3</u>	<u>295.8</u>	<u>302.0</u>

¹ Beginning in 2005, Storm Sewer is no longer part of Public Works; it is now listed separately.

Source: City of Delaware's annual budget reports.

Schedule 19

City of Delaware, Ohio
 Operating Indicators by Function,
 Last Ten Years

Function	<i>Year</i>									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Public Safety										
Police										
Arrests	2,577	2,625	3,086	3,414	3,565	3,084	3,321	3,040	2,760	2,731
Traffic Violations	2,611	2,736	3,204	4,535	3,866	2,637	2,271	1,664	1,934	2,398
Parking Tickets	3,490	4,304	4,666	3,954	4,444	2,239	2,109	2,764	4,114	3,261
Fire										
Emergency Responses	3,375	3,619	3,916	4,282	4,795	4,674	4,470	4,761	4,928	4,831
Fires Extinguished	98	90	87	128	116	129	104	133	103	104
Inspections	2,054	2,812	2,406	1,318	1,020	1,019	1,049	1,218	817	1,222
Parks & Facilities										
Pool memberships	372	352	372	909	831	894	928	824	n/a	n/a
Airport										
Fuel sales 100 LL [low-lead] <i>[in gallons]</i>	47,287	52,860	60,387	62,232	47,015	41,902	45,996	44,379	45,552	39,998
Fuel sales Jet A <i>[in gallons]</i>	57,789	58,379	48,471	47,696	51,786	58,594	57,695	57,959	66,611	71,814
Public Works										
Lane miles of roads built/donated	1.0	5.0	2.4	1.1	1.1	2.0	0.43	0.35	0.89	2.10
Street lights installed/donated	24	81	100	247	247	111	13	11	25	34
Water										
Average daily consumption <i>[thousands of gallons]</i>	3,580	3,473	3,391	3,500	3,450	3,473	3,648	3,774	3,661	3,889
Miles of lines donated	1.0	4.7	5.8	1.5	1.5	1.1	0.57	0.08	0.92	0.83
Sewer										
Miles of lines donated	4.1	4.6	7.6	1.7	1.7	1.0	0.84	0.03	0.74	1.22
Refuse										
Average monthly tonnage-collected recyclable materials	91	92	96	88	91	101	122	107	122	115
Average monthly tonnage-collected solid waste materials	1,231	1,197	1,211	1,239	1,281	1,194	1,209	1,248	1,198	1,210
Average monthly tonnage-collected yard waste materials ¹			156	123	147	131	120	145	124	134
Golf Course										
Memberships sold	71	69	69	76	72	60	57	52	61	60

¹Yard waste materials data available from 2006 to current.

Source: City of Delaware Staff/Department Heads

Schedule 20

City of Delaware, Ohio
 Capital Asset Statistics by Function,
 Last Ten Years

Function	<i>Year</i>									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Cruisers	12	13	13	13	13	13	13	13	13	13
SRO Cars					2	2	2	2	2	2
Fire										
Stations	2	2	2	2	2	2	2	2	2	3
Fire Trucks	8	8	8	8	8	8	8	8	8	8
Ambulances	3	3	4	4	4	4	4	4	4	4
Parks & Facilities										
Parks	14	16	19	19	19	22	22	23	24	24
Acreage	204	218	300	300	300	352	352	366	368	368
Cemeteries	0	0	0	0	0	0	0	0	1	1
Public Works										
Miles of Streets	141	146	151	152	170	172	172	172	177	142
Street Lights	1,027	1,108	1,208	1,455	1,505	1,616	1,629	1,629	1,678	1,754
Dump Trucks/ Snow Plows	8	9	11	12	12	14	14	14	14	14
Water										
Miles of Water Distribution	131	158	164	166	168	169	170	174	175	178
Sewer										
Miles of Sanitary Sewerline	123	128	136	138	152	153	154	156	157	159
Refuse										
Solid Waste Removal Trucks	8	9	10	9	9	8	8	8	8	8
Recycling Trucks	4	3	3	3	4	6	6	6	6	6

Source: City of Delaware Staff/Department Heads